

Corbyn Investment Management, Inc.
Form ADV Part 3: Form CRS – Customer Relationship Summary
June 26, 2020

Item 1: Introduction

Corbyn Investment Management, Inc. (“Corbyn”) is an investment adviser registered with the Securities and Exchange Commission. Brokerage and investment advisory services and fees differ and it is important for you to understand the differences. 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.

Item 2: Relationship and Services

What investment services and advice can you provide me? Corbyn offers investment advisory services to retail investors based on the individual needs of each. We review your personal investment objectives at the beginning of our relationship and periodically thereafter. We will work with you to determine the best fit among our investment strategies based on your specific goals, tax status, income needs and risk tolerance. You will sign an investment management agreement giving us full discretion over the investment of your assets. This agreement will remain in place until our relationship terminates. Our investment authority can be limited by specific instructions from you - for example, you can restrict or prohibit transactions in certain securities or industries. As part of our standard service, we review your account regularly and monitor portfolio holdings daily. We invest your assets in a wide range of investments, which may include a mutual fund (the “Fund”) we manage. Our minimum account size is \$500,000. *Additional information regarding our services can be found in Items 4 and 7 of our Form ADV, Part 2A Brochure, which is available on our website at www.corbyn.com.*

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?**
- **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? Our fees are based on the market value of securities and cash under management in your account. The annual fee is 1% on the first \$1,000,000 or fraction thereof; 0.70% on the next \$2,000,000 or fraction thereof; and 0.50% on amounts greater than \$3,000,000. For charitable accounts, we offer a 20% discount. Also, we offer a family fee structure where assets under management of related accounts are grouped together for fee calculation purposes. The family fee structure does not apply to charitable accounts. If you are referred to us by another investment adviser, you are charged a flat fee of 0.70%. On a limited basis, fees may be negotiated. We calculate your fees on the last day of each quarter and bill in arrears. The larger your account, the more you will pay in fees, so we may have an incentive to encourage you to increase the size of your account. Fees can be withdrawn from your account by your custodian or paid directly by you.

In addition to the investment management fees described above, you pay fees to your custodian that may include brokerage commissions, custodial fees, transaction fees, or any other fees your custodian may impose. If we purchase shares of a mutual fund for your account, please be aware that mutual funds have their own fees, which are separate from, and in addition to, the fees described above. However, if we purchase shares of the Fund for you, we exclude your investment in the Fund when calculating your quarterly management fee as described below.

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 regarding our fees can be found in Item 5 of our Form ADV, Part 2A Brochure, which is available on our website at www.corbyn.com.*

Question 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? *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.*

Corbyn is the investment adviser to the Fund and collects advisory fees and certain administrative fees from the Fund. When appropriate, we purchase shares of the Fund for you. We address this conflict of interest by excluding your investment in the Fund when calculating your quarterly management fee.

We have soft dollar arrangements with broker-dealers where the broker-dealer uses credits generated from commissions paid to pay for certain products and services on our behalf. There may be a conflict of interest with regard to products obtained with soft dollars because of the incentive to use your commissions to purchase these products that we otherwise would purchase directly. *Additional information regarding our conflicts of interest can be found in Items 5 and 12 of our Form ADV, Part 2A Brochure, which is available on our website at www.corbyn.com.*

Question to ask us:

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

How do your financial professionals make money? Employees are paid a fixed salary and a discretionary bonus. Certain employees who develop and maintain business for Corbyn are also compensated based on a percentage of fees generated from your account. This creates a conflict of interest because the larger your account, the more you will pay in fees, so certain employees may have an incentive to encourage you to increase the size of your account.

Item 4: Disciplinary History

Do you or your financial professionals have legal or disciplinary history? No, neither our firm nor our financial professionals have legal or disciplinary history. Please visit www.investor.gov/CRS for a free and simple search tool to research our firm and financial professionals.

Question to ask us:

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

Item 5: Additional Information

You can find additional information about our investment advisory services in our Form ADV, Part 2A Brochure or by visiting our website at www.corbyn.com. You can request up-to-date information and a copy of our relationship summary by calling us at 410-832-5500.

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?**