PART 2A OF FORM ADV: FIRM BROCHURE

ITEM 1. COVER PAGE

Oppenheimer Asset Management Inc.
85 Broad Street
New York, New York 10004

March 23, 2018

This brochure (the “Brochure”) provides information about the qualifications and business practices of Oppenheimer Asset Management Inc. If you have any questions about the contents of this brochure, please contact James Capezzuto at james.capezzuto@opco.com.

The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission (the “SEC”) or by any state securities authority.

Additional information about Oppenheimer Asset Management Inc. also is available on the SEC’s website at: www.adviserinfo.sec.gov.

Registration with the SEC as an investment adviser does not imply a certain level of skill or training.
ITEM 2. MATERIAL CHANGES

Oppenheimer Asset Management Inc. (“OAM”) filed its most recent annual update to its Form ADV Part 2A on March 24, 2017.

This brochure is an annual update for OAM and does not include any material changes.

A summary of any material changes to this and subsequent Brochures will be provided to you within 120 days of the close of our business’ fiscal year. We may also provide you with additional updates or other disclosure information at other times during the year in the event of any material changes to our business.

You may request the most recent version of this brochure by contacting James Capezzuto at james.capezzuto@opco.com.
ITEM 3
TABLE OF CONTENTS

ITEM 1 COVER PAGE.................................................................Cover Page
ITEM 2 MATERIAL CHANGES.....................................................2
ITEM 3 TABLE OF CONTENTS....................................................3
ITEM 4 ADVISORY BUSINESS..................................................4
ITEM 5 FEES AND COMPENSATION .........................................5
ITEM 6 PERCENTAGE-BASED FEES AND SIDE-BY SIDE MANAGEMENT.................................................................6
ITEM 7 TYPES OF CLIENTS..........................................................6
ITEM 8 METHODS OF ANALYSIS, INVESTMENT STRATEGIES AND RISK OF LOSS.................................................................7
ITEM 9 DISCIPLINARY INFORMATION..........................................14
ITEM 10 OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS.................................................................14
ITEM 11 CODE OF ETHICS, PARTICIPATION OR INTEREST IN CLIENT TRANSACTIONS AND PERSONAL TRADING..............................................16
ITEM 12 BROKERAGE PRACTICES.............................................16
ITEM 13 REVIEW OF ACCOUNTS.................................................18
ITEM 14 CLIENT REFERRALS AND OTHER COMPENSATION.............19
ITEM 15 CUSTODY..........................................................19
ITEM 16 INVESTMENT DISCRETION...........................................19
ITEM 17 VOTING CLIENT SECURITIES........................................219
ITEM 18 FINANCIAL INFORMATION...........................................20
ITEM 4. ADVISORY BUSINESS

Oppenheimer Asset Management Inc. (“OAM”) has been in business since 1986. OAM is owned directly by Viner Finance Inc., a subsidiary of E.A. Viner International Co., a subsidiary of Oppenheimer Holdings Inc. which is a publicly held company.

OAM offers a variety of advisory services including portfolio management of separate accounts, investment consulting services and research.

Discretionary Fixed Income Accounts

Fixed income accounts are managed on a discretionary basis and include the following strategies:

- Core Fixed Income
- Core Plus Fixed Income
- Corporate Core Plus Fixed Income
- Intermediate Fixed Income
- High Yield Fixed Income
- Insurance Fixed Income
- Investment Grade Tax Exempt Fixed Income (Active and Laddered Portfolio Accounts)
- High Yield Tax Exempt Fixed Income
- Cash Management

Fixed income separate accounts described in this brochure are not part of a wrap fee program sponsored by OAM. The fixed income separate accounts described in this brochure are custodied at a custodian chosen by the client, which may include Oppenheimer & Co. Inc. (“Oppenheimer”), a registered broker-dealer and an affiliate of OAM. The fixed income separate accounts described in this brochure are custodied at broker-dealers that are unaffiliated with Oppenheimer. The service provided by OAM for separate accounts is discretionary portfolio management only. Clients may impose reasonable restrictions on investing in certain securities or types of securities.

OAM manages separate accounts in accordance with the individual financial objectives of clients, taking into account client’s risk tolerance, need for liquidity, time horizon and investment restrictions.

Oppenheimer Investment Advisers (“OIA”), a division of OAM, also provides portfolio management services in two wrap programs sponsored by OAM and in wrap programs sponsored by unaffiliated advisers. OIA receives a portion of the wrap fee for its services.

Consulting Services

OAM provides investment consulting services to institutional clients. These services include the following:

- Development or updating of an investment policy statement
- Development of asset allocation strategy or model
- Identification and monitoring of portfolio managers
- Performance reporting

OAM’s consulting services do not include custodial services from Oppenheimer. OAM does not introduce portfolio managers affiliated with OAM to clients who enter into a consulting services agreement.

Assets Under Management

As of December 31, 2017, OAM managed $9,778,023,746 of client assets on a discretionary basis and $4,593,891,678 on a non-discretionary basis.
ITEM 5. FEES AND COMPENSATION

OIA Fees and Compensation

OAM periodically reviews the fees charged its advisory clients, and makes adjustments to ensure fees are in accordance with the fee schedules described in this brochure. The adjusted fees may be rounded up or down to the nearest basis point.

Advisory fees may be calculated based upon a different data feed than that used to generate account statements. The data feed will differ in its treatment of factors such as accrued interest and trades pending settlement.

OIA manages separate accounts in wrap fee programs sponsored by OAM and by third party firms and accounts that are not part of a wrap fee program.

OIA Separate Account Fees

OIA acts as portfolio manager to accounts that are held at unaffiliated broker-dealers at an annual fee of 0.30% on the value of the account for all accounts except insurance, High Yield, High Yield Tax Exempt, Tax Exempt Laddered Portfolios and Cash management accounts. Annual fees for Insurance accounts are 0.40% on the value of the assets with reductions in the fee at certain asset levels. The annual fee for High Yield accounts is 0.50%. The annual fee for cash management accounts is 0.20% of the asset value of the account. The annual fee for High Yield Fixed Income is as follows:

- 1.00% on the first $2 million of assets
- 0.90% on accounts from $2 million to $5 million
- 0.80% on accounts from $5 million to $10 million
- Over $10 million negotiable

Fees are negotiable based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor.

The fee for a tax exempt bond laddered portfolio is 0.50% of the asset value of the Account. Fees are negotiable based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor. The minimum account size is $125,000.

For OIA High Yield Tax Exempt accounts, the annual fee is 1.25% of the value of the account.

OAM has entered into a sub-advisory agreement with Green Square Capital, LLC, (“Green Square”) in which OAM has retained Green Square to act as the sub-advisor to the separate account clients of OAM’s discretionary management services for its High Yield Tax Exempt strategy. Since fixed income transactions generally are executed on a principal basis, OIA executes transactions through broker-dealers other than Oppenheimer.

Consulting Service Fees

OAM provides investment management consulting services. The fees for this service vary depending on the services provided. Clients that retain OAM to provide identification and monitoring of portfolio managers, asset allocation performance reporting and investment policy preparation pay fees at the following rate per year:

- 1.50% on the first $5 million of assets
- 1.00% on the next $20 million of assets
- 0.50% on the next $25 million of assets
- 0.20% on the next $50 million of assets
- .10% on assets over $100 million of assets
Clients may choose to retain OAM for some but not all of the services listed above. If they choose this option, clients will pay for the services they select as follows or at a negotiated rate:

- Review or production of an Investment Policy Statement - $10,000
- Asset allocation modeling - $10,000
- Due diligence on portfolio managers - $35,000 per manager per year for up to three non-researched managers. For each non-researched manager over three, there will be an additional fee of $12,000 per manager per year. Non-researched managers are managers not currently researched by OAM.
- Performance reporting - 0.02% of assets.

**Research Service Fees**

OAM provides research services to its affiliate Oppenheimer. Oppenheimer also provides the research to certain of its clients.

**Payment of Fees and Other Expenses**

Clients can choose to pay OAM’s fees and expenses out of their assets or have OAM send them a bill for services. Fees generally are billed and/or deducted once a quarter in advance. If a client terminates an account prior to the end of the quarter, the client is entitled to a pro-rata refund of fees by contacting Client Services at 212-885-4798.

Clients will pay custody fees on assets that are not held at Oppenheimer and will pay brokerage fees and other transaction costs for those assets held away. See Item 12, Brokerage Practices, for additional information regarding the factors we consider in selecting broker-dealers for client transactions, and in determining the reasonableness of their compensation.

OAM fees generally are paid in advance. A pro rata refund of fees is provided to clients who terminate the agreement.

Fee rates in various programs may be expressed as a fixed rate applying to all assets in the account, or as a schedule of rates applying to different asset levels, or “breakpoints.” When the fee is expressed as a schedule of rates corresponding to different breakpoints, discounts, if any, are negotiated separately for each breakpoint. As the value of the account assets reaches the various breakpoints, the incremental assets above each threshold are charged the applicable rates. The effective fee rate for the account in the program as a whole is then a weighted average of the scheduled rates, and may change with the account asset level.

**Cash Sweep Funds in all Advisory Programs**

Cash balances in the advisory programs sponsored by OAM are invested automatically in deposit accounts (“Deposit Accounts”) at certain participating banks in the Advantage Bank Deposit Program. Oppenheimer will receive a fee from each participating bank. The amount of the fee paid to Oppenheimer will affect the interest rate paid on Deposit Accounts. Please see Item 14, “Client Referrals and Other Compensation” for additional information.

The fee payable to Oppenheimer may be as high as 5% of the household balances invested in the Advantage Bank Deposit Program.

**ITEM 6. PERFORMANCE – BASED FEES AND SIDE BY SIDE MANAGEMENT**

Although there are no performance based fee arrangements in OAM, certain OAM portfolio managers may manage accounts or portfolios with similar or opposing strategies at the same time. This will generally pose a conflict.

**ITEM 7. TYPES OF CLIENTS**
OAM provides advice to individuals, foundations, pension and profit sharing plans, trusts, charitable organizations, business or government entities, insurance companies and endowments.

The minimum account size for OIA accounts are as follows:

<table>
<thead>
<tr>
<th>Minimum Account Size</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>$150,000</td>
<td>Investment Grade Tax Exempt Accounts</td>
</tr>
<tr>
<td>$250,000</td>
<td>High Yield Tax Exempt Accounts</td>
</tr>
<tr>
<td>$150,000 - $250,000</td>
<td>Core, Core Plus, Corporate Core Plus, High Yield and Intermediate Taxable Accounts, Insurance Accounts</td>
</tr>
<tr>
<td>$500,000</td>
<td>Cash Management Accounts</td>
</tr>
</tbody>
</table>

Please note OAM may accept accounts below the minimum based upon factors including the size of the overall client relationship and the discretion of the client’s Financial Advisor. The minimum for UMA accounts with equity or fixed income security types is $10,000. The minimum for mutual fund or ETF only UMA or PAS portfolios is $2,500.

Advisory contracts for separately managed accounts generally may be terminated on thirty days written notice to OAM.

ITEM 8. METHODS OF ANALYSIS, INVESTMENT STRATEGIES AND RISK OF LOSS

Consulting Services

OAM recommends managers or mutual funds based on strategic asset allocation as well as review of the managers. OAM uses a third party risk model providers and an attribution to examine portfolio characteristics and risk exposure of a manager’s historical portfolio holdings. The risk model tool is an analytic tool that assists OAM in evaluating a manager’s style consistency. OAM compares a manager’s description of its investment process to the quantitative analysis generated through the risk tool. OAM uses a proprietary analytic tool to analyze a potential investment strategy within the context of a larger portfolio for diversification and correlation to the existing strategies. OAM uses historical performance analysis and analyzes holdings and return data. OAM also analyzes investment styles in up and down market cycles and in various credit cycles.

Fixed Income Accounts

OIA manages fixed income accounts with the following strategies:

Core
Core Plus
Corporate Core Plus
Intermediate Taxable
High Yield
Insurance
Investment Grade Tax Exempt (Active and Laddered Portfolio Accounts)
High Yield Tax Exempt
Cash Management

For each of these strategies, the investment process begins with an understanding of the client’s needs and objectives. Security selection for all strategies except Investment Grade Tax Exempt is bottom-up and focuses on optimal bond selection. Portfolio managers may analyze the financial statements of corporate bond issuers and may value the entire capital structure or some portion thereof. In selecting core holdings, portfolio managers look for higher yield than the strategy’s benchmark, shorter maturities, stable fundamentals and long holding periods. Portfolio managers make duration judgments. Portfolio managers may select fixed income securities that they expect will have a rating upgrade or are undervalued. Generally, before securities are purchased for client accounts, a
relative value analysis is conducted based on proprietary and/or public spread data. The portfolio manager’s decision to sell securities involves many factors which include:

- risk/return becomes unfavorable
- attractive alternative is available
- deteriorating credit fundamentals
- portfolio balancing is required
- client specific needs

OIA Taxable Accounts Methodology

OIA’s security analysis methods for taxable accounts may include some or all of the following proprietary models to evaluate a company’s credit worthiness, project earnings and conduct scenario analysis to test earnings, leverage, cash flow and ratings assumptions. OIA’s analysts may also perform company background checks, on-site visits and meetings with senior management teams of the companies under consideration. OIA analysis focuses on the following:

- Industry analysis
- Company analysis
- Capital structure / security analysis
- Indenture Covenant Analysis

OIA uses a variety of third party data services available to the public or to financial services professionals. OIA’s analysts subscribe to industry specific literature and websites.

OIA Investment Grade Tax Exempt Methodology

OIA Investment Grade Tax Exempt Methodology – Active and Laddered Portfolio Accounts

OIA offers two types of investment grade tax exempt portfolios — active separately managed accounts and laddered portfolios.

Clients who select a laddered portfolio can choose a portfolio with securities whose maturities range from 1 to 5 years, from 1 to 10 years and from 5 to 15 years. Within the laddered portfolios, active management components are limited to ongoing credit monitoring and reinvestment of maturing bonds.

Investment analysis is done internally by OIA portfolio managers and analysts. While credit ratings by the national rating agencies (Moody’s, Standard and Poor’s and Fitch) are observed as a baseline, they are not the sole determining factor in security selection or liquidation.

In the actively managed accounts, the investment methodology begins with a top-down approach that analyzes general economic conditions, both nationally and geographically as well as the overall interest rate/inflation environment over the next 12-24 months. Domestic economic data releases are reviewed by the portfolio management team for general trends in GDP and inflation. Interest rate forecasts will be an important factor in determining maturity selection and bond structure, as well as geographic areas that the portfolio management team believes are performing above national averages. Security selection for all portfolios is guided by an investment discipline which limits all tax-exempt investments to General Obligation, Essentials, Revenue or Pre-Refunded securities. Corporate issuers and bonds for projects that we deem non-essential to a community may not be allowed as investments in the portfolio. Occasionally, a new client portfolio may be established with bond positions that deviate from this discipline, in which case the bonds are reviewed on a case by case basis by the portfolio managers to determine whether they will be accepted.

All investments are reviewed for general creditworthiness based on three key categories:
1. General economic conditions in municipality and surrounding areas. Statistics that are reviewed may include general population poverty levels, concentrated manufacturing or service businesses in area, percentage of student population on free lunch programs, and residential foreclosure rates in investment area;

2. Underfunded pension and/or healthcare liability; and

3. All bonds, but specifically revenue bonds are reviewed as to the purpose of the bond and the security of the revenue stream that supports the projects(s). Finally all credits are reviewed as to general trends in financial management to determine whether credit is improving or deteriorating. This may include review of leverage and bond coverage ratios. The dominant sources of information for analysis are the bond offering statements and ongoing financial disclosures of specific credits.

Once a credit is determined to be appropriate for investment, an analysis of general market conditions and relative value to similar credits is conducted to determine an appropriate valuation of the bond. Allocation of a purchase will be determined by available cash in specific client accounts, individual client tax parameters (state residency), risk profiles, and potential cash flow needs.

Municipal Bond Laddered Portfolio Specific Risks (1-5 year, 1-10 year and 5-15 year maturity portfolios):

- Credit Quality: Many municipal bonds have good credit ratings, but some higher-yield bonds pose additional risks. Credit quality monitoring will be conducted for municipal security laddered portfolios on the same basis as it is for an actively managed municipal security portfolio. The portfolio management team will seek to apply the same ‘sell’ discipline to all portfolios based on its internal credit analysis.
- Maturity: Municipal bond laddered portfolios are designed to be held until maturity in order to benefit from the repayment of principal. In general, investors should select a laddered bond portfolio with maturity dates that correspond to their desired portfolio maturity.
- Yield: Municipal bond laddered portfolios yields will vary based on their maturity, credit quality, and other factors. Once the investor selects a time horizon for a laddered portfolio, the portfolio will not be managed for interest rate risks.

OIA High Yield Tax Exempt Methodology

Investment methodology begins with top down, bottom up credit research that analyzes the sector, the documentation for the project, the management team for the company and the macroeconomics and demographics of the market. The sub-advisory team may also seek to engage in workout or re-structuring agreements that are meant to enhance the value or safety of their investment position.

Top down economic factors such as interest rates, credit cycles and political trends are assessed. Individual local and state analysis is conducted including fiscal policy, political climate, surplus/deficits as well as industry analysis. While value is the primary focus, duration management, sector allocation, yield curve positioning, buy/sell trade execution, and geographic allocation also play a role in security selection.

Taxable Investment Strategies

Core Fixed Income

The OIA Core Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays Capital U.S. Aggregate Bond Index while broadly diversifying the portfolio, seeking to manage portfolio risk levels and maintaining a controlled duration discipline. OIA employs core fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis, a controlled duration discipline, emphasis on all spread sectors and management of portfolio risk factors. Investments are made primarily in investment-grade corporate bonds, mortgage backed and other structured securities, U.S. government securities and taxable municipal bonds.
Core Plus Fixed Income

The OIA Core Plus Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays Capital U.S. Aggregate Bond Index while diversifying the portfolio, seeking to manage portfolio risk levels and maintaining a controlled duration discipline. OIA employs core plus fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis, a controlled duration discipline, emphasis on all spread sectors and management of portfolio risk factors. Investments are made primarily in investment-grade corporate bonds, mortgage backed and other structured securities, U.S. government securities, taxable municipal bonds and non-investment grade bonds; however, up to 20% of portfolio assets may be invested in securities rated below investment grade.

Corporate Core Plus Fixed Income

The OIA Corporate Core Plus Fixed Income strategy seeks to consistently outperform the Blomberg Barclays U.S. Credit Index. We focus on active portfolio management, utilizing a bottom-up style emphasizing optimal security selection. We seek to manage portfolio risk through a tightly controlled duration discipline and emphasis on sectors of the market that provide additional income. The portfolio usually invests 75% or more in Investment Grade U.S. Corporate Fixed Income securities and can invest anywhere from 0% to 25% in non-investment grade U.S Corporate securities.

Intermediate Fixed Income

The OIA Intermediate Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays Capital Intermediate U.S. Government/Credit Index while diversifying the portfolio, seeking to manage portfolio risk level and maintaining a controlled duration discipline. OIA employs intermediate fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis, a controlled duration discipline, emphasis on all spread sectors and management of portfolio risk factors. Investments are made primarily in investment-grade corporate bonds, mortgage backed and other structured securities, U.S. government securities and taxable municipal bonds.

High Yield Fixed Income

The OIA High Yield Fixed Income strategy seeks to consistently outperform the BofA/Merrill Lynch U.S. High Yield Excluding 144A Index while diversifying the portfolio and seeking to manage portfolio risk levels. OIA employs high yield fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis and management of portfolio risk factors. Investments are made primarily in high-yield corporate bonds.

Insurance Investment Accounts Management

The Insurance Investment Accounts Management product seeks to consistently outperform the client’s customized performance benchmark while diversifying the portfolio, seeking to manage portfolio risk levels, maintaining a controlled duration discipline consistent with the client’s investment guidelines for general or separate accounts.

Cash Management

The OIA Cash Management strategy seeks to consistently outperform the Bloomberg Barclays U.S. Government 1-3 Year Index while diversifying the portfolio, seeking to manage portfolio risk levels and offering liquidity to investors. OIA employs cash management strategies focused on individual security selection. Key strategies include fundamental research analysis and management of portfolio risk factors. Investments are made primarily in high credit quality direct obligations of issuers having a stated maturity of 2 years or less, with a target average duration of one year.

Tax Exempt Investment Strategies
Investment Grade Tax Exempt

The OIA Investment Grade Tax Exempt strategy focuses on active portfolio management, using a relative value approach of sector rotation and security selection. Securities selected must be rated investment grade or better. The top down investment process begins by composing a maturity structure based on a 9-12 month interest rate forecast. The average duration of the portfolio is targeted to be within a range of plus or minus 20% of the appropriate benchmark. The next step is to identify what OIA believes to be attractive sectors within the tax-exempt markets. This step includes the selection of specific securities based on desired bond structure, state focus, bond categories and tax constraints. The final step in the process involves identifying what OIA believes are undervalued securities within the appropriate sector classes and structures.

High Yield Tax Exempt

The OIA High Yield Tax Exempt strategy seeks to produce strong risk adjusted total returns and current yield through a non-diversified high yield tax exempt portfolio. The strategy focuses on active portfolio management utilizing a top-down/bottom-up style emphasizing security selection and value investing. Security selection will focus primarily on project revenue bonds in five broad sectors: healthcare; education; housing; transportation and power, but also may include manufacturing, tax increment financing, general obligation debt and debt of distressed municipalities. The strategy usually will invest 70% or more of assets in below investment grade tax-exempt securities. It is expected that the average credit quality will be B/BB. The strategy may maintain a majority of positions in non-rated bonds. The strategy will strive to maintain less than 25% exposure to bonds subject to the alternative minimum tax.

The two most important elements of this strategy are value investing and proprietary credit research.

The goal of the strategy is to outperform the Barclays Municipal High Yield Index.

Additionally, the portfolio manager factors in top-down economic factors such as interest rates, credit cycles and political trends. Individual local and state analysis is conducted including fiscal policy, political climate, surplus/deficits, as well as industry analysis. While value is the primary focus, duration management, sector allocation, yield curve positioning, buy/sell trade execution, and geographic allocation also play a role in security selection.

For each of the strategies mentioned above, investors should bear in mind that investing in securities involves significant risks of loss that clients should be prepared to bear.

Certain Risks related to the Strategies and Methodologies used by OAM

Risk of Fixed Income Securities

There are risks associated with investing in bonds. These include risks related to interest rate movements (interest rate risk, spread risk and reinvestment risk), and the risk of credit quality deterioration (credit or default risk). Clients may lose all or some of their monies when investing in bonds and should be prepared to bear such losses. These risks need to be evaluated and effectively managed if the client is to achieve the potential benefits of investing in fixed income securities. While we seek to manage these risks, there is no guaranty that we will succeed in managing any or all of them. The sub-advisory team may also seek to engage in workout or re-structuring agreements that are meant to enhance the value or safety of their investment position however these actions may not result in added value.

Interest Rate Risk

Interest rate risk is the risk associated with the price volatility of a bond. As interest rates rise, bond prices generally decline. The longer the maturity of a fixed coupon bond, the greater the price declines for a given change in interest
rates. Interest rate risk is the risk that market interest rate fluctuations result in a decline in the security’s price between the time the investor buys it and the time (before maturity) at which he or she sells it. The bond’s price will decline when rates rise and vice versa.

Factors that affect interest rate risk include differences in coupon rates (the higher the coupon, the less the price movement), fixed vs variable coupons, and call features.

**Spread Risk**

Spread risk is the risk associated with changes in yields between issuers, credit ratings, sectors and/or markets. For example, sector spreads are yield differences between similarly rated bonds of different sectors. AA rated bonds of financial firms may trade at much higher yields than similarly rated industrial bonds. This spread relationship may change substantially while the general level of interest rates may remain unchanged.

**Reinvestment Risk**

Reinvestment risk is the risk that the cash flow received from a bond may be reinvested at a lower rate of return. Short-maturity bonds and callable bonds are the instruments most frequently associated with reinvestment risk. Callable bonds may subject the investors to reinvestment risk. Such bonds allow the issuer to repay the principal (with accrued interest) early. This gives the issuer the flexibility to refinance the debt if rates are low or declining. The timing of bond calls occurs precisely when investors do not want to receive their principal back, i.e., when they can only reinvest at either lower rates or in lower-quality securities. To compensate them for this reinvestment risk, investors in callables typically demand (and get) a higher interest rate as compared to non-callables.

**Credit Risk**

Credit or default risk is the risk that the issuer may be unable to make timely principal and interest payments on the bond. It is the critical determinant of a fixed income security’s quality.

All fixed income securities have credit risk. U.S. Treasury securities are generally considered to have the least credit risk of all fixed income investments. Most corporate bonds are rated by a nationally recognized statistical rating agency such as Standard & Poor’s and Moody’s. Standard & Poor’s rates bonds from AAA (the best) to D (in default) with the ratings AAA, AA, A, and BBB considered to be “investment grade” and bonds rated BB, B, CCC, CC, C and D considered speculative grade. Generally the lower the rating the greater chance the obligor may not be able to repay their bonds in full and on time (default). Many factors contribute to the ultimate recovery of principal (and possibly back interest) should an issue default. Investors should pay particular attention to the issue’s ranking in the capital structure of the issuer.

High yield bonds are bonds rated BB or lower. These bonds are speculative and carry a very significant risk of default. Adverse changes in economic conditions or developments regarding the issuer are more likely to cause price volatility for issuers of high yield debt than would be the case for issuers of higher grade debt securities. In addition, the market for high yield debt may be less attractive than that of higher-grade debt securities. These bonds tend to have significantly higher price volatility so an investor selling a high yield bond prior to maturity may receive only a fraction of the original purchase price. Additionally, in the event of default bondholders may receive limited recoveries, if any.

**Municipal Securities Risk**

Issuers of municipal securities tend to derive a significant portion of their revenue from taxes, particularly property and income taxes. Accordingly, decreases in personal income levels and property values and other unfavorable economic factors, such as a general economic recession, adversely affect municipal securities. Municipal issuers may also be adversely affected by rising healthcare costs, increasing unfunded pension liabilities and by the phasing out of federal programs providing financial support. Where municipal securities are issued to finance particular projects, especially those relating to education, healthcare, transportation, housing, water or sewer and utilities,
issuers often depend on revenues from those projects to make principal and interest payments. Adverse conditions and developments in those sectors can result in lower revenues to issuers of municipal securities and can also have an adverse effect on the broader municipal securities market.

There may be less public information available on municipal issuers or projects than other issuers, and valuing municipal securities may be more difficult. In addition, the secondary market for municipal securities is less well developed and liquid than other markets, and dealers may be less willing to offer and sell municipal securities in times of market turbulence. Changes in the financial condition of one or more individual municipal issuers (or one or more insurers of municipal issuers), or one for more defaults by municipal issuers or insurers, can adversely affect liquidity and valuations in the market for municipal securities. The value of municipal securities can also be adversely affected by regulatory and political developments affecting the ability of municipal issuers to pay interest or repay principal, actual or anticipated tax law changes or other legislative actions, and by uncertainties and public perceptions concerning these and other factors.

The rate of interest paid on municipal securities normally is lower than the rate of interest paid on fully taxable securities. Some municipal securities, such as general obligation issues, are backed by the issuer’s taxing authority, while other municipal securities, such as revenue issues, are backed only by revenues from certain facilities or other sources and not by the issuer itself.

The municipal market can be susceptible to unusual volatility, particularly for lower-rated and unrated securities. Liquidity can be reduced unpredictably in response to overall economic conditions or credit tightening.

**Risks of the High Yield Tax Exempt Strategy**

The strategy will not be diversified. Being non-diversified may magnify the strategy’s losses from adverse events affecting a particular issuer.

The High Yield Tax Exempt Strategy focuses primarily on a wide variety of project revenue debt, which typically includes stand-alone projects with dedicated cash flow streams. Risks include the ability of a particular project to repay its debt based on that cash flow stream, generally without the municipality or its ability to tax as a form of repayment.

Certain revenue bonds are backed by settlements with tobacco companies. In 1998, the largest U.S. tobacco manufacturers reached an out of court agreement, known as the Master Settlement Agreement (the “MSA”), to settle claims against them by 46 states and six other U.S. jurisdictions. The tobacco manufacturers agreed to make annual payments to the government entities in exchange for the release of all litigation claims. A number of the states have sold bonds that are backed by those future payments. The settlement payments are based on factors, including, but not limited to, annual domestic cigarette shipments, cigarette consumption, inflation and the financial capability of participating tobacco companies. Payments could be reduced if consumption decreases, if market share is lost to non-MSA manufacturers, or if there is a negative outcome in litigation regarding the MSA.

Although the investment team may engage in workout or restructuring discussions with issuers, there is no guaranty that such discussions will result in agreement and or benefits for the bond investors. In fact, the fact that the issuer is engaging in such discussions reflects certain weaknesses in the credit.

**Liquidity Risk**

U.S. Government bonds generally have the greatest liquidity, meaning that they can be purchased and sold quickly at prices very close to the inter-dealer market. At the other end of the liquidity spectrum are small issues of low rated bonds. As a result of regulatory changes affecting banks and broker-dealers, there may be less liquidity in the bond market.

**Risks of Undervalued Securities**
OIA may select fixed income securities that they believe are undervalued. A risk is that OIA’s analysis may be incorrect and the securities may be worth less than OIA’s analysis.

Risks of Consulting Services

OAM provides consulting services to institutional clients on investment policy, asset allocation, manager selection, and reporting. The investment policy and asset allocation is designed to provide proper diversification and to take an acceptable level of risk based on the client’s objectives, time horizon, and risk tolerance. However, unforeseen events occur regularly which could incur unintended risk to the client portfolio in the short-to-intermediate term. All managers recommended by OAM are registered under the Investment Advisers Act of 1940 at the time of the recommendation.

ITEM 9. DISCIPLINARY INFORMATION

On March 11, 2013, OAM and its affiliate, Oppenheimer Alternative Investment Management, LLC (“OAIM”), without admitting or denying the findings, consented to the issuance of an administrative order (the “Order”) with the Securities and Exchange Commission (“SEC”). Also on March 11, 2013, OAM entered into an Assurance of Discontinuance (“AOD”) with the Attorney General of the Commonwealth of Massachusetts (“MA AG”) based on the same conduct that was the subject of the Order. The Order and the AOD concerned misrepresentations and omissions to investors and prospective investors about the asset value of one of the assets in a fund of private equity funds. The Order and the AOD found that while the written policies and procedures of OAM and OAIM required the compliance department to review and approve marketing materials, those procedures did not require a review of portfolio manager valuations and accordingly were not reasonably designed to ensure that valuations were determined in a manner consistent with written representations to investors. The SEC found that OAM and OAIM willfully violated, and were censored and agreed to cease and desist from future violations of Sections 17(a)(2) and 17(a)(3) of the Securities Act of 1933 (the “Securities Act”) and Section 206(4)-7 and Section 206(4)-8 of the Investment Advisers Act of 1940 (the “Advisers Act”) and Rules 206(4)-7 and 206(4)-8 thereunder. The MA AG found that OAM and OAIM violated M.G.L.c. 93A. As per the terms of the Order and the AOD, OAM and OAIM paid a total of $2,269,098 in disgorgement to investors who invested in the fund between October 2009 through June 2010, paid a civil penalty of $617,579 to the SEC, paid a penalty of $132,421 to the Commonwealth of Massachusetts, and OAM and OAIM retained an independent consultant to conduct a review of their valuation policies and procedures.

OAM is one member of a diversified financial services company. OAM has affiliates that are subject to both civil and regulatory legal actions. Each affiliate is identified in our ADV Part 1 in Section 7A and these actions are disclosed in the affiliate’s ADV as well as other regulatory filings and notices. As a result, regulatory action involving an affiliate in the future may result in a material adverse effect on the business or operations of that affiliate.

ITEM 10. OTHER FINANCIAL INDUSTRY ACTIVITIES AND AFFILIATIONS

Several management persons of OAM including Albert Lowenthal, Chairman and CEO, Bryan McKigney, President and Jeffrey Alfano, Chief Financial Officer are registered as registered representatives of Oppenheimer but generally do not conduct business in that capacity.

OAM’s advisory services generally are offered to clients by Financial Advisors of Oppenheimer. Financial Advisors of Oppenheimer receive a portion of the fees paid by their clients to OAM for the advisory services described in this brochure. The amount of this compensation may be greater than what the Financial Advisor would receive if the client participated in other programs. A Financial Advisor therefore may have a financial incentive to recommend the services described in this brochure over other services. When choosing an advisory program, clients should ask about other programs offered by OAM or its affiliate Oppenheimer. Although there are differences in the compensation structure among programs, there also are differences in the strategies and services provided. A Financial Advisor’s Branch Office Manager reviews each new advisory account for suitability.
Oppenheimer may take positions or actions that are contrary to the interests of clients of OIA.

OAM is the sponsor of several hedge funds and private equity funds. Interests in those funds are sold by Oppenheimer as principal placement agent. Financial Advisors of Oppenheimer receive a portion of the management fees and incentive fees paid by the funds. This creates an incentive for Financial Advisors of Oppenheimer to recommend the purchase of funds that pay an incentive fee or higher incentive fee over other funds that do not pay an incentive fee or other investment products.

Oppenheimer is also a registered broker-dealer and full service investment firm as well as a registered investment adviser. Oppenheimer provides services such as investment banking, equity research, institutional sales, municipal finance and debt capital markets. Oppenheimer Trust Company, an affiliate of Oppenheimer, provides trust services to high net worth individuals, not for profit organizations and businesses. Oppenheimer Trust Company may recommend OAM advisory programs or products to its trust clients.

Mutual funds or managers that may be recommended in Consulting Services relationships do not pay any fees to OAM for such recommendations. Advisers or distributors of mutual funds that may be recommended in Consulting Services relationships also may be available in other advisory programs. Certain companies pay for or reimburse OAM or Oppenheimer for various costs relating to client and prospective client meeting sales and marketing materials and educational training and sales meetings held with Financial Advisors of Oppenheimer. These affiliates of mutual funds also pay for the cost of reasonable entertainment in connection with Oppenheimer sponsored or client related events. Oppenheimer acts as the placement agent for the sale of interests in collective investment vehicles for which subsidiaries of OAM serve as investment advisor or general partner.

Mutual funds that may be recommended in Consulting Services relationships may have other business relationships with Oppenheimer such as institutional trading. OAM does not consider any such relationships when determining whether or not to recommend a mutual fund for a consulting client.

Certain fund companies pay Oppenheimer a mutual fund support fee for marketing, training operations and systems support with respect to mutual fund shares sold to clients in their Oppenheimer brokerage accounts.

Research

Oppenheimer has procedures in place that seek to avoid improper communications between Oppenheimer research employees and employees of other Oppenheimer departments including Financial Advisors of Oppenheimer. OAM employs Strategists that provide research to asset management affiliates and to third parties that may also be distributed by our affiliated broker-dealer.

Investment Banking

In order to prevent the improper use of material, non-public information from one part of Oppenheimer to another, Oppenheimer has created “information barriers” or “information walls” around each department that holds this information. Each business unit that regularly holds customer confidential information (such as investment banking) is on the “Private Side” of the information wall. In contrast, each business unit that does not hold confidential information is on the “Public Side” of the wall. Financial Advisors of Oppenheimer are considered to be on the “Public Side” of the wall. Employees on the Private Side of each information wall are prohibited from providing any material, non-public information to employees on the Public Side of the information wall.

Regulatory requirements prohibit Private Side investment banking personnel who are in possession of material, non-public information from discussing a pending transaction with individuals on the Public Side (or employees on the Private Side who do not have a “need to know”). Only those employees directly involved in or necessary to the due diligence process of an investment banking transaction are permitted to be brought “over the wall.”

Compensation from Other Advisers
OAM does not receive compensation from other investment advisers for recommending those advisers to clients.

Financial Advisors of Oppenheimer, a broker-dealer and affiliate of OAM, receive compensation for the sale of interests in hedge funds recommended by OAM out of payments made by the funds to Oppenheimer. Certain hedge funds make higher payments to Oppenheimer than other funds on the OAM hedge fund platform and accordingly, Financial Advisors who sell these funds receive higher payments than they receive from selling other hedge funds. This practice represents a conflict of interest and gives OAM and the Financial Advisor an incentive to recommend investment products based on the compensation received, rather than on a client’s needs.

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

Code of Ethics, Participation or Interest in Client Transaction and Personal Trading

OAM has adopted a written Code of Ethics pursuant to Rule 204A-1 under the Investment Advisers Act of 1940. A copy of the Code of Ethics will provided upon request to any client or prospective client. The purpose of the Code of Ethics is to set forth standards of conduct expected of advisory personnel and address conflicts, such as front running, that arise from personal trading by advisory personnel. The Code of Ethics addresses these conflicts as follows:

1. Certain advisory personnel with access to the securities trading of advisory clients are deemed as “access persons”;
2. These access persons of the adviser are required to certify that they are in compliance with the Code of Ethics on an annual basis;
3. Access persons are also required to provide compliance personnel with brokerage accounts through which they conduct personal trading, and
4. Access persons are required to obtain written pre-clearance by compliance personnel of all personal securities transactions (other than certain exceptions to this requirement as defined in the Code of Ethics).

OAM and certain of its affiliates are engaged or may engage in investment activities for separate accounts for individuals and institutions or for their own accounts. These various accounts may from time to time purchase, sell or hold certain investments which are also being purchased, sold or held by other client accounts of OAM. For client accounts of OAM pursuing the same investment strategy, OAM will seek to allocate investments among these accounts on an equitable basis, taking into account such factors as the relative amounts of capital available for new investments. OAM and its officers and employees devote as much of their time to the activities of its clients as OAM deems necessary and appropriate. Please contact James Capezzuto at james.capezzuto@opco.com for a copy of this Code of Ethics.

ITEM 12. BROKERAGE PRACTICES

OIA considers the following factors in selecting broker-dealers for client transactions:

- Price of the security
- Commission rates
- Operational facilities of the broker-dealer or electronic trading platform
- Reliability and stability of the broker-dealer or electronic trading platform

OIA does not receive research or other products or services other than execution from a broker-dealer or third party in connection with client securities transactions. OIA does not consider whether it or a related person receives client referrals from a broker-dealer or the security in selecting or recommending broker-dealers. Neither OIA nor a related party requests, recommends or requires that a client direct it to execute transactions through a specified broker-dealer.
OIA will utilize electronic trading platforms that seek to obtain a best price from a number of disclosed and undisclosed platform participants. OIA will enter both purchase and sale transactions in the same security on the same day. While it does not intend to engage in cross transactions, since it selects counterparties based on the best bid or offer, it may result in opposite direction trades being executed with the same counterparty.

OIA permits clients who have separate accounts that are not part of a wrap fee program to direct brokerage. When a client directs brokerage, OIA may not be able to achieve the most favorable execution of transactions or include that account in an allocation. As a result, the performance of an account where a client directs brokerage will differ significantly. For example, in a directed brokerage account, a client may pay higher brokerage commissions, spreads or transaction costs because OIA may not be able to aggregate orders to reduce transactions costs or the client may receive less favorable prices.

OIA and its advisory affiliates refer to employees who perform investment advisory services as “Portfolio Managers” or “investment adviser representatives.” Portfolio Managers that deliver their services with the assistance of other Portfolio Managers are referred to as a “Group.” The Investment Grade Tax Exempt Group manages separate accounts for clients of OIA with the investment objective of investment grade tax exempt fixed income. The Investment Grade Tax Exempt Group provides investment advisory services to their clients with the assistance of the members of the Group but without the assistance of portfolio managers of other Groups. The Taxable Group manages taxable fixed income strategies for clients of OIA and for clients of Oppenheimer Investment Management LLC, an advisory affiliate. The Portfolio Managers of the Taxable Group deliver their services with the assistance of the members of the Group but without the assistance of portfolio managers of other Groups.

The Groups allocate investments among client accounts in a fair and equitable manner. A variety of factors (to the extent applicable in each instance) will be considered in making such allocations. These factors include, in no particular order:

1. Investment objectives or strategies for particular accounts
2. Tax considerations of an account
3. Risk or investment concentration parameters for an account
4. Supply or demand for a security at a given price level
5. Size of available investment
6. Cash availability and liquidity requirements for accounts
7. Regulatory restrictions
8. Account ramp-up
9. Minimum investment size of an account, and
10. Relative size of account.

Investments may not be allocated to one client account over another based on any of the following considerations:

1. To favor one client account at the expense of another
2. To generate higher fees paid one client account over another or to produce greater compensation to the advisory entity
3. To develop or enhance a relationship with a client or prospective client and
4. To compensate a client for past services or benefits provided to the advisory entity or to induce future benefits or services.

The Groups will not aggregate client transactions unless they believe that aggregation is consistent with their duty to seek best execution (which includes best price) for its clients and is consistent with clients’ investment advisory agreements. Each account that participates in an aggregated order will participate at the same prices for all transactions of the respective Group in that security on a given day with all transaction costs shared on a pro rata basis. Transactions for advisory accounts that are custodied at Oppenheimer may be aggregated with transactions for accounts that are custodied at other custodians. It is often not possible to receive the same price or time of execution in multiple transactions in an aggregated order. Therefore such aggregated order may be executed in one or more transactions at varying prices and each client’s order that is custodied at Oppenheimer will receive the average price.
for the day with respect to such transactions. Transactions for accounts that are custodied at custodians other than
Oppenheimer cannot receive the average price of transactions executed at different times. OAM will not receive any
additional compensation as a result of an aggregated order.

Oppenheimer’s broker-dealer affiliate receives remuneration, compensation or other consideration for directing
customer orders for securities to particular market centers for execution. Such consideration, if any, may take the
form of credits against fees due such market centers, monetary payments, research, reciprocal agreements for the
provision of order flow, products or services or other items of remuneration.

Oppenheimer’s broker-dealer affiliate also receives payment for routing the options orders to designated broker-
dealers or market centers for execution. Compensation may be in the form of a per contract cash payment. The
source and amount of any compensation received in connection with options transactions and any additional
information concerning the options order flow payments will be furnished upon written request.

**ITEM 13. REVIEW OF ACCOUNTS**

OIA portfolio managers seek to review accounts on a daily basis utilizing the portfolio accounting systems, third
party services and analytical spreadsheets. Accounts are generally screened daily for cash flow and account balance
information. Portfolios are generally screened bi-weekly for quantitative statistics including average duration,
coupon and ratings information. OIA performance is reviewed internally on a quarterly basis. Reviews may be
conducted entirely within a trade order management or portfolio accounting system and may not generate additional
reporting.

The Client Services Department of OAM performs the following reviews of OIA accounts.

**Average Price Control Accounts Reconciliation**

A daily review is performed to reconcile block trades versus customer allocations in the trading control accounts.
The purpose of the review is to identify and correct any differences and to determine that average prices are received
when appropriate.

**OMS Capacity Discrepancy Report**

OMS Capacity Discrepancy Report is a daily report that monitors the capacity of all order management system
trades. The purpose of the report is to identify any trades not executed in an agency capacity so that they can be
corrected.

**FINET to Portfolio System Reconciliation**

A daily comparison of cash and security positions is made between the books and records of the firm as applicable
and the portfolio accounting system to ensure proper calculation of performance and billing. This reconciliation
allows for the identification of positions, account switches or account closes.

**Monthly Performance Review**

Monthly performance returns on the portfolio accounting system for accounts held outside of Oppenheimer are
reviewed and compared to other account returns under the same portfolio manager and index returns to look for
outliers. The portfolio holdings and activity for outlying accounts may be examined to verify the performance
return.

**Factors Prompting Review of Client Accounts Other than a Periodic Review**

Accounts may be reviewed more frequently than monthly as a result of any of the following:

- Cash balance that needs to be reinvested
• Sale of a security in the account
• Buying a security to replace a sold security or to utilize cash in the account
• Reviewing the duration of the account
• Reviewing overall credit quality of the account

Portfolios are reviewed as market conditions dictate for total return and interest rate sensitivity.

Clients are provided a written report of their accounts on a quarterly basis. The report lists all holdings, performance of the account and comparisons to relevant indexes.

ITEM 14. CLIENT REFERRALS AND OTHER COMPENSATION

OAM receives economic benefits from third parties for providing investment advice or other advisory services to clients such as the incremental addition of assets under management.

OAM pays cash compensation for client referrals in accordance with Rule 206(4)-3 under the Investment Advisers Act of 1940. Compensation paid is a percentage of the assets under management or the fee payable by the referred clients and may continue for the length of the client’s advisory relationship with OAM. The client does not incur any additional fees as a result of such client referral arrangements.

Cash assets in the advisory programs are invested at certain participating banks in the Advantage Bank Deposit Program. The Advantage Bank Deposit Program may be significantly more profitable to Oppenheimer than money market fund sweep vehicles. The fee payable to and retained by Oppenheimer may be as high as 5% of the household balances invested in the Advantage Bank Deposit Program.

Employees of OAM and Oppenheimer and their affiliates receive reduced fees on their advisory accounts.

ITEM 15. CUSTODY

OAM does not have direct custody of client funds or securities. Some clients choose to have their funds or securities custodied at Oppenheimer, a registered broker-dealer and a qualified custodian. Oppenheimer sends clients a monthly account statement. Clients may decide to custody their funds and securities at a qualified custodian that is not affiliated with OAM. Clients will receive account statements from the broker-dealer, bank or other qualified custodian and should carefully review those statements. Clients also receive a quarterly performance report from OAM. Clients should compare the account statements they receive from their qualified custodian to the quarterly performance report they receive from OAM.

If a client chooses Oppenheimer to serve as the qualified custodian the client should be aware that Oppenheimer is an affiliate of OAM and may earn additional fees for serving as such. In the course of executing client instructions, OAM may authorize and facilitate the transfer of client funds between qualified custodians the execution of securities transactions and to comply with client instructions.

Clients may request a copy of the most recent Report on Oppenheimer & Co. Inc.'s Description of the System and the Suitability of the Design and Operating Effectiveness of its Controls Related to Its Custody Services (prepared pursuant to Statement on Standards for Attestation Engagement No. 16) by contacting James Capezzuto at james.capezzuto@opco.com.

ITEM 16. INVESTMENT DISCRETION

OAM accepts discretionary authority to manage securities accounts for clients. This authority is stated in the investment management agreement that OAM enters into with the client. Clients may specify certain types of securities that they do not want us to purchase for their account.

ITEM 17. VOTING CLIENT SECURITIES
OAM has engaged Glass Lewis & Co. Inc. (“Glass Lewis”) to provide research and advice on shareholder voting. OAM has reviewed and adopted Glass Lewis guidelines on proxy voting. Glass Lewis will submit its recommended vote to OAM and OAM will have the opportunity to accept or override the recommendation. OAM may consult with Glass Lewis for matters that are decided on a case by case basis.

Unless a client directs otherwise, OAM or the UMA Discretionary Manager in the UMA program will be authorized to take action and render advice with respect to the voting of proxies for securities held in an account. OAM will not vote proxies for securities held in a PAS Flex or a STAR account. For the STAR program, proxy voting is agreed to between the client and the third party manager on a manager by manager basis.

Unless a client directs otherwise, OAM will not send annual reports, proxy statements and other materials issued by portfolio companies in which a client’s assets are invested.

Clients may request information on how OAM has voted proxies for their accounts and may request OAM’s Proxy Voting Policies and Procedures by contacting:

Oppenheimer Asset Management Inc.
85 Broad Street, New York, NY 10004
Attn: Proxy Voting Department
212-885-4828

Clients must specifically request that OAM vote their proxies. If OAM does not have authority to vote client securities, clients will receive their proxies directly from their custodian.

As a general matter, OAM refrains from participating in class action matters and also refrains from submitting proofs of claims on behalf of its clients.

ITEM 18. FINANCIAL INFORMATION

Not applicable.
ITEM 1. Cover Page

Oppenheimer Asset Management Inc.
85 Broad Street
New York, NY 10004

May 1, 2018

This wrap fee program brochure (the “Brochure”) provides information about the qualifications and business practices of Oppenheimer Asset Management Inc. If you have any questions about the contents of this brochure, please contact James Capezzuto at james.capezzuto@opco.com.

The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission (the “SEC”) or by any state securities authority.

Additional information about Oppenheimer Asset Management Inc. is available on the SEC’s website at: www.adviserinfo.sec.gov.

Registration with the SEC as an investment adviser does not imply a certain level of skill or training.
Item 2. Material Changes

Oppenheimer Asset Management Inc. (“OAM”) filed its most recent annual update to its Form ADV Part 2A on March 23, 2018.

This appendix is an update for OAM and does not include any material changes. This appendix was amended to expand the disclosures for the Offshore PAS program.

A summary of any material changes to this and subsequent Brochures will be provided to you within 120 days of the close of our business’ fiscal year. We may also provide you with additional updates or other disclosure information at other times during the year in the event of any material changes to our business.

You may request the most recent version of this brochure by contacting please contact James Capezzuto at james.capezzuto@opco.com.
Item 3. Table of Contents.

<table>
<thead>
<tr>
<th>Item</th>
<th>Title</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Cover Page</td>
<td>Cover Page</td>
</tr>
<tr>
<td>2</td>
<td>Material Changes</td>
<td>2</td>
</tr>
<tr>
<td>3</td>
<td>Table of Contents</td>
<td>3</td>
</tr>
<tr>
<td>4</td>
<td>Services, Fees and Compensation</td>
<td>4</td>
</tr>
<tr>
<td>5</td>
<td>Account Requirements</td>
<td>10</td>
</tr>
<tr>
<td>6</td>
<td>Portfolio Manager Selection and Evaluation</td>
<td>11</td>
</tr>
<tr>
<td>7</td>
<td>Client Information Provided to Portfolio Managers</td>
<td>21</td>
</tr>
<tr>
<td>8</td>
<td>Client Contact with Portfolio Managers</td>
<td>21</td>
</tr>
<tr>
<td>9</td>
<td>Additional Information</td>
<td>22</td>
</tr>
</tbody>
</table>
Item 4. Services, Fees and Compensation.

Oppenheimer Asset Management Inc. (“OAM”) is the sponsor of several wrap fee programs. OAM periodically reviews the fees charged its advisory clients, and makes adjustments to ensure fees are in accordance with the fee schedules described in this brochure. The adjusted fees may be rounded up or down to the nearest basis point.

Fee rates in various programs may be expressed as a fixed rate applying to all assets in the account, or as a schedule of rates applying to different asset levels, or “breakpoints.” When the fee is expressed as a schedule of rates corresponding to different breakpoints, discounts, if any, are negotiated separately for each breakpoint. As the value of the account assets reaches the various breakpoints, the incremental assets above each threshold are charged the applicable rates. The effective fee rate for the account in the program as a whole is then a weighted average of the scheduled rates, and may change with the account asset level.

Advisory fees may be calculated based upon a different data feed than that used to generate account statements. The data feed will differ in its treatment of factors such as accrued interest and trades pending settlement.

Oppenheimer Investment Advisers – the OIA Program

Oppenheimer Investment Advisers (“OIA”), a division of OAM, provides discretionary fixed income advisory services through the OIA wrap fee program.

The fee schedule for accounts opened after January 1, 2009 in the OIA program is as follows:

- 0.80% of the value of the account up to $2 million
- 0.70% of the value of the account between $2 million and $5 million
- 0.60% of the value of the account between $5 million and $10 million
- Negotiable for accounts over $10 million

Fees are negotiable based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor. Please note fees for High Yield Tax Exempt accounts are not negotiable.

The fee for a tax exempt bond laddered portfolio is 0.50% of the asset value of the Account. Fees are negotiable based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor. Minimum account size $125,000.

The fee schedule for High Yield accounts is 1.00% of the value of the account.

OAM has entered into a sub-advisory agreement with Green Square Capital, LLC (“Green Square”) in which OAM has retained Green Square to act as the sub-advisor to the separate account clients of OAM’s discretionary management services for its high yield tax exempt strategy.

The fee schedule for High Yield Tax Exempt accounts is as follows:
- 1.25% of the value of the account

The services that are provided for the fee include portfolio management, performance reporting, and custody services provided by Oppenheimer.

Generally, fixed income securities transactions will be executed through broker-dealers other than Oppenheimer on a principal basis.

The OIA program may cost a client more or less than the cost of purchasing these services separately, depending on the number of transactions effected and the ability to obtain lower cost services elsewhere.
In addition to the fee, clients pay dealer markups or markdowns in principal transactions with broker dealers other than Oppenheimer, or commissions charged by broker dealers other than Oppenheimer, ADR agency processing fees, odd lot differentials, Exchange or SEC fees, transfer taxes and any other charges imposed by law. Assets held in the account in cash will be invested at certain participating banks in the Advantage Bank Deposit Program.

Financial Advisors of Oppenheimer receive a portion of the fee paid by their clients in the OIA program ranging from 0.0% to 0.75%. The amount of this compensation may be more than what the Financial Advisor would receive if the client participated in other programs or paid separately for investment advice, brokerage and other services. A Financial Advisor may therefore have a financial incentive to recommend the OIA program over other programs or services.

OIA-Retirement Plan

OAM is the sponsor of an OIA program for retirement plans that are governed by the Employee Retirement Income Security Act of 1974, as amended (“ERISA”) and IRAs. The program is called OIA-Retirement Plan. The OIA-Retirement Plan program offers the same services as the OIA program. If any assets in a client’s account are invested in a mutual fund that pays 12b-1 fees to Oppenheimer, such payments will be rebated to the client. The fee payable to OAM is negotiable.

0.80% of the value of the account up to $2 million
0.70% of the value of the account between $2 million and $5 million
0.60% of the value of the account between $5 million and $10 million
Negotiable above $10 million

The fee for a tax exempt bond laddered portfolio is 0.50% of the asset value of the Account. Fees are negotiable based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor.

The OIA High Yield Tax Exempt account program is not available for retirement accounts.

Unified Managed Account Program

OAM is the sponsor of the Unified Managed Account (“UMA”) program. Investment managers available through UMAs include managers who provide model portfolios but do not exercise investment discretion over their strategies and others that exercise limited or shared investment discretion over their strategies (including OIA). Accounts may include one or more investment strategies, mutual funds or exchange-traded funds (“ETFs”). OAM acts as overlay portfolio manager for UMA accounts and exercises investment discretion with respect to model portfolio strategies. Clients pay OAM a separate fee for the overlay portfolio manager. Clients also pay UMA discretionary investment managers, which includes OIA, or sub-managers a separate fee established by each manager.

In addition to portfolio management services, the UMA program offers asset allocation services, custody and execution services through Oppenheimer, performance reporting and ongoing monitoring of portfolio managers.

The fees for the UMA program are as follows:

For Equity and Balanced Managers

3.00% of the first $500,000 of assets
2.25% of the next $500,000 of assets
1.90% of the next $1,500,000 of assets
1.70% of the next $2,500,000 of assets  
1.50% of the next $5,000,000 of assets  
Negotiable above $10,000,000  

For Fixed Income Managers  
0.80% of the first $5,000,000 of assets  
0.70% of the next $5,000,000 of assets  
Negotiable above $10,000,000  

The fees for mutual funds in UMAs are as follows:  

1.75% of the first $500,000 of assets  
1.50% of the next $500,000 of assets  
1.25% of all other assets  

The fees for ETFs and ETF Managers in UMAs are as follows:  

1.50% of the first $500,000  
1.25% of the next $500,000  
1.00% of all other assets  

Fees are negotiable based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor. Certain investment managers are available through UMAs at fees that are higher or lower than the fees indicated above. The list of managers with higher or lower fees is available upon request. Clients are informed if they have selected a manager with a higher or lower fee.

The minimums for UMA accounts in the program range from $10,000 to $500,000 for MAS Portfolios and from $10,000 to $250,000 for Flex Portfolios depending upon the managers, ETFs and mutual funds selected.  

OAM has created UMA portfolios with designated managers, ETFs and/or mutual funds which are called Managed Allocation Series (“MAS”) Portfolios. OAM has discretion to change the allocations within a MAS Portfolio and to change the managers, ETFs or mutual funds in a MAS Portfolio. Clients also may select their own allocations in UMAs which are called “Flex Portfolios.” Within a Flex Portfolio, clients may select managers, ETFs or mutual funds among the managers, ETFs and mutual funds that are available in UMAs. Clients may change the allocations, managers, ETFs or mutual funds in a Flex Portfolio at their discretion.

The fees charged for UMAs may differ from what it would cost to purchase these services separately. Clients can purchase ETFs and mutual funds in their brokerage accounts without paying an advisory fee to OAM.

In addition to the fee, clients pay dealer markups or markdowns in principal transactions with broker dealers other than Oppenheimer, or commissions charged by broker dealers other than Oppenheimer, ADR agency processing fees, odd lot differentials, Exchange or SEC fees, transfer taxes and any other charges imposed by law, or any mutual fund expenses including redemption charges. Assets held in the account in cash will be invested at certain participating banks in the Advantage Bank Deposit Program. Shareholders in mutual funds bear their proportionate share of the expenses of the mutual fund. If mutual funds held in a client’s UMA account pay 12b-1 fees to Oppenheimer, those payments will be rebated to the client.

Certain UMA managers provide OAM with updates to their model portfolios after such managers have traded their discretionary client accounts. This order of execution may result in OAM clients receiving less favorable execution than discretionary clients of such UMA managers.
Financial Advisors of Oppenheimer receive a portion of the fee paid by their clients in the UMA program. The amount of this compensation may be more than what the Financial Advisor would receive if the client participated in other programs or paid separately for investment advice, brokerage and other services. A Financial Advisor may therefore have a financial incentive to recommend the UMA program over other programs or services. Oppenheimer Branch Managers review each new advisory account for suitability.

Unified Managed Account Program—Retirement Plan

OAM is the sponsor of a UMA program for retirement plans that are governed by ERISA and IRAs. The program is called UMA-Retirement Plan. The UMA-Retirement Plan program offers the same services as the UMA program but with a different fee structure. In the UMA-Retirement Plan program, OAM charges a fee of 2.70% for all UMA accounts. Clients also pay a separate fee to investment managers that they select. No additional fee will be paid for any portfolio managers or UMA managers selected by the client that are affiliated with OAM. If any assets in a client’s account are invested in a mutual fund that pays 12b-1 fees to Oppenheimer, such payments will be rebated to the client. The fee payable to OAM is negotiable.

Strategic Asset Review – STAR Program

OAM is the sponsor of the Strategic Asset Review (“STAR”) program. In the STAR program, OAM offers consulting services including identification and monitoring of researched portfolio managers, quarterly performance reporting and asset allocation recommendations. Oppenheimer provides custody and execution services. Clients in the STAR program enter into portfolio management agreements directly with the portfolio management firms that they select at fees negotiated by the client. OAM does not have authority to select portfolio managers for clients in the STAR program. Clients in the STAR program may select portfolio managers that OAM does not recommend. The fee payable to OAM for the STAR program is as follows:

Equity and Balanced Accounts

2.25% of the first $500,000 of assets
1.75% of the next $500,000 of assets
1.25% of the next $1,500,000 of assets
1.00% of the next $7,500,000 of assets
0.75% of the next $15,000,000 of assets
Negotiable above $25,000,000

Fixed Income Accounts

0.50% of the first $5,000,000 of assets
0.40% on the next $5,000,000 of assets
Negotiable over $10,000,000

Fees are negotiable depending on the overall client relationship and the discretion of the client’s Financial Advisor.

The fees charged for STAR accounts may differ from what it would cost to purchase these services separately depending upon the number of transactions affected and the ability of the client to obtain lower cost services elsewhere.

OAM has instructed third party managers that if transactions are executed on an agency basis through broker dealers other than Oppenheimer, any additional transaction costs must be disclosed to OAM.

In addition to the fee, clients pay dealer markups or markdowns in principal transactions with broker dealers other than Oppenheimer, ADR agency processing fees, odd lot differentials, Exchange or SEC fees, transfer taxes and any
other charges imposed by law. Assets held in the account in cash will be invested at certain participating banks in the Advantage Bank Deposit Program.

Financial Advisors of Oppenheimer receive a portion of the fee (or commission if commission based account) paid by their clients in the STAR program. The amount of this compensation may be more than what the Financial Advisor would receive if the client participated in other programs or paid separately for consulting services brokerage and custody depending on whether clients can obtain lower cost services elsewhere. A Financial Advisor may have a conflict of interest in recommending the STAR program over other programs or services. Oppenheimer Branch Managers review each new advisory account for suitability.

STAR-Retirement Plan Program

OAM is the sponsor of the STAR program for retirement accounts ("STAR-Retirement Plan"). The STAR-Retirement Plan program offers the same services as the STAR program but with a different fee structure. In the STAR-Retirement Plan program, OAM charges a fee of 2.25%. Clients pay separate fees to the portfolio managers that they select. If any assets in a client’s account are invested in a mutual fund that pays 12b-1 fees to Oppenheimer, such payments will be rebated to the Client. The fee payable to OAM is negotiable.

Portfolio Advisory Services Program

OAM is the sponsor of the Portfolio Advisory Services ("PAS") Flex program and the PAS Managed Allocation Series (MAS) program.

In the PAS Flex program OAM assists clients in developing asset allocation strategies and identifying mutual funds that appear to be compatible with clients’ investment objectives and provides quarterly performance reporting. Clients in the PAS Flex program select mutual fund and unit investment trust investments from those available in the program and may choose mutual funds that OAM has not identified for the client. OAM does not exercise investment discretion in the selection of mutual funds for a client’s PAS Flex account.

The fee for the PAS Flex program is as follows:

1.50% on the first $500,000  
1.25% on the next $500,000  
1.00% on assets over $1,000,000

OAM also offers an offshore version of PAS for non-U.S. investors to invest in offshore funds. The offshore PAS program is offered only outside of the United States to persons who are not U.S. persons as defined under Regulation S adopted under the Securities Act of 1933. Any 12b-1 fees paid to Oppenheimer attributable to fund shares held in the client’s offshore PAS program are retained by the firm. This practice presents a conflict of interest and gives an FA incentive to recommend investments based on the compensation received, rather than on a client’s needs.

In the PAS MAS program, OAM offers pre-constructed portfolios of mutual funds, and exchange traded funds ("funds") that are designed to provide asset allocation strategies for clients. OAM monitors the funds in these portfolios and exercises investment discretion to change the allocations or the funds, if appropriate. The PAS MAS program also provides performance reporting. Execution of fund transactions and custody services are provided by Oppenheimer.

The fee for the PAS MAS program is as follows:

1.75% on the first $500,000 of assets  
1.50% on the next $500,000 and
1.25% on assets over $1,000,000

Fees are negotiable depending on the overall client relationship and the discretion of the client’s Financial Advisor.

In addition to the PAS or PAS MAS fee, clients may pay charges imposed by law or by any fund including redemption charges. Shareholders in funds bear their proportionate share of the expenses of the fund. Oppenheimer retains any 12b-1 fees attributable to shares of funds held in a PAS or PAS MAS account. This practice presents a conflict of interest and gives an FA incentive to recommend investments based on the compensation received, rather than on a client’s needs.

The PAS and the PAS MAS program may cost a client more or less than the cost of purchasing these services separately.

Financial Advisors of Oppenheimer receive a portion of the fee paid by their clients in the PAS and PAS MAS programs. The amount of this compensation may be more than what the Financial Advisor would receive if the client participated in other programs or paid separately for investment advice, brokerage or other services. A Financial Advisor may have a financial incentive to recommend the PAS or PAS MAS program over other programs or services.

**PAS Flex and PAS MAS – Retirement Plan**

OAM is the sponsor of a PAS program for retirement plans and IRA accounts (“PAS Flex-Retirement Plan”) and a PAS MAS program for retirement plans (“PAS MAS -Retirement Plan”). The PAS-Retirement programs offer the same services as each respective non-retirement PAS programs. If any assets in a client’s account are invested in a mutual fund that pays 12b-1 fees to Oppenheimer, such payments will be rebated back to the Client. The fee payable to OAM is negotiable.

The fee for the PAS Flex retirement program is as follows:

1.50% on the first $500,000 of assets
1.25% on the next $500,000 and
1.00% on assets over $1,000,000

The fee for the PAS MAS retirement program is as follows:

1.75% on the first $500,000 of assets
1.50% on the next $500,000 and
1.25% on assets over $1,000,000

**Portfolio Enhancement Program and Put Hedged Portfolio Enhancement Program**

OAM is the sponsor of the Portfolio Enhancement program (“PEP”) and the Put Hedged Portfolio Enhancement program (“Put Hedged PEP”). The PEP program is a discretionary advisory program that uses the sale of broad based index options to enhance the return on a portfolio of securities. Options are sold for up to 40 (or more) trading day periods with strike prices significantly apart from current market levels. The strike price is the specified price on an option contract at which the option may be exercised. The portfolio of securities is held at a separate brokerage account at Oppenheimer. In the Put Hedged PEP program, a far out of the money put is purchased to establish a floor on possible losses should the Standard & Poor’s 500 Index decline by a large amount. A far out of the money put is one whose exercise price is well below the market price of the underlying stock. The PEP and Put Hedged PEP programs also provide execution and custody services through Oppenheimer.

The fees for PEP and Put Hedged PEP are as follows:
Clients are charged a flat fee per “unit” which includes fees for brokerage, custody and execution and advisory services. A “unit” is an administratively determined minimum amount. OAM may waive the minimum at its discretion at a fee that will be negotiated with the client. It utilizes a maximum of $1,250,000 of “funds available” released from collateral provided by marginable securities held in the client’s brokerage account at Oppenheimer. The collateral provides backing for the sale of uncovered options. Different forms of collateral (i.e., stocks, municipal bonds, treasury bills) release varying amounts as determined by the brokerage firms and their regulatory authorities. The actual amount of options contracts in a unit at any time is at the sole discretion of Oppenheimer. The fees per unit shown in US dollars are as follows:

<table>
<thead>
<tr>
<th>PEP Units</th>
<th>Monthly Fee</th>
<th>Annual Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>0.5</td>
<td>1,000</td>
<td>12,000</td>
</tr>
<tr>
<td>1</td>
<td>1,850</td>
<td>22,200</td>
</tr>
<tr>
<td>1.5</td>
<td>2,700</td>
<td>32,400</td>
</tr>
<tr>
<td>2</td>
<td>3,600</td>
<td>43,200</td>
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<tr>
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<td>4,400</td>
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<tr>
<td>3</td>
<td>5,000</td>
<td>60,000</td>
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<tr>
<td>3.5</td>
<td>5,700</td>
<td>68,400</td>
</tr>
<tr>
<td>4</td>
<td>6,200</td>
<td>74,400</td>
</tr>
</tbody>
</table>

Fees are negotiable based upon factors that include the overall size of the client relationship and the discretion of the client’s Financial Advisor. The monthly fee increases by increments of $1,000 per unit for unit amounts greater than four units.

Financial Advisors of Oppenheimer receive a portion of the fee paid by their clients in the PEP or Put Hedged PEP program. The amount of this compensation may be more than what the Financial Advisor would receive if the client participated in other programs or paid separately for investment advice, brokerage or other services. A Financial Advisor may have a financial incentive to recommend the PEP or Put Hedged PEP program over other programs or services.

Cash Balances invested in Advisory Programs

Cash balances in the advisory programs sponsored by OAM are invested automatically in deposit accounts (“Deposit Accounts”) at certain participating banks in the Advantage Bank Deposit Program. Oppenheimer will receive a fee from each participating bank. The amount of the fee paid to Oppenheimer will affect the interest rate paid on Deposit Accounts.

The fee payable to Oppenheimer may be as high as 5% of the household balances invested in the Advantage Bank Deposit Program.

Selection of Advisory Program

Oppenheimer Financial Advisors provide retirement plan clients with information about various advisory programs offered by Oppenheimer and OAM. No representative of Oppenheimer or OAM provides individualized advice to retirement plan clients based on the particular needs of the plan regarding the selection of an advisory program. The selection of an advisory program is made by the retirement plan’s Responsible Plan Fiduciary.

Item 5. Account Requirements and Types of Clients
OAM’s wrap fee program clients include individuals, pension and profit sharing plans, trusts, charitable organizations, business and government entities and endowments.

Minimum Account Sizes:

OIA

OIA has minimum account sizes for different investment strategies as follows:

<table>
<thead>
<tr>
<th>Minimum Amount</th>
<th>Investment Strategy</th>
</tr>
</thead>
<tbody>
<tr>
<td>$150,000</td>
<td>Investment Grade Tax-Exempt Accounts</td>
</tr>
<tr>
<td>$250,000</td>
<td>High Yield Tax Exempt Accounts</td>
</tr>
<tr>
<td>$150,000-$250,000</td>
<td>Core, Core Plus, Corporate Core Plus, High Yield and Intermediate Taxable Accounts, Insurance Accounts</td>
</tr>
<tr>
<td>$500,000</td>
<td>Cash Management Accounts</td>
</tr>
</tbody>
</table>

Please note OAM may accept accounts below the minimum at its discretion based upon factors that may include the size of the overall client relationship and the discretion of the client’s Financial Advisor.

STAR

The minimum for a STAR account held at Oppenheimer is $100,000 (with higher minimums for certain STAR managers). STAR accounts that are custodied away from Oppenheimer have a minimum of $1,000,000.

PAS Flex and PAS MAS

The minimum for a PAS Flex account is $10,000 and for a PAS MAS and Offshore PAS account is $25,000.

PEP and Put Hedged PEP

The minimum collateral-release for a PEP account and Put Hedged PEP account is $1,250,000.

Participants in the PEP and Put Hedged PEP programs must meet Oppenheimer’s uncovered suitability requirements, complete Oppenheimer’s Option Application and have a net worth of $3 million with a minimum account size of $1.25 million of released collateral. PEP and Put Hedged PEP involve a high degree of risk. Clients in these programs should be financially sophisticated and able to withstand loss of equity.

Item 6. Portfolio Manager Selection and Evaluation

OAM uses quantitative and qualitative standards to select portfolio managers for its wrap programs. Prospective portfolio managers and mutual funds must complete a questionnaire providing detailed information about their history, asset breakdown, investment team and turnover, investment philosophy and process, risk controls, trading and compliance infrastructure, client service capability and historical performance. OAM uses a third party risk model to evaluate historical portfolio holdings. The risk model is a holdings-based risk tool designed to decompose a portfolio’s risk into individual components, systematic risk and non-systematic risk. OAM compares the manager’s description of its process to the quantitative analysis generated by the third party firm. OAM evaluates a manager’s past performance to determine whether a style bias accounts for positive performance in a particular market cycle or whether performance is attributable to the manager. OAM also analyzes a portfolio manager’s strategy to determine whether the addition of that strategy will diversify the available strategies available in OAM’s wrap programs. OAM conducts an on site visit at the portfolio manager’s offices to observe the culture of the firm.

How OAM Monitors and Reviews the Managers in the Program
OAM monitors portfolio managers in its wrap programs on an ongoing basis.

- On a daily basis, the due diligence team at OAM looks at factors that we think may create risks to the portfolio’s returns.
- On a weekly basis, the due diligence team at OAM looks at how well the economic market performed compared to how well the managers/mutual funds managed the client portfolio.
- On a monthly basis, the due diligence team OAM reviews investment manager/mutual funds returns and new information about investment managers/mutual funds. The due diligence team determines additions to and elimination of managers/funds in the program.
- On a quarterly basis, the due diligence team will interview the portfolio managers/mutual funds to review the past quarter’s performance. We will discuss the processes they are using and any changes in the people who are assisting the manager.
- On a routine basis, the due diligence team will seek to visit each portfolio manager/mutual fund at its office. This includes an in-depth review to highlight any significant changes to the organization, team or process from the prior visit and to determine whether the original thesis for hiring the manager remains intact.

On an annual basis a detailed performance review is conducted using returns-based analysis, holdings-based attribution analysis and holdings-based risk factor analysis. Returns-based analysis is used to compare how the client’s portfolio performed relative to the manager’s composite. It is also used to determine whether the return and risk profile of the portfolio has met OAM’s expectations. Holdings-based attribution and risk factor analysis is used to determine the positive and negative drivers of performance; stock, sector, style factor, etc.

Portfolio managers may participate in other wrap fee programs that are sponsored by firms other than OAM and may manage institutional and other accounts that are not part of a wrap fee program. In the event that an investment manager wishes to purchase or sell a security for accounts in various programs, the investment manager would have to determine whether it would achieve best execution by aggregating all client transactions into a block trader that would be executed through one broker-dealer rather than effecting similar transactions through a number of different broker-dealers. If an investment manager in the STAR program decides to execute through block transactions, this would result in “trading away” from Oppenheimer. A client in the STAR programs does not pay commissions when Oppenheimer executes a securities transaction. However, when an investment manager trades away, a client generally would incur trading costs in addition to the wrap fee if trade orders are executed by a broker-dealer other than Oppenheimer. For this reason, investment managers in the STAR programs may determine that placing orders with Oppenheimer is the most favorable option for the client. Investment managers may place orders with a broker-dealer other than Oppenheimer if the investment manager determines that doing so will comply with the manager’s obligation to seek best execution for the client. This practice is called “trading away” and these types of trades are called “step out trades.” Step out trades may be executed in some cases without any additional commission but in other instances, the executing firm may charge a commission or markup or markdown on the trade. If the executing firm charges a commission or other fee, the client will incur costs in addition to the wrap fee charged by OAM. Where a client is charged a commission or mark-up or mark-down on an equity trade that is in addition to the wrap fee charged to the account, OAM will identify such transactions as well as an estimate of their costs and disclose the same to the client.

Some investment managers that participate in the STAR programs place nearly all client trades with firms other than Oppenheimer and some investment managers place their trades for certain strategies with firms other than Oppenheimer. Clients should review the manager’s Form ADV Part 2A and inquire about the investment manager’s trading practices and consider any additional trading costs that may be incurred if a particular manager is selected. Clients should contact their investment adviser if they would like to obtain more specific information regarding stepped out trades and the amount of commissions or others costs, if any, a client incurred as a result of those transactions.
OAM maintains a watch list of concerns about a portfolio manager. If these concerns are not resolved satisfactorily, OAM may terminate the manager from participation in its wrap fee programs. A manager may be terminated from a program for a number of reasons including investment professional turnover, organizational changes that have a negative effect on the investment team, style drift or operational or compliance changes.

OAM uses a proprietary desktop computer application called Portfolio Guidance and Analysis (“PGA”) to support its suitability review process for the UMA, UMA MAS, UMA-Retirement Plan, STAR, STAR Retirement Plan, PAS Flex, PAS MAS, PAS and PAS MAS Retirement Plan, OIA and OIA-Retirement programs. Before enrolling in one of these programs, clients must complete a client profile which includes personal and financial information about the client such as date of birth, expected retirement date, dependents and annual income. The profile also includes a section on the client’s investment goals and risk tolerance. This section is designed to assess the client’s investment goals, tolerance for volatility and risk. Clients also complete a new account form prior to establishing a brokerage account with Oppenheimer. A client’s answers to questions about their risk tolerance, expectations for withdrawals and investment goals are scored. The scores in the clients risk profile are used to determine whether proposed managers for the client fall within pre-specified ranges of risk.

OAM provides clients with access to a Quarterly Portfolio Review (“QPR”) that includes performance as well as risk evaluation for advisory accounts. Performance is measured on a total return, net basis and presented inclusive of reinvested dividends (after the deduction of management and other fees).

The QPR is made available to clients and is prepared on a “trade date” basis, reflecting holdings as of the day transactions are executed. OAM clients receive monthly account statements from Oppenheimer which report holdings on a “settlement date” basis, which is typically three business days (or less) after the trade date. Market values in the QPR include accrued income, which is not included in the Oppenheimer account statement.

Portfolio Managers that participate in the STAR programs provide OAM with composite performance of accounts managed in the same investment strategy that they manage for OAM. The Consulting Group of OAM compares the composite performance it receives from managers to the performance of OAM client accounts that are invested in the same strategy.

OAM also performs a holdings based analysis of client accounts. On a daily basis, holdings-based information for all strategies is loaded into our performance attribution and risk system. The returns generated by this system are compared to the composite performance provided by the portfolio managers on a quarterly basis.

Clients may impose restrictions on investing in certain securities and types of securities. Accounts are managed to meet individual client needs and objectives and tax situations.

OIA also manages accounts that are not in the OIA program. There are no differences in the way fixed income accounts are managed between accounts in the OIA or other wrap programs and accounts that are not in OIA.

OIA portfolio managers do not manage any accounts that are charged a performance fee.

Fixed Income Accounts

OIA manages fixed income accounts with the following strategies:

Core
Core Plus
Corporate Core Plus
Intermediate Taxable
High Yield
Investment Grade Tax Exempt (Active and Laddered Portfolio Accounts)
High Yield Tax Exempt
Cash Management

For each of these strategies, the investment process begins with an understanding of the client’s needs and objectives. Security selection for all strategies except Investment Grade Tax Exempt is bottom up and focuses on optimal bond selection. Portfolio managers may analyze the financial statements of corporate bond issuers and may value the entire capital structure or some portion thereof. In selecting core holdings, portfolio managers look for higher yield than the strategy’s benchmark, shorter maturities, stable fundamentals and long holding periods. Portfolio managers may select fixed income securities that they expect will have a rating upgrade or are undervalued. Before securities are purchased for client’s accounts, a relative value analysis is conducted based on proprietary spread data. Portfolio managers decide to sell securities when

- risk/return becomes unfavorable
- attractive alternative is available
- deteriorating credit fundamentals
- portfolio balancing is required
- clients specific needs

Core Fixed Income

The OIA Core Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays Capital U.S. Aggregate Bond Index while broadly diversifying the portfolio, seeking to manage portfolio risk level and maintaining a controlled duration discipline. OIA employs core fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis, a controlled duration discipline, emphasis on all spread sectors and management of portfolio risk factors. Investments are made primarily in investment-grade corporate bonds, mortgage backed and other structured securities, U.S. government securities and taxable municipal bonds.

Core Plus Fixed Income

The OIA Core Plus Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays Capital U.S. Aggregate Bond Index while diversifying the portfolio, seeking to manage portfolio risk levels and maintaining a controlled duration discipline. OIA employs core plus fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis, a controlled duration discipline, emphasis on all spread sectors and management of portfolio risk factors. Investments are made primarily in investment-grade corporate bonds, mortgage backed and other structured securities, U.S. government securities, taxable municipal bonds and non-investment grade bonds; however, up to 20% of portfolio assets may be invested in securities rated below investment grade.

Corporate Core Plus Fixed Income

The OIA Corporate Core Plus Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays U.S. Credit Index. We focus on active portfolio management, utilizing a bottom-up style emphasizing optimal security selection. We seek to manage portfolio risk through a tightly controlled duration discipline and emphasis on sectors of the market that provide additional income. The portfolio usually invests 75% or more in Investment Grade U.S. Corporate Fixed Income securities and can invest anywhere from 0% to 25% in non-investment grade U.S. Corporate securities.

Intermediate Fixed Income

The OIA Intermediate Fixed Income strategy seeks to consistently outperform the Bloomberg Barclays Capital Intermediate U.S. Government/Credit Index while diversifying the portfolio, seeking to manage portfolio risk level
and maintaining a controlled duration discipline. OIA employs intermediate fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis, a controlled duration discipline, emphasis on all spread sectors and management of portfolio risk factors. Investments are made primarily in investment-grade corporate bonds, mortgage backed and other structured securities, U.S. government securities and taxable municipal bonds.

**High Yield Fixed Income**

The OIA High Yield Fixed Income strategy seeks to consistently outperform the BofA/Merrill Lynch U.S. High Yield Excluding 144A Index while diversifying the portfolio and seeking to manage portfolio risk level. OIA employs high yield fixed income strategies focused on individual security selection. Key strategies include fundamental research analysis and management of portfolio risk factors. Investments are made primarily in high-yield corporate bonds.

**Investment Grade Tax Exempt (Active and Laddered Portfolio Accounts)**

The OIA tax exempt strategy focuses on active portfolio management, using a relative value approach of sector rotation and security selection. Securities selected must be rated investment grade or better. The top down investment process begins by composing a maturity structure based on a 9-12 month interest rate forecast. The average duration of the portfolio is targeted to be within a range of plus or minus 20% of the appropriate benchmark. The next step is to identify what OIA believes to be attractive sectors within the tax-exempt markets. This step includes the selection of specific securities based on desired bond structure, state focus, bond categories and tax constraints. The final step in the process involves identifying what OIA believes are undervalued securities within the appropriate sector classes and structures. Laddered portfolios are managed similarly with special focus on the ladder specific maturity structure.

**High Yield Tax Exempt**

The OIA High Yield Tax Exempt strategy seeks to produce strong risk adjusted total returns and current yield through a non-diversified high yield tax exempt portfolio. The strategy focuses on active portfolio management utilizing a top-down/bottom-up style emphasizing security selection and value investing. Security selection will focus primarily on project revenue bonds in five broad sectors: healthcare; education; housing; transportation and power, but also may include manufacturing, tax increment financing, general obligation debt and debt of distressed municipalities. The strategy usually will invest 70% or more of assets in below investment grade tax-exempt securities. It is expected that the average credit quality will be B/BB. The strategy may maintain a majority of positions in non-rated bonds. The strategy will strive to maintain less than 25% exposure to bonds subject to the alternative minimum tax.

**Cash Management**

The OIA Cash Management strategy seeks to consistently outperform the Bloomberg Barclays U.S. Government 1-3 Year Index while diversifying the portfolio, seeking to manage portfolio risk levels and offering liquidity to investors. OIA employs cash management strategies focused on individual security selection. Key strategies include fundamental research analysis and management of portfolio risk factors. Investments are made primarily in high credit quality direct obligations of issuers having a stated maturity of 2 years or less, with a target average duration of one year.

**OIA Methodologies**

**Taxable strategies**
OIA’s security analysis methods for taxable accounts may include some or all of the following: proprietary models to evaluate a company’s credit worthiness, project earnings and conduct scenario analysis to test earnings, leverage, cash flow and ratings assumptions. OIA’s analysts may also perform company background checks, on-site visits and meetings with senior management teams of the companies under consideration. OIA analysis focuses on the following:

- Industry analysis
- Company analysis
- Capital structure / security analysis
- Indenture Covenant Analysis

Data services used by OIA for taxable accounts include Credit Sights, Bloomberg, Standard & Poor’s, Moody’s Investor Services, Barclays Capital, the New York Times and Wall Street Journal. Additionally, OIA’s analysts subscribe to industry specific literature and websites.

**OIA Investment Grade Tax Exempt Methodology – Active and Laddered Portfolio Accounts**

OIA offers two types of investment grade tax exempt portfolios — active separately managed accounts and laddered portfolios.

Clients who select a laddered portfolio can choose a portfolio with securities whose maturities range from 1 to 5 years, from 1 to 10 years and from 5 to 15 years. Within the laddered portfolios, active management components are limited to ongoing credit monitoring and reinvestment of maturing bonds.

Investment analysis is done internally by OIA portfolio managers and analysts. While credit ratings by the national rating agencies (Moody’s, Standard and Poor’s and Fitch) are observed as a baseline, they are not the sole determining factor in security selection or liquidation.

In the actively managed accounts, the investment methodology begins with a top-down approach that analyzes general economic conditions, both nationally and geographically as well as the overall interest rate/inflation environment over the next 12-24 months. Domestic economic data releases are reviewed by the portfolio management team for general trends in GDP and inflation. Interest rate forecasts will be an important factor in determining maturity selection and bond structure, as well as geographic areas that the portfolio management team believes are performing above national averages. Security selection for all portfolios is guided by an investment discipline which limits all tax-exempt investments to General Obligation, Essentials, Revenue or Pre-Refunded securities. Corporate issuers and bonds for projects that we deem non-essential to a community may not be allowed as investments in the portfolio. Occasionally, a new client portfolio may be established with bond positions that deviate from this discipline, in which case the bonds are reviewed on a case by case basis by the portfolio managers to determine whether they will be accepted.

All investments are reviewed for general creditworthiness based on three key categories:

1. General economic conditions in municipality and surrounding areas. Statistics that are reviewed may include general population poverty levels, concentrated manufacturing or service businesses in area, percentage of student population on free lunch programs, and residential foreclosure rates in investment area;

2. Underfunded pension and/or healthcare liability; and

3. All bonds, but specifically revenue bonds are reviewed as to the purpose of the bond and the security of the revenue stream that supports the projects(s). Finally all credits are reviewed as to general trends in financial management to determine whether credit is improving or deteriorating. This may include review of leverage and bond coverage ratios. The dominant sources of information for analysis are the bond offering statements and ongoing financial disclosures of specific credits.
Once a credit is determined to be appropriate for investment, an analysis of general market conditions and relative value to similar credits is conducted to determine an appropriate valuation of the bond. Allocation of a purchase will be determined by available cash in specific client accounts, individual client tax parameters (state residency), risk profiles, and potential cash flow needs.

Municipal Bond Laddered Portfolio Specific Risks (1-5 year, 1-10 year and 5-15 year maturity portfolios):

- **Credit Quality**: Many municipal bonds have good credit ratings, but some higher-yield bonds pose additional risks. Credit quality monitoring will be conducted for municipal security laddered portfolios on the same basis as it is for an actively managed municipal security portfolio. The portfolio management team will seek to apply the same ‘sell’ discipline to all portfolios based on its internal credit analysis.
- **Maturity**: Municipal bond laddered portfolios are designed to be held until maturity (except in the case of the long ladder) in order to benefit from the repayment of principal. In general, investors should select a laddered bond portfolio with maturity dates that correspond to their desired portfolio maturity.
- **Yield**: Municipal bond laddered portfolios yields will vary based on their maturity, credit quality, and other factors. Once the investor selects a time horizon for a laddered portfolio, the portfolio will not be managed for interest rate risks.

**High Yield Tax Exempt Methodology**

The two most important elements of this strategy are value investing and proprietary credit research.

The goal of the strategy is to outperform the Barclays Municipal High Yield Index. Additionally, the portfolio manager factors in top down economic factors such as interest rates, credit cycles and political trends. Individual local and state analysis is conducted including fiscal policy, political climate, surplus/deficits, as well as industry analysis. While value is the primary focus, duration management, sector allocation, yield curve positioning, buy/sell trade execution, and geographic allocation also play a role in security selection.

*Investing in securities involves risk of loss that clients should be prepared to bear.*

**Certain Risks related to the Strategies and Methodologies used by OAM**

**Risk of Fixed Income Securities**

There are risks associated with investing bonds. These include risks related to interest rate movements (interest rate risk, spread risk and reinvestment risk), and the risk of credit quality deterioration (credit or default risk). Clients may lose all or some of their monies when investing in bonds and should be prepared to bear such losses. These risks need to be evaluated and effectively managed if the client is to achieve the potential benefits of investing in fixed income securities. While we seek to manage these risks, there is no guaranty that we will succeed in managing any or all of them. The sub-advisory team may also seek to engage in workout or re-structuring agreements that are meant to enhance the value or safety of their investment position however these actions may not result in added value.

**Interest Rate Risk**

Interest rate is the risk associated with the price volatility of a bond. As interest rates rise, bond prices decline. The longer the maturity of a fixed coupon bond, the greater the price declines for a given change in interest rates. Interest rate risk is the risk that market interest rate fluctuations result in a decline in the security’s price between the time the investor buys it and the time (before maturity) at which he or she sells it. The bond’s price will decline when rates rise and vice versa.
Factors that affect interest rate risk include differences in coupon rates (the higher the coupon, the less the price movement), fixed vs variable coupons, and call features.

**Spread Risk**

Spread risk is the risk associated with changes in yields between issuers, credit ratings, sectors and/or markets. For example, sector spreads are yield differences between similarly rated bonds of different sectors. AA rated bonds of financial firms may trade at much higher yields than similarly rated industrial bonds. This spread relationship may change substantially while the general level of interest rates may remain unchanged.

**Reinvestment Risk**

Reinvestment risk is the risk that the cash flow received from a bond may be reinvested at a lower rate of return. Short-maturity bonds and callable bonds are the instruments most frequently associated with reinvestment risk. Callable bonds may subject the investors to reinvestment risk. Such bonds allow the issuer to repay the principal (with accrued interest) early. This gives the issuer the flexibility to refinance the debt if rates are low or declining. The timing of bond calls occurs precisely when investors do not want to receive their principal back, i.e., when they can only reinvest at either lower rates or in lower-quality securities. To compensate them for this reinvestment risk, investors in callables typically demand (and get) a higher interest rate as compared to non-callables.

**Credit Risk**

Credit or default risk is the risk that the issuer may be unable to make timely principal and interest payments on the bond. It is the critical determinant of a fixed income security’s quality.

All fixed income securities have credit risk. US Treasury securities are generally considered to have the least credit risk of all fixed income investments. Most corporate bonds are rated by a nationally recognized statistical rating agency such as Standard & Poor’s and Moody’s. Standard & Poor’s rates bonds from AAA (the best) to D (in default) with the ratings AAA, AA, A, and BBB considered to be “investment grade” and bonds rated BB, B, CCC, CC, C and D considered speculative grade. Generally the lower the rating the greater chance the obligor may not be able to repay their bonds in full and on time (default). Many factors contribute to the ultimate recovery of principal (and possibly back interest) should an issue default. Investors should pay particular attention to the issue’s ranking in the capital structure of the issuer.

High yield bonds are bonds rated BB or lower. High yield fixed income securities are considered to be speculative and involve a substantial risk of default. Adverse changes in economic conditions or developments regarding the issuer are more likely to cause price volatility for issuers of high yield debt than would be the case for issuers of higher grade debt securities. In addition, the market for high yield debt may be less attractive than that of higher-grade debt securities. These bonds tend to have significantly higher price volatility so an investor selling a high yield bond prior to maturity may receive only a fraction of the original purchase price. Additionally, in the event of default bondholders may receive limited recoveries, if any.

**Municipal Securities Risk**

Issuers of municipal securities tend to derive a significant portion of their revenue from taxes, particularly property and income taxes. Accordingly, decreases in personal income levels and property values and other unfavorable economic factors, such as a general economic recession, adversely affect municipal securities. Municipal issuers may also be adversely affected by rising healthcare costs, increasing unfunded pension liabilities and by the phasing out of federal programs providing financial support. Where municipal securities are issued to finance particular projects, especially those relating to education, healthcare, transportation, housing, water or sewer and utilities, issuers often depend on revenues from those projects to make principal and interest payments. Adverse conditions and developments in those sectors can result in lower revenues to issuers of municipal securities and can also have an adverse effect on the broader municipal securities market.
There may be less public information available on municipal issuers or projects than other issuers, and valuing municipal securities may be more difficult. In addition, the secondary market for municipal securities is less well developed and liquid than other markets, and dealers may be less willing to offer and sell municipal securities in times of market turbulence. Changes in the financial condition of one or more individual municipal issuers (or one or more insurers of municipal issuers), or one for more defaults by municipal issuers or insurers, can adversely affect liquidity and valuations in the market for municipal securities. The value of municipal securities can also be adversely affected by regulatory and political developments affecting the ability of municipal issuers to pay interest or repay principal, actual or anticipated tax law changes or other legislative actions, and by uncertainties and public perceptions concerning these and other factors.

The rate of interest paid on municipal securities normally is lower than the rate of interest paid on fully taxable securities. Some municipal securities, such as general obligation issues, are backed by the issuer’s taxing authority, while other municipal securities, such as revenue issues, are backed only by revenues from certain facilities or other sources and not by the issuer itself.

The municipal market can be susceptible to unusual volatility, particularly for lower-rated and unrated securities. Liquidity can be reduced unpredictably in response to overall economic conditions or credit tightening.

Risks of the High Yield Tax Exempt Strategy

The strategy will not be diversified. Being non-diversified may magnify the strategy’s losses from adverse events affecting a particular issuer.

The High Yield Tax Exempt Strategy focuses primarily on a wide variety of project revenue debt, which typically includes stand-alone projects with dedicated cash flow streams. Risks include the ability of a particular project to repay its debt based on that cash flow stream, generally without the municipality or its ability to tax as a form of repayment.

Certain revenue bonds are backed by settlements with tobacco companies. In 1998, the largest U.S. tobacco manufacturers reached an out of court agreement, known as the Master Settlement Agreement (the “MSA”), to settle claims against them by 46 states and six other U.S. jurisdictions. The tobacco manufacturers agreed to make annual payments to the government entities in exchange for the release of all litigation claims. A number of the states have sold bonds that are backed by those future payments. The settlement payments are based on factors, including, but not limited to, annual domestic cigarette shipments, cigarette consumption, inflation and the financial capability of participating tobacco companies. Payments could be reduced if consumption decreases, if market share is lost to non-MSA manufacturers, or if there is a negative outcome in litigation regarding the MSA.

Although the investment team may engage in workout or restructuring discussions with issuers, there is no guaranty that such discussions will result in agreement and or benefits for the bond investors. In fact, the fact that the issuer is engaging in such discussions reflects certain weaknesses in the credit.

Liquidity Risk

US Government bonds generally have the greatest liquidity, meaning that they can be purchased and sold quickly at prices very close to the inter-dealer market. At the other end of the liquidity spectrum are small issues of low rated bonds. As a result of regulatory changes affecting banks and broker-dealers, there may be less liquidity in the bond market.

Risk of Undervalued Securities

OIA may select fixed income securities that they believe are undervalued. A risk is that OIA’s analysis of the issuer may be incorrect and the securities may be worth less than OIA’s analysis.
Review of Client Accounts

The Client Services department of OAM performs the following reviews with respect to OIA, STAR and PAS accounts:

**Average Price Control Accounts Reconciliation**

A daily review is performed to reconcile block trades versus customer allocations in the trading control accounts. The purpose of the review is to identify and correct any differences and to determine that average prices are received when appropriate.

**OMS Capacity Discrepancy Report**

OMS Capacity Discrepancy Report is a daily report that monitors the capacity of all order management system trades. The purpose of the report is to identify any trades not executed in an agency capacity so that they can be corrected.

**FINET to Portfolio System Reconciliation**

A daily comparison of cash and security positions is made between the books and records of the firm as applicable and the portfolio system to ensure proper calculation of performance and billing. This reconciliation allows for the identification of positions, account switches or account closes.

**Monthly Performance Review**

Monthly performance returns are reviewed and compared to other account returns under the same portfolio manager and index returns to look for outliers. The portfolio holdings and activity for outlying accounts may be examined to verify the performance return.

**Reorganization/Tender Notices**

A daily review of all notifications regarding corporate reorganization and tenders for managed accounts. The purpose of the review is to identify and respond to these notifications with the instructions of the portfolio manager within the specified time frame.

**Daily Cash Additions/Withdrawals**

A daily review of a books and records generated report to identify cash activity in managed accounts. The purpose of the report is to identify cash additions and withdrawals greater than $5,000 so that the portfolio manager can be notified. Accounts may be reviewed on other than a periodic basis if the account has an allocation to money market funds.

Clients have access to quarterly written performance reports regarding their account. Clients also receive a monthly custodian statement from Oppenheimer for accounts that are custodied at Oppenheimer.

OIA portfolio managers review accounts on a daily basis utilizing the accounting/performance system and analytical system. Accounts are screened daily for cash flow and account balance information. Portfolios are screened bi-weekly for quantitative statistics including average duration, coupon and ratings information. OIA performance is reviewed internally on a quarterly basis.

**Factors Prompting Review of Client Accounts Other than a Periodic Review**
Accounts may be reviewed more frequently as a result of any of the following:

- Cash balance that needs to be reinvested
- Sales of a security in the account
- Buying a security to replace a sold security or to utilize cash in the account
- Reviewing the duration of the account
- Reviewing overall credit quality of the account

Portfolios are reviewed as market conditions dictate for total return and interest rate sensitivity.

Clients may receive a written report of their accounts on a quarterly basis. The report lists all holdings, performance of the account and comparisons to relevant indexes.

Proxy Voting

OAM has engaged Glass Lewis & Co. Inc. (“Glass Lewis”) to provide research and advice on shareholder voting. OAM has reviewed and adopted Glass Lewis guidelines on proxy voting. Glass Lewis will submit its recommended vote to OAM and OAM will have the opportunity to accept or override the recommendation. OAM may consult with Glass Lewis for matters that are decided on a case by case basis.

Unless a client directs otherwise, OAM or the UMA Discretionary Manager in the UMA program will be authorized to take action and render advice with respect to the voting of proxies for securities held in an account. OAM will not vote proxies for securities held in a PAS Flex or a STAR account. For the STAR program, proxy voting is agreed to between the client and the third party manager on a manager by manager basis.

Unless a client directs otherwise, OAM will not send annual reports, proxy statements and other materials issued by portfolio companies in which a client’s assets are invested.

Clients may request information on how OAM has voted proxies for their accounts and may request OAM’s Proxy Voting Policies and Procedures by contacting:

Oppenheimer Asset Management Inc.
85 Broad Street, New York, NY 10004
Attn: Proxy Voting Department.
212-885-4828

Clients must specifically request that OAM vote their proxies. If OAM does not have authority to vote client securities, clients will receive their proxies directly from their custodian.

As a general matter, OAM refrains from participating in class action matters and also refrains from submitting proofs of claims on behalf of its clients.

Item 7. Client Information Provided to Portfolio Managers

The client’s Confidential Profile and a copy of the client’s advisory agreement are sent to the portfolio manager before the portfolio manager accepts the account. If a client communicates any change in financial circumstances that would affect the management of the account, that information will be provided to the portfolio manager.

Item 8. Client Contact with Portfolio Managers
Clients may request contact with their portfolio managers by first contacting their Financial Advisor. Discussions with a client’s portfolio manager may include the client, the portfolio manager and a representative of OAM.

**Item 9. Additional Information**

**Disciplinary Information**

On March 11, 2013, OAM and its affiliate, Oppenheimer Alternative Investment Management, LLC (“OAIM”), without admitting or denying the findings, consented to the issuance of an administrative order (the “Order”) with the Securities and Exchange Commission (“SEC”). Also on March 11, 2013, OAM entered into an Assurance of Discontinuance (“AOD”) with the Attorney General of the Commonwealth of Massachusetts (“MA AG”) based on the same conduct that was the subject of the Order. The Order and the AOD found that while the written policies and procedures of OAM and OAIM required the compliance department to review and approve marketing materials, those procedures did not require a review of portfolio manager valuations and accordingly were not reasonably designed to ensure that valuations were determined in a manner consistent with written representations to investors. The SEC found that OAM and OAIM willfully violated, and were censured and ordered to cease and desist from future violations of Sections 17(a)(2) and 17(a)(3) of the Securities Act of 1933 (the “Securities Act”) and Section 206(4)-7 and Section 206(4)-8 of the Investment Advisers Act of 1940 (the “Advisers Act”) and Rules 206(4)-7 and 206(4)-8 thereunder. The MA AG found that OAM and OAIM violated M.G.L.c. 93A. As per the terms of the Order and the AOD, OAM and OAIM paid a total of $2,269,098 in disgorgement to investors who invested in the fund between October 2009 through June 2010, paid a civil penalty of $617,579 to the SEC, paid a penalty of $132,421 to the Commonwealth of Massachusetts and OAM and OAIM retained an independent consultant to conduct a review of their valuation policies and procedures.

OAM is one member of a diversified financial services company. OAM has affiliates that are subject to both civil and regulatory legal actions. Each affiliate is identified in our ADV Part 1 in Section 7A and these actions are disclosed in the affiliate’s ADV as well as other regulatory filings and notices. As a result, regulatory action involving an affiliate in the future may result in a material adverse effect on the business or operations of that affiliate.

**Code of Ethics, Participation or Interest in Client Transaction and Personal Trading**

OAM has adopted a written Code of Ethics pursuant to Rule 204A-1 under the Investment Advisers Act of 1940. A copy of the Code of Ethics will provided upon request to any client or prospective client. The purpose of the Code of Ethics is to set forth standards of conduct expected of advisory personnel and address conflicts, such as front running, that arise from personal trading by advisory personnel. The Code of Ethics addresses these conflicts as follows:

1. Certain advisory personnel with access to the securities trading of advisory clients are deemed as “access persons”;
2. These access persons of the adviser are required to certify that they are in compliance with the Code of Ethics on an annual basis;
3. Access persons are also required to provide compliance personnel with brokerage accounts through which they conduct personal trading, and
4. Access persons are required to obtain written pre-clearance by compliance personnel of all personal securities transactions (other than certain exceptions to this requirement as defined in the Code of Ethics).

OAM and certain of its affiliates are engaged or may engage in investment activities for separate accounts for individuals and institutions or for their own accounts. These various accounts may from time to time purchase, sell or hold certain investments which are also being purchased, sold or held by other client accounts of OAM. For client accounts of OAM pursuing the same investment strategy, OAM will seek to allocate investments among these...
accounts on an equitable basis, taking into account such factors as the relative amounts of capital available for new investments. OAM and its officers and employees devote as much of their time to the activities of its clients as OAM deems necessary and appropriate. Please contact James Capezzuto at james.capezzuto@opco.com for a copy of this code.

Oppenheimer acts as the placement agent for the sale of interests in collective investment vehicles for which subsidiaries of OAM serve as investment adviser or general partner.

Oppenheimer, a registered broker-dealer that is affiliated with OAM and which effects transactions on an agency basis on behalf of its clients and as principal for its own account in those securities in which it makes a market, may, on occasion, act as broker for an advisory client of Oppenheimer or OAM on one side and a client for whom it (or its affiliates) does not act as investment adviser on the other side of a securities transaction.

Oppenheimer may take positions or actions that are contrary to the interests of clients of OIA.

All clients are advised through clauses in the advisory contract that Oppenheimer is a broker-dealer and may have a position or interest in securities which are recommended and purchased for their accounts. In their capacity as registered representatives of Oppenheimer, Financial Advisors may indirectly receive a portion of client commissions paid to Oppenheimer as well as other compensation paid to OAM.

Albert Lowenthal, Chairman and Bryan McKigney, President of OAM, are registered representatives of Oppenheimer but generally do not function in that capacity.

Other Financial Activities and Affiliations

OAM’s advisory programs are offered to clients by Financial Advisors of Oppenheimer.

OAM is the managing member of several subsidiaries that act as investment adviser to registered investment companies and other pooled investment vehicles. These investment companies and pooled investment vehicles pay performance fees as well as management fees. To the extent that OAM includes an allocation to alternative investments in the asset allocation advice it gives to clients, OAM may have a material conflict of interest in recommending an asset class that will pay greater compensation to OAM or its affiliates than other asset classes. Financial Advisors receive a portion of the management fee and incentive fee paid by collective investment vehicles to subsidiaries of OAM and may have a financial incentive to recommend those collective investment vehicles.

Portfolio managers or their affiliates that participate in OAM advisory programs may have other business relationships with Oppenheimer such as institutional trading or investment banking. OAM does not consider any such relationships when determining whether or not to recommend a portfolio manager or mutual fund for one of its advisory programs.

OAM is an affiliate of Oppenheimer & Co. Inc., a registered broker dealer and full service investment firm as well as a registered investment adviser. Oppenheimer provides services such as investment banking, equity research, institutional sales, municipal finance and debt capital markets. Oppenheimer Trust Company, an affiliate of Oppenheimer, provides trust services to high net worth individuals, not for profit organizations and businesses. Oppenheimer Trust Company recommends OAM advisory programs or products of OAM to its trust clients.

Research

Oppenheimer has procedures in place to avoid improper communications between Oppenheimer research employees and employees of other Oppenheimer departments including Financial Advisors of Oppenheimer. Oppenheimer Asset Management employs Strategists that provide research to asset management affiliates and to third parties and may also be distributed by our affiliated broker dealer.
**Investment Banking**

In order to prevent the improper use of material, non-public information from one part of Oppenheimer to another, Oppenheimer has created “information barriers” or “information walls” around each department that holds this information. Each business unit that regularly holds customer confidential information (such as investment banking) is on the “Private Side” of the information wall. In contrast, each business unit that does not hold confidential information is on the “Public Side” of the wall. Financial Advisors of Oppenheimer are considered to be on the “Public Side” of the wall. Employees on the Private Side of each information wall are prohibited from providing any material, non-public information to employees on the Public Side of the information wall.

Regulatory requirements prohibit Private Side investment banking personnel who are in possession of material, non-public information from discussing a pending transaction with individuals on the Public Side (or employees on the Private Side who do not have a “need to know”). Only those employees directly involved in or necessary to the due diligence process of an investment banking transaction are permitted to be brought “over the wall.”

**Client Referrals and Other Compensation**

Portfolio managers that participate in the various UMA or STAR programs and mutual funds that are available in the PAS Flex and PAS MAS programs do not pay any fees to OAM or Oppenheimer for participating in these programs. Certain portfolio managers and advisers or distributors of mutual funds available in OAM advisory programs pay for or reimburse for various costs relating to client and prospective client meeting sales and marketing materials and educational training and sales meetings held with Financial Advisors of Oppenheimer and personnel of OAM. These portfolio managers and affiliates of mutual funds also pay for the cost of reasonable entertainment in connection with OAM sponsored or client related events.

The funds available in the PAS Flex and PAS MAS programs also may be purchased by clients in their brokerage accounts but are sold with the applicable sales charge.

Certain fund companies pay Oppenheimer a mutual fund support fee for marketing, training operations and systems support with respect to mutual fund shares sold to clients in their Oppenheimer brokerage accounts. These payments are known as revenue sharing or service sharing payments and may be made with respect to fund purchases in OAM directed advisory programs.

OAM pays cash compensation for client referrals in accordance with Rule 206(4)-3 under the Investment Advisers Act of 1940. Compensation paid is a percentage of the assets under management or a percentage of the fee payable by the referred clients and may be paid as long as the client maintains an advisory account with OAM.

Cash assets in the advisory programs will be invested at certain participating banks in the Advantage Bank Deposit Program. The Advantage Bank Deposit Program may be significantly more profitable to Oppenheimer than money market fund sweep vehicles. The fee payable to and retained by Oppenheimer may be as high as 5% of the household balances invested in the Advantage Bank Deposit Program.

Oppenheimer also compensates third parties for client referrals. Compensation paid is a percentage of the fee payable by the referred clients and includes fees paid for OAM advisory programs.

Employees of OAM and Oppenheimer and their affiliates receive reduced fees on their advisory accounts.

**Brokerage Practices**

OIA and its advisory affiliates refer to employees who perform investment advisory services as “Portfolio Managers” or “investment adviser representatives.” Portfolio Managers that deliver their services with the
assistance of other Portfolio Managers are referred to as a “Group.” The Investment Grade Tax Exempt Group manages separate accounts for clients of OIA with the investment objective of investment grade tax exempt fixed income. The Investment Grade Tax Exempt Group provides investment advisory services to their clients with the assistance of the members of the Group but without the assistance of portfolio managers of other Groups. The Taxable Group manages taxable fixed income strategies for clients of OIA and for clients of Oppenheimer Investment Management LLC, an advisory affiliate. The Portfolio Managers of the Taxable Group deliver their services with the assistance of the members of the Group but without the assistance of portfolio managers of other Groups.

OIA will utilize electronic trading platforms that seek to obtain a best price from a number of disclosed and undisclosed platform participants. OIA will enter both purchase and sale transactions in the same security on the same day. While it does not intend to engage in cross transactions, since it selects counterparties based on the best bid or offer, it may result in opposite direction trades being executed with the same counterparty.

The Groups allocate investments among client accounts in a fair and equitable manner. A variety of factors (to the extent applicable in each instance) will be considered in making such allocations. These factors include, in no particular order:

1. Investment objectives or strategies for particular accounts
2. Tax considerations of an account
3. Risk or investment concentration parameters for an account
4. Supply or demand for a security at a given price level
5. Size of available investment
6. Cash availability and liquidity requirements for accounts
7. Regulatory restrictions
8. Account ramp-up
9. Minimum investment size of an account and
10. Relative size of account.

Investments may not be allocated to one client account over another based on any of the following considerations:

1. To favor one client account at the expense of another
2. To generate higher fees paid one client account over another or to produce greater compensation to the advisory entity
3. To develop or enhance a relationship with a client or prospective client and
4. To compensate a client for past services or benefits provided to the advisory entity or to induce future benefits or services.

The Groups will not aggregate client transactions unless they believe that aggregation is consistent with their duty to seek best execution (which includes best price) for its clients and is consistent with clients’ investment advisory agreements. Each account that participates in an aggregated order will participate at the same prices for all transactions of the respective Group in that security on a given day with all transaction costs shared on a pro rata basis. Transactions for advisory accounts that are custodied at Oppenheimer may be aggregated with transactions for accounts that are custodied at other custodians. It is often not possible to receive the same price or time of execution in multiple transactions in an aggregated order. Therefore such aggregated order may be executed in one or more transactions at varying prices and each client’s order that is custodied at Oppenheimer will receive the average price for the day with respect to such transactions. Transactions for accounts that are custodied at custodians other than Oppenheimer cannot receive the average price of transactions executed at different times. OAM will not receive any additional compensation as a result of an aggregated order.

Oppenheimer as a broker-dealer receives remuneration, compensation or other consideration for directing customer orders for securities to particular market centers for execution. Such consideration, if any, may take the form of
credits against fees due such market centers, monetary payments, research, reciprocal agreements for the provision of order flow, products or services or other items of remuneration. Oppenheimer as a broker-dealer may also receive payment for routing the options orders to designated broker/dealers or market centers for execution. Compensation may be in the form of a per contract cash payment. The source and amount of any compensation received in connection with options transactions and any additional information concerning the options order flow payments will be furnished upon written request.

Clients may request a copy of the most recent Report on Oppenheimer & Co. Inc.’s Description of the System and the Suitability of the Design and Operating Effectiveness of its Controls Related to Its Custody Services (prepared pursuant to Statement on Standards for Attestation Engagement No. 16) by contacting James Capezzuto at james.capezzuto@opco.com.
BROCHURE SUPPLEMENT

Leo Dierckman
630 W. Carmel Drive, Suite 250
Carmel, IN 46032
317-843-3603

Oppenheimer Asset Management Inc.
85 Broad Street
New York, NY 10004
212-667-4000

March 23, 2018

This brochure supplement provides information about Leo Dierckman that supplements the Oppenheimer Asset Management Inc. brochure. You should have received a copy of the brochure. Please contact Cyndi Collins at 317-843-3607 or at Cyndi.collins@opco.com if you did not receive the Oppenheimer Asset Management Inc. brochure or if you have any questions about the contents of this supplement.

Additional information about Leo Dierckman is available on the SEC website at www.adviserinfo.sec.gov.
Item 2. Leo Dierckman

Year of Birth: 1963

Formal Education after high school:

Indiana University, BS, Finance 1986:

Business Background for the preceding five years

Managing Director, Portfolio Manager, Oppenheimer Asset Management Inc., June 2005 to present.

Item 3. Disciplinary Information

Item 3 requires the disclosure of all material facts regarding any legal or disciplinary events material to a client’s or prospective client’s evaluation of Leo Dierckman. At this time, there are no items to report that are applicable to this item.

Item 4. Other Business Activities

In addition to serving as a portfolio manager for Oppenheimer Asset Management Inc., Leo Dierckman is a taxable fixed income portfolio manager for Oppenheimer Investment Management LLC, the wholly owned subsidiary of parent Oppenheimer Asset Management Inc.

Mr. Dierckman has no business activities away from Oppenheimer Asset Management Inc. or Oppenheimer Investment Management LLC that represent more than 10% of his time and income.

Item 5. Additional Compensation
None

Item 6. Supervision

Mr. Dierckman is supervised by Bryan McKigney, President of Oppenheimer Asset Management Inc., 212-885-4827. In addition to supervision by Mr. McKigney, the Portfolio Review Board of Oppenheimer Asset Management Inc. reviews accounts managed by Mr. Dierckman on a quarterly basis. The Portfolio Review Board reviews performance of accounts and any changes in strategies.
New regulations governing retirement plans require that certain disclosures be made to the fiduciaries of ERISA retirement plans. While we have previously satisfied those disclosure obligations, this notice is a reminder to you that our services, status under the law and compensation were disclosed in the Investment Management Agreement you signed with Oppenheimer Investment Advisers (OIA), a division of Oppenheimer Asset Management Inc. If you would like another copy of your agreement, or if you have any questions about your agreement or about the disclosures, please contact Cyndi Collins at 317 843-3607.

The “service” descriptions are in sections 1 of that Agreement.

The “compensation” is described in section 3(a) and Exhibit B of the Agreement.

And, as more fully described in the Agreement, we are providing services to your retirement plan as an investment adviser registered under the Investment Advisers Act of 1940 and as a discretionary fiduciary investment adviser within the meaning of ERISA section 3(21)(A)(i), but only for the investment advice that we provide to you under the terms of the Agreement.

This notice is intended for the “responsible plan fiduciary” (RPF) of the retirement plan of the addressee. If you are not the RPF, this notice should be forwarded to that person(s) and you should notify Ms Collins. (The RPF is the plan fiduciary who is responsible for engaging Oppenheimer to provide services to your plan.)

Thank you for your attention to this matter. Please contact Ms. Collins should you have any questions.

Very truly yours,

Oppenheimer Investment Advisers

THIS NOTICE CONSTITUTES A DISCLOSURE STATEMENT UNDER ERISA REGULATION SECTION 2550.408B-2.
BROCHURE SUPPLEMENT

Michael Richman
630 W. Carmel Drive, Suite 250
Carmel, IN 46032
317-843-3602

Oppenheimer Asset Management Inc.
85 Broad Street
New York, NY 10004
212-667-4000

March 23, 2018

This brochure supplement provides information about Michael Richman that supplements the Oppenheimer Asset Management Inc. brochure. You should have received a copy of the brochure. Please contact Cyndi Collins at 317-843-3607 or at cyndi.collins@opco.com if you did not receive the Oppenheimer Asset Management Inc. brochure or if you have any questions about the contents of this supplement.

Additional information about Michael Richman is available on the SEC website at www.adviserinfo.sec.gov.
Item 2. Michael Richman

Year of Birth: 1971

Formal Education after high school:

Indiana University, BS, Finance 1993

Business Background for the preceding five years:

Managing Director, Portfolio Manager, Oppenheimer Asset Management Inc., June 2005 to present.

Item 3. Disciplinary Information

Item 3 requires the disclosure of all material facts regarding any legal or disciplinary events material to a client’s or prospective client’s evaluation of Michael Richman. At this time, there are no items to report that are applicable to this item.

Item 4. Other Business Activities

In addition to serving as a portfolio manager for Oppenheimer Asset Management Inc., Michael Richman is a portfolio manager for Oppenheimer Investment Management LLC., the wholly owned subsidiary of Oppenheimer Asset Management Inc.

Mr. Richman has no business activities away from Oppenheimer Investment Management LLC or Oppenheimer Asset Management Inc. that represent more than 10% of his time and income.

Item 5. Additional Compensation

None

Item 6. Supervision

Mr. Richman is supervised by Bryan McKigney, President of Oppenheimer Asset Management Inc., 212-885-4827. In addition to supervision by Mr. McKigney, the Portfolio Review Board of Oppenheimer Asset Management Inc. reviews accounts managed by Mr. Richman on a quarterly basis. The Portfolio Review Board reviews performance of accounts and any changes in strategies.
New regulations governing retirement plans require that certain disclosures be made to the fiduciaries of ERISA retirement plans. While we have previously satisfied those disclosure obligations, this notice is a reminder to you that our services, status under the law and compensation were disclosed in the Investment Management Agreement you signed with Oppenheimer Investment Advisers (OIA), a division of Oppenheimer Asset Management Inc. If you would like another copy of your agreement, or if you have any questions about your agreement or about the disclosures, please contact Cyndi Collins at 317 843-3607.

The “service” descriptions are in sections 1 of that Agreement.

The “compensation” is described in section 3(a) and Exhibit B of the Agreement.

And, as more fully described in the Agreement, we are providing services to your retirement plan as an investment adviser registered under the Investment Advisers Act of 1940 and as a discretionary fiduciary investment adviser within the meaning of ERISA section 3(21)(A)(i), but only for the investment advice that we provide to you under the terms of the Agreement.

This notice is intended for the “responsible plan fiduciary” (RPF) of the retirement plan of the addressee. If you are not the RPF, this notice should be forwarded to that person(s) and you should notify Ms Collins. (The RPF is the plan fiduciary who is responsible for engaging Oppenheimer to provide services to your plan.)

Thank you for your attention to this matter. Please contact Ms. Collins should you have any questions.

Very truly yours,

Oppenheimer Investment Advisers

THIS NOTICE CONSTITUTES A DISCLOSURE STATEMENT UNDER ERISA REGULATION SECTION 2550.408B-2.
Privacy Policy

PRIVACY POLICY - HOW WE USE AND PROTECT YOUR PERSONAL INFORMATION

In connection with providing financial services to you, our clients, it is necessary for Oppenheimer & Co. Inc. ("Oppenheimer") to collect items of nonpublic, personal information ("personal information") about you. Oppenheimer knows the importance of maintaining the privacy and confidentiality of your personal information. This Policy addresses Oppenheimer’s treatment of client personal information and answers the questions most clients have regarding such treatment.

WHAT TYPES OF PERSONAL INFORMATION DO WE COLLECT/MAINTAIN AND FROM WHERE DO WE COLLECT IT?

When opening your account, Oppenheimer will collect information about you such as your name, age, address, citizenship, marital status, phone numbers, e-mail address and Social Security/Taxpayer Identification Number. Additionally, Oppenheimer collects background information, information concerning your creditworthiness and your credit history from consumer reporting agencies and other outside vendors when opening your account. Furthermore, in order to provide you with services and products best suited to your financial needs, Oppenheimer will collect information such as income sources, assets, financial/investment goals/objectives, and investment experience from you.
Oppenheimer collects much of your personal information directly from you. This is via your new account application, other documents that you may be asked to submit from time to time and through correspondence such as telephone calls or electronic mail. We also collect certain personal information (background information and credit history) from outside sources, including third party vendors who perform background checks and verify identities and consumer reporting agencies. Lastly, Oppenheimer collects/compiles information from your account records, such as what investments you hold, the transactions taking place in your account and your account balances.

HOW IS YOUR PERSONAL INFORMATION UTILIZED?

Oppenheimer uses your personal information in a variety of ways in connection with providing you with services to meet your financial goals and needs. As already stated, we use your information to establish your account here. Federal laws and regulations including, the Patriot Act, require financial institutions, like Oppenheimer, to obtain and maintain certain information about their clients. In addition, your financial advisor will use this personal information for investment purposes, to help you with your overall investment program and to communicate with you about products or investments that you have expressed an interest in or that they believe may be of interest to you.

From time to time, in the course of providing these services, Oppenheimer may share your personal information with nonaffiliated parties. Among the nonaffiliated third parties we may share your information with are: service providers that we use to generate statements or reports on your accounts, vendors who verify your creditworthiness or identity, companies we use to process transactions in your account, companies that provide marketing services for us and entities that provide legal or consulting services to Oppenheimer. Furthermore, Oppenheimer may enter into joint marketing agreements with nonaffiliated third parties. Please note that, in these cases, Oppenheimer only shares your personal information with nonaffiliated third parties after entering into a contractual relationship that: (1) limits the
nonaffiliated third party from using your personal information for any purpose other than the purpose Oppenheimer intended and (2) requires the nonaffiliated party to keep your personal information confidential.

Additionally, Oppenheimer may also share your personal information to nonaffiliated third parties where permitted by law.

Occasionally, your personal information like your creditworthiness may be shared with companies that are affiliated with Oppenheimer in connection with marketing of their products or services.

In certain cases you may "opt out," of information sharing. Please see the section entitled OPTING OUT OF INFORMATION SHARING to learn when and how you can instruct Oppenheimer not to share your personal information.

HOW DO WE PROTECT YOUR PERSONAL INFORMATION?

Oppenheimer has procedural, physical and technological safeguards that protect against loss or unauthorized disclosure of your personal information.

Procedurally, Oppenheimer employees are bound by, and held accountable to, a code of conduct and policies regarding confidentiality and the treatment of client information. Furthermore, only those Oppenheimer employees who require access to your personal information in order to provide customary services (investment, administrative, legal) to your account are granted access to your personal information.

Physically, Oppenheimer has policies that require our employees to store and destroy documents containing your personally identifiable information in accordance with federal guidelines.
Technologically, Oppenheimer uses methods such as encrypting files, locking down access to client information to prevent removal from the firm and masking of data on computer screens to protect your personal information.

As previously mentioned, before Oppenheimer shares your personal information with a nonaffiliated third party (other than for legal or regulatory purposes), we require that party to enter into a contractual agreement that limits the use of your personal information and requires that party to maintain the confidentiality of your personal information.

Finally, should your relationship with Oppenheimer end, your personal information will remain protected in accordance with our privacy practices as outlined in this Policy.

OPTING OUT OF SHARING YOUR INFORMATION

Oppenheimer reserves the right to disclose or share your personal information with the above-described nonaffiliated third parties, for the above-described purposes as permitted by applicable federal laws and regulations.

You may, however, instruct Oppenheimer not to share information with our affiliated companies about your creditworthiness or for marketing purposes, for purposes other than servicing or maintaining your account, as described above. Below is a description of how you may opt out of that information sharing.

You may also opt out of information sharing with nonaffiliated parties except in those circumstances described above. Below is a description of how you may opt out of that information sharing.

For your convenience, Oppenheimer provides several methods for you to opt out of sharing your information in the above circumstances and as permitted by law. You may:
(1) Contact the Financial Advisor who services your account and provide him or her with written instructions to add your name to Oppenheimer’s “Opt Out” list; or

(2) Send an email to us at: optout@opco.com with your name and account number requesting that your name be added to Oppenheimer’s “Opt Out” list;

REVISED POLICIES

This Policy may change from time to time to reflect changes in our practices and in regulations concerning the collection and use of personal information. Oppenheimer customers will receive notification of any revisions or changes to this policy. If you have any questions or would like more information, please do not hesitate to contact your Financial Advisor.

CONTACT US

FIND A FINANCIAL ADVISOR

INVESTOR RELATIONS

LINKEDIN

Statement of Financial Condition
DISCLOSURE STATEMENT IN CONNECTION WITH ERISA SECTION 408(B)(2) of Oppenheimer Asset Management Inc.

March 2018

Oppenheimer Asset Management Inc. provides certain discretionary investment management services to clients of Citi Private Bank (the “Sponsor”) under the Program with respect to the following investment strategies: OIA High Yield Fixed Income (each, a “Strategy”). This information is being provided in connection with certain accounts which we believe or have reason to believe are subject to the Employee Retirement Income Security Act of 1974, as amended (“ERISA”).

Under ERISA, a plan sponsor or other fiduciary has a fiduciary responsibility to prudently select and monitor those hired to provide services to the plan and their related fees and compensation, to ensure, among other things, the reasonableness of the service arrangement and that the compensation received by the service provider is reasonable in light of the services provided. This disclosure document is designed to assist you in meeting that fiduciary responsibility.

If you are not the “responsible plan fiduciary” authorized to engage the service providers (including Oppenheimer Asset Management Inc. or the Sponsor) for your Plan, please forward this document to the appropriate responsible plan fiduciary.

<table>
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<tr>
<th>Required Information</th>
<th>Location(s)</th>
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<tr>
<td>Description of the services Oppenheimer Asset Management Inc. will provide to your Plan as a registered investment adviser.</td>
<td>Pursuant to an investment management agreement (the “Agreement”) with the Sponsor, provides investment advisory services to clients under the Program.</td>
</tr>
<tr>
<td>A statement concerning the services that Oppenheimer Asset Management Inc. will provide as registered investment adviser and as a fiduciary under Section 3(21) of ERISA.</td>
<td>Oppenheimer Asset Management Inc. expects to act as a registered investment adviser and, where the client is subject to the fiduciary responsibility provisions of ERISA, as an ERISA fiduciary with respect to clients of Sponsor under the Program with respect to one or more of the Strategies.</td>
</tr>
<tr>
<td>Compensation Oppenheimer Asset Management Inc. will receive from your Plan (“direct” compensation).</td>
<td>None. Your Plan pays a “wrap” fee to the Sponsor in connection with your participation in the Program.</td>
</tr>
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</table>
**Compensation Oppenheimer Asset Management Inc. will receive from other parties that are not related to Oppenheimer Asset Management Inc. (“indirect” compensation).**

**Management fee.** Pursuant to the Agreement with the Sponsor, and in connection with providing investment advisory services to ERISA plans and other clients under the Agreement, Sponsor pays Oppenheimer Asset Management Inc. an asset-based management fee, generally in the range of between 35 to 50 basis points per annum. A number of factors may influence the specific fees payable with respect to any given Strategy, including market conditions and assets under management for all clients of Oppenheimer Asset Management Inc. in the Program with respect to the strategy involved, or all strategies offered under the Program.

**Soft dollars.** See Item 12 of Oppenheimer Asset Management Inc.’s Form ADV Part 2 for a full description of soft dollar arrangements.

**Gifts and Entertainment.** Oppenheimer Asset Management Inc. does not expect to receive any gifts or entertainment in connection with providing services to any Plan that would cause Oppenheimer Asset Management Inc. to report any such amount under Schedule C of Form 5500. Oppenheimer Asset Management Inc. personnel may not receive gifts in excess of $100 per year from any client or potential client, and all gifts must be disclosed to the legal/compliance department.

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<th>Compensation that will be paid among Oppenheimer Asset Management Inc. and related parties.</th>
<th>N/A. No Oppenheimer Asset Management Inc. affiliate or subcontractor provides services that are charged to the Plan account or are charged on a per-transaction basis.</th>
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<tr>
<td>Compensation Oppenheimer Asset Management Inc. will receive if you terminate the Agreement.</td>
<td>None.</td>
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<td>The cost to your Plan of recordkeeping services.</td>
<td>N/A. Oppenheimer Asset Management Inc. does not provide recordkeeping services to the Plan.</td>
</tr>
<tr>
<td>Fees and Expenses relating to Your Plan’s Investment Options.</td>
<td>N/A. Oppenheimer Asset Management Inc. provides the services contemplated and described herein and in the Program’s governing documents directly to the Plan, not through a fund or product.</td>
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