

Disclosure Brochure

April 3, 2012

Thomas Wright Asset Management, Inc.

a Registered Investment Adviser

782 Johnnie Dodds Blvd., Suite H-3
Mt. Pleasant, SC 29464

(843) 971-4265

www.twasset.com

This brochure provides information about the qualifications and business practices of Thomas Wright Asset Management, Inc. (hereinafter "TWAM"). If you have any questions about the contents of this brochure, please contact Thomas Wright at (843) 971-4265. The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority. Additional information about Thomas Wright Asset Management, Inc. is available on the SEC's website at www.adviserinfo.sec.gov.

Thomas Wright Asset Management, Inc. is a state registered investment adviser. Registration does not imply any level of skill or training.

Item 2. Material Changes

In this Item, TWAM is required to discuss any material changes which have been made to the brochure since the last annual amendment dated March 15, 2011. While minor revisions have been made to several items within the brochure, no material changes have been made to the substance of the document. Therefore, there is no information to disclose in relation to this Item.

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Item 4. Advisory Business

TWAM has been in business since October 1988 and is principally owned by Thomas S. Wright. TWAM provides comprehensive investment advisory services, including but not limited to investment management, investment planning, estate planning, tax planning, insurance planning, and business planning. These services are designed to assist clients in understanding and identifying certain implications of decisions they may make in planning for the future.

Prior to engaging TWAM to provide any of the foregoing investment advisory services, the client is required to enter into one or more written agreements with TWAM setting forth the terms and conditions under which TWAM renders its services (collectively the “*Agreement*”). Neither TWAM nor the client may assign the *Agreement* without the consent of the other party. A transaction that does not result in a change of actual control or management of TWAM is not considered an assignment.

TWAM has \$77,884,353 of discretionary assets under management as of January 10, 2012. This disclosure brochure describes the business of TWAM. Certain sections will also describe the activities of *Supervised Persons*. *Supervised Persons* are any of TWAM’s officers, partners, directors (or other persons occupying a similar status or performing similar functions), or employees, or any other person who provides investment advice on TWAM’s behalf and is subject to TWAM’s supervision or control.

Investment Management Services

Clients can engage TWAM to manage all or a portion of their assets on a discretionary basis.

TWAM primarily allocates clients’ investment management assets among mutual funds and individual debt and equity securities in accordance with the investment objectives of the client. TWAM may also provide advice about any type of investment held in clients’ portfolios at the beginning of the advisory relationship.

TWAM also may render non-discretionary investment management services to clients relative to variable life/annuity products that they may own, their individual employer-sponsored retirement plans, and/or 529 plans or other products that may not be held by the client’s primary custodian. In so doing, TWAM either directs or recommends the allocation of client assets among the various investment options that are available with the product. Client assets are maintained at the specific insurance company or custodian designated by the product.

TWAM tailors its advisory services to the individual needs of clients. TWAM consults with clients initially and on an ongoing basis to determine risk tolerance, time horizon and other factors that may impact the clients’ investment needs. TWAM endeavors to ensure that clients’ investments are suitable for their investment needs, goals, objectives and risk tolerance.

Clients are advised to promptly notify TWAM if there are changes in their financial situation or investment objectives or if they wish to impose any reasonable restrictions upon TWAM’s management services.

Financial Planning and Consulting Services

TWAM may also provide its clients with a broad range of comprehensive financial planning and consulting services (which may include tax-related and other non-investment related matters). These services include investment planning, retirement planning, estate planning, tax planning, insurance planning, and business planning. These services are designed to assist clients in understanding and identifying certain implications of decisions they may make in planning for the future.

In performing its services, TWAM is not required to verify any information received from the client or from the client's other professionals (e.g., attorney, accountant, etc.) and is expressly authorized to rely on such information. TWAM may recommend the services of itself, and/or other professionals to implement its recommendations. Clients are advised that a conflict of interest exists if TWAM recommends its own services. The client is under no obligation to act upon any of the recommendations made by TWAM under a financial planning or consulting engagement or to engage the services of any such recommended professional, including TWAM itself. The client retains absolute discretion over all such implementation decisions and is free to accept or reject any of TWAM's recommendations. Clients are advised that it remains their responsibility to promptly notify TWAM if there is ever any change in their financial situation or investment objectives for the purpose of reviewing, evaluating, or revising TWAM's previous recommendations and/or services.

Additions and Withdrawals to Accounts

Clients may make additions to and withdrawals from their account at any time, subject to TWAM's right to terminate an account. Clients shall provide TWAM with at least five (5) business days' advance notice of any additions to or withdrawals from its account in order to ensure that TWAM is kept informed of the current status of the account. Clients may withdraw account assets on notice to TWAM, subject to the usual and customary securities settlement procedures. However, TWAM designs its portfolios as long-term investments and the withdrawal of assets may impair the achievement of a client's investment objectives.

Additions may be in cash or securities provided that TWAM reserves the right to liquidate any transferred securities or decline to accept particular securities into a client's account. TWAM may consult with its clients about the options and ramifications of transferring securities. However, clients are advised that when transferred securities are liquidated, they are subject to transaction fees, fees assessed at the mutual fund level (i.e. contingent deferred sales charge) and/or tax ramifications.

Item 5. Fees and Compensation

Investment Management Fee

TWAM provides investment management services for an annual fee based upon a percentage of the market value of the assets being managed by TWAM. TWAM's annual fee is exclusive of, and in addition to brokerage commissions, transaction fees, and other related costs and expenses which are incurred by the client. TWAM does not, however, receive any portion of these commissions, fees, and costs.

TWAM's annual fee shall be prorated and charged quarterly, in arrears, based upon the average market value of the assets on the last day of the previous two quarters (the opening market value and ending market value are added together and divided by two to determine the market value to be used for the fee calculation). The market value of the portfolio is not reduced by the amount of any liability the client might have outstanding relating to the portfolio. If a particular billing period involves less than a full quarter of management (such as at the inception or termination of the relationship), TWAM's fee will be prorated based on the number of days the portfolio was managed.

The annual fee varies (between 0.45% and 1.20%) depending upon the market value of the assets under management as follows:

<u>PORTFOLIO VALUE</u>	<u>BASE FEE</u>
First \$1,000,000	1.20%
Next \$4,000,000	0.95%
Next \$15,000,000	0.70%
above \$20,000,000	0.45%

TWAM, in its sole discretion, may negotiate to charge a lesser management fee based upon certain criteria (e.g., related accounts, pre-existing client, *pro bono* activities, etc.).

Fees Charged by Financial Institutions

As further discussed in response to Item 12 (below), TWAM generally recommends that clients utilize the brokerage and clearing services of Fidelity Institutional Wealth Services ("*Fidelity*") for investment management accounts.

TWAM may only implement its investment management recommendations after the client has arranged for and furnished TWAM with all information and authorization regarding accounts with appropriate financial institutions. Financial institutions include, but are not limited to, *Fidelity* any other broker-dealer recommended by TWAM, broker-dealer directed by the client, trust companies, banks etc. (collectively referred to herein as the "*Financial Institutions*").

Clients may incur certain charges imposed by the *Financial Institutions* and other third parties such as custodial fees, charges imposed directly by a mutual fund or ETF in the account, which shall be disclosed

in the fund's prospectus (e.g., fund management fees and other fund expenses), deferred sales charges, odd-lot differentials, transfer taxes, wire transfer and electronic fund fees, and other fees and taxes on brokerage accounts and securities transactions. Additionally, for assets outside of any wrap fee programs, clients may incur brokerage commissions and transaction fees. Such charges, fees and commissions are exclusive of and in addition to TWAM's fee.

The separate agreement with any *Financial Institutions* may authorize TWAM through the *Financial Institutions* to debit the client's account for the amount of TWAM's fee and to directly remit that management fee to TWAM. Any *Financial Institutions* recommended by TWAM have agreed to send a statement to the client, at least quarterly, indicating all amounts disbursed from the account including the amount of management fees paid directly to TWAM.

Fees for Management During Partial Quarters of Service

For any partial period of investment management services (such as the inception or termination of the relationship), the fees shall be prorated based on the number of days the account was managed.

Financial Planning Fees

TWAM may include financial planning services as part of its overall management fee. Alternatively, TWAM may charge a fixed fee, including any expenses incurred by TWAM for such services. In the limited circumstances where TWAM charges an additional fee for financial planning services, the client is required to enter into a written agreement with TWAM setting forth the terms and conditions of the engagement. Fees will be based upon the nature of the service and the extent of the duties and responsibility assumed by TWAM.

Generally, TWAM requires one-half of the financial planning fee payable upon entering the written agreement. The balance is generally due upon delivery of the financial plan or completion of the agreed upon services.

Item 6. Performance-Based Fees and Side-by-Side Management

TWAM does not provide any services for performance-based fees. Performance-based fees are those based on a share of capital gains on or capital appreciation of the assets of a client.

Item 7. Types of Clients

TWAM provides its services to individuals, pension and profit sharing plans, trusts, estates, charitable organizations, corporations and business entities.

Minimum Account Size

As a condition for starting and maintaining a relationship, TWAM shall generally impose a minimum portfolio size of \$300,000 for individual securities-based accounts and \$50,000 for mutual fund-based accounts. However, TWAM, in its sole discretion, may accept clients with smaller portfolios based upon certain criteria, including related accounts, pre-existing client and *pro bono* activities. TWAM only accepts clients with less than the minimum portfolio size if, in the sole opinion of TWAM, the smaller portfolio size will not cause a substantial increase of investment risk beyond the client's identified risk tolerance. TWAM may aggregate the portfolios of family members to meet the minimum portfolio size.

In certain circumstances, TWAM engages *Fidelity* for prime brokerage services on behalf of its clients. When TWAM uses such prime brokerage services, it will purchase or sell a block of securities at a broker-dealer other than *Fidelity*, and *Fidelity* will settle and allocate those securities to the appropriate client accounts. To be eligible for these prime brokerage services, the client's account must be custodied with *Fidelity* and must have a minimum initial and ongoing balances as determined by *Fidelity*. Those clients who fail to maintain the required ongoing balance will not continue to be eligible for *Fidelity*'s prime brokerage services. As a result, in the event TWAM initiates a prime broker block trade that is also appropriate for an ineligible client's account, the trade made on behalf of the ineligible client's account will be made after the execution of the block trade made on behalf of eligible clients participating in the block trade. In such situations, the ineligible clients may not receive equivalent execution to the execution received by clients participating in the block trade.

Item 8. Methods of Analysis, Investment Strategies and Risk of Loss

Methods of Analysis

In selecting individual equities and convertibles for investment, TWAM primarily utilizes a fundamental method of investment analysis. Fundamental analysis involves the fundamental financial condition and competitive position of a company. TWAM will analyze the financial condition, capabilities of management, earnings, new products and services, as well as the company's markets and position amongst its competitors in order to determine the recommendations made to clients. The primary risk in using fundamental analysis is that while the overall health and position of a company may be good, market conditions may negatively impact the security.

Investment Strategies

TWAM utilizes its fundamental analysis to find companies that it believes possess certain qualities: industry leadership, strong management, and the ability to fund growth. Since TWAM believes that over the long-term the prices of stocks should reflect the progress of companies' earnings per share, it seeks to invest in companies with growing earnings per share over time in order to generate stock appreciation in client portfolios. Given TWAM's long-term perspective, it generally employs a buy-and-hold approach instead of active trading.

TWAM's selection process for bonds is centered upon investing in high quality: only bonds rated at least A by Moody's, Standard & Poor's, or an equivalent rating service are purchased. If a bond's rating falls below A due to a downgrading, TWAM has the discretion to either retain or sell the security. For those clients seeking both low price volatility and stability of income, TWAM generally builds a bond portfolio composed of laddered maturities. For defined benefit plans, given that their interest sensitive liabilities are long-term in nature, TWAM generally invests in non-laddered bonds having longer maturities.

The selection process for mutual funds is centered upon TWAM's goal of building a diversified basket of mutual funds that, either as a complete portfolio or in combination with individual securities, collectively provide broad exposure to the global economy. TWAM's focus is on no-load funds with relatively strong performance records over time. TWAM generally screens for no-load mutual funds with verifiable performance records dating at least five years, lower total expense ratios than the applicable Morningstar category average, and Morningstar overall star ratings of at least three at the time of initial purchase.

Risk of Loss

Mutual Funds

An investment in a mutual fund involves risk, including the loss of principal. Mutual fund shareholders are necessarily subject to the risks stemming from the individual issuers of the fund's underlying portfolio securities. Such shareholders are also liable for taxes on any fund-level capital gains, as mutual funds

are required by law to distribute capital gains in the event they sell securities for a profit that cannot be offset by a corresponding loss.

Shares of mutual funds are generally distributed and redeemed on an ongoing basis by the fund itself or a broker acting on its behalf. The trading price at which a share is transacted is equal to a fund's stated daily per share net asset value ("NAV"), plus any shareholders fees (e.g., sales loads, purchase fees, redemption fees). The per share NAV of a mutual fund is calculated at the end of each business day, although the actual NAV fluctuates with intraday changes to the market value of the fund's holdings.

Market Risks

All securities, particularly individual equity and debt securities, are subject to market volatility, economic factors and certain other market risks. The success of an investment may depend to a great extent upon correctly assessing the future course of price movements of stocks and bonds. There can be no assurance that TWAM will be able to predict those price movements accurately.

General Risk of Loss

All investments involve the risk of loss. Clients should be prepared to bear such loss.

Item 9. Disciplinary Information

TWAM is required to disclose the facts of any legal or disciplinary events that are material to a client's evaluation of its advisory business or the integrity of management. TWAM does not have any required disclosures to this Item.

Item 10. Other Financial Industry Activities and Affiliations

TWAM is required to disclose any relationship or arrangement that is material to its advisory business or to its clients with certain related persons.

Registration as Insurance Agency

TWAM is a duly licensed insurance agency. Additionally, certain of TWAM's *Supervised Persons*, in their individual capacities, are licensed insurance agents/producers appointed with various insurance companies, and in such capacity, may recommend, on a fully-disclosed basis, the purchase of certain insurance products. A conflict of interest exists to the extent that TWAM or its *Supervised Persons* recommend the purchase of insurance products where TWAM or its *Supervised Persons* receive insurance commissions or other additional compensation.

Item 11. Code of Ethics

TWAM has adopted a code of ethics ("*Code of Ethics*") made up of its personal securities transaction and insider trading policies and procedures. When TWAM is purchasing or considering for purchase any security on behalf of a client, no *Covered Person* (as defined below) may effect a transaction in that security prior to the completion of the purchase or until a decision has been made not to purchase such security. Similarly, when TWAM is selling or considering the sale of any security on behalf of a client, no *Covered Person* may effect a transaction in that security prior to the completion of the sale or until a decision has been made not to sell such security.

Unless specifically defined in TWAM's procedures (summarized above), neither TWAM nor any of TWAM's Associated Persons may effect for himself or herself, for an Associated Person's immediate family (i.e., spouse, minor children, and adults living in the same household as the Associated Person), or for trusts for which the Associated Person serves as a trustee or in which the Associated Person has a beneficial interest (collectively "*Covered Persons*"), any transactions in a security which is being actively purchased or sold, or is being considered for purchase or sale, on behalf of any of TWAM's clients.

The foregoing policies and procedures are not applicable to (a) transactions effected in any account over which neither TWAM nor any of its *Supervised Persons* (as defined in this Form ADV) has any direct or indirect influence or control; and (b) transactions in securities that are: direct obligations of the government of the United States; bankers' acceptances, bank certificates of deposit, commercial paper, and high quality short-term debt instruments, including repurchase agreements; or shares issued by registered open-end investment companies.

This policy has been established recognizing that some securities being considered for purchase and sale on behalf of TWAM's clients trade in sufficiently broad markets to permit transactions by clients to be completed without any appreciable impact on the markets of such securities. Under certain limited circumstances, exceptions may be made to the policies stated above. TWAM will maintain records of these trades, including the reasons for any exceptions.

In accordance with Section 204A of the Advisers Act, TWAM also maintains and enforces written policies reasonably designed to prevent the unlawful use of material non-public information by TWAM or any of its *Supervised Persons*.

Clients and prospective clients may contact TWAM to request a copy of its *Code of Ethics*.

Item 12. Brokerage Practices

As discussed above, in Item 5, TWAM generally recommends that clients utilize the brokerage and clearing services of *Fidelity*.

Factors which TWAM considers in recommending *Fidelity* or any other broker-dealer to clients include their respective financial strength, reputation, execution, pricing, research and service. *Fidelity* enables TWAM to obtain many mutual funds without transaction charges and other securities at nominal transaction charges. The commissions and/or transaction fees charged by *Fidelity* may be higher or lower than those charged by other *Financial Institutions*.

The commissions paid by TWAM's clients comply with TWAM's duty to obtain "best execution." Clients may pay commissions that are higher than another qualified *Financial Institution* might charge to effect the same transaction where TWAM determines that the commissions are reasonable in relation to the value of the brokerage and research services received. In seeking best execution, the determinative factor is not the lowest possible cost, but whether the transaction represents the best qualitative execution, taking into consideration the full range of a *Financial Institution's* services, including among others, the value of research provided, execution capability, commission rates, and responsiveness. TWAM seeks competitive rates but may not necessarily obtain the lowest possible commission rates for client transactions.

Transactions may be cleared through other *Financial Institutions* with whom TWAM and the *Financial Institutions* have entered into agreements for prime brokerage clearing services. TWAM periodically and systematically reviews its policies and procedures regarding its recommendation of *Financial Institutions* in light of its duty to obtain best execution.

The client may direct TWAM in writing to use a particular *Financial Institution* to execute some or all transactions for the client. In that case, the client will negotiate terms and arrangements for the account with that *Financial Institution*, and TWAM will not seek better execution services or prices from other *Financial Institutions* or be able to "batch" client transactions for execution through other *Financial Institutions* with orders for other accounts managed by TWAM (as described below). As a result, the client may pay higher commissions or other transaction costs or greater spreads, or receive less favorable net prices, on transactions for the account than would otherwise be the case. Subject to its duty of best execution, TWAM may decline a client's request to direct brokerage if, in TWAM's sole discretion, such directed brokerage arrangements would result in additional operational difficulties.

Transactions for each client generally will be effected independently, unless TWAM decides to purchase or sell the same securities for several clients at approximately the same time. TWAM may (but is not obligated to) aggregate or "batch" such orders to obtain best execution, to negotiate more favorable commission rates, or to allocate equitably among TWAM's clients differences in prices and commissions or other transaction costs that might have been obtained had such orders been placed independently. In aggregating client orders TWAM will treat all accounts that participate in a specific order fairly and

equitably; no account will be unfairly favored over any other account. TWAM, before entering an aggregate order, will prepare a written statement (the "*Allocation Statement*") specifying the participating client accounts and how it intends to allocate the order among those accounts. If the aggregated order is filled in its entirety, it will be allocated among the participating accounts in accordance with the *Allocation Statement*; if the order is partially filled, to the extent reasonably practical it will be allocated pro rata based upon the *Allocation Statement*. Regardless of whether the aggregated order is entirely or partial filled, all participating accounts will achieve the same average share price.

Notwithstanding the foregoing, TWAM may allocate an order on a basis different from that specified in the *Allocation Statement* if all accounts of participating clients receive fair and equitable treatment. For example, it may be appropriate to deviate from the *Allocation Statement* when, subsequent to entering a trade but before the final allocation, TWAM determines that the stock in question would be unsuitable for one of the accounts designated in the *Allocation Statement*. Regardless of the basis upon which the order might be allocated, average share pricing would apply.

To the extent that TWAM determines to aggregate for the purchase or sale of stocks, including stocks in which TWAM's *Supervised Persons* may invest, TWAM shall generally do so in accordance with applicable rules promulgated under the Advisers Act and no-action guidance provided by the staff of the U.S. Securities and Exchange Commission. TWAM shall not receive any additional compensation or remuneration as a result of the aggregation.

Consistent with obtaining best execution, brokerage transactions may be directed to certain broker-dealers in return for investment research products and/or services which assist TWAM in its investment decision-making process. Such research generally will be used to service all of TWAM's clients, but brokerage commissions paid by one client may be used to pay for research that is not used in managing that client's portfolio. The receipt of investment research products and/or services as well as the allocation of the benefit of such investment research products and/or services poses a conflict of interest because TWAM does not have to produce or pay for the products or services.

Software and Support Provided by Financial Institutions

TWAM may receive from *Fidelity*, without cost to TWAM, computer software and related systems support, which allow TWAM to better monitor client accounts maintained at *Fidelity*. TWAM may receive the software and related support without cost because TWAM renders investment management services to clients that maintain assets at *Fidelity*. The software and related systems support may benefit TWAM, but not its clients directly. In fulfilling its duties to its clients, TWAM endeavors at all times to put the interests of its clients first. Clients should be aware, however, that TWAM's receipt of economic benefits from a broker-dealer creates a conflict of interest since these benefits may influence TWAM's choice of broker-dealer over another broker-dealer that does not furnish similar software, systems support, or services.

Additionally, TWAM may receive the following benefits from *Fidelity* through *Fidelity Institutional Wealth Services*: receipt of duplicate client confirmations and bundled duplicate statements; access to a trading desk that exclusively services its *Institutional Wealth Services* participants; access to block trading which provides the ability to aggregate securities transactions and then allocate the appropriate shares to client accounts; and access to an electronic communication network for client order entry and account information.

Item 13. Review of Accounts

TWAM reviews accounts on a continuous basis in conjunction with its provision of investment services. The review process endeavors to ensure that each account is being handled in compliance with its investment objectives, investment guidelines, and contractual terms. Such reviews are conducted by one or more of TWAM's investment adviser representatives. All investment advisory clients are encouraged to discuss their needs, goals, and objectives with TWAM and to keep the firm informed of any changes thereto. Although TWAM shall generally seek to contact ongoing investment advisory clients on a periodic basis to review its previous services and/or recommendations and to discuss the impact resulting from any changes in the clients' financial situation and/or investment objectives, the responsibility ultimately rests with clients to update TWAM concerning any change in their financial situation and/or investment objectives.

For those clients to whom TWAM provides financial planning and/or consulting services, reviews are conducted on an "as needed" basis.

Unless otherwise agreed upon, clients are provided with transaction confirmation notices and regular summary account statements directly from the broker-dealer or custodian for the client accounts.

Those clients to whom TWAM provides financial planning services will receive reports from TWAM summarizing its analysis and conclusions as requested by the client or otherwise agreed to in writing by TWAM.

Item 14. Client Referrals and Other Compensation

TWAM is required to disclose any relationship or arrangement where it receives an economic benefit from a third party (non-client) for providing advisory services. In addition, TWAM is required to disclose any direct or indirect compensation that it provides for client referrals. TWAM does not have any required disclosures to this Item.

Item 15. Custody

The separate agreement with any *Financial Institution* may authorize TWAM through such *Financial Institution* to debit the client's account for the amount of TWAM's fee and to directly remit that management fee to TWAM in accordance with applicable custody rules.

The *Financial Institutions* recommended by TWAM have agreed to send a statement to the client, at least quarterly, indicating all amounts disbursed from the account including the amount of management fees paid directly to TWAM

Item 16. Investment Discretion

TWAM is given the authority to exercise discretion on behalf of clients. TWAM is considered to exercise investment discretion over a client's account if it can effect transactions for the client without first having to seek the client's consent. TWAM is given this authority through a power-of-attorney included in the agreement between TWAM and the client. Clients may request a limitation on this authority (such as certain securities not to be bought or sold). TWAM takes discretion over the following activities:

- The securities to be purchased or sold;
- The amount of securities to be purchased or sold;
- When transactions are made; and
- The *Financial Institutions* to be utilized.

Item 17. Voting Client Securities

TWAM may vote client securities (proxies) on behalf of its clients. When TWAM accepts such responsibility, it will only cast proxy votes in a manner consistent with the best interest of its clients. Absent special circumstances, which are fully- described in TWAM's Proxy Voting Policies and Procedures, all proxies will be voted consistent with guidelines established and described in TWAM's Proxy Voting Policies and Procedures, as they may be amended from time-to-time. Clients may contact TWAM to request information about how TWAM voted proxies for that client's securities or to get a copy of TWAM's Proxy Voting Policies and Procedures. A brief summary of TWAM's Proxy Voting Policies and Procedures is as follows:

- TWAM has formed a Proxy Voting Committee that will be responsible for monitoring corporate actions, making voting decisions in the best interest of clients, and ensuring that proxies are submitted in a timely manner.
- The Proxy Voting Committee will generally vote proxies according to TWAM's then current Proxy Voting Guidelines. The Proxy Voting Guidelines include many specific examples of voting decisions for the types of proposals that are most frequently presented, including: composition of the board of directors; approval of independent auditors; management and director compensation; anti-takeover mechanisms and related issues; changes to capital structure; corporate and social policy issues; and issues involving mutual funds.
- Although the Proxy Voting Guidelines are followed as a general policy, certain issues are considered on a case-by-case basis based on the relevant facts and circumstances. Since corporate governance issues are diverse and continually evolving, TWAM devotes an appropriate amount of time and resources to monitor these changes.
- Clients cannot direct TWAM's vote on a particular solicitation but can revoke TWAM's authority to vote proxies.

In situations where there may be a conflict of interest in the voting of proxies due to business or personal relationships that TWAM maintains with persons having an interest in the outcome of certain votes, TWAM takes appropriate steps to ensure that its proxy voting decisions are made in the best interest of its clients and are not the product of such conflict.

Item 18. Financial Information

TWAM does not require or solicit the prepayment of more than \$500 in fees six months or more in advance. In addition, TWAM is required to disclose any financial condition that is reasonably likely to impair its ability to meet contractual commitments to clients. TWAM has no disclosures pursuant to this Item

Item 19. Requirements for State Registered Investment Advisers

Below is the formal education and business background of each of TWAM's principal executive officers and management persons:

Thomas S. Wright

Born 1942

Post-Secondary Education:

Southern Methodist University | M.B.A., Finance | 1968

Yale University | B.A., Economics | 1964

Recent Business Background:

Thomas Wright Asset Management, Inc. | President | October 1988 – Present

W. Stuart Wright

Born 1977

Post-Secondary Education:

University of South Carolina | M.B.A., Finance | 2008

University of Richmond | B.A., Economics | 1999

Recent Business Background:

Thomas Wright Asset Management, Inc. | Vice President | January 2008 – Present

Thomas Wright Asset Management, Inc. | Treasurer | March 2003 – Present

Performance Based Fees

Neither the firm nor its management persons provide any services for performance based fees, as stated in Item 6.

Civil and Administrative Proceedings

Neither the firm nor its management persons have been subject to an award or otherwise found liable in an action involving a violation of any investment related statute.

Relationships with Issuers

Neither the firm nor its management persons have a relationship with any issuer of securities.

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a Registered Investment Adviser

782 Johnnie Dodds Blvd., Suite H-3
Mt. Pleasant, SC 29464

(843) 971-4265

www.twasset.com

Prepared by:



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The Adviser's Advisor®