

CMG Capital Management Group, Inc.

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Contact: PJ Grzywacz, Chief Compliance Officer
1000 Continental Drive, Suite 570
King of Prussia, PA 19406
www.cmgwealth.com

This brochure provides information about the qualifications and business practices of CMG Capital Management Group, Inc. (the “Registrant”). If you have any questions about the contents of this brochure, please contact us at (610) 989-9090 or pj@cmgwealth.com. 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 CMG Capital Management Group, Inc. is also available on the SEC’s website at www.adviserinfo.sec.gov.

References herein to CMG Capital Management Group, Inc. as a “registered investment adviser” or any reference to being “registered” does not imply a certain level of skill or training.

Item 2 Material Changes

- On May 16, 2013, the Registrant commenced offering the CMG Global Equity Fund (the “*Fund*”), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. A complete description of the *Fund*, its strategy, objectives, and costs is set forth in the *Fund* prospectus, a copy of which is provided to all clients that engage the Registrant’s services through the *Fund*. Disclosure relative to the Fund is also set forth in the *Investment Advisory Agreement*. Pursuant to the terms of the *Investment Advisory Agreement*, the Registrant shall have discretion to place client assets in the *Fund*. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.
- On June 17, 2013, the Registrant converted the CMG Absolute Return Strategies Fund (the “*Fund*”), from a multi-manager, multi-strategy fund to the CMG SR Tactical Bond Fund, a single strategy fixed income fund. The Registrant also reduced the *Fund*’s management fee from 1.75% to 1.25%. In addition to Class A Shares and Institutional share classes, the *Fund* offered a Manager Share Class that was subsequently closed on January 6, 2014. A complete description of the *Fund*, its strategy, objectives, and costs is set forth in the *Fund* prospectus.

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Item 4 Advisory Business

- A. The Registrant is a corporation formed on October 26, 1992 in the Commonwealth of Pennsylvania. The Registrant became registered as an Investment Adviser Firm in March 1993. The Registrant is 97% owned by Stephen B. Blumenthal. Mr. Blumenthal is the Registrant's Founder and CEO.

- B. As discussed below, the Registrant offers to its clients (individuals, pension and profit sharing plans, trusts, estates and charitable organizations, etc.) investment advisory services relative to its proprietary mutual fund/exchange traded fund allocation strategies and the investment sub-divisions that comprise variable annuity/life products. The Registrant **does not** hold itself out as providing financial planning, estate planning or accounting services.

INVESTMENT ADVISORY SERVICES

CMG SR Tactical Bond Fund

The Registrant provides investment management services through its affiliated mutual fund, the CMG SR Tactical Bond Fund, formerly the CMG Absolute Return Strategies Fund (the "*Fund*"), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. The Registrant receives a management fee as the investment manager to the *Fund* in the amount of 1.25%. The *Fund* offers three share classes including a Manager Class. The Registrant's clients shall receive the Manager class and so long as the client remains a fee paying client of the Registrant, Registrant's investment management fee with respect to the *Fund* shall be waived. In lieu of the *Fund* investment management fee, the client will have *Fund* assets included as part of "assets under management" under the fee schedule set forth below for each investment strategy. A complete description of the *Fund*, its strategy, objectives, and costs is set forth in the *Fund* prospectus, a copy of which is provided to all clients that engage the Registrant's services through the *Fund*. Disclosure relative to the Fund is also set forth in the *Investment Advisory Agreement*. Pursuant to the terms of the *Investment Advisory Agreement*, the Registrant shall have discretion to place client assets in the *Fund*. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.

CMG Global Equity Fund

The Registrant provides investment management services through its affiliated mutual fund, the CMG Global Equity Fund (the "*Fund*"), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. The Registrant receives a management fee as the investment manager to the *Fund* in the amount of 1.25%. A complete description of the *Fund*, its strategy, objectives, and costs is set forth in the *Fund* prospectus, a copy of which is provided to all clients that engage the Registrant's services through the *Fund*. Disclosure relative to the Fund is also set forth in the *Investment Advisory Agreement*. Pursuant to the terms of the *Investment Advisory Agreement*, the Registrant shall have discretion to place client assets in the *Fund*. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.

CMG Tactical Futures Strategy Fund

The Registrant provides investment management services through its affiliated mutual fund, the CMG Tactical Futures Strategy Fund, formerly the CMG Tactical Equity Strategy Fund (the “*Fund*”), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. The Registrant receives a management fee as the investment manager to the *Fund* in the amount of 1.50%. The *Fund* offers three share classes. A complete description of the *Fund*, its strategy, objectives, and costs is set forth in the *Fund* prospectus, a copy of which is provided to all clients that engage the Registrant’s services through the *Fund*. Disclosure relative to the *Fund* is also set forth in the *Investment Advisory Agreement*. Pursuant to the terms of the *Investment Advisory Agreement*, the Registrant shall have discretion to place client assets in the *Fund*. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.

CMG Investment Management Services

The Registrant shall manage, on a discretionary fee basis: (1) individual accounts, pursuant to which the Registrant shall generally allocate the client’s investment assets among different asset allocation strategies, including: (a) between certain equity mutual funds, exchange traded funds and money market accounts in accordance with the Registrant’s CMG Tactical Rotation Strategy, CMG Vantage Fidelity Sector Rotation Strategy, Scotia Partners Dynamic Momentum Program, Scotia Partners Growth S&P Plus Program, (b) between certain Treasury bond mutual funds and money market accounts in accordance with the Registrant’s System Research Treasury Bond Program, (c) between certain high yield bond mutual funds and money market funds in accordance with Registrant’s CMG Managed High Yield Bond Program, (d) between certain equity, fixed income, exchange traded funds and money market mutual fund accounts in accordance with the Registrant’s CMG Opportunistic All Asset Strategy, (e) between certain fixed income exchange traded funds and money market mutual funds or cash positions in accordance with the Registrant’s CMG Vantage Core Fixed Income Strategy, (f) between certain equity, fixed income, real estate and alternative exchange traded funds and mutual funds in accordance with Registrant’s CMG Forefront Analytics Traditional Core; (2) individual accounts, pursuant to which the Registrant shall generally allocate the client’s investment assets among different asset allocation strategy blends, including: (a) Conservative, (b) Moderate, and (c) Aggressive asset allocation blends. Each individually selected blend represents a diversified allocation between a selection of the Registrant’s investment strategies; (3) the individual investment sub-divisions contained within a variable annuity/life product owned by an individual client (in so doing, the client acknowledges that the Registrant’s investment choices shall be limited to the investment sub-divisions which comprise the variable product), CMG offers the following investment programs managed within variable annuity products: CMG Managed High Yield Bond Program, CMG Opportunistic All Asset Strategy, CMG SR Treasury Bond Program and the Scotia Partners Growth S&P Plus Program; (4) the Watkinson Capital Municipal Bond Advantage Strategy; (5) individual accounts, pursuant to which the Registrant shall generally allocate the client’s investment assets to the CMG Global Equity Strategy; (6) individual accounts, pursuant to which the Registrant shall generally allocate the client’s investment assets to the CMG Total Portfolio Solution, an asset allocation program that utilizes a diversified set of Registrant’s investment strategies. **Management Fees:** For its CMG Managed High Yield Bond and Annuity High Yield Bond Programs, CMG Opportunistic All Asset Strategy and Annuity Opportunistic All Asset Strategy, CMG Opportunistic All Asset

ETF Strategy, CMG Tactical Rotation Strategy, CMG Vantage Core Fixed Income Strategy, CMG Vantage Fidelity Sector Rotation Strategy, Scotia Partners Dynamic Momentum Program, Scotia Partners Growth S&P Plus Program and Annuity Growth S&P Plus Program, System Research Treasury Bond Program and annuity CMG SR Treasury Bond Program and CMG Investment Blends the Registrant shall charge an annual investment management fee based upon a percentage of the market value of the assets being managed by the Registrant. The current annual investment management fee is 2.50%. For its Watkinson Capital Municipal Bond Advantage Strategy the current annual investment management fee is 0.75%. For the CMG Global Equity Strategy the current annual investment management fee is 1.25%. For its CMG Forefront Analytics Traditional Core the Registrant shall charge a current annual investment management fee of 1.25%. For its CMG Total Portfolio Solution the Registrant shall charge a current annual investment management fee of 1.65%.

MISCELLANEOUS

Limited Consulting/Implementation Services. Although the Registrant does not hold itself out as providing financial planning, estate planning or accounting services, to the extent specifically requested by the client, the Registrant *may* provide limited consultation services to its investment management clients on investment and non-investment related matters, such as estate planning, tax planning, insurance, etc. Registrant shall not receive any separate or additional fee for any such consultation services. Neither the Registrant, nor any of its representatives, serves as an attorney, accountant, or licensed insurance agent, and no portion of the Registrant's services should be construed as same. To the extent requested by a client, the Registrant may recommend the services of other professionals for certain non-investment implementation purposes (i.e. attorneys, accountants, insurance, advisors, etc.). The client is under no obligation to engage the services of any such recommended professional. The client retains absolute discretion over all such implementation decisions and is free to accept or reject any recommendation from the Registrant. **Please Note:** If the client engages any such recommended professional, and a dispute arises thereafter relative to such engagement, the client agrees to seek recourse exclusively from and against the engaged professional. **Please Also Note:** It remains the client's responsibility to promptly notify the Registrant if there is ever any change in his/her/its financial situation or investment objectives for the purpose of reviewing/evaluating/revising Registrant's previous recommendations and/or services.

Variable Annuity Products. With respect to Registrant's management of the investment subdivisions contained within a variable annuity product owned by the client, the Registrant does not offer or sell such products. These are products that were previously purchased by the client. The Registrant may recommend no load variable annuities from Jefferson National. The Registrant is not compensated directly or indirectly by Jefferson National. In most cases, the Registrant is not involved in the decision-making process as to which variable annuity product that the client should purchase, such decision is generally made by the client in conjunction with the selling broker-dealer. In the event that the client purchased the variable annuity product from a registered representative of a broker-dealer that serves as a solicitor for the Registrant, the Registrant shall pay that solicitor a referral fee (*See* Disclosure at Item 14.B). Subsequent to the purchase, the Registrant is then engaged by the client to manage investment subdivisions contained within the previously purchased variable annuity product. The Registrant's investment choices shall be limited to the investment sub-divisions which comprise the variable product.

Private Investment Funds. The Registrant may purchase or recommend certain private investment funds for its clients.

Please Note: Private investment funds generally involve various risk factors including, but not limited to, potential for complete loss of principal, liquidity constraints and lack of transparency, a complete discussion of which is set forth in the funds' offering documents, which will be provided to each client for review and consideration. Unlike other liquid investments that a client may maintain, private investment funds do not provide daily liquidity or pricing. Each prospective client investor will be required to complete a Subscription Agreement, pursuant to which the client shall establish that he/she is qualified for investment in the fund, and acknowledges and accepts the various risk factors that are associated with such an investment.

Please Also Note: Valuation. In the event that the Registrant references private investment funds owned by the client on any supplemental account reports prepared by the Registrant, the value(s) for all such private investment funds shall reflect either the initial purchase and/or the most recent valuation provided by the fund sponsor. If the valuation reflects the initial purchase price (and/or a value as of a previous date), the current value(s) (to the extent ascertainable) could be **significantly more or less** than the original purchase price.

Account Management Services. The Registrant may provide separate account management services (which may involve various investment-related strategies, including separate account managers) for certain clients in accordance with the terms and conditions of the written agreement between the Registrant and the client. **PLEASE NOTE: Registrant's investment management services may be obtained on custodial platforms via an unaffiliated third party solicitor, investment advisor or registered representative of a broker/dealer who will charge a separate fee from the Registrant. In some cases the total fee charged to the client (Registrant fee and solicitor/advisor/registered representative fee) may be less than a client would otherwise pay if they directly engaged Registrant's investment management services. The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions concerning the Registrant's investment management services and fees.**

Sub-Advisory Arrangements. The Registrant may engage sub-advisors for the purpose of assisting the Registrant with the management of its client accounts. The sub-advisor(s) shall have discretionary authority for the day-to-day management of the assets that are allocated to it by the Registrant. The sub-advisor shall continue in such capacity until such arrangement is terminated or modified by the Registrant. The Registrant shall pay a portion of the investment advisory fee received for these allocated assets to the sub-advisor for its sub-advisory services. The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions concerning the Registrant's sub-advisory arrangements.

Please Note: Inverse/Enhanced Market Strategies. The Registrant may utilize long and short mutual funds and/or exchange traded funds that are designed to perform in either an: (1) inverse relationship to certain market indices (at a rate of 1 or more times the inverse [opposite] result of the corresponding index) as an investment strategy and/or for the purpose of hedging against downside market risk; and (2) enhanced relationship to

certain market indices (at a rate of 1 or more times the actual result of the corresponding index) as an investment strategy and/or for the purpose of increasing gains in an advancing market. There can be **no assurance** that any such strategy will prove profitable or successful. In light of these enhanced risks/rewards, a client may direct the Registrant, in writing, not to employ any or all such strategies for his/her/their/its accounts.

Client Obligations. In performing its services, Registrant shall not be required to verify any information received from the client or from the client's other professionals, and is expressly authorized to rely thereon. Moreover, each client is advised that it remains his/her/its responsibility to promptly notify the Registrant if there is ever any change in his/her/its financial situation or investment objectives for the purpose of reviewing/evaluating/revising Registrant's previous recommendations and/or services.

Disclosure Statement. A copy of the Registrant's written Brochure as set forth on Part 2A of Form ADV shall be provided to each client prior to, or contemporaneously with, the execution of the *Investment Advisory Agreement*. Any client who has not received a copy of Registrant's written Brochure at least 48 hours prior to executing the *Investment Advisory Agreement* shall have five business days subsequent to executing the agreement to terminate the Registrant's services without penalty.

- C. The Registrant shall provide investment advisory services specific to needs of each client. Prior to providing investment advisory services, an investment adviser representative will discuss with each client, their particular investment objective(s). The Registrant shall allocate each client's investment assets consistent with their designated investment objective(s). Clients may, at anytime, impose restrictions, in writing, on the Registrant's services.
- D. The Registrant does not participate in a wrap fee program.

As of December 31, 2013, the Registrant had \$403 million in assets under management on a discretionary basis and \$82 million in assets under advisement.

Item 5 Fees and Compensation

- A. The client can determine to engage the Registrant to provide discretionary investment advisory services on a *fee-only* basis.

INVESTMENT ADVISORY SERVICES

If a client determines to engage the Registrant to provide discretionary investment advisory services on a *fee-only* basis, the Registrant's annual investment advisory fee shall be as follows:

CMG SR Tactical Bond Fund

The Registrant provides investment management services through its affiliated mutual fund, the CMG SR Tactical Bond Fund, formerly the CMG Absolute Return Strategies Fund (the "*Fund*"), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. The Registrant will receive a management fee as the investment manager to the *Fund* in the amount of 1.25%. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.

CMG Global Equity Fund

The Registrant provides investment management services through its affiliated mutual fund, CMG Global Equity Fund (the “*Fund*”), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. The Registrant will receive a management fee as the investment manager to the *Fund* in the amount of 1.25%. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.

PLEASE NOTE: Fee Differential/Conflict of Interest. Those clients who are willing and able to meet the account minimum of \$25 million can obtain the Fund's Global Equity Strategy in a CMG individual separately managed account. Although the separately managed account will share the same objective as that of the Fund, it will permit portfolio customization and client imposed restrictions. The management fee for the separate account is less than the investment management fee that CMG will receive as the manager of the Fund. CMG's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions.

CMG Tactical Futures Strategy Fund

The Registrant provides investment management services through its affiliated mutual fund, CMG Tactical Futures Strategy Fund, formerly the CMG Tactical Equity Strategy Fund (the “*Fund*”), a series of Northern Lights Fund Trust, an investment company registered under the Investment Company Act of 1940. The Registrant will receive a management fee as the investment manager to the *Fund* in the amount of 1.50%. Registrant will only receive, and the client will only pay, one management fee relative to a *Fund* investment, which fee shall be paid directly to the Registrant by the *Fund*.

CMG Investment Management Services

For its CMG Managed High Yield Bond and Annuity High Yield Bond Programs, CMG Opportunistic All Asset Strategy and Annuity Opportunistic All Asset Strategy, CMG Opportunistic All Asset ETF Strategy, CMG Tactical Rotation Strategy, CMG Vantage Fidelity Sector Rotation Strategy, CMG Vantage Core Fixed Income Strategy, Scotia Partners Dynamic Momentum Program, Scotia Partners Growth S&P Plus Program and Annuity Growth S&P Plus Program, System Research Treasury Bond Program and Annuity CMG SR Treasury Bond Program and CMG Investment Blends the Registrant shall charge an annual investment management fee based upon a percentage of the market value of the assets being managed by the Registrant. The current annual investment management fee is 2.50%. For its Watkinson Capital Municipal Bond Advantage Strategy the current annual investment management fee is 0.75%. For the CMG Global Equity Strategy the current annual investment management fee is 1.25%. For its CMG Forefront Analytics Traditional Core the Registrant shall charge a current annual investment management fee of 1.25%. For its CMG Total Portfolio Solution the Registrant shall charge a current annual investment management fee of 1.65%.

- B. Clients may elect to have the Registrant’s advisory fees deducted from their custodial account. Both Registrant's *Investment Advisory Agreement* and the custodial/ clearing agreement may authorize the custodian to debit the account for the amount of the Registrant's investment advisory fee and to directly remit that management fee to the Registrant in compliance with regulatory procedures. In the limited event that the Registrant bills the client directly, payment is due upon receipt of the Registrant’s invoice. Unless otherwise indicated in the Investment Advisory Agreement between the

Registrant and the client, the Registrant shall deduct fees and/or bill clients quarterly in arrears, based upon the average daily market value of the assets during the previous quarter.

- C. As discussed below, unless the client directs otherwise or an individual client's circumstances require, the Registrant shall generally recommend that Charles Schwab and Co., Inc. ("*Schwab*"), FOLIOfn, Inc. ("*Folio*"), Rydex Funds ("*Rydex*"), ProFunds ("*ProFunds*"), Trust Company of America ("*Trust Company*"), TD Ameritrade, Inc. ("*TD Ameritrade*"), Envestnet Asset Management, Inc. ("*Envestnet*"), Placemark Investments, Inc. ("*Placemark*"), Wells Fargo Advisors, LLC ("*Wells Fargo*") or the specific mutual fund or insurance company that issued the mutual fund or variable life/annuity product serve as the broker-dealer/custodian for client investment management assets. Broker-dealers such as *Schwab*, *Folio*, *TD Ameritrade*, *Rydex*, *Profunds*, *Trust Company*, *Placemark*, *Wells Fargo* and *Envestnet* charge broker-dealer/custodian custody fees, brokerage commissions and/or transaction fees for effecting certain securities transactions (i.e. transaction fees are charged for certain no-load mutual funds, commissions are charged for individual equity and fixed income securities transactions). In addition to Registrant's investment management fee, broker-dealer/custodian custody fees, brokerage commissions and/or transaction fees, clients will also incur, relative to all mutual fund and exchange traded fund purchases, charges imposed at the fund level (e.g. management fees and other fund expenses).
- D. Registrant's annual investment advisory fee shall be prorated and paid quarterly, in arrears, based upon the average daily market value of the assets during the previous quarter for most custodial platforms. For some custodial platforms, including but not limited to *Folio*, *TD Ameritrade*, *Placemark*, *Wells Fargo* and *Envestnet*, the Registrant's annual investment advisory fee shall be assessed to the client account by the Registrant on a quarterly basis, payable in advance, and will be billed based on the value of assets under management on the last day of the prior reporting period. The Registrant generally requires a minimum investment of \$100,000 per investment program. Registrant, in its sole discretion, may charge a lesser investment management fee and/or reduce or waive its minimum investment requirement based upon certain criteria (i.e. anticipated future earning capacity, anticipated future additional assets, dollar amount of assets to be managed, related accounts, account composition, negotiations with client, etc.).

The *Investment Advisory Agreement* between the Registrant and the client will continue in effect until terminated by either party by written notice in accordance with the terms of the *Investment Advisory Agreement*. Upon termination, Registrant's investment management fee shall be pro-rated through the date of termination, and either debited from the client account or directly billed to the client or pro-rated and credited back to client if the fee was payable in advance.

- E. Neither the Registrant, nor its representatives accept compensation from the sale of securities or other investment products.

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

Rule 205-3 of the Investment Advisers Act of 1940 permits a registered investment adviser to enter into a performance fee agreement with certain sophisticated clients who have the capacity to bear the potential additional risks of such a fee arrangement. An

adviser can rely on Rule 205-3 only if the performance fee agreement is with "eligible" clients. Eligible clients are defined in the Rule as natural persons and companies that have *either* at least \$750,000.00 under management with the Registrant immediately after entering into a performance fee agreement *or* a net worth at the time the agreement is entered into in excess of \$1.5 Million (i.e. a natural person's net worth may include assets held jointly with a spouse). On an extremely limited basis, Registrant may enter into performance fee compensation arrangements with *eligible clients* in accordance with the requirements of Rule 205-3 under the Investment Advisers Act of 1940. In such limited circumstances, the client is informed of a potential conflict of interest in that the performance fee arrangement *may* be an incentive for the Registrant to make investments that are riskier or more speculative than would be the case absent a performance fee arrangement.

Because Registrant and its representatives manage client accounts that charge both an asset-based fee and/or a performance based fee, this arrangement creates a **conflict of interest**, as Registrant and its representatives have an incentive to favor investments where Registrant receives both an asset-based fee and a performance fee. **The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions regarding this conflict of interest.**

Item 7 Types of Clients

The Registrant's clients shall generally include individuals, pension and profit sharing plans, trusts, estates and charitable organizations. The Registrant generally requires a minimum investment of \$100,000 per investment program. Registrant, in its sole discretion, may charge a lesser investment management fee and/or reduce or waive its minimum investment requirement based upon certain criteria (i.e. anticipated future earning capacity, anticipated future additional assets, dollar amount of assets to be managed, related accounts, account composition, negotiations with client, etc.).

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

A. The Registrant may utilize the following methods of security analysis:

- Charting - (analysis performed using patterns to identify current trends and trend reversals to forecast the direction of prices)
- Fundamental - (analysis performed on historical and present data, with the goal of making financial forecasts)
- Technical – (analysis performed on historical and present data, focusing on price and trade volume, to forecast the direction of prices)
- Cyclical – (analysis performed on historical relationships between price and market trends, to forecast the direction of prices)

The Registrant may utilize the following investment strategies when implementing investment advice given to clients:

- Long Term Purchases (securities held at least a year)
- Short Term Purchases (securities sold within a year)
- Trading (securities sold within thirty (30) days)
- Margin Transactions (use of borrowed assets to purchase financial instruments)

- Options (contract for the purchase or sale of a security at a predetermined price during a specific period of time)
- Futures (A financial contract obligating the buyer to purchase an asset (or the seller to sell an asset), such as a physical commodity or a financial instrument/index at a predetermined future date and price.)

Please Note: Investment Risk. Different types of investments involve varying degrees of risk, and it should not be assumed that future performance of any specific investment or investment strategy (including the investments and/or investment strategies recommended or undertaken by the Registrant) will be profitable or equal any specific performance level(s).

- B. The Registrant's methods of analysis and investment strategies do not present any significant or unusual risks.

However, every method of analysis has its own inherent risks. To perform an accurate market analysis the Registrant must have access to current/new market information. The Registrant has no control over the dissemination rate of market information; therefore, unbeknownst to the Registrant, certain analyses may be compiled with outdated market information, severely limiting the value of the Registrant's analysis. Furthermore, an accurate market analysis can only produce a forecast of the direction of market values. There can be no assurances that a forecasted change in market value will materialize into actionable and/or profitable investment opportunities.

The Registrant's primary investment strategies - Long Term Purchases, Short Term Purchases, and Trading - are fundamental investment strategies. However, every investment strategy has its own inherent risks and limitations. For example, longer term investment strategies require a longer investment time period to allow for the strategy to potentially develop. Shorter term investment strategies require a shorter investment time period to potentially develop but, as a result of more frequent trading, may incur higher transactional costs when compared to a longer term investment strategy. Trading, an investment strategy that requires the purchase and sale of securities within a thirty (30) day investment time period involves a very short investment time period but will incur higher transaction costs when compared to a short term investment strategy and substantially higher transaction costs than a longer term investment strategy.

In addition to the fundamental investment strategies discussed above, the Registrant may also implement and/or recommend –use of margin, hedging strategies, futures and/or options transactions as well as invest in non-US securities. Each of these strategies has a high level of inherent risk. (*See discussion below*).

Margin is an investment strategy with a high level of inherent risk. A margin transaction occurs when an investor uses borrowed assets to purchase financial instruments. The investor generally obtains the borrowed assets by using other securities as collateral for the borrowed sum. The effect of purchasing a security using margin is to magnify any gains or losses sustained by the purchase of the financial instruments on margin. **Please Note:** To the extent that a client authorizes the use of margin, and margin is thereafter employed by the Registrant in the management of the client's investment portfolio, the market value of the client's account and corresponding fee payable by the client to the Registrant may be increased. As a result, in addition to understanding and assuming the

additional principal risks associated with the use of margin, clients authorizing margin are advised of the potential ***conflict of interest*** whereby the client's decision to employ margin *may* correspondingly increase the management fee payable to the Registrant. Accordingly, the decision as to whether to employ margin is left totally to the discretion of client.

The use of options transactions as an investment strategy involves a high level of inherent risk. Option transactions establish a contract between two parties concerning the buying or selling of an asset at a predetermined price during a specific period of time. During the term of the option contract, the buyer of the option gains the right to demand fulfillment by the seller. Fulfillment may take the form of either selling or purchasing a security depending upon the nature of the option contract. Generally, the purchase or the recommendation to purchase an option contract by the Registrant shall be with the intent of offsetting/"hedging" a potential market risk in a client's portfolio. **Please Note:** Although the intent of the options-related transactions that may be implemented by the Registrant is to hedge against principal risk, certain of the options-related strategies (i.e. straddles, short positions, etc), may, in and of themselves, produce principal volatility and/or risk. Thus, a client must be willing to accept these enhanced volatility and principal risks associated with such strategies. In light of these enhanced risks, client may direct the Registrant, in writing, not to employ any or all such strategies for his/her/their/its accounts.

Futures (Derivatives). Investments in derivative instruments such as futures contracts or forward contracts require a high degree of leverage, meaning the overall contract value (and, accordingly, the potential for profits or losses in that value) is much greater than the modest deposit used to enter into the derivative contract. Derivative securities can also be highly volatile. The prices of derivative instruments and the investment underlying the derivative instruments may fluctuate rapidly and over wide ranges and may reflect unforeseeable events or changes in conditions, none of which can be controlled by the client or the Adviser. Further, to the extent that transactions in derivative instruments are not undertaken on recognized exchanges, they will expose the client's account to greater risks than regulated exchange transactions that provide greater liquidity and more accurate valuation of securities.

Hedging: There can be no assurance that a particular hedge is appropriate, or that certain risk is measured properly. Further, while the Adviser may enter into hedging transactions to seek to reduce risk, such transactions may result in poorer overall performance and increased (rather than reduced) risk for the underlying investment portfolios than if the Adviser did not engage in any such hedging transactions.

Non-U.S. Securities: Foreign securities, foreign currencies, and securities issued by U.S. entities with substantial foreign operations can involve additional risks relating to political, economic, or regulatory conditions in foreign countries. These risks include fluctuations in foreign currencies, withholding or other taxes; trading, settlement, custodial, and other operational risks; and the less stringent investor protection and disclosure standards of some foreign markets. All of these factors can make foreign investments, especially those in emerging markets, more volatile and potentially less liquid than U.S. investments. In addition, foreign markets can perform differently from the U.S. market.

The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions regarding this conflict of interest.

- C. Currently, the Registrant primarily allocates client investment assets among its various mutual fund/exchange traded funds ("ETFs") and Variable Insurance Trusts ("VITs") (including inverse ETFs, mutual funds and/or VITs that are designed to perform in an inverse relationship to certain market indices) allocation strategies, on a discretionary basis in accordance with the client's designated investment objective(s).

As disclosed above, the Registrant may utilize long and short mutual funds, variable insurance trusts and/or exchange traded funds that are designed to perform in either an: (1) inverse relationship to certain market indices (at a rate of 1 or more times the inverse [opposite] result of the corresponding index) as an investment strategy and/or for the purpose of hedging against downside market risk; and (2) enhanced relationship to certain market indices (at a rate of 1 or more times the actual result of the corresponding index) as an investment strategy and/or for the purpose of increasing gains in an advancing market. There can be **no assurance** that any such strategy will prove profitable or successful. In light of these enhanced risks/rewards, a client may direct the Registrant, in writing, not to employ any or all such strategies for his/her/their/its accounts. (*See* Item 4B).

Investment Strategies:

CMG Managed High Yield Bond and High Yield Annuity Bond Programs:

The CMG Managed High Yield Bond program(s) ("CMG Managed HY") is an intermediate term trend based trading strategy that seeks positive returns in both bull and bear markets. The strategy utilizes a disciplined quantitative methodology that factors in High Yield ("HY") bond price movement, and qualitative methodology that factors in volume, current yields, yield spreads, and other considerations such as default rates, and Fed Policy to determine whether to be long HY bond mutual funds or variable insurance trusts ("VITs"), or invested in money market funds. The CMG Managed HY Bond program may at select times, when it deems appropriate upon its receipt of a sell signal, invest in inverse HY bond funds (funds that profit when the HY market is declining) in portfolios where inverse funds are available that it manages for its clients. The strategy attempts to identify opportunities where the short term direction of US High Yield Bond funds or VITs can be predicted with high probability and trade with those directional moves. However, there can be no assurance that the Registrant's signal or the short strategy will be correct or successful. Please carefully review the funds' prospectus for a more complete description of fees and risks.

CMG Opportunistic All Asset Strategy, CMG Opportunistic All Asset ETF Strategy and Annuity Opportunistic All Asset Strategy:

The CMG Opportunistic All Asset Strategy is a quantitative investment strategy that analyzes a broad universe of mutual funds, exchange traded funds ("ETFs") or variable insurance trusts ("VITs") contained within a variable annuity/life product to determine a portfolio allocation designed to generate positive returns over multiple market cycles. The mutual fund, ETF, VIT selection process utilizes proprietary mathematical and technical indicators to identify mutual funds, ETFs or VITs with emerging price trends across asset classes and market sectors. The portfolio is typically comprised of up to 11 mutual fund, ETF or VIT allocations that are designed to serve as an active risk managed solution versus traditional buy-and-hold equity investing.

CMG Tactical Rotation Strategy: The CMG Tactical Rotation Strategy seeks to generate returns in all market conditions based on the concept that various asset classes and sectors experience bull and bear markets at different times. The strategy utilizes a proprietary tactical investment model that analyzes various technical indicators to determine which asset classes are in a bullish environment and likely to achieve a positive return. The strategy employs an equally weighted strategic rotation model which allocates the portfolio to the top two asset classes from a universe of five asset classes: domestic equities, international equities, bonds, commodities and real estate investment trusts (“REITs”). If none of the five asset classes exhibit a positive uptrend, the strategy has the ability to allocate the portfolio entirely to cash. The strategy makes investment allocation decisions on a monthly basis. Once the portfolio is allocated, the positions are held and monitored for the entire month.

CMG Vantage Core Fixed Income Strategy: The CMG Vantage Core Fixed Income Strategy is a tactical, long only fixed income ETF strategy which seeks to provide absolute returns in both rising and falling interest rate environments through exposure to broad categories of the fixed income investment complex. The strategy is a relative strength investment process that allocates to the following fixed income categories exhibiting the best relative strength: Treasury Inflation Protected Securities, U.S. Long Term Government Bonds, Investment Grade Corporate Bonds, High Yield Bonds, International – Developed Markets Bonds, International - Emerging Markets Bonds and U.S. Short Term Treasury Bills. The program analyzes relative strength and moving-price averages to determine which of the categories are demonstrating the greatest relative strength relative to every other category and allocates accordingly. Portfolio allocations are monitored and measured on a weekly basis. Typically the top 2-3 positions are held and tend to transition gradually.

CMG Vantage Fidelity Sector Rotation Strategy: The CMG Vantage Fidelity Sector Rotation Strategy is a tactical, long only momentum based strategy which seeks to generate returns through exposure to equity industry/sector funds. The program analyzes the universe of 39 Select Sector mutual funds available on the Fidelity platform. Using a proprietary risk-adjusted momentum score, all 39 funds are ranked. The portfolio is allocated equally to each of the top 3 funds for a 30-day period. Each position is held for the entire 30-day period regardless of market conditions or specific events. At the conclusion of each 30-day period, all 39 funds are again ranked, with the program again allocating to the top 3 funds.

Scotia Partners Dynamic Momentum Program:

The Scotia Partners Dynamic Momentum Program is a long only quantitative investment program that invests in Rydex and ProFunds equity based US sector mutual funds. The program analyzes price data on nine sectors to determine which sectors are exhibiting strong momentum. The program has a multi-step process that incorporates momentum and volatility of each sector in its decision making process. In addition, the program utilizes several risk management parameters to modify portfolio exposures based on a number of factors such as market trend and a measurement of overbought market conditions. The program analyzes prices on a daily basis to determine portfolio exposures. There can be no assurance that the Registrant’s strategy will be correct or successful. Please carefully review the funds’ prospectus for a more complete description of fees and risks.

Scotia Partners Growth S&P Plus Program and Scotia Partners Growth Annuity Program: The Scotia Partners Growth S&P Plus Program utilizes price data to determine long term, intermediate term and short term trends on the S&P 500 index.

The model's first indicator is used to determine a longer-term, overall market trend for the S&P 500. If the trend is determined to be bullish, long S&P positions will be taken in the Rydex, ProFunds, and/or Direxion 2x leveraged S&P 500 mutual funds or ETFs. If the overall trend is gauged as bearish, the model will take short S&P positions using the Rydex, ProFunds, and/or Direxion 2x leveraged inverse S&P 500 mutual funds or ETFs. The intermediate trend is then analyzed by assessing a trend in risk adjusted return, using price movement as the primary input. If the intermediate trend is in agreement with the long-term trend, the model is eligible for positioning on either the long or short side of the S&P. If the intermediate trend is not in agreement with the long-term trend, the model will remain in money market. Lastly, if the long-term and intermediate-term indicators are in agreement with one another, the model looks for short-term movement against those trends, to take advantage of the probabilities in favor of "reversion to the mean". The objective of the model is to provide positive returns regardless of market conditions over a period of several months with reduced market exposure. The program also utilizes signals that can make trades based on overbought and oversold conditions. In these periods the strategy can take positions where the core model may not be generating a trade signal. The Scotia Partners Growth S&P Plus Program is offered through select variable annuity products. However, the Registrant's investment choices shall be limited to the investment sub-divisions which comprise the variable annuity product and may include a combination of S&P 500 2x and Dow Jones Industrial Average 2x mutual funds.

The Scotia Partners Growth S&P Plus Program is also offered through both a managed account at ProFunds and through a select group of tax deferred Variable Annuity products. However, the available mutual funds which comprise the variable annuity products may include a combination of Rydex, ProFunds, and Direxion 2x leveraged long or inverse S&P 500 Variable Insurance Trusts and 2x leveraged inverse S&P or 2x leveraged inverse Dow Variable Insurance Trusts. Performance will vary as the fees, trade cut-off times, and performance of the underlying funds will differ.

System Research Treasury Bond Program and CMG SR Treasury Bond Annuity

Program: The System Research Treasury Bond Program ("System Research") is a quantitative investment strategy that trades the US Treasury markets long and short. The model takes into account several fundamental and technical factors to determine long and short trades in US Treasury mutual bond funds or US Treasury Variable Insurance Trusts. Technical factors are used to measure price momentum of the market and overbought / oversold conditions. Fundamental factors provide a forecast based on the measurement of inflation and capital flows between worldwide equity and fixed income markets. The System Research model is comprised of interconnected indicators that analyze commodity, equity and fixed income markets. Each indicator has a voting weight that allows the model to score up between -1 (short bonds) and +1 (long bonds), determining market direction and exposure. The model incorporates a risk management overlay that is designed to de-lever (reduce) portfolio exposure during periods of high volatility. There can be no assurance that the Registrant's strategy will be correct or successful. Please carefully review the funds' prospectus for a more complete description of fees and risks.

Watkinson Capital Municipal Bond Advantage Strategy: Watkinson Capital Advisors LLC ("WCA") focuses on purchasing municipal bonds that the WCA believes will offer a higher return or more yield to the client than a non-special yield, plain or ordinary bonds. This is typically accomplished without extending maturities or

downgrading in quality, which makes the comparisons accurate. This is a specialized strategy in the municipal bond arena, under which WCA seeks to identify research and invest in misunderstood, mispriced and undervalued high quality, tax-exempt bonds. WCA's goal is to produce a more valuable tax-free investment portfolio for clients.

CMG Global Equity Strategy: The CMG Global Equity Strategy is hedged equity strategy that invests in a portfolio of global equity securities and attempts to mitigate risk by utilizing a risk management process developed by the sub-advisor to the strategy, AlphaSimplex, LLC. The equity investment process is driven by an eight stage empirical method of identifying and rating the relative economic quality of 35,000 companies across 150 countries. The equity selection process seeks to identify global companies that the advisor believes have demonstrated a repeatedly proven business model that have delivered high relative earnings and financial strength over the long term. A series of key financial ratios are calculated to rate the combined earnings and financial strength of each company. A stability overlay is subsequently applied to track and determine the consistency of each company's financial performance over time: a company's "staying power". The stocks with the highest ratings are then selected to form the global portfolio.

The eight stage process is comprised of the following steps:

- Universe Definition: Identify companies with at least 3 years of audited financials;
- Rating: Rank companies by profit per-share and balance leverage;
- Stability Overlay: Re-rank favorable companies by variability of profits and leverage;
- Final Assessment: Screen out equities with insufficient liquidity relative to the portfolio's size;
- Implementation: Invest in "top" equities, typically 50-100 positions, as determined by the screening process, on an equally-weighted basis;
- Company Monitor: Daily review and replacement of any substantially deteriorating companies with next best ranked equities;
- Portfolio Management: Monthly re-identification and purchase of "top" equities, as determined by the Adviser's screening process; and
- Rebalance: Annual rebalancing to equally-weight the "top" equities, as determined by the Adviser's screening process.

CMG has designated AlphaSimplex Group, LLC as the sub-advisor to the strategy with responsibility for active volatility management of the portfolio. Active volatility management is a dynamic overlay strategy that attempts to enhance a portfolio's risk profile by potentially identifying periods of high risk in equity markets and hedging equity exposure by investing in liquid futures contracts. During periods when downside risk is deemed by the advisor to exceed upside potential, the overlay strategy will attempt to reduce exposure in an effort to bring downside risk to its long-term level.

The registrant offers the strategy in managed accounts for a minimum account size of \$25 million. The strategy may invest in non-US securities, futures and utilize hedging strategies which have a high level of inherent risk as disclosed in Item 8.

CMG Forefront Analytics Traditional Core: The CMG Forefront Analytics Traditional Core strategy is a long only strategy which seeks to generate returns through exposure to broad asset classes of equities (domestic and international), fixed income, real assets, alternative assets (managed futures, multi-strategy funds, long short equity funds, currency /FX) and cash. The program utilizes a proprietary investment algorithm which allocates the portfolio among the categories based on a aggregate portfolio risk budget that is approximately equal to the long term risk profile of a traditional buy-and-hold portfolio of 60% equities and 40% fixed income (as measured by the S&P 500 Total Return Index and the Barclays Aggregate Bond Index). The program analyzes volatility and price momentum to determine each asset classes / category's exposure. Equity market volatility is tracked on a daily basis and measured to determine whether portfolio risk exposure should be increased or decreased. The strategy utilizes levered ETFs and mutual funds to gain market exposure.

CMG Investment Blends:

CMG shall manage various portfolios each comprised of diversified blend of Registrant's investment strategies including: the CMG Managed HY Bond Program, the CMG Opportunistic All Asset Strategy, the CMG Opportunistic All Asset ETF Strategy, the CMG Tactical Rotation Strategy, the Scotia Partners Dynamic Momentum Program, the Scotia Partners Growth S&P Plus Program and the System Research Treasury Bond Program. CMG will offer portfolios that have been constructed to achieve a given risk and return profile: conservative, moderate and aggressive. The conservative blend seeks a conservative level of total return (5-10%) consistent with a conservative level of risk (<5%). The moderate blend seek a moderate level of total return (10%-15%) consistent with a moderate level of risk (<10%). The aggressive blend seek an aggressive level of total return (>15%) consistent with an aggressive level of risk (<15%). CMG monitors and manages the individual manager allocations in each blend and looks to add new managers, replace existing managers, rebalance, and change allocation weightings on a quarterly basis. CMG will also offer various portfolios each comprised of a blend of Registrant's investment strategies including: the CMG Managed HY Bond Program, the CMG Opportunistic All Asset Strategy, the Scotia Partners Dynamic Momentum Program and the Scotia Partners Growth S&P Plus Program. These portfolios will be referred to as the Classic portfolios and have been constructed to achieve moderate to aggressive levels of capital appreciation. The Classic Balanced blend seeks a moderate level of capital appreciation. The Classic Core Equity blend seeks a moderate level of capital appreciation. The CMG Classic Bear/Bull seeks an aggressive level of capital appreciation. CMG will monitor underlying manager performance and rebalance the portfolios on an annual basis but will not make individual manager allocation decisions except in the event of a manager termination.

Please Note: There can be no assurance that the Registrant's strategies will be correct or successful, or will meet the risk and return objectives stated above.

CMG Total Portfolio Solution: The CMG Total Portfolio Solution ("TPS") is an asset allocation portfolio comprised of allocations to traditional (long only equity and fixed income investments), tactical (momentum based trading strategies) and alternative asset classes. CMG shall manage a portfolio comprised of a diversified blend of the Registrant's managed account strategies and mutual funds, ETFs and mutual funds (not advised by the Registrant). The portfolio will typically include an allocation to precious metals and miners ETFs, alternative mutual funds (i.e. FX / currency funds), a core allocation to the CMG Forefront Analytics Traditional Core, a combination of CMG's tactical investment strategies including: the CMG Global Equity Fund, the CMG Opportunistic All Asset ETF Strategy, the CMG Tactical Rotation Strategy, the CMG Managed High Yield Program, the CMG Vantage Core Fixed Income Strategy, the CMG Vantage Fidelity Sector Rotation Strategy, the CMG SR Tactical Bond Fund and the CMG Tactical Futures Strategy Fund. CMG monitors and manages the portfolio

allocations and evaluates whether to add new strategies, replace existing strategies, rebalance, and change allocation weightings on a quarterly basis.

Registrant's CMG Managed High Yield Bond and Annuity High Yield Bond Programs, CMG Opportunistic All Asset Strategy and Annuity Opportunistic All Asset Strategy, CMG Opportunistic All Asset ETF Strategy, CMG Tactical Rotation Strategy, CMG Vantage Core Fixed Income Strategy, CMG Vantage Fidelity Sector Rotation Strategy, Scotia Partners Dynamic Momentum Program, Scotia Partners Growth S&P Plus Program and Annuity Growth S&P Plus Program, System Research Treasury Bond Program and Annuity CMG SR Treasury Bond Program, Watkinson Capital Municipal Bond Advantage Strategy, CMG Global Equity Strategy, CMG Forefront Analytics Traditional Core, the CMG Investment Blends and the CMG Total Portfolio Solution have been designed to comply with the requirements of Rule 3a-4 of the Investment Company Act of 1940.

Registrant's asset allocation strategies have been designed to comply with the requirements of Rule 3a-4 of the Investment Company Act of 1940. Rule 3a-4 provides similarly managed investment programs, such as Registrant's asset allocation programs, with a non-exclusive safe harbor from the definition of an investment company. In accordance with Rule 3a-4, the following disclosure is applicable to Registrant's management of client assets:

1. Initial Interview – at the opening of the account, the Registrant, through its designated representatives, shall obtain from the client information sufficient to determine the client's financial situation and investment objectives;
2. Individual Treatment - the account is managed on the basis of the client's financial situation and investment objectives;
3. Quarterly Notice – at least quarterly the Registrant shall notify the client to advise the Registrant whether the client's financial situation or investment objectives have changed, or if the client wants to impose and/or modify any reasonable restrictions on the management of the account;
4. Annual Contact – at least annually, the Registrant shall contact the client to determine whether the client's financial situation or investment objectives have changed, or if the client wants to impose and/or modify any reasonable restrictions on the management of the account;
5. Consultation Available – the Registrant shall be reasonably available to consult with the client relative to the status of the account;
6. Quarterly Report – the client shall be provided with a quarterly report for the account for the preceding period;
7. Ability to Impose Restrictions – the client shall have the ability to impose reasonable restrictions on the management of the account, including the ability to instruct the Registrant not to purchase certain mutual funds;
8. No Pooling – the client's beneficial interest in a security does not represent an undivided interest in all the securities held by the custodian, but rather represents a direct and beneficial interest in the securities which comprise the account;
9. Separate Account - a separate account is maintained for the client with the Custodian;
10. Ownership – each client retains indicia of ownership of the account (e. g. right to withdraw securities or cash, exercise or delegate proxy voting, and receive transaction confirmations).

The Registrant believes that its annual investment management fee is reasonable in relation to: (1) the advisory services provided under the *Investment Advisory Agreement*; and (2) the fees charged by other investment advisers offering similar services/programs. However, Registrant's annual investment management fee may be higher than that charged by other investment advisers offering similar services/programs. In addition to Registrant's annual investment management fee, the client will also incur charges imposed directly at the mutual and exchange traded fund level (e.g., management fees and other fund expenses). **Please Note:** Registrant's investment programs may involve above-average portfolio turnover which could negatively impact upon the net after-tax gain experienced by an individual client in a taxable account.

Short Strategy: Registrant's CMG Managed High Yield Bond and Annuity High Yield Bond Programs, CMG Global Equity Strategy, Scotia Partners Growth S&P Plus Program and System Research Treasury Bond Program and Annuity CMG SR Treasury Bond Program also enable the Registrant, when it deems appropriate upon its receipt of a sell signal, to invest in inverse mutual funds, ETFs, futures and Variable Insurance Trusts that effectively "short" the equity, treasury, and high yield bond markets. However, there can be no assurance that the Registrant's signals or the short strategy(s) will be correct or successful.

Item 9 Disciplinary Information

The Registrant does not have any reportable disciplinary information.

Item 10 Other Financial Industry Activities and Affiliations

- A. Neither the Registrant, nor its representatives, are registered or have an application pending to register, as a broker-dealer or a registered representative of a broker-dealer.
- B. Neither the Registrant, nor its representatives, are registered or have an application pending to register, as a futures commission merchant, commodity pool operator, a commodity trading advisor, or a representative of the foregoing.
- C. The Registrant does not have any relationship or arrangement that is material to its advisory business or to its clients with any related person or affiliate.
- D. The Registrant does not receive, directly or indirectly, compensation from investment advisors that it recommends or selects for its clients.

Item 11 Code of Ethics, Participation or Interest in Client Transactions and Personal Trading

- A. The Registrant maintains an investment policy relative to personal securities transactions. This investment policy is part of Registrant's overall Code of Ethics, which serves to establish a standard of business conduct for all of Registrant's Representatives that is

based upon fundamental principles of openness, integrity, honesty and trust, a copy of which is available upon request.

In accordance with Section 204A of the Investment Advisers Act of 1940, the Registrant also maintains and enforces written policies reasonably designed to prevent the misuse of material non-public information by the Registrant or any person associated with the Registrant.

- B. The Registrant and/or representatives of the Registrant *may* buy or sell securities that are also recommended to clients. This practice may create a situation where the Registrant and/or representatives of the firm are in a position to materially benefit from the sale or purchase of those securities. Therefore, this situation creates a potential conflict of interest. Practices such as “scalping” (i.e., a practice whereby the owner of shares of a security recommends that security for investment and then immediately sells it at a profit upon the rise in the market price which follows the recommendation) could take place if the Registrant did not have adequate policies in place to detect such activities. In addition, this requirement can help detect insider trading, “front-running” (i.e., personal trades executed prior to those of the Registrant’s clients) and other potentially abusive practices.

The Registrant has a personal securities transaction policy in place to monitor the personal securities transactions and securities holdings of each of the Registrant’s “Access Persons”. The Registrant’s securities transaction policy requires that an Access Person of the Registrant must provide the Chief Compliance Officer or his/her designee with a written report of their current securities holdings within ten (10) days after becoming an Access Person. Additionally, each Access Person must provide the Chief Compliance Officer or his/her designee with a written report of the Access Person’s current securities holdings at least once each twelve (12) month period thereafter on a date the Registrant selects; provided, however that at any time that the *Firm* has only one Access Person, he or she shall not be required to submit any securities report described above.

- C. The Registrant and/or representatives of the Registrant *may* buy or sell securities, at or around the same time as those securities are recommended to clients. This practice creates a situation where the Registrant and/or representatives of the firm are in a position to materially benefit from the sale or purchase of those securities. Therefore, this situation creates a potential conflict of interest. As indicated above in Item 11 C, the Registrant has a personal securities transaction policy in place to monitor the personal securities transaction and securities holdings of each of Registrant’s Access Persons.

Item 12 Brokerage Practices

- A. In the event that the client requests that the Registrant recommend a broker-dealer/custodian for execution and/or custodial services (exclusive of those clients that may direct the Registrant to use a specific broker-dealer/custodian), Registrant generally recommends that investment management accounts be maintained at *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet*. Prior to engaging Registrant to provide investment management services, the client will be required to enter into a formal *Investment Advisory Agreement* with Registrant setting forth the terms and conditions under which Registrant shall manage the client's assets,

and a separate custodial/clearing agreement with each designated broker-dealer/custodian.

Factors that the Registrant considers in recommending *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet* (or any other broker-dealer/custodian to clients) include historical relationship with the Registrant, financial strength, reputation, execution capabilities, pricing, research, and service. Although the commissions and/or transaction fees paid by Registrant's clients shall comply with the Registrant's duty to obtain best execution, a client may pay a commission that is higher than another qualified broker-dealer might charge to effect the same transaction where the Registrant determines, in good faith, that the commission/transaction fee is 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 broker dealer services, including the value of research provided, execution capability, commission rates, and responsiveness. Accordingly, although Registrant will seek competitive rates, it may not necessarily obtain the lowest possible commission rates for client account transactions. The brokerage commissions or transaction fees charged by the designated broker-dealer/custodian are exclusive of, and in addition to, Registrant's investment management fee. The Registrant's best execution responsibility is qualified if securities that it purchases for client accounts are mutual funds that trade at net asset value as determined at the daily market close.

1. Research and Additional Benefits

Although not a material consideration when determining whether to recommend that a client utilize the services of a particular broker-dealer/custodian, Registrant may receive from *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet* (or another broker-dealer/custodian) without cost (and/or at a discount) support services and/or products, certain of which assist the Registrant to better monitor and service client accounts maintained at such institutions. Included within the support services that may be obtained by the Registrant may be investment-related research, pricing information and market data, software and other technology that provide access to client account data, compliance and/or practice management-related publications, discounted or gratis consulting services, discounted and/or gratis attendance at conferences, meetings, and other educational and/or social events, marketing support, computer hardware and/or software and/or other products used by Registrant in furtherance of its investment advisory business operations.

As indicated above, certain of the support services and/or products that *may* be received may assist the Registrant in managing and administering client accounts. Others do not directly provide such assistance, but rather assist the Registrant to manage and further develop its business enterprise.

Registrant's clients do not pay more for investment transactions effected and/or assets maintained at *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet* as a result of this arrangement. There is no corresponding commitment made by the Registrant to *Schwab, Folio, TD, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet* or any other entity to invest any specific amount or percentage of client assets in any

specific mutual funds, securities or other investment products as a result of the above arrangement.

The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions that a client or prospective client may have regarding the above arrangement and any corresponding perceived conflict of interest such arrangement may create.

2. The Registrant does not receive referrals from broker-dealers.
3. The Registrant does not generally accept directed brokerage arrangements (when a client requires that account transactions be effected through a specific broker-dealer). In such client directed arrangements, the client will negotiate terms and arrangements for their account with that broker-dealer, and Registrant will not seek better execution services or prices from other broker-dealers or be able to "batch" the client's transactions for execution through other broker-dealers with orders for other accounts managed by Registrant. As a result, 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.

Please Note: In the event that the client directs Registrant to effect securities transactions for the client's accounts through a specific broker-dealer, the client correspondingly acknowledges that such direction may cause the accounts to incur higher commissions or transaction costs than the accounts would otherwise incur had the client determined to effect account transactions through alternative clearing arrangements that may be available through Registrant.

The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions that a client or prospective client may have regarding the above arrangement.

- B. To the extent that the Registrant provides investment management services to its clients, the transactions for each client account generally will be effected independently, unless the Registrant decides to purchase or sell the same securities for several clients at approximately the same time. The Registrant may (but is not obligated to) combine or "bunch" such orders to obtain best execution, to negotiate more favorable commission rates or to allocate equitably among the Registrant's clients differences in prices and commissions or other transaction costs that might have been obtained had such orders been placed independently. Under this procedure, transactions will be averaged as to price and will be allocated among clients in proportion to the purchase and sale orders placed for each client account on any given day. The Registrant shall not receive any additional compensation or remuneration as a result of such aggregation.

Item 13 Review of Accounts

- A. For those clients to whom Registrant provides investment supervisory services, account reviews are conducted on an ongoing basis by one of the Registrant's Principals. All

investment supervisory clients are advised that it remains their responsibility to advise the Registrant of any changes in their investment objectives and/or financial situation. All clients (in person or via telephone) are encouraged to review investment objectives and account performance with the Registrant on an annual basis.

- B. The Registrant *may* conduct account reviews on another than periodic basis upon the occurrence of a triggering event, such as a change in client investment objectives and/or financial situation, market corrections and client request.
- C. Clients are provided with transaction confirmation notices and regular summary account statements directly from the broker-dealer/trust company/mutual fund/custodian for the client accounts. Those clients to whom Registrant provides investment supervisory services will also receive a report from the Registrant summarizing account activity no less than quarterly.

Item 14 Client Referrals and Other Compensation

- A. As referenced in Item 12.A.1 above, the Registrant may receive an indirect economic benefit from *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet*. The Registrant, without cost (and/or at a discount), may receive support services and/or products from *Schwab, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet*.

Registrant's clients do not pay more for investment transactions effected and/or assets maintained at *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet* as a result of this arrangement. There is no corresponding commitment made by the Registrant to *Schwab, Folio, TD Ameritrade, Rydex, Profunds, Trust Company, Placemark, Wells Fargo* and/or *Envestnet* or any other entity to invest any specific amount or percentage of client assets in any specific mutual funds, securities or other investment products as a result of the above arrangement.

The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions that a client or prospective client may have regarding the above arrangement and any corresponding perceived conflict of interest any such arrangement may create.

- B. If a client is introduced to the Registrant by either an unaffiliated or an affiliated solicitor, Registrant may pay that solicitor a referral fee in accordance with the requirements of Rule 206(4)-3 of the Investment Advisors Act of 1940, and any corresponding state securities law requirements. Except as disclosed below, any such referral fee shall be paid solely from the Registrant's investment advisory fee, and shall not result in any additional charge to the client. If the client is introduced to the Registrant by an unaffiliated solicitor, the solicitor, at the time of the solicitation, shall disclose the nature of his/her/its solicitor relationship, and shall provide each prospective client with a copy of the Registrant's written Brochure, together with a copy of the written disclosure statement from the solicitor to the client disclosing the terms of the solicitation arrangement between the Registrant and the solicitor, including the compensation to be received by the solicitor from the Registrant. Unless Registrant agrees to the contrary, in

writing, in the event that the Client is introduced to Registrant by a Solicitor, at all times, the Solicitor (and its representatives) shall be exclusively responsible for: (1) assisting the Client in determining the initial and ongoing suitability for Registrant's portfolios and/or strategies; and, (2) for receiving/ascertaining the Client's directions, notices and instructions, and forwarding them to Registrant in writing. Correspondingly, the Client acknowledges that he/she/they/it shall be responsible for communicating any such directions or instructions directly to Solicitor. Registrant shall be entitled to rely upon any such direction, notice, or instruction (including any information or documentation regarding client's investment objectives, risk tolerances and/or investment restrictions) until it has been duly advised in writing of changes therein. The Client shall hold Registrant harmless if it has acted in reliance upon any information, documentation, direction, notice or instruction referenced to above. Any affiliated solicitor of the Registrant shall disclose the nature of his/her relationship to prospective clients at the time of the solicitation and will provide all prospective clients with a copy of the Registrant have written Brochure.

The Registrant may receive client referrals from unaffiliated investment advisers, pursuant to which the Registrant shall compensate such referring advisers with a portion of the Registrant's investment advisory fee. With respect to client engagements that derive from such referrals, the Registrant may engage the services of an unaffiliated investment manager to assist the Registrant with the investment management process.

Item 15 Custody

The Registrant shall have the ability to have its advisory fee for each client debited by the custodian on a quarterly basis. Clients are provided with transaction confirmation notices and regular summary account statements directly from the broker-dealer/trust company/mutual fund/custodian for the client accounts. Those clients to whom Registrant provides investment supervisory services will also receive a report from the Registrant summarizing account activity no less than quarterly.

Please Note: To the extent that the Registrant provides clients with periodic account statements or reports, the client is urged to compare any statement or report provided by the Registrant with the account statements received from the account custodian. **Please Also Note:** The account custodian does not verify the accuracy of the Registrant's advisory fee calculation.

Item 16 Investment Discretion

The client can determine to engage the Registrant to provide investment advisory services on a discretionary basis. Prior to the Registrant assuming discretionary authority over a client's account, the client shall be required to execute an *Investment Advisory Agreement*, naming the Registrant as the client's attorney and agent in fact, granting the Registrant full authority to buy, sell, or otherwise effect investment transactions involving the assets in the client's name found in the discretionary account.

Clients who engage the Registrant on a discretionary basis may, at anytime, impose restrictions, **in writing**, on the Registrant's discretionary authority (i.e. limit the

types/amounts of particular securities purchased for their account, exclude the ability to purchase securities with an inverse relationship to the market, limit or proscribe the Registrant's use of margin, etc.).

Item 17 Voting Client Securities

- A. Except for assets invested in the CMG SR Tactical Bond Fund, the CMG Global Equity Fund and the CMG Tactical Futures Strategy Fund (*see* below) and accounts managed by sub-advisors (for which the sub-advisor will generally retain proxy voting responsibility), clients maintain exclusive responsibility for: (1) directing the manner in which proxies solicited by issuers of securities beneficially owned by the client shall be voted, and (2) making all elections relative to any mergers, acquisitions, tender offers, bankruptcy proceedings or other type events pertaining to the client's investment assets.

Registrant serves as an advisor to the CMG SR Tactical Bond Fund, the CMG Global Equity Fund and the CMG Tactical Futures Strategy Fund. Registrant has adopted proxy voting policies and procedures as required by Rule 206(4)-6 of the Investment Advisers Act of 1940. These policies and procedures are effective as of May 1, 2009. As a matter of policy and as a fiduciary, Registrant has responsibility for voting proxies for portfolio securities consistent with the best economic interests of the Fund, portfolios and clients. Registrant maintains written policies and procedures as to the handling, research, voting and reporting of proxy voting and makes appropriate disclosures about our firm's proxy policies and practices. Registrant's policy and practice includes the responsibility to monitor corporate actions, receive and vote client proxies and disclose any potential conflicts of interest as well as making information available to clients about the voting of proxies for their portfolio securities and maintaining relevant and required records.

- B. Unless set forth in Item 17.A above to the contrary, clients will receive their proxies or other solicitations directly from their custodian. Clients may contact the Registrant to discuss any questions they may have with a particular solicitation.

Item 18 Financial Information

- A. The Registrant does not solicit fees of more than \$1,200, per client, six months or more in advance.
- B. The Registrant is unaware of any financial condition that is reasonably likely to impair its ability to meet its contractual commitments relating to its discretionary authority over certain client accounts.
- C. The Registrant has not been the subject of a bankruptcy petition.

ANY QUESTIONS: The Registrant's Chief Compliance Officer, PJ Grzywacz, remains available to address any questions that a client or prospective client may have regarding the above disclosures and arrangements.

Item 1 Cover Page

A.

Stephen B. Blumenthal

CMG Capital Management Group, Inc.

Brochure Supplement

Dated 3/1/2014

Contact: PJ Grzywacz, Chief Compliance Officer
1000 Continental Drive, Suite 570
King of Prussia, PA 19406

B.

This brochure supplement provides information about Stephen B. Blumenthal that supplements the CMG Capital Management Group, Inc. brochure. You should have received a copy of that brochure. Please contact PJ Grzywacz, Chief Compliance Officer if you did *not* receive CMG Capital Management Group, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Stephen B. Blumenthal is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 Education Background and Business Experience

Stephen B. Blumenthal was born in 1961. Mr. Blumenthal graduated from Penn State University in 1983, with a Bachelor of Science degree in Accounting. Mr. Blumenthal served as President of CMG Capital Management Group, Inc. from 1994 to 2012. Mr. Blumenthal has served since 1994 and currently serves as CEO of CMG Capital Management Group, Inc. Mr. Blumenthal was also Managing Director of CMG Investment Advisors, Inc. from 2004 to 2012 and President of CMG Advisors, Inc. from 1999 to 2012. Both affiliated advisors have closed and have withdrawn registration as of December 2012.

Item 3 Disciplinary Information

None.

Item 4 Other Business Activities

- A. The supervised person is not actively engaged in any other investment-related businesses or occupations.
- B. The supervised person is not actively engaged in any non-investment-related business or occupation for compensation.

Item 5 Additional Compensation

None.

Item 6 Supervision

The Registrant provides investment advisory and supervisory services in accordance with the Registrant's policies and procedures manual. The primary purpose of the Registrant's Rule 206(4)-7 policies and procedures is to comply with the requirements of supervision requirements of Section 203(e)(6) of the Investment Advisor's Act ("*Act*"). The Registrant's Chief Compliance Officer, PJ Grzywacz, is primarily responsible for the implementation of the Registrant's policies and procedures and overseeing the activities of the Registrant's supervised persons. Should an employee or investment adviser representative of the Registrant have any questions regarding the applicability/relevance of the *Act*, the Rules thereunder, any section thereof, or any section of the policies and procedures, he/she should address those questions with the Chief Compliance Officer. Should a client have any questions regarding the Registrant's supervision or compliance practices, please contact Mr. Grzywacz can be reached at (610) 989-9090.

Item 1 Cover Page

A.

Jason T. Wilder

CMG Capital Management Group, Inc.

Brochure Supplement

Dated 3/1/2014

Contact: PJ Grzywacz, Chief Compliance Officer
1000 Continental Drive, Suite 570
King of Prussia, PA 19406

B.

This brochure supplement provides information about Jason T. Wilder that supplements the CMG Capital Management Group, Inc. brochure. You should have received a copy of that brochure. Please contact PJ Grzywacz, Chief Compliance Officer if you did *not* receive CMG Capital Management Group, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Jason T. Wilder is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 Education Background and Business Experience

Jason T. Wilder was born in 1972. Mr. Wilder graduated from Eckerd College in 1994, with a Bachelor of Science degree in Management. Mr. Wilder has been Managing Director since 2008. From 2007 to 2012, Mr. Wilder served as Senior Vice President of Operations of CMG Capital Management Group, Inc. Mr. Wilder has served as Executive Vice President of Business Development / Key Accounts since April 2012.

Item 3 Disciplinary Information

None.

Item 4 Other Business Activities

A. The supervised person is not actively engaged in any other investment-related businesses or occupations.

- B. The supervised person is not actively engaged in any non-investment-related business or occupation for compensation.

Item 5 Additional Compensation

None.

Item 6 Supervision

The Registrant provides investment advisory and supervisory services in accordance with the Registrant's policies and procedures manual. The primary purpose of the Registrant's Rule 206(4)-7 policies and procedures is to comply with the requirements of supervision requirements of Section 203(e)(6) of the Investment Advisor's Act ("*Act*"). The Registrant's Chief Compliance Officer, PJ Grzywacz, is primarily responsible for the implementation of the Registrant's policies and procedures and overseeing the activities of the Registrant's supervised persons. Should an employee or investment adviser representative of the Registrant have any questions regarding the applicability/relevance of the *Act*, the Rules thereunder, any section thereof, or any section of the policies and procedures, he/she should address those questions with the Chief Compliance Officer. Should a client have any questions regarding the Registrant's supervision or compliance practices, please contact Mr. Grzywacz can be reached at (610) 989-9090.

Item 1 Cover Page

A.

Avi J. Rutstein

CMG Capital Management Group, Inc.

Brochure Supplement

Dated 3/1/2014

**Contact: PJ Grzywacz, Chief Compliance Officer
1000 Continental Drive, Suite 570
King of Prussia, PA 19406**

B.

This brochure supplement provides information about Avi J. Rutstein that supplements the CMG Capital Management Group, Inc. brochure. You should have received a copy of that brochure. Please contact PJ Grzywacz, Chief Compliance Officer if you did *not* receive CMG Capital Management Group, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Avi J. Rutstein is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 Education Background and Business Experience

Avi J. Rutstein was born in 1975. Mr. Rutstein graduated from Pennsylvania State University in 1997, with a Bachelor of Science degree in Management. Mr. Rutstein has been Vice President of Business Development of CMG Capital Management Group, Inc. since 2006.

Item 3 Disciplinary Information

None.

Item 4 Other Business Activities

- A. The supervised person is not actively engaged in any other investment-related businesses or occupations.
- B. The supervised person is not actively engaged in any non-investment-related business or occupation for compensation.

Item 5 Additional Compensation

None.

Item 6 Supervision

The Registrant provides investment advisory and supervisory services in accordance with the Registrant's policies and procedures manual. The primary purpose of the Registrant's Rule 206(4)-7 policies and procedures is to comply with the requirements of supervision requirements of Section 203(e)(6) of the Investment Advisor's Act ("*Act*"). The Registrant's Chief Compliance Officer, PJ Grzywacz, is primarily responsible for the implementation of the Registrant's policies and procedures and overseeing the activities of the Registrant's supervised persons. Should an employee or investment adviser representative of the Registrant have any questions regarding the applicability/relevance of the *Act*, the Rules thereunder, any section thereof, or any section of the policies and procedures, he/she should address those questions with the Chief Compliance Officer. Should a client have any questions regarding the Registrant's supervision or compliance practices, please contact Mr. Grzywacz can be reached at (610) 989-9090.

Item 1 Cover Page

A.

Michael F. Sciortino, Sr.

CMG Capital Management Group, Inc.

Brochure Supplement

Dated 3/1/2014

Contact: PJ Grzywacz, Chief Compliance Officer
1000 Continental Drive, Suite 570
King of Prussia, PA 19406

B.

This brochure supplement provides information about Michael F. Sciortino, Sr. that supplements the CMG Capital Management Group, Inc. brochure. You should have received a copy of that brochure. Please contact PJ Grzywacz, Chief Compliance Officer if you did *not* receive CMG Capital Management Group, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Michael F. Sciortino, Sr. is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 Education Background and Business Experience

Born in 1960, Mr. Sciortino graduated from the University of New Orleans in 1982 with a Bachelor of Science degree in Finance. From May 1990-March 2003, Mr. Sciortino was Regional Vice President with OppenheimerFunds. From March 2003 through March 2012, Mr. Sciortino was Managing Partner with Present RBI, LLC. Mr. Sciortino has been Executive Vice President, Managing Director, Head of Distribution of CMG Capital Management Group, Inc. since April 2012.

Item 3 Disciplinary Information

None.

Item 4 Other Business Activities

- A. The supervised person is not actively engaged in any other investment-related businesses or occupations.
- B. The supervised person is not actively engaged in any non-investment-related business or occupation for compensation.

Item 5 Additional Compensation

None.

Item 6 Supervision

The Registrant provides investment advisory and supervisory services in accordance with the Registrant's policies and procedures manual. The primary purpose of the Registrant's Rule 206(4)-7 policies and procedures is to comply with the requirements of supervision requirements of Section 203(e)(6) of the Investment Advisor's Act ("*Act*"). The Registrant's Chief Compliance Officer, PJ Grzywacz, is primarily responsible for the implementation of the Registrant's policies and procedures and overseeing the activities of the Registrant's supervised persons. Should an employee or investment adviser representative of the Registrant have any questions regarding the applicability/relevance of the *Act*, the Rules thereunder, any section thereof, or any section of the policies and procedures, he/she should address those questions with the Chief Compliance Officer. Should a client have any questions regarding the Registrant's supervision or compliance practices, please contact Mr. Grzywacz can be reached at (610) 989-9090.

Item 1 Cover Page

C.

Kevin M. Auerbach, ChFC, CLU

CMG Capital Management Group, Inc.

Brochure Supplement

Dated 3/1/2014

**Contact: PJ Grzywacz, Chief Compliance Officer
1000 Continental Drive, Suite 570
King of Prussia, PA 19406**

D.

This brochure supplement provides information about Kevin M. Auerbach that supplements the CMG Capital Management Group, Inc. brochure. You should have received a copy of that brochure. Please contact PJ Grzywacz, Chief Compliance Officer if you did *not* receive CMG Capital Management Group, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Kevin M. Auerbach is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 Education Background and Business Experience

Born in 1969, Mr. Auerbach graduated from Temple University in 1992 with a Bachelor of Science degree in the dual majors of Risk Management and Insurance and Law. From 1995 to 2013 Mr. Auerbach was the Principal and President of KMA Financial Group, LLC. Mr. Auerbach has been an Investment Adviser Representative of CMG Capital Management Group, Inc. since January 2014.

Item 3 Disciplinary Information

None.

Item 4 Other Business Activities

C. The supervised person is not actively engaged in any other investment-related businesses or occupations.

- D. The supervised person is not actively engaged in any non-investment-related business or occupation for compensation.

Item 5 Additional Compensation

None.

Item 6 Supervision

The Registrant provides investment advisory and supervisory services in accordance with the Registrant's policies and procedures manual. The primary purpose of the Registrant's Rule 206(4)-7 policies and procedures is to comply with the requirements of supervision requirements of Section 203(e)(6) of the Investment Advisor's Act ("*Act*"). The Registrant's Chief Compliance Officer, PJ Grzywacz, is primarily responsible for the implementation of the Registrant's policies and procedures and overseeing the activities of the Registrant's supervised persons. Should an employee or investment adviser representative of the Registrant have any questions regarding the applicability/relevance of the *Act*, the Rules thereunder, any section thereof, or any section of the policies and procedures, he/she should address those questions with the Chief Compliance Officer. Should a client have any questions regarding the Registrant's supervision or compliance practices, please contact Mr. Grzywacz can be reached at (610) 989-9090.