



Main Office:

5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200

cmckeon@tristar.us

www.tristaradvisor.com

March 16, 2021

This brochure provides information about the qualifications and business practices of Tri-Star Advisors, Inc. If you have any questions about the contents of this brochure, please contact us at 713-735-9238 or www.tristaradvisor.com. 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 Tri-Star Advisors, Inc. also is available on the SEC's website at www.adviserinfo.sec.gov.

Material Changes

The last annual update of this brochure was March 23, 2020. Since the last annual update, the firm has had the following material changes:

- Effective March 2020, the firm's new Chief Compliance Officer is Crystal McKeon.

Table of Contents

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

ITEM 4 - ADVISORY BUSINESS

Advisory Firm Description

Tri-Star Advisors, Inc. ("TSA" or the "Firm") has been in business since November 2009, and is based in Houston, Texas and incorporated under the laws of the State of Texas. The principal owners are William Thomas Payne and Jon Carter Vaughan.

Types of Advisory Services

Managed Account Service

TSA provides a "managed account service" to individuals and entities wanting portfolio management. TSA also provides its "self-directed retirement plan asset management program" to plan sponsors requiring assistance with managing their retirement plans and educating the plan participants.

First, TSA meets with clients to determine the client's investment objective. Then TSA places trades in the client's account, choosing investments which TSA personnel believe to be appropriate for that client. Recommended investments may include cash, bonds, exchange traded funds (ETFs), mutual funds and stocks, with selection of specific securities providing proper diversification in order to meet the client's stated investment objectives. Individual securities are selected to achieve the desired balance between expected risk and expected return.

TSA's managed account service includes:

- Selecting investments and executing trades.
- Selecting and monitoring sub-advisors when appropriate.
- Periodic reporting.
- Re-balancing the portfolio when appropriate.
- Re-allocating the portfolio due to client's investment objectives or investment strategy due to changes in economic or market conditions.
- Tax loss harvesting (where applicable).

The client has the option to sign up for TSA's Manage Your Money option. This is free of charge. This service includes access to educational content plus access to the secure eMoney emX dashboard. With the dashboard, the client can automatically pull all accounts — 401(k), checking, savings, credit cards and more — into one consolidated view for a complete picture of the client's finances, updated in real time. This option will help the client get organized. All employees of TSA are prohibited from using a client's username and password for the emX dashboard system. This includes any usernames and passwords that the client uses to obtain access to the client's outside accounts. Please contact the CCO, Crystal McKeon, at (713) 735-9238 if the IAR requests this information.

Financial Planning

TSA also provides financial planning consulting services including, but not limited to, risk assessment/management, investment planning, estate planning, financial organization, or financial decision making/negotiation.

Self-Directed Retirement Plan Asset Management Program

TSA's self-directed retirement plan asset management program includes:

- Providing participant investment education services.
- Providing mutual fund analysis, objective selection and ongoing evaluation.
- Actively managing asset allocation within portfolios.
- Investing plan assets in accordance with the investment strategy.
- Monitoring performance of all selected assets or portfolios.
- Recommending changes when appropriate to any of the above.
- Preparing and presenting appropriate reports and handouts to sponsors and/or investment committees.

Retirement Plan Services

TSA provides pension consulting services in combination with asset management services. These services may include: Plan Design, Designing the Investment Lineup, Administration of the Plan, Service, Education or Fiduciary Support.

We will meet with the client to discuss the major plan goals, identify the key employees, options for contributions and income tax considerations. TSA will determine an appropriate investment strategy that reflects the plan sponsor's stated investment objectives for management of the overall plan. TSA will design an investment lineup that meets the plan sponsor's goals and objectives and will monitor the investments for potential changes.

Sub-Advisory Services

As part of our investment advisory services, we may recommend that you use the services of a sub-advisor to manage your entire, or a portion of, your investment portfolio. After gathering information about your financial situation and objectives, we may recommend that you engage Betterment Institutional, LLC, an independently registered Securities and Exchange Commission Registered Investment Advisor, for discretionary asset management services. Factors that we take into consideration when making our recommendation(s) include, but are not limited to, the following: the sub-advisor's performance, methods of analysis, fees, your financial needs, investment goals, risk tolerance, and investment objectives. TSA may select and/or terminate the services of sub-advisors. However, the client must provide written authorization to move assets away from Betterment, LLC to a new sub-advisor. We will periodically monitor the sub-advisor's performance to ensure its management and investment style remains aligned with your investment goals and objectives. TSA will review the calculations on the client's quarterly statements for accuracy. TSA will assist clients in all paperwork including, but not limited to a risk tolerance or similar document, new account forms, and all other fact-finding paperwork.

We do not charge you a separate fee for the selection of other advisers. Currently, we utilize the sub-advisory services of Betterment, LLC, and we will share in the advisory fee disclosed in this brochure (See Item 5 "Fees and Compensation" section). The advisory fee is generally automatically deducted by the custodian, and TSA compensates Betterment, LLC for their asset management services. We fully disclose to you the fees and compensation structure of Betterment, LLC should we recommend these services to you. You will be required to sign TSA's Investment Advisory Agreement as well as an Investment Advisory Agreement with Betterment, LLC, in addition to any new account forms in order for Betterment, LLC to provide these services. You may terminate your advisory relationship with Betterment, LLC according to the terms of Betterment's

investment advisory agreement.

Unified Managed Account Program:

TSA offers discretionary investment management services in a managed account program through an Overlay Manager (the "UMA Program"). This UMA Program may consist of using model portfolio advisers, model portfolios or other investment options such as mutual funds and/or exchange-traded funds ("ETFs") to represent different investment strategies for managing your account. Each of these investment strategies is designed to meet a specific goal.

Prior to investing in the UMA Program, the client will execute a discretionary investment management agreement with TSA setting forth the terms and conditions of our management of your investments within the UMA Program. Depending on the management services the client selects, the client will grant TSA limited discretionary authority to manage the client account through selection of an overlay manager ("Overlay Manager"), third party strategist ("Strategist") and/or third party managers ("Managers"; collectively, "Third-Party Service Providers"). In addition, the client will authorize the custodian to follow our instructions as well as instructions given by Overlay Manager to effect transactions, deliver securities, deduct fees and take other actions with respect to the client account. The client will not have a direct contractual relationship with the Overlay Manager or any other Third-Party Service Provider.

The timing of trades in the client account will primarily depend upon the model or changes in the model and, generally, will not take into consideration how long a client may have held the position indicated by the model.

TSA will retain the right to replace any Strategist or Manager on a discretionary basis. Depending on the service a client has selected, we will separately provide the client with the firm brochure (Part 2 of Form ADV) for the applicable Third-Party Service Provider(s) which includes information about their services, model portfolios, and investment strategies at or before the execution of our discretionary investment management agreement.

Client Assets Under Management

As of December 31, 2020, TSA had approximately \$311,450,258 discretionary assets and \$25,870,684 non-discretionary assets under management.

ITEM 5 - FEES AND COMPENSATION

Managed Account Service Fees

Compensation is provided to TSA for managed accounts by charging a percent of assets under management. The fee is a percentage of the market value of all assets in the client's account as valued by the custodian at the close of market on the last trading day of each calendar quarter. Annual fees can range up to 1.50%. The management fee is payable quarterly and is usually deducted from the client's account. Otherwise a client may instruct TSA to invoice the client, in which case the fee is due within 30 days of the invoice date.

Sub-Advisory Services:

For clients utilizing the sub-advisory services of Betterment, LLC, .25% of the fee above will be provided to Betterment, LLC. The client does not incur any additional advisory fees for electing to utilize the sub-advisory services. In addition, clients with Betterment, LLC will be charged in arrears. This means that the client will be charged at the beginning of the quarter, based on the account average for the quarter just ended.

Accounts in the same household will be aggregated to attain the lowest fee possible. The above fees are negotiable.

Certain clients of TSA may be charged fees which are less than those shown above. Quarterly fees may be less for certain employee or family accounts, depending on a number of factors including portfolio size, length of employment and relationship to the employee. Therefore, clients receiving the same service from TSA may be paying different fees.

The investment advisory agreement will continue in effect until terminated by either party by written notice to the other. Upon termination, any uncollected fees and expenses will be deducted from the account and the client will receive a refund of a prorated portion of the pre-paid advisory fee.

For Assets Custodied at Charles Schwab & Co.:

Fees are billed quarterly in advance, meaning that the amount of the fee for the upcoming is determined based on the market value of the account at the beginning of the quarter. Although the amount is determined and billed at the beginning of the quarter, the fee is not actually deducted until near the end of the quarter.

For Assets Custodied at Betterment Securities LLC:

Fees are deducted from a designated account, quarterly in arrears. The value of the Assets Under Management is determined by the average daily market value of the assets during the previous quarter.

For Assets Custodied at Hilltop Securities:

Fees are billed quarterly in advance, meaning that the amount of the fee for the upcoming is determined based on the market value of the account at the beginning of the quarter. Although the amount is determined and billed at the beginning of the quarter, the fee is not actually deducted until near the end of the quarter.

Additional expenses incurred by TSA for investment-related services will be billed to the plan separately. In the event of termination of this agreement, the fee will be adjusted, on a pro rata basis, to charge only for the portion of the final quarter in which termination occurs. A refund of prepaid unearned fees will be sent to the account or the client in a timely manner.

Financial Planning

Financial planning services are charged in advance through a fixed fee arrangement as agreed upon between the client and TSA for longer term consulting projects. There will never be an instance where \$1,200 or more in fees is charged six or more months in advance. Fees are negotiable and vary depending upon the complexity of the client situation and services to be provided. Fixed fees for longer-term consulting projects begin at \$6,000 for the first-year planning fee. Following that, it will be billed at \$1500/quarter for continued planning services.

An estimate for charges is determined at the start of the advisory relationship.

Clients who wish to terminate the planning process prior to completion may do so with written notice. Upon receipt of written notification, any earned fee will immediately become due and payable, and any unearned, pre-paid fee will be promptly refunded. A client may terminate an advisory agreement without being assessed any fees or expenses within five (5) days of its signing.

General Discussion Concerning Fees

Billing of investment management fees will commence at the start of the first quarter after the client's money has been invested by TSA. To the extent that the initial investment occurs in a month that is not the quarter-end, the client will be billed in advance on a pro rata basis, using the account value at the month-end in which the investment occurred as the basis for the fee calculation. Lower fees for comparable services may be available from other sources.

To the extent mutual and money market funds are selected to fill components of the overall investment strategy, the annual advisory fee shown above does not include the customary fees and expenses associated with investing in mutual or money market funds or other costs of establishing and maintaining an account with mutual funds, including Rule 12b-1 fees and expenses. The client is advised that, in addition to the annual advisory fee shown above, each mutual or money market fund in which assets are invested will incur separate investment advisory fees and other internal expenses for which the client will bear a proportionate share. These fees are fully disclosed in each fund's prospectus which is provided to each client by the account custodian.

Transaction fees, exchange fees, custodial fees and other such fees are paid directly by the client account to the broker or custodian and are in addition to the investment management fees listed above.

Additional Compensation

TSA personnel are also registered representatives of Calton & Associates, Inc., a FINRA member introducing broker-dealer. The registered representatives of Calton & Associates do business as ("d/b/a") Tri-Star Group ("TSG"). TSG may place trades for its clients through this broker/dealer, which then collects markups for those trades. A portion of these markups is paid to TSA personnel who are also Calton & Associates registered representatives. This affiliation with a broker/dealer creates a conflict of interest with clients, to the extent that TSA personnel may be recommending investments from which those same persons benefit.

Clients have the option to purchase investment products recommended by TSA personnel through other broker/dealers. Some TSA personnel receive less than 50% of their total compensation from markups on investments they recommend to TSA clients. TSA advisory fees are not reduced to offset the markups charged to TSA clients by the broker-dealer.

Please refer to the section titled Other Financial Industry Activities and Affiliations for more information.

ITEM 6 - PERFORMANCE-BASED FEES AND SIDE-BY-SIDE MANAGEMENT

TSA does not charge any of its clients performance-based fees, so this section does not apply.

ITEM 7 - TYPES OF CLIENTS

TSA provides investment supervisory services and manages investment advisory accounts for:

- Individuals
- High net worth individuals
- Self-directed pension and profit-sharing plans (other than plan participants)
- Corporations or other business not listed above
- Charitable organizations
- Insurance companies

TSA recommends a minimum account size of \$500,000. This amount is negotiable depending upon the nature of the relationship, potential for growth and other factors weighed by the associate.

ITEM 8 - METHODS OF ANALYSIS, INVESTMENT STRATEGIES AND RISK OF

Methods of Analysis

Security analysis methods may include charting, fundamental analysis, technical analysis, and cyclical analysis.

The main sources of information include financial newspapers and magazines, research materials prepared by others, annual reports, prospectuses, filings with the Securities and Exchange Commission, and company press releases.

Investment Strategies

The primary investment strategy is to achieve maximum diversification by employing a diversified portfolio. Types of investments typically used are: bond funds, foreign and domestic, of varying duration and credit worthiness; and stock funds, foreign and domestic of various management styles (aggressive growth, growth, growth & income, value and blend). Investment grade corporate bonds, U.S. Government/agency bonds, and U.S. state and local bonds may also utilized in our strategies.

Risk of Loss

All investment programs have certain risks that are borne by the investor. Our investment approach constantly keeps the risk of loss in mind. Investors face the following investment risks:

- **Interest-rate Risk:** Fluctuations in interest rates may cause investment prices to fluctuate. For example, when interest rates rise, yields on existing bonds become less attractive, causing their market values to decline.

- **Market Risk:** The price of a security, bond, or mutual fund 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 movements.
- **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.

ITEM 9 - DISCIPLINARY INFORMATION

August 6, 2015: The SEC and Tri-Star Advisors, Inc. settled SEC Proceeding No. 3-15627 Instituting Administrative and Cease-and-Desist Proceedings pursuant to Sections 203(e) and 203(k) of the Investment Advisers Act of 1940 and Section 9(b) of the Investment Company Act of 1940. Tri-Star Advisors, Inc., William T. Payne and Jon C. Vaughan violated Sections 206(3) and (4) of the of the Investment Advisers Act of 1940 by failing to notify and receive consent prior to individual trades being placed through Tri-Star Financial prior to being placed in clients' accounts.

As a result of the Proceeding, TSA paid a civil money penalty in the amount of \$150,000. In addition, William T. Payne paid a disgorgement of \$142,500, which represents profits gained as a result of the described in the Proceeding, and Payne personally paid a civil money penalty on August 11, 2015 in the amount of \$50,000 and pre-judgment interest in the amount of \$3,235.21. The total payment by Payne was \$195,735.21.

Jon C. Vaughan paid a disgorgement of \$232,500, which represents profits gained as a result of the conduct described in the Proceeding, and Vaughan personally paid a civil money penalty on August 7, 2015 in the amount of \$50,000 and prejudgment

interest in the amount of \$5,278.50. The total payment by Vaughan was \$287,778.50.

Payne and Vaughan were responsible for the firm's violations, and Payne and Vaughan were ordered to cease and desist from committing or causing any future violations.

ITEM 10 - OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

Tri-Star Advisors utilizes the services of Calton & Associates, Inc. (d/b/a Tri-Star Group) for some fixed income analysis, support and trade execution. Calton & Associates, Inc. is a broker/dealer registered with the U.S. Securities & Exchange Commission and is also a member of the Financial Industry Regulatory Authority ("FINRA").

Payne and Vaughan are registered representatives of Calton & Associates, Inc. and spend up to approximately 50% of their time on the broker/dealer side of the business.

Some advisors are also a licensed insurance agent. From time to time, they will offer clients advice or products from those activities. Clients should be aware that these services pay a commission and involve a possible conflict of interest, as commissionable products can conflict with the fiduciary duties of a registered investment adviser. Tri-Star Advisors always acts in the best interest of the client; including the sale of commissionable products to advisory clients. Clients are in no way required to implement the plan through any representative of Tri-Star Advisors in their capacity as an insurance agent. Not more than 30% of the advisor's time is spent on this activity.

ITEM 11 - CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT TRANSACTIONS AND PERSONAL TRADING

Code of Ethics

TSA has adopted a Code of Ethics which describes the general standards of conduct that the Firm expects of all Firm personnel (collectively referred to as "employees") and focuses on three specific areas where employee conduct has the potential to adversely affect the client: misuse of nonpublic information; personal securities trading and outside business activities. Failure to uphold the Code of Ethics may result in disciplinary sanctions, including termination with the Firm. Any client or prospective client may request a copy of the Firm's Code of Ethics which will be provided at no cost.

The following basic principles guide all aspects of the Firm's business and represent the minimum requirements to which the Firm expects employees to adhere:

- Clients' interests come before employees' personal interests and before the Firm's interests.
- The Firm must fully disclose all material facts about conflicts of which it is aware between the Firm and its employees' interests on the one hand and client and the Firm's interests on the other.
- Employees must operate on the Firm's behalf and on their own behalf consistently with the Firm's disclosures and to manage the impacts of those conflicts.
- The Firm and its employees must not take inappropriate advantage

- of their positions of trust with or responsibility to clients.
- The Firm and its employees must always comply with all applicable securities laws.

Misuse of Nonpublic Information

The Code of Ethics contains a policy against the use of nonpublic information in conducting business for the Firm. Employees may not convey nonpublic information nor depend upon it in placing securities trades, either for clients or on their own behalf.

TSA's Personal Trading Policy:

- TSA personnel may not trade in personal accounts in anticipation of trades to be placed for clients.
- TSA personnel may trade in the same security simultaneously with clients (as long as the client obtains the same or better price) or the day after that security was purchased or sold on behalf of TSA clients.
- TSA prefers its personnel to trade all personal securities trades through Calton & Associates, Inc. on the Hilltop Securities (formerly Southwest Securities) custodial platform. TSA will allow accounts representatives to open personal accounts outside Hilltop Securities, Schwab or Betterment to be opened as long as they are approved by compliance prior to opening and duplicate statements and confirms are sent to TSA.
- Each personal trade and all trade reports are reviewed by the Chief Compliance Officer to ensure compliance with the Firm's policies.
- TSA personnel must receive pre-approval from the Chief Compliance Officer before participating in an IPO or a Private Placement.

Outside Business Activities

Employees are required to report any outside business activities generating revenue. If any are deemed to be in conflict with clients, such conflicts will be fully disclosed.

Please see the section titled Other Financial Industry Activities and Affiliations for discussion of other interests in client transactions.

ITEM 12 - BROKERAGE PRACTICES

Selecting Custodians and Broker/Dealers

Tri-Star requires that its clients select qualified custodians to hold their managed accounts. A qualified custodian is a bona fide financial institution that sends at least quarterly statements directly to its clients. These statements should show all transactions during the reporting period and value of each asset at the period close.

TSA recommends clients open accounts with Charles Schwab & Co. ("Schwab") or Hilltop Securities for the accounts TSA manages. When an account is located with Hilltop Securities, Calton & Associates, Inc., TSA's broker/dealer, may serve as the introducing broker, effecting trades for clients and collecting the trade fees or markups from the account.

TSA does not maintain custody of your assets, although we may be deemed to

have custody of your assets if you give us authority to withdraw assets from your account (see Item 15-Custody, below). Your assets must be maintained in an account at a "qualified custodian," generally a broker-dealer or bank. We recommend that our clients use Charles Schwab & Co., Inc. (Schwab), a registered broker-dealer, member SIPC, as the qualified custodian.

We are independently owned and operated and are not affiliated with Schwab. Schwab will hold your assets in a brokerage account and buy and sell securities when instructed. While we recommend that you use Schwab as custodian/broker, you will decide whether to do so and will open your account with Schwab by entering into an account agreement directly with them. Conflicts of interest associated with this arrangement are described below as well as in Item 14 (Client referrals and other compensation). You should consider these conflicts of interest when selecting your custodian.

We do not open the account for you, although we may assist you in doing so. Even though your account is maintained at Schwab, and we anticipate that most trades will be executed through Schwab, we can still use other brokers to execute trades for your account as described below (see "Your brokerage and custody costs").

TSA participates in the Schwab Institutional (SI) services program offered to independent investment advisors by Schwab to hold your assets and execute transactions. When considering whether the terms that Schwab provides are, overall, most advantageous to you when compared with other available providers and their services, we take into account a wide range of factors, including:

- Quality of services
- Discounted commission structure
- Arrangements with multiple mutual fund families to trade through Schwab
- Financial stability
- Provision of account information online to all clients
- Client service to TSA and its clients and
- Ease of reporting to TSA and its clients.

As part of the SI program, TSA receives benefits that it would not receive if it did not offer investment advice.

Your brokerage and custody costs

For our clients' accounts that Schwab maintains, Schwab generally does not charge you separately for custody services but is compensated by charging you commissions or other fees on trades that it executes or that settle into your Schwab account. Certain trades (for example, mutual funds and ETFs) do not incur Schwab commissions or transaction fees. Schwab is also compensated by earning interest on the uninvested cash in your account in Schwab's Cash Features Program.

We are not required to select the broker or dealer that charges the lowest transaction cost, even if that broker provides execution quality comparable to other brokers or dealers. Although we are not required to execute all trades through Schwab, we have determined that having Schwab execute most trades is consistent with our duty to seek "best execution" of your trades. Best execution means the most favorable terms for a transaction based on all relevant factors, including those listed above (see "Selecting Custodians and Brokers/Dealers"). By using another broker or dealer you may pay lower transaction costs.

TSA recognizes its fiduciary duty to attain best execution for its client trades. As a general rule, TSA will select such brokers that can effect transactions at the best price and execution under the prevailing circumstances. TSA personnel may be putting themselves in a conflict of interest position when directing trades through Calton & Associates, Inc., to which clients may also be paying a commission or markup. Principals of TSA are registered representatives of Calton & Associates, Inc. TSA personnel monitor Calton & Associates' pricing to ensure its continued competitiveness with the market. Clients with smaller bond positions may not be able to easily sell their positions in the secondary market or transfer them from other broker-dealers. A client wishing to sell a smaller bond position that cannot be sold in the secondary market may have to engage in a cross transaction with another client of TSA who is willing to purchase the bond.

Cross trades will be executed at the "bid price" (the price at which a dealer is willing to purchase the security) which generally gives the buyer in a cross transaction a much better price than they might ordinarily receive if the buyer were to purchase the security in the secondary market. Typically, a buyer in the secondary market will purchase the security at a higher "ask price", which is the price at which a dealer is willing to sell the security.

Ancillary services furnished by Calton & Associates and its registered representatives to client accounts are not considered in evaluating the competitiveness of the cost of commissions or markups charged by Calton & Associates, Inc.

Sub-Advisory Services:

TSA may recommend that our clients use MTG, LLC d/b/a Betterment Securities ("Betterment Securities"), a registered broker-dealer, member SIPC, as the qualified custodian. TSA is independently owned and operated and is not affiliated with Betterment Securities. Betterment Securities will hold your assets in a brokerage account and buy and sell securities when we and/or you instruct them to. While TSA may recommend that you use Betterment Securities as custodian/broker, you will decide whether to do so and will open your account with Betterment Securities by entering into an account agreement directly with them. We do not open the account for you, although we may assist you in doing so. If you do not wish to place your assets with Betterment Securities, then we cannot manage your account on Betterment Institutional (defined below).

For our clients' accounts that Betterment Securities maintains, Betterment Securities generally does not charge you separately for custody services, but is compensated as part of the Betterment Institutional (defined below) platform fee, which is a percentage of the dollar amount of assets in the account in lieu of commissions. We have determined that having Betterment Securities execute trades is consistent with our duty to seek "best execution" of your trades. Best execution means the most favorable terms for a transaction based on all relevant factors, including those listed above (see "How we select brokers/custodians").

Betterment Securities serves as broker dealer to Betterment Institutional, an investment and advice platform serving independent investment advisory firms like TSA ("Betterment Institutional"). Betterment Institutional also makes available various support services which may not be available to Betterment's retail customers. Some of those services help TSA manage or administer our clients' accounts, while others help us manage and grow our business. Betterment Institutional's support services are generally available on an unsolicited basis (we don't have to request them) and at no charge to us. The following is a more detailed description of Betterment Institutional's support services:

Services That May Not Directly Benefit You: Betterment Institutional also makes available to us other products and services that benefit us but may not directly benefit you or your account. These products and services assist us in managing and administering our clients' accounts, such as software and technology that may:

- Assist with back-office functions, recordkeeping, and client reporting of our clients' accounts.
- Provide access to client account data (such as duplicate trade confirmations and account statements).
- Provide pricing and other market data.
- Assist with back-office functions, recordkeeping, and client reporting.

Services That Generally Benefit Only TSA: By using Betterment Institutional, TSA will be offered other services intended to help us manage and further develop our business enterprise. These services include:

- Educational conferences and events.
- Consulting on technology, compliance, legal, and business needs.
- Publications and conferences on practice management and business succession.

OUR INTEREST IN BETTERMENT SECURITIES' SERVICES

The availability of these services from Betterment Institutional benefits TSA because we do not have to produce or purchase them. In addition, we don't have to pay for Betterment Securities' services. These services are contingent upon us committing a certain amount of business to Betterment Securities in assets in custody. TSA may have an incentive to recommend that you maintain your account with Betterment Securities, based on our interest in receiving Betterment Institutional and Betterment Securities' services that benefit our business rather than based on your interest in receiving the best value in custody services and the most favorable execution of your transactions. This is a potential conflict of interest. We believe, however, that our selection of Betterment Securities as custodian and broker is in the best interests of our clients. Our selection is primarily supported by the scope, quality, and price of Betterment Securities' services (see "How we select brokers/custodians") and not Betterment Institutional and Betterment Securities' services that benefit only us.

Research and Other Soft-Dollar Benefits

Some brokers with which TSA executes trades provide TSA with research without a direct relationship to the amount of trading TSA conducts through them. There may be an incentive to place trades with brokers providing research to TSA, rather than attending only to most favorable execution of trades.

Schwab provides TSA 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 Institutional. These services are not contingent upon TSA committing to Schwab any specific amount of business (assets in custody or trading commissions). Schwab's brokerage services include the execution of securities transactions, custody, research, 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 TSA's 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 TSA other products and services that benefit TSA but may not directly benefit its clients' accounts. Many of these products and services may be used to service all or some substantial number of TSA's accounts.

Schwab Advisor Services™ is Schwab's business serving independent investment advisory firms like us. They provide us and our clients with access to their institutional brokerage services (trading, custody, reporting, and related services), many of which are not typically available to Schwab retail customers. However, certain retail investors may be able to get institutional brokerage services from Schwab without going through us. Schwab also makes available various support services. Some of those services help us manage or administer our clients' accounts, while others help us manage and grow our business. Schwab's support services are generally available on an unsolicited basis (we don't have to request them) and at no charge to us. Following is a more detailed description of Schwab's support services:

Services that benefit you: Schwab's institutional brokerage services include access to a broad range of investment products, execution of securities transactions, and custody of client assets. The investment products available through Schwab include some to which we might not otherwise have access or that would require a significantly higher minimum initial investment by our clients. Schwab's services described in this paragraph generally benefit you and your account.

Services that do not directly benefit you: Schwab also makes available to us other products and services that benefit us but do not directly benefit you or your account. These products and services assist us in managing and administering our clients' accounts and operating our firm. They include investment research, both Schwab's own and that of third parties. We use this research to service all or a substantial number of our clients' accounts, including accounts not maintained at Schwab. In addition to investment research, Schwab also makes available software and other technology that:

- Provide access to client account data (such as duplicate trade confirmations and account statements)
- Facilitate trade execution and allocate aggregated trade orders for multiple client accounts
- Provide pricing and other market data
- Facilitate payment of our fees from our clients' accounts
- Assist with back-office functions, recordkeeping, and client reporting

Services that generally benefit only us. Schwab also offers other services intended to help us manage and further develop our business enterprise. These services include:

- Educational conferences and events
- Consulting on technology and business needs
- Consulting on legal and compliance related needs
- Publications and conferences on practice management and business succession
- Access to employee benefits providers, human capital consultants, and insurance providers
- Marketing consulting and support

Schwab provides some of these services itself. In other cases, it will arrange for third-party vendors to provide the services to us. Schwab also discounts or waives its fees for some of these services or pays all or a part of a third party's fees. If you did not maintain your account with Schwab, we would be required to pay for those services from our own resources.

The availability of these services from Schwab benefits us because we do not have to produce or purchase them. We don't have to pay for Schwab's services. Schwab has also

agreed to pay for certain technology, research, marketing, and compliance consulting products and services on our behalf. The fact that we receive these benefits from Schwab is an incentive for us to recommend the use of Schwab rather than making such a decision based exclusively on your interest in receiving the best value in custody services and the most favorable execution of your transactions. This is a conflict of interest. We believe, however, that taken in the aggregate our recommendation of Schwab as custodian and broker is in the best interests of our clients. Our selection is primarily supported by the scope, quality, and price of Schwab's services (see "How we select brokers/ custodians") and not Schwab's services that benefit only us.

Brokerage for Client Referrals

TSA has not directed trades to particular brokers in exchange for receiving client referrals.

Directed Brokerage

Instead of allowing TSA to select broker/dealers for their account, the client may direct TSA (in writing) to use a particular broker/dealer to execute all transactions for the client's account. In that case, the client will negotiate terms and arrangements for the account with that broker/dealer. TSA may be unable to attain best execution for that account and will be unable to aggregate that account with others when aggregating trades.

As a result, the client may pay higher commissions or other transaction costs or greater spreads, or receive less favorable net prices, on transactions for the account than would otherwise be the case.

Order Aggregation

When appropriate, TSA may aggregate trades in the same securities across accounts. When such trades are effected, each account pays the same amount for each share. Partially executed aggregated orders will be filled on a pro rata or alternating rotational basis. TSA personnel may participate in blocks with clients but will not receive allocations until all client orders are filled.

ITEM 13 - REVIEW OF ACCOUNTS

Portfolio managers review each managed portfolio at least quarterly. They monitor the performance of each investment based on how similar investments have performed and make changes when necessary. The portfolio manager determines the investment strategies and parameters for each account. Review triggers would include factors such as changes in the economy, changes in the market place or changes in the client's goals or objective.

ITEM 14 - CLIENT REFERRALS AND OTHER COMPENSATION

We receive an economic benefit from Schwab in the form of the support products and services it makes available to us and other independent investment advisors whose clients maintain their accounts at Schwab. In addition, Schwab has also agreed to pay for certain products and services for which we would otherwise have to pay once the value of our clients' assets in accounts at Schwab reaches a certain size. You do not pay more for assets maintained at Schwab as a result of these arrangements. However, we benefit from the arrangement because the cost of these

services would otherwise be borne directly by us. You should consider these conflicts of interest when selecting a custodian. The products and services provided by Schwab, how they benefit us, and the related conflicts of interest are described above (see Item 12-Brokerage Practices).

ITEM 15 - CUSTODY

Custody is defined as an investment advisory firm, its related entities, and/or its personnel having direct access to client funds or securities.

Investment management fees are collected by charging the account directly or by invoicing the client. When the investment management fee is deducted from the client's account, this deduction is deemed a form of custody by the Securities and Exchange Commission although all investments and funds are held by a qualified outside custodian. TSA may direct the movement of funds from one account in the client's name to another account with the same title but has no access to client funds other than the fee deduction.

Clients receive statements at least quarterly directly from their account custodian showing transactions, income, and asset positions, as well as copies of trading confirmations. Custodian sends clients statements for tax purposes annually. When clients receive account statements from their account custodian, clients should carefully review those statements and take the time to compare them with those they receive from TSA. If the client finds significant discrepancies, the client should notify the custodian and TSA immediately.

Sub-Advisory Services:

Under government regulations, TSA is deemed to have custody of your assets if, for example, you authorize us to instruct Betterment Securities to deduct our advisory fees directly from your account. Betterment Securities maintains actual custody of your assets. Your statements will be available for you to review on the activity section of your Betterment Institutional account portal. You will also receive account statements directly from Betterment Securities at least quarterly at www.bettermentsecurities.com. You should carefully review those statements promptly.

Standing Letters of Authorization:

Some clients may execute limited powers of attorney or other standing letters of authorization that permit the firm to transfer money from their account with the client's independent qualified Custodian to third-parties. This authorization to direct the Custodian may be deemed to cause our firm to exercise limited custody over your funds or securities and for regulatory reporting purposes, we are required to keep track of the number of clients and accounts for which we may have this ability. We do not have physical custody of any of your funds and/or securities. Your funds and securities will be held with a bank, broker-dealer, or other independent, qualified custodian. You will receive account statements from the independent, qualified custodian(s) holding your funds and securities at least quarterly. The account statements from your custodian(s) will indicate any transfers that may have taken place within your account(s) each billing period. You should carefully review account statements for accuracy.

ITEM 16 - INVESTMENT DISCRETION

Where clients have designated TSA as agent and limited attorney-in-fact with respect to the client's account, when it deems appropriate, without prior consultation with the client, TSA may:

- Direct the purchase, sale, exchange, conversion, and otherwise trade in stocks, bonds, and other securities including money market instruments.
- Direct the amount of securities purchased, sold, exchanged, and otherwise traded.
- Place orders for the execution of such securities transactions with Calton & Associates, Schwab, Hilltop Securities or other third-party broker/dealers.
- Determine the commission rates paid.
- Retain sub-advisors.

Restrictions include when a client directs specific security transactions, security retention, brokers utilized or the commission rate in a particular account. Any limitations on this discretionary authority are addressed in the Investment Advisor Agreement.

Clients may change these limitations at any time.

ITEM 17 - VOTING CLIENT SECURITIES

TSA does not vote client securities for clients. The account custodian for each client sends the proxy material directly to the client. Clients may call their account advisor with any questions concerning a particular solicitation.

ITEM 18 - FINANCIAL INFORMATION

There is no existing financial condition that is reasonably likely to impair TSA's ability to continue to provide services to its clients. We do not require or solicit the prepayment of more than \$1,200 six or more months in advance.



Jon C. Vaughan, CFA

Main Office:
5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200
jon@tristar.us
www.tristaradvisor.com

March 16, 2021

This brochure supplement provides information about Jon C. Vaughan, CFA, that supplements the Tri-Star Advisors, Inc. brochure. You should have received a copy of that brochure. Please contact Crystal McKeon at 713-735-9238 if you did not receive Tri-Star Advisors, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Jon C. Vaughan, CFA, is available on the SEC's website at www.adviserinfo.sec.gov.

EDUCATIONAL BACKGROUND AND BUSINESS EXPERIENCE

Jon C. Vaughan, CFA, born 1971

Business Background:

Calton & Associates, Inc., Registered Representative, 2015-present
Tri-Star Advisors, Inc., President, Principal, Investment Advisor Representative, 2009-present
Tri-Star Financial, Executive Vice President, Principal, Registered Representative, 1994-2014

Education:

Baylor University, Bachelor of Arts Degree in International Business & Finance, 1993
Chartered Financial Analyst Designation, Awarded 1997

The Chartered Financial Analyst designation, or CFA charter, is a qualification for finance and investment professionals, particularly in the fields of investment management and financial analysis of stocks, bonds and their derivative assets.

To become a Chartered Financial Analyst, an individual must satisfactorily fulfill the following requirements:

- Education – Complete the CFA Program. The curriculum includes Ethical and Professional Standards, Quantitative Methods (such as the time value of money and statistical inference), Economics, Financial Reporting and Analysis, Corporate Finance, Analysis of Investments (stocks, bonds, derivatives, venture capital, real estate, etc.), and Portfolio Management and Analysis (asset allocation, portfolio risk, performance measurement, etc.).
- Examinations – Pass the comprehensive exams required by the CFA Program, which is organized into three levels, each culminating in a six-hour exam. Completing the program takes most candidates between two and five years.
- Experience – Possess a bachelor's degree from an accredited institution (or have equivalent education or work experience) and have 48 months of qualified, professional work experience.
- Ethics – Obligated to adhere to a strict Code of Ethics and Standards governing professional conduct.

DISCIPLINARY INFORMATION

August 6, 2015: The SEC and Tri-Star Advisors, Inc. settled SEC Proceeding No. 3-15627 Instituting Administrative and Cease-and-Desist Proceedings pursuant to Sections 203(e) and 203(k) of the Investment Advisers Act of 1940 and Section 9(b) of the Investment Company Act of 1940. Tri-Star Advisors, Inc., William T. Payne and Jon C. Vaughan violated Sections 206(3) and (4) of the Investment Advisers Act of 1940 by failing to notify and receive consent prior to individual trades being placed through Tri-Star Financial prior to being placed in clients' accounts.

As a result of the Proceeding, TSA paid a civil money penalty in the amount of \$150,000. In addition, William T. Payne paid a disgorgement of \$142,500, which represents profits gained as a result of the described in the Proceeding, and Payne personally paid a civil money penalty on August 11, 2015 in the amount of \$50,000 and pre-judgment interest in

the amount of \$3,235.21. The total payment by Payne was \$195,735.21.

Jon C. Vaughan paid a disgorgement of \$232,500, which represents profits gained as a result of the conduct described in the Proceeding, and Vaughan personally paid a civil money penalty on August 7, 2015 in the amount of \$50,000 and prejudgment interest in the amount of \$5,278.50. The total payment by Vaughan was \$287,778.50.

Payne and Vaughan were responsible for the firm's violations, and Payne and Vaughan were ordered to cease and desist from committing or causing any future violations.

OTHER BUSINESS ACTIVITIES

Mr. Vaughan has a financial industry affiliated business as a registered representative of Calton & Associates, Inc., a broker-dealer. Not more than 50% of his time is spent on these activities. From time to time, he offers clients advice or products from those activities. He may receive separate yet typical compensation in the form of commissions for the sale of securities.

These practices represent a conflict of interest because it gives Mr. Vaughan an incentive to recommend products based on the commission amount received. This conflict is mitigated by the fact that Mr. Vaughan has a fiduciary responsibility to place the best interest of the client first and the clients are not required to purchase any products. Clients have the option to purchase these products through another registered representative of their choosing.

ADDITIONAL COMPENSATION

Mr. Vaughan does not receive any economic benefit from a non-client for providing advisory services.

SUPERVISION

The portfolios are reviewed by Crystal McKeon, the Chief Compliance Officer, in terms of the investment objective. Crystal can be reached at 713-735-9238.



William T. Payne

Main Office:

5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200
bpayne@tristar.us
www.tristaradvisor.com

March 16, 2021

This brochure supplement provides information about William T. Payne that supplements the Tri-Star Advisors, Inc. brochure. You should have received a copy of that brochure. Please contact Crystal McKeon at 713-735-9238 if you did not receive Tri-Star Advisors, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about William T. Payne is available on the SEC's website at www.adviserinfo.sec.gov.

EDUCATIONAL BACKGROUND AND BUSINESS EXPERIENCE

William T. Payne, born 1956

Business Background:

Calton & Associates, Inc., Registered Representative, 2015-present
Tri-Star Advisors, Inc., Chief Executive Officer, Principal, Investment Advisor
Representative, 2009-present
Tri-Star Financial, President and Registered Representative, 1992-2014

Education:

Santa Monica Junior College, Business Administration, 1976

DISCIPLINARY INFORMATION

August 6, 2015: The SEC and Tri-Star Advisors, Inc. settled SEC Proceeding No. 3-15627 Instituting Administrative and Cease-and-Desist Proceedings pursuant to Sections 203(e) and 203(k) of the Investment Advisers Act of 1940 and Section 9(b) of the Investment Company Act of 1940. Tri-Star Advisors, Inc., William T. Payne and Jon C. Vaughan violated Sections 206(3) and (4) of the of the Investment Advisers Act of 1940 by failing to notify and receive consent prior to individual trades being placed through Tri-Star Financial prior to being placed in clients' accounts.

As a result of the Proceeding, TSA paid a civil money penalty in the amount of \$150,000. In addition, William T. Payne paid a disgorgement of \$142,500, which represents profits gained as a result of the described in the Proceeding, and Payne personally paid a civil money penalty on August 11, 2015 in the amount of \$50,000 and pre-judgment interest in the amount of \$3,235.21. The total payment by Payne was \$195,735.21.

Jon C. Vaughan paid a disgorgement of \$232,500, which represents profits gained as a result of the conduct described in the Proceeding, and Vaughan personally paid a civil money penalty on August 7, 2015 in the amount of \$50,000 and prejudgment interest in the amount of \$5,278.50. The total payment by Vaughan was \$287,778.50.

Payne and Vaughan were responsible for the firm's violations, and Payne and Vaughan were ordered to cease and desist from committing or causing any future violations.

OTHER BUSINESS ACTIVITIES

Mr. Payne has a financial industry affiliated business as a registered representative of Calton & Associates, Inc., a broker-dealer, as well as an independent insurance agent. Not more than 50% of his time is spent on these activities. From time to time, he offers clients advice or products from those activities. He may receive separate yet typical compensation in the form of commissions for the sale of securities and insurance products.

These practices represent a conflict of interest because it gives Mr. Payne an incentive to recommend products based on the commission amount received. This conflict is mitigated by the fact that Mr. Payne has a fiduciary responsibility to place the best interest of the client first and the clients are not

required to purchase any products. Clients have the option to purchase these products through another registered representative or insurance agent of their choosing.

ADDITIONAL COMPENSATION

Mr. Payne does not receive any economic benefit from a non-client for providing advisory services.

SUPERVISION

The co-portfolio managers work in concert, and the portfolios are reviewed by Crystal McKeon, the Chief Compliance Officer, in terms of the investment objective. Crystal can be reached at 713-735-9238.



Jon Swanburg, CFP®

Main Office:

5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200
jswanburg@tristar.us
www.tristaradvisor.com

March 16, 2021

This brochure supplement provides information about Jon Swanburg, CFP that supplements the Tri-Star Advisors, Inc. brochure. You should have received a copy of that brochure. Please contact Crystal McKeon at 713-735-9238 if you did not receive Tri-Star Advisors, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Jon Swanburg, CFP is available on the SEC's website at www.adviserinfo.sec.gov.

EDUCATIONAL BACKGROUND AND BUSINESS EXPERIENCE

Jon Swanburg, CFP, born 1984

Business Background:

Calton & Associates, Inc., Principal, Registered Representative, 2015-present
Tri-Star Advisors, Inc., Investment Advisor Representative, 2009-present
Tri-Star Financial, Institutional Specialist, Registered Representative, 2009-2014
Dish Network, Business Development Intern, 2008
Henry Schein, Medical Sales, 2007

Education:

Pepperdine University, Bachelor of Arts Degree in Economics, 2005
Baylor University, Master of Business Administration (MBA)/Juris Doctor (JD), 2009
Certified Financial Planner CFP® Designation, Awarded 2013

The CERTIFIED FINANCIAL PLANNER™, CFP® and federally registered CFP (with flame design) marks (collectively, the “CFP® marks”) are professional certification marks granted in the United States by Certified Financial Planner Board of Standards, Inc. (“CFP Board”).

The CFP® certification is a voluntary certification; no federal or state law or regulation requires financial planners to hold CFP® certification. It is recognized in the United States and a number of other countries for its (1) high standard of professional education; (2) stringent code of conduct and standards of practice; and (3) ethical requirements that govern professional engagements with clients. Currently, more than 71,000 individuals have obtained CFP® certification in the United States.

To attain the right to use the CFP® marks, an individual must satisfactorily fulfill the following requirements:

- Education – Complete an advanced college-level course of study addressing the financial planning subject areas that CFP Board’s studies have determined as necessary for the competent and professional delivery of financial planning services, and attain a Bachelor’s Degree from a regionally accredited United States college or university (or its equivalent from a foreign university). CFP Board’s financial planning subject areas include insurance planning and risk management, employee benefits planning, investment planning, income tax planning, retirement planning, and estate planning;
- Examination – Pass the comprehensive CFP® Certification Examination. The examination includes case studies and client scenarios designed to test one’s ability to correctly diagnose financial planning issues and apply one’s knowledge of financial planning to real world circumstances;
- Experience – Complete at least three years of full-time financial planning-related experience (or the equivalent, measured as 2,000 hours per year); and
- Ethics – Agree to be bound by CFP Board’s *Standards of Professional Conduct*, a set of documents outlining the ethical and practice standards for CFP® professionals.

Individuals who become certified must complete the following ongoing education and ethics requirements in order to maintain the right to continue to use the CFP® marks:

- Continuing Education – Complete 30 hours of continuing education hours every two years, including two hours on the *Code of Ethics* and other parts of the *Standards of Professional Conduct*, to maintain competence and keep up with developments in the financial planning field; and
- Ethics – Renew an agreement to be bound by the *Standards of Professional Conduct*. The *Standards* prominently require that CFP® professionals provide financial planning services at a

fiduciary standard of care. This means CFP® professionals must provide financial planning services in the best interests of their clients.

CFP® professionals who fail to comply with the above standards and requirements may be subject to CFP Board's enforcement process, which could result in suspension or permanent revocation of their CFP® certification.

DISCIPLINARY INFORMATION

There are no legal or disciplinary events material to a client's or prospective client's evaluation of Mr. Swanburg.

OTHER BUSINESS ACTIVITIES

Mr. Swanburg has a financial industry affiliated business as a registered representative of Calton & Associates, Inc., a broker-dealer, as well as an independent insurance agent. Not more than 50% of his time is spent on these activities. From time to time, he offers clients advice or products from those activities. He may receive separate yet typical compensation in the form of commissions for the sale of securities and insurance products.

These practices represent a conflict of interest because it gives Mr. Swanburg an incentive to recommend products based on the commission amount received. This conflict is mitigated by the fact that Mr. Swanburg has a fiduciary responsibility to place the best interest of the client first and the clients are not required to purchase any products. Clients have the option to purchase these products through another registered representative or insurance agent of their choosing.

Mr. Swanburg also provides non-investment related legal advice, for no compensation, at his personal residence. Time spent will be minimal and will not be done during market hours.

ADDITIONAL COMPENSATION

Mr. Swanburg does not receive any economic benefit from a non-client for providing advisory services.

SUPERVISION

The co-portfolio managers work in concert, and the portfolios are reviewed by Crystal McKeon, the Chief Compliance Officer, in terms of the investment objective. Crystal can be reached at 713-735-9238.



Thomas L. Payne

Main Office:

5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200
tpayne@tristar.us
www.tristaradvisor.com

March 16, 2021

This brochure supplement provides information about Thomas Payne that supplements the Tri-Star Advisors, Inc. brochure. You should have received a copy of that brochure. Please contact Crystal McKeon at 713-735-9238 if you did not receive Tri-Star Advisors, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Thomas Payne is available on the SEC's website at www.adviserinfo.sec.gov.

EDUCATIONAL BACKGROUND AND BUSINESS EXPERIENCE

Thomas Payne, born 1976

Business Background:

Calton & Associates, Inc., Registered Representative, 2015 - present

Tri-Star Advisors, Inc., Investment Advisor Representative, 2011 – present

Tri-Star Financial, Registered Representative, 2002 – 2014

Education:

University of Houston, Accounting, 1996

DISCIPLINARY INFORMATION

There are no legal or disciplinary events material to a client's or prospective client's evaluation of Mr. Payne.

OTHER BUSINESS ACTIVITIES

Mr. Payne has a financial industry affiliated business as a registered representative of Calton & Associates, Inc., a broker-dealer, as well as an independent insurance agent. Not more than 50% of his time is spent on these activities. From time to time, he offers clients advice or products from those activities. He may receive separate yet typical compensation in the form of commissions for the sale of securities and insurance products.

These practices represent a conflict of interest because it gives Mr. Payne an incentive to recommend products based on the commission amount received. This conflict is mitigated by the fact that Mr. Payne has a fiduciary responsibility to place the best interest of the client first and the clients are not required to purchase any products. Clients have the option to purchase these products through another registered representative or insurance agent of their choosing.

ADDITIONAL COMPENSATION

Mr. Payne does not receive any economic benefit from a non-client for providing advisory services.

SUPERVISION

The co-portfolio managers work in concert, and the portfolios are reviewed by Crystal McKeon, the Chief Compliance Officer, in terms of the investment objective. Crystal can be reached at 713-735-9238.



AUSTIN GENTRY MARRS, CFP®

Main Office:

5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200

amarrs@tristar.us

www.tristaradvisor.com

March 16, 2021

This brochure supplement provides information about Austin Marrs that supplements the Tri-Star Advisors, Inc. brochure. You should have received a copy of that brochure. Please contact Crystal McKeon at 713-735-9238 if you did not receive Tri-Star Advisors, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Austin Marrs is available on the SEC's website at www.adviserinfo.sec.gov.

EDUCATIONAL BACKGROUND AND BUSINESS EXPERIENCE

Austin Gentry Marrs, born 1988

Business Background:

Tri-Star Advisors, Inc., Investment Advisor Representative, 07/2018 – present
Calton & Associates, Inc., Registered Representative, 01/2015 - present
Parallax Investments, LLC, Investment Advisor Representative, 09/2011 – 07/2018
Tri-Star Financial, Registered Representative, 09/2011 – 12/2014

Education:

Steven F. Austin, BA Finance

The CERTIFIED FINANCIAL PLANNER™, CFP® and federally registered CFP (with flame design) marks (collectively, the “CFP® marks”) are professional certification marks granted in the United States by Certified Financial Planner Board of Standards, Inc. (“CFP Board”).

The CFP® certification is a voluntary certification; no federal or state law or regulation requires financial planners to hold CFP® certification. It is recognized in the United States and a number of other countries for its (1) high standard of professional education; (2) stringent code of conduct and standards of practice; and (3) ethical requirements that govern professional engagements with clients. Currently, more than 71,000 individuals have obtained CFP® certification in the United States.

To attain the right to use the CFP® marks, an individual must satisfactorily fulfill the following requirements:

- **Education** – Complete an advanced college-level course of study addressing the financial planning subject areas that CFP Board’s studies have determined as necessary for the competent and professional delivery of financial planning services, and attain a Bachelor’s Degree from a regionally accredited United States college or university (or its equivalent from a foreign university). CFP Board’s financial planning subject areas include insurance planning and risk management, employee benefits planning, investment planning, income tax planning, retirement planning, and estate planning;
- **Examination** – Pass the comprehensive CFP® Certification Examination. The examination includes case studies and client scenarios designed to test one’s ability to correctly diagnose financial planning issues and apply one’s knowledge of financial planning to real world circumstances;
- **Experience** – Complete at least three years of full-time financial planning-related experience (or the equivalent, measured as 2,000 hours per year); and
- **Ethics** – Agree to be bound by CFP Board’s *Standards of Professional Conduct*, a set of documents outlining the ethical and practice standards for CFP® professionals. Individuals who become certified must complete the following ongoing education and ethics requirements in order to maintain the right to continue to use the CFP® marks:
 - **Continuing Education** – Complete 30 hours of continuing education hours every two years, including two hours on the *Code of Ethics* and other parts of the *Standards of Professional Conduct*, to maintain competence and keep up with developments in the financial planning field; and

- Ethics – Renew an agreement to be bound by the *Standards of Professional Conduct*. The *Standards* prominently require that CFP® professionals provide financial planning services at a fiduciary standard of care. This means CFP® professionals must provide financial planning services in the best interests of their clients.

CFP® professionals who fail to comply with the above standards and requirements may be subject to CFP Board's enforcement process, which could result in suspension or permanent revocation of their CFP® certification.

DISCIPLINARY INFORMATION

There are no legal or disciplinary events material to a client's or prospective client's evaluation of Mr. Marrs.

OTHER BUSINESS ACTIVITIES

Mr. Marrs has a financial industry affiliated business as a registered representative of Calton & Associates, Inc., a broker-dealer, as well as an independent insurance agent. Not more than 10% of his time is spent on these activities. From time to time, he offers clients advice or products from those activities. He may receive separate yet typical compensation in the form of commissions for the sale of securities and insurance products.

These practices represent a conflict of interest because it gives Mr. Marrs an incentive to recommend products based on the commission amount received. This conflict is mitigated by the fact that Mr. Marrs has a fiduciary responsibility to place the best interest of the client first and the clients are not required to purchase any products. Clients have the option to purchase these products through another registered representative or insurance agent of their choosing.

ADDITIONAL COMPENSATION

Mr. Marrs does not receive any economic benefit from a non-client for providing advisory services.

SUPERVISION

The co-portfolio managers work in concert, and the portfolios are reviewed by Crystal McKeon, the Chief Compliance Officer, in terms of the investment objective. Crystal can be reached at 713-735-9238.



CRYSTAL ALLISON MCKEON, CFP®

Main Office:
5718 Westheimer, Suite 950
Houston, TX 77057

713-735-9200
cmckeon@tristar.us
www.tristaradvisor.com

March 16, 2021

This brochure supplement provides information about Crystal McKeon that supplements the Tri-Star Advisors, Inc. brochure. You should have received a copy of that brochure. Please contact Crystal McKeon at 713-735-9238 if you did not receive Tri-Star Advisors, Inc.'s brochure or if you have any questions about the contents of this supplement.

Additional information about Crystal McKeon is available on the SEC's website at www.adviserinfo.sec.gov.

EDUCATIONAL BACKGROUND AND BUSINESS EXPERIENCE

Crystal Allison McKeon, born 1981

Business Background:

Tri-Star Advisors, Inc., Chief Compliance Officer / Investment Advisor
Representative, 07/2018 – present
Calton & Associates, Inc., Registered Representative, 01/2015 - present
Parallax Investments, LLC, Chief Compliance Officer & Investment Advisor
Representative, 09/2009 – 07/2018
Tri-Star Financial, Registered Representative, 07/2009 – 12/2014

Education:

University of Houston, BA Marketing

Relevant Designations:

The CERTIFIED FINANCIAL PLANNER™, CFP® and federally registered CFP (with flame design) marks (collectively, the “CFP® marks”) are professional certification marks granted in the United States by Certified Financial Planner Board of Standards, Inc. (“CFP Board”).

The CFP® certification is a voluntary certification; no federal or state law or regulation requires financial planners to hold CFP® certification. It is recognized in the United States and a number of other countries for its (1) high standard of professional education; (2) stringent code of conduct and standards of practice; and (3) ethical requirements that govern professional engagements with clients. Currently, more than 71,000 individuals have obtained CFP® certification in the United States.

To attain the right to use the CFP® marks, an individual must satisfactorily fulfill the following requirements:

- **Education** – Complete an advanced college-level course of study addressing the financial planning subject areas that CFP Board’s studies have determined as necessary for the competent and professional delivery of financial planning services, and attain a Bachelor’s Degree from a regionally accredited United States college or university (or its equivalent from a foreign university). CFP Board’s financial planning subject areas include insurance planning and risk management, employee benefits planning, investment planning, income tax planning, retirement planning, and estate planning;
- **Examination** – Pass the comprehensive CFP® Certification Examination. The examination includes case studies and client scenarios designed to test one’s ability to correctly diagnose financial planning issues and apply one’s knowledge of financial planning to real world circumstances;
- **Experience** – Complete at least three years of full-time financial planning-related experience (or the equivalent, measured as 2,000 hours per year); and
- **Ethics** – Agree to be bound by CFP Board’s *Standards of Professional Conduct*, a set of documents outlining the ethical and practice standards for CFP® professionals.

Individuals who become certified must complete the following ongoing education and ethics requirements in order to maintain the right to continue to use the CFP® marks:

Part 2B of Form ADV: Brochure Supplement

Tri-Star Advisors, Inc.

- Continuing Education – Complete 30 hours of continuing education hours every two years, including two hours on the *Code of Ethics* and other parts of the *Standards of Professional Conduct*, to maintain competence and keep up with developments in the financial planning field; and
- Ethics – Renew an agreement to be bound by the *Standards of Professional Conduct*. The *Standards* prominently require that CFP® professionals provide financial planning services at a fiduciary standard of care. This means CFP® professionals must provide financial planning services in the best interests of their clients. CFP® professionals who fail to comply with the above standards and requirements may be subject to CFP Board's enforcement process, which could result in suspension or permanent revocation of their CFP® certification.

DISCIPLINARY INFORMATION

There are no legal or disciplinary events material to a client's or prospective client's evaluation of Ms. McKeon.

OTHER BUSINESS ACTIVITIES

Ms. McKeon has a financial industry affiliated business as a registered representative of Calton & Associates, Inc., a broker-dealer, as well as an independent insurance agent. Not more than 10% of her time is spent on these activities. From time to time, she offers clients advice or products from those activities. She may receive separate yet typical compensation in the form of commissions for the sale of securities and insurance products.

These practices represent a conflict of interest because it gives Ms. McKeon an incentive to recommend products based on the commission amount received. This conflict is mitigated by the fact that Ms. McKeon has a fiduciary responsibility to place the best interest of the client first and the clients are not required to purchase any products. Clients have the option to purchase these products through another registered representative or insurance agent of their choosing.

ADDITIONAL COMPENSATION

Ms. McKeon does not receive any economic benefit from a non-client for providing advisory services.

SUPERVISION

The co-portfolio managers work in concert, and the portfolios of the Chief Compliance Officer are reviewed by William Payne, President, in terms of the investment objective. William can be reached at 713-735-9200.