

Hinduja-Lynx Investment Advisory, LLC

Form ADV Part 2A Firm Brochure

March 2020

Hinduja-Lynx Investment Advisory, LLC
1100 Connecticut Avenue NW #300
Washington, DC 20036

(202) 833-3700 phone
(202) 833-3704 fax
klilian@lynxinvestment.com
www.lynxinvestment.com

This brochure provides information about the qualifications and business practices of Hinduja-Lynx Investment Advisory, LLC (“Hinduja-Lynx”). If you have any questions about the contents of this brochure, please contact us at (202) 833-3700. Please note that this brochure has not been approved or verified by the Securities & Exchange Commission or any state securities authority.

Additional information about Hinduja-Lynx is also available on the SEC’s website at www.adviserinfo.sec.gov.

Hinduja-Lynx is registered as an investment adviser with the SEC under the Investment Advisers Act of 1940 (the “Advisers Act”). Registration as an investment adviser with the SEC does not imply a certain level of skill or training.

Item 2. Summary of Material Changes

This Brochure is an update of the Part 2A of Form ADV Brochure submitted by Hinduja-Lynx in March 2019. Hinduja-Lynx's business activities have not changed materially since the time of the previous annual update of the Brochure in 2019. We encourage all recipients to read this Brochure carefully in its entirety.

Item 3. Table of Contents

Item 2. Summary of Material Changes	1
Item 3. Table of Contents	2
Item 4. Advisory Business	3
Item 5. Fees and Compensation	3
Item 6. Performance-Based Fees and Side-by-Side Management	4
Item 7. Types of Clients	4
Item 8. Methods of Analysis, Investment Strategies and Risk of Loss	4
Item 9. Disciplinary Information.....	6
Item 10. Other Financial Industry Activities and Affiliations.....	6
Item 11. Code of Ethics, Participation or Interest in Client Transactions and Personal Trading.....	6
Item 12. Brokerage Practices	6
Item 13. Review of Accounts	7
Item 14. Client Referrals and Other Compensation	7
Item 15. Custody	7
Item 16. Investment Discretion	8
Item 17. Voting Client Securities	8
Item 18. Financial Information.....	9

Item 4. Advisory Business

Description

Hinduja-Lynx was founded in June 2017, and at the time of this filing does not manage any client assets. Hinduja-Lynx is jointly owned by Hinduja Group International Limited (Bermuda) and Lynx Investment Advisory LLC. Hinduja-Lynx provides investment consulting services to individual and institutional clients.

Services

Upon engagement of clients, Hinduja-Lynx advises clients throughout the investment process and assists with identifying investment goals, creating an Investment Policy Statement, determining an optimal portfolio asset allocation, researching and choosing investment managers, account opening and funding, performance review and ongoing portfolio monitoring. There are many factors that affect the recommended allocation and manager selection for each client, including but not limited to time horizon, risk tolerance, spending and liquidity needs, and, if appropriate, tax considerations. Clients may impose a restriction on investing in certain types of securities. Hinduja-Lynx makes every attempt to work with the recommended managers to honor such requests. However, sometimes the investment structure (e.g. mutual fund) will preclude Hinduja-Lynx from controlling the specific outcome requested by the client. In either case Hinduja-Lynx will discuss the feasibility of the request with the client to ensure that their expectations are met.

Hinduja-Lynx does not participate in wrap fee programs.

Discretionary & Non-Discretionary Assets

At the time of this filing, Hinduja-Lynx does not have any clients, and does not manage any assets.

Item 5. Fees and Compensation

Consulting Services Fees

Hinduja-Lynx's standard consulting fees are based on assets under management using the schedule below:

.75% per year on the first \$5,000,000
.60% per year on the next \$15,000,000
.50% per year on the next \$20,000,000
Negotiable on assets above \$40,000,000

The amount of the fee for each client is negotiated on a case by case basis. The fees are for Hinduja-Lynx's advisory services only and do not include transactions fees, brokerage commissions or other management fees charged by non-affiliated third parties (such as custodians, separate account managers, mutual funds, etc.) that Hinduja-Lynx may recommend and with whom the client may invest. Unless there is a client - or manager - specific reason not to, Hinduja-Lynx recommends custodians such as Schwab and Fidelity, whose transaction and brokerage fees are typically \$0 to \$12.95 for equities/ETFs and \$25 for mutual funds (with certain mutual fund companies at \$45 a trade). Actual trading costs will vary depending on the number of shares traded and the value of client assets held at the particular custodian. When recommending mutual funds, Hinduja-Lynx recommends institutional class shares when available,

in order to provide the lowest expense ratios available to the client for a specific fund. Regardless of the share class designation, funds are always no-load.

For new client accounts, the fee will begin on the first day of the month following the month in which Hinduja-Lynx accepts the account. Fees are generally paid quarterly, in advance, based on the value of the client's account as of the close of the previous business quarter, unless otherwise negotiated with the client and provided for in their contract. Any contributions made during a calendar quarter will cause an adjustment to the advisory fee. No adjustment or refund will be made with respect to partial withdrawals during any calendar quarter. Hinduja-Lynx's service may be terminated by either party upon written notification in accordance with the applicable contractual notice of termination. Upon termination, the fees charged for advisory services will be pro-rated and a refund for any unearned fees will be issued.

In some cases fees may be paid quarterly in arrears. In the event of such a fee schedule, Hinduja-Lynx is entitled to the portion of the advisory fee earned during the quarter until the termination of the advisory agreement. Hinduja-Lynx may offer clients who request it a fixed fee for its services.

Clients may choose to be billed directly or have their fees directly deducted from a custodial account. In both cases, the client will receive a separate copy of each invoice, describing in detail the basis for their fee calculation.

Item 6. Performance-Based Fees and Side-by-Side Management

Hinduja-Lynx does not charge any performance fees.

Item 7. Types of Clients

Hinduja-Lynx's prospective clients are individuals and institutions. Individual clients include high-net worth individuals, families and/or trust accounts. Institutional clients include endowments, foundations, other non-profits and retirement plans.

Item 8. Methods of Analysis, Investment Strategies and Risk of Loss

Most client portfolios will not follow one investment strategy. Hinduja-Lynx provides customized investment recommendations based on each client's unique circumstances, including but not limited to, the client's investment goals, risk tolerance, liquidity requirements, spending needs and any other client-specific constraints.

Once an allocation is determined, Hinduja-Lynx then recommends third-party managers within each asset class. The vehicles used may be index funds, mutual funds, exchange-traded funds (ETFs), separate account managers, non-publicly traded commingled funds, partnerships and other privately offered funds. These managers have been vetted through Hinduja-Lynx's manager research and approval process. Potential managers are initially screened by our research department for style, performance and risk attributes using holdings-based analysis and performance attribution. We then conduct face to face meetings to gain a better understanding of a manager's philosophy, management, process, performance and costs. The final step for manager approval is a review and vote by Hinduja-Lynx's investment committee.

The summary provided below is a brief overview of market and investment risks and is not intended to be complete.

- Recommendation of Third-Party Asset Managers – Past performance of third-party managers may not be replicated in the future. Hinduja-Lynx does not control the underlying investments in a third-party manager's portfolio so there is a risk that a manager may deviate from their stated mandate. Additionally, Hinduja-Lynx does not control the manager's daily operations and compliance activities which could be a business or regulatory risk. While Hinduja-Lynx applies a vetting, review and investment committee approval process to the selection of third party asset managers, it may not ultimately mitigate the client from the risk of fraud, willful misconduct or gross negligence on part of the third party asset manager.
- Stock Market Risk – There is a chance that stock prices overall will decline. Stock markets tend to move in cycles, with periods of rising prices and periods of falling prices.
- Foreign Securities and Currency Risk – Hinduja-Lynx may recommend some investments in international and emerging market securities which have exposure to currency fluctuations, foreign taxes and regulations and the potential for illiquid markets and political instability
- Interest Rate Risk and Credit Risk – Hinduja-Lynx may recommend investment in fixed income securities (or mutual funds, ETFs or separately managed accounts that hold fixed income instruments). The value of these holdings may be adversely affected by rising interest rates. Credit risk (the risk that an issuer will default on its debt obligations) may also exist.
- Exchange-Traded Funds – ETFs face market-trading risks, including the potential lack of an active market for shares, losses from trading in the secondary markets and disruption in the creation/redemption process of the ETF. Any of these factors may lead to liquidity risk and/or the fund's shares trading at either a premium or a discount to its "net asset value."
- Equity Securities - Equity investments are volatile and will increase or decrease in value based upon issuer, economic, market and other factors. Small capitalization stocks generally involve higher risks in some respects than do investments in stocks of larger companies and may be more volatile. The securities of non-U.S. issuers also involve a high degree of risk because of, among other factors, the lack of public information with respect to such issuers, less governmental regulation of stock exchanges and issuers of securities traded on such exchanges and the absence of uniform accounting, auditing and financial reporting standards.

The investment risks described above represent some but not all of the risks associated with various types of investments and investment strategies. Clients should carefully evaluate all applicable risks with any investment or investment strategy, and realize that investing in securities involves risk of loss that Clients should be prepared to bear. Private investment opportunities involve a substantial degree of risk as a result of business, financial, market, and/or legal uncertainties, as well as, national and international political circumstances, and pandemics. There are restrictions on an investor's right to withdraw all or part of their interests, transfer interests, or pledge or otherwise encumber interests in a private pooled investment vehicle.

Clients should remember that past performance is not an accurate indicator of future results. All investing involves a risk of loss that clients should be prepared to bear, and the investment strategy of multi- manager investments offered by Hinduja-Lynx could lose money over short or even long periods.

Item 9. Disciplinary Information

Hinduja-Lynx has not been involved in any legal or disciplinary events.

Item 10. Other Financial Industry Activities and Affiliations

Hinduja-Lynx is required to disclose any relationship or arrangement that is material to its advisory business or to its clients with certain related persons. Lynx Investment Advisory, LLC (“Lynx”), an affiliate of Hinduja-Lynx, provides advice to individual and institutional clients and a private investment fund on both a discretionary and non-discretionary basis. Certain supervised persons of Lynx also serve in the same or similar capacity for Hinduja-Lynx, and the two firms share the same office location.

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

Hinduja-Lynx has adopted a Code of Ethics (“Code”) in accordance with Rule 204A-1 under the Advisers Act to govern, among other things, personal securities transactions by employees, and to ensure that the interests of employees do not conflict with the interests of clients. Hinduja-Lynx’s Code includes standards of conduct requiring Hinduja-Lynx employees to comply with the spirit and the letter of the federal securities laws and the fiduciary duties an investment adviser owes to its clients.

The Code also addresses outside positions (such as board membership or employment) which are to be reviewed to make sure they do not present a conflict of interest. Rules relating to gifts and insider trading and personal trading are also described. Hinduja-Lynx distributes the Code to each employee upon the commencement of employment, annually, and upon any material change to the Code. Each employee must also acknowledge that they have received, read, understood and agree to comply with Hinduja-Lynx’s policies and procedures described in the Code upon the commencement of employment, annually and when it is materially amended.

Clients may obtain a copy of Hinduja-Lynx’s Code by requesting such information directly from Hinduja-Lynx.

Item 12. Brokerage Practices

Hinduja-Lynx does not have any soft dollar arrangements and does not receive compensation from any of the custodians that we may recommend clients use. Hinduja-Lynx recommends custodians that will hold client assets and execute transactions on terms that are, overall, most advantageous when compared to other available providers and their services. Custodians are evaluated for their trade execution services, capabilities for transfers and payments, breadth of available investment products, trading fees and reputation, financial strength and stability. While Hinduja-Lynx prefers to use Fidelity or Schwab (fees described above) as the custodians of client accounts, the decision is ultimately left up to each client. In addition, when Hinduja-Lynx recommends managers who have their own preferred custodians, we usually recommend that clients use the manager’s preferred custodian, unless the costs are determined to be unreasonable.

In the event that a client chooses their own broker or custodian, the client should consider the following:

- (a) The client may forgo any benefit from savings on execution costs that the money managers may be able to obtain for its clients through negotiating volume discounts on batch transactions (if applicable);

- (b) Though Hinduja-Lynx has generally found that the money managers allocate batched transactions on a random basis, execution of orders that have directed a particular broker may be delayed until execution of non-directed orders have been completed;
- (c) Clients who direct a money manager to use a specific broker may pay higher commissions on transactions that might be obtained by the underlying money managers, or may receive less favorable executions of transactions, or both; and
- (d) Clients who direct Hinduja-Lynx to use a specific broker for an account holding mutual funds and ETFs may pay higher commissions on transactions that might be obtained by opening the account at one of our preferred custodians (Schwab or Fidelity).

For customized portfolios, Hinduja-Lynx does not aggregate the purchase or sale of securities. The timing of trades will depend on when a recommendation is approved by each individual client.

Item 13. Review of Accounts

At a minimum, client portfolios are evaluated on a quarterly basis, at which time a comprehensive performance report will be provided to clients. However, client portfolios are continually monitored, reviewed and analyzed by each client's advisor. Investment manager analysis, performance review, rebalancing, and investment policy changes are all items that are constantly under watch by Hinduja-Lynx.

Client quarterly reports are customizable, but generally include the following: market update and commentary, current and historical performance for the portfolio as a whole and each underlying manager/investment, current and historical benchmark returns, asset allocation, manager allocation and performance attribution. These reports can be provided electronically or in hard copy. On a quarterly basis, the client may choose to have an in-person meeting with their advisor to review the portfolio or receive the report with a written analysis of their accounts.

Item 14. Client Referrals and Other Compensation

Hinduja-Lynx currently does not pay any referral fees. Any future referral arrangements will be developed in accordance with Rule 206(4)-3 under the Investment Advisers Act of 1940. Among other things, the Rule requires that each prospective client referred by a "solicitor" is furnished with a written statement that includes pertinent information about the referral arrangement.

Item 15. Custody

Per Rule 206(4)-2 under the Advisers Act (the "Custody Rule") Hinduja-Lynx is deemed to have custody of client assets if, for example, a client authorizes us to instruct Schwab or Fidelity to deduct our advisory fees directly from their account (or if a client grants us authority to move their money to another person's account). The custodian maintains actual custody of the client assets. Clients will receive monthly statements directly from Schwab and Fidelity at the email or postal mailing address provided to the custodian on the account opening documents. Clients should carefully review the statements promptly when received. We also encourage clients to compare their custodial account statements with the quarterly reports that Hinduja-Lynx provides.

Item 16. Investment Discretion

As mentioned above (Item 4. Advisory Business), Hinduja-Lynx does accept discretion of client accounts when cash needs to be raised for checks that clients have written on an account or to pay our advisor fees. In these cases, Hinduja-Lynx will not seek permission from the client before we trade a security. This trading authority may be granted to us by clients in their Schwab or Fidelity account opening documents.

Item 17. Voting Client Securities

Separate Accounts (Third-Party Managed)

Generally, Hinduja-Lynx does not have authority to vote client securities. Proxy voting is performed by the separate account managers. Clients may contact Hinduja-Lynx for advice or information about a particular proxy vote but Hinduja-Lynx disclaims any responsibility for voting a Client securities.

Hinduja-Lynx Recommended Securities

In the case that a proxy vote is required for a mutual fund or ETF that Hinduja-Lynx has recommended or purchase for the Fund, in accordance with its fiduciary duty to clients and Rule 206(4)-6 of the Advisers Act, Hinduja-Lynx has adopted and implemented written policies and procedures governing the voting of client securities. The general policy is to vote proxies in a prudent and diligent manner that will serve the applicable Client's best interest and is in line with each Client's investment objectives.

Hinduja-Lynx may take into account all relevant factors, as determined by Hinduja-Lynx in its discretion, including, without limitation: (i) the impact on the value of the securities or instruments owned by the relevant client and the returns on those securities; (ii) the anticipated associated costs and benefits; (iii) the continued or increased availability of portfolio information; and (iv) industry and business practices. In limited circumstances, Hinduja-Lynx may refrain from voting Proxies where Hinduja-Lynx believes that voting would be inappropriate, taking into consideration the cost of voting the proxies and the anticipated benefit to its Clients, such as when it anticipates holding the securities for a very short period of time (that happens to fall on the applicable voting record date). Generally, investors in the Fund may not direct Hinduja-Lynx's vote in a particular solicitation. The research department will conduct appropriate analysis, determine what vote is in the best interest of the client, and vote any proxies on behalf of the client.

Conflicts of interest may arise between the interests of the Fund on the one hand and Hinduja-Lynx or its affiliates on the other hand. If Hinduja-Lynx determines that it may have, or is perceived to have, a conflict of interest when voting Proxies, Hinduja-Lynx will vote in accordance with its proxy voting policies and procedures.

Clients and investors may obtain a copy of Hinduja-Lynx 's written proxy voting policies and procedures as well as information on how Hinduja-Lynx voted specific proxies by requesting such information directly from Hinduja-Lynx.

With respect to class action lawsuits, as a fiduciary, Hinduja-Lynx will evaluate whether the Fund will participate in shareholder class action litigation and similar matters. Hinduja-Lynx will not participate in class action litigation unless it has been determined that it would be in the best interest of the Fund. Hinduja-Lynx generally does not serve as the lead plaintiff in class actions because the costs of such participation typically exceed any extra benefits that accrue to lead plaintiffs. Hinduja-Lynx's CCO will maintain documentation associated with the Fund's participation in class actions.

Item 18. Financial Information

Registered investment advisers are required in this Item to provide clients with certain financial information or disclosures about the adviser's financial condition. Hinduja-Lynx has never filed for bankruptcy and is not aware of any financial condition that is expected to affect its ability to meet contractual and fiduciary commitments to its clients.