

**The Capital Management Corporation**  
4101 Cox Road, Suite 110  
Glen Allen, VA 23060

**Firm Brochure**  
**Part 2A of Form ADV**

**May 31, 2016**

**Contact: Pamela C. Simms, Chief Compliance Officer**  
**804-270-4000**

**[www.cmcva.com](http://www.cmcva.com)**

**This ADV Part 2A brochure for The Capital Management Corporation (CMC), a registered investment advisor headquartered in Glen Allen, VA, is written to provide our clients and prospective clients information about the qualifications, business practices, and investment process employed at CMC. Further information may be obtained by writing or calling the Chief Compliance Officer at the above address. Additional information on CMC is available on the Securities & Exchange Commission's (SEC) website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov). The SEC is the regulatory agency that oversees the practices of all investment advisors in the United States. To obtain information on CMC from this site, you will need to use our identification number, also known as a CRD number. CMC's CRD number is 112242.**

**As mandated by the SEC, this report is divided into two parts. Part 2A is titled the Brochure and contains information about the firm. Part 2B is called the Brochure Supplement and contains biographical information of professionals at CMC.**

**Additional copies of this brochure may be requested at no charge by contacting CMC.**

## **Item 2      Material Changes**

In July of 2010, the SEC adopted amendments to Form ADV requiring all registered investment advisors to amend its manner of reporting to clients and prospective clients. Form ADV has been the required governmental form for investment advisors to file annually to reflect and update the business operations of the advisor. This document has been prepared according to these requirements.

Effective February 1, 2016, Pamela Simms replaced Kenneth Walker as the firm's Chief Compliance Officer. Kenneth Walker is focusing on client servicing. Should significant changes occur between this submission and the 2017 annual submission, we will notify our clients of material changes as necessary.

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## **Item 4      Advisory Business**

The Capital Management Corporation (CMC) is an investment advisory firm headquartered in Glen Allen, Virginia. Founded in 1964 as a partnership, the firm took its present name as The Capital Management Corporation in December of 1976.

CMC provides investment management services for individuals and institutional accounts. It focuses on the use of common and preferred stocks, investment grade fixed income securities, exchange-traded funds, and mutual funds. The firm does not use alternative investments, including hedge funds, private equity funds, and investments with significant use of leverage.

CMC has only one line of business; investment management. Other than investment management fees from its clients, the firm receives no other income.

Two partners, Timothy C. Call and Preston S. Smith, each own more than 20% of the firm's outstanding shares.

All account relationships managed by CMC are on a fully discretionary basis. This means that we have the authority to make investment purchases and sales on behalf of the client without prior client approval. Each client enters into an investment advisory agreement with CMC. This agreement outlines the scope of services provided. It can be cancelled at any time by either party, subject to a 30 day notice. In addition to the investment agreement, the client and CMC develop investment guidelines which outline the investment objectives of the account. These investment guidelines are periodically updated to reflect changes in the nature of the account and the client's personal financial situation.

All client assets are held at the client-designated custodian. Accounts are assessed an investment management fee based on the assets under management. CMC does not receive performance-based fees, and CMC does not take custody of client assets.

Investing entails different levels of risk depending on the type of investment. There is always the potential of a loss on the investment. We encourage all clients to determine whether investing in the stock and bond markets is appropriate.

As of May 31, 2016, our fiscal year-end, total firm-wide assets were approximately \$345 million dollars. This includes all client relationships and many employee accounts.

## **Item 5 Fees and Compensation**

CMC applies its fee schedule to the assets managed for client accounts. Where CMC manages more than one account for the individual/family, total assets of the relationship are combined for fee calculation purposes. CMC only receives asset management fees. It does not receive, nor does it pay, referral fees, except as noted in Item 14. It does not receive performance-based fees, sales fees, commissions or kickbacks.

### **ANNUAL INVESTMENT COUNSEL FEES**

#### **Balanced and Equity Portfolios**

<u>Market Value</u>	<u>Rate</u>
First \$1,000,000 .....	1.00%
Next \$4,000,000 .....	0.70%
Excess above \$5 Million .....	0.50%

Annual fees are based on the market value of the assets and are calculated and charged quarterly.

Mutual funds (including money market funds) and Exchange Traded Funds (ETFs) are often employed in clients' accounts. Customarily these funds charge separate operating fees which are in addition to fees payable to CMC. We have no financial interest in these funds' operating fees.

The asset management fees do not include custody and trading fees, discussed under Item 15, Custody.

## **Item 6 Performance-Based Fees and Side-By-Side Management**

CMC does not charge performance-based fees nor engage in Side-By-Side Management.

## **Item 7      Types of Clients**

CMC provides investment management services to two types of clients.

Individuals and Families: Each individual and/or family has their own separate account, managed to their particular needs and objectives. For some, their needs may be investing with tax efficiency as the main objective. For others, it may be a continuous stream of income, or working with an over-concentration in a particular security.

Foundations, Endowments, Retirement Plans: CMC manages endowments, foundations, retirement plans, and other types of tax-exempt trusts. For some clients, CMC may be one of multiple managers and for others the firm may manage the entire account.

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

The Investment Policy Group is the governing body of CMC's investment process, where investment research and portfolio management are brought together. This occurs through the members of the group sharing both research and portfolio management responsibilities. All members of the research and portfolio management team are members of this group.

The driving force of the group is fundamental investment research. Investment research is best described as looking for investment opportunities on behalf of the client. Investment research includes looking at market trends, the financial characteristics of a corporation, and other factors which may affect the price of the security. Each portfolio manager contributes research input to the group. The Chief Investment Officer leads the meeting.

Once a list of eligible securities is identified by the Investment Policy Group, the portfolio manager determines which securities are appropriate for a client's account. Some securities might not be appropriate for one account while in another account, they may be appropriate in order to meet their investment objectives. For example, for one client the objective may be providing a continuous stream of quarterly income and for another client the objective may be to provide funds in future years for their grandchild's college education. Some clients may choose a more specific strategy such as investing only in large companies or only in small and medium size companies. And some clients may choose a more concentrated focus.

Our investment research relies on public information and on the assumption that the information being provided is accurate and true. This includes information

provided through corporate filings and periodic reports, audited statements, public rating agencies assessments, and other market data. In addition, we receive research from time to time from reputable research organizations. While we recognize that mistakes can be made, generally we find the information accurately portrays the company in which we are investing.

We make the best attempt to inform our clients that the process is not perfect; there are many forces that can affect the value of investments, and there can be losses in account values.

## **Item 9      Disciplinary Information**

As part of the annual update to the SEC, investment advisors are required to disclose any legal or disciplinary issues that are material to a client or a prospective client. There have been no reportable disciplinary issues or actions.

## **Item 10    Other Financial Industry Activities and Affiliations**

CMC is not related to nor does it have affiliated business activities with any other investment firm or organization. Our sole focus is discretionary investment management for our clients. We are not a part of another organization; we are 100% owned by our employees and our Employee Stock Ownership Trust (ESOP).

The firm's employees may not have other business affiliations or outside employment without the approval of the firm's Board of Directors. One of the employees serves on the boards of two non-publicly traded entities and another serves as a non-interested fund director of a mutual fund complex.

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

CMC has adopted a Code of Ethics that applies to all employees of the firm. The Code acknowledges the duty at all times to place the interest of the company's clients first. The Code also identifies issues applicable to the employees' personal securities transactions, issues regarding potential conflicts of interest or any abuse of an individual's position of trust and responsibility, and issues focusing on the confidential nature of the client relationship. Specific rules are identified for employees who trade in their own personal accounts as to timing restrictions and pre-clearance requirements for personal trades in securities that are also purchased for client accounts. Quarterly audits are made of employee accounts.

Employees cannot use material information they may learn in the course of their research responsibilities that is not made available to the general public. This applies for both CMC relationships and for their own personal accounts.

A copy of CMC's Code of Ethics is available upon request.

## **Item 12 Brokerage Practices**

CMC places all buy and sell orders for a client's account through our in-house trader. Securities trading is conducted under "best execution" practices of the securities industry, meaning we try to find the best net price and best quality of execution for each client trade. Trades are first entered with custodians which have electronic trading capabilities with CMC. Upon completion of these trade orders, CMC enters trades with the other custodians. CMC rotates daily within the electronic platform custodians. CMC then rotates within the non-electronic platform custodians. Where possible, we "block" orders, which means combining the trades from multiple accounts, both for fairness and efficiency. Trades normally occur with the client's custodian but can be made through other brokerage firms where appropriate. Due diligence is performed when dealing with brokerage firms to ensure both "best execution" and quality of services.

CMC will accept "directed brokerage" trades if directed by the client. This means the client may direct CMC to place all trades through a stock broker that they know on a personal basis. This practice is discouraged as it may lead to paying higher commissions than CMC might find through other trading arrangements.

CMC believes there are no conflicts of interest related to its trading activities or use of brokers. It does not receive any referral fees from any entity that provides trading services.

## **Item 13 Review of Accounts**

CMC takes seriously the role placed upon it as a fiduciary in managing client assets. The firm has established a review process designed to monitor all account relationships to ensure that the firm is operating within internal and client guidelines and to ensure that investment risks have been minimized to the extent possible. Risk is monitored at three levels in the review process; the Investment Policy Group, the Risk Review Committee, and the Chief Compliance Officer's internal compliance guidelines.

The Investment Policy Group reviews on an ongoing basis the firm's eligible list of securities. They continually monitor market influences on stock and bond market volatility and news and other issues affecting security valuations.



At the Risk Review Committee level, portfolios are reviewed to ensure that the account is being managed in line with CMC's internal guidelines and client-directed investment guidelines.

The Chief Compliance Officer periodically reviews the firm's internal and external compliance requirements to ensure that the firm is meeting the requirements of the regulatory agencies and the client's expectations.

We continually emphasize to our clients that investing entails multiple levels of risk and that the client may lose money by investing in the stock and bond markets. We emphasize that CMC cannot control market movements. We act and make decisions in a prudent manner, often referred to as the Prudent Man Rule.

## **Item 14 Client Referrals and Other Compensation**

**Participation in Fidelity Wealth Advisor Solutions®.** The Capital Management Corporation ("CMC") participates in the Fidelity Wealth Advisor Solutions Program (the "WAS Program"), through which CMC receives referrals from Strategic Advisers, Inc. ("SAI"), a registered investment adviser and subsidiary of FMR LLC, the parent company of Fidelity Investments. The Capital Management Corporation is independent and not affiliated with SAI or FMR LLC. SAI does not supervise or control CMC, and SAI has no responsibility or oversight for CMC's provision of investment management or other advisory services.

Under the WAS Program, SAI acts as a solicitor for CMC, and CMC pays referral fees to SAI for each referral received based on CMC's assets under management attributable to each client referred by SAI or members of each client's household. The WAS Program is designed to help investors find an independent investment advisor, and any referral from SAI to CMC does not constitute a recommendation or endorsement by SAI of CMC's particular investment management services or strategies. More specifically, CMC pays the following amounts to SAI for referrals: For a period of 7 years from the date that a client funds any Client Account(s) with CMC, CMC pays SAI an amount equal to an annual percentage of 0.20% of any and all managed assets in such Client Accounts. These referral fees are paid by CMC and not the client.

To receive referrals from the WAS Program, CMC must meet certain minimum participation criteria, but Advisor may have been selected for participation in the WAS Program as a result of its other business relationships with SAI and its affiliates, including Fidelity Brokerage Services, LLC ("FBS"). As a result of its participation in the WAS Program, CMC may have a potential conflict of interest with respect to its decision to use certain affiliates of SAI, including FBS, for execution, custody and clearing for certain client accounts, and Adviser may have

a potential incentive to suggest the use of FBS and its affiliates to its advisory clients, whether or not those clients were referred to CMC as part of the WAS Program. However, pursuant to the investment advisory agreement between the client and CMC, the selection of the custodian and aforementioned services resides with the client. Under an agreement with SAI, CMC has agreed that Advisor will not charge clients more than the standard range of advisory fees disclosed in its Form ADV 2A Brochure to cover solicitation fees paid to SAI as part of the WAS Program. Pursuant to these arrangements, CMC has agreed not to solicit clients to transfer their brokerage accounts from affiliates of SAI or establish brokerage accounts at other custodians for referred clients other than when CMC's fiduciary duties would so require; therefore, CMC may have an incentive to suggest that referred clients and their household members maintain custody of their accounts with affiliates of SAI. However, participation in the WAS Program does not limit CMC's duty to select brokers on the basis of best execution.

## **Item 15 Custody**

Each client account must have a custodial organization to hold the investments. CMC does not take custody of client assets. Advisor has the authority to deduct advisory fees directly from clients' accounts per the terms of the advisory agreement and to submit requests for payments previously directed by the client. Custodians are usually banks and large financial institutions such as Fidelity and Schwab. Outlined in the investment agreement is the requirement that each client select a custodian. Upon the selection of the custodian, CMC will originate the documents for the client's execution in order to open the account.

The client may incur expenses associated with the custody of assets, including charges related to holding the securities, transactions charges, including trading costs, the fees of money market funds, and other charges that may be applicable from time to time for additional services.

The client will periodically receive financial statements from the custodian, usually monthly. These statements include a list of the securities owned by the client, a list of the trading transactions for the period covered by the statement, contributions and deductions for the period, including the custodian's and CMC's advisory fees, the posting of interest and dividends, and periodically, a list of gains and losses from the sale of securities.

## **Item 16 Investment Discretion**

All account relationships managed by CMC are on a fully discretionary basis. This means that we have the authority to make investment purchases and sales on behalf of the client without prior client approval. The terms of this authority are provided in the investment advisory contract.

## **Item 17 Voting Client Securities**

Our investment advisory agreement gives CMC the responsibility to vote proxies for all account relationships unless the client wishes to vote them. A proxy statement is a notice from a company that outlines actions that require the vote of shareholders for approval. Examples include the annual election of the company's board of directors. When CMC votes, all shares are voted in a manner consistent with the best interests of the client and as a prudent investor would vote. In the event that CMC has a conflict of interest, the proxy will be forwarded to the client for voting, along with an explanation of the conflict. Information as to how each proxy was voted is available upon request to any client who owned shares in the company as of the date of record for the vote.

CMC's Proxy Voting Procedure is provided annually to all clients and is available upon request to all clients and prospective clients.

## **Item 18 Financial Information**

CMC is a "C" Corporation as defined by the Internal Revenue Service and the firm is licensed in the Commonwealth of Virginia. The company engages an accounting firm to annually review its corporate financial condition and issue an unaudited financial report. This same accounting firm prepares the company's federal and state tax returns.

The company maintains insurance coverage for its business equipment, an Employee Theft and Dishonesty policy, an Errors and Omission policy, a Fidelity Bond, a Cyber Liability 1<sup>st</sup> and 3<sup>rd</sup> Party policy and an ERISA bond. These policies are reviewed and renewed annually.

The company believes itself to be in good financial condition.

## **Item 19 Other Information**

### **Client Reporting**

Clients receive information on their account from both CMC and from the client's custodian. CMC recommends that clients review both reporting statements and compare for accuracy.

Upon execution of the investment advisory agreement, each client is provided a copy of the agreement and the investment guidelines. Accompanying these documents is a copy of the firm's brochure.

The custodian prepares a monthly or quarterly custody statement which reflects the value of the account, the holdings, the transactions for the period, income for the period, and other related information.

CMC provides a similar report quarterly. For taxable accounts, CMC also provides a portfolio gains and losses report.

Clients are notified of securities transactions through either an electronic or paper brokerage confirmation issued by the executing broker. The client may determine whether their confirmation is electronic or paper and if they would like the confirmation immediately or quarterly.

Annually clients receive a notice from CMC that outlines our privacy and confidentiality positions, proxy voting procedures, and the opportunity to receive a copy of our ADV.

CMC recommends a semi-annual meeting with clients to review the account relationship.

### **Compliance Program**

Throughout this brochure we have mentioned CMC's compliance monitoring efforts. The compliance program employs a code of ethics and a monitoring process for portfolio management and investment research, operations, client reporting, and SEC reporting. Responsibility for this compliance program occurs at the senior management level with the firm's partners.

The company's compliance program advances ethical commitments of governance and accountability. Management is responsible to foster a commitment to the spirit of compliance through leadership. We seek to ensure in our best efforts that we do the following:

- Adhere to internal and statutory rules and guidelines
- Protect proprietary and confidential information
- Protect our employees and our clients from undue risks
- Ensure a commitment to the highest standards in business ethics
- Mitigate potential conflicts of interest

- Design and implement sufficient internal controls, including financial and risk management
- Assign accountability where appropriate

**Disaster Recovery Plan**

CMC maintains a disaster recovery plan to allow the continuance of our business functions in the event of the closure of our main office. Events which could cause such an occurrence include inclement weather, roadway hazards, building closure, and/or other natural disasters. In the event we relocate to the alternate location, customers, vendors, custodians, brokers and other parties involved in the day-to-day investment management will be notified.

## **Part 2B of Form ADV: Brochure Supplement**

**Timothy C. Call, CFA  
4101 Cox Road, Suite 110  
Glen Allen, VA 23060  
804-270-4000**

**The Capital Management Corporation  
Glen Allen, VA 23060**

**May 31, 2016  
Annual Amendment  
For period ending May 31, 2016**

**Contact: Pamela C. Simms, Chief Compliance Officer  
804-270-4000**

**[www.cmcva.com](http://www.cmcva.com)**

**This brochure supplement provides information about Timothy C. Call that supplements The Capital Management Corporation's brochure. You should have received a copy of that brochure. Please contact Pamela C. Simms if you did not receive The Capital Management Corporation's brochure or if you have any questions about the contents of this supplement.**

**Additional information about Timothy C. Call is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).**

**Item 2            Educational Background and Business Experience**

**Full Legal Name:** Timothy Colin Call  
Date of birth: May 6, 1968

**Education:** University of Virginia. BA Mathematics/Economics. 1990  
Duke University. MBA. 1995  
Awarded the Chartered Financial Analyst designation  
1995

**Business Experience:** Dalkon Shield Claimants Trust. 1990-1993  
Last position: Accountant  
Lowe Brockenbrough. 1995-2002  
Last position: Director of Research  
Beacon Trust Company. 2002-2006  
Last position: Chief Investment Officer  
The Capital Management Corporation. 2006 to present.  
Current Position: Partner, President and  
Chief Investment Officer

**Item 3            Disciplinary Information**

Timothy C. Call has no reportable disciplinary history.

**Item 4            Other Business Activities**

- A. Investment Related Activities
  - 1. Timothy C. Call is not engaged in any other investment related activities.
  - 2. Timothy C. Call does not receive commissions, bonuses or other compensation on the sale of securities.
- B. Non-Investment Related Activities
  - 1. Timothy C. Call serves on the board of directors of Peace Frogs, Inc. and Crispies Company.
  - 2. Timothy C. Call serves on the Finance and Investment Committee of Lewis Ginter Botanical Gardens.

**Item 5            Additional Compensation**

Timothy C. Call does not receive any economic benefit from a non-advisory client for the provision of advisory services.

**Item 6            Supervision**

Supervision: The CMC Board of Directors.

## **Part 2B of Form ADV: Brochure Supplement**

**Mark W. Livesay, CFA  
4101 Cox Road, Suite 110  
Glen Allen, VA 23060  
804-270-4000**

**The Capital Management Corporation  
Glen Allen, VA 23060**

**May 31, 2016  
Annual Amendment  
For period ending May 31, 2016**

**Contact: Pamela C. Simms, Chief Compliance Officer  
804-270-4000**

**[www.cmcva.com](http://www.cmcva.com)**

**This brochure supplement provides information about Mark W. Livesay that supplements The Capital Management Corporation's brochure. You should have received a copy of that brochure. Please contact Pamela C. Simms if you did not receive The Capital Management Corporation's brochure or if you have any questions about the contents of this supplement.**

**Additional information about Mark W. Livesay is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).**



**Item 2            Educational Background and Business Experience**

**Full Legal Name:**     Mark Woodward Livesay  
                                    Date of birth: April 5, 1977

**Education:**             University of Virginia. BA Economics. 1999  
                                    Awarded the Chartered Financial Analyst designation  
                                    2007

**Business Experience:** Ellwood & Associates. 1999-2001  
                                    Research analyst  
                                    Dreyfus Corporation. 2002-2005  
                                    Research analyst  
                                    U.S. Trust Company. 2005-2008  
                                    Research analyst  
                                    Stifel Nicolaus & Company. 2008-2010  
                                    Research analyst  
                                    The Capital Management Corporation. 2010 to present  
                                    Partner, research analyst and portfolio manager

**Item 3            Disciplinary Information**

Mark W. Livesay has no reportable disciplinary history.

**Item 4            Other Business Activities**

- A. Investment Related Activities
  - 1. Mark W. Livesay is not engaged in any other investment related activities.
  - 2. Mark W. Livesay does not receive commissions, bonuses or other compensation on the sale of securities.
- B. Non-investment Related Activities
  - Mark W. Livesay has no non-investment related activities.

**Item 5            Additional Compensation**

Mark W. Livesay does not receive any economic benefit from a non-advisory client for the provision of advisory services.

**Item 6            Supervision**

Supervision: The CMC Board of Directors and the Chief Investment Officer.

## **Part 2B of Form ADV: Brochure Supplement**

**Preston S. Smith  
4101 Cox Road, Suite 110  
Glen Allen, VA 23060  
804-270-4000**

**The Capital Management Corporation  
Glen Allen, VA 23060**

**May 31, 2016  
Annual Amendment  
For period ending May 31, 2016**

**Contact: Pamela C. Simms, Chief Compliance Officer  
804-270-4000**

**[www.cmcva.com](http://www.cmcva.com)**

**This brochure supplement provides information about Preston S. Smith that supplements The Capital Management Corporation's brochure. You should have received a copy of that brochure. Please contact Pamela C. Simms if you did not receive The Capital Management Corporation's brochure or if you have any questions about the contents of this supplement.**

**Additional information about Preston S. Smith is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).**

**Item 2 Educational Background and Business Experience**

**Full Legal Name:** Preston Sheffey Smith  
Date of birth: January 5, 1953

**Education:** University of Arizona. BSBA. 1976

**Business Experience:** Wheat Investment Advisors. 1980-1984  
Last position: Assistant to the President.  
Fiduciary Trust International. 1984-1987  
Vice President  
U. S. Trust Company. 1987-1989  
Vice President and Director of New Business  
Lazard Freres. 1989-1991  
Vice President  
Dominion Trust Company. 1991-1993  
Vice President  
Tredegar Trust Company. 1993-1997  
Co-Founder, Executive Vice President, and  
Chief Financial Officer  
Lowe Brockenbrough. 1997-2006  
Vice President  
The Capital Management Corporation. 2006 to  
present. Partner and Director-Client Servicing.

**Item 3 Disciplinary Information**

Preston S. Smith has no reportable disciplinary history.

**Item 4 Other Business Activities**

- A. Investment Related Activities
  - 1. Preston S. Smith is not engaged in any other investment related activities.
  - 2. Preston S. Smith does not receive commissions, bonuses or other compensation on the sale of securities.
- B. Non-investment Related Activities
  - 1. Preston S. Smith has no non-investment related activities.

**Item 5 Additional Compensation**

Preston S. Smith does not receive any economic benefit from a non-advisory client for the provision of advisory services.

**Item 6 Supervision**

Supervision: The CMC Board of Directors and the President.

## **Part 2B of Form ADV: Brochure Supplement**

**Kenneth L. Walker  
4101 Cox Road, Suite 110  
Glen Allen, VA 23060  
804-270-4000**

**The Capital Management Corporation  
Glen Allen, VA 23060**

**May 31, 2016  
Annual Amendment  
For period ending May 31, 2016**

**Contact: Pamela C. Simms, Chief Compliance Officer  
804-270-4000**

**[www.cmcva.com](http://www.cmcva.com)**

**This brochure supplement provides information about Kenneth L. Walker that supplements The Capital Management Corporation's brochure. You should have received a copy of that brochure. Please contact Pamela C. Simms if you did not receive The Capital Management Corporation's brochure or if you have any questions about the contents of this supplement.**

**Additional information about Kenneth L. Walker is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).**

**Item 2 Educational Background and Business Experience**

**Full Legal Name:** Kenneth L. Walker  
Date of birth: January 16, 1952

**Education:** University of Richmond. BSBA. 1974  
University of Richmond. MBA. 1977

**Business Experience:** First & Merchants National Bank. 1974-1978  
Research analyst and Assistant Trust Officer  
United Virginia Bank (and its subsidiary, Capitoline  
Investment Services). 1978-1988  
Last position: Vice President and portfolio manager  
T. Rowe Price Stable Asset Management. 1988-2001  
President  
The Capital Management Corporation. 2002 to present

**Item 3 Disciplinary Information**

Kenneth L. Walker has no reportable disciplinary history.

**Item 4 Other Business Activities**

- A. Investment Related Activities
  - 1. Kenneth L. Walker is not engaged in any other investment related activities.
  - 2. Kenneth L. Walker does not receive commissions, bonuses or other compensation on the sale of securities.
- B. Non-investment Related Activities
  - 1. Kenneth L. Walker serves as a non-interested independent trustee of the AXA-Equitable EQAT funds.
  - 2. Kenneth L. Walker serves as a non-interested independent trustee of the AXA FMC Advisors, LLC 1290 funds.

**Item 5 Additional Compensation**

Kenneth L. Walker does not receive any economic benefit from a non-advisory client for the provision of advisory services.

**Item 6 Supervision**

Supervision: The President.

## **Part 2B of Form ADV: Brochure Supplement**

**J. Thomas Antonelli, Jr., CFA  
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**Additional information about J. Thomas Antonelli, Jr. is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).**

**Item 2            Educational Background and Business Experience**

**Full Legal Name:**     Joseph Thomas Antonelli, Jr.  
Date of birth: December 4, 1950

**Education:**            Mount St. Mary's University. BA Economics. 1972  
Awarded the Chartered Financial Analyst designation  
1998

**Business Experience:** Wheat First Securities. 1968 - 1979  
Assistant VP – Dept. Head  
Wheat First Securities. 1983 - 1987  
Senior VP Investment Manager, Dept. Head  
Legg Mason Wood Walker, Inc. 1987 -1990  
Investment Manager  
Coldwell Banker. 1990 - 1993  
Sales Associate  
Flippin, Bruce & Porter, Inc. 1993 -2009  
Partner, Senior Portfolio Manager  
Financial Designs. 2009 – 2011  
COO, Senior Financial Advisor  
The Capital Management Corporation. 2011 to present  
Partner and wealth manager

**Item 3            Disciplinary Information**

J. Thomas Antonelli, Jr. has no reportable disciplinary history.

**Item 4            Other Business Activities**

- A. Investment Related Activities
  - 1. J. Thomas Antonelli, Jr. is not engaged in any other investment related activities.
  - 2. J. Thomas Antonelli, Jr. does not receive commissions, bonuses or other compensation on the sale of securities.
- B. Non-investment Related Activities
  - 1. J. Thomas Antonelli, Jr. has no non-investment related activities.

**Item 5            Additional Compensation**

J. Thomas Antonelli, Jr. does not receive any economic benefit from a non-advisory client for the provision of advisory services.

**Item 6            Supervision**

Supervision: Director of Client Services and the President.