

FS Investment Solutions, LLC

Form CRS Customer Relationship Summary

June 30, 2020

FS Investment Solutions, LLC (“FSIS”), a wholly owned subsidiary of FS Investments, is registered with the U.S. Securities and Exchange Commission (“SEC”) as a broker-dealer and is a member of the Financial Industry Regulatory Authority (“FINRA”) and the Securities Investor Protection Corporation (“SIPC”).

It is important to understand how brokerage and investment advisory services and fees differ. In addition to this document, free and simple tools are available to research firms and financial professionals at www.investor.gov/CRS, which also provides educational materials about broker-dealers, investment advisers and investing in securities.

What investment services and advice can you provide me?

FSIS is a limited purpose broker-dealer whose activities are generally limited to wholesaling various public and private offerings sponsored by FS Investments to other financial services firms and their respective registered representatives and other financial professionals. In the context of wholesaling products sponsored by FS Investments, FSIS registered representatives may provide education regarding alternative asset management matters; FSIS registered representatives do not generally provide recommendations to retail customers, except with respect to one private fund sponsored by FS Investments. FSIS does not offer investment advisory services. FSIS also distributes certain products sponsored by FS Investments through statutory distributors. The products distributed through the statutory distributors are also wholesaled to other financial services firms for sale to the other firms’ financial professionals. FSIS does offer a private fund directly to retail customers.

FSIS offers a limited group of investors brokerage accounts to participate directly in certain products that FSIS wholesales, known as Friends and Family accounts. Friends and Family accounts are brokerage accounts that are available to employees of FS Investments for themselves, immediate family members, business associates and close personal friends. FSIS Friends and Family account holders are only permitted to hold products sponsored by FS Investments; other securities are not permitted to be held in a Friends and Family account. FSIS and its associated persons do not make recommendations to Friends and Family account holders (except with respect to the private fund) and do not have discretionary authority over any Friends and Family accounts. With the exception of purchases of the private fund, purchases and sales in a Friends and Family account are self-directed by the account holder. FSIS does not monitor investments made by Friends and Family account holders.

For additional information, please visit <https://www.fsinvestments.com/support/articles/FS-Investment-Solutions>

Conversation Starters:

- *Given my financial situation, should I choose a brokerage service? Why or Why not?*
- *How will you choose investments to recommend to me?*
- *What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?*

What fees will I pay?

With respect to the private fund offered to retail customers by FSIS, retail customers will pay a management fee and such other fees as described in the Private Placement Memorandum of the private fund.

As a Friends and Family account holder invested in a product sponsored by FSIS’ parent company, FS Investments, you do not pay any fees relating to your brokerage account at FSIS or a sales load on any product sponsored by FS Investments, if applicable; you will pay the investment management and other fees related to the underlying product, as described in each product’s offering documents. FSIS does not clear or custody accounts for retail investors. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying.

For additional information, please visit <https://fsinvestments.com/investments>

Conversation Starter:

- ***Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?***

What are your legal obligations to me when providing recommendations? How else does your firm make money and what conflicts of interest do you have?

FSIS provides recommendations to retail customers with respect to a private fund sponsored by FS Investments. The sponsor of the private fund is one of the affiliates of FSIS, and such FSIS affiliates may receive fees related to the management of the private fund. There may be comparable products available in the marketplace that are better suited for your financial needs.

There are no compensation incentives related to Friends and Family accounts, although there may be certain compensation incentives related to the products held in the Friends and Family account, which incentives may accrue to the benefit of an affiliate of FSIS. Friends and Family accounts are for accommodation purposes only. FSIS only offers proprietary products of FS Investments to Friends and Family account holders and, as an investor you are limited to holding only FS Investments products, whereas other comparable brokerage account products in the marketplace may be better suited for your financial needs.

With respect to FS Investments' sponsored products that are sold through statutory distributors, there are certain revenue sharing arrangements in place with third-party selling partners, whereby FSIS shares revenue with certain of its selling partners

Conversation Starter:

- ***How might your conflicts of interest affect me, and how will you address them?***

How do your financial professionals make money?

Registered representatives of FSIS, who wholesale FS Investments' products to financial professionals at other financial services firms, generally are compensated based on their productivity. As previously mentioned, FSIS receives a sales charge when investors purchase certain products of FS Investments. A percentage of the sales charge is distributed to our financial professionals.

There are no FSIS financial professionals assigned to Friends and Family accounts and, as such, there is no compensation paid to financial professionals of FSIS for assets held in Friends and Family accounts.

Do your financial professionals have legal or disciplinary history?

FSIS does not have any disciplinary actions in its history. There are, however, a small number of financial professionals registered with FSIS who have disciplinary items in their history. Please note, those disciplinary items occurred prior to their affiliation with FSIS, and those individuals have not had any additional disciplinary issues since their registration with FSIS.

For additional information, please visit <https://brokercheck.finra.org/> and www.investor.gov/CRS for a free and simple tool to research FSIS and its financial professionals.

Conversation Starter:

- ***As a financial professional, do you have any disciplinary history? For what type of conduct?***

Additional Information

If you would like additional, up-to-date information or a copy of this disclosure, please call 215-220-6651.

Conversation Starter:

- ***Who is my primary contact person? Is he or she a representative of a broker-dealer? Who can I talk to if I have concerns about how this person is treating me?***