Introduction

Deschutes Portfolio Strategy, dba Matisse Capital, ("Matisse") is an investment advisor registered with the Securities and Exchange Commission. Brokerage and investment advisory services and fees differ, and it is important for you to understand these differences. There are free and simple tools available to research firms and financial professionals at [www.investor.gov/CRS](http://www.investor.gov/CRS) which also provides educational materials about investment advisers, broker-dealers and investing.

What investment services and advice can you provide me?

As an SEC registered investment adviser, Matisse offers its investment advisory services to retail investors for an ongoing fee based on the market value of the securities in your account. We provide investment advice, financial planning and retirement plan management. We can advise you on asset allocation, strategic portfolio structuring, the selection and monitoring of mutual funds and partnerships managed by third-party investment advisors.

You can choose an account that allows us to buy and sell investments in your account without asking you in advance ("discretionary account") or we may give you advice and you decide what investments to buy and sell ("non-discretionary account"). The type of account is determined and authorized by you in your investment management agreement, which will remain in place until you or we terminate the relationship.

To open an account, we generally require a minimum of $1,000,000 to open an individually managed account but may waive this minimum.

Additional information about our advisory services is located in Item 4 of our Firm Brochure which is available online at [www.matissecap.com](http://www.matissecap.com).

Questions to Ask Us

- Given my financial situation, should I choose an investment advisory service? Why or why not?
- How will you choose investments to recommend to me?
- What is your relevant experience, including your licenses, education and other qualifications?
- What do those qualifications mean?

What fees will I pay?

You will be charged an ongoing fee based on your advisory services and the amount of assets in your account. Our fees vary and are negotiable based upon the services we provide. The fee structure for investment management is typically 1% for the assets managed within your account, with a minimum annual fee of $10,000, or up to 1.5% of the assets managed. We may also charge a fixed fee or an hourly fee for financial planning or special projects.

Fees are typically payable quarterly in advance based on the most recent quarterly asset valuation and automatically deducted from your account by the third-party custodian with your consent. You may also choose to send the payment directly to us. The custodians that hold your assets can charge you a transaction fee for the purchase or sale of investments in your account and these fees are in addition to our advisory fee and paid solely to the custodian.

For client assets invested in mutual funds, you may be charged certain expenses, commissions, and management fees from custodians, brokers, or other third parties that are separate from, and in addition to, our fee which will reduce the value of your investments over time. These fees are paid directly to the third-party and Matisse will not receive any portion of those fees.

You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying.

Additional information about our fees is located in Item 5 of our Firm Brochure which is available online at [www.matissecap.com](http://www.matissecap.com).
### Questions to Ask Us:

- Help me understand how these fees and costs will affect my investments. If I give you $10,000 to invest, how much will go to fees and costs and how much will be invested for me?

### What are your legal obligations to me when acting as my investment adviser? How does your firm make money and what conflicts of interest do you have?

**When we act as your investment adviser, we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they affect the recommendations we provide you.**

We can make additional money by advising you to invest into other investment vehicles such as mutual funds and hedge funds advised by Matisse. We receive a higher fee on assets in those vehicles. Hedge funds may also charge an incentive fee of 10% of profits after a 5% high-water mark. Any recommendations to invest in those vehicles is provided only on a non-discretionary basis and requires your approval.

You should consider the fact that we can make additional money by recommending those vehicles to you.

**Additional information about our conflicts of interest can be found in our Firm Brochure under Items 5 and 6 which is available online at [www.matissecap.com](http://www.matissecap.com).**

### Questions to Ask Us:

- How might your conflicts of interest affect me and, how will you address them?

### How do your financial professionals make money?

Our financial professionals are employees of the firm. Employees are paid a fixed monthly salary and certain professionals may also receive a portion of the advisory fees the firm collects from the accounts these professionals manage. Employees may also be compensated based on fees collected from other investment vehicles Matisse manages, such as mutual funds and hedge funds.

### Do you or your financial professionals have legal or disciplinary history?

No, our firm and/or financial professionals do not have any legal and disciplinary history. Visit [investor.gov/CRS](https://investor.gov/CRS) for a free and simple search tool to research our firm and our financial professionals.

### Questions to Ask Us:

- As a financial professional, do you have any disciplinary history? For what type of conduct?

### Additional Information

You can find additional information about our firm’s investment advisory services on the SEC’s website at [www.adviserinfo.sec.gov](https://www.adviserinfo.sec.gov) by searching CRD#: 155424. You may also contact our firm at (503) 210-3000 and talk to any one of our investment professionals or support staff.

### Questions to Ask Us

- Who is my primary contact person?
- Is he or she a representative of an investment adviser or a broker-dealer?
- Who can I talk to if I have concerns about how this person is treating me?