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**March 31<sup>st</sup>, 2021**

This brochure (the "Brochure") provides information about the qualifications and business practices of Bulltick Wealth Management, LLC (hereinafter "BWM" or the "Adviser"). If you have any questions about the contents of this brochure, please contact us at 305-533-1541 and/or [compliance@bulltick.com](mailto:compliance@bulltick.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 BWM is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

BWM is an SEC registered investment adviser. Registration of an investment adviser does not imply that we hold a specific level of skill or training.



## Item 2 – Material Changes

The following is a summary of material changes from BWM's last Brochure, dated March 31, 2020.

In October 2020, BWM began providing investment advisory services on a discretionary basis to Domum Real Estate Fund LP and Domum Real Estate Offshore Fund, LP (the "Funds"). As such, the following sections have been updated:

- Advisory Business - This section has been updated to include Funds managed by BWM and consulting services provided to other investment advisors.
- Fees and Compensation - This section has been updated to describe fees in connection with the Funds.
- Performance Based Fees and Side by Side Management - This section has been updated to include performance-based fees associated with the Funds.
- Types of Clients - This section has been updated to include the Funds.
- Methods of Analysis, Investment Strategies and Risk of Loss has been updated to reflect analysis, strategies and risks associated with the Funds.
- Custody - This section has been updated to include custody information as it pertains to the Funds.

As of December 2020, BWM became the sponsor and portfolio manager of a wrap program. A detailed description of the wrap program can be found in BWM's Form ADV Part 2A Appendix 1, upon request.

BWM will further provide you with a brochure as necessary based on material changes or new information, at any time. You may also obtain a copy of BWM's brochures at any time by contacting BWM at 305-533-1541 and/or [compliance@bulltick.com](mailto:compliance@bulltick.com). The brochures are also available free of charge on the SEC's Investment Adviser Public Disclosure web site ([www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov)).



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## **Item 4 –Advisory Business**

### **Firm Overview**

BWM was founded in November 2006 and registered with the SEC in May 2008. BWM is a wholly-owned subsidiary of Bulltick Capital Markets Holdings LLC, a holding company that also owns Bulltick, LLC (“BLLC”), an SEC registered, FINRA member broker-dealer and Bulltick Insurance Agency, an insurance agency registered with the State of Florida.

### **Firm Products & Services**

BWM provides continuous investment advisory services to (1) high net worth individuals, trusts and corporations (“Managed Accounts”); and (2) private pooled investment vehicles (each a “Client” and collectively the “Clients”).

### **Investment Management Services**

BWM provides investment advisory services through various types of discretionary and non-discretionary Managed Accounts in accordance with each Client’s investment objectives, financial goals and risk tolerance.

BWM provides investment advisory services on a discretionary basis that are customized to each Client. Subject to a grant of discretionary authorization, BWM has the authority and responsibility to formulate and implement investment strategies on the Client’s behalf. This authorization includes deciding which securities to buy and sell, when to buy and sell, and in what amounts, in accordance with each Client’s investment program, without obtaining the Client’s prior consent or approval for each transaction. Discretionary authority is granted to BWM in the investment advisory agreement the Client signs with BWM (“Client Agreement”), a power of attorney, and/or the appropriate trading authorization forms. The Client may limit BWM’s discretionary authority (for example, limiting or restricting the types of securities that can be purchased for the Managed Account) by providing BWM with the Client’s restrictions and guidelines (if any) in the executed Client Agreement. Clients should be aware that performance of restricted accounts may differ from performance of accounts without such impediments, possibly producing lower overall results.

BWM utilizes information regarding the Client’s investment objectives, overall financial holdings, risk tolerance, and investment horizon, to work with each Client in constructing investment portfolios across asset classes (e.g., equities, fixed income, cash, and alternative investments). Managed Accounts may focus on investments in specified asset classes and securities, or they may be broad-based across various sectors of the market. The strategies utilized for these Managed Accounts may be similar to or may vary widely from the core strategies typically utilized by BWM as further described in Item 7.

BWM also provides investment advisory services to Managed Accounts on a non-discretionary basis, meaning Client consent must be granted prior to each transaction and the Client has an



unrestricted right to decline to implement any advice provided by BWM. Upon the Client's approval of any recommendation, BWM will arrange for effecting the securities transactions recommended.

BWM offers a comprehensive portfolio wrap program sponsored and managed by BWM for certain fixed income strategies. BWM's wrap fee program provides discretionary management on an individualized basis according to the Client's investment objectives, financial goals, risk tolerance. The Client pays a specified bundled fee for investment management services and the execution of transactions as a percentage of assets held in the account. A detailed description of the wrap program can be found in BWM's Form ADV Part 2A, Appendix 1.

## **BWM Private Funds**

BWM provides investment management services on a discretionary basis to its domestic and foreign private funds, not registered under the Investment Company Act of 1940, as amended, Domum Real Estate Fund LP, a Delaware limited partnership and Domum Real Estate Offshore Fund, LP, an Ontario, Canada limited partnership (each a "Fund" and collectively the "Funds"). As co-investment manager to the Funds, BWM is involved in (a) formulating and implementing the Funds' investment strategy; (b) evaluating and monitoring investments made by the Funds; and, (c) making investment decisions for the Funds.

Domum Real Estate Ventures LLC (the "General Partner"), an affiliate of BWM will act as the general partner of the Fund. Both the General Partner and BWM are under common control. The Funds are co-managed by an unaffiliated investment manager, LaFirma Asset Services, SC, a Mexican Sociedad Civil ("LFC"), an exempt reporting adviser with the SEC. The Fund's investments are ultimately approved by an Investment Committee comprised of members from BWM and LFC.

BWM provides investment management services consistent with each Fund's investment strategies objectives and/or parameters set forth in the Fund's governing documents and confidential private placement memoranda (collectively the "Offering Documents"). This document is not an offer to sell or a solicitation of an offer to buy Interests in the Funds. Such an investment may be made only after receipt and review of the Fund's Offering Documents and execution of certain agreements. The Offering Documents contain important information concerning risk factors and other material aspects of the Fund and it must be read carefully before making an investment decision. The information in this document is qualified in its entirety by, and should be read in conjunction with, the information contained in the Offering Documents. A copy of the Offering Documents is available upon request to BWM to persons meeting the definitions of both Accredited Investor (as defined in Regulation D promulgated under the Securities Act) and Qualified Client (as defined in Rule 205-3 under the Advisers Act).

BWM may recommend that Managed Account Clients invest in the Funds. This arrangement creates certain material conflicts of interest of which our Clients should be aware of. Please refer to Item 10 and Item 11 of this Brochure for important disclosures regarding conflicts of interest that arise in these circumstances.



## **Other Services**

Additional services for Clients may be provided from time to time as agreed between the Client and BWM. Such services may include family office investment advisory services as well as furnishing advice to Clients on matters not involving securities, such as financial planning matters, retirement planning and real estate planning, and trust services that often include estate planning and educational services. These additional services may be provided by a third party. BWM may charge a Client for recommending and coordinating services provided by third parties.

BWM may provide Clients with consolidated portfolio reports. BWM uses third party software to prepare portfolio consolidated statements and related reports. These reports are generated by BWM and are incorporated as part of the periodic account review by BWM advisory personnel.

BWM also makes its investment advisory services available to unaffiliated investment advisors through a consulting relationship. The specific manner in which BWM provides investment consulting services is governed by BWM's investment consulting agreement with that advisor. Generally, BWM will assist the other advisor to provide general research, advice and guidance that the other adviser may or may not implement. As a consultant, BWM shall not have the responsibility or authority for the active management and monitoring of the other advisor's client account(s).

## **Additional General Information**

Other professionals (e.g., lawyers, accountants, insurance agents, etc.) may be recommended to Clients or engaged directly by the Client on an as-needed basis. Conflicts of interest related to recommendations of other professionals will be disclosed to the Client in the event they should exist.

## **Client Assets**

### **Total Assets Under Management**

As of December 31, 2020, BWM maintained total regulatory assets under management of \$862,648,663 of which discretionary and non-discretionary assets under management were \$804,858,084 and \$57,790,579 million, respectively.

### **Total Assets Under Advisement**

In addition to these assets under management, BWM maintains assets under advisement including non-discretionary advisory services that BWM is not responsible for arranging or effecting the transaction and consolidated reporting-only services for another \$382,439,539 of assets. Therefore, total assets for which BWM either advises, manages or reports on were \$1,223,388,203 as of December 31, 2020.



## **Item 5 – Fees and Compensation**

### **Management Fees**

For Managed Accounts, fees for advisory services are negotiated on an individual Client basis and are typically based on Assets Under Management (“AUM”). A few exceptions are charged a fixed amount on a monthly or quarterly basis. While the level of fees BWM charges its Clients varies, its fees typically range between 0.50% and 1.75% of AUM annually, depending on the size of the account(s) and the scope and complexity of the investment advisory service provided. Fees are charged on monthly or quarterly in arrears and may be debited from the Client’s custodian account, if agreed to by the Client.

The quarterly (or monthly) fee is based upon the market value of all assets held within the Client’s Managed Account(s) on the last business day of the previous calendar quarter (month). The market value of AUM is based on information received from the Clients’ custodians, and as agreed to with each Client. The Client may be charged a prorated fee in the event that the Client's service is initiated or terminated on a day other than the first or last day of a calendar quarter (or month), respectively. In that event, the prorated fee will be due and payable upon the end of quarter (or month) or the termination of the service, whichever occurs earlier. Fees may be amended by BWM upon thirty (30) days’ written notice to the Client.

Clients have the right of termination without penalty or payment of fees within five (5) business days of entering into a Client Agreement with BWM. If any payment has been made, such payment shall be refunded in its entirety. Thereafter, the Client's Agreement may be terminated either by the Client upon written notice to BWM or by BWM upon thirty (30) days’ written notice to the Client.

For the Funds, until the end of the investment period, the management fee will equal 1.25% per annum of capital commitments, and invested capital thereafter, from limited partners. The investment period begins upon the initial closing and will terminate on the earlier of two (2) years after the date of the final closing or the decision of the general partner to terminate the investment period. The final closing, to admit additional limited partners, at the discretion of the General Partner, shall take place no later than 12 months after the initial closing. Following the expiration or termination of the investment period, the base amount on which the management fee is calculated will be the cumulative contributed capital plus or minus cumulative income/(loss), excluding unrealized gains and temporary unrealized losses, minus cumulative distributions paid minus distributions accrued and unpaid. The management fee will commence as of the date of the initial closing based on total commitments, regardless of when a limited partner is actually admitted. The management fee will be payable monthly in arrears on the first business day of each calendar month. BWM and LFC may reduce or waive the management fee for certain limited partners, including, without limitation, GP affiliates. BWM and LFC, each receives a portion of the total management fee.

### **Financial Planning and Consulting Services**

BWM offers financial planning services to Clients seeking a financial analysis of their overall assets



as well as formulation of an advisory report. Fees are negotiated with the Client upon the inception of the Client Agreement and vary based on the complexity and scope of the service. Generally, such fees range from \$2,500 to \$10,000, yet, may be higher or lower at BWM's discretion. The remainder of fees incurred is due upon the delivery of the advisory report to the Client or upon the close of the meeting wherein the advisory recommendations are presented to the Client, whichever occurs earlier. Prior to the delivery of the advisory report, the Client may terminate the Client Agreement upon written notice to BWM. Upon termination, BWM is entitled to compensation for time expended on the consultation and/or preparation of the advisory report and any unearned fees paid will be refunded to the Client. The Client Agreement for financial planning is limited in duration and generally terminates automatically when the advisory report or recommendations are provided to the Client. BWM may utilize the resources of various third parties to supply certain services recommended as part of the financial plan. In such cases, the Client may be required to pay BWM directly for such services and BWM will remit payment for the services to the third party. BWM may charge a Client for recommending and coordinating services provided by third parties.

BWM offers consulting services to unaffiliated investment advisors. BWM generally receives an annual fee paid quarterly in arrears which typically ranges from 20%-45% of the management fee paid to the unaffiliated investment advisor from its clients. This fee is negotiable and may be higher or lower depending on the particular consulting relationship, including the size of the relationship and complexity of services provided. The unaffiliated investment advisor will pay this fee directly to BWM and BWM does not have any authority to deduct fees for this service. The unaffiliated investment advisor's clients may also have brokerage accounts held at BLLC. Such charges, fees and commissions received by BLLC are exclusive of and in addition to BWM's fees.

## **Other Fees and Expenses**

For Consolidated Portfolio Reports, BWM may charge a fee of 0.01%-0.02% of the Client's total consolidated assets pursuant to a separate client agreement. This fee may be waived or reduced in BWM's sole discretion.

In addition to the management/advisory fees charged by BWM, other fees may apply. For instance, BWM's fees are exclusive of brokerage commissions, transaction fees, and other related costs and expenses which shall be incurred by the Client. A Client may also incur certain charges imposed by custodians, brokers, third party investment advisers and other third parties such as, but not limited to, the following: fees charged by managers, custodial fees, deferred sales charges, odd-lot differentials, transfer taxes, wire transfer and electronic fund fees, and other fees and taxes on brokerage accounts and securities transactions. In addition, mutual funds and certain exchange-traded funds ("ETFs") pay management fees to their investment advisers, which reduce their respective assets. To the extent that the Client's portfolio has investments in mutual funds or ETFs, the Client may pay two levels of advisory fees for the management of their assets: one directly to BWM and the other indirectly to the manager(s) of the mutual funds and ETFs held in their portfolios.

BWM is affiliated with BLLC, a registered broker-dealer that is under common control with BWM.



BWM utilizes BLLC as an introducing broker-dealer for certain securities transactions of its Clients. BLLC and/or associated persons receive compensation for brokerage transactions effected for Clients, and for the purchase of investment and insurance products recommended. Such charges, fees and commissions are exclusive of and in addition to BWM's fees. Clients should be aware that the receipt of additional compensation by BLLC its management persons or employees creates a conflict of interest that may impair the objectivity of BWM and these individuals when making advisory recommendations. BWM endeavors to put the interest of the Clients first as part of its fiduciary duty as a registered investment adviser. We will disclose to the Clients the existence of all material conflicts of interest.

Accordingly, BWM has implemented a policy in conjunction with its affiliated broker dealer, BLLC, in order to set maximum sales charges for any orders that are executed on behalf of BWM Clients for the most common traded products (e.g., fixed income, US equities, non-US equities, options and mutual funds). The pricing policy is available upon request.

For the Funds, BWM does not accept any compensation other than a management/advisory fee. The General Partner of the Funds receives a performance-based fee, described in Item 6 below.

Limited partners in the Funds may pay a proportional share of any fund administration, transactional/brokerage, accounting, and other incidental fees as necessary to the ordinary operations of the Funds and its portfolio investments, as well as any legal fees related to the maintenance of the offering documents or otherwise. Limited partners and prospective limited partners should refer to the respective Offering Documents for a complete description of all fees associated with participation therein.

Neither BWM nor any of our associated persons receive direct compensation for the sale of any securities. However, as discussed more completely in Item 10 below, BWM and our associated persons benefit and receive certain compensation indirectly as a result of the sale of certain securities; specifically, the limited partnership interests of the Funds, our Clients. Generally, investment by new limited partners, or the increase of the investments of existing limited partners, will increase the amount of any management fees payable to BWM, and may also result in an increase in any incentive allocation payable and allocable to the general partner of the Fund, an affiliate of BWM. We advise all prospective and current limited partners of the Funds of the actual conflicts of interest that arise from BWM's and its associated person's promotion of investment in the Funds, particularly for the reasons discussed above and elsewhere in this Brochure. BWM has adopted a Code of Ethics and other internal policies to address these conflicts of interests (see Item 11 for more information).

## **Item 6 – Performance-Based Fees and Side-by-Side Management**

The General Partner of the Funds and an affiliated entity of BWM, may receive performance-based compensation in the form of distributions. The General Partner of the Funds (including affiliates thereof) typically charges a performance-based fee (referred to as "Carried Interest"). Before a Carried Interest is charged, 100% of a Fund's proceeds are distributed to investors until each investor has received, first, a return of its capital, and second, a preferred return thereon, generally an 8% per annum cumulative annually compounded rate of return. Thereafter, the Fund's



proceeds are distributed 20% to limited partners and 80% to the General Partner until the General Partner has received 10% of the aggregate profits. Finally, any remaining proceeds are distributed 10% to the General Partner and 90% to limited partners. Additional details about the mechanics of calculating and charging the performance based Carried Interest and details regarding such characteristics are set forth in the Fund's Offering Documents.

The calculation and payment of Carried Interest is structured to comply with Rule 205-3 under the Investment Advisers Act of 1940, as amended and other applicable provisions of federal and state laws.

Performance-based fee and allocation arrangements theoretically create an incentive for BWM to make more speculative investments in the assets purchased for the Funds than it might otherwise make for the Managed Accounts that are not charged performance-based fees in order to increase the likelihood that the General Partner will receive performance allocations. Similarly, performance-based fee and allocation arrangements theoretically create an incentive for BWM to favor certain Clients subject to performance-based fee and allocation arrangements over those Clients only subject to a management fee.

BWM has policies and procedures in place related to the allocation of investments and investment opportunities between Clients, which BWM believes mitigates the potential risk of favoring one Client or group of Clients over another. If BWM should determine that an investment opportunity is appropriate for more than one Client, then BWM allocates such investment opportunity among Clients in a manner that BWM determines, exercising its judgment in good faith, to be fair and equitable.

Please see Item 11, Code of Ethics, Participation or Interest in Client Transactions and Personal Trading for further details.

For the Managed Accounts, BWM does not charge performance-based fees.

## **Item 7 – Types of Clients**

BWM provides (1) discretionary and non-discretionary investment advisory services which include high net worth individuals, trusts, and corporations; and (2) discretionary investment management to the Funds, exempt from registration under the Investment Company Act of 1940, as amended. Investors in the Funds are limited partners; and, the limited partners are not direct Clients of BWM, unless the limited partner has a Managed Account with BWM. Interests in the Fund are being offered under the 3(c)(1) exemption of the Investment Company Act for investment by up to one hundred (100) persons who are “accredited investors” as defined in Rule 501(a) of Regulation D under the federal Securities Act of 1933 (“Securities Act”). The Interests will not be registered under the Securities Act or the securities laws of any state. BWM also offers consulting services to unaffiliated investment advisors.

With respect to the Managed Accounts, a minimum account value of \$500,000 is typically required; however, amounts less than the required minimum may be agreed upon in BWM's sole discretion. Limited partners in the Funds are generally subject to a minimum investment requirement of



\$100,000. However, it is at the discretion of the General Partner of the Funds to waive or reduce such minimum amount.

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

For Managed Accounts, BWM utilizes, among other tools, fundamental and technical analysis to manage portfolios.

Fundamental Analysis attempts 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. This 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. There are other risks inherent in using fundamental analysis that is heavily based in fact. For example, a false conclusion can arise if a company incorrectly reports data, or the data reported is misinterpreted.

Technical Analysis is, together with fundamental analysis, one of the two major schools of stock market study. This form of value analysis focuses on patterns of volume and price fluctuations for a given stock as compared to the activity of the larger, general market(s) indicators. Securities are evaluated for purchase or sale based on an analysis of market statistics such as volume and prices over time as seen on charts, etc. that are believed to establish relational patterns that can predict future movements in the markets. This relative comparison has little or no concern for any company's fundamental structure, production or worth. Market indicators kept in view include volume and direction of market activity, as indicators of supply and demand for securities, often using one or more established index/ indices, such as the NASDAQ, S&P 500, and the Dow Jones Industrial Average. Trends and Penetrations (e.g., of previous "highs") are another type of indicator used. The patterns discerned, often using charts for a quick grasp of the relationship of various factors, are used to predict future market moves and their effects on stocks in general and/ or on particular sectors of the market. There are risks inherent in using a technical analysis. Technical analysis purports to see patterns deemed to be repeated in similar market conditions. Market conditions may consist of many factors, any one of which may alter the outcome of an otherwise similar situation. Technical analysis assumes that all the market factors are known to and considered by all the market's participants, although, in fact, the market can act in highly partial and even apparently irrational ways.

Time spent using one analytical method will compete with other analytical methods which might have proven more useful and profitable.

The investment strategies used to implement any investment advice given to Clients include long term purchases (securities held at least a year), short term purchases (securities sold within a year), trading (securities sold within 30 days), short sales, and option writing. Types of investments used in Client portfolios include equities, corporate and government debt securities, ETFs, mutual funds, and alternative investments (e.g., hedge funds, structured products, etc.). Certain portfolios will be managed with the use of leverage. Advisory representatives may utilize a wide range of



approaches based on the profile and needs of each Client.

For the Funds, the objective is to achieve capital appreciation through real estate related equity investments across multiple segments and geographies. The Funds will invest in underlying portfolio investments in each case managed by an operator, and with at least 70% of its exposure in the U.S. and up to 30% exposure in Europe and Asia combined. The Fund will also invest at least 50% of its exposure in multifamily real estate. BWM's role is to (i) find investment opportunities that fit the Fund's specific strategy, (ii) diligently investigate each investment's benefits and risks (due diligence), (iii) make recommendations to each Client whether to buy, hold or sell an investment, and (iv) monitor the performance of investments made, each of which is described in further detail in the Fund's Offering Documents. In selecting portfolio investments, BWM will evaluate investment opportunities on an investment-by-investment basis.

BWM has developed proprietary underwriting and due diligence processes to evaluate potential investments focusing on principally cash-flowing real estate with strong potential to generate attractive risk-adjusted returns. This multi-step process involves market research, financial analysis, and due diligence aimed at identifying and choosing attractive opportunities within its sourcing channels. BWM performs an in-depth due diligence that includes visiting the headquarters of the operator and a representative selection of underlying properties, reviewing comparables using Moody's REIS, analyzing financial models, reviewing stress scenarios, studying historical performance, reviewing review and underwriting processes, studying investor reports, etc. BWM presents the results of the due diligence and any material findings to the investment committee. If the investment committee decides to proceed, BWM prepares a detailed investment memorandum on the investment, which is presented to an advisory committee of external members. The investment memorandum includes general information of the investment, rationale and strategy, market analysis, financing, risk mitigants, return information and financial model and sensitivity analysis. If the advisory committee endorses the investment, the investment committee will make a final determination on whether to proceed with the investment and the allocation of the Fund.

Investing in the Funds entails numerous risks. No guarantee or representation is made that the Funds will achieve its investment objective or that limited partners will not suffer losses. An investment in the Funds is highly speculative and involves, among other things, certain risks, potential conflicts of interest and tax considerations that prospective limited partners should consider before subscribing and, therefore, should be undertaken only by limited partners capable of evaluating the risks of the Funds and bearing the risks that it presents. Prospective limited partners should carefully consider the following risk factors in connection with the subscription for Interests.

## **Risk Factors**

Investing in securities involve risk of loss that Clients and investors should be prepared to bear, including the potential loss of the full value of any investment. While it is the intention of BWM to implement strategies, which are designed to minimize potential losses suffered by a Client, there can be no assurance that such strategies will be successful. It is possible that a Client or investor may lose a substantial proportion or all of its assets in connection with investment decisions made by BWM.



Some of the risk factors discussed in this Brochure generally apply to all Clients and investors, while others pertain specifically to the Managed Accounts or to the Funds. Those risk factors primarily relevant to the Managed Accounts or to the Funds are distinguished as such. Investors in the Funds should consider the risk factors applicable to the Funds specifically, and the risk factors applicable to Clients as generally applicable to Investors. The following does not purport to be a complete explanation of the risk factors.

- **No Guarantee of Investment Performance:** BWM cannot warrant or guarantee that Clients will achieve their stated investment objective or achieve positive or competitive investment returns. Market, regulatory and other factors, many of which cannot be anticipated or controlled by BWM, could result in Clients not generating positive or competitive returns or in Clients losing a portion or all of their investment.
- **No Operating History; Loss of Capital:** The Fund has no operating history upon which prospective limited partners can evaluate performance. No guarantee or representation is made that the Fund will achieve its investment objective or that limited partners will not lose substantially all of their investment in the Funds. Any past performance of BWM, the General Partner or their respective affiliates is no guarantee of the future performance of the Fund. There is no assurance that the Fund will be profitable. The success of the Fund will in a large part depend on its ability to identify and make profitable investments. Identifying and making profitable portfolio investments is difficult and involves a high degree of risk, competition and uncertainty, and the availability of such investments is subject to general market conditions. There is no assurance that the Fund will be able to successfully implement its investment strategy or attain profitability. The Fund's profitability is dependent upon many factors beyond its control.
- **Dependence on Key Personnel of the Investment Manager:** The Fund will depend on the diligence, skill, experience and network of business contacts of BWM and LFC's investment team and the advisory committee. The loss of any of the investment team and the advisory committee may limit the Fund's ability to achieve its investment objective and operate as anticipated.
- **Non-Specified Investments and Discretion in Determining Use of Proceeds:** BWM and LFC may have not yet identified all of the potential investments that the Fund may acquire with the net proceeds of this offering will be used to finance or invest in portfolio investments that will not be meaningfully described to the limited partners prior to such investment. No assurance can be given as to when the Fund will fund any portfolio investments. Limited partners will not have an opportunity to evaluate the specific merits or risks of any prospective portfolio investment. As a result, limited partners will be dependent on the judgment of BWM and LFC in connection with the investment and management of the proceeds of this offering, including the selection of the portfolio investments. There can be no assurance that determinations ultimately made by BWM and LFC will permit the Fund to achieve its business objectives. The number of portfolio investments that the Fund makes, and diversification of its portfolio investments may be dependent on the amount of proceeds raised herein and will be reduced if less than the maximum amount of the offering is raised. The Fund's success will



depend on its ability to identify suitable portfolio investments and to negotiate and arrange the closing of appropriate transactions. There can be no guarantee that a sufficient number of portfolio investments will be available and that the Fund will therefore be able to invest all funds committed by the limited partners.

- **Distributions:** Distributions will only be paid to the extent that the Fund has sufficient cash flow to make such payments. The General Partner anticipates that there will be significant cash flow available during the investment term, but there is no guarantee that the Fund will be able to generate such cash flows. In addition, there will not be any cash flow available for distribution until the Fund has made all payments required under any debt obligation and all other payments required to be made for fund expenses and other payables, and the General Partner has established a reserve for liabilities.
- **Long-Term Investment; No Right to Withdraw; Illiquidity:** A limited partner's participation in the Fund requires a long-term commitment, with no certainty of return. Because limited partners cannot withdraw capital from the Fund and the fact that interests are not tradable, an investment in the Fund is an illiquid investment and involves a high degree of risk. An investment in the Fund therefore should be considered only by persons financially able to maintain their investment (including with respect to maintaining sufficient capital to meet future draw-downs of capital) in the Fund for a substantial period of time.
- **General Investment Risks:** Any investment in equity securities is subject to risks. These risks include fluctuations in value due to issuer, political, market, regulatory and economic developments. Fluctuations can be dramatic over the short or long term. Different parts of the market and different types of equity securities can react differently to these developments. These developments can affect a single issuer, many issuers within an industry or economic sector or geographic region, or the market as a whole. Terrorism, global health events, political and regulatory developments, and economic developments (caused by natural disasters or a pandemic, for instance) have increased short-term market fluctuations and may have long-term effects on world economies and markets generally.
- **General Risks of Investing in Private Companies:** There typically is little or no publicly available investment information about privately-held companies. The information that is available may be more limited or less reliable for small private companies than is typically the case for a larger private or public company. The due diligence investigation undertaken by BWM or LFC may not uncover all material information about a private company necessary to make a fully-informed investment decision. In addition, the valuation of securities of privately-held companies is less certain than public companies and may be subject to substantial market variations. Such investments involve a high degree of business and financial risk that can result in substantial losses.
- **General Risks of Investing in Options:** The purchase or sale of an option by a Client involves the payment or receipt of a premium payment and the corresponding right or obligation, as the case may be, to either purchase or sell the underlying investment for a specific price at a certain time or during a certain period. Purchasing options involves the risk that the underlying investment does not change in price in the manner expected, so that the option



expires worthless and the investor loses its premium. Selling options, on the other hand, involves potentially greater risk because the Client is exposed to the extent of the actual price movement in the underlying investment in excess of the premium payment received.

- **General Risks of Investing in Derivatives:** Derivatives are financial contracts whose value depends on, or is derived from, an underlying product, such as the value of a securities index. The risks generally associated with derivatives include the risks that: (1) the value of the derivative will change in a manner detrimental to the Client; (2) before purchasing the derivative, the Client will not have the opportunity to observe its performance under all market conditions; (3) another party to the derivative may fail to comply with the terms of the derivative contract; (4) the derivative may be difficult to purchase or sell; and (5) the derivative may involve indebtedness or economic leverage, such that adverse changes in the value of the underlying asset could result in a loss substantially greater than the amount invested in the derivative itself or in heightened price sensitivity to market fluctuations. Derivatives markets can be highly volatile. The profitability of investments by the Client in the derivatives markets depends on the ability of BWM to analyze correctly these markets, which are influenced by, among other things, changing supply and demand relationships, governmental, commercial and trade programs and policies designed to influence world political and economic events, and changes in interest rates.

- **General Risks of Investing in Real Estate:** An investment in real estate is subject to various risks. These risks usually relate to expenses being higher than expected, cash flow being less than expected, or both. If cash flow is insufficient to pay all expenses, the investment could suffer losses. Mortgage financing or other debt can increase these risks and result in an investment being lost through foreclosure. Adverse changes in local, regional, national and international economic conditions can negatively affect real estate values. For example, high unemployment rates, declines in population, and tenant bankruptcies can adversely impact real estate income. Similarly, high real estate taxes, insurance costs, increases in interest rates and high fuel and heating costs due to rising crude oil prices result in higher operating costs. Other risks include zoning laws and other government rules and fiscal policies and changes in such laws, rules and policies; environmental claims; and uninsured losses and other risks that are beyond the control of BWM or the Funds.

- **General Risks of Investing in Exchange Traded Funds:** A Client may invest in a type of investment company called an exchange-traded fund ("ETF"). ETFs are a type of investment security, representing an interest in a passively managed portfolio of securities selected to replicate a securities index, such as the S&P 500 Index or the Dow Jones Industrial Average, or to represent exposure to a particular industry or sector. Because ETF and closed-end fund shares are traded on an exchange, they may trade at a discount from or a premium to the net asset value per share of the underlying portfolio of securities. Investors in ETFs, closed-end funds and other investment companies bear a proportionate share of the expenses of those funds, including management fees, custodial and accounting costs, and other expenses.

- **General Risks of Investing in Portfolio Funds:** Allocating a portion of the Fund's assets primarily among a group of registered investment companies, private investment funds and/or separately managed accounts, investors will indirectly bear the Fund's proportionate



share of any management fees, performance-based compensation and other expenses paid by such Portfolio Funds in which the Fund invests in addition to the Management Fee charged by the Fund and Fund expenses. The Fund will be dependent upon the expertise and abilities of the Portfolio Managers of the Portfolio Funds in which it invests. No assurance can be given that the strategy or strategies utilized by a given Portfolio Fund will be successful under all or any future market conditions. There can be no guarantee of future performance and there is no assurance that the Fund or the Portfolio Funds will be able to achieve their investment objectives or be profitable. The Fund may also be negatively affected by adverse price movements of significant positions held by one or more of the Portfolio Funds. The death, incapacity or retirement of a principal or other key personnel of a Portfolio Manager may also adversely affect investment results of the Fund. Certain Portfolio Funds may invest in securities that are subject to legal or other restrictions on transfer or for which no liquid market exists. The market prices, if any, for such securities tend to be volatile and a Portfolio Fund may not be able to sell them when it desires to do so or to realize what it perceives to be their fair value in the event of a sale. The sale of restricted and illiquid securities often requires more time and results in higher brokerage charges or dealer discounts and other selling expenses than does the sale of securities eligible for trading on national securities exchanges or in the over the counter markets. Restricted securities may sell at a price lower than similar securities that are not subject to restrictions on resale.

- **General Risks Associated with Debt Markets:** The types of investments made by Clients can be affected by the debt markets. The value and marketability of investments may depend upon the availability and cost of credit to finance operations or acquisitions. Current conditions in the debt markets include reduced credit availability and increased debt costs for many market participants. These conditions, which increase the cost and reduce the availability of debt, may continue or worsen in the future. Continued and future disruptions in the debt markets could have an adverse impact on investment values and on acquisition and exit opportunities.
- **Short Selling:** Short selling involves selling securities that are not owned and borrowing the same securities for delivery to the purchaser, with an obligation to replace the borrowed securities at a later date. A short sale creates the risk of a theoretically unlimited loss, in that the price of the underlying security could theoretically increase without limit, thus increasing the cost to the Client of buying those securities to cover the short position. There can be no assurance that the Client will be able to maintain the ability to borrow securities sold short. There also can be no assurance that the securities necessary to cover a short position will be available for purchase at or near prices quoted in the market. Purchasing securities to close out a short position can itself cause the price of the securities to rise further, thereby exacerbating the loss. Lastly, even though BWM will secure a “good borrow” of the security sold short at the time of execution, the lending institution may recall the lent security at any time, thereby forcing the Client to purchase the security at the then-prevailing market price, which may be higher than the price at which such security was originally sold short by the Client.
- **Non U.S. Investments:** Investing outside the United States typically involves greater risks than investing in the United States. There is generally less publicly available information about



non U.S. companies, and there may be less government regulation and supervision of non U.S. companies and investments. There may also be difficulty in enforcing legal rights outside the United States. Moreover, non U.S. companies generally are not subject to uniform accounting, auditing and financial reporting standards, practices, and requirements comparable to those that apply to U.S. companies. Security trading practices abroad offer less protection to investors than those in the United States.

- **Market Risk:** The price of a security may drop in reaction to tangible and intangible events and conditions. This type of risk is caused by external factors independent of a security's particular underlying circumstances. For example, political, economic and social conditions may trigger market events.
- **Inflation Risk:** When any type of inflation is present, a dollar today will not buy as much as a dollar next year, because purchasing power is eroding at the rate of inflation.
- **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.
- **Reinvestment Risk:** This is the risk that future proceeds from investments may have to be reinvested at a potentially lower rate of return (i.e., interest rate). This primarily relates to fixed income securities.
- **Business Risk:** These risks are 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. Generally, assets are more liquid if many traders are interested in a standardized product. For example, Treasury Bills are highly liquid, while real estate properties are not.
- **Financial Risk:** Excessive borrowing to finance a business' operations increases 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.
- **Competition; Availability of Investments:** Certain markets in which the Client's account may invest are extremely competitive for attractive investment opportunities and, as a result, there may be reduced expected investment returns. There can be no assurance that the Client will be able to identify or successfully pursue attractive investment opportunities in such environments.
- **Cybersecurity Risk:** With the increased use of technologies, such as the Internet, to conduct business, BWM, its Clients, and companies the Clients invest in are susceptible to operational,



information security and related risks. In general, cyber incidents can result from deliberate attacks or unintentional events. Cyber-attacks include, but are not limited to, gaining unauthorized access to digital systems (e.g., through “hacking” or malicious software coding) for purposes of misappropriating assets or sensitive information, corrupting data, or causing operational disruption. Cyber-attacks may also be carried out in a manner that does not require gaining unauthorized access, such as causing denial-of-service attacks on websites (i.e., efforts to make network services unavailable to intended users). Cyber incidents affecting BWM and other service providers (including, but not limited to, accountants, custodians, transfer agents and financial intermediaries) have the ability to cause disruptions and impact business operations, potentially resulting in financial losses, interference with the ability to calculate a Client’s new asset value, impediments to trading, the inability of investors to transact business, violations of applicable privacy and other laws, regulatory fines, penalties, reputational damage, reimbursement or other compensation costs, or additional compliance costs. Similar adverse consequences could result from cyber incidents affecting companies the Clients invest in, counterparties with which BWM engages in transactions, governmental and other regulatory authorities, exchange and other financial market operators, banks, brokers, dealers, insurance companies and other financial institutions (including financial intermediaries and service providers for investors) and other parties. In addition, substantial costs may be incurred by the companies the Clients invest in or the Client itself in order to prevent any cyber incidents in the future. While the Client’s service providers, including BWM, have established business continuity plans in the event of, and risk management systems to prevent, such cyber incidents, there are inherent limitations in such plans and systems including the possibility that certain risks have not been identified. Furthermore, BWM and the Clients cannot control the cyber security plans and systems put in place by its service providers or any other third parties whose operations may affect the Clients. The Clients and its investors could be negatively impacted as a result.

- **Pandemic Risk:** In December 2019, a new strain of coronavirus (also known as, and hereinafter referred to as “COVID-19”) originated in Wuhan, China, and quickly spread to infect many people in the city and surrounding area. In some cases, COVID-19 causes severe illness and even death. Since its discovery, COVID-19 has spread throughout China and to several other countries, significantly impacting their economies. Various measures are being taken by countries, including the United States, both on a macro country-wide level and a local level, to combat the virus and its spread. Some of these measures include quarantines, travel bans, bans on public events, bans on large public gatherings, closures of public venues (e.g., restaurants, concert halls, museums, theaters, schools and stadiums) or shelter-in-place orders. The World Health Organization publicly characterized COVID-19 as a pandemic. The President of the United States declared the COVID-19 outbreak a national emergency. The Center for Disease Control has stated a risk exists of a pandemic in the United States. In such a situation, the effect on the economy and on the public will likely be severe. There are no comparable recent events in the United States which may provide guidance as to the effect of the spread of COVID-19 and a potential pandemic on the business, financial condition and results of operations of the Fund’s Portfolio Investments. Therefore, there is considerable uncertainty of COVID-19’s potential effect on the Fund and its Portfolio Investments, which could have a material adverse effect on the Fund and on the business, financial condition and results of operations of the Fund’s Portfolio Investments.



## Item 9 – Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to the Client's evaluation of BWM or the integrity of BWM's management. BWM has no information applicable to this Item at this time. Information about BWM and its holding company Bulltick Capital Markets, LLC is also available via the SEC's web site [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov). Furthermore, any disciplinary information about our affiliated broker-dealer (BLLC) is available via FINRA's web site (Broker Check) <https://brokercheck.finra.org/>.

## Item 10 – Other Financial Industry Activities and Affiliations

BWM is affiliated and under common control with BLLC, a registered broker dealer firm and FINRA member and Bulltick Insurance Agency, LLC ("BIA"), a Florida licensed insurance agency.

BLLC maintains assets in connection to brokerage and consolidated reporting services to non-advisory brokerage accounts, for \$354,649,088 in assets as of December 31, 2020.

BWM Clients may also be clients of BLLC and BIA. Several of BWM's management or associated persons are registered and associated with BLLC as registered representatives and BIA as insurance agents. As such, BWM associated persons may also be compensated by means of commission or bonus in connection with revenue generated on behalf of BWM Clients.

BWM utilizes BLLC as an introducing broker-dealer for certain securities transactions of Clients. BLLC and/or associated persons receive compensation for brokerage transactions effected in these Client accounts, and for the purchase of investment and insurance products recommended, which poses a conflict of interest. For example, BWM utilizes BLLC as an introducing broker-dealer for certain equity and fixed income trades; this is due to, among other factors, market-competitive commission rates, a trading interface with tools suitable for Clients' equity and fixed income trading activities, and quality of execution. Clients may pay commissions higher than those obtainable from other brokers for the same services rendered by BLLC or any other broker-dealer recommended to the Client by BWM. Clients can also elect to have their account opened and trades executed at a broker-dealer of their choice, which may or may not cost more to the Client.

Accordingly, conflicts of interest may arise relating to the allocation of their time and activities between BWM, BLLC and BIA. Further conflicts arise, due to the compensation gained by BWM affiliates through fees and expenses charged to the Client on products.

This compensation is in addition to the advisory fees the Client pays to BWM. BWM resolves this conflict by monitoring the appropriateness of the recommendations made to the Client by BWM on all products the Client purchases including those products issued by BWM affiliates.

BLLC has also established policies and procedures to mitigate conflicts and address applicable regulatory requirements. However, lower fees for comparable services may be available from other sources. Clients are encouraged to request additional information regarding potential



conflicts of interest.

BWM is also affiliated and has a material business relationship with the General Partner of the Funds. Please refer to Item 6 above regarding performance-based fees that may be paid by the Funds to the General Partner.

### **Commodity Pool Operator, Commodity Trading Adviser, Futures Commission Merchant Registration**

BWM and its management persons are not registered or associated with the Commodity Futures Trading Commission ("CFTC") as a futures commission merchant ("FCM"), a commodity pool operator ("CPO") or a commodity trading advisor ("CTA") or an associated person of the foregoing entities.

### **Item 11 – Code of Ethics**

BWM has adopted a Code of Ethics (the "Code"), designed to ensure compliance with Rule 204A-1 under the Advisers Act which governs personal trading by its principals, employees and related accounts ("Employees"). The Code is predicated upon the following principles: (i) at all times the interests of BWM's Clients must be placed ahead of the interests of BWM and BWM Employees and (ii) all personal securities transactions by BWM Employees must be conducted consistent with applicable laws and regulations and the general principles set forth in the Code and in such a manner as to avoid any actual or potential conflict of interest or any abuse of an individual's position of trust and responsibility.

The Code requires employees to report all "reportable securities" transactions, initially upon hire, and on an annual basis thereafter. In addition, each Employee is required to report to the Chief Compliance Officer, on a quarterly basis, all transactions during such calendar quarter in covered security in which such Employee has a beneficial interest and must direct his or her broker to send duplicate brokerage statements involving a covered security to the CCO.

The Code contains policies and procedures that, among other things:

- Prohibit Employees from taking personal advantage of opportunities belonging to Clients;
- Prohibit trading on the basis of material nonpublic information;
- Place reporting obligations on personal trading by Employees;
- Require initial and annual reports of securities holdings and monthly transaction reports by Employees.

Subject to compliance with the Code, Employees may buy, sell, or hold, for their own personal trading accounts, certain securities that BWM may also buy, sell, or hold for Clients. On certain occasions, Employees' personal investment activity of securities held or traded by the Clients may be different to that of Clients' due to, among other factors, differences in account investment



horizons and risk profiles. Additionally, Employees must obtain prior written approval from the Chief Compliance Officer before investing in initial public offerings ("IPOs") or limited offerings (i.e., private placements). In the event the Chief Compliance Officer wishes to purchase IPOs or the securities of a private placement for his/her own employee account, the Chief Compliance Officer must obtain prior written approval from the CEO of BWM.

## **Reporting Violations**

All Supervised Persons (any officer, director, partner, and employee of Adviser) are required to report actual or known violations or suspected violations of BWM's Code promptly to the Chief Compliance Officer or his designee. Any report of a violation or suspected violation of the Code will be treated as confidential to the extent permitted by law. As part of Adviser's obligations to conduct an annual review of all of its policies and procedures pursuant to Rule 206(4)-7 of the Advisers Act, the Chief Compliance Officer shall review on an annual basis the adequacy of the Code and the effectiveness of its implementation. BWM's Code is available upon request.

## **Trading Alongside by Adviser and its Personnel**

Client accounts managed by Adviser may trade in the same or similar securities at or about the same time as accounts managed or advised by affiliates of the Adviser. Investments by Adviser's affiliates and their Clients may have the effect of diluting or otherwise disadvantaging the values, prices, or investment strategies of a Client's account, particularly in small capitalization, emerging market, or less liquid strategies. This may occur when portfolio decisions regarding a Client's account are based on research or other information that is also used to support portfolio decisions for Adviser's affiliates. If a portfolio decision or strategy for Adviser's affiliates' accounts or the accounts of Clients of affiliates is implemented ahead of, or contemporaneously with, similar portfolio decisions or strategies for Adviser's Client's account, market impact, liquidity constraints, or other factors could result in the Adviser's Client's account receiving less favorable trading results and the costs of implementing such portfolio decisions or strategies could be increased.

Furthermore, it is BWM's policy to effect any principal or agency cross transactions for non-discretionary Client accounts only with written authorization from the Client. For discretionary accounts, the acknowledgement from Compliance is required. Principal transactions are generally defined as transactions where an adviser, acting as principal for its own account or the account of an affiliated broker-dealer, buys from or sells any security to any advisory Client against its own inventory/portfolio. A principal transaction may also be deemed to have occurred if a security is crossed between an affiliated hedge fund and another Client account. BWM executes fixed income transactions with BLLC on a riskless principal basis wherein BLLC may charge up to 50 basis points per transaction (see Item 5). An agency cross transaction is defined as a transaction where a person acts as an investment adviser in relation to a transaction in which the investment adviser, or any person controlled by or under common control with the investment adviser, acts as broker for both the advisory Client and for another person on the other side of the transaction. Agency cross transactions may arise where an adviser is dually registered as a broker-dealer or has an affiliated broker-dealer. Such transactions shall be conducted in compliance with regulatory requirements (i.e., disclosures and Client consent, as applicable).



## Errors

Errors may occur from time to time in transactions for Client accounts. The Adviser will typically correct any such errors that are the fault of the Adviser or an affiliate at no cost to the Client. To the extent that the subsequent sale of such securities generates a profit to the affiliated broker dealer the affiliated broker dealer may retain such profits, and may, but is not required to, use such profits to offset errors in the future or pay other Client- related expenses. The Adviser will not be responsible for any errors that occur that are not the fault of the Adviser or any affiliate.

## Item 12 – Brokerage Practices

For discretionary Clients, BWM has discretionary authority, subject to the terms and conditions set forth in the Client Agreement, to determine (1) securities to be bought and sold, (2) amount of securities to be bought and sold, (3) the broker or dealer to be used, and (4) commission rates paid. BWM's discretionary authority is limited by any reasonable restrictions that the Client places on the management of the account.

BWM offers Client's arrangements for their securities to be held in a brokerage account maintained at Pershing LLC, through a fully disclosed relationship with BLLC, the introducing broker-dealer. Transactions placed on behalf of Clients will be placed through the trading desk at BLLC and traditional fees and commission will apply. To ensure that BWM is meeting its fiduciary obligations, BWM is required to seek out the most favorable execution quality on client transactions at all times. BWM allows Clients to direct brokerage outside our recommendation. BWM may be unable to achieve the most favorable execution of client transactions. Client directed brokerage may cost Clients more money. For example, in a directed brokerage account, Clients may pay higher brokerage commissions because BWM may not be able to aggregate orders to reduce transaction costs, or Clients receive less favorable prices.

On at least an annual basis, BWM will evaluate and compare the pricing and services offered by BLLC with those offered by other reputable broker-dealers. In addition to BLLC's ability to provide "execution quality," BWM's selection criteria may include the value of various services or products provided by the broker-dealer. For example, BWM may acquire: research reports on or other information about particular companies, sectors, or industries; economic surveys and analyses; recommendations as to specific securities; electronic market quotations; non-mass-marketed financial publications; portfolio evaluation services; performance measurement services; market, economic and financial studies and forecasts; data on pricing and availability of securities; certain financial database software and services; and other products or services that may enhance its investment decision making. In recommending brokers-dealers and custodians, BWM will generally seek the best combination of services provided and associated expenses. Relevant factors used in evaluating execution quality include historical net prices, the execution, clearance, and settlement and error correction capabilities of the broker or dealer generally and in connection with securities of the type and in the amounts to be bought or sold; the broker's or dealer's willingness to commit capital; reliability and financial stability; the size of the transaction; availability of securities to borrow for short sales; and the market for the security.

BWM has sought to make a good-faith determination that BLLC provides Clients with execution



services at competitive prices. However, Clients should be aware that this determination may be influenced by BWM's relationship with BLLC. BWM shall notify Clients if it were to determine that another broker-dealer offered better execution quality.

BWM also makes a determination, exercising its judgment in good faith, on the allocation of investment and trading opportunities among Clients as to whether an opportunity is appropriate for each Client. Factors in making such a determination include a Client's liquidity profile, overall investment strategy and objectives, regulatory constraints of the Client, the composition of the Client's existing portfolio, the size or amount of the available opportunity, characteristics of the securities involved, the liquidity of the markets in which the securities trade, general and specific risks involved, and other factors relating to each Client and investment opportunity. For the avoidance of doubt, and due to these factors, BWM is not required to provide every opportunity to every Client, but BWM is required to act in good faith and in a manner consistent with its fiduciary duties to Clients.

If BWM determines that an investment or trading opportunity is appropriate for more than one Client, then BWM will endeavor to implement a trade rotation process across all Clients in securities that fit the investment objectives of multiple strategies. This trade rotation process will be established in an effort to ensure that no Client account is systematically advantaged or disadvantaged. Alternatively, where an investment or trading opportunity is appropriate for more than one Client, BWM may aggregate sale and purchase orders of securities held by a Client with similar orders being made simultaneously for other Client accounts or entities if, in the reasonable judgment of BWM, such aggregation is reasonably likely to result in an overall economic benefit to Clients based on an evaluation that the Clients will benefit from relatively better purchase or sale prices, lower commission expenses or beneficial timing of transactions, or a combination of these and other factors. In general, the average price of all securities purchased or sold in such transactions will be determined, and a Client will be charged or credited, as the case may be, the average transaction price. Although, in any given case, this practice could have a detrimental or beneficial effect upon the price or value of the security for any Client account, BWM believes that on an overall basis such practice is beneficial to Clients. While BWM believes this is beneficial and fair on an overall basis with respect to all Clients, there can be no assurance that on a trade-by-trade or overall basis that any particular Client will not be treated more or less favorably than another Client.

### **Item 13 – Review of Accounts**

Accounts are reviewed periodically, and at least annually, by BWM advisory personnel. In addition, Clients may request a comprehensive review of their advisory account(s) upon the occurrence of any agreed-upon triggering event(s). BWM's advisory personnel regularly monitor market and economic activity for potential impact on Client accounts.

### **Item 14 – Client Referrals and Other Compensation**

BWM may compensate third parties for the referral of prospective advisory Clients. Such referral fees will generally be a percentage of the annual management fees and/or other compensation earned by BWM or such other amount such as a fixed amount. In addition, BWM receives referral



fees from third parties to whom BWM refers Clients. Solicitation arrangements inherently give rise to potential conflicts of interest because the solicitor is receiving an economic benefit for the recommendation of advisory services and this arrangement may affect BWM's willingness to negotiate below its standard fees, and therefore may affect the overall fees you may pay. Rule 206(4)-3 of the Advisors Act (the "Cash Solicitation Rule") addresses this conflict of interest by requiring advisers who pay third party solicitors to enter into agreements requiring the solicitors to make certain disclosures to solicited potential Clients. In accordance with the Cash Solicitation Rule, BWM requires third party solicitors who introduce potential Clients to provide the potential Client with a copy of this disclosure brochure and a copy of the solicitors' disclosure statement which explains that the solicitor will be compensated for the referral and contains the terms and conditions of the solicitation arrangement, including the compensation the solicitor is to receive.

Certain associated persons and/or management personnel of the Adviser may also be employed as registered representatives with BLLC. In this capacity, they may facilitate the purchase and/or sale of securities, and other investment and insurance products for their clients, who may or may not have an advisory fee agreement with BWM. The Adviser's representatives may receive compensation for these non-advisory services that they may provide. Such compensation would be in addition to the advisory and other fees that the Adviser may receive.

Transaction charges or other charges for services to Clients by BLLC may be more or less than what other broker- dealers not recommended by the Adviser charge for comparable services.

Investment products purchased or sold in broker/dealer accounts may generate transaction fees that would not exist if the purchase or sale were made directly through the issuer of the security, such as a mutual fund company. Mutual funds held in broker/dealer accounts also charge management fees. These mutual fund management fees may be more or less than the mutual fund management fees charged if the Client held the mutual fund directly with the mutual fund company. These management fees are in addition to the management fee charged by the Adviser.

## **Item 15 – Custody**

For the Funds, BWM is deemed to have custody of the assets of the Funds, because one of its affiliates either (i) acts as a general partner of the Funds, with the authority to dispose of funds and securities in the Fund's account or (ii) is deemed to have custody because of its ability to withdraw its fees directly from the Fund. Therefore, BWM is subject to Rule 206(4)-2 of the Advisors Act (the "Custody Rule") with respect to the custody of Fund assets.

BWM adheres to the applicable requirements of the Custody Rule. BWM arranges for each Fund's financial statements to be prepared in accordance with U.S. generally accepted accounting principles ("GAAP") and audited at least annually by a certified public accounting firm registered with the Public Company Accounting Oversight Board ("PCAOB"), a certified public accounting firm. BWM makes those audited financial statements available to all investors in the Funds within a reasonable period after the end of the fiscal year of the Fund. Investors should carefully review those financial statements. With respect to the Fund, Investors will receive quarterly financial updates, including capital account balances, from Atlas Fund Services, the administrator of the fund. However, the Fund will receive statements no less frequently than quarterly from all



qualified custodians that hold the Fund's investment assets.

For Managed Accounts, BWM provides its Client advisory and other services through an open architecture model, meaning Clients can choose the custodians for their assets. If Clients choose to open their accounts through our affiliate broker-dealer, BLLC, the custody of their assets would be through Pershing, LLC, a wholly-owned subsidiary of BNY Mellon. BWM does not maintain custody of its Clients' assets and Clients should receive at least quarterly statements from the broker-dealer, bank, or other qualified custodian that holds and maintains Clients' investment assets. BWM urges Clients to carefully review such statements and compare such official custodial records to any reports provided to Clients by BWM.

For consolidated portfolio services, BWM uses third party software to prepare portfolio consolidated statements and related reports. The third-party software employed may use a different pricing from the ones used by the Client's custodian thus producing different portfolio values. We encourage Clients using this service to rely on their custodian's statement and use BWM's reports as an additional tool to assist in validating said portfolio values. The statements issued by the Clients' custodians are official and will prevail over the reports issued by BWM.

## **Item 16 – Investment Discretion**

BWM usually receives discretionary authority from the Client at the onset of an advisory relationship to select the identity and amount of securities to be bought or sold. In all cases, however, such discretion is to be exercised in a manner consistent with the stated investment objectives for the particular Client account. When selecting securities and determining amounts, BWM observes the investment policies, limitations, and restrictions of the Clients for which it advises. Certain Managed Accounts may also limit the Firm's authority to trade or restrict certain types of securities in such account as outlined in such Client Agreement.

BWM may also provide investment advice to Managed Accounts on a non-discretionary basis, meaning the Client's specific consent must be granted prior to each transaction. If the Client enters into a non-discretionary arrangement as stated in the Client Agreement, the Client shall have an unrestricted right to decline to implement any advice provided by BWM.

## **Item 17 – Voting Client Securities**

As a matter of BWM's policy and practice, BWM does not have 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 Client portfolios. BWM may provide advice to Clients regarding the Clients' voting of proxies.

## **Item 18 – Financial Information**

BWM does not require or solicit prepayment of Client fees more than six months in advance. BWM has no financial commitment that impairs its ability to meet contractual and fiduciary commitments to Clients. Also, BWM has never been the subject of a bankruptcy proceeding.