



Item 1: Cover Page for Part 2A of Form ADV Investment Advisor Brochure

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This Form ADV Part 2A ("Brochure") gives information about the investment advisor and its business for the use of clients and prospective clients. If you have any questions about the contents of this Brochure, please contact us using one of the methods listed above. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission ("SEC") or by any state securities authority. Registration of an investment advisor does not imply any certain level of skill or training.

Additional information about our firm is available on the SEC's website at: www.adviserinfo.sec.gov.

Item 2. Material Changes

Exceed Advisory LLC (“Exceed,” “we,” “us,” “our”) is required to advise clients and prospective clients of any material changes to our Firm Brochure (“Brochure”) from our last annual update. We became registered as an investment advisor in May of 2014 and previously operated under an exemption that made preparation and delivery of a Brochure unnecessary. Because we have expanded our business model, we are now required to prepare and deliver a Brochure to clients and prospective clients. Accordingly, this is our first Brochure. In the future, we will use this section to identify material changes that may take place between annual updates.

Clients will receive an annual summary of any material changes to this and subsequent Brochures no later than April 30, which is 120 days after our fiscal year-end. At that time we will offer a copy of our most current Disclosure Brochure. We will also promptly provide ongoing disclosure information about material changes as necessary.

Last Annual Amendment Filing: Not applicable

Item 3. Table of Contents

Item 1: Cover Page for Part 2A of Form ADV Investment Advisor Brochure.....	1
Item 2. Material Changes.....	2
Item 3. Table of Contents.....	3
Item 4. Advisory Business	4
Item 5. Fees & Compensation.....	5
Item 6. Performance-Based Fees & Side-By-Side Management.....	6
Item 7. Types of Clients & Account Requirements	6
Item 8. Methods of Analysis, Investment Strategies & Risk of Loss	7
Item 9. Disciplinary Information	8
Item 10. Other Financial Industry Activities & Affiliations.....	8
Item 11. Code of Ethics, Participation or Interest in Client Transactions & Personal Trading	9
Item 12. Brokerage Practices	10
Item 13. Review of Accounts	11
Item 14. Client Referrals & Other Compensation	11
Item 15. Custody.....	11
Item 16. Investment Discretion	11
Item 17. Voting Client Securities.....	12
Item 18. Financial Information.....	12

Item 4. Advisory Business

Description of Firm and Principal Owners

We became registered with the SEC as an investment advisor in May of 2014. We are a wholly-owned subsidiary of Exceed Holdings, LLC, which was formed in 2013. Our CEO, Joseph Halpern, is also the CEO of Exceed Holdings and owns 50% of that company. No other individual or entity owns more than 25% of Exceed Advisory.

Our Advisory Services

Our advisory business is built on creating structured investments in a variety of different vehicles. We do not provide general portfolio management, nor do we advise on general market news or conditions, or recommend particular securities.

Our advice is limited to creating structured investments and the use of those structured investments in different types of investment vehicles, including separately managed accounts (“SMA”), mutual funds, and exchange traded funds (“ETF”). A “structured investment” is a passive investment strategy that targets a specific risk/reward trade-off. In our context, the structured investment is typically a combination of fixed income (debt) instruments and derivatives (primarily index options).

When providing advice to clients, we implement a structured investment based on the client’s needs and an appropriate strategy resulting from those needs. For example, the client may indicate that it seeks enhanced exposure to the S&P 500 or to specific overseas markets. We would then gather additional data, such as desired term and types of exposure (e.g., 1.5x, 2x, etc.) and formulate our advice accordingly.

Our structured investments generally use a combination of listed options and fixed income securities. These are by definition term investments because they expire (in the case of options) or mature (in the case of fixed income securities). Upon expiration or maturity, we establish new structured investments based on the original client criteria.

How We Tailor our Services; Client Ability to Restrict Investments

To the extent we are offering advice to a mutual fund or an ETF, our advice will conform to the management agreement in place between us and the fund or ETF. Investors in the mutual funds or ETFs are not permitted to restrict investments in those vehicles.

When providing advice to SMAs, our services are tailored to the client’s needs and are responsive to the specific concerns the client hopes to address through a structured investment.

In all cases, our advice will generally be limited to structured investments and the use of debt instruments and options. Within that framework, we will work with our clients to address any investment restrictions that may exist. In addition to the structured solutions we implement, we also retain the ability to invest in other securities, to the extent consistent with our obligations under the advisory agreement and in

accordance with the client's objectives. Client accounts will routinely hold cash or equivalents, and we may use our discretionary authority to invest in other securities, as we deem appropriate. SMA clients may provide direction to us or impose restrictions regarding our investment in other securities.

Wrap Fee Programs

We don't participate in wrap fee programs. All clients pay separately for investment advice and trade execution.

Assets Under Management

We manage all client assets on a discretionary basis. As of September 30, 2014, we have zero assets under management.

Item 5. Fees & Compensation

This section describes our brokerage, custody, fees and fund expenses so you will know how much you are charged and by whom for our advisory services provided to you.

Fee Schedule

When advising a mutual fund or ETF, our advisory fees are determined by the advisory agreement between Exceed and the fund or ETF. This agreement is approved by the fund board of directors or trustees, and the fees are disclosed in the prospectus and statement of additional information. These fees are not negotiable by end investors.

Our fees for advising SMAs are negotiable and are targeted at between 85 and 125 basis points (.0085 and .0125) annually.

Fee Payment

Our fees for advising funds and ETFs are deducted directly from fund/ETF assets and are included in the security's internal expense ratio.

Our fees for advising SMAs are deducted directly from client accounts. We deduct our fees first from available cash, and then by liquidating a portion of the portfolio (if required).

In some cases, we may act as a sub-adviser and would not have a direct agreement with the end client. In this case, we would be paid as determined by the primary advisor.

Other Fees and Expenses

SMA clients are responsible for all custodial fees, execution costs, and transaction fees, including commissions. See Item 12, which discusses our Brokerage Practices, for more information.

For mutual funds or ETFs, other fees and expenses are disclosed in the prospectus for the particular security.

SMA Fees Payable in Advance

Our SMA advisory fees are payable quarterly in advance. Upon termination prior to the end of the billing period, clients will receive a pro-rata refund of any pre-paid fees. The refund due is based on the daily billing rate. For example, $\text{AUM @ end of period} \times (.0085/360)$ multiplied by the number of days remaining in the period.

SMA fees are calculated for the upcoming period based on the prior quarter-end value in the account. The account custodian selected by the client will provide a period-ending value to us, which we will use to determine the quarterly fee. Account valuation is obtained by aggregating the value of the individual holdings in the portfolio. If applicable, the absolute value of any short position is added to the total account value. We rely on underlying valuations provided by the custodian and do not independently verify or obtain pricing data. We do, however, periodically sample the values obtained from the custodian and test prices against our expectations. In cases where we believe the custodian or the custodian's pricing service has mispriced client holdings, we will request an adjustment by the custodian.

Compensation for the Sale of Other Products

No one associated with Exceed Advisory receives commissions or other fees for the sale of securities products, including the funds or ETFs we may advise. The firm does have bonus agreements in place with its employees that take into account the firm's overall profitability, as well as its success in meeting revenue and asset-under-management growth targets.

We maintain an affiliated broker-dealer, Exceed Securities LLC, and employees of Exceed are dually-registered with the broker-dealer for regulatory purposes. As a matter of policy, we do not direct transactions for execution to Exceed Securities.

Item 6. Performance-Based Fees & Side-By-Side Management

Performance-based fees are fees that increase when the performance of the account exceeds certain pre-determined levels. This is a common fee arrangements for hedge funds and other pooled investment vehicles. Side-by-side management results when an advisor manages both accounts that are charged a performance-based fee and accounts that are not charged a performance-based fee.

We do not accept performance-based fees and do not engage in side-by-management.

Item 7. Types of Clients & Account Requirements

We generally provide advice to the following types of clients:

- Registered Investment Companies
- Institutions
- Other advisers
- High net worth individuals

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

- A. Our advice revolves around alignment of client investment needs with structured investments that should deliver defined outcomes that meet those investment needs. Of course, investing in securities involves risk of loss that clients should be prepared to bear.
- B. Most of our strategies employ a combination of fixed income securities and derivatives to achieve a particular defined outcome after a set amount of time. Risks that can affect a client's investment include:
 - Our mistakes in portfolio construction or trade execution of securities
 - Defaults by fixed income issuers or derivative issuers
 - Unusual market events or environments that affect pricing and liquidity of purchased securities
- C. Some of the more general risks of the equity markets, options, and fixed income securities are described below.

Equity Risk: Many of Exceed's strategies are developed based on assessment of risk relative to the equity markets. Exceed's strategies generally attempt to provide specific limits to either one or both of upside and downside participation in the markets. This means that investors in Exceed's strategies may experience markedly different performance than investors in a broad-based index fund, for example. Investments in equity securities generally involve a high degree of risk. Prices are volatile and market movements are difficult to predict. These price movements may result from factors affecting individual companies or industries. Price changes may be temporary or last for extended periods. In addition to, or in spite of, the impact of movements in the overall stock market, the value of investments may decline if the particular investments within the portfolio do not perform well in the market. Prices of growth stocks may be more sensitive to changes in current or expected earnings than prices of other stocks. Prices of stocks may fall or fail to appreciate regardless of movements in securities markets. A higher turnover rate, or increased trading may result in higher transactions costs and higher taxes in taxable accounts and may also affect the strategies' overall performance.

Market Liquidity Risks: The value of securities held in client accounts that are traded on exchanges and the risks associated with holding these positions vary in response to events that affect asset markets in general. Market disruptions such as those that occurred in 1987, in

September 2001, and more recently the “Flash Crash” in May 2010 (the biggest one-day point decline, 998.5 points, on an intraday basis in Dow Jones Industrial average history) could lead to violent price swings in securities held within client portfolios and could limit the ability to buy or sell securities. Liquidity risks can result in substantial losses.

Options/Derivatives: Purchasing a long option gives the buyer the right, but not the obligation, to buy or sell a particular security at a specified price before the expiration date of the option. When an investor writes (or sells) an option, the investor is obligated to deliver to the buyer of the option a specified number of shares (or the calculated money difference) if the buyer exercises the option. The seller receives a premium in exchange for writing the option. The potential loss on short (naked) options is hypothetically unlimited. We limit this risk in constructing the components of our structured solutions. Options are wasting assets and expire at pre-determined dates. Commission charges for options transactions may be higher than the charges assessed for other assets, such as individual equities.

Fixed Income Risks: investments in fixed income securities represent numerous risks such as credit, interest rate, reinvestment, and prepayment risk, all of which affect their price/value. These risks represent the potential for significant price volatility. In general, securities with longer maturities are more sensitive to price changes. Price and yield are inversely related. This means that when interest rates rise, the prices of outstanding bonds fall. Bond markets have experienced extended periods of historically low interest rates. Should interest rates rise in the future, there is significant risk of decline in the value of current bond holdings. If held to maturity, however, intervening price fluctuations should not be a significant factor. For corporate bonds (which are frequently used in Exceed’s strategies) prices may be especially sensitive to developments affecting the company’s business and to changes in the ratings assigned by rating agencies. The prices of high-yield, fixed income securities fluctuate more than high-quality debt issues. High-yield securities can experience sudden and sharp price swings due to changes in economic conditions, stock market activity, large sales by major investors, default, or other factors. In the event of a default, the investment may suffer a partial or total loss.

Item 9. Disciplinary Information

We are required to disclose specific legal or disciplinary events that are material to a client’s or prospective client’s evaluation of our advisory business or the integrity of our management. We have no events to disclose in response to this item.

Item 10. Other Financial Industry Activities & Affiliations

We are affiliated with Exceed Securities LLC, a registered broker-dealer and a member of FINRA. Key management personnel of Exceed Advisory are also registered with Exceed Securities and provide management services to that entity.

We do not recommend transactions as an advisor that we then refer to our affiliated broker-dealer for execution due to the potential for a conflict of interest between providing investment advice for a fee and executing securities transactions for a commission. Because our affiliate does not execute trades or receive commission based on our advice, we believe we have effectively mitigated the conflict of interest.

An affiliated company, Exceed Indexes, LLC, publishes indexes based on our structured product approach and philosophy. To the extent Exceed Advisory recommends a client solution requiring the license of an index from Exceed Indexes, any fees associated with the license will be borne exclusively by Exceed Advisory from Exceed Advisory's revenues, and not by the client to avoid a conflict of interest between providing investment advice for a fee and licensing the index. Because our affiliate does receive revenue from our clients, we believe we have effectively mitigated the conflict of interest.

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

We have adopted a Code of Ethics ("Code") designed to make clear that our fiduciary duties to clients are foundational to all of our business activities. An important part of the Code includes our policies concerning personal trading by our associates, and the need to put client investment needs ahead of personal investment considerations. All of our supervised persons must read and agree to abide by the Code of Ethics and to submit regular reports concerning their personal securities holdings and transactions.

A copy of the Code is available upon request by calling or emailing Margaret Powell at (929) 224-2990 or info@exceedinvestments.com.

Our associates may well invest in the same securities and structured investments in which our clients invest. The securities that comprise our structured products are generally liquid and widely available. We do not believe that personal trading by our associates is likely to affect the price of the securities or to restrict access to any investment by our clients.

Nonetheless, we generally require that our associates not trade in securities under consideration by Exceed, and that associate trades be aggregated with client trades (to permit simultaneous execution) or placed after client trades. We do provide a *de minimus* exemption for personal trades that result in an open long or short position valued at not more than \$10,000.

Item 12. Brokerage Practices

Factors in Selecting or Recommending Brokers

In selecting or recommending broker-dealers for client transactions, our primary objectives are competitive commission rates and best execution. Factors taken into account include the price of the security, commissions paid on the transaction, the efficiency and cooperation with which the transaction is effected, the expediency of settlement, and the financial strength and stability of the broker, if applicable. We may negotiate commissions at a rate in excess of the amount another broker would have charged if we determine in good faith that the overall net economic result is favorable to the client. We evaluate whether brokerage commissions are reasonable based upon available information about the general level of commissions paid by similar clients (e.g., institutional clients) for comparable services.

We do not consider whether a broker-dealer has sold our affiliated funds or ETFs in deciding whether to use that broker for trade execution. We also do not consider whether the broker has referred clients to us.

Our best execution committee reviews quarterly the quality of executions using information received from our executing brokers, as well as other data that permit us to conduct a qualitative review.

We do not receive research or other products or services, other than execution, from any broker-dealer or third party in connection with client securities transactions.

In cases where we act as sub-advisor, we generally do not have control over brokerage decisions and typically execute transactions as directed by the primary advisor's policies and procedures.

Directed Brokerage

Clients may direct us to execute trades through specific broker-dealers. However, where this occurs we may not be able to achieve the most favorable execution. Client decisions to direct brokerage may therefore cost the client more money because the client may pay higher brokerage commission than we would otherwise pay, we may not be able to aggregate the client's orders with other orders to obtain transaction-cost discounts, and the client may receive less favorable execution prices.

Aggregated Transactions

We routinely aggregate orders for the purchase or sale of securities for various client accounts. This permits us to lower transaction costs and effectively manage our best execution obligations. Where we aggregate orders, all clients who participate in the aggregated orders will receive a single average price and the commissions for the transaction will be allocated pro-rata across all participating client accounts. As discussed in Item 11, above, we may also permit our employees and other affiliated persons to participate in aggregated transactions. We believe this helps us to minimize conflicts by ensuring that our employees do not achieve an advantage over clients.

Item 13. Review of Accounts

Overall holdings and strategies are reviewed continuously. Specific reviews of individual accounts are conducted quarterly by Joseph Halpern, CEO, and Gregg Stuart, a member of our Capital Markets team, to ensure that investments are made in accordance with our agreement with the client.

We do not provide statements separate from those delivered by the client's qualified custodian.

Item 14. Client Referrals & Other Compensation

We use unaffiliated solicitors to refer clients to us. These solicitors will receive a portion of our advisory fees for successful referrals. All clients referred by a solicitor will receive a disclosure document describing the arrangement and the compensation to be paid. The solicitor is also required to deliver our Brochure. In no event will the solicitation arrangement result in higher management fees to the client; instead we reduce the amount of fees we retain by sharing a portion with the referring solicitor.

Item 15. Custody

We do not have custody of client funds or securities, except as a result of our ability to deduct fees directly from client accounts. The qualified custodian selected by the client sends quarterly, or more frequent, account statements directly to all clients. In some cases, we may also send statements describing performance or related information. We urge clients to carefully compare the account statements they receive from the qualified custodian with those they receive from us, and to notify us right away of any problems.

Item 16. Investment Discretion

Our advisory agreements with clients grant us discretionary authority and contain a limited power of attorney describing this authority. We will not implement any discretionary power prior to the execution of an appropriate advisory agreement.

Clients do not generally have the ability to limit our discretionary authority, however we will execute our authority in accordance with the advisory agreement, and in accordance with the client's investment objectives.

Item 17. Voting Client Securities

Proxies are typically voted by equity shareholders. Because our investment advice is generally limited to solutions comprised of debt instruments and listed options, we do not anticipate that we will be required to vote proxies on behalf of clients. Should we be required to do so, however, our standard policy for SMAs is to vote in accordance with management, and we allow clients to direct our voting. In the case of funds or ETFs, we will vote proxies in accordance with the proxy voting policies established by the applicable Board of Trustees and will rely on those policies in the unlikely event we are called upon to vote a proxy.

Clients may request information about how we voted specific proxies, as well as obtain a copy of our proxy voting policies and procedures, by emailing or calling us.

Item 18. Financial Information

We do not require or solicit prepayment of more than \$1,200 in fees per client, six months or more in advance, and are therefore not required to provide a balance sheet.