

Lantern Wealth Advisors, LLC

“The Guidance you Need, The Service You Deserve”

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Form ADV Part 2A Appendix 1

Wrap Fee Program Brochure

December 24, 2013

This Wrap Fee Program Brochure provides information about the qualifications and business practices of Lantern Wealth Advisors, LLC (“Lantern Wealth Advisors”). This Brochure also describes Lantern Wealth Advisors’ wrap fee investment advisory plan (all the “Plan Programs”) and contains information that should be considered before becoming a client of one of the Plan Programs. If you have any questions about the contents of this brochure, please contact us at 631-454-2000.

The Plan Programs may cost more or less than purchasing investment advisory, brokerage, and custodial services separately, depending upon the separate costs of such services and the trading activity in the client’s account.

Additional information about Lantern Wealth Advisors, LLC is also available on the SEC’s website at www.adviserinfo.sec.gov.

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.

Item 2 – Material Changes

The purpose of this Item 2 is to disclose material changes that have been made to this Wrap Fee Program Brochure since the last annual update of this Brochure.

The last annual update of this Wrap Fee Program Brochure was dated March 12, 2013. There have been no material changes made to this Brochure since its last annual update.

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Item 4 - Services, Fees and Compensation

Lantern Wealth Advisors, LLC (“LWA”), a registered investment adviser, operates a wrap fee advisory service called the Lantern Advisor Select Plan (the “Plan”).

The Lantern Advisor Select Plan Programs are:

- Private Portfolio – Advisor Directed
- Mutual Fund and ETF Portfolio – Advisor Directed
- Allocation Portfolio – Firm Directed
- Client Directed Portfolio

Private Portfolio Program– Advisor Directed

The Private Portfolio Program is an advisory program where portfolio management services are provided to the client on a discretionary basis for a wrap fee based on the market value of all of the securities in the account. As a discretionary account, the financial consultant is not required to contact the client prior to each transaction. The financial consultant and the client will work together to develop an investment strategy. The financial consultant will monitor the account to ensure it remains consistent with the investment strategy and the strategy remains appropriate. From conservative to speculative, portfolios are developed uniquely with each client’s goals and risk tolerance in mind.

The fee schedule is as follows:

\$50,000-\$99,999	2.50%
\$100,000-\$499,999	2.25%
\$500,000-\$999,999	2.00%
\$1,000,000+	1.50%

75-90% of the total fee is paid to the portfolio manager(s).

Mutual Funds & ETF’s Portfolio Program – Advisor Directed

The mutual funds and ETF’s portfolio program is a discretionary, mutual fund and ETF only advisory program where portfolio management services are provided to the client on a discretionary basis for a wrap fee based on the market value of all of the securities in the account. As a discretionary account, the financial consultant is not required to contact the client prior to each transaction. The financial consultant and the client will work together do develop an investment strategy. The financial consultant will monitor the account to ensure it remains consistent with the investment strategy and the strategy remains appropriate. From conservative to aggressive, portfolios are developed uniquely with each client’s goals and risk tolerance in mind.

The fee schedule is as follows:

\$50,000-\$99,999	2.50%
\$100,000-\$499,999	2.25%
\$500,000-\$999,999	2.00%
\$1,000,000+	1.50%

75-90% of the total fee is paid to the portfolio manager(s).

Allocation Portfolio Program – Firm Directed

The Allocation Portfolio Program is an advisory program where portfolio management services are provided by Lantern Wealth Advisors (“LWA”) to the client on a discretionary basis for a wrap fee based on the market value of all of the securities in the account. As a discretionary account, neither LWA nor the financial consultant is required to contact the client prior to each transaction.

Lantern Wealth Advisors uses a fundamental approach to investing within the allocation portfolio. Within this portfolio LWA uses outside research and screens for asset classes and investments within those asset classes that we believe offer an attractive risk reward profile given the risk tolerance profile of each client. The financial consultant and the client will work together to develop an investment strategy. From conservative to speculative, portfolios are developed uniquely with each client’s goals and risk tolerance in mind. The financial consultant will monitor the account to ensure it remains consistent with the investment strategy and the strategy remains appropriate. The allocation of the portfolio is strongly influenced by the client’s current income needs versus the client’s desire to achieve future growth.

The fee schedule is as follows:

\$50,000-\$99,999	2.50%
\$100,000-\$499,999	2.25%
\$500,000-\$999,999	2.00%
\$1,000,000+	1.50%

10-25% of the total fee is paid to the portfolio manager(s).

Client Directed Portfolio Program

The client directed portfolio program is an advisory program where portfolio management services are provided to the client on a non discretionary basis for a wrap fee based on the market value of all the securities in the account. As a non-discretionary account the client retains final decision making authority with respect to all transactions. The financial consultant will monitor the account to ensure it remains consistent with the strategy and make recommendations as needed.

The fee schedule is as follows:

\$100,000-\$249,999	2.00%
\$250,000-\$499,999	1.75%
\$500,000-\$999,999	1.50%
\$1,000,000+	1.25%

As transactions are client-directed, no portion of this fee is paid to a portfolio manager.

Services and Fees

The Plan offers investors the opportunity to obtain professional investment services and brokerage services for one all-inclusive fee based on assets under management. Clients pay a quarterly fee at the beginning of each quarter for services to be provided in that quarter. The fees will be paid in 4 quarterly payments, with the first payment due upon execution of the Plan contract and will be assessed pro rata in the event that the contract is executed at any time other than the first business day of a calendar quarter. Thereafter, for each succeeding calendar quarter, the fee shall be payable in advance on the first business day of the quarter and shall be based on the account asset value as of the last business day of the previous calendar quarter. The client will authorize the custodian to deduct the fee from the client's account and pay the fee directly to LWA. LWA is responsible for verifying the calculation of the fee. While LWA makes every attempt to ensure billing accuracy, the client is encouraged to review all fee calculations for accuracy and should contact LWA regarding any discrepancies. Although LWA has an established fee schedule set forth in this brochure, the asset-based fees are negotiable and are at the discretion of LWA.

Clients may terminate participation in the Plan by providing LWA with written notice. Any client may request a termination from the plan within 5 business days of the opening of the account and receive a full refund of the Fee. Otherwise, the client will receive a pro rata refund of any prepaid fee.

LWA provides discretionary and non-discretionary investment advisory services to clients that choose one or more of the programs described above. The wrap fee is an asset-based fee which includes the management fee paid to LWA for its services as portfolio manager, as well as broker-dealer, custodial and clearing expenses.

The client's financial advisor may have a financial incentive to recommend a fee-based advisory program, or to recommend a particular account program over another. Financial consultants of LWA will receive a percentage of the wrap fees paid by advisory clients to compensate them for solicitation, shareholder support, advice, order placement and execution and other services. This compensation may be more than the financial advisor would receive under an alternative Program or if the client paid for advisory, brokerage, and other services separately.

If a client were to purchase services similar to those offered in the Plan separately, he or she would be required to pay brokerage commissions, custodial fees (if any), and investment advisory

fees. Therefore, the plan may cost more or less than purchasing these services independently. The factors that should be considered when determining whether to participate in the Plan include the expected level of trading activity in the account, the corresponding brokerage commissions and transaction-related expenses that would be charged for the execution of trades, and the fees charged for the investment advisory services offered within the Plan. The Plan fee includes not only the fee of LWA, but also all custody and brokerage commissions for transactions executed in the client's account.

In making the determination of whether the aforementioned wrap fee programs are appropriate for their needs, clients should bear in mind that wrap fee arrangements, when compared with the option of paying transaction charges separately, generally result in lower costs during periods when trading activity is heavier, such as the year an account is established. During periods when trading activity is lower, such arrangements may result in a higher annual cost for transactions. Thus, the overall cost of the Plan will vary significantly, depending on the account size, amount of turnover, type of securities purchased or sold, quantities of securities purchased or sold, commission rates negotiated with the broker/dealer, and the client's tax situation. When making cost comparisons, clients should be aware that the combination of investment advisory, custodial and brokerage services available through these programs may not be available separately or may require multiple accounts, documentation and fees.

Other Expenses and Fees

The advisory fees discussed above do not include certain indirect costs that may be associated with securities purchased or held in an account. Examples of indirect costs include expenses associated with investments in ETFs, mutual funds (as described below), or other pooled investments.

Clients should understand that the annual advisory fees charged in the wrap program are in addition to the management fees and operating expenses charged by open-end, closed-end and exchange-traded funds. Certain open-end mutual funds may also assess a distribution fee or an administrative or service fee ("trail"). Such fees are included in the calculation of operating expenses of a mutual fund and are disclosed in the fund prospectus. To the extent that a client intends to hold fund shares for an extended period of time, it may be more economical for the client to purchase fund shares outside of these programs.

Clients may be able to purchase mutual funds directly from their respective fund families without incurring LWA's advisory fee. When purchasing directly from fund families, clients may incur a front- or back-end sales charge, or "load". Client should note that only no-load or load-waived funds may be purchased in the Plan.

Clients should also understand that the shares of certain mutual funds offered in these programs may impose short-term trading charges (typically 1%-2% of the amount originally invested) for redemptions generally made within short periods of time. These short-term charges are imposed by the funds (and not by LWA) to deter "market timers" who trade actively in fund shares.

Clients should consider these short-term trading charges when selecting the program and/or mutual funds in which they invest. These market timing charges are available in each fund's prospectus.

The wrap fee charged for participation in the Plan also does not include, and the account will be charged separately for, fees and ancillary services such as returned checks, safekeeping of physical certificates, paper statement and confirmation fees, and asset or wire transfers. The current ancillary fee schedule applicable to the Plan is outlined below. These fees are subject to change without notice; an updated schedule will be provided upon request and will also be available on our public website www.lanternwa.com

Check Processing Requests:

- \$10 to place a stop on a check
- \$20 for a returned check
- \$10 for check reorder of Corestone accounts

Wire Transfers:

- \$20 for a wire transfer

Security Transfers:

- \$75 per security for physical transfer of securities
- \$75 per account for transfers to other firms
- \$10 per security for Direct Registration transfers

Item 5 - Account Requirements and Types of Accounts

Account Requirements

The minimum account size for each wrap fee program is:

- Private Portfolio – \$50,000
- Mutual Fund and ETF Portfolio - \$50,000
- Allocation Portfolio – \$50,000
- Client Directed Portfolio - \$100,000

Please note with respect to “minimum account size” LWA may under appropriate circumstances, consider permitting accounts having asset values lower than the indicated minimum account size to participate in the programs. Considerations will include, but are not limited to, if the client has related accounts or has an investment objective that requires significant investments in cash, cash equivalents or fixed income securities. Although LWA has an established fee schedule set forth in this brochure, the asset-based fees are negotiable and are at the discretion of LWA.

The minimum annual fee per account is \$1,125.

Types of Wrap Fee Account Clients

LWA offers participation in the Lantern Advisor Select Plan programs to the following types of clients:

- Individuals
- Pension and profit sharing plans
- Trusts, estates and charitable organizations
- Public entities and other governmental organizations
- Investment clubs
- Educational Institutions
- Corporations (including S Corps and LLCs)
- Small Business and others

Item 6 - Portfolio Manager Selection and Evaluation

As Management Members and Co-Chief Investment Officers, Keith Lanton and Mark Eisenberg oversee and are responsible for the advisory programs offered at LWA, and act as co-portfolio managers of the Allocation Portfolio Program. LWA selected Mr. Lanton and Mr. Eisenberg for these positions based upon their respective educational and work experience within the investment field. Both bios are detailed below.

LWA also offers two programs where the financial consultant acts as portfolio manager. LWA generally requires that the financial consultants meet the following standards in order to initially participate in these programs:

- Series 7 and State-required licenses (unless state exemption is available)
- Not more than three sales practice-related complaints in the past 5 years and no forgery, misappropriation, unauthorized trading or similar settled or otherwise finalized actions in the last 10 years.
- Work experience of three years (as a financial consultant or equivalent experience directly related to management of client assets).

LWA may make exceptions to the policy above, or may decide to allow a financial consultant to act as portfolio manager if he or she no longer meets the initial eligibility criteria, if the firm believes there are extenuating circumstances or considerations. Once an employee is approved as portfolio manager, LWA will normally allow them to continue operating in that capacity. For all the advisory programs, LWA clients select the financial consultant they want to work with in order to determine which program and model/strategy within the program best meets their needs.

BIOS

Mark M. Eisenberg, Managing Member, Co-Chief Investment Officer

EDUCATION:

Hofstra University, Masters Degree, 1993
Boston University, Masters Degree, 1983
Boston University, Bachelors Degree, 1982

RECENT EMPLOYMENT HISTORY:

4/08-Present: Managing Member, Lantern Wealth Advisors, LLC
3/00-Present: Vice President, Lantern Investments, Inc.
2/99-Present: Manager, Lantern Insurance Brokerage, Inc.
11/2012 – 02/2013: Investment Advisor Representative, Barak Asset Management, LLC
10/93- 4/02: President, Vision Securities Inc.

Keith Lanton, Managing Member, Co-Chief Investment Officer

EDUCATION:

Columbia University, MBA, 1991
Emory University, Bachelors Degree, 1989

RECENT EMPLOYMENT HISTORY:

4/08-Present: Managing Member, Lantern Wealth Advisors, LLC
1/93-Present: President, Lantern Investments, Inc.
4/94-Present: Manager, Lantern Insurance Brokerage, Inc.

Selection and Review of Portfolio Managers

The Lantern Advisor Select Programs are proprietary investment programs. All new participants must enter into an investment advisory agreement with LWA. The benchmarks for account performance are based on each client's responses to the Questionnaire which is completed and updated in consultation with your financial consultant. Using these responses the portfolio manager designs an appropriate investment strategy and develops an appropriate portfolio using this strategy. LWA maintains current client profiles and adjusts portfolios accordingly.

Portfolio performance is calculated using a time-weighted methodology. Portfolio performance evaluation reports are reviewed for accuracy by an LWA manager prior to delivery to clients. The reports are intended to inform clients about their investment performance over the current period and over the longer term, both on an absolute basis and compared to a benchmark.

Types of Advisory Services Offered, Tailoring of Advisory Programs and Reasonable Restrictions

LWA provides investment supervisory services and manages investment portfolios tailored to achieve its clients' objective and risk tolerance by managing various asset classes with in house personnel that have experience with these assets. For all wrap advisory programs, the LWA clients select the financial consultant with whom they wish to work. The financial consultant will assess the client's prior investment experience, financial goals, time horizon, risk tolerance and investment objectives in order to determine the appropriate program for the client.

Clients may request that reasonable restrictions be imposed on the management of their wrap account.

Methods of Analysis, Investment Strategies and Risk of Loss

The security analysis method utilized by Lantern Wealth Advisors may include any or all of the following: charting, fundamental, technical and cyclical analysis. The risks associated with these methods of analysis are described below. Those clients investing in the Lantern Select Plan should refer to the third-party independent registered investment adviser's disclosure document for information regarding the methods of analysis, sources of information, and investment strategies used by that independent registered investment adviser in servicing client accounts.

- *Fundamental:* Fundamental analysis is a general assessment based upon various factors including sale price, asset value, market structure, and history. Lantern Wealth Advisors 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.
- *Cyclical:* Cyclical analysis is a time based assessment which incorporates past and present performance to determine future value. The primary risk of using cyclical analysis is that past performance cannot guarantee to future results.
- *Charting and Technical:* Charting consists of preparing a technical analysis using diagrams to illustrate various patterns or progressions in market or account movement. Similar to charting, technical analysis employs the use of statistical models and quantitative methodologies to evaluate performance and value over a specified period of time. Technical analysis involves the analysis of past market data rather than specific company data in determining the recommendations made to clients, and may involve the use of charts to identify market patterns and trends which may be based on investor sentiment rather than the fundamentals of the company. The primary risk in using technical analysis is that spotting historical trends may not help to predict such trends in

the future. Even if the trend will eventually reoccur, there is no guarantee that Lantern Wealth Advisors will be able to accurately predict such a reoccurrence.

Investment Strategies - The investment strategies used to implement investment advice include: long term purchases, short term purchases, trading, short sales, margin transactions, option writing (including covered options, uncovered options, or spreading strategies). Investing in securities involves risk of loss that clients should be prepared to bear. The use of derivatives, including options, involves risks different from, or possibly greater than the risks associated with investing directly in securities. Prices of derivatives can be volatile and may move in unexpected ways, especially in unusual market conditions. Some derivatives are particularly sensitive to changes in interest rates. In addition, there may be imperfect or even negative correlation between the price of the derivatives contract and the price of the underlying securities. Other risks arise from the potential inability to terminate or sell derivative positions. Further, derivatives could result in loss if the counterparty to the transaction does not perform as promised.

Performance-Based Fees and Side-By-Side Management

LWA does not charge any performance-based fees (fees based on a share of capital gains on or capital appreciation of the assets of a client).

Voting Client Securities

The firm's default policy is designed not to administer the proxy voting for advisory clients. Clients may specifically request to have the firm vote proxies on their behalf. Lantern Wealth Advisors has a fiduciary duty to act solely in the best interests of its Clients when exercising proxy voting authority. Clients may direct their vote in a particular proxy solicitation by notifying their investment advisor representative. Lantern Wealth Advisors will vote client securities in a timely manner and make voting decisions that are in the best interests of Clients. Lantern Wealth Advisors voting policy, in general, is to vote proxies in a way which Lantern Wealth Advisors believes will maximize the monetary value of each portfolio's holdings.

At any time clients may request and receive information on how their particular proxies were voted. Additionally, clients may contact Lantern Wealth Advisors by phone or by mail with questions relating to the firms proxy voting policies and procedures. Proxy records will be kept for 5 years.

Lantern Wealth Advisors will resolve any material proxy conflicts of interest by disclosing the conflict to the client and obtaining client consent prior to the proxy voting.

Notwithstanding the foregoing, LWA will not provide advice regarding the following circumstances:

- No advice will be given if it is on behalf of any person soliciting proxies or on behalf of a participant in a matter relating to the election or removal of directors

- No advice will be given if the firm holds, including in nominee name, 5% or more of the securities that are the subject of a proxy vote
- No advice will be given with respect to matters involving foreign private issuers, including American Depositary Receipts (ADRs)
- No advice will be given if LWA does not, in LWA's sole discretion, have the resources upon which to form a reasonable basis for the advice to be given
- No advice will be given if prohibited by law or regulation
- No advice will be given if LWA, believes that a conflict of interest may exist that might materially affect the judgment required to properly render such advice, or if LWA believes in its judgment that other factors are present which do not make the rendering of such advice to be prudent.

For those clients for whom Lantern Wealth does not vote proxies, clients retain the responsibility for receiving and voting proxies for any and all securities maintained in client portfolios. Lantern Wealth Advisors may provide advice to clients regarding the clients' voting of proxies.

Item 7 - Client Information Provided to Portfolio Managers

Information Provided to Affiliated Portfolio Managers

LWA employees who serve as portfolio managers have access to all client information, and updates to such information, obtained by LWA with respect to the particular client accounts they manage.

Item 8 - Client Contact with Portfolio Managers

The primary point of contact for clients is the client's financial consultant. There are no restrictions on a client's access to his or her financial consultant.

Item 9 - Additional Information

Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that may be material to your evaluation of Lantern Wealth Advisors. A managing member, Mark Eisenberg, was fined \$5,000 and agreed to a cease and desist for a books and records violation regarding the state of Connecticut. The order alleged that in September 2001 he denied Connecticut state regulators access to books and records. At the time, Mr. Eisenberg was affiliated with Vision Securities, Inc. The matter was resolved on 10/21/2003 without admitting or denying the allegations. The incident was not involving a client, or any ethical matter.

Other Financial Industry Activities and Affiliations

The principal executive officers and other employees of Lantern Wealth Advisors are separately licensed as registered representatives of Lantern Investments, Inc. ("Lantern Investments"), an affiliated FINRA member broker dealer. Associated persons of Lantern Wealth Advisors are also insurance agents or brokers with one or more insurance agencies including Lantern Wealth Advisors' affiliated insurance agency, Lantern Insurance Brokerage, Inc. (Lantern Insurance). This creates a conflict of interest as these individuals are incented to recommend the services of the affiliated broker-dealer and insurance agency over the services of nonaffiliated companies. Clients are under no obligation to place transactions through, or to purchase products from, Lantern Investments, Lantern Insurance, or any of their associated persons.

In their separate capacities as registered representatives and/or insurance agents, the principals and associated persons of Lantern Wealth Advisors may effect securities transactions and/or purchase insurance and insurance-related investment products for advisory clients, for which they will receive separate and customary compensation. In addition, certain of these individuals may, from time to time, receive incentive awards for the recommendation/introduction of insurance products. While these individuals endeavor at all times to put the interest of the clients first as part of Lantern Wealth Advisors fiduciary duty, clients should be aware that the receipt of additional compensation creates a conflict of interest, as the firm's representatives have an incentive to recommend investment products based on the compensation received rather than on the client's needs. All investment advisory representatives of the Firm base their recommendations on the specific needs of the individual client, including the client's stated investment objective, risk tolerance, and investment history, as well as any restrictions on investing imposed by the client, without regard to expected compensation.

Barbara Lanton, Member of Lantern Wealth Advisors, is self-employed and provides bookkeeping and auditing services. There are no referral arrangements between Ms. Lanton and Lantern Wealth Advisors. No Lantern Wealth Advisors client is solicited or obligated to engage Ms. Lanton for any bookkeeping and auditing services and, conversely, Ms. Lanton's bookkeeping and auditing clients are not solicited for, nor obligated to engage, Lantern Wealth Advisors. Ms. Lanton may spend as much as 15 hours per week performing these services.

Code of Ethics

Lantern Wealth Advisors, LLC. has adopted a Code of Ethics for all supervised persons of the firm describing its high standard of business conduct, and fiduciary duty to its clients. The Code of Ethics includes provisions relating to the confidentiality of client information, a prohibition on insider trading, a prohibition of rumor mongering, restrictions on the acceptance of significant gifts and the reporting of certain gifts and business entertainment items, and personal securities trading procedures, among other things. All supervised persons at Lantern Wealth Advisors must acknowledge the terms of the Code of Ethics annually, or as amended.

Lantern Wealth Advisors anticipates that, in appropriate circumstances, consistent with clients'

investment objectives, it will cause accounts over which Lantern Wealth Advisors has management authority to effect, and will recommend to investment advisory clients or prospective clients, the purchase or sale of securities in which Lantern Wealth Advisors and/or, its associated persons may have a position of interest. Lantern Wealth Advisors' employees and persons associated with Lantern Wealth Advisors are required to follow Lantern Wealth Advisors' Code of Ethics. Subject to satisfying this policy and applicable laws, officers, directors and employees of Lantern Wealth Advisors and its affiliates may trade for their own accounts in securities which are recommended to and/or purchased for Lantern Wealth Advisors' clients. The Code of Ethics is designed to assure that the personal securities transactions, activities and interests of the employees of Lantern Wealth Advisors will not interfere with (i) making decisions in the best interest of advisory clients and (ii) implementing such decisions while, at the same time, allowing employees to invest for their own accounts. Under the Code certain classes of securities, such as mutual funds, have been designated as exempt transactions, based upon a determination that these would not materially interfere with the best interest of Lantern Wealth Advisors' clients. In addition, the Code requires pre-clearance of transactions in IPOs and private placements. Nonetheless, because the Code of Ethics in some circumstances would permit employees to invest in the same securities as clients, there is a possibility that employees might benefit from market activity in a security held by a client. Employee trading is continually monitored under the Code of Ethics to reasonably prevent conflicts of interest between Lantern Wealth Advisors and its clients.

Certain affiliated accounts may trade in the same securities with client accounts on an aggregated basis when consistent with Lantern Wealth Advisors' obligation of best execution. In such circumstances, the affiliated and client accounts will share commission costs equally and receive securities at a total average price. Lantern Wealth Advisors will retain records of the trade order (specifying each participating account) and its allocation, which will be completed prior to the entry of the aggregated order. Completed orders will be allocated as specified in the initial trade order. Partially filled orders will be allocated on a pro rata basis. Any exceptions will be explained on the Order.

Lantern Wealth Advisors clients or prospective clients may request a copy of the firm's Code of Ethics by contacting Wendy Lanton.

Review of Accounts

Transactions placed through Lantern Investments accounts are reviewed on a daily basis by Lantern Investments associates processing such transactions, and LWA reviews each account on an ongoing basis to ensure that the account is managed in accordance with stated objectives.

Annually, for accounts in existence for more than 6 months, LWA's introducing financial consultant will either personally meet or discuss on the telephone with each of their clients and LWA will survey accounts for any changes in the Investment Questionnaire. LWA reviews these updates to determine whether changes may have an effect on the ongoing suitability of investments in clients' portfolios or would cause a revision to investment strategies.

Client Referrals and Other Compensation

Financial consultants of LWA will receive a percentage of the wrap fees paid by advisory clients to compensate them for solicitation, shareholder support, advice, order placement and execution and other services. Lantern Wealth Advisors and/or its investment adviser representatives may be entitled to receive incentive awards for the sale of insurance products and/or distribution fees for the placement of client funds into investment company products. Costs incurred by the clients in the purchase of such insurance or investment company products are not increased as a result of these incentive awards or additional compensation; however, receipt of this additional compensation may create a conflict of interest, as the investment adviser representative may be incented to recommend products based on the compensation received rather than on the needs of the client. All investment adviser representatives of the firm have a fiduciary duty to act in the best interest of the firm's clients based on the client's specific needs and objectives.

LWA does not currently compensate non-affiliated third parties for client referrals. However, in the future it may enter into other arrangements whereby it makes payments for client referrals.

Financial Information

Lantern Wealth Advisors does not require the prepayment of more than \$1,200 in fees per client six months or more in advance of providing services to clients. Further, Lantern Wealth Advisors has no financial commitment that impairs its ability to meet contractual and fiduciary commitments to clients, and has not been the subject of a bankruptcy proceeding.