

FOCUSPOINT SOLUTIONS, INC.

3395 Southwest Garden View Avenue
Portland, OR 97225-3547
(503) 445-1957

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This Brochure provides information about the qualifications and business practices of FocusPoint Solutions, Inc. If you have any questions about the contents of this Brochure, you may contact us at (503) 445-1957 or info@focuspointsolutions.com to obtain answers and additional information. FocusPoint Solutions, Inc. is a registered investment adviser with the United States Securities and Exchange Commission (“SEC”). Registration of an investment adviser does not imply any level of skill or training. The information in this Brochure has not been approved or verified by the SEC or by any state securities authority.

Additional information about FocusPoint Solutions, Inc. is available on the SEC’s website at www.adviserinfo.sec.gov. The searchable IARD/CRD number for FocusPoint Solutions, Inc. is 131195.

Item 2 Material Changes

The date of our last annual update of our Brochure was April 4, 2011.

We will ensure that our clients receive a summary of any material changes to this and subsequent Brochures within 120 days of the close of our business' fiscal year. A Summary of Material Changes is also included with our Brochure on the SEC's website at www.adviserinfo.sec.gov. The searchable IARD/CRD number for FocusPoint Solutions, Inc. is 131195. The Summary of Material Changes is listed as "Exhibit A" to our Brochure. We may further provide other ongoing disclosure information about material changes as necessary and will further provide you with a new Brochure as necessary based on changes or new information, at any time, without charge.

Currently, our Brochure may be requested by contacting us at (503) 445-1957 or info@focuspointsolutions.com. Our Brochure is provided free of charge.

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Item 4 Advisory Business

- A** FocusPoint Solutions, Inc. (“FPS”) is a SEC registered investment advisory firm located in Portland, Oregon. We provide non-discretionary sub-advisory services, turnkey asset management services and business solutions to both non-affiliated and affiliated registered investment advisory firms (collectively “RIA Firms”). We also provide discretionary sub-advisory services to an affiliated registered investment advisory firm. We provide services to both existing RIA Firms as well as to RIA Firms who wish to transition their business from a commission-based model to a fee-based model. In either circumstance, FPS primarily operates transparently behind the scenes to support the RIA Firms in building and operating an efficient business.

The firm has been in business since 2004 and registered with the SEC since 2004. The principal owner of the firm is Christopher K. Hicks.

- B, C** FPS offers the following services as a part of the turnkey business solution:

Asset management – We provide numerous asset allocation model portfolios based upon Modern Portfolio Theory. Our approach uses broadly diversified portfolios and a systematic strategy to manage investments. Our Asset Allocation Portfolios generally include mutual funds, exchange-traded funds, and exchange-listed equity securities. We may also include certificates of deposit, municipal securities, U.S. government securities and money market funds when suitable and appropriate. Additionally, we support RIA Firms with research, due diligence, reporting and portfolio analysis.

See Item 8 for a description of the investment strategy.

These models are designed with varying risk return characteristics using multiple asset classes. The RIA Firms may elect to utilize these models to manage their Clients’ (an “End Client”) accounts. We provide detailed research and analysis on the model portfolios and communicate on a systematic daily, weekly, monthly, and quarterly basis with RIA Firms. When acting as a non-discretionary sub-advisor, we make periodic recommendations regarding changes in the models for the RIA Firm’s consideration. We do not directly provide advisory services to, or have any direct relationship with the RIA Firm End Clients. We do not have discretionary authority over and do not manage the accounts on behalf of those End Clients. FPS, upon instructions from the RIA Firm, will transmit appropriate instructions of changes to the custodian. Through their RIA Firm, End Clients may impose reasonable restrictions on investing in certain securities or types of securities.

Individual advice and services are tailored by RIA Firms to the stated objectives of their End Client. The RIA Firm discusses with an End Client in detail critically important information such as their risk tolerance, time horizon, and projected future needs, to formulate an investment policy. The RIA Firm sends instructions to us in accordance with this policy which objectively and suitably guides the management of the End Client’s account. RIA Firms meet with End Clients as needed to review portfolio performance, discuss current issues, and re-assess goals and plans.

Fully outsourced virtual back office - We handle all initial account setup including tracking and follow-up of incoming transfers. On an ongoing basis, we handle all distributions, downloading, reconciliation, trading and rebalancing. The RIA Firm has access to all End Client investment account information, including reporting capability, through this web-based system.

End Clients of RIA Firms authorize them to use us to service their account, including billing and the deduction of fees. Those End Clients agree to allow the RIA Firm to share non-public, personal information with us for the purpose of administering and managing their account. RIA Firms require us to execute a confidentiality agreement and not share their End Clients' information with any unauthorized person or entity. The use of FPS will not cause End Clients to incur any additional fees. We deduct our fee from the total advisory fee charged to an End Client by the RIA Firm. RIA Firms' fee schedules are disclosed to their End Clients in their Brochures

Training and presentation materials– We provide the RIA Firm with training on Modern Portfolio Theory and on presentation materials to use with End Clients to teach this concept. The RIA Firm has access to run customized Client presentations including an Investment Policy Statement.

Business consulting – We work with the RIA Firm to help them develop an efficient business strategy. Areas of focus include improving time management and productivity, leveraging technology, increasing profitability, and creating more free time.

Strategic alliances – Through exclusive arrangements with various experts, we make available a support network to RIA Firms for marketing, compliance, and financial planning case writing.

- D** We do not manage Wrap Fee programs.
- E** We manage approximately \$1,595,800,000 of Client assets on a non-discretionary basis and approximately \$66,200,000 of Client assets on a discretionary basis. These amounts were calculated as of December 1, 2011.

Item 5 – Fees and Compensation

A We provide services to RIA Firms primarily under the following tiered fee schedule:

Maximum Annual FPS Fees:

- .55% on assets up to \$10,000,000
- .50% on assets between \$10,000,001 - \$15,000,000
- .45% on assets between \$15,000,001 - \$20,000,000

RIA Firms with over \$20,000,000 in Client assets are charged a flat .45% on all assets.

Notwithstanding the above, fees are generally negotiable.

B The RIA Firm must obtain authorization from the End Client to deduct fees from their accounts. The RIA Firm then assigns this right to us. As a part of our service to RIA Firms, we will bill the custodian and deduct the RIA Firm's fee from End Client accounts. Payment of fees may result in the liquidation of End Client's securities if there is insufficient cash in the account. We then deduct our fee from the total and forward the balance to the RIA Firm. Fees are charged quarterly in arrears to RIA Firms. The FPS fee is based on the market value of the End Client's account on the last trading day of the prior quarter.

Market value means the value of all assets in the account (not adjusted by any margin debit). To determine value, securities and other instruments traded on a market for which actual transaction prices are publicly reported shall be valued at the last reported sale price on the principal market in which they are traded (or, if there shall be no sales on such date, then at the mean between the closing bid and asked prices on such date). Other readily marketable securities and other instruments shall be priced using a pricing service or through quotations from one or more dealers. All other assets shall be valued at fair value by the RIA Firm whose determination shall be conclusive.

The quarterly fee will be equal to the annual rate, times the market value of the account, divided by four. Fees for a partial quarter at the commencement or termination of an agreement will be prorated based on the number of days the account was open during the quarter. Quarterly fee adjustments for additional assets received into an account during a quarter or for partial withdrawals may also be provided as negotiated. We may modify the terms of the fee agreement by giving our Clients 30 days written notice in advance.

C RIA Firms will pay us a one-time set-up fee of up to \$100 per account. RIA Firms also pay FPS a quarterly fee up to \$37.50 per account towards administrative services provided by FPS. Additionally, we provide RIA Firms, through a virtual office system, a quarterly invoice showing the value of the assets, amount of the fee, and how the fee was calculated. A technology fee will be charged to RIA Firms for access to this virtual office system. Any fees we charge RIA Firms are fully disclosed in our service agreements.

RIA Firms do not pay any commissions or trading fees on any discretionary trades initiated by us. However, RIA Firms will be charged up to \$35.00 as an administrative fee by us for any RIA Firm (or End Client) directed trades. Notwithstanding the above, fees are generally negotiable.

- D** RIA Firms pay all FPS services fees quarterly in arrears. As such there are never any prepaid fees to be refunded in the event of termination. Upon termination of any account any fees which have been earned by us but not yet paid will be immediately due and payable.

All service agreements may be terminated at any time by providing us with written notice. Upon termination, RIA Firm is responsible for all applicable charges including, but not limited to, full quarterly service and account administrative fees.

- E** Instead of managing a small select group of individual stocks as the investment vehicle for the large cap position in our recommended portfolios, we determined that it would more efficient and effective to execute this stock strategy through the use of a highly focused mutual fund employing the same strategy we would have used to execute the stock picking strategy. To do so, we formed an affiliated investment advisory firm, Three G Financial, LLC ("Three G") to allow us to execute this strategy. Three G provides investment supervisory services for compensation to an investment company (the "Fund") which is registered under the Investment Company Act of 1940. In exchange for these services, Three G charges an annual management fee equal to 0.85% of the Fund's average daily net assets. FPS has contracted with Three G to manage the Fund through a sub-advisory agreement. FPS provides investment research, coordination of executing the purchase and sale of securities, and substantial operational support. We also furnish at our own expense, all necessary administrative services, office space, equipment and personnel for managing the investments of the fund. Under the sub-advisory agreement we receive an annual fee equal to 0.25% of the Fund's average daily net assets. This fee is paid to us by Three G from the revenue it receives from their 0.85% annual management fee.

FPS, as a non discretionary sub-advisor making periodic recommendations for our RIA Firms' consideration, may recommend the Fund. Although the management fee paid to Three G and the sub-advisory fee paid to FPS are normal and customary and comparable to the fees charged by other similar style funds and sub advisory arrangements, this type of recommendation does create conflicts of interest. We disclose to RIA Firms that these compensation arrangements are in addition to the compensation we receive from RIA Firms for the services we provide. Additionally, we have an incentive to recommend the Fund because Three G receives compensation based on assets placed in the Fund. However, the Fund is subjected to the same disciplined investment due diligence process which includes regular reviews and evaluation of the merits of each mutual fund utilized in asset allocation portfolios.

Item 6 – Performance-Based Fees and Side-By-Side Management

We do not charge any performance-based fees for our services or engage in side-by-side management. Accordingly, this item is not applicable to our firm.

Item 7 – Types of Clients

We provide primarily non-discretionary sub-advisory services, turnkey asset management services and business solutions to RIA Firms. We do not provide advisory services directly to any End Clients of those RIA Firms. The RIA Firm has the sole responsibility of providing investment advice to their End Clients.

We also provide discretionary sub-advisory services to an affiliated registered investment advisory firm. See Item 10 (below) for information regarding our Affiliated Entities.

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

We create broadly diversified portfolios in the worldwide fixed-income and equity markets, combined with periodic rebalancing. RIA Firms complete a statement of investment policy with their End Client, outlining the investment philosophy, management procedures, and long-term goals. Portfolio design is tailored by RIA Firms to each End Client's risk tolerance and preferences. Fixed income and cash parts of portfolios emphasize safety of principal.

As part of our core investment approach, we offer advice on investments including (but not limited to) the following: Equity securities (e.g. Exchange-listed securities, Securities traded over-the-counter); Corporate debt securities; Commercial paper; Certificates of deposit; Municipal securities; Investment Company securities (e.g. Variable Life Insurance, Variable Annuities, Mutual Fund shares); and United States government securities.

The main sources of information we rely upon when researching and analyzing securities include traditional research materials such as financial newspapers and magazines, annual reports, prospectuses, filings with the SEC, as well as research materials prepared by others, and company press releases. We also subscribe to various professional publications deemed to be consistent and supportive of our investment philosophy.

We primarily research and review securities using traditional technical, fundamental, and cyclical analysis. The primary investment strategies used to implement investment advice given to RIA Firms include long-term (securities held at least one year) and short-term (securities sold within a year) purchases.

We use our best judgment and good faith efforts in rendering services to RIA Firms. However, any investing in securities involves risk of loss. Not every investment decision or recommendation made by us will be profitable. We cannot warrant or guarantee any particular level of account performance, or that an account will be profitable over time. Investments are subject to various market, currency, economic, political and business risks.

Except as may otherwise be provided by law, we are not liable to RIA Firms (or their End Clients) for:

- any loss that suffered by reason of any investment decision made or other action taken or omitted in good faith by us with that degree of care, skill, prudence and diligence under the circumstances that a prudent person acting in a fiduciary capacity would use;

- any loss arising from our adherence to RIA Firms instructions, or the disregard of our recommendations to RIA Firms; or
- any act or failure to act by any third party, including a custodian.

It is the responsibility of the RIA Firm to make sure we are provided complete information and to notify us of any changes in financial circumstances or goals of their End Client.

Item 9 – Disciplinary Information

We are required to disclose all material facts regarding any legal or disciplinary event that would be material to your evaluation of our firm, or the integrity of our management. No principal or person associated with our firm has any information to disclose which is applicable to this Item.

Item 10 – Other Financial Industry Activities and Affiliations

Affiliated Entities:

We are affiliated through common ownership and control with CS Planning Corp. (“CSP”), The H Group, Inc. (“THG”) and Three G Financial, LLC (“Three G”). CSP, Three G, THG, and FPS are all under common control of Christopher K. Hicks who is considered a control person of each firm because he holds more than 25% ownership interest in each firm.

CSP is an investment advisor registered with the Securities and Exchange Commission. CSP offers a wide range of financial planning and investment advisory services through numerous advisor affiliates to the firm.

THG is an investment advisor registered with the Securities and Exchange Commission. THG offers a wide range of financial planning and investment advisory services through numerous advisory affiliates to the firm.

Three G is an investment advisor registered with the Securities and Exchange Commission. Three G provides investment supervisory services for compensation to investment companies registered under the Investment Company Act of 1940. FPS acts as a sub-advisor to Three G. The conflicts of interest this arrangement presents with our Clients and how we mitigate those conflicts are disclosed in Item 5E (above).

Other Investment Managers:

On occasion, we may recommend and engage unaffiliated sub-advisors who provide customized investment portfolio management services. These services may include the construction of investment portfolios, execution of securities purchase and sale transactions, and portfolio administration, including tracking of and reporting on portfolio performance and investment results.

We are authorized by RIA Firms to share non-public, personal information with sub-advisors for the purpose of managing portfolios. However we require any sub-advisor to execute a confidentiality agreement and not share non-public personal information with any unauthorized person or entity.

RIA Firms and/or their End Clients are generally required to enter into a separate advisory agreement with any sub-advisor. The use of sub-advisors may cause RIA Firms or their End Clients to incur additional fees. If applicable, any additional fees will be disclosed in a separate agreement with the sub-advisor.

Item 11 – Code of Ethics, Participation or Interest in *Client* Transaction & Personal Trading

- A** We have a Code of Ethics which all employees are required to follow. The Code of Ethics outlines our high standard of business conduct, and fiduciary duty to our Clients. The Code of Ethics includes provisions relating to the confidentiality of Client information, a prohibition on insider trading, personal securities trading procedures, improper use of Firm property, and diversion of investment and business opportunities, among other things.

A copy of the code of ethics is available to any Client or prospective Client upon request by contacting us at (503) 445-1957 info@focuspointsolutions.com. Brochures are provided free of charge.

- B** FPS acts as a sub-advisor and Three G provides investment supervisory services to an investment company (the "Fund"). The conflicts of interest this arrangement presents and how we mitigate those conflicts are disclosed in Item 5E (above).

- C, D** FPS or individuals associated with our firm may buy and sell some of the same securities for their own account that we buy and sell for the End Clients of RIA Firms. Generally we will purchase or sell securities for these End Clients before purchasing or selling the same for our account or allowing representatives to purchase or sell the same for their own account. However, we do allow the accounts of employees to be included in block trading alongside the accounts for RIA Firms and their End Clients. Further, the accounts of certain End Clients may not be included in a trade if the RIA Firm directs us not to include such accounts. In some cases we or our representatives may buy or sell securities for our own account for reasons not related to the strategies adopted for the RIA Firms we work with. Our employees are required to follow the Code of Ethics when making trades for their own accounts in securities which are recommended to and/or purchased for the RIA Firm accounts. The Code of Ethics is designed to assure that the personal securities transactions will not interfere with decisions made in the best interest of our Clients while at the same time, allowing employees to invest their own accounts.

We will disclose any material conflict of interest relating to us, our representatives, or any of our employees which could reasonably be expected to impair the rendering of unbiased and objective advice.

As any advisory situation could present a conflict of interest, we have established the following restrictions to ensure our fiduciary responsibilities:

1. A director, officer, associated person, or employee of FPS shall not buy or sell securities for his personal portfolio where his decision is substantially derived, in whole or in part, by reason of his employment unless the information is also available to the investing public on reasonable inquiry. No person of FPS shall prefer his or her own interest to that of any End Client.
2. We maintain a list of all securities holdings for the firm and for anyone associated with its advisory practice who has access to advisory recommendations. An appropriate officer reviews these holdings on a regular basis.
3. Any individual not in observance of the above may be subject to termination.

Item 12 – Brokerage Practices

End Client assets are held by independent third-party qualified custodians.

FPS requires RIA Firms to direct us to execute transactions through one of the various custodians that we have established a relationship with. We provide recommendations to RIA Firms on these custodians and we do so in compliance with our fiduciary duty to seek best execution and with the Securities Exchange Act of 1934. We take into account such relevant factors as:

- Price;
- The custodian's facilities, reliability and financial responsibility;
- The ability of the custodian to effect transactions, particularly with regard to such aspects as timing, order size and execution of order;
- The research and related brokerage services provided by such custodian to us, notwithstanding that the account may not be the direct or exclusive beneficiary of such services; and
- Any other factors that we consider to be relevant.

We require RIA Firms to direct us as to the custodian to utilize for their End Clients' accounts. The SEC requires us to notify our RIA Firm clients that 1) not all registered investment advisors require their clients to provide direction as to what custodian to use, and 2) that there may be risk that an advisor is unable to achieve the most favorable execution of client transactions when the client directs the custodian. However, because we trade primarily in mutual funds, and because our services generally include transactions costs (unless we are directed otherwise by RIA Firms), this risk is all but eliminated. Regardless, our custodial relationships are periodically evaluated and renegotiated.

We recommend certain custodians to RIA Firms. Due to our aggregation of RIA Firm relationships with these custodians, we receive investment research products and/or services which assist us in our investment decision-making process. Such research generally will be used to service all RIA Firms. 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 we do not have to produce or pay for the products or services.

FPS receives from custodians, without cost to us, computer software and related systems support, which allow us to better monitor accounts. We receive software and related support without cost because we render services to individuals that maintain assets with these custodians. The software and related systems support benefits us, but may not benefit the RIA Firms or their End Clients directly. FPS' receipt of economic benefits from a custodian creates a conflict of interest since these benefits may influence FPS' choice of one custodian over another that does not furnish similar software, systems support, or services. Additionally, we receive: receipt of duplicate client confirmations and bundled duplicate statements; access to a trading desk that exclusively service the custodians' respective institutional division participants; access to block trading which provides the ability to aggregate securities transactions and then allocate the appropriate shares to accounts; and access to an electronic communication network for order entry and account information.

Many of the above benefits are generally considered to be “soft dollar” arrangements. As a result of receiving such products and services for no cost, we have an incentive to recommend to RIA Firms custodians that offer soft dollar arrangements. However, these types of arrangements are similar and common to the custodial relationships of other registered investment advisory firms in the industry. FPS periodically evaluates custodians to determine whether the benefits we receive are reasonable in relation to the value of services provided to our clients.

We have entered in to custodial support agreements with various custodians to provide numerous and substantial services to RIA firms that would normally be provided by the custodians. This results in substantial cost savings for the custodians and increased costs for us. In return for providing these services, we receive additional compensation from certain custodians. This compensation is based on revenue from the sale of funds through the custodian's no transaction fee program. This relationship creates a conflict of interest as we would benefit more by recommending those funds for accounts. Further, because FPS generally pays custodial trading costs for the trades recommended by us, there could be an incentive to make fewer trading recommendations in ordinary transaction fee funds in order to control our trading expenses. FPS' receipt of additional compensation from custodians creates a conflict of interest since this benefit may influence FPS' choice one custodian over another that does not furnish similar benefits. These conflicts are mitigated by our fiduciary duty to put the RIA Firms' interests first. We make all recommendations based on whether the trade and/or fund is suitable, appropriate, and in the RIA Firms' best interest.

We may aggregate trades for accounts. The allocations of a particular security will be determined by us before the trade is placed with the broker. When practical, trades in the same security will be bunched in a single order (a “block”) in an effort to obtain best execution at the best security price available. When employing a block trade:

- We will make reasonable efforts to attempt to fill orders by day-end.
- If the block order is not filled by day-end, we will allocate shares executed to underlying accounts on a pro rata basis.
- If a block order is filled (full or partial fill) at several prices through multiple trades, an average price will be used for all trades executed;
- All participants receiving securities from the block trade will receive the average price;

- While multiple blocks may be executed on a given day, only trades executed within a block may be combined for purposes of calculating the average price.

It is expected that this trade aggregation and allocation policy will be applied consistently. However, if application of this policy results in unfair or inequitable treatment, we may deviate from this policy.

Finally, it is our policy to minimize the occurrence of trade errors. Should any trade errors which are attributable to FPS occur, we shall take any steps necessary to put the RIA Firm or its End Client in the position it should have been but for the trade error. In the event we determine that a bona fide trade error has occurred which is attributable to FPS, we may move offsetting trades into our error account. Depending on the internal trade error policies and procedures of the particular custodian, our error account may be debited if the offsetting trade results in a loss or credited if the offsetting trade results in a gain. FPS' receipt of a credit for a gain creates certain conflicts of interest including influencing FPS' choice of a particular custodian over another that does not have a similar policy.

Item 13 – Review of Accounts

- A,B** Each RIA Firm has a contractual relationship with their End Client and determines the review policies within their firm. We provide web-based access for the RIA Firm to review all their End Clients' accounts and to provide extensive reporting to their End Clients as they desire. We provide analysis and reporting to the RIA Firm on a daily, weekly, monthly, and quarterly basis regarding model portfolios and recommended holdings.
- C.** The independent custodian provides the RIA Firms' End Clients a monthly statement reflecting current positions, purchases and sales, and all other activity in the account.

Item 14 – *Client* Referrals and Other Compensation

As disclosed under Item 12 (above), we receive “soft dollars” from certain custodians. The conflicts of interest this type of arrangement presents and how we deal with these conflicts are described in detail under Section 12, above.

Item 15 – Custody

With the exception of our ability to debit fees, we do not otherwise have custody of the assets in the account. We shall therefore, have no liability to any person for any loss or other harm to any property in the account, including any harm to any property in the account resulting from the insolvency of the custodian or any acts of the agents or employees of the custodian and whether or not the full amount or such loss is covered by the Securities Investor Protection Corporation (“SIPC”) or any other insurance which may be carried by the custodian.

End Clients receive account statements from the custodian of their accounts on a monthly or quarterly basis.

Item 16 – Investment Discretion

With limited exceptions, we do not have discretionary authority to execute investment recommendations. Our non-discretionary authority requires us to obtain prior approval from RIA Firms before executing the investment recommendations. While RIA Firms' End Clients technically grant us trading authority under the custodial agreement, non-discretionary authority under an advisory or services agreement with the RIA Firm requires us to obtain the RIA Firm's approval prior to executing investment recommendations.

Discretionary authority allows us to execute investment recommendations without the RIA Firm's prior approval of each specific transaction. For example, when providing discretionary sub-advisory services to Three G (an Affiliated Entity) we are authorized to purchase and sell securities and instruments in this account, arrange for delivery and payment in connection with the foregoing, select and retain sub-advisors, and act on their behalf in most matters necessary or incidental to the handling of the account, including monitoring certain assets, without prior approval.

Item 17 – Voting *Client* Securities

FPS does not determine or provide advice on how RIA Firms (or their End Clients) should vote proxies. End Clients generally receive proxies and other solicitations directly from the custodian or transfer agent. If any proxy materials are received on behalf of a End Client, they will be sent directly to the RIA Firm. It is the RIA Firm's responsibility to disclose their proxy voting policies and procedures to their End Clients.

However, FPS as a service provider assists certain Affiliated Entities (THG and Three G) by facilitating the voting of proxies based on the those firms' respective proxy voting policies and procedures.

Item 18 – Financial Information

- A** We do not require service fees to be paid in advance.
- B** Except for limited circumstances, we do not have discretionary authority over Client funds or securities. Regardless, we have no financial commitments that would impair our ability to meet contractual and fiduciary commitments to RIA Firms we serve.
- C** Neither FPS, nor any of the principals, have been the subject of a bankruptcy petition at any time in the past. We have no financial conditions that would impair our ability to meet contractual commitments to our Clients.

Exhibit A – Summary of Material Changes

This Item discusses only specific material changes that have been made to our Brochure since the date of our last annual update, which was April 4, 2011. Since that date we have made the following material changes:

Item 4: This Item has been revised to reflect additional services we provide as a non-discretionary sub-advisory to RIA Firms. We have also revised our Assets Under Management to include those assets we sub-advise.

Item 5: Revisions to this Item include the following:

- Our revised maximum fee schedule;
- Clarification of additional fees;
- Disclosures and description of compensation we receive for providing services to affiliated entities and certain investment companies.

Item 10: This Item has been revised to include disclosures related to use of Other Investment Managers.

Item 11: This Item has been revised to include the disclosure that we may trade employee accounts alongside client accounts in block trades.

Item 12: Revisions to this Item include the following:

- Disclosure that we require our RIA Firm clients to direct custodial arrangements;
- Disclosure and description of FPS receives certain soft dollar benefits from custodians;
- Disclosure and a brief description of our policies relating to trade errors.

Item 16: This Item has been revised to more clearly describe when our authority is discretionary versus non-discretionary.

Item 17: While FPS does not determine or provide advice to clients in voting proxies, this Item has been revised to more clearly describe our role when we facilitate (as a back office service provider) the voting of proxies for certain clients based on those clients own policies an procedures.

Currently, our Brochure may be requested by contacting us at (503) 445-1957 or info@focuspointsolutions.com. Our Brochure is provided free of charge.