

OMB APPROVAL

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FORM ADV

Uniform Application for Investment Adviser Registration

Part II - Page 1

Name of Investment Adviser: Van Der Noord Financial Advisors, Inc.	
Address: (Number and Street) (City) (State) (Zip Code) The Village at Thornblade, 420 The Parkway, Suite G-2, Greer, SC 29650	Area Code: Telephone Number: (864) 801-1977

**This part of FORM ADV gives information about the investment adviser and its business for the use of clients.
The information has not been approved or verified by any government authority.**

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(Schedule A, B, C, D, and E are included with Part I of this Form, for the use of regulatory bodies, and are not distributed to clients.)

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

Applicant:
Van Der Noord Financial Advisors, Inc.

SEC File Number:
801- N/A

Date:
January 9, 2008

1. A. Advisory Services and Fees. (check the applicable boxes)

For each type of service provided, state the approximate % of total advisory billings from that service. (See instruction below.)

Applicant:

- | | | | |
|-------------------------------------|--|----|---|
| <input checked="" type="checkbox"/> | (1) Provides investment supervisory services | 5 | % |
| <input checked="" type="checkbox"/> | (2) Manages investment advisory accounts not involving investment supervisory services..... | 5 | % |
| <input checked="" type="checkbox"/> | (3) Furnishes investment advice through consultations not included in either service described above... | 70 | % |
| <input type="checkbox"/> | (4) Issues periodicals about securities by subscription | | % |
| <input type="checkbox"/> | (5) Issues special reports about securities not included in any service described above..... | | % |
| <input type="checkbox"/> | (6) Issues, not as part of any service described above, any charts, graphs, formulas, or other devices which clients may use to evaluate securities..... | | % |
| <input checked="" type="checkbox"/> | (7) On more than an occasional basis, furnishes advice to clients on matters not involving securities... | 20 | % |
| <input type="checkbox"/> | (8) Provides a timing service | | % |
| <input type="checkbox"/> | (9) Furnishes advice about securities in any manner not described above..... | | % |

(Percentages should be based on applicant's last fiscal year. If applicant has not completed its first fiscal year, provide estimates of advisory billings for that year and state that the percentages are estimates.)

- B. Does applicant call any of the services it checked above financial planning or some similar term?
- | | | |
|--|-------------------------------------|--------------------------|
| | Yes | No |
| | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

C. Applicant offers investment advisory services for: (check all that apply)

- | | | | |
|-------------------------------------|--|--------------------------|-----------------------|
| <input checked="" type="checkbox"/> | (1) A percentage of assets under management | <input type="checkbox"/> | (4) Subscription fees |
| <input checked="" type="checkbox"/> | (2) Hourly charges | <input type="checkbox"/> | (5) Commissions |
| <input checked="" type="checkbox"/> | (3) Fixed fees (not including subscription fees) | <input type="checkbox"/> | (6) Other |

D. For each checked box in A above, describe on Schedule F:

- the services provided, including the name of any publication or report issued by the adviser on a subscription basis or for a fee
- applicant's basic fee schedule, how fees are charged and whether its fees are negotiable
- when compensation is payable, and if compensation is payable before service is provided, how a client may get a refund or may terminate an investment advisory contract before its expiration date

2. Types of clients - Applicant generally provides investment advice to: (check those that apply)

- | | | | |
|-------------------------------------|-------------------------------------|--------------------------|--|
| <input checked="" type="checkbox"/> | A. Individuals | <input type="checkbox"/> | E. Trusts, estates, or charitable organizations |
| <input type="checkbox"/> | B. Banks or thrift institutions | <input type="checkbox"/> | F. Corporations or business entities other than those listed above |
| <input type="checkbox"/> | C. Investment companies | <input type="checkbox"/> | G. Other (describe on Schedule F) |
| <input type="checkbox"/> | D. Pension and profit sharing plans | | |

Answer all items. Complete amended pages in full, circle amended items and file with execution page (page 1)

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Applicant:
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3. Types of Investments. Applicant offers advice on the following: (check those that apply)

- | | |
|---|---|
| <input checked="" type="checkbox"/> A. Equity securities
<input checked="" type="checkbox"/> (1) exchange-listed securities
<input checked="" type="checkbox"/> (2) securities traded over-the-counter
<input checked="" type="checkbox"/> (3) Foreign issuers | <input checked="" type="checkbox"/> H. United States government securities |
| <input type="checkbox"/> B. Warrants | <input checked="" type="checkbox"/> I. Options contracts on:
<input checked="" type="checkbox"/> (1) securities
<input type="checkbox"/> (2) commodities |
| <input checked="" type="checkbox"/> C. Corporate debt securities (other than commercial paper) | <input type="checkbox"/> J. Futures contracts on:
<input type="checkbox"/> (1) tangibles
<input type="checkbox"/> (2) intangibles |
| <input type="checkbox"/> D. Commercial paper | <input checked="" type="checkbox"/> K. Interests in partnerships investing in:
<input checked="" type="checkbox"/> (1) real estate
<input checked="" type="checkbox"/> (2) oil and gas interests
<input checked="" type="checkbox"/> (3) other (explain on Schedule F) |
| <input checked="" type="checkbox"/> E. Certificates of deposit | <input type="checkbox"/> L. Other (explain on Schedule F) |
| <input checked="" type="checkbox"/> F. Municipal securities | |
| <input checked="" type="checkbox"/> G. Investment company securities:
<input checked="" type="checkbox"/> (1) variable life insurance
<input checked="" type="checkbox"/> (2) variable annuities
<input checked="" type="checkbox"/> (3) mutual fund shares | |

4. Methods of Analysis, Sources of Information, and Investment Strategies.

A. Applicant's security analysis methods include: (check those that apply)

- | | |
|---|--|
| (1) <input checked="" type="checkbox"/> Charting | (4) <input type="checkbox"/> Cyclical |
| (2) <input checked="" type="checkbox"/> Fundamental | (5) <input type="checkbox"/> Other (explain on Schedule F) |
| (3) <input checked="" type="checkbox"/> Technical | |

B. The main sources of information applicant uses include: (check those that apply)

- | | |
|---|--|
| (1) <input checked="" type="checkbox"/> Financial newspapers and magazines | (5) <input checked="" type="checkbox"/> Timing services |
| (2) <input type="checkbox"/> Inspections of corporate activities | (6) <input checked="" type="checkbox"/> Annual reports, prospectuses, filings with the
Securities and Exchange Commission |
| (3) <input checked="" type="checkbox"/> Research materials prepared by others | (7) <input checked="" type="checkbox"/> Company press releases |
| (4) <input checked="" type="checkbox"/> Corporate rating services | (8) <input type="checkbox"/> Other (explain on Schedule F) |

C. The investment strategies used to implement any investment advice given to clients include: (check those that apply)

- | | |
|--|---|
| (1) <input checked="" type="checkbox"/> Long term purchases
(securities held at least a year) | (5) <input checked="" type="checkbox"/> Margin transactions |
| (2) <input checked="" type="checkbox"/> Short term purchases
(securities sold within a year) | (6) <input checked="" type="checkbox"/> Option writing, including covered options,
uncovered options or spreading strategies |
| (3) <input checked="" type="checkbox"/> Trading (securities sold within 30 days) | (7) <input type="checkbox"/> Other (explain on Schedule F) |
| (4) <input type="checkbox"/> Short sales | |

Answer all items. Complete amended pages in full, circle amended items and file with execution page (page 1)

Applicant:
Van Der Noord Financial Advisors, Inc.

SEC File Number:
801- N/A

Date:
January 9, 2008

5. Education and Business Standards.

Are there any general standards of education or business experience that applicant requires of those involved in determining or giving investment advice to clients? Yes No

(If yes, please describe these standards on Schedule F)

6. Education and Business Background.

For:

- each member of the investment committee or group that determines general investment advice to be given to clients, or
- if the applicant has no investment committee or group, each individual who determines general investment advice clients (if more than five, respond only for their supervisors)
- each principal executive officer of applicant or each person with similar status or performing similar functions.

On Schedule F, give the:

- name
- year of birth
- formal education after high school
- business background for the preceding five years

7. Other Business Activities. (check those that apply)

- A. Applicant is actively engaged in a business other than giving investment advice.
- B. Applicant sells products or services other than investment advice to clients.
- C. The principal business of applicant or its principal executive officers involves something other than providing investment advice.

(For each checked box describe the other activities, including the time spent on them, on Schedule F.)

8. Other Financial Industry Activities or Affiliations. (check those that apply)

- A. Applicant is registered (or has an application pending) as a securities broker-dealer.
- B. Applicant is registered (or has an application pending) as a futures commission merchant, commodity pool operator or commodity trading adviser.
- C. Applicant has arrangements that are material to its advisory business or its clients with a related person who is a:

<input type="checkbox"/> (1) broker-dealer	<input type="checkbox"/> (7) accounting firm
<input type="checkbox"/> (2) investment company	<input type="checkbox"/> (8) law firm
<input type="checkbox"/> (3) other investment adviser	<input type="checkbox"/> (9) insurance company or agency
<input type="checkbox"/> (4) financial planning firm	<input type="checkbox"/> (10) pension consultant
<input type="checkbox"/> (5) commodity pool operator, commodity trading adviser or futures commission merchant	<input type="checkbox"/> (11) real estate broker or dealer
<input type="checkbox"/> (6) banking or thrift institution	<input type="checkbox"/> (12) entity that creates or packages limited partnerships

(For each checked box in C, on Schedule F identify the related person and describe the relationship and the arrangements.)

- D. Is applicant or a related person a general partner in any partnership in which clients are solicited to invest?.. Yes No

(If yes, describe on Schedule F the partnerships and what they invest in.)

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9. Participation or Interest in Client Transactions.

Applicant or a related person: (check those that apply)

- A. As principal, buys securities for itself from or sells securities it owns to any client.
- B. As broker or agent effects securities transactions for compensation for any client.
- C. As broker or agent for any person other than a client effects transactions in which client securities are sold to or bought from a brokerage customer.
- D. Recommends to clients that they buy or sell securities or investment products in which the applicant or a related person has some financial interest.
- E. Buys or sell for itself securities it also recommended to clients.

(For each box checked, describe on Schedule F when the applicant or a related person engages in these transactions and what restrictions, internal procedures, or disclosures are used for conflicts of interest in those transactions.)

Describe, on Schedule F, your code of ethics, and state that you will provide a copy of your code of ethics to any client or prospective client upon request.

- 10. Conditions for Managing Accounts.** Does the applicant provide investment advisory services, manage investment advisory accounts or hold itself out as providing financial planning or some similarly termed services *and* impose a minimum dollar value of assets or other condition for starting or maintaining an account?

Yes No

(If yes, describe on Schedule F)

- 11. Review of Accounts.** If applicant provides investment supervisory services, manages investment advisory account, or holds itself out as providing financial planning or some similarly termed services:

- A. Describe below the reviews and reviewers of the accounts. **For reviews**, include their frequency, different levels, and triggering factors. **For reviewers**, include the number of reviewers, their titles and functions, instructions they receive from applicant on performing reviews, and number of accounts assigned each.

See Schedule F.

- B. Describe below the nature and frequency of regular reports to clients on their accounts.

See Schedule F.

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January 9, 2008

12. Investment or Brokerage Discretion.

A. Does applicant or any related person have authority to determine, without obtaining specific client consent, the:

- | | | |
|--|--------------------------|-------------------------------------|
| | Yes | No |
| (1) securities to be bought or sold? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| (2) amount of securities to be bought or sold? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| (3) broker or dealer to be used? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| (4) commission rates paid? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |

B. Does applicant or a related person suggest brokers to clients? Yes No

For each yes answer to A describe on Schedule F any limitations on the authority. For each yes to A(3), A(4) or B, describe on Schedule F the factors considered in selecting brokers and determining the reasonableness of their commissions. If the value of products, research and services given to the applicant or a related person is a factor, describe:

- the products, research and services
- whether clients may pay commissions higher than those obtainable from other brokers in return for those products and services
- whether research is used to service all of applicant's accounts or just those accounts paying for it; and
- any procedures the applicant used during the last fiscal year to direct client transactions to a particular broker in return for product and research services received.

13. Additional Compensation.

Does the applicant or a related person have any arrangements, oral or in writing, where it:

- | | | |
|---|--------------------------|-------------------------------------|
| A. is paid cash by or receives some economic benefit (including commissions, equipment or non-research services) from a non-client in connection with giving advice to clients? | Yes | No |
| | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| B. directly or indirectly compensates any person for client referrals? | Yes | No |
| | <input type="checkbox"/> | <input checked="" type="checkbox"/> |

(For each yes, describe the arrangements on Schedule F.)

14. Balance Sheet. Applicant must provide a balance sheet for the most recent fiscal year on Schedule G if applicant:

- has custody of client funds or securities (unless applicant is registered or registering only with the Securities and Exchange Commission); or
 - requires prepayment of more than \$500 in fees per client and 6 or more months in advance
- Has applicant provided a Schedule G balance sheet?..... Yes No

Schedule F of		Applicant:	SEC File Number:	Date:
Form ADV		Van Der Noord Financial Advisors, Inc.	801-N/A	January 9, 2008
Continuation Sheet for Form ADV Part II				
(Do not use this Schedule as a continuation sheet for Form ADV Part I or any other schedules.)				
1. Full name of applicant exactly as stated in Item 1A of Part I of Form ADV:			IRS Empl. Ident. No.:	
Van Der Noord Financial Advisors, Inc.			58-2489382	
Item of Form				
(identify)	Answer			
Introduction	<p>This document is being offered to you on behalf of Van Der Noord Financial Advisors, Inc. (“VFA”) so as to provide you with information about the services VFA provides and the manner in which those services are made available to its clients.</p> <p>A copy of this disclosure document shall be provided to the client prior to, or contemporaneously with, the execution of any Client Advisory Agreement (“CAA”) between each client and VFA. Any client who has not received a copy of VFA’s written disclosure statement at least forty-eight (48) hours prior to executing any advisory agreement shall have five (5) business days subsequent to executing the agreement to terminate VFA’s services and to receive a full refund of all client monies already paid without penalty.</p> <p>Prior to engaging VFA to provide investment advisory services, the client will be required to enter into an advisory agreement with VFA and a separate custodial/clearing agreement. The advisory agreement shall set forth the terms and conditions of the engagement, and describes the scope of the services to be provided and the fees for such.</p> <p>In performing its services, VFA shall not be required to verify any information received from the client or from the client’s other professionals, and is expressly authorized to rely thereon. If requested by the client, VFA may recommend and/or engage the services of other professionals for implementation purposes. The client is under no obligation to engage the services of any such recommended professional. The client retains absolute discretion over all such implementation decisions and is free to accept or reject any recommendation from VFA.</p> <p><u>Privacy Policy</u></p> <p>All information given to VFA and all recommendations and advice furnished by VFA to the client will be kept confidential and will not be disclosed to anyone, except as VFA may agree in writing or as may be required to do so by law.</p> <p>VFA will collect non-public personal information (NPI) about the client as part of this engagement. This information will be obtained directly from the client and includes details such as the client’s date of birth, social security number, financial account numbers and balances, tax returns, sources and amounts of income, home addresses, telephone numbers, and other such personal information.</p> <p>As part of VFA’s policy, VFA restricts access to confidential personal information about the client to those VFA employees who need to know that information in order to provide products or services to the client. VFA maintains physical, electronic, and procedural safeguards to comply with federal standards to guard the client’s confidential personal information.</p> <p>Should a client agree to accept investment advisory services provided by VFA, VFA may share the client’s NPI with non-affiliated third parties. VFA may maintain agreements with various affiliated or non-affiliated entities who may act as the custodian and account holder for the clients of VFA and securities may be offered through such entities if properly engaged by VFA. VFA will share only the appropriate customer NPI necessary to ensure that VFA is able to provide the highest level of service to the client.</p>			

<p>Introduction (continued)</p>	<p>Use of nonpublic information of former clients. VFA will provide nonpublic information about former clients only if required to do so by law or regulation or to those parties who need such information in order for the firm to carry out any continued obligation with respect to the services covered by the former adviser/client relationship.</p> <p>Should the client prefer, VFA will not disclose confidential personal information about the client to non-affiliated third parties. The client may opt out of those disclosures; that is, the client may direct VFA not to make those disclosures (other than disclosures required or permitted by law). Should the client wish to opt out of disclosures to non-affiliated third parties, he/she may call the following number: (864)-801-1977 or rick@vandernoordfinancial.com.</p>
<p>Item 1.A.(1) and Item 1.A.(2)</p>	<p>The percentages identified in Item 1.A.(1) and Item 1.A.(2) are estimated figures.</p> <p>Service(s) provided: VFA may provide investment supervisory services. Such service may be provided on a non-discretionary basis and would include ongoing monitoring and supervision of the client’s account(s). For ease of reference, this service type shall be referred to as “investment supervisory” services.</p> <p>VFA may also manage investment advisory accounts not involving investment supervisory services. Such service may be provided on a non-discretionary basis. For ease of reference, this service type shall be referred to as “asset management” services.</p> <p>In order to determine a suitable course of action for an individual client, VFA shall perform a review of the client’s financial circumstances. Such review may include, but would not necessarily be limited to, investment objectives, consideration of the client’s overall financial condition, income and tax status, personal and business assets, risk profile, and other factors unique to the client’s particular circumstances.</p> <p>Some examples of VFA’s investment advisory services may include the following:</p> <ul style="list-style-type: none"> • VFA may design, revise, and reallocate a client’s custom portfolio. Investments are determined based upon the client’s investment objectives, risk tolerance, net worth, net income, age, time horizon, tax situation and other various suitability factors. Restrictions and guidelines imposed by the client may affect the composition and performance of custom portfolios (as a result, performance of custom portfolios within the same investment objective may differ and the client should not expect that the performance of his/her custom portfolios will be identical to any other individual’s portfolio performance). • VFA may utilize services of sub-advisers and established third-party research services to assist VFA with formulating asset allocation, industry and sector selection, and individual investment recommendations in constructing and maintaining custom portfolios. • VFA may also recommend products or services managed or offered by other investment advisers or other parties (third parties) that may or may not be affiliated with VFA. Such products or services may include, but would not be limited to, “wrap fee programs.” Simply defined, a “wrap program” is a program that offers participants a suite of services such as asset allocation; portfolio management; trade execution; and certain administration activities, all for a single fee – typically an annual percentage of the client’s total assets under the investment adviser’s management. A wrap fee program(s) is designed to assist clients in obtaining professional asset management services for a convenient single "wrapped" fee. VFA does not manage, sponsor, or administer any wrap fee programs. • VFA shall offer a wrap fee brochure or other appropriate disclosure document to any advisory clients who are recommended to participate in a wrap program(s) or to receive advisory services provided by another investment adviser(s). Such documents provide clients with disclosure information about the

<p>Item 1.A.(1) and Item 1.A.(2) (continued)</p>	<p>adviser offering the other advisory services as well as the available services and corresponding fees. A wrap program participant should consider all of the information within the wrap fee brochure before participating in a wrap fee program recommended by VFA.</p> <p>In making investment decisions on behalf of the client, VFA shall rely on a client profile document or client questionnaire, which would be completed by the client.</p> <p>Fees for VFA’s advisory services described in this section may involve the following fee types.</p> <ul style="list-style-type: none"> • Percentage of Assets Under Management. <p>Please refer to Item 1.D below for specific details related to the fees VFA may charge for its investment supervisory or asset management services.</p>
<p>Item 1.A.(3)</p>	<p>The percentage identified in Item 1.A.(3) is an estimated figure.</p> <p>VFA may furnish investment advice through consultations not included in any of the services described above. VFA may prepare a written financial plan as part of its advisory services. VFA’s written financial plan services may involve consultation, analysis, and recommendations in the six areas of financial planning, which include (1) financial situation; (2) income taxes; (3) insurance; (4) investments; (5) retirement planning; and (6) estate planning.</p> <p>In order to determine a suitable course of action for an individual client, VFA shall perform a review of the variables that are presented. Such review may include, but would not necessarily be limited to, investment objectives, consideration of the client’s overall financial condition, income and tax status, personal and business assets, risk profile, and other factors unique to the client’s particular circumstances.</p> <p>VFA shall review the client’s present financial situation and issue a written analysis and report of recommendations in accordance with the client’s goals and objectives. This service may include an initial consultation and subsequent follow-up visits. VFA, unless engaged separately to do so, will not be responsible for the implementation of the plan. The client assumes full responsibility for the implementation of the plan. The services provided in this regard may include but would not be limited to the following:</p> <ul style="list-style-type: none"> • Preparation of an annual net worth statement; • Create a cash flow statement; • Review current investments and make recommendations thereon; • Review client’s most recent tax returns and provide tax planning advice or tax preparation services; • Review client’s life insurance and disability insurance and make recommendations thereon; • Review client’s estate plan and make recommendations thereon; • Complete a retirement analysis; and • Provide education planning advice. <p>VFA’s fees for a written financial plan may be affected by several factors such as the complexity of pertinent circumstances, the responsibility assumed by VFA, the potential benefit resulting to the client and the perceived probability of certain anticipated complications that may arise. Although not an all-inclusive list, the following factors may impact the fee(s) charged to a client.</p> <ul style="list-style-type: none"> • investment objectives; • consideration of the client’s overall financial condition, including current financial holdings; • net worth; • income and tax status, personal and business assets; • marital status; • number of dependents;

<p>Item 1.A.(3) (continued)</p>	<ul style="list-style-type: none"> • risk profile; • previous investment experience; and • other factors unique to the client’s particular circumstances. <p>It should be noted that the above listed factors are NOT intended to represent prospective examples of ALL factors that may contribute to the ultimate fee determination for any given client, however, any of these factors COULD contribute to such. Further, no single one of these factors should be solely relied upon in a client’s fee arrangement(s) determination.</p> <p>Clients may engage VFA for the provision of individual consulting services throughout the year, on an as needed basis. This type service may be provided over the phone or by scheduling a visit to the VFA office.</p> <p>As previously noted, fees for VFA’s advisory services described in this section may involve the following fee types.</p> <ul style="list-style-type: none"> • Fixed/Flat Fees. • Hourly fees. <p>Please refer to Item 1.D below for specific details related to the fees VFA may charge for its services described in this section.</p>
<p>Item 1.A.(7)</p>	<p>The percentage identified in Item 1.A.(7) is an estimated figure.</p> <p>On more than an occasional basis, individuals associated with VFA may furnish advice to the client on matters not involving securities. Such matters may involve issues related to tax planning and/or tax preparation, estate planning, insurance products, mortgage financing, college funding, savings strategies, etc.</p> <p>As part of these services, the client may or may not engage VFA to provide to him/her with any written documentation that supports recommendations or conclusions reached in advising the client. If the client wishes to engage VFA for some type of service not specifically mentioned or referred to in the services noted above, he/she must then provide VFA with guidance as to the scope of the engagement.</p> <p>Fees for VFA’s advisory services described in this section may involve the following fee types.</p> <ul style="list-style-type: none"> • Fixed/Flat Fees. • Hourly fees. <p>Please refer to Item 1.D below for specific details related to the fees VFA may charge for its services described in this section.</p> <p>Newsletters containing non-securities related information may be provided to clients on a quarterly basis. Clients will not be charged a fee for this service.</p>
<p>Item 1.D</p>	<p>The following information shall address the fees that VFA may charge for the services described in the previous sections. Information noted below shall address the general fee ranges, calculation methods, billing frequency, and manner of billing.</p> <p><i>Annual Percentage of Assets Under Management:</i></p> <p>Outside managers recommended or selected by VFA charge their own advisory fees for managing client assets/accounts. Such fees shall generally be based on a percentage of the assets under management. VFA’s fees are subject to negotiation and are part of the overall fees charged by such outside money managers. VFA’s compensation will not increase the overall fees charged by outside money managers who are actively</p>

Item 1.D
(continued)

managing a client's assets. Additional details related to fees charged by outside investment advisers will be explained in any such adviser's disclosure document.

Assessment of Annual Percentage of Assets Under Management Fees.

VFA will not bill or invoice clients directly for its fees related to the recommendation and/or selection of other investment advisers. The fees charged by other investment advisers shall be assessed by such parties. Such fees may be charged in advance or in arrears; monthly, quarterly, or annually. Further, fees may be collected via the custodian or by way of direct billing by such investment adviser. Regardless of the other investment adviser's billing practices, VFA's compensation shall be received by VFA from the other adviser in accordance with the normal and customary billing practices as outlined in the outside investment adviser's disclosure document.

Fixed Fees:

VFA may charge a fixed fee for its advisory services. VFA's fixed fee range is from \$1,200 to \$5,000 on an annual basis, depending upon the level and scope of the services required. The services that may correspond to the designated fixed fee amount may vary. VFA is unable to forecast the exact services that may be involved for the client who is charged \$1,200 or one who is charged \$5,000 for VFA's services on a fixed-fee basis. As such, the determination of the fixed-fee amount will vary based upon any number of factors which may be specific to each individual client's set of circumstances. Advisory services that are anticipated to be more complex will generally warrant a higher fixed-fee amount. Less complex services may generally result in a lower fixed-fee amount.

There is no set group of services that may be obtained at the \$1,200 level nor any particular set of services that may be obtained at the \$5,000 level. The fixed-fees will be based on the complexity of the service that is anticipated to be necessary for the particular client.

VFA's fixed fee for providing advisory services is determined based on anticipated work to be done. Since VFA cannot accurately determine the fee amount until learning about the client's financial circumstances, it is VFA's practice to provide an initial, no obligation, no cost meeting in order to become familiar with the client's circumstances. VFA will obtain information from the client verbally and on any current information gathering documents approved for use by VFA. The information gathered during this session will assist VFA in determining the fee amount for the client's advisory services.

Hourly Fees:

VFA may charge an hourly fee for its advisory services. VFA's hourly fees are negotiable, but generally range from \$50 to \$150 on an hourly basis, depending upon the level and scope of the services required.

VFA's hourly rate is determined based on anticipated work to be done. Since VFA cannot accurately determine the hourly fee amount until learning about a client's financial circumstances, it is VFA's practice to provide an initial, no obligation, no cost meeting in order to become familiar with the client's circumstances.

The services that may correspond to the designated hourly fee amount may vary. VFA is unable to forecast the exact services that may be involved for a client who is charged \$50 as opposed to \$150 for VFA's services on an hourly-fee basis. As such, the determination of the hourly-fee amount will vary based upon any number of factors that may be specific to each individual client's set of circumstances. Advisory services that are anticipated to be more complex will generally warrant a higher hourly-fee amount. Less complex services may generally result in a lower hourly-fee amount.

There is no set group of services that may be obtained at the \$50 level nor any particular set of services that may be obtained at the \$150 level. The hourly-fees will be based on the complexity of the service that is

Item 1.D
(continued)

anticipated to be necessary for the particular client(s).

VFA will obtain information from the client verbally and on any current information gathering documents approved for use by VFA. The information gathered during this session will assist VFA in determining the most appropriate course of action for the client's financial and investment activity.

Assessment of hourly fees. Hourly fee(s) will be billed in arrears, as specific services are performed. Hourly fees shall be calculated by multiplying the number of hours of service performed by the designated hourly rate (i.e. # of hours times designated hourly rate). VFA shall bill in increments of fifteen (15) minutes.

In most cases, an invoice shall be presented to the client at the point of service and payment shall be due and payable at that time. In cases where the client does not satisfy an outstanding hourly fee amount at a point of service, an invoice shall be generated and submitted to the client. Such invoices shall generally be prepared not later than the fifth business day of the calendar month following the month in which the service(s) was performed that resulted in the fee. The invoice shall be payable by the twentieth business day of the calendar month following the month in which the service(s) was performed that resulted in the fee.

Client may terminate by sending written notice to VFA using the following address:

The Village at Thornblade
420 The Parkway, Suite G2
Greer, SC 29650

Fees will not be prorated or refunded upon termination.

Other Fee Considerations:

Billing by custodian. Contemporaneously with the execution of the CAA, the client may be asked to sign an authorization that will allow the custodian of any of his/her accounts to debit such account(s) the amount of certain service fees owed to VFA and remit such to VFA. The authorization shall remain valid until a written revocation of the authorization is received by VFA. In connection with this fee deduction process, the following procedures shall be followed.

The custodian shall send to the client a statement, at least quarterly, indicating

- all amounts disbursed from the account, and
- the amount of advisory fees paid directly to VFA.

Via direct billing. If so desired, the client may choose to be billed directly by VFA for VFA's fees. If so chosen, the client shall be invoiced by the fifth business day of the month subsequent to the most recently ended calendar quarter. Payments shall be due on or by the final business day of the month in which the invoice is generated.

VFA, in its sole discretion, may charge a lesser or no advisory fee based upon certain criteria (i.e. anticipated future earnings capacity, anticipated future additional assets, dollar amount of assets to be managed, related accounts, account composition, negotiations with the client, etc.). No increase in VFA's fee(s) shall be effective without prior written notification of at least thirty (30) days to the client.

In addition to VFA's investment advisory fee(s), the client may be assessed other fees by parties independent from VFA. The client may also incur, relative to certain investment products (such as mutual funds), charges imposed directly at the investment product level (e.g. advisory fees, administrative fees, and other fund expenses). Brokerage fees/commissions charged to the client for securities trade executions may be billed to

Item 1.D (continued)	the client by the broker-dealer or custodian of record for the client account, not VFA. Any such fees are exclusive of, and in addition VFA's compensation. The client acknowledges he/she will be solely and directly responsible for fees, including other than VFA's fees billed directly to the client.																																	
Item 3.(K)(3)	From time to time, VFA may provide investment advisory services regarding investment-related partnerships or other pooled investment vehicles. Typically, such products shall be products such as Direct Participation Programs or privately placed securities that are typically exempt from registration under the Securities Act of 1933 in reliance on an exemption such as the provisions set forth under Regulation D.																																	
Item 5	Any associated person of VFA providing investment advice to the client is required to meet the specific state registration examination requirements in order to provide such advice. This licensing typically involves a state "blue-sky" law examination (Series 63) and/or a Uniform Investment Adviser Law Examination (Series 65 or Series 66), or some combination thereof, administered by NASD.																																	
Item 6	<p>Education and Business Background</p> <table border="1" data-bbox="253 653 1513 1192"> <tr> <td>Investment Adviser Representative:</td> <td colspan="2">Richard Van Der Noord</td> </tr> <tr> <td>Year of Birth:</td> <td colspan="2">1964</td> </tr> <tr> <td colspan="3">Formal education after high school.</td> </tr> <tr> <td>Institution</td> <td>Degree / Major</td> <td>Years</td> </tr> <tr> <td>North Georgia Military College</td> <td>BBA – Finance</td> <td>1982-1985</td> </tr> <tr> <td colspan="3">Business background for the preceding five years.</td> </tr> <tr> <td>Entity</td> <td>Title</td> <td>Dates</td> </tr> <tr> <td>Van Der Noord Financial Advisors, Inc.</td> <td>President/Owner</td> <td>August 1999 – Present</td> </tr> <tr> <td></td> <td>CCO</td> <td>August 2005 - Present</td> </tr> <tr> <td>ProEquities, Inc.</td> <td>Registered Representative</td> <td>May 1998 - Present</td> </tr> <tr> <td>Everbank</td> <td>Loan Originator</td> <td>June 2005 - Present</td> </tr> </table>	Investment Adviser Representative:	Richard Van Der Noord		Year of Birth:	1964		Formal education after high school.			Institution	Degree / Major	Years	North Georgia Military College	BBA – Finance	1982-1985	Business background for the preceding five years.			Entity	Title	Dates	Van Der Noord Financial Advisors, Inc.	President/Owner	August 1999 – Present		CCO	August 2005 - Present	ProEquities, Inc.	Registered Representative	May 1998 - Present	Everbank	Loan Originator	June 2005 - Present
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Item 7.A and Item 7.B	As noted in Item 1.A.(7) above, VFA and certain individuals associated with VFA may also offer products or services that do not fall within VFA's investment advisory services. Please refer to Item 1.A.(7) for further details.																																	
Item 9.B	<p>Individuals associated with VFA may also be associated with ProEquities, Inc. ("ProEquities"), Member NASD/SIPC. VFA and ProEquities are not affiliated companies.</p> <p>ProEquities offers general securities products, which will be offered separately from VFA's investment advisory services. As a result of certain investment-related recommendations (or other investment advisory services) provided to its clients, individuals associated with VFA who are also properly qualified/licensed and registered on behalf of ProEquities may facilitate certain securities transactions related to VFA's advisory services, on behalf of such clients through ProEquities. Any such transactions may be facilitated through ProEquities, in its capacity as a registered broker-dealer. All such activities are considered "brokerage activities" for the purposes of this disclosure document. To the extent allowed by applicable law and/or regulation, individuals associated with VFA may receive compensation (i.e. commissions) for their brokerage activities.</p>																																	
Item 9.E	<p>INTEREST IN CLIENT TRANSACTIONS</p> <p>VFA or its personnel may invest for their own accounts or have a financial interest in the same securities or other investments that VFA recommends or acquires for the accounts of the client, and may engage in transactions that are the same as or different than transactions recommended to or made for the client's accounts. Such transactions are permitted if effected, pre-cleared and reported in compliance with VFA's</p>																																	

<p>Item 9.E (continued)</p>	<p>Policy on personal securities transactions. Generally, personal securities transactions will not be pre-cleared when an order for the same or a related security is pending for the account of the client. VFA's Designated Principal reviews reports of personal transactions in securities by VFA personnel quarterly or more frequently if required.</p> <p><u>Investment Policy</u> None of VFA's investment advisory representatives may effect for himself or herself or for his or her immediate family (i.e. spouse, minor children, etc.; collectively, "Covered Persons") any transactions in a security which is being actively recommended to any of VFA's clients, unless in accordance with the following Firm Procedures.</p> <p><u>Firm Procedures</u> In order to implement VFA's Investment Policy, the following procedures have been put into place with respect to VFA and its Covered Persons:</p> <ol style="list-style-type: none"> 1. If the Firm is recommending that any of its clients buy any security, no Covered Persons may purchase that security prior to the client's purchase of that security; and 2. If the Firm is recommending that any of its clients sell any security, no Covered Persons may sell that security prior to the client's sale of that security. <p>It is the primary intent of the preceding procedures is to ensure that the best interests of the Firm's clients are always served over that of the Firm's. Trading by or on behalf of the Firm and/or its Covered Persons that results in the interests of the Firm or its Covered Persons being served over that of its clients could be considered a breach of the Firm's fiduciary duty and thus, is aggressively discouraged.</p>
<p>Item 10</p>	<p>Generally, VFA shall impose a minimum fee amount for its investment advisor services. VFA's fee structure is addressed fully in Item 1.D as noted herein.</p> <p>Exceptions may be made under certain circumstances (e.g. for related accounts and for the accounts of VFA personnel and their family members).</p>
<p>Item 11.A</p>	<p>Reviews: The Firm will review the client's account(s) quarterly. The Designated Principal or his/her designee shall review the client accounts for best execution, suitability, and service. The Designated Principal will review the performance and cost basis for the client's transactions, comparing executed transactions to the offering memorandum to the client's financial information. The client's objectives are used to review for suitability. Quarterly, transactions are reviewed referencing client's objectives for any transaction that may not fit the client's stated objectives, or VFA's understanding of the client's objectives will be flagged and reviewed with the investment adviser representative placing the trade.</p> <p>Events that may trigger further client account reviews in addition to the standard quarterly review process may include, but would not be limited to, a notable increase in the volume of requests by the client to effect transactions in his/her account(s), where such transactions may appear to be inconsistent with the client's previously stated investment objectives. Other factors may include requests by the client to liquidate certain securities positions/contracts where such transactions may appear to be inconsistent with the client's previously stated investment objectives. Additional triggering factors could be the performance on an individual account being an outlier to the performance of accounts with similar investment objectives, and a very important trigger would be customer complaints. This last trigger would be a prime example of a trigger for an intermittent review of a client account.</p> <p>Reviewers: Number of reviewers: 1</p>

Item 11.A (continued)	<p>Name and title of Designated Principal: Richard VanDerNoord, President, Owner, CCO.</p> <p>Mr. VanDerNoord will employ the procedures noted above for the client’s account(s) subject to VFA’s investment advisory services.</p>				
Item 11.B	<p>Monthly statements will be provided by the custodian (not by VFA) of the account identifying the account positions by cost basis, current price, and gains/(losses) for all securities transactions. Upon the client’s request, a quarterly account appraisal may be created for the client as well as an annual year-end statement.</p>				
Item 12.B	<p>From time to time, VFA may refer the client to broker-dealers for the purposes of the effecting of securities transactions. For details as to what factors VFA may consider in selecting such broker-dealers, see below.</p> <p>SECURITIES AND BROKERAGE SERVICES</p> <p>VFA is not a broker-dealer. Unless the client directs otherwise, VFA shall generally recommend that all the client’s accounts be maintained at, by, or through certain other firms that are unaffiliated with VFA. Such firms shall generally be broker-dealers that may also maintain registrations that allow such firms to engage in other types of businesses outside of their broker-dealer activities.</p> <p>Any such other firm may act in the capacity of “broker of record” for the client’s accounts, in which case, another firm may serve as the custodian for the Client account(s). Alternatively, any such other firm may serve as both the “broker of record” and “custodian” for the client’s accounts. In no case shall VFA act or attempt to act in the capacity of “broker of record” or “custodian” of the client’s account, funds, or other assets.</p> <p>Although not all-inclusive, VFA may recommend the following brokers of record and their corresponding custodian.</p> <table border="1" data-bbox="349 1029 1437 1102"> <thead> <tr> <th data-bbox="349 1029 893 1066">Broker of Record</th> <th data-bbox="893 1029 1437 1066">Custodian</th> </tr> </thead> <tbody> <tr> <td data-bbox="349 1066 893 1102">ProEquities, Inc.</td> <td data-bbox="893 1066 1437 1102">Pershing, LLC</td> </tr> </tbody> </table> <p>Factors which VFA considers in recommending certain broker-dealers or custodians to clients may include such entity’s financial strength, reputation, execution, pricing, and service. In return for effecting securities transactions through certain broker-dealers/custodians, VFA or certain of its representatives may receive certain support services that may assist VFA in its investment decision-making process for all of VFA’s clients.</p> <p>In seeking best execution, the determinative factor is not always the lowest possible cost, but whether the transaction represents the best qualitative execution, taking into consideration the full range of a broker-dealer services, including factors such as execution capability, commission rates, and responsiveness. Accordingly, although VFA will seek competitive rates, it may not necessarily obtain the lowest possible commission rates for the client’s account transactions.</p> <p>The client may direct VFA to use a particular broker-dealer (subject to VFA’s right to decline and/or terminate the engagement) to execute some or all transactions for the client’s account. In such an event, the client will negotiate terms and arrangements for the account with that broker-dealer, and VFA will not seek better execution services or prices from other broker-dealers or be able to “batch” the client’s transactions for execution through other broker-dealers with orders for other accounts managed by VFA. As a result, the client may pay higher commissions or other transaction costs or greater spreads, or receive less favorable net prices, on transactions for the account than would otherwise be the case.</p>	Broker of Record	Custodian	ProEquities, Inc.	Pershing, LLC
Broker of Record	Custodian				
ProEquities, Inc.	Pershing, LLC				