



Julex Capital Management, LLC

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ITEM 1 – COVER PAGE

## **Client Brochure**

**Date of Brochure: October 15, 2015**

This brochure provides information about the qualifications and business practices of Julex Capital Management, LLC. If you have questions about the contents of this Brochure, please contact us at (617) 535-7540.

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.

Julex is a registered investment adviser. Registration of an investment adviser does not imply any level of skill or training. The oral and written communications made to you by Julex, including the information contained in this Brochure, should provide you with information to determine whether to hire or retain Julex as your adviser.

Please be aware during your review of our brochure when we use the words “Julex”, “we”, and “our” we are referring to Julex Capital Management, LLC. When we use the words “you”, “your”, and “client”, we are referring to you as our client or prospective client.

The CRD number for Julex Capital Management, LLC is 166053.

## ITEM 2 – MATERIAL CHANGES

Julex has revised its brochure to disclose new information about its Advisory Business from August 7, 2015.

- Julex has updated this brochure to reflect its transition from being a state-registered Registered Investment Adviser in Massachusetts to being registered with the Securities and Exchange Commission (“SEC”). The registration filing, including Form ADV and this Brochure, were submitted to the SEC on October 15, 2015. In connection with the transition, the following items in this Brochure have been updated:
  - Updated assets under management in Item 4, including non-discretionary assets, to \$161.2 million.
  - Removed Part 2A, Item 19, applicable to state-registered advisers.
  - Removed Part 2B, Item 7, applicable to state-registered advisers.

## ITEM 3 – TABLE OF CONTENTS

ITEM 1 – COVER PAGE	1
ITEM 2 – MATERIAL CHANGES	2
ITEM 3 – TABLE OF CONTENTS	2
ITEM 4 – ADVISORY BUSINESS	3
ITEM 5 – FEES AND COMPENSATION	4
ITEM 6 – PERFORMANCE-BASED FEES AND SIDE-BY-SIDE MANAGEMENT	4
ITEM 7 – TYPES OF CLIENTS	4
ITEM 8 – METHODS OF ANALYSIS, INVESTMENT STRATEGIES, AND RISK OF LOSS	5
ITEM 9 –DISCIPLINARY INFORMATION	8
ITEM 10 – OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS	8
ITEM 11 – CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT TRANSACTIONS AND PERSONAL TRADING	8
ITEM 12 – BROKERAGE PRACTICES	9
ITEM 13 – REVIEW OF ACCOUNTS	9
ITEM 14 – CLIENT REFERRALS AND OTHER COMPENSATION	10
ITEM 15 – CUSTODY	10
ITEM 16 – INVESTMENT DISCRETION	10
ITEM 17 – VOTING CLIENT SECURITIES	11
ITEM 18 – FINANCIAL INFORMATION	11
ITEM 19 – REQUIREMENTS FOR STATE-REGISTERED ADVISERS	11

#### ITEM 4 – ADVISORY BUSINESS

Julex is an investment advisory and research firm based in Boston, Massachusetts. We develop and market ETF managed products and services to meet client needs in the retail and institutional markets. In the retail market, we serve individuals directly and indirectly through our relationships with financial planners and registered investment advisors (“RIA”s). In the institutional market, we serve insurance companies, pension plans, endowments, foundations and others directly, or else indirectly through other asset management organizations. Julex provides continuous and regular investment management services, either on a discretionary basis as a sub-adviser to other registered investment advisers, or on a non-discretionary basis through model portfolios implemented by other advisers.

Julex may act as a sub-adviser to other registered investment advisers (the “Principal Adviser”) who wish to engage us to manage the holdings in their clients’ portfolios. Both Julex and the Principal Adviser may be granted dual trading authority. We may have discretionary authority over a portion of the assets to buy and sell securities based on the client’s individual needs. Julex and the Principal Adviser will share in the fee collected.

Julex has developed its own quantitative asset allocation model and three-step investment process that strives to deliver consistent returns in both bull and bear markets. We tend to reduce risks and preserve capital when the capital markets are weak while providing attractive returns when the capital markets are stronger. We believe that limiting losses is the key to generating above-market returns.

Our strategies make use of exchange-traded funds (“ETF”), exchange-traded notes (“ETN”), or index funds. Depending upon the strategy chosen, we may invest in ETFs, ETNs or index funds owning U.S. and international equities and bonds, real estate, emerging market securities, gold, commodities, energy, and other securities. Our strategies are “long-only” and do not include derivatives or leverage, except for the Dynamic Macro Opportunities I strategy that does employ leverage.

Julex offers eight main model products: Dynamic Sector, Dynamic Income, Dynamic Multi-Asset, Dynamic Real Asset, Dynamic Emerging Market, Dynamic Diversified, Dynamic Macro Opportunities I, and Dynamic Macro Opportunities II. Financial advisors, RIAs, individuals, and institutional clients will typically choose one of the portfolio strategies, or combination of strategies, depending upon the investment objectives, risk tolerance, and other factors they are trying to meet.

Julex also offers a suite of global asset allocation solutions designed to provide targeted levels of risk. For these products we allocate appropriate combinations of the Julex Dynamic products plus other asset class ETFs, ETNs, or index funds into mixes supporting Dynamic Defensive, Dynamic Conservative, Dynamic Moderate, or Dynamic Aggressive “all-in-one” products.

Please see **Item 8. Methods of Analysis, Investment Strategies and Risk of Loss** for details of these strategies.

Also, Julex may act as a model portfolio advisor that offers its model strategies to independent investment advisors or third party platforms (either Unified Managed Account (“UMA”) or other platforms) who employ the models in the management of their clients’ investments. Julex develops and manages its investment strategies and provides current asset allocations and changes to the investment advisor or third party platforms as the model changes. The investment advisor or third party platforms are then responsible to transact the Julex model recommendations for their clients and perform other administrative duties as their discretionary assets. Assets managed through this structure are non-discretionary to Julex.

In addition, Julex offers consulting services and investment products to institutional clients to provide customized investment solutions based on our models and product strategies. We work with institutional clients seeking to optimize the management of their investments against the unique characteristics of their liabilities and also help them to improve the total risk/return profile of their total return accounts.

Julex was founded in 2012 and is majority-owned by Henry Ma, PhD, CFA. Anthony G. Ash, CFA and Brian C. Phelan are both minority owners. As of September 30, 2015, Julex managed a total of \$157.4 million including \$31.5 million on a discretionary basis and \$125.9 million on a non-discretionary basis through model provider relationships.

#### ITEM 5 – FEES AND COMPENSATION

Julex is compensated in a number of different ways depending upon the product or service provided.

For separately managed accounts (“SMA”), Julex receives a maximum 1.00% management fee, accrued monthly and paid quarterly in arrears, except for account deposits or withdrawals that are accrued daily for the partial month, which is deducted directly from the accounts. In addition to the fees paid to us, each ETF, ETN, or index fund is subject to their own investment advisory, administrative, and other expenses. Further, transaction charges may apply when purchasing or selling a security. Fees to Julex are negotiable depending upon size of the account and other considerations.

In cases where Julex acts as a model portfolio advisor, either directly with an investment advisory client or on a third party platform, or acts as a sub-adviser, the fees are negotiated between the parties. Fees can be payable quarterly in advance or in arrears, depending upon the party, based on the assets under management.

Consulting fees are negotiable and payable by way of invoice.

#### ITEM 6 – PERFORMANCE-BASED FEES AND SIDE-BY-SIDE MANAGEMENT

Julex does not make use of performance-based fees or side-by-side management at this time.

#### ITEM 7 – TYPES OF CLIENTS

Julex primarily provides products and services to a broad range of clients including individuals, financial planners, insurance companies, pension plans, endowments, and other institutions.

We currently request that new retail clients invest a minimum of \$100,000. We currently request that institutional clients invest a minimum of \$5,000,000. Julex will accept less than the minimum amounts in certain situations.

## ITEM 8 – METHODS OF ANALYSIS, INVESTMENT STRATEGIES, AND RISK OF LOSS

As previously stated, Julex has developed its own quantitative asset allocation model and three-step investment process that strives to deliver consistent returns in both bull and bear markets. We tend to reduce risks and preserve capital when the capital markets are weak while providing attractive returns when the capital markets are stronger. We believe that limiting losses is the key to generating above-market returns.

### A. Asset Class Products

Clients of Julex have a choice of seven different product strategies as follows:

1. The Dynamic Sector strategy is a strategy that seeks to achieve better returns than the Dow Jones Moderate U.S. Index as a primary benchmark and the S&P 500 Index as a secondary benchmark with lower volatility and lower peak-to-trough drawdowns. Effective June 30, 2014, the Dow Jones Moderate U.S. Index was added as the primary benchmark for the Julex Dynamic Sector strategy retroactive to since inception to better reflect the dynamic risk profile and active stock/bond allocations. Effective August 31, 2014, the name of the Julex Dynamic Factor strategy was changed to Julex Dynamic Sector strategy. The strategy rotates between the S&P industry sectors, style classifications, and bond investments. It is a flexible strategy that will include allocations that can either be focused or diversified depending upon the risk environment.
2. The Dynamic Income strategy is a multi-asset class strategy that seeks to achieve better returns than the Barclay's Aggregate U.S. Bond Index with comparable volatility and lower peak-to-trough drawdowns. The multi asset class strategy can include ETF, ETN, or index fund investments in income-producing asset classes including dividend-paying equities, real estate, high yield bonds, emerging market bonds, U.S. corporate, mortgage and Treasury bonds. It is a flexible strategy that will include allocations that can either be focused or diversified depending upon the risk environment.
3. The Dynamic Multi-Asset strategy is a multi-asset class strategy that seeks to achieve better returns than the Dow Jones Moderate Index with lower volatility and lower peak-to-trough drawdowns. The multi asset class strategy can include ETF, ETN, or index fund investments in U.S. and international developed market stocks and bonds, as well as gold, energy, commodities, emerging market securities, and real estate. It is a focused strategy that will include only the four macro asset classes that are best determined to outperform in that risk environment.
4. The Dynamic Real Asset strategy is a multi-asset class strategy that seeks to achieve better returns than the Barclay's Aggregate U.S. Treasury Inflation Protection Securities Index with comparable volatility and peak-to-trough drawdowns. The multi asset class strategy can include ETF, ETN, or index fund investments in real asset classes including material and energy equities, real estates, MLPs, commodities, gold and U.S. Treasury Inflation Protection bonds. It is a flexible strategy that will include allocations that can either be focused or diversified depending upon the risk environment.
5. The Dynamic Emerging Market strategy is an emerging market strategy that seeks to achieve better returns than the MSCI Emerging Market index with lower volatility and lower peak-to-trough drawdowns. The strategy rotates between the countries, regions and styles in the emerging markets and bonds. It is a flexible strategy that will include allocations that can be either focused or diversified depending upon the risk environment.

6. The Dynamic Macro Opportunities I strategy is designed to seek better returns than the HFRI Macro (Total) Index while exhibiting less volatility and lower peak-to-trough drawdowns. The strategy is an equal-weighted combination of the Julex Dynamic Sector, Multi-Asset, and Income (with a 2X leverage) strategies and provides exposure to U.S. and International Equities, Commodities, Energy, and Bonds depending upon the underlying economic and fundamental and technical capital market environment. The Julex Dynamic Macro Opportunities I strategy is a long-only strategy and will not use derivatives, but will use leverage. The HFRI Macro (Total) Index is widely used as a benchmark for measuring the performance of alternative asset portfolios.
7. The Dynamic Macro Opportunities II strategy is designed to seek better returns than the HFRI Macro (Total) Index while exhibiting less volatility and lower peak-to-trough drawdowns. The strategy is an equal-weighted combination of the Julex Dynamic Sector, Multi-Asset, and Income (with a no leverage) strategies and provides exposure to U.S. and International Equities, Commodities, Energy, and Bonds depending upon the underlying economic and fundamental and technical capital market environment. The Julex Dynamic Macro Opportunities II strategy is a long-only strategy and will not use derivatives or leverage. The HFRI Macro (Total) Index is widely used as a benchmark for measuring the performance of alternative asset portfolios.

#### B. “All-in-One” Portfolio Products

Julex also offers a suite of four global asset allocation solutions designed to provide targeted levels of risk. For these products we allocate appropriate combinations of the four major Julex products and other macro asset class ETFs, ETNs, or index funds into mixes supporting Dynamic Defensive, Dynamic Conservative, Dynamic Moderate, or Dynamic Aggressive “All-in-One” products.

1. The Dynamic Defensive strategy may be appropriate for investors with a very low tolerance for risk.
2. The Dynamic Conservative strategy may be appropriate for investors with a low tolerance for risk.
3. The Dynamic Moderate strategy may be appropriate for investors with a time horizon greater than five years and who have a moderate tolerance for risk.
4. The Dynamic Aggressive strategy may be appropriate for investors who have a 10 to 15 year time horizon, a large tolerance for risk and an ability to withstand a permanent loss of capital.

**Please see Item 4 – Advisory Business for more details of our investment process.**

Clients and prospective clients should be aware that all investments in securities are subject to loss and that loss of the entire investment is a risk they should be prepared to bear. This includes the risk of capital (invested amount) and any profits that have not been realized. Stock and bond markets may fluctuate substantially over time, and performance of any investment is not guaranteed.

Our investment strategies may not achieve their objectives and they are not intended to be a complete investment program.

The principal risks are:

**Market Risk:** The price of securities in the capital markets rise and fall daily. The determinants of security valuation are tied to explainable and unexplainable factors such that the projected underlying value may not be reflected in the current market price. Such factors could include changes in expectations due to social, political, or economic situations. Since the strategies invest in securities, the value of a client account could lose money for a short or long period of time.

**Equity Securities Risk:** Equity securities in a specific asset class, industry or country could be affected by situations within those areas that could impact the value of the stocks and ETF/ETNs held by the strategy. Since the strategies invest in equity securities, the value of a client account could lose money for a short or long period of time.

**Interest Rate Risk:** Fixed income bond valuations are impacted by fluctuations in interest rates that could impact the value of fixed income securities or ETF/ETNs held by the strategy. When interest rates used to price a bond rise, bond prices fall. Since the strategies could invest in fixed income securities, the value of a client account could lose money for a short or long period of time.

**Exchange-Traded Funds (ETFs) Risk:** Exchange-Traded Funds (ETFs) invest in underlying securities, including equities and fixed income assets. There is a risk that the ETF may be more volatile than the underlying portfolio of securities that the ETF is designed to track, or that the costs of owning the ETF is more expensive than holding the underlying securities separately. A full disclosure of the specific risks of an ETF is located in the respective prospectus of each fund.

**Exchange-Trade Notes (ETNs) Credit Risk:** An ETN is a senior, unsecured, unsubordinated debt security issued by an underwriting bank. Similar to other debt securities, ETNs have a maturity date and are backed only by the credit of the issuer. In the event of issuer's default, ETN investors may lose all or part of its investments. A full disclosure of the specific risks of an ETN is located in the respective prospectus of each fund.

**Liquidity Risk:** Securities may be difficult to buy or sell depending upon market conditions. Julex uses liquid ETF/ETNs or index funds to implement its strategies, but market conditions such as light trading volume and wide bid/ask spreads may result in unfavorable trade executions.

**Sector/Country Concentration Risk:** An industry, market sector, or country could be negatively impacted by events that will cause the value of the strategy to decline. To the extent that some of our investment strategies invest significant portions of their strategy in ETF/ETNs representing particular markets or sectors or countries (such as Energy, Healthcare, Real Estate, etc. or Brazil, China, Korea, etc.) or in an ETF representing U.S. corporate bonds, mortgages and Treasuries, the strategy is more vulnerable to conditions that negatively affect such sectors as compared to an investment strategy that is not significantly invested in such sectors.

**Turnover Risk:** Frequent trading will result in increased brokerage and other transaction-related costs, as well as less favorable tax treatment of short-term capital gains that can negatively impact your overall investment as compared to investments in strategies with low turnover. Some of our investment strategies may involve frequent trading and/or turnover and investors should carefully consider the impact of taxes and brokerage costs on their investment portfolio.

**U.S. Government Securities Risk:** The risk that U.S. Government securities in the strategy will be subject to price fluctuations, or that an agency or instrumentality will default on an obligation not backed by the full faith and credit of the United States.

**Corporate Bond Credit Risk:** The risk of default or downgrade on corporate bonds in the strategies. Some of the ETFs or index funds in our strategy hold corporate bonds, which are subject to corporate credit risks.

**High Yield Bond Risk:** Investments in ETFs that hold high yield securities and unrated securities of similar credit quality are generally subject to greater levels of credit and liquidity risk.

**Sovereign Bond Credit Risk:** The risk of default or downgrade on a bond issued by a foreign country. Some of the ETF/ETNs or index funds in our strategy hold foreign bonds, which are subject to the sovereign credit risks

**Quantitative Model Risk:** Julex uses a sophisticated quantitative model for its strategies. There is a risk that the effectiveness of the model may be reduced over time as the markets evolve or as other similar strategies gain in acceptance.

**Computer Modeling Risk:** Julex makes use of a complex investment process that is converted into a quantitative model that is executed by computers. Though rigorous due diligence has been performed on all aspects of the Julex model, there is a risk that the quantitative computer model may contain one or more modeling errors that could adversely impact a client portfolio and such errors likely would not be considered a trade error under Julex policies.

**System Risk:** Julex makes extensive use of computer systems to manage and monitor its investment process. Computers and systems used by Julex, as well as by certain third-parties including brokers and custodians, could be impacted by failures such as computer viruses or power failures. Though Julex has a business continuity plan designed to allow it to continue to operate in these situations, certain failures could cause an adverse effect on client portfolios.

**Operational Risk:** Julex maintains policies and procedures to control operational risk. Operational risks can arise in the security trading/settlement process or other administrative areas of the business. Disruptions in Julex's operations may cause Julex to suffer financial loss, the disruption of its business, liability to clients or third parties, regulatory intervention, or reputational damage. Julex relies heavily on its financial, accounting and other data processing systems.

**Tax Considerations:** Julex does not provide tax advice. Julex does not purchase ETFs that issue Schedule K-1's. Please consult a tax professional to help with your specific situation.

## ITEM 9 –DISCIPLINARY INFORMATION

No one in our firm has any reportable disciplinary information.

## ITEM 10 – OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

No one in our firm has other financial industry activities or affiliations.

## ITEM 11 – CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT TRANSACTIONS AND PERSONAL TRADING

Julex has adopted a Code of Ethics ("Code") that address fiduciary duty, personal securities transactions, insider trading, gifts and conflicts of interests. The firm will always put the interests of its clients first. However, there may be times Julex and/or its Advisory Representatives may trade in the same securities as its clients. In such cases, Julex will be "last in" and "last out". Front running (trading shortly ahead of clients) is prohibited.

Each of the firm's "access" persons, as defined under the Investment Advisers Act of 1940, must read, sign and deliver a certificate of compliance with the Code and may only execute personal transactions that may conflict with client trades by requesting pre-approval from Anthony Ash, Julex's Chief Compliance Officer. S/he must provide initial securities holdings reports and annual securities holdings reports to the Chief Compliance Officer. Also, s/he shall submit either quarterly securities transaction reports or copies of all account statements and/or broker trade confirmations related to personal securities transactions in which such access person or any member of her or his immediately family has a beneficial ownership interest sent directly to Julex's Chief Compliance Officer within 30 days of each quarter.

A copy of Julex's Code of Ethics is available upon request to Anthony G. Ash, the Chief Compliance Officer at the firm's principal address or by email at [tony.ash@julexcapital.com](mailto:tony.ash@julexcapital.com).

#### ITEM 12 – BROKERAGE PRACTICES

Julex maintains relationships with several broker-dealers. While you are free to choose any broker-dealer or other service provider, we recommend that you establish an account with a brokerage firm with which we have an existing relationship. Such relationships may include benefits provided to our firm, including but not limited to, administrative services that help our firm manage your account(s). We believe that recommended broker-dealers provide quality execution services to our clients at competitive prices. Price is not the sole factor we consider in evaluating best execution. We also consider the quality of the brokerage services provided by recommended broker-dealers, including the firm's reputation, execution capabilities, commission rates, and responsiveness to our clients and our firm.

Julex may, but will be under no obligation to, aggregate purchase or sale orders for a client account with purchase or sell orders in a particular security for other client accounts. In this case, Julex will always seek to allocate such investments fairly and equitably over time, but Julex cannot assure equality of treatment for all of its clients or assure that each opportunity will be proportionally allocated among participating accounts according to any particular or predetermined standards or criteria. Julex will always transact client accounts before the firm's own accounts.

Julex does not have any soft dollar arrangements with any broker.

#### ITEM 13 – REVIEW OF ACCOUNTS

All accounts are reviewed on at least a monthly basis relative to their account objective. Julex sends clients quarterly reporting packages, which include the quarterly report with investment positions and performance data and the Julex quarterly newsletter. Clients also receive monthly or quarterly statements from their custodian or our broker.

In the case of institutional clients, more frequent and more detailed reporting is customized and provided depending upon needs.

#### ITEM 14 – CLIENT REFERRALS AND OTHER COMPENSATION

Julex is a party to written solicitation agreements with third party solicitors whereby they may introduce prospective clients to the firm. Under these agreements, Julex agrees to pay the solicitor a portion or percentage of the investment management fee the firm receives from certain investment management clients who engage it during the term of the agreement. Under these arrangements, a client will not pay higher fees than the standard Julex advisory fees.

A solicitor may be subject to conflicts of interest arising from these arrangements, because the payments might induce the solicitor to recommend an investment manager to a client which the solicitor might not otherwise recommend if there was no payment.

Such arrangements will comply with the requirements set forth under the Investment Advisers Act of 1940 and/or the applicable state Securities Act, including a written agreement between Julex and the solicitor. Third-party solicitors must provide a copy of the firm's ADV Part 2 (Disclosure Brochure) and a separate solicitor's disclosure statement regarding the relationship between the solicitor and Julex to the prospective client at the time of the solicitation or referral. The prospective client will be requested to acknowledge this arrangement prior to acceptance of the account for advisory services.

#### ITEM 15 – CUSTODY

Julex is deemed to have custody of client funds solely because of the fee deduction authority granted by the Client in its Investment Advisory Agreement.

Clients will receive account statements at least quarterly from their broker-dealer or other qualified custodian. Clients will also receive account reports from Julex on a quarterly basis. Clients should compare their custodial account statements with reports prepared by Julex for accuracy. Minor variations may occur because of reporting dates, accrual methods of interest and dividends, and other factors. The custodial statement is the official record of a client account for tax purposes.

#### ITEM 16 – INVESTMENT DISCRETION

For the accounts over which it has discretionary authority, Julex receives such authority from each client through its investment advisory agreement with each such client. With this authority, Julex has the authority to determine, without obtaining specific client consent, the securities to be bought or sold, and the amount of the securities to be bought or sold. Discretionary trading authority facilitates placing trades in clients' accounts on their behalf so that Julex may promptly implement the investment policy that they have approved. In all cases, however, such discretion is exercised in a manner consistent with the stated investment objectives for each particular client account, including any limitations and/or restrictions imposed by the client.

With respect to its model portfolios provided to independent investment advisers, no discretionary authority is granted as each such customer of Julex retains discretionary authority over its own clients' assets.

#### ITEM 17 – VOTING CLIENT SECURITIES

In cases where the Julex client has delegated proxy voting responsibility and authority to us, we have adopted and implemented policies and procedures that we believe are reasonably designed to ensure that proxies are voted in the best interests of our clients. In pursuing this policy, proxies should be voted in a manner that is intended to maximize value to the client.

In the event requests for proxies are received with respect to the voting of equity securities on routine matters, such as election of directors or approval of auditors, the proxies usually will be voted with management unless we determine it has a conflict or we determine there are other reasons not to vote with management. On non-routine matters, such as amendments to governing instruments, proposals relating to compensation and stock option and equity compensation plans, corporate governance proposals and shareholder proposals, we will vote, or abstain from voting if deemed appropriate, on a case by case basis in a manner we believe to be in the best interest of the Company's shareholders. In the event requests for proxies are received with respect to debt securities, the we will vote on a case by case basis in a manner we believe to be in the best economic interest of the Company's shareholders.

#### ITEM 18 – FINANCIAL INFORMATION

[Not applicable]

#### ITEM 19 – REQUIREMENTS FOR STATE-REGISTERED ADVISERS

[Not applicable]

**Brochure Supplement (Part 2B of Form ADV)**

Xianghai Henry Ma, CFA, PhD

Anthony G. Ash, CFA, MBA

Brian C. Phelan

**Julex Capital Management, LLC**

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This brochure supplement provides information about Xianghai Henry Ma, Anthony G. Ash and Brian C. Phelan that supplements Julex's brochure. You should have received a copy of that brochure. Please contact Anthony G. Ash at 617-535-7540 or [tony.ash@julexcapital.com](mailto:tony.ash@julexcapital.com) if you did not receive Julex Capital Management, LLC's brochure or if you have any questions about the content of this supplement.

Additional information about Xianghai Henry Ma, Anthony G. Ash and Brian C. Phelan is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

**Xianghai Henry Ma, CFA, PhD** - President

## **Item 2 – Educational Background and Business Experience**

**Year of Birth:** 1966

### **Educational Background:**

- Doctor of Philosophy, Economics, Boston University
- Master of Management, Peking University
- Bachelors of Economics, Peking University

### **Business Experience:**

Dr. Ma has two decades of extensive hands-on and leadership experience in portfolio management, asset allocation, fixed income and global macro investments, quantitative research and risk management. Prior to founding Julex, he worked as a Portfolio Manager with Geode Capital Management (a Fidelity affiliate), where he launched and managed a global macro hedge fund. Earlier, he served as Director of Quantitative Research and Financial Engineering with Loomis Sayles & Co., and Director of Quantitative Research and Risk Management with Fortis Investments. He led quantitative research and risk management groups to develop quantitative strategies, portfolio risk analytics and structured credit strategies. Dr. Ma also worked as Senior Vice President, Investment Strategies at Sun Life Financial, where he helped managed \$30 billion in fixed income assets and chaired the investment strategy and asset/liability management committee.

His investment career began with John Hancock Financial Services as a Senior Associate Investment Officer. He developed investment and derivatives strategies as well as oversaw \$3 billion in a multi-asset portfolio.

Dr. Ma is a published author and an industry speaker on the topics of quantitative investing, risk management and structured finance. Dr. Ma is a Chartered Financial Analyst.

The **Chartered Financial Analyst (CFA)** charter is a globally respected, graduate-level investment credential established in 1962 and awarded by CFA Institute — the largest global association of investment professionals.

There are currently more than 107,000 CFA charterholders working in 135 countries. To earn the CFA charter, candidates must: 1) pass three sequential, six-hour examinations; 2) have at least four years of qualified professional investment experience; 3) join CFA Institute as members; and 4) commit to abide by, and annually reaffirm, their adherence to the CFA Institute Code of Ethics and Standards of Professional Conduct.

### **High Ethical Standards**

The CFA Institute Code of Ethics and Standards of Professional Conduct, enforced through an active professional conduct program, require CFA charterholders to:

- Place their clients' interests ahead of their own
- Maintain independence and objectivity
- Act with integrity
- Maintain and improve their professional competence
- Disclose conflicts of interest and legal matters

## **Global Recognition**

Passing the three CFA exams is a difficult feat that requires extensive study (successful candidates report spending an average of 300 hours of study per level). Earning the CFA charter demonstrates mastery of many of the advanced skills needed for investment analysis and decision making in today's quickly evolving global financial industry. As a result, employers and clients are increasingly seeking CFA charterholders—often making the charter a prerequisite for employment.

Additionally, regulatory bodies in 23 countries and territories recognize the CFA charter as a proxy for meeting certain licensing requirements, and more than 125 colleges and universities around the world have incorporated a majority of the CFA Program curriculum into their own finance courses.

## **Comprehensive and Current Knowledge**

The CFA Program curriculum provides a comprehensive framework of knowledge for investment decision making and is firmly grounded in the knowledge and skills used every day in the investment profession. The three levels of the CFA Program test a proficiency with a wide range of fundamental and advanced investment topics, including ethical and professional standards, fixed-income and equity analysis, alternative and derivative investments, economics, financial reporting standards, portfolio management, and wealth planning.

The CFA Program curriculum is updated every year by experts from around the world to ensure that candidates learn the most relevant and practical new tools, ideas, and investment and wealth management skills to reflect the dynamic and complex nature of the profession.

To learn more about the CFA charter, visit [www.cfainstitute.org](http://www.cfainstitute.org).

### **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 Dr. Ma and Julex Capital Management. Dr. Ma has no history of reportable or disciplinary events.

### **Item 4 – Other Business Activities**

Dr. Ma is not involved in any other financial industry activities and does not have any financial industry affiliations.

### **Item 5 – Additional Compensation**

Dr. Ma does not receive additional compensation or economic benefits from third party sources in connection with his advisory activities.

### **Item 6 – Supervision**

Dr. Ma is an investment adviser representative of Jules Capital Management. In this role, Mr. Ma is responsible for the monitoring of client portfolios for investment objectives and other supervisory reviews. Anthony Ash, Chief Compliance Officer, supervises Dr. Ma's advisory activities.

### **Item 7 – Requirements for State-Registered Advisers**

[Not applicable]

**Anthony G. Ash, CFA** - Managing Director, Chief Compliance Officer

## **Item 2 – Educational Background and Business Experience**

**Year of Birth:** 1957

### **Educational Background:**

- Masters in Business Administration, Investments, Boston College
- Bachelor of Arts, Economics, Boston College

### **Business Experience:**

Mr. Ash has thirty years of broad experience in asset allocation, investment risk management, and investment leadership. Prior to joining Julex, he spent 25 years at Sun Life Financial and served as Managing Director and Head of U.S. Portfolio Management there for the past twelve years. In that role he led a team that developed and implemented investment policies, strategies, and mandates for \$37 billion in all asset classes backing the insurance company general account. During his tenure at Sun Life, he led the launch of a successful multi-billion dollar captive investment adviser (Sun Capital Advisers, LLC) and investment company complex (Sun Capital Advisers Trust) in 1998 and also served as internal Investment Advisor to the Sun Life U.S. Employees Defined Benefit and Defined Contribution plans from 1999 to 2009.

He entered the financial services industry as an Investment Analyst at New England Life.

He has been a member of the ACLI Investment Advisory Council for the SIMS Conference.

Mr. Ash is a Chartered Financial Analyst.

The **Chartered Financial Analyst (CFA)** charter is a globally respected, graduate-level investment credential established in 1962 and awarded by CFA Institute — the largest global association of investment professionals.

There are currently more than 107,000 CFA charterholders working in 135 countries. To earn the CFA charter, candidates must: 1) pass three sequential, six-hour examinations; 2) have at least four years of qualified professional investment experience; 3) join CFA Institute as members; and 4) commit to abide by, and annually reaffirm, their adherence to the CFA Institute Code of Ethics and Standards of Professional Conduct.

### **High Ethical Standards**

The CFA Institute Code of Ethics and Standards of Professional Conduct, enforced through an active professional conduct program, require CFA charterholders to:

- Place their clients' interests ahead of their own
- Maintain independence and objectivity
- Act with integrity
- Maintain and improve their professional competence
- Disclose conflicts of interest and legal matters

## **Global Recognition**

Passing the three CFA exams is a difficult feat that requires extensive study (successful candidates report spending an average of 300 hours of study per level). Earning the CFA charter demonstrates mastery of many of the advanced skills needed for investment analysis and decision making in today's quickly evolving global financial industry. As a result, employers and clients are increasingly seeking CFA charterholders—often making the charter a prerequisite for employment.

Additionally, regulatory bodies in 23 countries and territories recognize the CFA charter as a proxy for meeting certain licensing requirements, and more than 125 colleges and universities around the world have incorporated a majority of the CFA Program curriculum into their own finance courses.

## **Comprehensive and Current Knowledge**

The CFA Program curriculum provides a comprehensive framework of knowledge for investment decision making and is firmly grounded in the knowledge and skills used every day in the investment profession. The three levels of the CFA Program test a proficiency with a wide range of fundamental and advanced investment topics, including ethical and professional standards, fixed-income and equity analysis, alternative and derivative investments, economics, financial reporting standards, portfolio management, and wealth planning.

The CFA Program curriculum is updated every year by experts from around the world to ensure that candidates learn the most relevant and practical new tools, ideas, and investment and wealth management skills to reflect the dynamic and complex nature of the profession.

To learn more about the CFA charter, visit [www.cfainstitute.org](http://www.cfainstitute.org).

### **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 Mr. Ash and Julex Capital Management. Mr. Ash has no history of reportable or disciplinary events.

### **Item 4 – Other Business Activities**

Mr. Ash is not involved in any other financial industry activities and does not have any financial industry affiliations.

### **Item 5 – Additional Compensation**

Mr. Ash does not receive additional compensation or economic benefits from third party sources in connection with his advisory activities.

### **Item 6 – Supervision**

Mr. Ash is an investment adviser representative of Jules Capital Management. In this role, Mr. Ash is responsible for the monitoring of client portfolios for investment objectives and other supervisory reviews. Henry Ma, President, supervises Mr. Ash's advisory activities.

### **Item 7 – Requirements for State-Registered Advisers**

[Not applicable]

**Brian C. Phelan**, Managing Director

## **Item 2 – Educational Background and Business Experience**

**Year of Birth:** 1952

### **Educational Background:**

- Bachelor of Science, Marketing, Boston College

### **Business Experience:**

Mr. Phelan brings over thirty years of capital markets experience to Julex Capital Management. Prior to joining Julex, he co-founded MacBride Partners, a consulting organization whose mission was to assist its clients in the investment management industry improve investment performance by implementing best practices in investment processes, risk management and faithfulness to stated investment philosophies. Before co-founding MacBride Partners, Mr. Phelan was employed by Jefferies & Company in their Boston office as an institutional taxable fixed income salesman.

He served as a Director in the generalist fixed income securities platform within the Capital Markets Group at Deutsche Bank Securities in Boston. In addition, Mr. Phelan was retained by Taurus Investment Holdings, a Boston based real estate investment advisor, to assist in the distribution of the Taurus Horizon Fund I, an opportunistic fund investing in high quality CMBS tranches.

He was First Vice President at PaineWebber Group where began his career and spent over twenty-two years in institutional fixed income sales covering major and middle market accounts for investment grade and high yield corporate debt, residential and commercial mortgage backed securities, asset backed securities and rates.

## **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 Mr. Phelan and Julex Capital Management. Mr. Phelan has no history of reportable or disciplinary events.

## **Item 4 – Other Business Activities**

Mr. Phelan is not involved in any other financial industry activities and does not have any financial industry affiliations.

## **Item 5 – Additional Compensation**

Mr. Phelan does not receive additional compensation or economic benefits from third party sources in connection with his advisory activities.

## **Item 6 – Supervision**

Mr. Phelan is the Managing Director, Sales and Marketing of Julex Capital Management. In his role, Mr. Phelan is responsible for marketing Julex products and solutions. Anthony G. Ash, the Chief Compliance Officer, supervises Mr. Phelan's activities.

## **Item 7 – Requirements for State-Registered Advisers**

[Not applicable]