

Triangle Peak Partners, LP

Carmel Plaza, Suite 305

Carmel, California 93921

(831) 998-9540

www.trianglepeakpartners.com

This brochure provides information about the qualifications and business practices of Triangle Peak Partners, LP, which is an investment adviser registered with the United States Securities and Exchange Commission (“the SEC”). Registration with the SEC does not imply any particular level of skill or training. The information in this brochure has not been approved or verified by the SEC, or by any state securities authority.

If you have any questions about the contents of this brochure, please contact us at (831) 998-9540, or at info@trianglepeakpartners.com. Additional information about Triangle Peak Partners, LP is available on the SEC’s website at www.adviserinfo.sec.gov.

March 31, 2011

Material Changes

Annual Update

Publication of this Brochure by Triangle Peak Partners, LP (“Triangle Peak”) is an annual process. This year’s version contains changes from the prior version, which was published on March 31, 2010. This section summarizes the changes that are material.

Material Changes since the Last Update

The Securities and Exchange Commission (“the SEC”) amended the requirements for Part 2 of Form ADV, effective October 2010. Part 2 of Form ADV now consists of this Brochure (which is Part 2A) and the attached Brochure Supplement (which is Part 2B).

The structure of this Brochure is materially different from last year’s version. It also contains information that last year’s did not. There are no other material changes since our last annual update in March 2010.

Full Brochure Availability

Copies of this Brochure are available by contacting Scott Bilyeu, Triangle Peak’s Chief Financial Officer, at (831) 998-9533, or at scott@trianglepeakpartners.com.

Table of Contents

Material Changes	1
Annual Update.....	1
Material Changes since the Last Update	1
Full Brochure Availability.....	1
Advisory Business	4
Firm Description	4
Principal Owners.....	4
Types of Advisory Services	4
Tailored Relationships	5
Assets Under Management.....	6
Fees and Compensation	6
Description	6
Other Fees	8
Performance-Based Fees.....	8
Types of Clients.....	8
Description	8
Account Minimums	8
Methods of Analysis, Investment Strategies and Risk of Loss	9
Methods of Analysis	9
Investment Strategies.....	9
Risk of Loss	10
Disciplinary Information	10
Other Financial Industry Activities and Affiliations	11
Financial Industry Activities.....	11
Affiliations.....	11
Code of Ethics, Participation or Interest in Client Transactions and Personal Trading	12
Code of Ethics and Personal Trading	12
Participation or Interest in Client Transactions.....	12
Brokerage Practices	13

Selecting Brokerage Firms	13
Soft Dollars	13
Directed Brokerage.....	14
Order Aggregation	14
Review of Accounts.....	15
Periodic Reviews.....	15
Review Triggers	15
Regular Reports	15
Client Referrals and Other Compensation	15
Custody	15
Investment Discretion.....	16
Voting Client Securities	16
Proxy Votes and Other Shareholder Actions.....	16
Financial Information.....	17
Additional Disclosures	17
Privacy Notice.....	17
Anti-Money Laundering Statement.....	17

Advisory Business

Firm Description

Triangle Peak Partners, LP (“Triangle Peak”) is registered with the SEC as an investment adviser. It was founded in 2008, to provide portfolio management services to high-net-worth individuals and to institutional investors.

The firm’s investment approach blends top-down analysis with bottom-up research. It is carried out through two separate investment strategies: 1) a venture capital/private equity strategy, with predominantly private securities in the technology, alternative-energy and energy/infrastructure sectors, and 2) a diversified global macro strategy, with investments in publicly-traded equities, fixed income, and real assets. It has offices in Carmel, California, in Palo Alto, California, and in Houston, Texas.

Principal Owners

Triangle Peak is a limited partnership, organized under Delaware law. The limited partners are Dain F. DeGroff, Michael C. Morgan, David L. Pesikoff, and Portcullis Investments, LP. Mr. DeGroff, Mr. Morgan and Mr. Pesikoff are the Managing Members of Triangle Peak’s general partner (an entity named Triangle Peak Partners GP, LLC), and each of them plays an active role in the management of Triangle Peak and in the investment of its clients’ assets. Together, they have over 45 years of investing experience. Their educational and professional backgrounds are summarized in the attached Brochure Supplement.

Types of Advisory Services

Triangle Peak currently provides discretionary asset management services to three types of clients: (1) an investment partnership named Triangle Peak Partners Private Equity, LP (“the Private Equity Fund”), whose assets are predominantly private securities in technology, alternative-energy and energy/infrastructure sectors, (2) an investment partnership named Triangle Peak Partners Global Allocation, LP (“the Global Allocation Fund”), whose assets are publicly-traded investments in equities, fixed income and real assets, and (3) separately managed accounts for individuals and institutions whose assets are publicly-traded equities, fixed income and real assets (“Separate Accounts”). For more information on the types of clients for whom we provide advisory services, see the *Types of Clients* section of this Brochure.

Together, the Private Equity Fund and the Global Allocation Fund are “the Client Funds.” In the future, Triangle Peak may agree to provide services to other investment entities, in addition to the Client Funds.

The Private Equity Fund

Triangle Peak acts as the investment manager to the Private Equity Fund, which is closed to new investors.

The Private Equity Fund is organized as a Delaware limited partnership, and its investors own partnership interests. It is closed to new investments. In general, each investor in the Private Equity Fund is an “Accredited Investor,” as that term is defined by the SEC in Rule 501 of Regulation D under the Securities Act of 1933. In addition, each investor is a “Qualified Client,” as that term is defined by the SEC in Rule 205 under the Investment Advisers Act of 1940.

Because of restrictions on the number of investors in the Private Equity Fund and because interests in it were offered only through non-public transactions, the Private Equity Fund is exempt from “investment company” status under the Investment Company Act of 1940.

Triangle Peak manages investments for the Private Equity Fund under its venture capital/private equity strategy. The Private Equity Fund makes equity and equity-related investments in the technology, alternative energy and energy/infrastructure sectors, generally in companies with prospects for strong growth. Invested capital might be used to support revenue growth, capital expenditures, acquisitions and/or balance sheet strength.

As described more fully in the offering documents of the Private Equity Fund, that Fund may participate in certain co-investments with MTP Energy Management LLC or Magnetar Financial LLC. This relationship is described in greater detail in the *Other Financial Industry Activities and Affiliations* section of this brochure.

The Global Allocation Fund

Triangle Peak acts as the investment manager to the Global Allocation Fund.

The Global Allocation Fund is organized as a Delaware limited partnership, and its investors own partnership interests. In general, an investor in the Global Allocation Fund must be an “Accredited Investor,” as that term is defined by the SEC in Rule 501 of Regulation D under the Securities Act of 1933. In addition, the investor must be a “Qualified Client,” as that term is defined by the SEC in Rule 205 under the Investment Advisers Act of 1940. Furthermore, only in certain circumstances may a non-U.S. person be an investor.

The Global Allocation Fund intends to restrict the number of investors in the fund and to offer interests in it only through non-public transactions, in order to maintain the fund’s exemption from “investment company” status under the Investment Company Act of 1940.

Triangle Peak manages investments for the Global Allocation Fund under its diversified global macro strategy. The investment objectives for the Global Allocation Fund are to preserve capital and to achieve growth. It pursues active asset allocation across a variety of asset classes, in order to achieve broad diversification in a low-cost, tax-efficient manner.

Separate Accounts

Triangle Peak manages investments for Separate Accounts using the firm’s diversified global macro strategy. This strategy is similar to the strategy used in managing the Global Allocation Fund’s investments, although the specifics of implementing that strategy may differ.

Triangle Peak generally holds a limited power of attorney to act on a discretionary basis with respect to Separate Accounts. Clients with Separate Accounts may impose restrictions on investing in certain securities or types of securities.

Tailored Relationships

Triangle Peak has discretion to make the following determinations without first obtaining the client’s consent:

- selection of the securities that are bought or sold
- the amount of the securities bought or sold
- the brokers through which securities are bought or sold, and
- the commission rates at which securities are bought or sold.

Triangle Peak's authority may, however, be subject to conditions imposed pursuant to its agreement with the client. Examples might include (a) restrictions on ownership of securities in a specific industry, or (b) directions that transactions be accomplished using particular brokers.

Assets Under Management

As of December 31, 2010, Triangle Peak managed \$331mm in assets on a discretionary basis and no assets on a non-discretionary basis.

Fees and Compensation

Description

The Private Equity Fund

For asset management services provided to the Private Equity Fund, Triangle Peak receives an annual management fee from each investor. For six years beginning with the initial closing of the fund (which was in June 2008), the annual fee is 2.0% of the investor's capital commitment to the fund. After six years, the annual management fee is as follows: (1) for the 7th year, 2.0% of the Fund's net invested capital; (2) for the 8th year, 1.67% of the Fund's net invested capital; (3) for the 9th year, 1.33% of the Fund's net invested capital; and (4) for each year after the 9th year, 1.0% of the Fund's net invested capital. This annual management fee is paid quarterly in advance, as a deduction from the investor's capital contribution.

In general, distributions from the proceeds of a particular investment to the Private Equity Fund's investors will be made in the following manner: (a) First, distributions will be made to investors pro rata (in proportion to their respective interests), until they receive 100% of the capital contributions that are attributable to the particular investment. (b) Second, any remaining amount will be distributed to investors pro rata, until they receive 100% of any prior realized losses on other investments by the fund. (c) Third, any remaining amount will be paid to cover fund expenses. (d) Finally, any remaining amount will be distributed (i) 80% to investors pro rata and (ii) 20% to an affiliate of Triangle Peak.

Notwithstanding the foregoing, the Private Equity Fund may allow investors to invest on different terms (including, without limitation, with respect to fees).

The Global Allocation Fund

For asset management services provided to the Global Allocation Fund, Triangle Peak receives a quarterly management fee equal to 0.10% of the capital account of each investor. This management fee is paid in advance, at the beginning of each calendar quarter, as a deduction from the investor's capital account. If an investor makes a contribution during a quarter, a prorated management fee will be deducted from the investor's capital account. If an investor makes a withdrawal during a quarter, Triangle Peak is not required to return any portion of a previously-paid management fee (although its general practice has been to do so). Notwithstanding the foregoing, the Global Allocation Fund may waive all or a portion of the management fee as to an investor, or it may agree to other changes in the management fee.

In addition, an affiliate of Triangle Peak receives an annual Profit Allocation from each investor in the Global Allocation Fund. This Profit Allocation is 10% of the amount by which the performance of the investor's capital account (counting realized and unrealized gains and losses) exceeds the Hurdle Amount. The Hurdle Amount is the product of multiplying (i) the investor's capital account balance at the beginning of the year (with adjustments for contributions or withdrawals during the year), by (ii) the average daily yield on 5-year US Treasury non-inflation-indexed securities during the year. Notwithstanding the foregoing, the Fund maintains a Contingent Loss Account for each investor (essentially tracking any as-yet-unrecouped losses that the investor has sustained), and the investor will not pay any Profit Allocation until his or her Contingent Loss Account has been reduced to zero (through recoupment of any prior losses). In addition, the Global Allocation Fund may waive all or a portion of the Profit Allocation as to an investor, or it may agree to other changes in the Profit Allocation.

The Global Allocation Fund has a Confidential Private Placement Memorandum ("the Memorandum"). The Memorandum contains additional information about the Global Allocation Fund, including a discussion of the significant risks of investing in it. Before making an investment in the Global Allocation Fund, a potential investor should read the Memorandum carefully.

Other Information About the Client Funds

The following information is applicable to both Client Funds (the Private Equity Fund and the Global Allocation Fund).

Investors in the Client Funds may be limited in their ability to terminate their investment interests. Such limits are set forth in the offering documents for each Client Fund.

The expenses paid by either Client Fund to Triangle Peak or its affiliates, including management fees and performance fees, may be a higher percentage of the investor's average net assets than the percentage that might be available to investors using other investment vehicles.

Separate Accounts

Triangle Peak's compensation for Separate Accounts is agreed with the client before Triangle Peak renders services, based upon an assessment of the client's needs and any applicable portfolio restrictions. Triangle Peak will assess the client's needs in an interview, conducted in person or through e-mail or correspondence.

Fees and the account minimum applicable to a Separate Account are negotiable. Fees charged to a client with a Separate Account typically include a fixed component and a variable component. The fixed component is an agreed percentage (from a minimum 0.4%) of the market value of the assets under management on the last business day of the prior calendar quarter, and it is billed in advance at the beginning of each calendar quarter (taking into account any contributions made at the beginning of the quarter). The variable component is an agreed percentage (from a minimum 5%) of profits above a predetermined threshold (counting realized and unrealized gains and losses), billed in arrears at year-end. Fees are directly debited from client accounts. Please see the *Performance-Based Fee* section for more information.

The typical agreement for management of a Separate Account provides that it may be terminated by either party upon 30 days' prior notice, for any reason or for no reason. Upon termination of the account, any prepaid but unearned fees will be refunded to the client, and any earned but unpaid fees will be due and payable to Triangle Peak. #

Other Fees

In addition to investment management fees and performance fees paid to Triangle Peak or its affiliates, clients are responsible for any fees and expenses charged by custodians and imposed by broker-dealers, as well as other transaction costs. The *Brokerage Practices* section of this Brochure discusses brokerage fees in greater detail.

Performance-Based Fees

Triangle Peak charges its clients performance-based fees, which are paid to Triangle Peak or its affiliates. Because investments with higher expected returns may also have higher risks of loss, the existence of performance fees might create incentives for an investment manager (such as Triangle Peak) to make investments with client funds that are riskier than might be made under a compensation structure that did not include performance fees. And since Triangle Peak's performance fees are based in part on unrealized gains, they are greater than fees based solely on realized gains. Please refer to the *Fees and Compensation* section above for more information on the calculation of the performance-based fees.

For more information regarding Triangle Peak's affiliates, please see the *Other Financial Industry Activities and Affiliations* section of this Brochure.

Types of Clients

Description

Triangle Peak provides discretionary investment advisory services to primarily two types of clients: (1) private investment funds (such as the Private Equity Fund and the Global Allocation Fund), and (2) separately managed accounts for individuals and institutional clients (Separate Accounts).

Account Minimums

The Private Equity Fund is closed to new investors.

Each investor in the Global Allocation Fund must initially invest at least \$5,000,000 in that fund, except the minimum is \$1,000,000 for an investor who commits a total of \$5,000,000 or more to the Global Allocation Fund and other investment vehicles managed by Triangle Peak (such as the Private Equity Fund). Triangle Peak may waive this requirement in its discretion.

With respect to Separate Accounts, Triangle Peak generally requires client assets under management of at least \$20,000,000. Triangle Peak may waive this requirement in its discretion.

Methods of Analysis, Investment Strategies and Risk of Loss

Methods of Analysis

Triangle Peak employs a variety of analytical methods, including fundamental and quantitative analysis. We gather information from the following sources when analyzing securities:

- Financial newspapers and magazines
- Macroeconomic data published by governments and other respected sources
- Research materials prepared by others
- Independently generated proprietary research
- Inspections of corporate activities
- Corporate rating services
- Annual reports, prospectuses, and other filings made with the SEC
- Company press releases and other publications
- Personal conversations with corporate officers, customers and competitors

Investment Strategies

In managing investments for the Private Equity Fund, Triangle Peak invests predominantly in private securities (that is, securities that are not publicly traded), in the technology, alternative-energy and energy/infrastructure sectors. Implementation of this strategy generally involves purchasing equities or debt instruments. However, it may also involve transactions in other instruments (including but not limited to commodity options), in order to hedge positions in those equities or debt instruments.

In managing investments for the Private Equity Fund, Triangle Peak seeks to preserve the fund's capital and to achieve substantial absolute returns on that capital, while not exposing the fund's assets to unreasonable risk.

In managing investments for the Global Allocation Fund and for Separate Accounts, Triangle Peak invests in multiple asset classes using publicly-traded instruments. The primary asset classes include US equities, international equities, US fixed income, and real assets (including TIPS). The publicly-traded instruments include (but are not limited to) shares of common stock, shares in exchange-traded funds, government debt, and private debt. Most positions are long and unleveraged; but there are also short sales and the use of borrowed funds. As a general matter, Triangle Peak's investment management agreements do not limit the types of investments in which it may invest, and they do not restrict the types of instruments in which it may invest.

In managing investments for the Global Allocation Fund and for Separate Accounts, Triangle Peak seeks to preserve its clients' capital and to achieve substantial relative returns on that capital, while limiting the relative risk to which client assets are exposed. In this regard, Triangle Peak measures performance against an internal benchmark, which is a weighted composite of indexes. These indexes track markets for domestic equities, international equities, domestic fixed income and domestic inflation-protected securities.

Risk of Loss

The success of Triangle Peak's investment strategies depends on our ability to manage each client's investments on a day-to-day basis. Although Triangle Peak attempts to preserve each client's capital and to achieve real growth of wealth, investing involves risk of loss that clients should be prepared to bear.

An investment in the Private Equity Fund entails a high degree of risk. The fund's assets are invested predominantly in private equity and debt instruments. These private securities are not publicly traded now, and they may never be. Private securities bear illiquidity risk; that is, the owner may incur substantial or total loss in the event that it needs to sell, because it may be difficult or impossible to locate potential purchasers who are willing to pay fair economic value. In addition, investments in private equity instruments bear the risk that the company may not prove to be a viable going concern, in which event the equity instruments will be worthless. Similarly, investments in private debt instruments bear the risk that the obligor may default, in which event the value realized may be substantially less than the principal amount (or it might be zero).

For separate reasons, an investment in the Global Allocation Fund or in a Separate Account entails a high degree of risk. Although the assets of the Global Allocation Fund and the Separate Accounts are generally invested in publicly-traded assets, publicly-traded assets are subject to wide swings in value. Adverse changes in general market conditions, or in the situation facing the issuer of a specific security, may involve substantial losses, temporary or permanent. Moreover, Triangle Peak's investment strategies may fail, in whole or in part. A substantial percentage of assets will be invested in international equities, which present risks that may not apply to domestic investments (including but not limited to risks concerning exchange rates, different accounting standards, less efficient securities markets, higher transaction costs, and political volatility).

The preceding paragraphs present an incomplete summary of certain risks. An investment in the Private Equity Fund, in the Global Allocation Fund or in a Separate Account involves several risks aside from those mentioned above. The Private Equity Fund has a Confidential Private Placement Memorandum, and so does the Global Allocation Fund. Those Memoranda discuss, in much greater detail, the substantial risk factors accompanying investments in those funds.

Disciplinary Information

Neither Triangle Peak nor any of its management personnel has been involved in a disciplinary proceeding. In addition, they have not been involved in any legal proceeding that might reasonably be considered material to a client's evaluation of Triangle Peak's advisory business or the integrity of its management.

Other Financial Industry Activities and Affiliations

Financial Industry Activities

The Global Allocation Fund currently has a “prime brokerage” arrangement with J.P. Morgan Clearing Corp. and an “introducing brokerage” relationship with Merlin Securities, LLC. Neither Triangle Peak nor its officer or employees are affiliated with these brokers. For more information on these relationships, see the Brokerage Practices section of this Brochure.

Affiliations

Roles of Triangle Peak affiliates as general partner of the Client Funds. An affiliate of Triangle Peak (named Triangle Peak Partners Private Equity GP, LLC) is the general partner of the Private Equity Fund. Another affiliate of Triangle Peak (named Triangle Peak Partners Global Allocation GP, LLC) is the general partner of the Global Allocation Fund. Triangle Peak solicits clients to invest in securities in which it may have a financial interest, either directly or through an affiliate. Please refer to the *Code of Ethics and Personal Trading* section of this Brochure for more details.

Advisory relationship of Triangle Peak affiliate with Private Equity Fund’s co-investor. An affiliate of Triangle Peak (named Triangle Peak Partners PE Investment, LP), is party to a Strategic Advisory and Co-Investment Agreement with two entities that are not affiliated with Triangle Peak (MTP Energy Management LLC and Magnetar Financial LLC).

Independent of this agreement, the parties to it are interested in considering investment opportunities in the Energy/Infrastructure sector. The agreement provides that one unaffiliated entity will pay the Triangle Peak affiliate a fixed annual advisory fee for its participation in jointly evaluating potential co-investment opportunities. The parties may well agree to co-invest in some of the opportunities that they evaluate, but they have no obligation to do so.

Triangle Peak expects that its affiliate’s participation in this relationship will provide access to attractive opportunities for potential investments by the Private Equity Fund. Nonetheless, the relationship is structured such that Triangle Peak’s affiliate arguably has an incentive to ensure that it continues to receive annual advisory fees from the unaffiliated entity, in return for having the Private Equity Fund make co-investments with that entity.

Any concerns raised by this structure are addressed by the following: (i) Decisions whether the Private Equity Fund should co-invest with the unaffiliated entities are made by Triangle Peak, not its affiliate. (ii) The principals in the Triangle Peak affiliate have large investments in the Private Equity Fund, and their economic self-interest in the success of the Private Equity Fund is much larger than the advisory fee that the unaffiliated entity pays to the Triangle Peak affiliate. (iii) The purpose for the advisory fee is to compensate the Triangle Peak affiliate for its participation in the evaluation of potential investments. That is, the unaffiliated entity pays the fee because of evaluation services rendered by the Triangle Peak affiliate, not because of any potential co-investment by the Private Equity Fund. Payment of the advisory fee to the Triangle Peak affiliate is expressly not conditioned on any co-investment by the Private Equity Fund.

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

Code of Ethics and Personal Trading

Pursuant to the SEC's Rule 204A-1 under the Investment Adviser Act of 1940, Triangle Peak has adopted a Code of Ethics. Among other things, the Code of Ethics sets forth the standards of business conduct required of Triangle Peak's officers and employees, and it requires an affirmative commitment that they will comply with federal securities laws.

The Code of Ethics contains policies and procedures governing the personal investment activities of Triangle Peak's officers and employees, designed to ensure that their personal investments do not interfere with the best interests of Triangle Peak's clients. These procedures include preapproval of transactions in most securities, reporting of personal securities transactions as well as a blackout period surrounding client transactions.

The Code of Ethics also contains restrictions on insider trading and related procedures designed to prevent the misuse of material, non-public information either by Triangle Peak or its officers and employees.

A copy of the Code of Ethics is available upon request.

Participation or Interest in Client Transactions

Triangle Peak serves as the investment adviser to the Private Equity Fund and the Global Allocation Fund, and Triangle Peak's affiliates serve as general partners in those two Client Funds. In addition, Triangle Peak solicits clients to invest in those Client Funds, where the clients are qualified to do so and where their investment strategies are consistent with those of the Client Funds.

Employees of Triangle Peak may invest in the Client Funds, and are encouraged to do so. When employees invest in Client Funds, their assets are invested the same way as other investors' assets.

Subject to applicable laws and to Triangle Peak's Code of Ethics, Triangle Peak's employees are permitted to buy and sell securities in their own personal accounts (separate and apart from any investment in Client Funds). Triangle Peak does not manage these personal accounts, but employees may decide to buy or sell securities that Triangle Peak buys or sells for its clients. The Code of Ethics prevents the timing of employees' personal trades from interfering with those of Triangle Peak's clients. Employee trading is continually monitored to prevent conflicts of interest.

Brokerage Practices

Selecting Brokerage Firms

Triangle Peak seeks to obtain “best execution” of trades, which is not the lowest possible commission cost but the best qualitative execution under the circumstances. In selecting a broker, Triangle Peak considers several factors, including gross prices, transaction costs, reputation, financial strength and stability of the broker, efficiency of execution and the broker’s error resolution capabilities, the size of the transactions, and the relevant markets. In this regard, Triangle Peak’s goal is not to optimize one factor (e.g., lowest commission, best net price) for any single transaction.

The Global Allocation Fund currently has a “prime brokerage” arrangement with J.P. Morgan Clearing Corp. and an “introducing brokerage” relationship with Merlin Securities, LLC. A substantial amount of the Global Allocation Fund’s trades may be effected through the prime broker, which performs the following functions, among others: (i) arrange for the receipt and delivery of securities bought, sold, borrowed and lent; (ii) make and receive payments for securities; (iii) maintain custody of cash and securities; (iv) deliver cash to the Global Allocation Fund’s bank accounts; (v) provide lending services for certain account transactions; and (vi) tender securities in connection with tender offers, exchange offers, mergers or other corporate reorganizations.

The introducing broker provides administrative, reporting and support services to the Global Allocation Fund. The Global Allocation Fund does not directly compensate the introducing broker for these services, although it may use the introducing broker as an executing broker for a number of its securities transactions.

The prime broker will generally maintain custody of a substantial portion of the Global Allocation Fund’s assets. Nonetheless, the assets of the Global Allocation Fund and Triangle Peak’s other clients may be held with other custodians. These custodians include Goldman Sachs, the Vanguard Group, and Bank of America Merrill Lynch. Triangle Peak may also affect trades through these custodians, or their affiliated broker-dealers.

Soft Dollars

In addition to execution of an investment adviser’s client transactions, a broker might provide the adviser with additional products and services. And rather than charge separately for the extra products and services, the broker might charge a single bundled commission rate, which might be substantially higher than an execution-only rate. Because the broker in this situation would not receive cash for the extra products and services, it is said to receive “soft dollars” for them. Arrangements of this type raise the possibility that an adviser might use client assets to fund payments to brokers for a variety of products and services that the adviser would otherwise have to buy with its own money.

To limit the potential for abuse in such situations, Congress passed Section 28(e) of the Securities Exchange Act of 1934. Section 28(e) is a safe harbor provision that permits “soft dollar” arrangements under certain circumstances. Specifically, Section 28(e) provides that it is not unlawful for an adviser to pay a commission to a broker for execution plus “brokerage and research services,” even if that commission exceeds another broker’s execution-only rate, but only if the adviser makes a good faith determination that the value of the added “brokerage and research services” justifies the added commission charge.

In return for paying commissions to its brokers, Triangle Peak receives not only execution of trades, but also access to traditional research reports by the brokers' own economists and analysts (i.e., the brokers' "proprietary" research). Triangle Peak does not have to pay for these reports, which is a benefit for Triangle Peak. Triangle Peak therefore may have an incentive to select brokers based on its own interest in receiving their research reports, rather than simply on its clients' interests in receiving most favorable execution.

Triangle Peak's access to brokers' research reports might be considered "soft dollar" arrangements. However, these arrangements satisfy the safe-harbor requirements of Section 28(e). Triangle Peak's only use of the research reports is as one aid in making investment decisions on behalf of the clients whose accounts generate the brokered transactions. Moreover, access to its brokers' research reports does not cause Triangle Peak to pay commissions higher than it would otherwise pay those brokers, or higher than it would otherwise pay other brokers. Because Triangle Peak is not obligated to direct a particular volume of transactions to any particular broker in return for access to its research reports, Triangle Peak does not assess the relative usefulness of those reports when directing client transactions to brokers.

Aside from the traditional research reports discussed above, Triangle Peak does not receive other products or services from brokers that might be considered "soft dollar" arrangements.

Directed Brokerage

A client may direct Triangle Peak to execute securities transactions for its account using a particular broker. When this occurs, the client is responsible for negotiating the terms and conditions relating to the services provided by the broker.

When a client chooses directed brokerage, Triangle Peak may not be able to achieve the most favorable execution of that client's transactions. The client may pay higher commissions than it would otherwise pay, and it may not obtain prices as low as it would otherwise receive.

Order Aggregation

Triangle Peak provides investment management services to multiple clients. Market transactions for one client generally will be executed independently from transactions for other clients, unless Triangle Peak decides to purchase or sell the same securities for more than one client and to aggregate ("batch") those orders. This only occurs when Triangle Peak believes that batching orders is in the best interests of the affected accounts. Most often, Triangle Peak batches orders to obtain more timely execution or to receive more favorable commission rates.

When batching occurs, gross and net transaction prices will be allocated among clients in an equitable fashion, generally pro-rata and typically at the average executed price.

Review of Accounts

Periodic Reviews

The accounts of Triangle Peak's clients are reviewed on a weekly basis by an investment committee. This committee includes Mr. Morgan, Mr. Pesikoff and Mr. DeGroff. Account reviews typically focus on investment performance, the client's risk and return objectives and any investment constraints.

Review Triggers

Other account reviews can be triggered by excess market movements, strategy adjustments, or requests from clients.

Regular Reports

Investors in the Private Equity Fund receive quarterly written capital statements, quarterly unaudited financial statements and quarterly written reports, as well as an audited annual report. Investors in the Global Allocation Fund receive monthly written capital statements and quarterly written reports, as well as an audited annual report. For both Client Funds, the quarterly written reports detail fund performance and provide commentary. Clients with Separate Accounts receive quarterly written performance reports.

Client Referrals and Other Compensation

Triangle Peak does not compensate any person or entity to solicit new clients on its behalf or for the Client Funds.

Custody

Triangle Peak does not maintain possession of client funds or securities. Client assets are maintained with a custodian bank selected by Triangle Peak or its affiliates. Triangle Peak may select more than one custodian bank, and the selection may change over time.

Nevertheless, because affiliates of Triangle Peak serve as the general partners to the Client Funds, Triangle Peak is deemed to have custody of their assets. Therefore, to the extent necessary, Triangle Peak will comply with SEC requirements concerning custody of client funds.

Each of the Client Funds receives an annual audit from an accounting firm registered with the Public Company Accounting Oversight Board. Audited financial statements are provided to the limited partners of each Client Fund within 120 days after its fiscal year ends. Separate Account clients receive monthly account statements from the custodian. We urge clients to compare the account statements they receive from the qualified custodian with

those reports they receive from Triangle Peak. For more information on the types of reports clients will receive from Triangle Peak, see the *Review of Accounts* section of this Brochure.

Investment Discretion

Triangle Peak enters into an investment management agreement with each of its clients. By signing this agreement, the client gives Triangle Peak full discretion on all investment decisions regarding their account. Clients may impose investment-related restrictions on their account, as described in more detail in the *Types of Advisory Services* section of this brochure.

Voting Client Securities

Proxy Votes and Other Shareholder Actions

A client's account may include securities with voting rights.

Rather than agree that Triangle Peak will exercise voting rights with respect to securities in client accounts, a client may elect to do so (for herself, in the case of a Separate Account, or for its investors, in the case of a Client Fund). In that situation, the client will receive proxies or other voting instructions from the broker or custodian bank, and Triangle Peak will not provide advice to the client on voting issues.

Clients may agree that Triangle Peak will exercise voting rights, perhaps subject to stated restrictions imposed by the client. Aside from such restrictions, Triangle Peak casts votes as it determines in good faith to be in the best economic interests of the client, without subrogating client interests to its own. Voting responsibilities are necessarily exercised on a case-by-case basis, but in general, Triangle Peak intends to cast votes in a manner consistent with the economic interests of the relevant class of voters. In this regard, Triangle Peak has retained a respected independent consultant (Institutional Shareholder Services) to assist it in implementing an approved set of voting policies.

It is conceivable that there may be a conflict in voting on certain matters, between Triangle Peak and a client. This might result from the personal investments of Triangle Peak employees, client relationships, or otherwise. If such a conflict arises, Triangle Peak will cast the vote that the independent consultant concludes is in the best economic interests of the relevant class of shareholders.

Upon request, a client may obtain a copy of Triangle Peak's proxy voting policies, as well as information on its voting history.

Financial Information

Triangle Peak has never been the subject of a bankruptcy petition, and it is not aware of any financial condition that is reasonably likely to impair its ability to meet any contractual commitments to clients.

Additional Disclosures

Privacy Notice

Maintaining the confidentiality of the personal financial information of each current and former client (and investors with interests in institutional clients) is very important to Triangle Peak. This information, all of which Triangle Peak gathers from its clients (not from third-party sources), includes such items as the investor's name, email address, mailing address, Social Security number, and bank account number.

Triangle Peak limits access to such personal information to those of its employees who need to know the information in order to service client accounts. It does not sell or otherwise disclose this information to anyone except as permitted or required by law. Triangle Peak may share certain information with an independent auditor, in the course of an authorized audit of the investor's account, and it may share information with regulators or with its own legal counsel if necessary. In the case of the Client Funds, a copy of Forms K-1 of a Client Fund's investors is included in the fund's income tax return, which is filed with the Internal Revenue Service. In addition, Triangle Peak may disclose information about a particular investor at that investor's specific request (for example, by sending duplicate account statements to a person designated by the investor).

Triangle Peak has the right to change its privacy policy, but it will not do so without prior notice to its clients and their investors.

Anti-Money Laundering Statement

Triangle Peak maintains policies designed to detect and report activities that raise suspicions of money laundering. It requires prospective clients, along with investors in Client Funds, to provide information needed for compliance with applicable legal and regulatory requirements. Pursuant to those requirements, Triangle Peak may disclose information respecting clients and investors to government or regulatory authorities, and it will file reports required by applicable law. If required by law, Triangle Peak may suspend all activity with respect to the account of a particular client or investor, which might affect the ability of the client or investor to withdraw assets until Triangle Peak receives instructions from the appropriate government authority.