



Green Alpha Advisors, LLC

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Form ADV Part 2: Firm Brochure

Item 1: Cover Page

Date Updated: March 23, 2015

This brochure provides information about the qualifications and business practices of Green Alpha Advisors, LLC. If you have any questions about the contents of this brochure, please contact our Chief Compliance Officer, Jeremy Deems, at 303-993-7856 or jeremy@greenalphaadvisors.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 Green Alpha Advisors, LLC also is available on the SEC's website at www.adviserinfo.sec.gov.

Item 2: Material Changes

The following items are material changes since the last update of this brochure, dated March 24, 2014.

Retired Partner: Effective October 31, 2014, Mr. Robert Muir, Partner and Senior Vice President retired from his day-to-day duties at Green Alpha Advisors. Mr. Muir remains an owner of Green Alpha Advisors.

New Partners: On January 1, 2015, Mr. Jake Raden joined Green Alpha Advisors as Vice President of Research and Data Systems. Mr. Raden's primary responsibilities include stock research, data and portfolio analytics and technology systems. Mr. Raden is a member of the Investment Committee and an ownership partner in Green Alpha Advisors, LLC.

On January 20, 2015, Ms. Betsy Moszeter joined Green Alpha Advisors as Chief Operating Officer. Ms. Moszeter's primary responsibilities include the oversight and management of the operational aspects of Green Alpha Advisors. Ms. Moszeter is a member of the Executive Team and is an ownership partner in Green Alpha Advisors, LLC.

Removal of Part 2A Item 19, Addition of Part 2B: Item 19 was removed from Form ADV Part 2A and Part 2B was added because Green Alpha Advisors withdrew its registration with the Colorado Division of Securities on November 24, 2014 pursuant to registering with the U.S. Securities and Exchange Commission ("SEC").

Item 3: Table of Contents

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Item 4: Advisory Business

- A. Green Alpha Advisors was founded in July 2007. Its principal owners are:

| Name | Ownership % 12/31/2014 |
|--------------------------|-----------------------------------|
| Jeremy W. Deems | 25.16% |
| Garvin F. Jabusch | 25.16% |

Green Alpha Advisors offers investment advisory services to our clients in the form of separately managed accounts and one no-load mutual fund, the Shelton Green Alpha Fund (NEXTX). Our portfolios are equity strategies that invest primarily in exchange-listed securities, securities traded over-the-counter and foreign issuers whose securities trade in the U.S. in the form of American Depositary Receipts (ADR). The Green Alpha Global Enhanced Equity Income Portfolio may invest in non-U.S. equity securities in the form of ordinary and preferred shares traded on international exchanges.

- B. Green Alpha Advisors is an asset management firm, choosing equity securities to build portfolios for our clients. We do not provide financial planning services, nor do we advise clients in the selection of investments not managed by Green Alpha Advisors.
- C. Green Alpha Advisors does offer the ability to tailor our investment advisory services to clients. On a client-by-client basis, we may allow clients to impose restrictions on investing in certain securities or types of securities.
- D. Green Alpha Advisors has not and does not currently participate in any wrap fee programs.
- E. Client assets under management: As of February 28, 2014, we manage \$37,097,085 on a discretionary basis. We do not currently manage any assets on a non-discretionary basis.

Item 5: Fees and Compensation

- A. Green Alpha Advisors charges an investment management fee based on a percentage of assets under management. The following is a summary of our standard management fee schedule for each of our portfolio strategies available via separately managed accounts:

| Green Alpha Next Economy Index | 0.95% |
|--|-------|
| Green Alpha Growth and Income Portfolio | 1.50% |

| | |
|--|-------|
| Green Alpha Global Enhanced Equity Income Portfolio | 1.50% |
| Green Alpha Select Solar Portfolio | 1.50% |
| Sierra Club Green Alpha Portfolio: | |
| Account size \$10,000 to \$49,999 | 1.95% |
| Account size \$50,000 to \$99,999 | 1.70% |
| Account size \$100,000 and up | 1.50% |

All fees are negotiated on a client-by-client basis, depending such details as, but not limited to, type of client/account, account size and service requirements.

Mutual Fund: As sub-advisor to the Shelton Green Alpha Fund (ticker: NEXTX), Green Alpha Advisors receives a management fee calculated at an annual rate of 0.50% of average daily net assets under management in the Fund. The fees received by Green Alpha Advisors as sub-advisor to the Shelton Green Alpha Fund, as well as fees paid to other services providers to the fund (e.g. custody, advisor, administration, transfer agent, accounting, legal, etc.), are described in detail in the registration statement and/or financial statements of the Fund. These documents are available here: <http://sheltoncap.com/mutual-funds/domestic-equity/shelton-green-alpha-fund-fossil-free-investing/>

- B. For separately managed accounts, investment advisory fees are charged quarterly in arrears pursuant to the annual basis point fee schedule agreed upon with each client in the Investment Management Agreement. The quarterly fee for each account is equal to ¼ of the annual fee rate calculated pursuant to each account's or each client's investment management agreement. Depending on that agreement and the custodian selected by the client, the quarterly fee may be charged by applying the basis point fee schedule to the average daily value or average month-end value of the account (i.e. calendar quarter) or on the last trading day before the Investment Management Agreement is terminated. Quarterly fees are billed in arrears for each calendar quarter and payable within 30 days. Earned and unpaid fees are payable immediately upon termination of the Managed Account Agreement. Quarterly fees are prorated as appropriate for initial quarter and upon termination. Fees are generally deducted directly from clients' accounts unless otherwise agreed to in the Investment Management Agreement.
- C. In addition to the investment advisory fees, clients may incur asset-based and/or transactional costs related to the buying and selling of securities in their accounts. These costs are charged by the custodian. See Item 12 of this brochure for more information regarding brokerage and transaction costs.
- D. Clients do not pay investment management fees in advance to Green Alpha Advisors. All management fees received by Green Alpha Advisors are in arrears.

- E. Green Alpha Advisors’ employees do not accept compensation for the sale of securities or other investment products.

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

Green Alpha Advisors does not charge or accept performance-based fees.

Item 7: Types of Clients

Green Alpha Advisors currently provides and may provide investment advisory services to many types of investors, including: individuals, trusts, investment companies, pension and profit sharing plans, estates, non-profit organizations, corporations, Taft-Hartley plans, municipalities, public funds and financial advisors. We generally require the following minimum account size for our separate accounts as follows:

| Strategy Name | Minimum Account Size |
|--|-----------------------------|
| Green Alpha Next Economy Index | \$100,000 |
| Green Alpha Global Enhanced Equity Income Portfolio | \$250,000 |
| Green Alpha Growth and Income Portfolio | \$100,000 |
| Green Alpha Select Solar Portfolio | \$100,000 |
| Sierra Club Green Alpha Portfolio | \$10,000 |

Green Alpha Advisors’ advises at least one client account his is governed by the Employee Retirement Income Security Act (“ERISA”). As such, Green Alpha Advisors manages all client accounts in accordance with the fiduciary standards required under ERISA. Green Alpha Advisors manages client assets consistent with the “prudent man rule,” exercises proxy voting authority (except for the Shelton Green Alpha Fund) if not retained by a plan fiduciary, maintains any ERISA bonding that may be required, and obtains written investment guidelines/policy statements, as appropriate.

The Shelton Green Alpha Fund currently has one class with investment minimums of \$1,000 for taxable accounts and \$500 for IRA accounts with an automatic investment plan.

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

- A. We use the term "Next Economy" frequently at Green Alpha Advisors, so the best way to introduce our investment thesis is to define the term. By Next Economy we mean the economy as it must exist in the future to make human civilization function within Earth's environment. And functionally, it means that we invest in the leading companies that are providing solutions to the most critical crises confronting the environment and therefore the economy and civilization.

All products in our suite of Next Economy investment portfolios have two things in common. Each is designed to give clients an innovative option in how they would like to engage in green equity investing, and each employs a careful, rigorous research process.

In translating a vision of the Next Economy to portfolio construction, we begin with a high-level definition of what constitutes a sustainable, Next Economy firm. Next Economy companies are market leaders both in adding economic efficiencies (more economic output for less material and capital inputs) and responding to the challenges presented by a warming, increasingly populous, resource-constrained world. Through technology and innovation, these companies have the potential to deliver strategic growth via opportunities in all economic sectors, most crucially in, but not limited to: transportation, communications, commerce, infrastructure, materials, energy, agriculture and water.

With that definition in mind, the Next Economy is further comprised of enterprises that:

1. are powered by energies and use material inputs that have not had demonstrable deleterious impacts on global economic underpinnings (macroeconomic or environmental);
2. present better-than-legacy-economy opportunities to keep national and international production functions running closer to their capacities than has recently been the case, or than is likely to be the case under legacy fossil fuels-based economies; and
3. make extremely efficient use of resources, preferentially exploiting the huge stockpiles of already extracted resources, and minimizing extraction from primary, geological sources.

All of these conditions are crucial as they underlie the security of the basic environmental underpinnings necessary for an economy to operate: adequate resources, reasonably mitigated climate change, potable water, sufficient agricultural output, and many other critical areas of concern. Moreover, they incorporate continued economic growth and, therefore, provide a basis for society to continue with minimal environmental disruption, and

to thrive economically, with increasing standards of living for the greatest numbers of individuals, potentially indefinitely.

Our portfolio construction approach, incorporating both traditional and unique asset management approaches, works like this:

1. Observe at the most macroeconomic and ecological levels objective assessments regarding the most pressing issues confronting world economies and the resource and ecological threats to them.
2. Having identified key issues, our next step is to rigorously research scientific consensus and new approaches to the technologies, ideas and business practices best positioned to successfully drive growth while aiding in mitigation of and/or adaptation to key systemic risks.
3. Of these business approaches, then, the third step ascertains which can be and are practically deployed or practiced – that is, used in the real world.
4. Then, of these working, functional, practical approaches, in the fourth step we ask which can also be aligned with economic interests such that they will attract market capital and inspire both entrepreneurs and established companies to engage. In other words, this step asks which approaches can be deployed as profitable businesses.
5. The fifth step is to identify specific companies that come as close as possible to meeting the above next economy criteria.
6. Looking at granular company-level financial data comes last for us, and is only applied to qualified next economy companies, as identified via the five-stage methodology described above. In this final stage we apply rigorous quantitative, bottom-up financial analyses to identify which stocks of these next economy companies offer the best financial positions with minimized risk, focusing on growth potential, market liquidity, and bankruptcy risks. In this stage of the investment process, we apply traditional bottom-up fundamental quant perspectives borrowed from Graham-Dodd valuation methodology.

At the company quantitative research level, we employ fundamental investment research, including proprietary valuation methods that embed environmental performance within traditional financial analysis. Our investment process is calibrated to ensure that portfolio companies exhibit sound financial management and have business models that address one or more of the economic-environmental challenges facing civilization, and are optimized for continued eco-efficiency of their ongoing operations. In this way, each company is assessed on the basis of financial, business and environmental vectors of performance. Companies

selected through this process comprise the green economy, or as we call it, the Next Economy.

While our investment process attempts to limit risk of loss, investing in securities involves risk and our clients should be prepared to bear such loss.

- B. Our suite of investment strategies includes the Green Alpha Next Economy Index (GANEX), the Sierra Club Green Alpha Portfolio (SCGA), the Green Alpha Growth & Income Portfolio (GAGIP), the Green Alpha Global Enhanced Equity Income Portfolio (GAGEEIP), the Green Alpha Select Solar Portfolio (GASSP) and the Shelton Green Alpha Fund (ticker: NEXTX).

The **Green Alpha Next Economy Index (GANEX)** is an index designed to reflect and benchmark the Next Economy. It is also available as a separately managed account. It exists to:

1. Define all aspects of the Next Economy; green, self-sustaining, eco-efficient, fossil fuel free
2. Demonstrate the diversity, growth, breadth and depth of the Next Economy
3. Provide a universe of Next Economy companies from which to draw for actively managed portfolios
4. Serve as a performance benchmark for sustainable active, public equity investment strategies

The GANEX is a passively managed indexed investment. Next Economy companies may be admitted into the GANEX using a modified market-cap weighting. The GANEX is rebalanced once annually. The managers may choose to add or remove select companies from the index on an inter-rebalance basis, but it is anticipated that these changes will not have a large effect on portfolio turnover. The GANEX serves as a basis for Green Alpha Advisors' actively managed portfolios. The material risk involved with the GANEX is the potential for loss of value related to public equity investing. This strategy does not involve frequent trading of securities.

The **Sierra Club Green Alpha Portfolio (SCGA)** is unique among our portfolios in that it is a blend of Green Alpha Advisors' Next Economy universe and the Sierra Club's proprietary green investment guidelines, which they have used for decades to ensure they invest in only the least environmentally detrimental companies. The intersection of these two cutting-edge green stock selection processes produces the Sierra Club Green Alpha Portfolio. The target number of securities in this strategy is between 20 and 30 companies. The primary risks involved with the SCGA Portfolio are the potential for loss of value related to public equity investing and a moderate level of transaction costs related to trading of securities. Active

trading of securities can affect investment performance through increased transaction costs and taxes.

The **Green Alpha Growth & Income Portfolio (GAGIP)** is designed for growth and income oriented investors seeking lower volatility and also higher income than other Next Economy equity strategies. Stocks are selected from the Next Economy universe and generally meet two of the following three criteria; mid-cap and larger market capitalization, relatively low beta and dividend yield. Amongst stocks meeting this criteria, preference will be given to stocks exhibiting favorable growth characteristics. Under normal market conditions, GAGIP is generally composed of at least 80% global equities and at most 20% cash and cash equivalents. Like all Green Alpha strategies, GAGIP is entirely fossil fuels free. The primary risks involved with the Green Alpha Growth & Income Portfolio are the potential for loss of value related to public equity investing and a moderate level of transaction costs related to trading of securities. Active trading of securities can affect investment performance through increased transaction costs and taxes.

The **Green Alpha Global Enhanced Equity Income Portfolio (GAGEEIP)** is an actively managed strategy designed to produce a relatively high amount of current income primarily derived in the form of dividends from investing in equity securities. The GAGEEIP is co-managed by Green Alpha Advisors and Mr. Tom Konrad, PhD, CFA of Konrad Advising, LLC. Dividend income may be enhanced by the use of options strategies, primarily in the form of covered calls. The portfolio construction process encompasses elements of Green Alpha's Next Economy economic thesis, as well as Mr. Konrad's alternative energy stock approach. As with all Green Alpha strategies, GAGEEIP is totally fossil fuel free. Under normal market conditions, the portfolio will be invested in global equities including US domestic equities (common and preferred), American Depositary Receipts and non-US equities (ordinaries and preferred). The primary risks involved with GAGEEIP are the potential for loss of value related to public equity investing and a moderate level of transaction costs related to trading of securities. Active trading of securities can affect investment performance through increased transaction costs and taxes.

The **Green Alpha Select Solar Portfolio (GASSP)** is an actively managed, aggressive growth strategy comprised of Green Alpha Advisors' preferred companies along the solar energy industry value chain. Launched on December 31, 2013, the GASSP is our first individual sector strategy offering. The primary risks involved with GASSP are the potential for loss of value related to public equity investing, concentration of portfolio holdings in the solar energy sector, and a moderate level of transaction costs related to trading of securities. Active trading of securities can affect investment performance through increased transaction costs and taxes.

A detailed description of the methods of analysis, investment strategy and risk of loss related to the **Shelton Green Alpha Fund (ticker: NEXTX)** is available in the fund's prospectus, available at www.sheltoncap.com.

C. Risk of Loss

Investors generally face three types of risk when investing in equity securities:

- *Manager selection* – risks associated with investment manager selection and their chosen strategy
- *General market risk* – risks of participating in the capital markets
- *Specific risk* – risks associated with asset class, sector and security selection

Despite our investment management experience, investing in securities involves the risk of loss. Below we highlight some, but not all, possible risks of investing in the capital markets and equity securities:

- *Risk of loss* – Investing in securities involves risk of loss that clients should be prepared to bear.
- *No guarantee* – Performance of any investment is not guaranteed. There is a risk of loss of the assets we manage that may be out of our control.
- *Equity investments* – Equities are exposed to general stock market swings and changes in the business cycle which may alter market opinions about the short-term or long-term prospects for an issue of equity securities.
- *Smaller companies* – Equity investments in smaller companies involve added risks, such as limited liquidity and greater fluctuations in their perceived values, which may impact our ability to sell these investments at a fair and competitive price in a timely manner.

Additional International Risks:

- *Foreign securities* – Investments in foreign securities may introduce greater volatility to client portfolios. Additional risks include political risk, current translation risk, and lack of transparency (i.e. accounting methods, regulatory reporting requirements, shareholder protection rules, etc.)
- *Currency risk* – Currency risk is evident due to the free floating mechanism present in global foreign currency markets. With a few notable exceptions, the value of most global currencies freely floats against one another. Portfolios with non-U.S. dollar exposure directly assume foreign exchange risk.
- *Geopolitical risk* – Possibility of instability or unrest in one or more regions of the world that affect investment markets. Terrorist attacks, war, and pandemics are just a few examples of events, whether actual or anticipated, that impact investor attitudes toward the market in general and result in system-wide fluctuations in asset prices.

Geopolitical risks in other parts of the world affect U.S. investment markets too, not solely international markets.

- *Emerging Markets Risk* – There may be potential risks posed by volatile political, legal, and commercial conditions in emerging markets that may affect the value of investments or result in the loss of client capital. The quality and reliability of official data published by governments and their agencies in emerging markets might not be equivalent to that available in developed markets. In addition, the absence of developed securities markets as well as potentially underdeveloped banking and telecommunications systems in such countries may give rise to greater custody, settlement, clearing and registration risks. Foreign investment in issuers in emerging markets may be restricted – sometimes such registrations may not be published and investors may not be readily made aware of them. In such circumstances, there may be restrictions on repatriation of capital or an investment may have to be scaled down to comply with local foreign ownership restrictions.

How Green Alpha Advisors Manages Risk

We know that our clients have a wide array of investment managers to choose from. We aim to consistently deliver investment returns above market averages, though market volatility will some hamper our ability to achieve that goal, and help our clients achieve their investment objectives.

The following factors help us manage risk:

- *Focus* – We specialize in one asset class, equities, with enables our Investment Committee to vigilantly manage risk in client portfolios through attention to valuation, sector and stock diversification, and position size limits.
- *Experience* – Since 2007 our Investment Committee, led by Garvin Jabusch, has successfully navigated a wide range of market conditions. Further, co-founders and Investment Committee members Garvin Jabusch and Jeremy Deems co-managed investment products together for five years at Forward Management, LLC. They began in the investment industry in 1996 and 1997, respectively.
- *Stability* – Green Alpha Advisors is majority owned by employees. We believe that ownership provides employees with the proper long-term incentives to work for the success of our clients and the firm.
- *Diversification* – All of our investment products are widely diversified across market capitalization, sector and geographic parameters. Please see Item 8.B. for a description of each of the available products.

Item 9: Disciplinary Information

- A. Green Alpha Advisors, including its management persons, has not been involved in any criminal or civil action in a domestic, foreign or military court.
- B. Green Alpha Advisors, including its management persons, has not been subject to any administrative proceeding before the SEC, or any other federal regulatory agency, any state regulatory agency, or any foreign financial regulatory authority.
- C. Green Alpha Advisors, including its management persons, has not been subject to any disciplinary proceeding with a self-regulatory organization.

Item 10: Other Financial Industry Activities and Affiliations

- A. Green Alpha Advisors, including its management persons, is not registered as a broker-dealer or a registered representative of a broker-dealer.
- B. Green Alpha Advisors, including its management persons, is not registered as a futures commission merchant, commodity pool operator, a commodity trading advisor, or an associated person of the foregoing entities.
- C. Green Alpha Advisors, including its management persons, do not have any material arrangements with related persons.
- D. Green Alpha Advisors does not recommend or select any non-Green Alpha managed or co-managed products, thus we do not recommend other investment advisors for our clients.

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

In our efforts to ensure that Green Alpha Advisors, LLC develops and maintains a reputation for integrity and high ethical standards, it is essential not only that Green Alpha Advisors and its employees comply with relevant federal and state securities laws, but also that we maintain high standards of personal and professional conduct. Green Alpha Advisors' Code of Ethics (the "Code") is designed to help ensure that we conduct our business consistent with these high standards. We will provide a copy of our Code to any client or prospective client upon request.

Green Alpha Advisors does not buy or sell securities for client accounts in which we have a material financial interest. Since we are committed to our investment strategies, we do however invest in the same securities that we buy and sell for our client accounts. This represents a conflict of interest. In order to mitigate this conflict of interest, our Code contains a number of rules and procedures relating

to personal trading by Green Alpha Advisors officers, directors, employees and their families. In particular, no employee may buy or sell a security if the employee knows that Green Alpha Advisors, is purchasing or selling, or contemplating purchasing or selling, that same security on behalf of our clients. We closely monitor trading accounts of our employees to ensure all personal securities transactions are conducted consistent with our Code and in such a manner as to avoid any conflicts of interest. In addition, employees are encouraged to assign investment discretion on their personal accounts to Green Alpha Advisors, when appropriate. This addresses any potential conflict of interest as our employees' personal investment assets are traded in the same strategies as those of our clients.

Most importantly, Green Alpha Advisors and our employees owe a fiduciary duty to our clients that requires each of us to place the interests of our clients ahead of our own interests. To request a complete copy of Green Alpha Advisors' Code of Ethics, please contact our Chief Compliance Officer, Jeremy Deems, at 303-993-7856 or jeremy@greenalphaadvisors.com.

Item 12: Brokerage Practices

- A. Green Alpha Advisors selects brokers to execute trades on behalf of our clients and evaluates all brokerage services on an ongoing basis. We select brokers on the basis of parameters including execution capability, average commission rate, financial responsibility, and responsiveness to the needs of Green Alpha Advisors and our clients. Commission rate is an important consideration and we seek to identify brokers offering lower-than-average direct execution costs to our client accounts. Any recommendation of a broker to clients is based on discretionary authority for trade execution; we do not actually recommend custodians to our clients. Our clients have the option to choose a custodian if we can trade the client's account with more than one broker.
 - 1. Research and Other Soft Dollar Benefits. Green Alpha Advisors does not receive research or other products or services other than execution from a broker-dealer or third party in connection with client securities transactions.
 - 2. Brokerage for Client Referrals. Green Alpha Advisors does not receive client referrals from broker-dealers, and as such, is not a factor when considering which broker-dealer(s) to approve for use in any given transaction.
 - 3. Directed Brokerage. Green Alpha Advisors has not in the past and does not currently permit direct brokerage.
- B. When available, Green Alpha Advisors may aggregate orders for client accounts with orders for other client accounts and allocate the aggregate amount of the investment among

accounts as appropriate. We aggregate orders if conditions are such that transaction costs are favorable and we can execute orders at the same prices for each of the included client accounts.

Item 13: Review of Accounts

- A. Green Alpha Advisors regularly reviews our client accounts to ensure the portfolios comply with the investment strategy described in the associated Investment Management Agreement. Reviews of client accounts take place no less than quarterly and include a review of all holdings and any activity during the period, including dividends, corporate actions, and accuracy of any management fees and transaction costs. Members of Green Alpha Advisors' Investment Committee and the Chief Compliance Officer conduct reviews of accounts. Investment Committee members include:

Garvin Jabusch, Co-Founder and Chief Investment Officer
Jeremy Deems, Co-Founder, Chief Compliance Officer, and Chief Financial Officer
Jake Raden, VP of Data & Research

- B. Green Alpha Advisors will also review our client accounts upon client request at any time, or when extreme market conditions warrant.
- C. Green Alpha Advisors' clients receive monthly statements (electronic or paper) from the custodian of their account. The monthly statements of account include a summary of account activity for the period as well as a detailed listing of holdings and change in market value.

Item 14: Client Referrals and Other Compensation

Green Alpha Advisors does not currently compensate any person who is not an employee for client referrals.

Item 15: Custody

Green Alpha Advisors does not have direct custody of any client assets or securities; however, as described in Item 5, we deduct advisory fees in certain client accounts, which the SEC defines as constructive custody. Our clients' assets are always maintained at a qualified custodian bank and/or broker-dealer. Our separate account clients receive account statements monthly from their

custodian. Clients should carefully review those statements for accuracy and notify us immediately of any issues. Our separate account clients generally authorize Green Alpha Advisors to deduct our management fees directly from their accounts. Our direct mutual fund clients receive account statements no less than quarterly from Shelton Capital Management. Clients purchasing our mutual fund via a 3rd party platform receive statements from the 3rd party.

Item 16: Investment Discretion

Green Alpha Advisors accepts discretionary authority to manage securities accounts on behalf of our clients. On a case-by-case basis, we may allow separate account clients to impose limitations on this investment authority. Separate accounts clients assign investment discretion to Green Alpha Advisors at the outset of the advisory relationship via the Investment Management Agreement executed with each account.

In all cases, we exercise discretion in line with our high standards of fiduciary duty. Before accepting an account under a new advisory relationship, we conduct a suitability review to identify client objectives, security restrictions, allowable cash positions, brokerage arrangements, specific custodial data feed capabilities, general risk limits, as well as other relevant factors. The suitability review may be performed by a wealth advisor, financial planner or outside consultant for sub-advisory-type accounts they introduce to us.

Client advisory agreements specify the level of discretion delegated to us. We manage client accounts on a fully discretionary basis where we retain full decision making authority for investment decisions within the guidelines of the written client advisory agreement. Client investment objectives, policies, limits and restrictions must be given to us in writing. Members of our Investment Committee review the securities bought or sold to ensure they fall within established client specific and strategy guidelines.

When you delegate investment discretion to us, you authorize us to make decisions in line with your investment objectives without seeking your approval, including:

- Determining which securities to buy and sell
- Deciding total amount of securities to buy and sell
- Deciding when to buy and sell each security
- Selecting broker-dealers through whom we buy and sell securities
- Setting commission rates paid for securities transactions
- Choosing prices at which we buy and sell securities, which may include broker-dealer transaction costs

Item 17: Voting Client Securities

Green Alpha Advisors accepts authority and responsibility for voting client securities. Green Alpha Advisors votes in accordance with guidelines we have developed, and then determines applicability of those guidelines on a security-by-security and voting item basis. Members of the Investment Committee vote all client proxies at their discretion, but in all cases proxies are voted in a manner consistent with the best interest of our clients, and when appropriate, to advance environmental and social issues. If a client is interested in directing our vote in a particular solicitation, we encourage our clients to contact us so we can work together to facilitate such a request. Clients may contact us in writing to obtain information about how we voted on a particular solicitation. In addition, clients may obtain a copy of our proxy voting policies and procedures upon request.

Item 18: Financial Information

- A. Green Alpha Advisors does not require or solicit prepayment of any fees by our clients.
- B. There are no financial conditions that are reasonably likely to impair our ability to meet contractual commitments to our clients.
- C. Green Alpha Advisors has never been the subject of a bankruptcy petition.

Green Alpha Advisors Privacy Notice

A Message to our Clients

The relationship between Green Alpha Advisors and our clients is the most important asset of our firm. We strive to maintain your trust and confidence in our firm, an essential aspect of which is our commitment to protecting your personal information to the best of our ability. This privacy statement reflects the practices of our firm and it describes how “nonpublic personal information,” which includes client and financial information, may be collected and shared with third parties, as well as measure Green Alpha Advisors takes to protect this information from unauthorized access. These guidelines apply both to current and former clients, and are designed to comply with applicable federal privacy regulations.

Safeguarding Information

We take great care to safeguard your client information and to ensure its accuracy.

- We limit employee access to nonpublic personal information to those who need to know this information in order to serve client relationships. Employees are educated about the importance of privacy in accordance with our Code of Ethics policies and procedures.

- We maintain physical, electronic and procedural safeguards that comply with all applicable regulatory standards to guard your nonpublic personal information.
- We strive to maintain complete, current and accurate information about you and your accounts. If you request a correction to our records, we will respond in a timely manner.

Collecting Information

We collect client information so we are better able to serve your needs. We collect and maintain nonpublic personal information in order to:

- Service your accounts and process your requests efficient and accurately.
- Identify you and protect your accounts from unauthorized access or identity theft.

This information may be collected from a variety of sources, including:

- Information we receive from you in your investment management agreement, on applications or other account forms, such as your name, address, and financial information.
- Information we receive through your transactions or experience with Green Alpha Advisors, such as your account balance and securities holdings.
- Information we receive from outside companies, such as your custodian.

Sharing Information

We may share information with nonaffiliated third parties who are acting on our behalf. We may disclose all the information we collect, as described above. Information is shared with nonaffiliated third parties only when those parties are acting on our behalf, or as required or permitted by law. These third parties may include:

- Service providers who provide support services to Green Alpha Advisors to help us administer your account or assist in compliance-related functions. They may include auditors, outsourced back-office support and consultants. These companies are legally obligated to maintain the confidentiality of the information we provide to them, and are restricted from using this information for any reason beyond the performance of specified services on our behalf.
- Other parties as permitted or required by applicable law. These may include, for example, government agencies in response to subpoenas and other legal processes, or those with whom you have authorized us to share information.

For more information about our privacy practices, please contact our Chief Compliance Officer, Jeremy Deems, at 303-993-7856 or jeremy@greenalphaadvisors.com.



Brochure Supplement

Item 1: Cover Page

Garvin F. Jabusch, Co-Founder
Chief Investment Officer

4760 Walnut Street, Suite 106
Boulder, CO 80301
303-993-7856

Date of Supplement: February 13, 2015

This Brochure Supplement provides information about Garvin Jabusch that supplements the Green Alpha Advisors, LLC Brochure. You should have received a copy of that Brochure. Please contact Jeremy Deems at 303-993-7856 or jeremy@greenalphaadvisors.com if you did not receive Green Alpha Advisors' Brochure or if you have any questions about the contents of this supplement.

Additional information about Green Alpha Advisors is available on the SEC's website at www.advisorinfo.sec.gov.

Item 2: Educational Background and Business Experience

Garvin Jabusch is the Chief Investment Officer of all of Green Alpha Advisors' investment products. He is a co-founder of the firm and has been employed by Green Alpha Advisors since its inception in 2007. Prior to Green Alpha Advisors, Garvin was responsible for all aspects of the management of the Sierra Club Stock Fund and the Sierra Club Equity-Income Fund at Forward Management, LLC. He also has served as Vice President of Strategic Services at Morgan Stanley. Garvin entered the investment industry in 1995.

Garvin studied at the Ph.D. program in physical anthropology and archaeology for five years at the University of Utah. He also holds an M.B.A. in international management and finance from the American Graduate School of International Management (Thunderbird). He was born in 1966.

Item 3: Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of each supervised person providing investment advice. There is no information applicable to this Item to disclose for Garvin Jabusch.

Item 4: Other Business Activities

Registered investment advisers are required to disclose all material facts regarding other business activities in which the supervised person is engaged. There is no information applicable to this Item to disclose for Garvin Jabusch.

Item 5: Additional Compensation

Registered investment advisors are required to disclose all material facts regarding additional compensation received by the supervised person from someone who is not a client. There is no information applicable to this Item to disclose for Garvin Jabusch.

Item 6: Supervision

Garvin Jabusch is supervised by Green Alpha Advisors' Chief Compliance Officer, Jeremy Deems, who can be reached at 303-993-7856.



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Item 1: Cover Page

Jeremy W. Deems, Co-Founder
Chief Financial Officer, Chief Compliance Officer

4760 Walnut Street, Suite 106
Boulder, CO 80301
303-993-7856

Date of Supplement: February 13, 2015

This Brochure Supplement provides information about Jeremy Deems that supplements the Green Alpha Advisors, LLC Brochure. You should have received a copy of that Brochure. Please contact Jeremy Deems at 303-993-7856 or jeremy@greenalphaadvisors.com if you did not receive Green Alpha Advisors' Brochure or if you have any questions about the contents of this supplement.

Additional information about Green Alpha Advisors is available on the SEC's website at www.advisorinfo.sec.gov.

Item 2: Educational Background and Business Experience

Jeremy Deems is the firm's Chief Financial Officer and Chief Compliance Officer. He is also the co-portfolio manager on Green Alpha Advisors' investment products. He is a co-founder of the firm and has been employed by Green Alpha Advisors since its inception in 2007. Prior to co-founding Green Alpha Advisors, Jeremy was the Chief Financial Officer of Forward Management, LLC. While at Forward Management, he was also a co-portfolio manager on the Sierra Club Stock Fund with Green Alpha Advisors co-founder Garvin Jabusch. Prior to that, Jeremy worked within the Investment Consulting Services Group at Morgan Stanley Dean Witter. Jeremy began working in the investment industry in 1997.

Jeremy holds a B.S. in Business Administration, Honors Concentration in Financial Services and a Minor in Accounting from Saint Mary's College of California. Jeremy's M.B.A. in Finance is also from Saint Mary's College. Jeremy was born in 1976. He is a Certified Public Accountant (CPA) and a member of the American Institute of Certified Public Accountants.

Certified Public Accountant, or CPA, is a designation given by the American Institute of Certified Public Accountants to those who pass an exam and meet work experience requirements. In order to become a CPA in the United States, the candidate must sit for and pass the [Uniform Certified Public Accountant Examination](#) (Uniform CPA Exam), which is set by the [American Institute of Certified](#)

Public Accountants (AICPA) and administered by the National Association of State Boards of Accountancy (NASBA). The Uniform CPA Exam consists of a four-section, two-day exam covering Business Law and Professional Responsibilities, Auditing, Accounting and Reporting and Financial Accounting and Reporting. After successfully completing the exam, an individual must meet additional state education and experience requirements for membership in their respective state professional accounting bodies and certification as a CPA.

Item 3: Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of each supervised person providing investment advice. There is no information applicable to this Item to disclose for Jeremy Deems.

Item 4: Other Business Activities

Registered investment advisers are required to disclose all material facts regarding other business activities in which the supervised person is engaged. There is no information applicable to this Item to disclose for Jeremy Deems.

Item 5: Additional Compensation

Registered investment advisors are required to disclose all material facts regarding additional compensation received by the supervised person from someone who is not a client. There is no information applicable to this Item to disclose for Jeremy Deems.

Item 6: Supervision

Jeremy Deems is supervised by Green Alpha Advisors' Chief Investment Officer and co-founder, Garvin Jabusch, who can be reached at 303-993-7856.



Brochure Supplement

Item 1: Cover Page

Betsy M. Moszeter, Partner
Chief Operating Officer

4760 Walnut Street, Suite 106
Boulder, CO 80301
303-993-7856

Date of Supplement: February 13, 2015

This Brochure Supplement provides information about Betsy Moszeter that supplements the Green Alpha Advisors, LLC Brochure. You should have received a copy of that Brochure. Please contact Jeremy Deems at 303-993-7856 or jeremy@greenalpaadvisors.com if you did not receive Green Alpha Advisors' Brochure or if you have any questions about the contents of this supplement.

Additional information about Green Alpha Advisors is available on the SEC's website at www.advisorinfo.sec.gov.

Item 2: Educational Background and Business Experience

Betsy Moszeter is the Chief Operating Officer for the firm and an ownership partner in the business. She has been employed by Green Alpha Advisors, LLC since mid-January 2015, and in the investment industry since 1999. Prior to Green Alpha Advisors, Betsy was the Senior Vice President, and a Managing Member of First Affirmative Financial Network, LLC. She joined First Affirmative in February of 2013. Prior to First Affirmative, Betsy was at TAMRO Capital Partners for 8.5 years until November of 2012. At the time of her departure she was the Chief Operating Officer, Chief Compliance Officer and an ownership partner in the firm.

Betsy earned her B.S. in Business Administration from the University of Oregon's Lundquist College of Business in 1999, with a concentration in international management and a minor in Economics. Her M.B.A. is from the University of Virginia's Darden School of Business. She was born in 1977.

Item 3: Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of each supervised person providing investment advice. There is no information applicable to this Item to disclose for Betsy Moszeter.

Item 4: Other Business Activities

Registered investment advisers are required to disclose all material facts regarding other business activities in which the supervised person is engaged. There is no information applicable to this Item to disclose for Betsy Moszeter.

Item 5: Additional Compensation

Registered investment advisers are required to disclose all material facts regarding additional compensation received by the supervised person from someone who is not a client. A portion of Betsy Moszeter's compensation may be paid based on bringing on board new account at Green Alpha Advisors.

Item 6: Supervision

Betsy Moszeter is supervised by Green Alpha Advisors' Chief Compliance Officer, Jeremy Deems, who can be reached at 303-993-7856.