



GoodHaven Capital Management, LLC
Form CRS - Client Relationship Summary
June 25, 2020

Item 1. Introduction

GoodHaven is an investment adviser registered with the Securities and Exchange Commission offering advisory accounts and services. This document gives you a summary of the types of services and fees we offer. Investment advisory services and fees differ, and it is important for you to understand the differences between those fees. Please visit www.investor.gov/CRS for free, simple tools to research firms and for educational materials about broker-dealers, investment advisers, and investing.

Item 2. Relationships and Services

What investment services and advice can you provide me?

Services: We offer our investors **discretionary** investment advisory services, including executing investment decisions for each investor’s account. When you grant us discretionary authority, you provide us the authority to determine the investments to buy or sell in your account on an ongoing basis. Before investing in our separate account strategy, a portfolio manager will speak with you and together you both will determine if our concentrated strategy is appropriate for your risk tolerance. You will have the opportunity to place reasonable written restrictions on the types of securities to be held in the portfolio and should notify us in writing of any changes in your financial status, investment objectives, policies or restrictions. We also manage the assets of the GoodHaven Fund, a registered investment fund (a mutual fund) in which to invest.

Monitoring: We generally review your account at least monthly. This review includes an overall analysis of the asset allocation or security positioning to ensure your account is following the desired financial strategy discussed with you, monitoring performance of investments in your account, and an evaluation of the investment strategy in light of any change in your circumstances.

Account Minimums & Other Requirements. We typically have a \$1 million minimum account size, but that is negotiable depending on a number of different factors. We can waive account size and minimum investment requirements at our discretion.

Additional Information: For more detailed information on our relationships and services, please see our [ADV Form 2A](#) – items 4, 7, 8 and 13.

Questions to ask us: “Given my financial situation, should I choose an investment advisory service? Why or why not?”; “How will you choose investments to recommend to me?” and “What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?”

Item 3. Fees, Costs, Conflicts, and Standard of Conduct

What fees will I pay?

Principal Fees and Costs: We are compensated for our investment advisory services provided to you as a percentage of assets under management, charged quarterly in advance of the quarter using the prior quarter’s ending account market value. The more assets there are in your account, the more you will pay in fees and the firm may therefore have an incentive to encourage you to increase the assets in your account. However, the fees have break points in the fee schedule where the fee tier would be typically lower as the account increases in size. When a portion of an account is invested in our mutual fund, we do not charge advisory fees on that portion (but all assets invested in the mutual fund do bear fund expenses as set forth in the fund registration statement).

Other Fees and Costs: Clients who choose to open brokerage accounts with our primary broker/custodian will be charged an all-inclusive management fee that will include all transaction and custody costs. Clients who elect to



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hold securities or transact at a broker/custodian other than our primary broker/custodian will pay our investment fee and may bear their own transaction and custody expenses.

You will pay fees and costs whether you make or lose money on your investments. 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.

Additional Information: For more detailed information on our fees, please see our ADV Form 2A – items 5, 12 and 14.

Questions to ask us: *“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 acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?

Standard of Conduct/Conflicts of Interest: **When we act as your investment adviser**, we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide you. Here are some examples to help you understand what this means. Because our fees are charged as a percentage, the more assets in your account, the more you will pay in fees, so we have an incentive and will have a conflict of interest to encourage you to increase the assets in your account. We have an incentive to recommend the GoodHaven Fund because we receive fees from the GoodHaven Fund. Increases in the assets in the GoodHaven Funds will result in increases in the fees paid to us.

Questions to ask us: *“How might your conflicts of interest affect me, and how will you address them?”*

How do your financial professionals make money?

Our financial professionals receive a salary and a discretionary bonus based on individual performance and the success of the firm. They are not paid based on the amount of your assets they service, the time and complexity of your needs, or the investment options they recommend. They do not receive sales commissions of any kind. We believe this method allows us to operate in the best interest of our clients. Mr. Pitkowsky, as the Managing Member also receives a share of the firm’s profits.

Item 4. Disciplinary History

Do you or your financial professionals have legal or disciplinary history?

No, our firm and/or financial professionals do not have any legal and disciplinary history. You can also visit www.Investor.gov/CRS for a free and simple search tool to research us and our financial professionals.

Questions to ask us: *“As a financial professional, do you have any disciplinary history? For what type of conduct?”*

Item 5. Additional Information

If you have any questions about our investment advisory services or if you wish to request a copy of the relationship summary, please contact Larry Pitkowsky at (305) 677-7652. Additional information about GoodHaven Capital Management, LLC is available on the SEC’s website at www.adviserinfo.sec.gov. The searchable IARD/CRD number for GoodHaven is 156032.

Questions to ask us: *“Who is my primary contact person? Is he or she a representative of an investment adviser or a broker-dealer? Who can I talk to if I have concerns about how this person is treating me?”*