

## Form ADV Part 2A

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This brochure provides information about the qualifications and business practices of Sustainable Insight Capital Management, LLC (“SICM”). If you have any questions about the contents of this brochure, please contact George Parker, Chief Compliance Officer, at (646) 790 4800 or [george.parker@sicm.com](mailto:george.parker@sicm.com)

The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission (“SEC”) or by any state securities authority.

Additional information about SICM also is available on the SEC’s website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov)

SICM is an investment advisor registered under the Investment Advisers Act of 1940, but such registration does not imply a certain level of skill or training.

**March 27, 2020**

## Item 2: Material Changes

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This Brochure includes material and non-material changes since the last amendment to our Form ADV filed on March 22, 2019. There are no other material changes from our prior Brochure

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## Item 4: Advisory Business

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Sustainable Insight Capital Management, LLC (“SICM” or “we”) provides investment advisory services for equity portfolios to domestic and international clients on a discretionary basis. We offer customized separately managed accounts with various strategies that may include US securities and/or Global securities in developed and developing markets. We also manage private funds in which institutions and qualified and accredited investors may invest. Several of our strategies incorporate ESG factors and/or include sector or industry exclusions.

We also provide investment advice and/or trade recommendations in the form of model investment portfolios to certain accounts of clients for which we have no responsibilities relating to trade execution and no contact with the underlying client. Model investment portfolios are considered to be non-discretionary assets under advisement and will not be included in our Assets Under Management.

In the case of pooled investment funds, investors will not generally be able to modify the investment strategy of the funds. Clients with separately managed accounts may request that we manage their accounts with various restrictions, including security specific restrictions, risk restrictions, geographic restrictions, liquidity restrictions, as well as other limitations which may be agreed upon with the client. We will generally accept such restrictions and incorporate them in the client’s investment management agreement or subadvisory agreement. We do not participate in any wrap fee programs.

We have been in business since 2013. Our principal owner is SICM Management, LLC and its majority owner, Kevin Parker, our Managing Partner.

As of February 29, 2020, we managed approximately \$152,780,000 of assets under management on a discretionary basis. In addition, we advised approximately \$34,600,000 of model portfolios on a non-discretionary basis.

## Item 5: Fees and Compensation

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Investment advisory fees vary based on the type of strategy. In our core strategies, we typically charge 45 basis points annually for U.S. core strategies and 55 basis points annually for core strategies that include international securities, although in each case existing client may pay up to 100 basis points per annum. For our passive plus strategy, SICM typically charges 30 basis points. Our US Large Cap Value strategy charges fees on a sliding scale beginning at 65 basis points annually. We may, in our sole discretion, reduce, waive or rebate all or a portion of the management fee payable in respect of any investor, including our employees and affiliates. In addition, we may pay a portion of management fees to third parties who provide distribution and investor services to investors, including feeder funds that invest in the strategies.

Fees for model portfolios to which SICM provides non-discretionary advisement range from 28 to 70 basis points charged quarterly in arrears depending on the amount of assets under management. We also have a subadvisory assignment under which we charge the manager 10 bps per annum.

Management fees are deducted from fund assets monthly in arrears based on investors' capital account balances or shares' aggregate net asset value on a monthly or quarterly basis. Subadvised accounts are typically charged on a quarterly basis in arrears. We may agree in the future with certain investors in the future to apply a performance-based fee or allocation. For separately managed accounts, management fees are typically billed to the client. However, SICM would directly debit a management fee if the client requests such arrangement. Model based programs calculate all fees payable to SICM and may pay on a monthly or quarterly basis.

Accounts are also subject to transaction fees and costs in connection with their investments and trading, including brokerage commissions (including options and futures trades), spreads, mark-ups on securities, swaps and forwards, and other hedging costs, and other similar costs and expenses.

Investors in funds we manage will pay administrative and operational expenses, including (without limitation) legal fees; the cost of producing and distributing offering memoranda and other marketing materials and expenses paid to third-party vendors; custodial fees; if applicable; bank service fees; and other operating expenses; regulatory and compliance expenses directly related to the account; filing fees and expenses (including government and regulatory filings made in respect of funds, such as Form PF preparation and filing expenses), if applicable; fees and expenses of account administrators; insurance expenses; market data expenses; accounting, audit, and tax preparation expenses; tax expenses, insurance expenses, fund board fees and out-of-pocket expenses, fund board insurance, registered office fees and expenses and other operating expenses.

Clients may also bear any extraordinary expenses, such as litigation costs, damages and indemnification expenses.

To the extent that an expense is shared among other client accounts, such expense will be allocated on a fair and equitable basis as determined by SICM, in its sole discretion.

Please refer to Item 12 for more information about brokerage practices.

No management fees will be paid in advance unless otherwise agreed to by SICM, and neither SICM nor any supervised persons accept compensation for the sale of securities or other investment products.

Neither SICM nor any supervised person accepts compensation for the sale of securities or investment products.

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

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### Performance-Based Fees

At the present time, all investors are charged solely asset-based management fees. However, in the future, we may charge certain investors performance-based fees in our sole discretion. In such an arrangement, investors in a fund subject to performance-based fees may participate in such fund's performance on a *pro rata* basis with investors in a fund not subject to performance-based fees.

### Side-by-Side Management

The majority of our investment strategies are managed by the same portfolio team. As such, our portfolio construction and management team may simultaneously manage multiple types of accounts for a number of clients. Accounts within a given strategy or across strategies may charge higher or lower fees than other accounts. We maintain a number of controls to address these conflicts many of which are described in Item 12.

It is important to note that accounts with similar investment objectives may be managed differently at times, which can lead to difference in performance. While the same investment practices are generally applied to all accounts within a given strategy, investment decisions are made specifically to meet the unique objectives of each client. Differences in clients' investment objectives, risk tolerance, investment guidelines, available funds, or other restrictions/prohibitions may lead to different investment decisions, and ultimately different performance, even among similar accounts within the same strategy. Please see Item 12 for more details on controls reasonably designed to ensure fair and equitable treatment of all client accounts.

## Item 7: Types of Clients

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We provide investment advisory services on a discretionary basis and on a non-discretionary basis.

All U.S. investors will meet the definition of “accredited investor”, as defined in Rule 501 of Regulation D under the Securities Act of 1933, as amended (the “Securities Act”) and “qualified purchaser” or “knowledgeable employee” under the 1940 Act. We seek clients from high net worth individuals, family offices, pensions, endowments, foundations, corporations and other institutional investors. In the future, we may provide investment advice to other private funds, registered funds or separately managed accounts.

The minimum initial investment for an investor in a private fund is \$1,000,000 and separately managed accounts have a minimum initial investment of \$5,000,000. In each case the minimum is subject to waiver in our sole discretion. There is no minimum initial investment required to access our services through model portfolios.



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

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### Methods of Analysis and Investment Strategies

The investment objective for each strategy is to achieve long term total return in excess of the relevant benchmark by investing into equities and other equity-like securities of companies that exhibit superior financial qualities. Where appropriate the firm will give consideration to ESG factors in making its investment decisions, including screening out securities of issuers in particular industries.

Our core equity strategies utilize a proprietary quantitative analysis of signals generated from publicly available equity research. Portfolios are constructed in accordance with the particular strategy's risk constraints, exclusions, geographic and industry restrictions and available stock universe.

Our large cap value strategy combines fundamental analyses in a valuation-oriented framework with risk assessment. We seek to create portfolios that hold financially productive companies whose securities are attractively valued.

Each strategy invests in listed equity securities. This can include common stocks, preferred stocks, warrants, convertible bonds and/or convertible preferred securities, ADRs and GDRs. All of the foregoing may be listed on both U.S. and non-U.S. exchanges.

The strategies are intended to be long-only listed equity strategies. The cash level will typically be limited to 1-4% or less of the total portfolio value. This level may occasionally be exceeded due to contributions, withdrawals, or other special circumstances.

We lend securities through our custodians on behalf certain clients. We may also invest in highly liquid cash rate instruments.

We generally will not employ leverage, except for the use of derivatives for the purposes described above.

Cash will generally be held in the form of highly liquid cash rate instruments denominated in U.S. dollars.

## Material Risks

Investing in our investment strategies involves a high degree of risk and is suitable only for persons having substantial financial resources who understand the consequences of, and the risks associated with such an investment. Some of those risks are summarized below. Investors and potential investors in our pooled investment vehicles should refer to the private placement memorandum for each fund for a more detailed discussion of risks.

All investments in securities include a risk of loss of principal (invested amount) and any profits that have not been realized. In addition, as recent global and domestic economic events have indicated, performance of any investment is not guaranteed. As a result, there is a risk of loss of the assets we manage that may be out of our control. We cannot guarantee any level of performance (including in respect of a strategy benchmark) or that an investor will not suffer a loss.

The following risk factors are the material risk factors related to each significant investment strategy used by SICM.

**Equity Securities.** Each investment portfolio will include positions in common stocks, preferred stocks and convertible securities of U.S. issuers and non-U.S. issuers. Equity securities fluctuate in value in response to many factors, including the activities and financial condition of individual companies, the business market in which individual companies compete and industry market conditions and general economic environments.

**Non-U.S. Securities.** We may invest part of the client's assets in securities of non-U.S. issuers (or all of the assets in the case of the International Equities). These investments in securities and instruments in foreign markets involve substantial risks not typically associated with investments in U.S. securities. Foreign securities investments may be affected by changes in currency rates or exchange control regulations, changes in governmental administration or economic or monetary policy (in the United States and abroad) or changed circumstances in dealings between nations.

Investments in foreign securities will also occasion risks relating to political and economic developments abroad, including the possibility of expropriations or confiscatory taxation, limitations on the use or transfer of clients' assets and any effects of foreign social, economic or political instability. Foreign companies are not subject to the regulatory requirements of U.S. companies and, as such, there may be less publicly available information about such companies. Moreover, foreign companies are not subject to uniform accounting, auditing and financial reporting standards and requirements comparable to those applicable to U.S. companies.

Finally, in the event of a default of any foreign debt obligations, it may be more difficult to obtain or enforce a judgment against the issuers of such securities.

Securities of foreign issuers may be less liquid than comparable securities of U.S. issuers and, as such, their price changes may be more volatile. Furthermore, foreign exchanges and broker-dealers are generally subject to less government and exchange scrutiny and regulation than their American counterparts. Brokerage commissions, dealer concessions and other transaction costs may be higher in foreign markets than in the U.S. In addition, differences in clearance and settlement procedures in foreign markets may occasion delays in settlements of our trades affected in such markets.

**American Depositary Receipts (“ADRs”)**. In certain strategies, clients may invest in foreign markets through the use of ADRs. ADRs are dollar-denominated instruments issued by a U.S. bank and represent ownership of a foreign security. Because ADRs are issued by non-U.S. companies, they involve similar risk to non-U.S. Securities including currency rates or exchange control regulations, changes in governmental administration or economic or monetary policy (in the United States and abroad) or changed circumstances in dealings between nations. See the section Non-U.S. Securities above for additional risks.

**Emerging Market Securities**. In certain strategies, clients may invest a portion of their assets in the securities (or instruments thereto) of less developed countries or countries with new or developing capital markets (“Emerging Markets”) as well as trade the currencies of such countries for hedging purposes. The value of Emerging Market currencies and securities may be drastically affected by political developments in the country of issuance. In addition, the existing governments in the relevant countries could take actions that could have a negative impact on performance, including nationalization, expropriation, imposition of confiscatory taxation or regulation or imposition of withholding taxes on interest payments. Certain clients may invest in financial instruments that trade on non-U.S. exchanges, including exchanges in Emerging Markets.

Some Emerging Markets have experienced political, economic and/or social instability. Many such countries have also experienced dramatic swings in the value of their national currency. There can be no assurance that such instability or such fluctuations will not occur in the future and, if they do occur, that they will not have a substantial adverse effect on performance.

The economies of many of the Emerging Market countries are still in the early stages of modern development and are subject to abrupt and unexpected change. In many cases, governments retain a high degree of direct control over the economy and may take actions having sudden and widespread effects. Also, many Emerging Market country economies have a high dependence on a small group of markets or even a single market. Emerging Market countries also tend to have periods of high inflation and high interest rates as well as substantial volatility in interest rates, which could affect performance adversely.

Foreign investment in the Emerging Market countries is in some cases restricted. Many of these countries have non-convertible currencies and the value of investments may be affected by fluctuation in available currency rates and exchange control regulations. The remittance of profits may therefore be restricted, and the investors may need to utilize swaps, or other indirect

investment techniques to access markets and remit profits. Moreover, the banking systems in these countries are not fully developed and considerable delays may occur in the transfer of funds within, and the remittance of monies out of, these countries.

**Derivatives.** Our strategies may utilize derivative financial instruments for both hedging currencies and to gain synthetic exposure to non-U.S. equities. Derivative financial instruments may include total return swaps, contracts for difference and currency forward contracts. Such derivative instruments may be highly volatile, involve certain special risks and expose investors to risk of losses.

The risks relating to the over-the-counter derivatives, , such as total return swaps, include, but are not limited to, the following: (1) credit risks (the exposure to the possibility of loss resulting from a counterparty's failure to meet its financial obligations); (2) market risk (adverse movements in the price of a financial asset or commodity); (3) legal risks (the characterization of a transaction or a party's legal capacity to enter into it could render the financial contract unenforceable, and the insolvency or bankruptcy of a counterparty could preempt otherwise enforceable contract rights); (4) operational risk (inadequate controls, deficient procedures, human error, system failure or fraud); (5) documentation risk (exposure to losses resulting from inadequate documentation); (6) liquidity risk (exposure to losses created by inability to prematurely terminate the derivative); (7) systemic risk (the risk that financial difficulties in one institution or a major market disruption will cause uncontrollable financial harm to the financial system); (8) concentration risk (exposure to losses from the concentration of closely related risks such as exposure to a particular industry or exposure linked to a particular entity); and (9) settlement risk (the risk faced when one party to a transaction has performed its obligations under a contract but has not yet received value from its counterparty).

**Currency Exchange Exposure and Currency Hedging.** Because clients may invest in securities that are denominated or quoted in currencies other than the clients' base currencies, their performance may be significantly affected by fluctuations in the relative currency exchange rates and by exchange control regulations. Furthermore, the clients will incur costs in connection with conversions between various currencies. Currency exchange dealers realize a profit based on the difference between the prices at which they are buying and selling various currencies. Thus, a dealer normally will offer to sell currency at one rate, while offering a lesser rate of exchange should the client desire immediately to resell that currency to the dealer. Each client will conduct its currency exchange transactions either on a spot (i.e., cash) basis at the spot rate prevailing in the currency exchange market, or through entering into a number of different types of hedging transactions including, without limitation, forward, futures or commodity options contracts to purchase or sell currencies, and entering into non-U.S. currency borrowings.

We may choose not to enter into hedging transactions with respect to some or all of the positions that are exposed to currency exchange risk.

**Market Risks In General.** Our strategies will be subject to market risk, including, but not limited to, directional price movements, deviations from historical pricing relationships, changes in the

regulatory environment, changes in market volatility, “flights to quality” and “credit squeezes.” Accordingly, clients may be subject to sudden and dramatic losses as a result of such market events.

The particular or general types of market conditions in which clients may incur losses or experience unexpected performance volatility cannot be predicted, and clients may materially underperform other investment funds with substantially similar investment objectives and approaches.

**Volatility.** The prices of certain instruments, such as the equity and equity-linked instruments and related options, that may be traded have been subject to periods of excessive volatility in the past, and such periods can be expected to recur. Price movements are influenced by many unpredictable factors, such as market sentiment, inflation rates, interest rate movements and general economic and political conditions.

**Security Selection.** Because our clients invest primarily in publicly-traded equity securities, we believe a primary risk of loss is associated with our securities selection process. While we endeavor to minimize such risk through portfolio construction and diversification requirements, there can be no guarantee that such measures will prevent losses.

**Securities Lending.** Clients may lend securities to brokers, dealers and other financial institutions that need to borrow securities to complete certain transactions as a means of earning additional income. Such clients are entitled to payments in amounts equal to the interest, dividends or other distributions payable on the loaned securities, which affords the clients an opportunity to earn interest on the amount of the loan and current income on the loaned securities themselves. However, we do not vote proxies on securities that are lent. In addition, clients might experience a loss if any institution with which such client has engaged in a portfolio loan transaction breaches its agreement with the client. If the borrower becomes insolvent or bankrupt, such clients could experience delays and costs in recovering loaned securities. To the extent that, in the meantime, the value of the loaned securities declines, the clients could experience further losses.

**Regulatory Risk.** The financial services industry is highly regulated and constantly evolving. Changes to the regulations may impede our ability to offer certain products or services, invest in certain products, asset classes or markets, and/or may require us to alter our strategies or practices in order to comply with new rules and directives. We cannot predict the impact or effect, if any, of future regulatory reform on the strategies we currently manage or products and services we currently provide.

**Cybersecurity Risk.** The computer systems, networks and devices used by us and our service providers to carry out routine business operations employ a variety of protections designed to prevent damage or interruption from computer viruses, network failures, computer and telecommunication failures, infiltration by unauthorized persons and security breaches. Despite the various protections utilized, systems, networks, or devices potentially can be breached. A Client and its investors could be negatively impacted as a result of a cybersecurity breach.

Cybersecurity breaches can include unauthorized access to systems, networks, or devices; infection from computer viruses or other malicious software code; and attacks that shut down, disable, slow, or otherwise disrupt operations, business processes, or website access or functionality. Cybersecurity breaches may cause disruptions and impact business operations, potentially resulting in financial losses to a Client; interference with our ability to calculate the value of an investment in a Client; impediments to trading; the inability us and other service providers to transact business; violations of applicable privacy and other laws; regulatory fines, penalties, reputational damage, reimbursement or other compensation costs, or additional compliance costs; as well as the inadvertent release of confidential information.

Similar adverse consequences could result from cybersecurity breaches affecting issuers of securities in which a Client invests; counterparties with which a Client engages in transactions; governmental and other regulatory authorities; exchange and other financial market operators, banks, brokers, dealers, insurance companies, and other financial institutions; and other parties. In addition, substantial costs may be incurred by these entities in order to prevent any cybersecurity breaches in the future.

## Item 9: Disciplinary Information

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There are no legal or disciplinary events that are material to a client's or prospective client's evaluation of our advisory business or the integrity of our management, including civil or criminal actions, administrative proceedings before financial regulatory authorities or self-regulatory organization proceedings.

## Item 10: Other Financial Industry Activities and Affiliations

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SICM is currently the Manager of Sustainable Insight Global Impact Passive Plus Fund, LLC, a Delaware limited liability company.

Neither SICM nor any of its management persons are registered or have an application pending to register as a broker/dealer. We do not recommend or select other investment advisers for our clients.

Certain directors that do not serve as officers of SICM (“Outside Directors”) will invest in or manage other investment products or otherwise participate in the asset management industry. Such other investment products may have strategies that overlap with or are different from the strategies we employ and may invest or trade in the same instruments that we invest in on behalf of our clients. Outside Directors will be under no obligation to share with us or our clients any investment opportunities derived from their other activities in the asset management industry. Further, our clients will not participate in or benefit from the Outside Directors’ other activities.

Our Managing Partner, Kevin Parker, is a member of the Board of Directors of Arena Investors, an investment manager focused on bespoke debt solutions.



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

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SICM and its supervised persons have committed to a Code of Ethics that will be available for review by investors and prospective investors upon request. Each supervised person of SICM is required to read, sign and deliver a certificate of compliance with the Code of Ethics and may only effect a personal transaction in a limited offering or initial public offering by pre-approving such transaction with our Chief Compliance Officer. Each supervised person also must provide initial securities holdings reports and annual securities holding reports to the Chief Compliance Officer. Furthermore, each supervised person provides quarterly securities transaction reports related to personal securities transactions that are “beneficially owned” by such supervised person.

Supervised persons of SICM can invest in the same securities that SICM recommends to clients. This creates a conflict of interest because supervised persons may put their interests before clients. SICM addresses this risk by requiring supervised persons to receive pre-approval for personal securities transactions. SICM does not allow supervised persons to buy or sell at the same times as clients. However, related persons of SICM have separately managed accounts for which SICM serves as the investment adviser. These accounts are traded at the same time as other clients and may be bunched with other client accounts. SICM has policies and procedures regarding the order of trade placement to prevent favoritism of these accounts.

In providing services, we seek to allocate orders and investment opportunities in a manner that we believe is in the best interests of all clients. Although such allocations may be *pro rata*, they will not necessarily be so, where our allocation policies (e.g., differing objectives or other considerations) dictate a different result. There can be no assurance that a particular order or investment opportunity will be allocated in a particular manner. If conflicts arise in the allocation of investment opportunities, we will seek to resolve such conflicts fairly. The foregoing policy does not require that each opportunity be made available to all accounts, leaving significant discretion to us. For example, there may be accounts with different objectives, so that the same transaction would not necessarily be made available to all accounts.

## Item 12: Brokerage Practices

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### A. Selecting Brokerage Firms

SICM is responsible for selecting broker-dealers to execute trades and negotiating any commissions paid on such transactions. Our primary consideration in placing transactions with particular broker-dealers is to obtain best execution in the most effective manner possible. We also consider a variety of other factors, including the financial strength, integrity and stability of the broker-dealer, diversity of ownership and management, the commissions to be paid and complementary services such as middle office systems and processes. SICM may determine, especially with respect to smaller accounts, that it is in the clients best interest to trade with the client's broker custodian based on the cost of each transaction.

We also consider the quality, comprehensiveness and frequency of available research and other products and services considered to be of value. The products and services furnished by broker-dealers may include, among other things, written information and analyses concerning specific securities, companies or sectors, including ESG factors related to those companies or sectors; market, financial and economic studies and forecasts; and statistics and pricing or appraisal services, discussion with research personnel, and special execution.

It is not anticipated that we will consider, in selecting or recommending broker-dealers whether SICM or its affiliates will receive client referrals from such a broker-dealer or third party.

### B. Aggregation and Allocation

The securities to be purchased or sold on behalf of our clients may be aggregated in order to obtain superior execution and/or lower brokerage expenses.

Execution prices for identical securities purchased or sold on behalf of multiple clients in any one business day may be averaged. In such instances, allocation of prices, as well as expenses incurred in the transaction, will be made in a manner that SICM considers to be equitable to each client involved in the transactions.

In some situations, we may not be able to or may choose not to aggregate orders for client accounts. When trades are not aggregated, they do not typically receive the same average execution price. In these situations, we seek to have broker-dealers generate orders equitably.

### C. Directed Brokerage

Where we produce model portfolios assets under advisement, we do not have the ability to execute brokerage transactions. In such cases, we are not able to negotiate commission rates or spreads, or able to obtain the same execution as for other clients. We also have been directed in

the past by clients to use specific brokers, and we may permit Clients to direct brokerage to brokers of the client's choice in the future. If a client directs us to use a specific broker-dealer, we may be unable to achieve the most favorable execution of Client transactions. This may cost the Client more due to higher commissions or our inability to reduce transaction costs by aggregating trades with its other accounts.

#### D. Soft Dollar Arrangements

We have soft dollar arrangements with brokerage firms to receive research and other products in exchange for brokerage commissions from certain client transactions. The receipt of soft dollars creates a benefit for us because we do not have to produce or pay for the research, products, and services received using soft dollars. This arrangement creates an incentive to select or recommend a broker dealer based on the receipt of research and other products and services rather than receiving most favorable execution. We may cause clients to pay commissions (or markups or markdowns) higher than those charged by other broker-dealers in return for soft dollar benefits. The soft dollar benefits we receive are used to service all of our clients' accounts, whether or not the client has paid for soft dollar credits. Our use of commissions or soft dollars to pay for research products or services falls within the safe harbor for soft dollars created by Section 28(e) of the Securities Exchange Act of 1934. The brokerage and research services we obtain may include a variety of financial information and related services that we believe will assist us in performing our advisory activities, including statistical and pricing services, analyses and research pertaining to particular securities, and software used to effect securities transactions, as well as information related to particular benchmark constituents. These services may be provided by brokerage firms or other third parties.

We have policies and procedures to address the conflicts of interest associated with our brokerage practices. We periodically review the quality of the brokers used and evaluate the overall reasonableness of brokerage commissions paid on client transactions.

#### E. Trading Errors

We have the responsibility to execute orders in the best interest of our clients. We expect to correctly and properly execute trades for client accounts, but may experience trading discrepancies or errors. In the event a trade error occurs in the handling of any client transaction, our policy is to identify and correct any errors as promptly as possible without disadvantaging the client. Trade errors are documented with appropriate supervisory approval and maintained in a trade error file.

## Item 13: Review of Accounts

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We review the portfolio of each client with respect to positions held, risk exposure and proper settlement on a regular basis. This review is conducted by our Portfolio Construction Team.

We have created an Investment Committee and a Risk Committee. Each of these committees meets regularly to review portfolios, performance and positions. It is the Firm's intention to have these committees review all portfolios managed by the firm. Each committee includes all members of our portfolio construction and management team as well as our Chief Compliance Officer.

Other conditions that may trigger a review are changes in applicable laws, new investment information, a default, changes in the market and changes in a particular client's circumstances. We may conduct reviews more frequently in certain situations.

Audited annual financial statements of funds we manage are prepared and sent as soon as practicable following the close of each fiscal year, but not later than 120 days after the end of the fiscal year. We also provide each investor in each fund with unaudited monthly account statements. We also provide each investor in each fund with a detailed analysis of the portfolios held by each fund on a quarterly basis, including performance and attribution.

We provide each U.S. investor in each fund's domestic feeder fund with a Schedule K-1 for tax purposes. If we are unable to deliver such Schedule K-1 by April 15, we will provide such members with estimates of the taxable income or loss allocated to their investment. Unless otherwise restricted by law, all reports, financial statements, and other information may be delivered electronically. The global pandemic related to Covid 19 may impact our ability and/or the ability of our advisors to deliver tax or financial information within the usual time frame.

Separately managed account clients have continuous access to their accounts and typically receive periodic reports directly from the custodian of the such accounts. Where requested we will provide additional analysis regarding such accounts.

## Item 14: Client Referrals and Other Compensation

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We have entered into agreements to compensate third-party solicitors for client referrals. In all cases, these referral fee arrangements shall be fully disclosed to the affected client(s) and all appropriate disclosures shall be made, including the nature of the arrangement and the amount of any compensation provided. Such compensation paid to solicitors includes a percentage of management fees paid to us from clients introduced by solicitors. Referral fees are paid by SICM and clients who are referred do not incur additional fees. We will undertake to cause any persons referring clients to us for a fee to comply with the requirements of Rule 206(4)-3 of the Advisers Act.

## Item 15: Custody

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We do not hold client assets and all client assets will be held in custody by unaffiliated qualified custodians. However, we are considered to have custody of the assets owned by funds we manage and intend to comply with Rule 206(4)-2 under the Investment Advisers Act of 1940, as amended, by holding a funds' assets with qualified custodians and annually distributing audited financial statements prepared in accordance with generally accepted accounting principles to all members or shareholders in the funds within 120 days of the end of their fiscal years.

Each fund client will receive monthly account statements from the fund custodian as well as quarterly performance updates directly from SICM. Clients are encouraged to compare these statements and updates.

## Item 16: Investment Discretion

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We have entered into investment management agreements with each of our clients and have accepted discretionary authority to manage securities on their behalf. We have the authority to determine, without obtaining specific consent, the investments to be bought or sold, and the amount of the investments to be bought or sold on behalf of the client.

We generally exercise investment discretion with respect to the strategies. We have entered into agreements that impose investment restrictions on investment activities. These may include restrictions on (i) industries and sectors in which to invest, (ii) securities we may not buy or sell, (iii) geographic or asset concentration, and/or (iv) risk. Although we believe that such limitations are generally appropriate given its current trading strategies, such limitations may prevent a strategy from taking or maintaining certain positions in respect of its portfolio, or may otherwise constrain investment activity, resulting in the strategy not being able to take advantage of potential profit opportunities in our view or being exposed to losses.

## Item 17: Voting Client Securities

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Where we have accepted the authority to vote client securities, we have retained and authorized Institutional Shareholder Services (ISS), a third-party service provider, to handle proxy voting on behalf of our clients in accordance with such proxy service provider's written guidelines, including ISS's Sustainability Policy. Such guidelines will be updated as necessary or when we receive updated voting guidelines from such proxy service provider. Fund investors will not be able to direct any votes in a particular solicitation. Investors and prospective investors in our strategies will be able to obtain information about how the strategies' securities are voted and a copy of our proxy voting policy and procedures upon request. In certain separately managed accounts, clients may retain the right to vote securities themselves or direct us to vote in accordance with other policies.

## Item 18: Financial Information

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SICM does not solicit prepayment of client fees.

SICM has not been the subject of any bankruptcy petition.