

Part 2B of Form ADV: Brochure Supplement

Item 1 Cover Page

David Randall Butterworth

The Townsend Group Investments, Inc.
22601 Pacific Coast Highway, Suite 200
Malibu, California 90265-5823

Telephone: (310) 456-1645

Facsimile: (310) 456-7840

Website: <http://www.townsendgroupinvestments.com>

Brochure Supplement Dated March 22, 2017

This Brochure Supplement provides information about David Randall Butterworth that supplements the Townsend Group Investments, Inc. brochure. You should have received a copy of that brochure. Please contact Elaine J. Marsalis, our Office Manager at (310) 456-1645 if you did not receive the Townsend Group Investments' brochure or if you have any questions about the contents of this supplement

Additional information about David Randall Butterworth is available
on the SEC's website at www.adviserinfo.sec.gov

Item 2 Educational Background and Business Experience

David Randall Butterworth, born in 1955, holds a BA from Occidental College and an MBA from the College of William and Mary.

He has been a Research Analyst since 1989 and a Portfolio Manager for the Townsend Group since 1994.

Mr. Butterworth is President, Chairman of the Board and Secretary of the Townsend Group. Additionally he is the firm's Chief Compliance Officer.

Item 3 Disciplinary Information

A. David Randall Butterworth has never been:

1. Involved in, convicted of, or pled guilty or nolo contendere (“no contest”) to a criminal or civil action in a domestic, foreign or military court of competent jurisdiction relating to:
 - a) Any felony;
 - b) A misdemeanor that involved investments or an investment-related business, fraud, false statements or omission, wrongful taking of property, bribery, perjury, forgery, counterfeiting, or extortion;
 - c) A conspiracy to commit any of these offenses;
2. Named as subject of a pending criminal proceeding that involves an investment-related business, fraud, false statements or omissions, wrongful taking of property, bribery, perjury, forgery, counterfeiting, extortion, or a conspiracy to commit any of these offenses;
3. Found to have been involved in a violation of an investment-related statute or regulation; or
4. The subject of any order, judgment, or decree permanently or temporarily enjoining, or otherwise limiting, our firm or a management person from engaging in any investment-related activity, or from violating any investment-related statute, rule or order.

B. Additionally, David Randall Butterworth has never been involved in, an administrative proceeding before the SEC, any other federal regulatory agency, any state regulatory agency, or any foreign financial regulatory authority in which he

1. Was found to have caused an investment-related business to lose its authorization to do business; or
2. Was found to have been involved in a violation of an investment-related statute or regulation and was the subject of an order by the agency or authority
 - a) Denying, suspending, or revoking his authorization to act in an investment-related business;
 - b) Barring or suspending his association with an investment related business;
 - c) Otherwise significantly limiting his investment-related activities; or
 - d) Imposing a civil money penalty of more than \$2,500 on him.

C. David Randall Butterworth has never been involved in a self-regulatory organization (SRO) proceeding in which he:

1. Was found to have caused an investment-related business to lose its authorization to do business; or
2. Was found to have been involved in a violation of the SRO’s rules and was;

- i. Barred or suspended from membership or from association with other members, or was expelled from membership;
- ii. Otherwise significantly limited from investment-related activities; or
- iii. Fined more than \$2,500.

D. Additionally, David Randall Butterworth has never been involved in, any other proceeding in which his professional attainment, designation, or license was revoked or suspended because of a violation of rules relating to professional conduct.

Item 4 Other Business Activities

A . David Butterworth is not:

- Actively engaged in any other investment-related business or occupation.
 - Is not registered, nor has an application pending to register, as a broker-dealer, registered representative of a broker-dealer, futures commission merchant (“FCM”), commodity pool operator (“CPO”), commodity trading advisor (“CTA”), or an associated person or an FCM, CPO, or CTA.
1. Since Mr. Butterworth has no other financial industry activities, there is no conflict of interest with either the advisory business of the Townsend Group Investments or its clients.
 2. Mr. Butterworth does not receive commissions, bonuses or other compensation based on the sale of securities or other investment products of any kind.

B. Mr. Butterworth acts as a General Partner/Managing Member to 2 limited partnerships/limited liability corporations (both of which are fully funded and invested). He receives no compensation for these duties at this time. However there is the possibility upon dissolution/liquidation of either of these entities that Mr. Butterworth may receive a fee based on the capital commitments of non-manager members.

Item 5 Additional Compensation

David Butterworth receives no economic benefit for providing advisory services to someone who is not a client.

Item 6 Supervision

David Butterworth is the President, CFO and Chief Compliance Officer of the Townsend Group Investments. He is also the only one who has discretion over client accounts. The only other staff is a Research Analyst (who is also a Vice President and the Director of Business Development of the firm) and the Office Manager (who handles all of the paperwork). Thus there is no supervision of Mr. Butterworth and no monitoring of the advice he provides to clients.

Item 7 Requirements for State-Registered Advisers

Not Applicable