

Item 1- Cover Page

Stonnington Group, LLC

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March 30, 2016

This Brochure provides information about the qualifications and business practices of Stonnington Group, LLC ("Stonnington"). If you have any questions about the contents of this Brochure, please contact us at (818) 444-0600. 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.

Stonnington is a Registered Investment Adviser. Registration of an Investment Adviser does not imply any level of skill or training. The oral and written communications of an Adviser provide you with information through which you determine to hire or retain an Adviser.

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

Item 2 – Material Changes

The Material Changes section of this brochure will be updated annually when material changes have occurred since the previous release of the Firm Brochure.

This Brochure dated March 30, 2016, differs materially from the previous version, dated March 31, 2015 in that the brochure was rewritten to make it easier to read.

You may request our brochure at no charge by contacting Denise Evans, our Chief Compliance Officer, at (818) 444-0600 or denise@stonningtongroup.com.

Our Brochure is also available at no charge for download on our website www.stonningtongroup.com.

Additional information about Stonnington is available via the SEC's web site www.adviserinfo.sec.gov. In addition, the SEC's website provides information about all persons affiliated with Stonnington who are registered as investment adviser representatives of Stonnington.

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Item 4 – Advisory Business

Stonnington Group, LLC (“Stonnington”), is an SEC-registered investment adviser with its principal place of business located in Woodland Hills, California.

Stonnington began conducting business in 2004. The firm is wholly owned by Nicholas Henry Stonnington, Principal and Managing Member.

We provide personalized confidential financial planning and investment management to our clients. Advice is provided through consultation with the client and may include: determination of financial objectives, identification of financial problems, cash flow management, tax planning, insurance review, investment management, education funding, retirement planning, and estate planning. Our services may be either fee based, commission based or a combination thereof.

Most of our client accounts are managed on a discretionary basis, though some are non-discretionary.

The overall foundation underlying Stonnington's advice is its advisor's education and years of experience, the institutional knowledge possessed by Stonnington's in-house or outside experts and access to advanced analytic tools.

We manage the client's portfolio directly and charge an investment advisory fee. Item 5 below discusses our fees and compensation in full detail.

INVESTMENT SUPERVISORY SERVICES ("ISS") INDIVIDUAL PORTFOLIO MANAGEMENT

Stonnington will manage a discretionary client's portfolio on a periodic basis. Stonnington will assist such clients in identifying and articulating the appropriate investment objectives and developing a strategy designed to achieve those objectives. When necessary, Stonnington may prepare an Investment Policy Statement ("IPS") for the client that will include an overall asset allocation plan, types of asset classes to be utilized, general construction of the client's portfolio and any restrictions on investments. Absent an IPS, Stonnington will attempt to manage a client's assets in accordance with the risk/return profile resulting from Stonnington's knowledge of the client and his or her goals. Generally, the approach will be to maximize long term returns which may include greater than average risk and aggressive positions. Stonnington will have full discretion to invest and trade the client's assets in accordance with the client's individualized investment plan. Because clients' investment objectives may differ, Stonnington may take positions for certain clients' portfolios that are contrary to the positions it takes for other clients' portfolios.

Stonnington also provides non-discretionary investment management services. Stonnington will assist clients in identifying and articulating the appropriate investment objectives and formulating a customized plan designed to achieve those objectives. Non-discretionary clients will approve, in advance, any orders for securities transactions placed by Stonnington which may, in the case of rebalancing, be indicated by the client's approval of the investment policy guideline or investment plan. Clients will approve any outside brokers and custodians and will enter into separate agreements with outside custodians or brokers. Stonnington may also use third party asset managers (outside investment sub advisors) as disclosed to its clients from time to time.

Clients may impose reasonable restrictions on investing in certain securities, types of securities, or industry sectors.

Our investment recommendations are not limited to any specific product or service offered by a broker-dealer or insurance company and will generally include advice regarding the following securities:

- Exchange-listed securities
- Securities traded over-the-counter
- Corporate debt securities
- Commercial paper
- Certificates of deposit
- Municipal securities
- Variable annuities
- Mutual fund shares
- United States government securities
- Options contracts on securities
- ETFs

Because some types of investments involve certain additional degrees of risk, they will only be implemented/recommended when consistent with the client's stated investment objectives, tolerance for risk, liquidity and suitability.

SELECTION AND MONITORING OF THIRD-PARTY MONEY MANAGERS

We offer advisory management services to our clients through our selection and monitoring of Third-Party Money Managers and/or Turnkey Asset Management Programs (hereinafter, "Programs").

Our firm develops an asset allocation strategy with the client through personal

discussions in which goals and objectives based on the client's particular circumstances are established.

Based on the client's individual circumstances and financial needs we will then review various Investment Programs offered by unaffiliated registered investment advisers to identify which registered investment adviser's portfolio management style is appropriate for that client. Factors considered in making this determination include account size, risk tolerance each client and the investment philosophy of the selected registered investment adviser. Clients should refer to the selected registered investment adviser's Firm Brochure or other disclosure document for a full description of the services offered. We are available to meet with clients on a regular basis, or as determined by the client, to review the account.

Once we determine the appropriate Program for the client, we provide the selected advisers with the client's investment strategy. The advisers then create and manage the client's portfolio based on the client's individual needs.

We monitor the performance of the selected Program. If we determine that the advisers of the Program are not providing sufficient management services to the client, or not managing the client's portfolio in a manner consistent with the client's goals, we may suggest an alternative Program. In that instance, our firm assists the client in selecting a new registered investment adviser and/or Program. However, any move to a new registered investment adviser and/or program is solely at the discretion of the client.

As of December 31, 2015, Stonnington managed approximately \$189,511,899 in discretionary assets under management and approximately \$11,813,797 on a non-discretionary basis. The total regulatory assets under management was \$201,325,696.

Item 5 – Fees and Compensation

INVESTMENT SUPERVISORY SERVICES ("ISS") INDIVIDUAL PORTFOLIO MANAGEMENT

Fees for an advisory client are based upon the total assets under management and a percentage of the total return as stated in the Investment Advisory Agreement, according to the following schedule unless otherwise specified in the Investment Advisory Agreement:

- 1.50% per year for the first \$2,000,000 of assets under management subject to minimum fee below*
- 1.00% per year for all assets under management over \$2,000,000

*Our minimum annual fee is \$2,500, not to exceed 3% per year of a client's assets under management and the minimum initial account size is \$1,000,000.

Separately Managed Accounts (SMAs) are exempt from our minimum account sizes and subject only to the SMA provider's minimums, which may vary.

Management fees are payable quarterly in advance, based on the total market value of the assets under management on the last business day of the preceding calendar quarter. For new accounts, quarterly fees are prorated for the initial calendar quarter and paid at the time management activity begins. Fees are deducted from the client's account and can be verified by the client on his or her custodial account statement. If services are discontinued during a quarter, a prorated portion of that calendar quarter's fee will be refunded to the client.

Fees for additional investments made in an account will be prorated and prorated for the remaining portion of the quarter as of the investment date. Prices for most assets are available through electronic download on a daily basis. However, daily prices may not be available for certain assets, such as some annuities, insurance products, private equity or partnership assets, etc. In such cases less frequent valuations (typically the month end or quarter end asset values) may be used in calculating the asset value at the end of the quarter. Also, in these instances the firm may determine valuation of certain assets by using unaudited financial statements or the cost basis of the investment.

All fees are negotiable dependent on the situation. In some circumstances Stonnington would consider a fixed price versus a percentage of AUM.

FEES FOR MONITORING of THIRD-PARTY MONEY MANAGERS

We are paid by the independent adviser selected by the client for portfolio management services. Our fee is based on a percentage of the client's managed assets (typically ranging up to 1% of the fee charged by the independent adviser, depending on the size of the account), which is included in the independent investment adviser's annual management fee. The portion of the advisory fee paid to us does not increase the client's ultimate advisory fee paid to the selected independent investment adviser.

The total asset management fee, including the referral fee paid to our firm, is disclosed in the independent investment adviser's disclosure document, which is provided to clients.

GENERAL NOTES ON ADVISORY FEES

Termination of the Advisory Relationship: If, for any reason, a client wishes to terminate an investment advisory agreement in the first five business days after entering the agreement, the client will be entitled to a full refund of any fees paid to Stonnington under that agreement. Thereafter, a client may terminate the agreement at any time and will be refunded the amount of the quarterly fee not earned to the end of the then current calendar quarter. In such cases, the fee will be prorated for the period between the date a notice of termination is received from the client and the end of the then current quarter. To ensure clear communication, a termination notice must be in writing and is effective upon receipt by Stonnington.

Limited Negotiability of Advisory Fees: Although Stonnington has established the aforementioned fee schedule, we retain the discretion to negotiate alternative fees on a client-by-client and/or account-by-account basis. Client facts, circumstances and needs are considered in determining the fee schedule. These include the complexity of the client's assets to be placed under management, anticipated future additional assets; related accounts; portfolio style, account composition and reports, among other factors. The specific annual fee schedule is identified in the contract between the adviser and each client.

We may group certain related client accounts for the purposes of achieving the minimum account size requirements and determining the annualized fee.

Discounts, not generally available to our advisory clients, may be offered to family members and friends of associated persons of our firm.

Mutual Fund Fees: All fees paid to Stonnington for investment advisory services are separate and distinct from the fees and expenses charged by mutual funds and/or ETFs to their shareholders. These fees and expenses are described in each fund's prospectus. These fees will generally include a management fee, other fund expenses, and a possible distribution fee. A client could invest in a mutual fund directly, without our services. In that case, the client would not receive the services provided by our firm which are designed, among other things, to assist the client in determining which mutual fund or funds are most appropriate for each client's financial condition and objectives. Accordingly, the client should review both the fees charged by the funds and our fees to fully understand the total amount of fees to be paid by the client and to thereby evaluate the advisory services being provided.

Separately Managed Account Fees: Clients participating in separately managed account programs may be charged various program fees in addition to the advisory fee charged by our firm. Such fees may include the investment advisory fees of the independent advisers, which may be charged as part of a

wrap fee arrangement.

Additional Fees and Expenses: In addition to our advisory fees, clients are also responsible for the fees and expenses charged by custodians and imposed by broker/dealers, including, but not limited to, any transaction charges imposed by a broker/dealer with which an independent investment manager effects transactions for the client's account(s). Please refer to the "Brokerage Practices" section (Item 12) of this Form ADV for additional information.

Advisory Fees in General: Clients should note that similar advisory services may be available from other registered (or unregistered) investment advisers for similar or lower fees.

Limited Prepayment of Fees: Under no circumstances do we require or solicit payment of fees in excess of \$1200 more than six months in advance of services rendered.

Product-Based Compensation: Stonnington is a broker/dealer registered as such with the Securities and Exchange Commission, the Financial Industry Regulatory Authority and in various states. It is also a licensed insurance agency.

Management personnel and other related persons of our firm are licensed as registered representatives of Stonnington's broker-dealer and/or licensed as insurance agents or brokers. In these separate capacities, these individuals are able to implement investment recommendations for advisory clients for separate and typical compensation (i.e., commissions, 12b-1 fees or other sales-related forms of compensation). This presents a conflict of interest to the extent that Stonnington's registered representatives recommend that a client invest in a security which results in a commission being paid to the representative.

Item 6 – Performance-Based Fees

POOLED INVESTMENT VEHICLES

As described in greater detail in the offering documents for the Fund, Stonnington is paid an annual management fee by Stonnington Asset Allocation Fund, LP ranging from one percent to two percent of the invested capital of each investor. This Management Fee is calculated and payable quarterly in advance and prorated for periods of less than three months. In addition, as described in greater detail in the offering documents for the Fund, Stonnington will be paid an annual incentive fee by Stonnington Asset Allocation of as much as 20% of the net profits earned by the investors in the Fund (dependent on the asset type).

Item 7 – Types of Clients

Stonnington provides portfolio management and advisory consulting services to individuals, high net worth individuals, corporate pension and profit-sharing plans, foundations, private pooled investment funds, trust programs, and US institutions.

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

Stonnington generally focuses on asset allocation, money manager and security selection. The client's investments are evaluated to determine whether they correspond with the client's financial objectives. Stonnington designs and proposes portfolios to help clients attain their financial goals. Some methods used in providing this advice are charting, fundamental economic and investment analysis, technical investment analysis and/or cyclical analysis. The asset allocation service utilizes a strategy designed in accordance with individual client risk tolerance to deliver the optimal mix of asset classes, using a tailored mix of securities including equities such as direct issues and mutual funds. In addition, for fixed income, Stonnington generally builds portfolios using investment, and sometimes below-investment grade fixed income instruments with maturities designed to provide either preservation of capital or current income. Further, Stonnington will on occasion recommend private equity investments and/or hedge funds.

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

Risk of Loss. Securities investments are not guaranteed and you may lose money on your investments. Investing in securities involves many variables, including but not limited to market and economic fluctuations that may have a substantial negative effect on the value of your securities positions. Money invested in securities is not guaranteed against loss by any governmental or non-governmental organization. Stonnington seeks to ensure that each client understands and is willing to assume these risks and is in fact financially able to bear these risks. Each client must promptly notify Stonnington in writing should their financial condition materially change, or should their investment objective change from when the account was opened. Clients should understand that investing in any securities, including mutual funds, involves a risk of loss of both income and principal.

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 your evaluation of Stonnington or the integrity of Stonnington's management. Stonnington has no information applicable to this Item.

Item 10 – Other Financial Industry Activities and Affiliations

QBI, LLC is a third party pension administrator that offers a comprehensive range of retirement plan design to companies and entrepreneurs. Its headquarters are located in Woodland Hills, California. QBI and Stonnington have the same managing member; Nicholas Stonnington. When acting as advisor to pension plans, we may inform them that QBI's services are available. However, we do not recommend, select or require plans to use QBI as their TPA.

Stonnington is also a broker/dealer registered as such with the Securities and Exchange Commission, the Financial Industry Regulatory Authority and in various states. In addition, Stonnington is a licensed insurance agency.

Nicholas Stonnington and other related persons of our firm are licensed as registered representatives of our broker/dealer. Mr. Stonnington is also a licensed insurance agent. In these capacities, these individuals are able to implement investment recommendations for advisory clients for separate and typical compensation (i.e., commissions, 12b-1 fees or other sales-related forms of compensation). This presents a conflict of interest to the extent that these individuals recommend that a client invest in a security which results in a commission being paid to the individuals. Clients are under no obligation to engage these individuals when considering implementation of advisory recommendations. The implementation of any or all recommendations is solely at the discretion of the client.

In most instances, Stonnington acts as broker/dealer for a portion of the transactions effected for Stonnington's advisory clients. The receipt of brokerage commissions by Stonnington employees for trades executed on behalf of Stonnington's advisory clients is a conflict of interest. Stonnington acknowledges its fiduciary obligations to its advisory clients and in all cases in which the firm acts as broker/dealer, or when transactions are effected by any other broker, Stonnington will determine in good faith that the commissions and transaction expenses charged in connection with those trades are reasonable in relation to the value of the brokerage, research and other services provided by that broker. Nevertheless, Stonnington's clients may be able to obtain more favorable brokerage commission rates elsewhere, particularly when one considers the advisory fees being paid to Stonnington. Stonnington's clients may also seek execution of transactions recommended by Stonnington through brokerage firms other than Stonnington's broker dealer. If a client desires to use

another brokerage firm, that client must notify Stonnington in writing. Stonnington may elect to use different brokerage firms from its own for similar arrangements.

The Managing Member of Stonnington, serves also as managing member, to Stonnington Capital, LLC, a company formed to create and package limited partnerships (or similar pooled investment vehicles hereinafter referred to as "entities") for investment purposes. Through Stonnington Capital, one of our related persons also act as general partner or manager of these entities. Currently, there is only one affiliated entity, Stonnington Asset Allocation Fund LP, which is specifically disclosed on Schedule D of Form ADV, Part 1 at Item 7.B. (Part 1 of our Form ADV can be accessed via the SEC's website at www.sec.gov. In addition, Stonnington serves as the investment adviser to this entity. Advisory clients of our firm are solicited to invest in this entity. However, because investment in this fund may involve certain additional degrees of risk, it will only be recommended to clients who meet the accredited investor status and if the investment is consistent with the client's stated investment objectives, tolerance for risk, liquidity and suitability. Clients are under no obligation to invest in this entity or to implement any advisory recommendations.

Clients should be aware that the receipt of additional compensation by Stonnington and its management persons or employees creates a conflict of interest that may impair the objectivity of our firm and these individuals when making advisory recommendations. Stonnington endeavors at all times to put the interest of its clients first as part of our fiduciary duty as a registered investment adviser; we take the following steps to address this conflict:

- we disclose to clients the existence of all material conflicts of interest, including the potential for our firm and our employees to earn compensation from advisory clients in addition to our firm's advisory fees;
- we disclose to clients that they are not obligated to purchase recommended investment products from our employees or affiliated companies;
- we collect, maintain and document accurate, complete and relevant client background information, including the client's financial goals, objectives and risk tolerance;
- our firm's management conducts regular reviews of each client account to verify that all recommendations made to a client are suitable to the client's needs and circumstances;
- we require that our employees seek prior approval of any outside employment activity so that we may ensure that any conflicts of interests in such activities are properly addressed;
- we periodically monitor these outside employment activities to verify that any conflicts of interest continue to be properly addressed by our firm; and

- we educate our employees regarding the responsibilities of a fiduciary, including the need for having a reasonable and independent basis for the investment advice provided to clients.

Item 11 – Code of Ethics

Stonnington has adopted a Code of Ethics for all supervised persons of the firm describing its high standard of business conduct, and fiduciary duty to its clients. The Code of Ethics includes provisions relating to the confidentiality of client information; a prohibition on insider trading; a prohibition of rumor mongering; restrictions on the acceptance of significant gifts and the reporting of certain gifts and business entertainment items; and personal securities trading procedures, among other things. All supervised persons at Stonnington must acknowledge the terms of the Code of Ethics annually, or as amended.

Stonnington's clients or prospective clients may request a copy of the Stonnington's Code of Ethics by contacting the firm's Chief Compliance Officer, Denise Evans, at (818) 444-0600, or by email at denise@stonningtongroup.com.

In accordance with Section 204A of the Investment Advisers Act of 1940, Stonnington also maintains and enforces written policies reasonably designed to prevent our or any person associated with us misuses of material non-public information.

Item 12 – Brokerage Practices

Stonnington does not have any soft-dollar arrangements and does not receive any soft-dollar benefits.

Clients must include any limitations on discretionary authority in a written authority statement. Clients may change/amend these limitations as required. Such amendments must be provided to us in writing.

Stonnington will enter trades in blocks where possible and when advantageous to clients. This practice permits the trading of aggregate blocks of securities composed of assets from multiple client accounts, so long as transaction costs are shared equally and on a pro-rated basis between all accounts included in any such block.

Block trading may allow us to execute equity trades in a timelier, more equitable manner, at an average share price. Stonnington will typically aggregate trades among clients whose accounts can be traded at a given broker, and generally will rotate or vary the order of brokers through which it places trades for clients on any particular day. No client or account will be favored over another.

As noted in Item 10, Other Financial Industry Activities and Affiliations,

Stonnington is a broker-dealer, registered with The Securities and Exchange Commission and the Financial Industry Regulatory Authority. Stonnington is an introducing broker-dealer, meaning that it clears its securities trades through another registered broker-dealer, Pershing LLC ("Pershing"). Under its clearing agreement with Pershing, Stonnington receives compensation for brokerage transactions executed on behalf of its clients. The compensation Stonnington receives is more fully discussed above in Item 5 – Fees and Compensation.

Stonnington has negotiated an arrangement with Pershing to provide custodial and brokerage services as part of its program. As such, Stonnington reserves the right to decline acceptance of any client account for which the client directs the use of a broker dealer/custodian other than Pershing. In evaluating such an arrangement, the client should recognize that brokerage commissions for the execution of transactions in the client's account are not negotiated by Stonnington on a trade-by-trade basis, best execution may not be achieved and may cost the client more money.

Pershing's brokerage services include the execution of securities transactions, custody, and access to mutual funds.

For our client accounts maintained in its custody, Pershing generally does not charge separately for custody services but is compensated by account holders through commissions and other transaction-related or asset-based fees for securities trades that are executed through Pershing or that settle into Pershing accounts.

Stonnington's receipt of services does not diminish our duty to act in the best interests of our clients, including seeking best execution of trades for client accounts.

Item 13 – Review of Accounts

Factors that dictate the timing and nature of account reviews generally include (but are not necessarily limited to) the following:

Unusual contributions or withdrawals of cash from an account; a determination to change an account's cash level; the allocation of a block of a particular security purchased or, or sold from, a particular objective; a client's request for tax-loss selling; a client's direction to refrain from purchasing a particular security, or class of securities, for his or her account; a client's request for information regarding the performance or structure of an account; account performance; option maturity dates; interest rate changes; change in client's overall investment objectives, financial goals, or investment timeline; a client's pledge of an account's assets as collateral security; and requirements imposed by court order or regulatory decree (e.g. divorce decree, tax lien).

Accounts are periodically reviewed in the context of each client's stated

investment objectives and guidelines. More frequent reviews may be triggered by material changes in variables such as the client's individual circumstances, or the market, political or economic environment. Account reviews may be performed by the Chief Compliance Officer, compliance associate or designee.

PENSION CONSULTING SERVICES REVIEWS

Stonnington will review the client's strategy whenever the client advises us of a change in circumstances regarding the needs of the plan. Such reviews will generally occur quarterly by the Managing Principal. Stonnington will provide reports to Pension Consulting Services clients based on the terms set forth in the initial agreement

SELECTION and MONITORING of THIRD-PARTY MONEY MANAGERS

We will periodically monitor the performance of the selected third party program(s). If we determine that the adviser(s) of the Program are not providing sufficient management services to the client, or not managing the client's portfolio in a manner consistent with the client's goals, we may suggest an alternative third party program to our client. These client accounts should also refer to the independent registered investment adviser's Firm Brochure (or other disclosure document used in lieu of the brochure) for information regarding the nature and frequency of reviews provided by that independent registered investment adviser.

Stonnington does not typically provide reports in addition to those provided by the independent registered investment adviser selected to manage the client's assets.

Item 14 – Client Referrals and Other Compensation

Stonnington has entered into a solicitor's agreement with Penniall & Associates (Penniall), a Registered Investment Advisor. Under this agreement Penniall agrees to refer potential clients to Stonnington. If Stonnington becomes advisor to any of these referrals, Stonnington will pay to Penniall 40% of the advisory fees it receives from the referred client. This solicitation agreement and related fees are disclosed to referred clients.

Stonnington has entered into a solicitation agreement with Legion Partners Asset Management, LLC ("Legion"), a Registered Investment Advisor. Under this agreement Stonnington agrees to refer potential clients to Legion. If Legion becomes advisor to any of these referrals, Legion will pay Stonnington 5% of the advisory fees it receives from the referred client.

It is Stonnington's policy not to accept or allow our related persons to accept any form of compensation, including cash, sales awards or other prizes, from a non-client in conjunction with the advisory services we provide to our clients.

Item 15 – Custody

We previously disclosed in the "Fees and Compensation" section (Item 5) of this Brochure that our firm directly debits advisory fees from client accounts.

As part of this billing process, the client's custodian is advised of the amount of the fee to be deducted from that client's account. On at least a quarterly basis, the custodian is required to send to the client a statement showing all transactions within the account during the reporting period.

Because the custodian does not calculate the amount of the fee to be deducted, it is important for clients to carefully review their custodial statements to verify the accuracy of the calculation, among other things. Clients should contact us directly if they believe that there may be an error in their statement.

Item 16 – Investment Discretion

Stonnington usually receives discretionary authority from the client at the outset of an advisory relationship to select the identity and amount of securities to be bought or sold. In all cases, however, such discretion will be exercised in a manner consistent with the stated investment objectives for the particular client account.

When selecting securities and determining amounts, Stonnington observes the investment policies, limitations and restrictions of the clients for which it advises. For registered investment companies, Stonnington's authority to trade securities may also be limited by certain federal securities and tax laws that require diversification of investments and favor the holding of investments once made.

Our discretionary authority includes the ability to do the following without contacting the client:

- determine the security to buy or sell; and/or
- determine the amount of the security to buy or sell

Investment guidelines and restrictions must be provided to Stonnington in writing.

Item 17 – Voting Client Securities

As a matter of firm policy, we generally do not vote proxies on behalf of clients. The exceptions to this policy involve the voting of proxies related to the

Stonnington Asset Allocation Fund LP.

The Offering Memorandum for the Stonnington Asset Allocation Fund specifies that the General Partner will vote proxies solely for the privately-held companies in which the fund invests.

In all other instances, while our firm may provide investment advisory services relative to client investment assets, clients maintain exclusive responsibility for: (1) directing the manner in which proxies solicited by issuers of securities beneficially owned by the client shall be voted, and (2) making all elections relative to any mergers, acquisitions, tender offers, bankruptcy proceedings or other type events pertaining to the client's investment assets. Clients are responsible for instructing each custodian of the assets, to forward to the client copies of all proxies and shareholder communications relating to the client's investment assets.

Item 18 – Financial Information

As an advisory firm that maintains discretionary authority for client accounts, we are also required to disclose any financial condition that is reasonably likely to impair our ability to meet our contractual obligations. Stonnington has no additional financial circumstances to report.

Under no circumstances do we require or solicit payment of fees in excess of \$1200 per client more than six months in advance of services rendered. Therefore, we are not required to include a financial statement.

Stonnington has not been the subject of a bankruptcy petition at any time during the past ten years.