



YHB Wealth Advisors LLC
CRD#: 291713

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This Brochure provides information about the qualifications and business practices of YHB Wealth Advisors LLC. If the reader has any questions about the contents of this Brochure, please contact the Chief Compliance Officer via telephone at (804) 553-1900. The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority. Additional information about YHB Wealth Advisors LLC is available on the SEC's website at www.adviserinfo.sec.gov.

Registration as an Investment Adviser does not imply any level of skill or training. The oral and written communications of an adviser will provide information which a prospective client might use to determine whether to hire or retain an adviser.

Part 2A Appendix 1 of Form ADV:

Wrap Fee Program Brochure

Date: August 31st, 2021

Item 2 – Material Changes

Since the Firm's initial ADV filing with the SEC the Firm has made no material changes its Form ADV Part 2A.

DISCLOSURES: YHB Wealth may, at any time, update this Wrap Brochure. A copy of the Wrap Brochure or an offer to send a copy of this Wrap Brochure (either by electronic means (e-mail) or in hard copy form) may be sent if a material change occurs in the future. A person may view the current Wrap Brochure on-line at the SEC's Investment Adviser Public Disclosure website: www.adviserinfo.sec.gov. Select the option for a "Firm" search and enter 291713 (YHB Wealth's CRD number) in the field labeled "Firm Name or CRD/SEC#". This will provide access to Form ADV Part 1, Form ADV Part 2a and the Wrap Fee Program Brochure.

A person may also request a copy of this or any disclosure brochure at any time by contacting the Chief Compliance Officer via telephone at (804) 553-1900.

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COMPANY HISTORY & PRINCIPALS

YHB Wealth Advisors LLC (“YHB Wealth” or the “Firm” “we” or “us”) is a limited liability company formed in the State of Virginia. YHB Wealth was founded in December 2017 as a fee-only investment advisory firm with the intent to provide exceptional service to individuals, families, trusts, businesses, charitable foundations and institutions. The Firm registered as an investment adviser at SEC. YHB Wealth is a subsidiary of Yount, Hyde & Barbour, P.C., a leading Virginia based accounting and consulting firm since 1947. Adrian Taylor serves as Managing Member of YHB Wealth.

YHB Wealth and its registered investment adviser representatives (“Advisor”) are deemed to have a fiduciary relationship with a client when providing the investment advisory services that are described in this Brochure. That means that YHB Wealth and its Advisors are required to act in the best interest of the client when providing investment advisory services. YHB Wealth believes that to provide proper investment advice and wealth management services to clients, it is important that we understand a client’s financial condition, risk profile, investment goals, tax situation, liquidity constraints – and develop a complete picture of a client’s financial situation. To aid in this understanding, YHB Wealth offers clients comprehensive financial planning services. Once YHB Wealth understands a client’s needs and goals, the investment process can begin. YHB Wealth will then recommend strategies and investments that it believes are aligned with the clients’ goals and risk profiles. Prior to YHB Wealth rendering services, clients are required to enter into one or more written agreements with YHB Wealth setting forth the relevant terms and conditions of the advisory relationship.

This program may cost the client more or less than purchasing such services separately and Investing in securities involves a risk of loss that you, as a client, should be prepared to bear.

YHB WEALTH WRAP FEE PROGRAM

YHB Wealth serves as a program sponsor and portfolio manager for its own wrap fee program, the YHB Wealth Wrap Fee Program (the “Program”). Clients of YHB Wealth will primarily be managed under the Program. When a client participates in the Program, they will pay a single fee which includes investment advice, wealth management, financial planning, and financial plan management services as well as custodial and administrative costs incurred within their account(s). The accounts are managed on a discretionary basis and participation in the Program typically requires a minimum household balance of \$200,000. It should be noted that the Firm may waive this household minimum at their discretion. This Wrap Brochure has been created and will be presented to the client by YHB Wealth prior to investing in the Program. The Firm’s Wrap Brochure is available upon request at any time by calling the Chief Compliance Officer via telephone at (804) 553-1900.

YHB Wealth does not have any non wrap clients at this time. The firm’s model at this time is for all client accounts to be billed under the wrap program. Our position is that this allows us to monitor and invest in the best interest of the client and provide them a cost-effective program. As the program sponsor, we collect the wrap fees and pay an asset custody fee to Schwab based on the number of accounts we have.

FEES AND COMPENSATION

Asset based Advisory Fees are assessed and collected quarterly, in advance, based upon the household’s previous quarter end asset balance. Many factors determine proposed fee rates, including size, complexity and composition of the services to be provided. YHB Wealth will not select any outside portfolio managers for management of this wrap fee program. YHB Wealth will be the sole portfolio manager for this wrap fee program. While fees are negotiable based upon these factors, YHB Wealth’s investment advisory fee structure when participating in the Program, will vary based on asset type and assets under management as follows:

Up to and including \$ 999,999	1.35% per year
Greater than \$1,000,000 up to \$2,000,000	1.25% per year
Greater than 2,000,000 up to \$3,000,000	1.00% per year
Greater than \$3,000,000 up to \$5,000,000	0.80% per year

Great than \$5,000,000 up to \$15,000,000	0.65% per year
Greater than \$15,000,000	0.50% per year

Upon execution of the client agreement, the initial prorated fee for the remainder of the calendar quarter will be assessed and collected. Asset based advisory fees are prorated for any significant capital contribution over \$50,000 made into the account during the current or subsequent calendar quarter as outlined in the client's written agreement. Fee Terms:

The following terms apply to client accounts with asset based fees as well as flat, annual fees:

All advisory fees for the Program are inclusive of brokerage commissions, transactions fees and other related costs and expenses which shall typically be incurred in a client's account(s). Mutual funds, exchanged traded funds and annuities all charge internal management fees and other expenses, which are disclosed in a fund's or annuity's prospectus or equivalent disclosure document and are directly deducted from the value of such investment vehicles. YHB Wealth does not retain 12b-1 fees or other sales charges and commissions on the accounts of advisory clients. Clients who choose to participate in the Program will also receive a copy of the Wrap Fee Program Brochure. At the Firm's discretion, a client may not be required to participate the Program and will instead be responsible for all brokerage commissions, transactions fees and other related costs and expenses which shall typically be incurred in a client's account(s).

The specific way advisory fees are charged and how much is charged by YHB Wealth is established in a client's written agreement with YHB Wealth. Advisory fees are billed quarterly in advance and are usually debited by the custodian from a client's custodial account and remitted by the custodian to YHB Wealth. The fee will be calculated according to the client's closing account balances as of the last day of each calendar quarter.

Upon termination of any account, any prepaid, unearned fees will be refunded, and any earned, unpaid fees will be due and payable. If Client terminates this Agreement within five (5) business days of its signing, Client shall receive a full refund of all fees and expenses. If this Agreement is terminated after five (5) business days of its signing, upon Client's request, any prepaid fees will be prorated and the unused portion be returned to Client.

The client will provide written authorization permitting the fees to be paid directly from client accounts held by the qualified custodian. Further, the qualified custodian agrees to deliver an account statement at least quarterly directly to the client, indicating all the amounts deducted from the account, including all advisory fees. Clients are encouraged to review their account statements for accuracy. YHB Wealth will receive a duplicate copy of the custodian's statement that is delivered to clients.

Other Types of Fees and Expenses

The fees not included in the advisory fee for our wrap services are charges imposed directly by a mutual fund, index fund, or exchange traded fund which shall be disclosed in the fund's prospectus (i.e., fund management fees and other fund expenses), mark-ups and mark-downs, spreads paid to market makers, fees for trades executed away from our preferred custodian [Schwab Advisor Services, a division of Charles Schwab & Co., Inc. ("Schwab")], wire transfer fees and other fees and taxes on brokerage accounts and securities transactions.

Wrap Fee Program Recommendations

YHB Wealth does not recommend or offer the wrap program services of other providers.

All advisory fees and household minimums are subject to negotiation. YHB Wealth may offer discounted rates to its employees and their families as well as to institutional and ultra, high-net-worth clients with substantial account balances.

Item 5 – Account Requirements and Types of Clients

YHB Wealth provides investment advisory services to individuals, high-net-worth individuals, trusts, endowments, small businesses, family offices and other institutional clients through separately managed accounts. Typical clients are experienced and comfortable with saving and investing for their retirement and their family's future, board members and/or trustees acting on behalf of the trust for an organization they represent, and employers/business owners looking for an advisory group to assist them in making prudent investment decisions. A minimum account balance of \$200,000 will typically be required to participate in the Program; however, minimums are subject to negotiation.

YHB Wealth serves as both the Sponsor and Portfolio Manager of the wrap fee program. In-house accounts are managed by licensed investment adviser representatives (“IARs”) of our firm. Prior to becoming licensed with our firm, each IARs industry experience, licensure, outside business activities, client complaints (if any), disciplinary or regulatory history (if any) and financial well-being will be reviewed. Each IAR will then have a Form U4 and ADV Part 2B on file with our firm. YHB Wealth serves as a program sponsor and portfolio manager for its own wrap fee program, the YHB Wealth Wrap Fee Program (the “Program”). Clients of YHB Wealth will primarily be managed under the Program. When a client participates in the Program, they will pay a single fee which includes investment advice, wealth management, financial planning, and financial plan management services as well as custodial and administrative costs incurred within their account(s). The accounts are managed on a discretionary basis and participation in the Program typically requires a minimum household balance of \$200,000.

METHODS OF ANALYSIS

YHB Wealth may use any of the following methods of analysis in formulating their investment advice and/or managing client assets:

Fundamental Analysis. We attempt to measure the intrinsic value of a security by looking at economic and financial factors (including the overall economy, industry conditions and the financial condition and management of the company itself) to determine if the company is underpriced (indicating it may be a good time to buy) or overpriced (indicating it may be time to sell). Fundamental analysis does not attempt to anticipate market movements. Doing so presents a potential risk, as the price of a security can move up or down along with the overall market regardless of the economic and financial factors considered in evaluating the stock.

Quantitative Analysis. We use mathematical models to obtain more accurate measurements of a company’s quantifiable data, such as the value of a share or the earnings per share, and predict changes to that data. A risk in using quantitative analysis is that the models used may be based on assumptions that prove to be incorrect.

Qualitative Analysis. We subjectively evaluate non-quantifiable factors such as quality of management, labor relations, and strength of research and development factors not readily subject to measurement, and predict changes to share price based on that data. A risk in using qualitative analysis is that our subjective judgment may prove incorrect.

Asset Allocation. Rather than focusing primarily on securities selection, we attempt to identify an appropriate ratio of securities, fixed income and cash suitable to the client’s investment goals and risk tolerance. A risk of asset allocation is that the client may not participate in sharp increases in a security, industry or market sector. Another risk is that the ratio of securities, fixed income, and cash will change over time due to stock and market movements and, if not corrected, will no longer be appropriate for the client’s goals.

Mutual Fund and/or ETF Analysis. We look at the experience and track record of the manager of the mutual fund or exchange trade fund (“ETF”) to determine if that manager has demonstrated an ability to invest over a period of time and in different economic conditions. We also look at the underlying assets in a mutual fund or ETF to determine if there is significant overlap in the underlying investments held in another fund(s) in the client’s portfolio. We also monitor the funds or ETFs to determine if they are continuing to follow their stated investment strategy. A risk of mutual fund and/or ETF analysis is that, as in all securities investments, past performance does not guarantee future results. A manager who has been successful may not be able to replicate that success in the future. In addition, as we do not control the underlying investments in a fund or ETF, managers of different funds held by the client may purchase the same security, increasing the risk to the client if that security were to fall in value. There is also a risk that a manager may deviate from the stated investment mandate or strategy of the fund or ETF, which could make the holding(s) less suitable for the client’s portfolio.

Our securities analysis methods rely on the assumption that the companies whose securities we purchase and sell, the rating agencies that review these securities, and other publicly-available sources of information about these securities are providing accurate and unbiased data. While we are alert to indications that data may be incorrect, there is always a risk that our analysis may be compromised by inaccurate or misleading information.

INVESTMENT STRATEGIES

YHB Wealth has an investment committee. The investment committee selects assets and products from across many asset classes, including global and domestic equities, taxable and non-taxable fixed income, mutual funds, ETFs and alternative investments such as real estate investment trusts. Once the investment committee reviews and approves products, they are added to the approved list and may be purchased and held in client portfolios. Overall investment strategies recommended to each client generally emphasize long-term ownership of a diversified portfolio of marketable investments with the goal of providing consistent after-tax, risk-adjusted,

economic returns. Client portfolios with similar investment objectives and asset allocation goals may own different securities and investments. The client's portfolio size, tax sensitivity, desire for simplicity, long term wealth transfer objectives and time horizon are all factors that influence YHB Wealth's investment recommendations.

The investment philosophy of YHB Wealth is conservative in nature and based upon the principles of the value investing discipline. YHB Wealth endeavors to diversify clients' capital across multiple asset classes including, but not limited to, all size categories of U.S. stocks, international stocks, emerging market stocks, and all classifications of both U.S. and international bonds. There is no attempt to use technical analysis, as all investment decisions are based on strategic asset allocation and fundamental, bottom up analysis of individual businesses.

The following is an example of some investments used in client portfolios:

Individual Stocks and Bonds: YHB Wealth will use original research to uncover opportunities within publicly traded securities to invest in client accounts. The primary methods of analyzing companies is through public information such as annual reports, proxy statements, and articles in leading financial publications and newsletters. We are bottoms up, fundamental investors looking for businesses we can reasonably understand with strong returns on invested capital, run by management teams with demonstrated competence and integrity, and available at an attractive price. We prefer individual bonds rather than bond funds because each individual bond has a specific maturity date. The bond issuer has an obligation to pay the principal back at maturity while regular interest payments are fixed and provide a predictable return. There are two primary risks that investors face with individual bonds. One is the interest rate risk and the second is the risk of default. We manage the interest rate risk by adjusting the bond portfolio duration to the client's time horizon and by holding bonds to maturity. We manage the risk of default by selecting bonds with higher investment ratings and diversifying the bond portfolio.

Index Funds: YHB Wealth believes index funds are a low cost, tax efficient means to earn the aggregate returns of all businesses which we anticipate will deliver satisfactory results over long periods of time. The primary disadvantage is the fact that indexes may lead to less price discovery over time. YHB Wealth's plan is to index a portion of client funds in areas of the market that it believes are most efficient, where it believes it has few proprietary research advantages, and where its investment through individual securities would be too small.

Mutual Funds: YHB Wealth's intention is to invest client funds with outside money managers via mutual funds in areas where we do not have a research advantage. The selection process will include firms that YHB Wealth believes are lower cost, tax efficient, have a sound investment philosophy with a proven track record of investment excellence.

YHB Wealth may use any of the following strategies in managing client accounts, provided that such strategies are appropriate to the needs of the client and consistent with the client's investment objectives, risk tolerance and time horizon.

Long-term purchases. YHB Wealth may purchase securities with the idea of holding them in the client's account for a year or longer. Typically, we employ this strategy when we believe the securities to be currently undervalued, and/or we want exposure to a specific asset class over time, regardless of the current projection for this class. A risk in a long-term purchase strategy is that by holding the security for this length of time, we may not take advantage of short-term gains that could be profitable to a client. Moreover, if our predictions are incorrect, a security may decline sharply in value before we make the decision to sell.

Short-term purchases. When utilizing this strategy, YHB Wealth purchases securities with the idea of selling them within a relatively short time (typically a year or less). We do this to take advantage of conditions that we believe will soon result in a price swing in the securities we purchase.

Tactical asset allocation. With this strategy, YHB Wealth may use a range of percentages in each asset class; minimum and maximum percentages permit clients to take advantage of market conditions within these parameters. The percentages are guidelines only.

Strategic asset allocation. YHB Wealth will set target allocations with this strategy, which will be periodically rebalanced to maintain desired allocation percentages. The allocation may change over time as clients' objectives change.

RISK OF LOSS

Based upon YHB Wealth's analysis of the client's financial situation and financial plan, the Firm will recommend an appropriate investment strategy for the client's accounts; however, all investment strategies have a risk of loss. Investing in securities involves certain risks. Securities may fluctuate in value or lose value. Clients should be prepared to bear the potential risk of loss. While risk can be, and by common industry practice often is, measured by the degree of unpredictability of a given portfolio's return in any given period, it

also includes the possibility of losing some or all of an original investment. Even the most conservative investment strategy is subject to risk.

All investment programs carry the risk of loss and there is no guarantee that any recommended investment strategy will meet its objectives.

All investment strategies inherently expose our clients to various types and varying degrees of risk. Below, we discuss those risks in greater detail:

- **Political Risks.** Most investments have a global component, even domestic stocks. Political events anywhere in the world may have unforeseen consequences to markets around the world.
- **General Market Risks.** Markets can go up or down after various news releases or for no understandable reason at all. This sometimes means that the price of specific securities could go up or down without real reason, and may take some time to recover any lost value. Adding additional securities does not help to minimize this risk since all securities may be affected by market fluctuations.
- **Currency Risk.** Overseas investments are subject to fluctuations in the value of the dollar against the currency of the investment's originating country. This is also referred to as exchange rate risk.
- **Derivatives Risk.** Investments in futures and options are considered "derivative" investments. A small investment in derivatives could have a potentially large impact on performance. The use of derivatives involves risks different from or possibly greater than the risks associated with investing directly in the underlying assets. Derivatives can be highly volatile, illiquid and difficult to value. There is the risk that the hedging technique will fail if changes in the value of a derivative held do not correlate with the portfolio securities being hedged.
- **Regulatory Risk.** Changes in laws and regulations from any government can change the value of a given company and its accompanying securities. Certain industries are more susceptible to government regulation. Changes in zoning, tax structure or laws impact the return on these investments.
- **Risks Related to Investment Term.** If a client requires a liquidation of their portfolio during a period in which the price of the security is low, the client may not realize as much value as they might have had the investment had the opportunity to regain its value, as investments frequently do, or had it been able to be reinvested in another security.
- **Purchasing Power Risk.** Purchasing power risk is the risk that an investment's value will decline as the price of goods rises (inflation). The investment's value itself does not decline, but its relative value does. Inflation can happen for a variety of complex reasons, including a growing economy and a rising money supply.
- **Business Risk.** Many investments, including many Index Funds and Target-Date Funds, contain interests in operating businesses. Business risks are risks associated with a particular industry or a particular company within an industry. For example, oil-drilling companies depend on finding oil and then refining it, a lengthy process, before they can generate a profit. They carry a higher risk of profitability than an electric company, which generates its income from a steady stream of customers who buy electricity no matter what the economic environment is like.
- **Liquidity Risk.** Liquidity is the ability to readily convert an investment into cash. For example, Treasury Bills are highly liquid, while real estate properties are not. Some securities are highly liquid while others are highly illiquid. Illiquid investments carry more risk because it can be difficult to sell them.
- **Financial Risk.** Many investments, including many Index Funds and Target-Date Funds, contain interests in operating businesses. Excessive borrowing to finance a business' operations decreases the risk of profitability, because the company must meet the terms of its obligations in good times and bad. During periods of financial stress, the inability to meet loan obligations may result in bankruptcy and/or a declining market value.
- **Default Risk.** This risk pertains to the ability of a company to service their debt. Ratings provided by several rating services help to identify those companies with more risk. Obligations of the U.S. government are said to be free of default risk.
- **Management Risk.** Investments may vary with the success and failure of investment strategies selected and implemented by the management of this Firm. If investment strategies do not produce the expected returns, the value of investments may decrease.

PERFORMANCE-BASED FEES AND SIDE-BY-SIDE MANAGEMENT

YHB Wealth will not charge performance-based fees where an adviser's fee would be based on a share of capital gains or capital appreciation of the client assets. As such, there are no conflicts of interest to disclose at this time.

VOTING CLIENT SECURITIES

As a matter of firm policy and practice, YHB Wealth does not accept any authority to and does not vote proxies on behalf of advisory clients. Clients retain the responsibility for receiving and voting proxies for any and all securities maintained in accounts. All proxy notices are forwarded directly to the clients by the account custodians as has been indicated on the client's custodial account application. Within YHB Wealth's written agreements, proxy voting responsibility remains specifically with the client. A complete copy of YHB Wealth's proxy voting policy can be obtained by sending a request to the Chief Compliance Officer via telephone at (804) 553-1900. If a client has a question regarding a proxy notice that they have received, they may call the Firm and their investment adviser representative will assist them in a review the proxy. However, the decision as to how to vote a proxy will remain with the client.

Item 7 – Client Information Provided to Portfolio Managers

As the Sponsor and Portfolio Manager, YHB Wealth does not utilize the services of an outside portfolio manager. Our firm has adopted a Privacy Policy, in accordance with Regulation S-P under section 504 of the Gramm-Leach-Bliley Act, which restricts our firm and our IARs use of and access to your nonpublic personal information. Our IARs have access to your information on an as needed basis in order to service your needs under the Program. In order for us and our IARs to effectively manage your account and assist you in meeting your financial objectives, you must update us as soon as possible when any changes to your personal or financial information occur. You may obtain a complete copy of our Privacy Policy by contacting our main office at the number on the front of this brochure.

Item 8 – Client Contact with Portfolio Managers

As the Sponsor and Portfolio Manager, YHB Wealth places no restrictions on a client's ability to contact and consult with the Portfolio Manager. A client should contact their IAR to arrange a meeting with the Firm's Portfolio Manager.

Item 9 – Additional Information

DISCIPLINARY INFORMATION

YHB Wealth does not have any legal, financial or other "disciplinary" item to report. The Firm is obligated to disclose any disciplinary event that would be material to a client or perspective client when evaluating to initiate a Client/Adviser relationship, or to continue a Client /Adviser relationship with YHB Wealth. This statement applies to the Firm as well as all employees registered with YHB Wealth

OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

Other Providers – YHB Wealth also maintains professional business relationships with various legal, recordkeeping, third-party administrators (TPAs) and other investment advisory and consulting firms both locally and around the country. These informal relationships are created to share industry information and insight. YHB Wealth does not receive any compensation or shared revenue with any of these entities; therefore, these relationships hold no conflict of interest for our clients.

Solicitation Arrangements - YHB Wealth does not currently participate in any solicitation arrangements.

Yount, Hyde & Barbour P.C. - YHB Wealth is a wholly owned subsidiary of Yount, Hyde & Barbour P.C. ("YHBCPA"), a certified public accounting and consulting firm. YHBCPA provides equipment and certain personnel to us at an agreed-upon rate.

YHBCPA may recommend YHB Wealth to its accounting and consulting clients in need of investment advisory services. YHB Wealth may recommend YHBCPA to advisory clients in need of tax and accounting services. Accounting services provided by YHBCPA are separate and distinct from the advisory services of YHB Wealth, and are provided for separate and typical compensation.

YHB Wealth does not compensate its partners and employees of YHBCPA for client referrals. This is explained further in the section titled "Client Referrals and Other Compensation." No advisory client is obligated to use YHBCPA for any accounting services and, conversely, no accounting client is obligated to use the advisory services provided by YHB Wealth.

We do not charge our clients higher advisory fees based on their trading activity, but you should be aware that we may have an incentive to limit our trading activities in your account(s) because we are charged for executed trades.

CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT TRANSACTIONS AND PERSONAL TRADING

The employees of YHB Wealth have committed to a Code of Ethics that establishes a high standard of integrity and professional ethics when conducting business with the Firm, its clients and its business vendors and partners. All YHB Wealth employees are required to review and sign a formal Code of Ethics adopted to comply with Rule 204(A)-1.

YHB Wealth's Code of Ethics provides for 1) a high ethical standard of conduct; 2) compliance with all state and federal securities laws; and 3) policies and procedures for the reporting of personal securities transactions on a quarterly basis as well as upon hire, and annually for all YHB Wealth employees. The CCO of YHB Wealth reviews on a regular basis employee personal trading accounts. The CCO's trades are reviewed by the President of YHB Wealth. These reviews help ensure that the personal trading of employees complies with YHB Wealth's Code of Ethics.

YHB Wealth does not recommend to client's securities in which YHB Wealth or its related persons have a material financial interest. It should be noted that some employees of YHB Wealth can be considered clients of the Firm and will have their personal trading accounts managed by the Firm's portfolio managers alongside its client's accounts. We do not feel this presents a conflict of interest because the minimal exposure that YHB Wealth's overall ownership of these securities (through client and employee accounts) would not have a significant impact on their pricing given the large capitalization and market liquidity of the securities recommended. Related persons of our firm are permitted to buy or sell securities and other investments that are also recommended to clients. Employees may trade in some of the same securities as client accounts at or about the same time as clients. Securities which are deemed "thinly traded" (less than 100,00 shares a day) and owned by a client, require pre-clearance prior to an employee trading. This can be a conflict of interest because employees may be able to "front run" or trade opposite large client trades. However, in order to mitigate potential issues, the Firm monitors employee accounts on a quarterly basis to search out trades that may have been traded at or near the time of a client trade and will investigate for potential abuse. In general, the Firm recommends mutual funds, ETF's and other large-cap securities, which present a minimal risk of conflict due to their large trading volume or pricing structure (e.g. mutual fund transactions are all priced at the same time each day). In order to minimize this conflict of interest, our related persons will place client interests ahead of their own interests and adhere to our firm's Code of Ethics, a copy of which is available upon request.

A copy of YHB Wealth's Code of Ethics is available to advisory clients upon written request to the CCO at YHB Wealth's office address or by e-mail request to the CCO at compliance@YHBWealth.com.

REVIEW OF ACCOUNTS

The Adviser will regularly monitor the investments in client accounts and strives to perform a quarterly reviews of account holdings for all clients. Client accounts are reviewed for consistency with client investment strategy and objectives, compliance with investment restrictions provided by the client, asset allocation, risk tolerance and performance relative to the appropriate benchmark. More frequent reviews may be triggered by changes in a clients' personal, tax or financial status.

YHB Wealth monitors on a continuous basis the securities it recommends for its client's portfolios. Clients will receive monthly statements from the custodian for each household account held by the custodian. If the client's account has no activity during a given month, the custodian, at a minimum, will provide a quarterly statement. The custodian's statement will include information about the assets held in the account, the current value of each asset, as well as reflect the deduction of any fees from the client's account. Clients are encouraged to review their statements for discrepancies.

CLIENT REFERRALS AND OTHER COMPENSATION

YHB Wealth and its representatives do not receive any sales awards or prizes as compensation from any third-party provider that it recommends. The receipt of such gifts would be a violation of YHB Wealth's Code of Ethics. At this time, YHB Wealth does not compensate any third-party persons, either individuals or entities, for the referral of advisory clients to the firm.

OTHER ECONOMIC BENEFITS

For YHB Wealth's advisory clients, the preferred custodian will be Schwab to maintain custody of clients' assets and to effect trades for their accounts. The final decision to custody assets with Schwab is at the discretion of the client, including those accounts under ERISA or IRA rules and regulations, in which case the client is acting as either the plan sponsor or IRA accountholder. YHB Wealth is independently owned and operated and not affiliated with Schwab. Schwab provides YHB Wealth with access to its institutional trading and custody services, which are typically not available to Schwab retail investors. These services generally are available to independent investment advisors on an unsolicited basis, at no charge to them so long as a total of at least \$10 million of the advisor's clients' assets are maintained in accounts at Schwab. Schwab's services include brokerage services that are related to the execution of securities transactions, custody, research, including that in the form of advice, analyses and reports, and access to mutual funds and other investments that are otherwise generally available only to institutional investors or would require a significantly higher minimum initial investment. For YHB Wealth client accounts maintained in its custody, Schwab generally does not charge separately for custody services but is compensated by account holders through commissions or other transaction-related or asset-based fees for securities trades that are executed through Schwab or that settle into Schwab accounts.

Schwab also makes available to YHB Wealth other products and services that benefit YHB Wealth but may not benefit its clients' accounts. These benefits may include national, regional or YHB Wealth specific educational events organized and/or sponsored by Schwab. Other potential benefits may include occasional business entertainment of personnel of YHB Wealth by Schwab personnel, including meals, invitations to sporting events, including golf tournaments, and other forms of entertainment, some of which may accompany educational opportunities. Other of these products and services assist YHB Wealth in managing and administering clients' accounts. These include software and other technology (and related technological training) that provide access to client account data (such as trade confirmations and account statements), facilitate trade execution (and allocation of aggregated trade orders for multiple client accounts), provide research, pricing information and other market data, facilitate payment of YHB Wealth's fees from its clients' accounts, and assist with back-office training and support functions, recordkeeping and client reporting. Many of these services generally may be used to service all or some substantial number of YHB Wealth accounts, including accounts not maintained at Schwab. Schwab also makes available to YHB Wealth other services intended to help YHB Wealth manage and further develop its business enterprise. These services may include professional compliance, legal and business consulting, publications and conferences on practice management, information technology, business succession, regulatory compliance, employee benefits providers, human capital consultants, insurance and marketing. In addition, Schwab may make available, arrange and/or pay vendors for these types of services rendered to YHB Wealth by independent third parties. Schwab may discount or waive fees it would otherwise charge for some of these services or pay all or a part of the fees of a third-party providing these services to YHB Wealth. While, as a fiduciary, YHB Wealth endeavors to act in its clients' best interests, YHB Wealth's recommendation/requirement that clients maintain their assets in accounts at Schwab may be based in part on the benefit to YHB Wealth of the availability of some of the foregoing products and services and other arrangements and not solely on the nature, cost or quality of custody and brokerage services provided by Schwab, which may create a potential conflict of interest.

FINANCIAL INFORMATION

Registered Investment Advisers are required in this Item to provide certain financial information or disclosures about their financial condition. YHB Wealth has no financial commitment or condition that impairs its ability to meet contractual and fiduciary commitments to clients, and has not been the subject of a bankruptcy proceeding. A balance sheet is not required to be provided because YHB Wealth does not serve as a custodian for client funds or securities and does not require prepayment of fees of more than \$500.00 per client six months or more in advance.