

Uniform Application for Investment Adviser Registration

Part II - Page 1

Name of Investment Adviser: Chaney Financial Services, Inc.				
Address: (Number and Street)	(City)	(State)	(Zip Code)	Area Code: Telephone number:
1241 North Holliston Ave.	Pasadena	CA	91104	626-768-0080

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 governmental authority.

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(Schedules 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.

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 instructions below.)

Applicant:

<input checked="" type="checkbox"/>	(1)	Provides investment supervisory services	<u>60 %</u>
<input type="checkbox"/>	(2)	Manages investment advisory accounts not involving investment supervisory services	<u>%</u>
<input checked="" type="checkbox"/>	(3)	Furnishes investment advice through consultations not included in either service described above	<u>20 %</u>
<input type="checkbox"/>	(4)	Issues periodicals about securities by subscription	<u>%</u>
<input type="checkbox"/>	(5)	Issues special reports about securities not included in any service described above	<u>%</u>
<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	<u>%</u>
<input checked="" type="checkbox"/>	(7)	On more than an occasional basis, furnishes advice to clients on matters not involving securities	<u>20%</u>
<input type="checkbox"/>	(8)	Provides a timing service	<u>%</u>
<input type="checkbox"/>	(9)	Furnishes advice about securities in any manner not described above	<u>%</u>

(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

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 checked="" type="checkbox"/> E. Trusts, estates, or charitable organizations |
| <input checked="" type="checkbox"/> B. Banks or thrift institutions | <input checked="" 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 checked="" type="checkbox"/> D. Pension and profit sharing plans | |

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

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

(For each checked in 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.)

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 sells for itself securities that it also recommends 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 supervisory 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 conditions 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 accounts, 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.

Donna Chaney, President and Chief Compliance Officer, reviews all accounts at least a quarterly basis. More frequent reviews may be necessary due to the client's individual circumstances, economic conditions, general factors affecting the stock market, etc.

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

Clients will receive transaction confirmations and quarterly statements from their account custodians. Collectively, these reports will list client's account holdings, transactions and fees paid to Chaney Financial Services, Inc.

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"/> |
| | Yes | No |
| (2) amount of the securities to be bought or sold? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| | Yes | No |
| (3) broker or dealer to be used? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| | Yes | No |
| (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 checked="" type="checkbox"/> | <input 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
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant:
Chaney Financial Services, Inc.

SEC File Number:

Date:
01/11/2010

(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
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Item of Form (identify)	Answer				
Item 1D	<p><u>ADVISORY SERVICES AND FEES</u></p> <p>Chaney Financial Services, Inc. (hereinafter “CFS”) is a corporation, formed under the laws of the State of California, and registered with the State of California as a registered investment adviser. CFS offers investment advisory services to individuals, high net worth individuals, and corporations or other organizations. This Schedule F narrative provides clients with information regarding CFS and the qualifications, business practices, and nature of advisory services that should be considered before becoming an advisory client of the Firm.</p> <p>Please contact Donna Chaney, President and Chief Compliance Officer, if you have any questions about this Schedule F narrative. Additional information about CFS is available on the Internet at www.adviserinfo.sec.gov. You can search this site by a unique identifying number, known as a CRD number. The CRD number for CFS is 145602.</p> <p>Individuals associated with CFS will provide its investment advisory services. These individuals are appropriately licensed, qualified, and authorized to provide advisory services on behalf of the Firm. Such individuals are known as Investment Adviser Representatives (IARs).</p> <p><u>DESCRIPTION OF SERVICES PROVIDED</u></p> <p><i>Portfolio Management</i></p> <p>CFS provides non-discretionary portfolio management services where the investment advice provided is custom-tailored to meet the individualized needs and investment objectives of the client. CFS is not authorized to perform various functions at the client’s expense without prior approval from the client. Such functions include the determination of securities to be purchased/sold, the amount of securities to be purchased/sold, the broker or dealer to be used, and the commission rates paid. Once the portfolio is constructed, CFS provides continuous supervision of the portfolio as changes in market conditions and client circumstances may require.</p> <p>CFS will work with its clients to identify their investment goals and objectives as well as risk tolerance in order to create initial portfolio allocations designed to complement their clients’ educational, home ownership and retirement funding goals and objectives, etc.</p> <p>Each portfolio will be initially designed to meet a particular investment goal, which CFS has determined to be suitable to the client’s circumstances. Once the appropriate portfolio has been determined, CFS will review the portfolio at least quarterly and if necessary, suggest rebalancing the client’s account based upon the client’s individual needs, stated goals and objectives. However, each client will have the opportunity to place reasonable restrictions on the types of investments to be held in the portfolio. CFS’s strategy, generally, will be to meet client investment objectives while providing clients with access to personal advisory services on at least an annual basis, or more often, depending upon the parties’ prior agreement.</p> <p><i>FEE SCHEDULE: Portfolio Management For Managed Accounts</i></p> <table data-bbox="479 1858 1015 1921"> <tr> <td><u>Assets Under Management</u></td> <td><u>Annual Fee</u></td> </tr> <tr> <td>\$0 to Unlimited</td> <td>1.0 %</td> </tr> </table> <p>It should be noted that CFS reserves the right to offer its services on an hourly or fixed fee basis. Transaction fees are separately assessed to clients.</p>	<u>Assets Under Management</u>	<u>Annual Fee</u>	\$0 to Unlimited	1.0 %
<u>Assets Under Management</u>	<u>Annual Fee</u>				
\$0 to Unlimited	1.0 %				

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Chaney Financial Services, Inc.	SEC File Number:	Date: 01/11/2010
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(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
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Item of Form (identify)	Answer
	<p>CFS's annual fee shall be pro-rated and paid in advance on a quarterly basis. All fees are negotiable and charged against the balance in the Client's account on the inception date based on inception value and, thereafter, on the first day of each calendar quarter based on the market value of the last day of the previous quarter. CFS reserves the right to waive or reduce the advisory fee for clients primarily in cash positions.</p> <p>In cases where a Client begins a relationship with CFS for investment advisory services after the beginning of a month, then the advisory fees will be assessed on a pro-rata basis for the total number of days remaining in that month. Thereafter, the Client will be charged the regular quarterly fee at the beginning of each quarter.</p> <p>No increase in the annual fee shall be effective without prior written notification to the Client.</p> <p><i>Financial Planning and Consulting</i></p> <p>Additionally CFS may provide clients with a one-time financial plan and/or financial consulting services. With respect to financial planning, CFS will generally charge a minimum planning fee of \$500, depending upon the level and scope of these services. The total amount of fees is due upon the execution of CFS's Financial Planning/Consulting Agreement. The final financial plan shall be due to Client within ninety days of the execution of the aforementioned agreement.</p> <p>CFS's financial planning fee is exclusive of, and in addition to brokerage commissions, transaction fees, and other related costs and expenses, which shall be incurred by the client. The fixed fees are determined after considering many factors, such as the level and scope of the services, and the client's net worth. Alternatively, CFS may provide financial consulting services to clients based on an hourly basis, which is generally \$200 per hour. The total anticipated hourly fees will be due upon the execution of CFS's Investment Advisory Agreement. Financial consultations shall be rendered within ninety days of the execution of the aforementioned agreement.</p> <p>The fee-paying arrangements for fixed and/or hourly charges will be determined on a case-by-case basis and will be detailed in the signed agreement for services. The client will be invoiced directly for the fixed or hourly fees.</p> <p>Pursuant to CCR Section 260.238(j), CFS hereby discloses that Clients may receive the same or comparable services from other Financial Advisors at a lower fee.</p> <p>Pursuant to CCR Section 260.235.2, CFS discloses that by offering financial planning services, a conflict exists between the interests of the investment adviser and the interests of the client. Additionally, the client is under no obligation to act upon the investment adviser's recommendation, and if the client elects to act on any of the recommendations, the client is under no obligation to effect the transaction through the investment adviser.</p> <p><u>ADDITIONAL INFORMATION CONCERNING FEES</u></p> <p>In certain circumstances, advisory fees may be negotiable based upon prior relationships as well as related account holdings. The fees charged are calculated as described above and are not charged on the basis of a share of capital gains or capital appreciation of the funds or any portion of the funds of an advisory client.</p>

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Chaney Financial Services, Inc.	SEC File Number:	Date: 01/11/2010
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(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
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Item of Form (identify)	Answer
	<p>All fees paid to CFS for investment advisory services are separate and distinct from the fees and expenses charged by mutual funds to their shareholders. These fees and expenses are described in each fund's prospectus. Such fees will generally include a management fee, other fund expenses and a possible distribution fee. If the fund also imposes sales charges, a client may pay an initial or deferred sales charge.</p> <p>A client could invest in a mutual fund directly, without the services of CFS. In that case, the client would not receive the services provided by CFS which are designed, among other things, to assist the client in determining which mutual fund or funds are most appropriate to the client's financial condition and objectives. Accordingly, the clients should review both the fees charged by the funds and the fees charged by CFS to fully understand the total amount of fees to be paid by the clients and to thereby evaluate the advisory services being provided.</p> <p>Upon client's written authorization, fees will be automatically deducted from the account. Clients will be provided with a quarterly statement reflecting deduction of the advisory fee.</p> <p>Clients can terminate, without penalty, CFS's Agreement within five (5) business days. Thereafter, Clients will receive, where applicable, a prorated refund of any prepaid advisory fees. Such prorated refund will be based upon actual services and termination costs incurred up to and at the time of termination of CFS's services.</p> <p><i>Financial Planning Educational Workshops</i></p> <p>Additionally CFS may provide clients and prospects with single or a series of seminars and workshops. Topics include subjects related to financial literacy, entrepreneurship and small business management. CFS will generally charge a minimum hourly rate of \$10, depending upon the level and scope of these topics. Seminars may last between one and four hours. Workshops may last up to eight, three hour sessions.</p>
Item 5	<p><u>EDUCATION AND BUSINESS STANDARDS</u></p> <p>All individuals that render investment advisory services on behalf of CFS shall have attained all required investment-related licenses and/or designations.</p>
Item 6	<p><u>EDUCATION AND BUSINESS BACKGROUND</u></p> <p>Donna Marie Chaney Year of Birth: 1959</p> <p>Business Background November, 2007 to Present - Chaney Financial Services, Inc. – <i>President and Chief Compliance Officer</i> July 2004 to November, 2007 - Ameriprise Financial Services, Inc. – Financial Advisor September 2003 to June 2004 – Unemployed August 2001 to August 2003 - Capgemini – Business Consultant</p> <p>Educational Background Jan 1981 - Lehigh University, Bethlehem, PA - <i>Bachelors of Science, Accounting</i> Oct 2007 - UCLA, Los Angeles, CA - <i>Certificate in Personal Financial Planning</i></p>

**Schedule F of
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Continuation Sheet for Form ADV Part II**

Applicant: Chaney Financial Services, Inc.	SEC File Number:	Date: 01/11/2010
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(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
Item of Form (identify)	Answer	
	<p>Professional Licenses: Certified Public Accountant, March 1983 Certified Public Accountant / Personal Financial Specialist, August 2006</p>	
Item 9E and Miscellaneous	<p><u>PARTICIPATION OR INTEREST IN CLIENTS TRANSACTIONS/CODE OF ETHICS</u></p> <p>CFS and/or its representatives may buy or sell for their personal account(s) investment products identical to those recommended to clients. It is the expressed policy of CFS that neither CFS, nor its representatives may purchase or sell any individual stock or bond prior to a transaction(s) being implemented for an advisory account. This policy is meant to prevent CFS and/or its representatives from benefiting as a result of transactions placed on behalf of advisory accounts.</p> <p>CFS has established the following restrictions in order to ensure its fiduciary responsibilities to clients are met:</p> <p>1) CFS's representatives shall not buy or sell securities for their personal portfolio(s) where their decision is substantially derived, in whole or in part, by their role as an Investment Advisory Representative of CFS, unless the information is also available to the investing public on reasonable inquiry.</p> <p>In no case, shall CFS's representatives prefer their own interest to that of their advisory clients. (1) (2)</p> <p>2) CFS emphasizes the unrestricted right of its clients to decline to implement any advice rendered.</p> <p>3) CFS recognizes it must act in accordance with all applicable Federal and State regulations governing registered investment advisory practices.</p> <p><i>Footnotes</i></p> <p>(1) This investment policy has been established recognizing that some securities being considered for purchase and sale on behalf of CFS's clients trade in sufficiently broad markets to permit transactions by clients to be completed without an appreciable impact on the markets of the securities. Under certain circumstances, exceptions may be made to the policies stated above. Records of these trades, including the reasons for the exceptions, will be maintained with CFS's records in the manner set forth above.</p> <p>(2) Open-end mutual funds and/or the investment sub-accounts which may comprise a variable insurance product are purchased or redeemed at a fixed net asset value price per share specific to the date of purchase or redemption. As such, transactions in mutual funds and/or variable insurance products by CFS are not likely to have an impact on the prices of the fund shares in which clients invest, and are therefore not prohibited by CFS's Investment policies and procedures.</p>	
Miscellaneous	<p><u>INSIDER TRADING</u></p> <p>In accordance with Section 204A of the Investment Advisors Act of 1940, CFS also maintains and enforces written policies reasonably designed to prevent the misuse of material non-public information by CFS.</p>	
Miscellaneous	<p><u>PRIVACY STATEMENT</u></p>	

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Chaney Financial Services, Inc.	SEC File Number:	Date: 01/11/2010
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(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
Item of Form (identify)	Answer
	<p>CFS is committed to safeguarding the confidential information of its clients and holds all personal information provided to it in the strictest confidence. These records include all personal information that CFS collects from its clients or receives from other firms in connection with any of the financial services they provide. CFS also requires other firms with whom they deal to restrict the use of client's information. CFS's Privacy Policy is available upon client's engagement of the firm's services or by prior request of the clients.</p>
Miscellaneous	<p><u>PROXY VOTING</u></p> <p>CFS will not vote proxies on behalf of clients.</p>
Items 12 B & 13A	<p><u>SUGGESTION OF BROKERS/ADDITIONAL COMPENSATION</u></p> <p>Clients will establish an account at a broker for execution of securities transactions and custodial services. CFS may in various circumstances recommend the use of Scottrade a national discount brokerage firms, as broker and custodian.</p> <p>CFS participates in the institutional customer program offered by Scottrade, member FINRA/SIPC, an unaffiliated SEC-registered broker-dealer and FINRA member. Scottrade offers to independent investment advisors services which include custody of securities, trade execution, clearance and settlement of transactions. CFS receives some benefits from Scottrade through its participation in the program. (Please see the disclosure under Item 13.A. below.)</p> <p>Scottrade has access to no load mutual funds as well as individual securities at discounted transaction costs. This arrangement allows the client to have access to mutual funds at a generally lower cost and permits the client's investments to be maintained in one location (minimizing administrative burdens for the client and the Advisor). We believe Scottrade transaction costs are very competitive, however, the client may pay more or less with other brokerage firms. In light of the services available through Scottrade, CFS might in certain circumstances be deemed to be receiving a benefit in the form of research, market information, and/or administrative services. When appropriate, research obtained from Scottrade may be used to service all of CFS's clients. The client is free to select the broker or other service provider of his or her choosing. While the firm believes the service providers used by the firm provide benefits to the client, each client is expressly advised to evaluate any recommended broker or other service provider to ensure that the broker or service provider meets the clients' needs and to evaluate the rates or charges so that they are acceptable to the client. CFS does not receive commissions or trails from mutual funds or brokerage firms. This applies to, but not limited to, loads and 12b-1 fees. In addition, as the customer is responsible for selecting the broker for any and all securities transactions, the firm does not typically negotiate the commission for or on behalf of the client. Moreover, and in light of the clients' selection of the broker, any obligation as to obtaining best execution for transactions is that of the client.</p> <p>In certain instances, CFS may request that it be provided with written authority to utilize particular brokers in the selection of individual fixed income securities to fulfill needs for such securities identified in connection with the formulation of an investment plan or portfolio for the client. In such circumstances, CFS will negotiate transaction costs on behalf of client and arrange for the execution of securities transactions by the broker CFS reasonably believes will provide best execution.</p> <p>Transactions for each client account generally will be effected independently, unless CFS</p>

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Chaney Financial Services, Inc.	SEC File Number:	Date: 01/11/2010
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(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
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Item of Form (identify)	Answer
	<p>decides to purchase or sell the same securities for several clients at approximately the same time. CFS may (but is not obligated to) combine or "batch" such orders to obtain "best execution", to negotiate more favorable commission rates or to allocate equitable among CFS's clients differences in prices and commissions or other transaction costs that might have been obtained had such orders been placed independently. Under this procedure, transactions will be averaged as to price and will be allocated among CFS's clients in proportion to the purchase and sale orders placed for each client account on any given day. To the extent that CFS determines to aggregate client orders for the purchase or sale of securities, including securities in which CFS's principals (and/or associated persons) may invest, CFS shall generally do so in accordance with the parameters set forth in SEC No-Action Letter, SMC Capital, Inc. CFS shall not receive any additional compensation or remuneration as a result of the aggregation.</p> <p>In the event that the transactions for a client's accounts are effected through a broker-dealer that refers investment management clients to CFS, there exists the potential for conflict of interest; for example, if the accounts incur higher commission or transaction costs than the accounts would otherwise have incurred had the client determined to effect account transactions through alternative clearing arrangements that may have been available through CFS.</p> <p>As disclosed above, CFS participates in Scottrade institutional customer program and CFS may recommend Scottrade to clients for custody and brokerage services. There is no direct link between CFS's participation in the program and the investment advice it gives to its clients, although CFS receives economic benefits through its participation in the program that are typically not available to Scottrade retail investors. These benefits include the following products and services (provided without cost or at a discount): duplicate client statements and confirmations; research related products and tools; consulting services ; access to a trading desk serving advisor participants; access to block trading (which provides the ability to aggregate securities transactions for execution and then allocate the appropriate shares to client accounts); the ability to have advisory fees deducted directly from client accounts; access to an electronic communications network for client order entry and account information; access to mutual funds with no transaction fees and to certain institutional money managers; and discounts on compliance, marketing, research, technology, and practice management products or services provided to CFS and its related persons by Scottrade or third party vendors. Some of the products and services made available by Scottrade through the program may benefit CFS but may not benefit its client accounts. These products or services may assist CFS in managing and administering client accounts, including accounts not maintained at Scottrade. Other services made available by Scottrade are intended to help CFS manage and further develop its business enterprise. The benefits received by CFS or its personnel through participation in the program do not depend on the amount of brokerage transactions directed to Scottrade. Clients should be aware, however, that the receipt of economic benefits by CFS or its related persons in and of itself creates a potential conflict of interest and may indirectly influence CFS's choice/recommendation of Scottrade for custody and brokerage services.</p> <p>Scottrade also makes available to CFS other products and services that may benefit CFS but which may not benefit its clients. These types of services will help CFS in managing and administering client accounts. These include software and other technology that provide access to client account data (i.e. trade confirmations and account statements); facilitate trade executions; provide research, pricing information, and other market data; facilitate in the payment of CFS's fees from its clients' accounts; and assist with back-office functions, record keeping, and client reporting. Many of these services may be used</p>

**Schedule F of
Form ADV
Continuation Sheet for Form ADV Part II**

Applicant: Chaney Financial Services, Inc.	SEC File Number:	Date: 01/11/2010
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(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: Chaney Financial Services, Inc.	IRS Empl. Ident. No.:
	Item of Form (identify)	Answer
		to service all or a substantial number of CFS's accounts. CFS does not maintain custody of client assets.