
Portfolio Performance Year End Update

December 2011

2011 Performance

A late December market rally generally pulled the US markets up and in some cases into positive territory for the year. For the month, Jantz Morgan's best performing portfolios were the small-caps, here JM Small-Cap Value and JM Small-Cap ESG returned 3.21% and 3.55% respectively in December, 196 bps and 230 bps ahead of the S&P 600's total return of 1.25% for the month. This moved Small-Cap Value's since inception, annualized net return to 7.05%, or 127 bps over the index for the same period from June 2004. Further, Small-Cap ESG's since inception, annualized net return now stands at 24.41%, 745 bps over the S&P 600's 16.96% annualized return since November 2009.

Mid-Caps tended to give up ground in December, with the S&P 400 Index's total return finishing the year down 1.73%. Still, Jantz Morgan's Mid-Cap Value and Mid-Cap ESG portfolios exceeded their benchmark by 99 and 105 bps respectively for 2011.

Finally on the large cap side, after all the drama of 2011, the S&P 500 Index's price return for the year was virtually flat (down 4 bps) and its total return, which includes dividends, was up only 2.11%. However, JM Value's net return for the year was 4.27% -- roughly double that of the S&P's total return. This brings JM Value's since inception, annualized net return to 8.70%, 282 bps over the index's 5.88%. JM Large-Cap ESG performed similarly well, finishing the year up 4.31%.

Dynamic Valuation Results in Dynamic Sector Exposure

It seems appropriate at year end to provide some insight into how our process delivers its performance. The chart on the next page shows the change in sector weights of the JM Value portfolio over the course of the year. Displayed in this fashion, it gives some insight into the way that Jantz Morgan's bottom-up, dynamic valuation process finds and exploits individual equity mis-pricings in the markets. To be clear, because adding constraints to any investment process by definition can dampen performance, Jantz Morgan is sector agnostic. By this is meant that each position in the portfolio is selected based only on the relative value it represents within the selection universe.

One implication of this is Jantz Morgan's portfolios are not forced to track a market capitalization weighted index, particularly if it is flat or heading down. Over the prior decade, investment processes incorporating momentum factors into their stock selection process failed to generate returns; and forcing a portfolio to track the market index indirectly incorporates momentum factors into the portfolio construction process. So rather than track an index, Jantz Morgan's dynamic valuation seeks security mis-pricing opportunities amongst stocks within the universe defined by index constituents.

Consider for example Utilities. Through the end of 2010, as the S&P 500 delivered a second year of double digit returns, investor's appetite for risk had risen and some companies in the Utilities sector had started trading at prices that our model calculated to be excellent opportunities. This resulted in JM Value starting 2011 with 7 holdings that would be classified as Utilities, with a combined weight in the

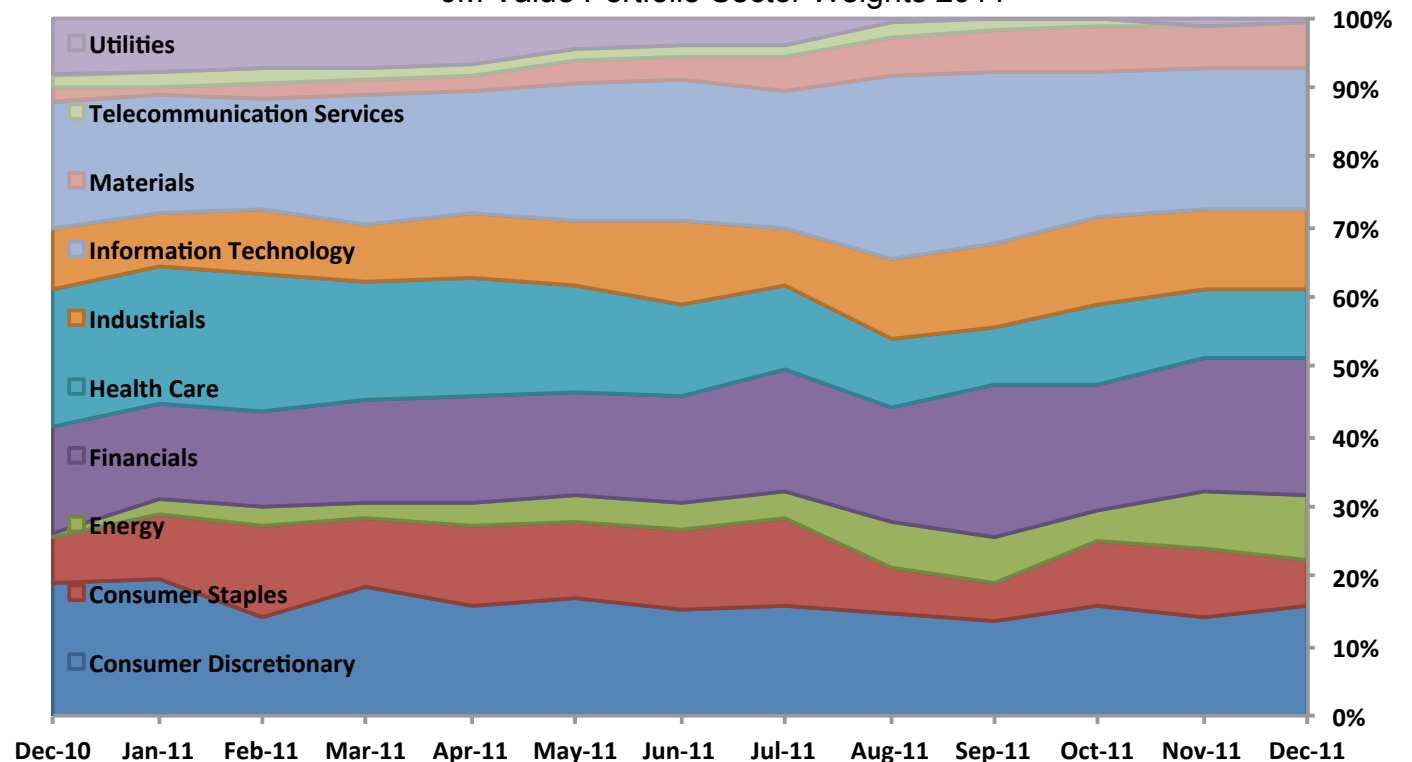
portfolio of 8.0%. However, as the European Debt Crisis unfolded and concerns about the slow pace of economic recovery in the US persisted, investors became more risk averse and prices of companies in the Utilities sector climbed as the market participants moved defensively. When Jantz Morgan's Utility sector holdings became over priced according to the model, they were sold and currently there is only one holding in the portfolio from that sector.

The same macro economic trends that drove up prices of companies in the Utilities sector in 2011 also depressed prices of those in the Energy sector. In the chart, the growth in the number of Energy sector company positions is clear, from 1 at the beginning of 2011 to 6 by year's end.

Here again a result of Jantz Morgan's process finding those companies to be trading well below the model's estimate of their long-term value. JM Value's consequential dynamic exposure to other sectors (e.g Health Care, Information Technology, or Financials) over the course of 2011 year can be seen in the chart.

Jantz Morgan believes its process of dynamic valuation to identify security mispricings, unconstrained by sector considerations, is central to all the portfolios long-term out-performance.

JM Value Portfolio Sector Weights 2011



Jantz Morgan LLC is an emerging investment management company founded on the premise that superior quantitative models will significantly outperform over the long-term. We utilize dynamic fundamental modeling as the foundation of our approach: stressing science over art; stressing cause and effect relationships over correlations; and, stressing replicability and consistency of process without over reliance on singular events. Providing our clients with total return, in a diversified portfolio with an acceptable level of asset volatility, is our objective. The firm aspires to do all this while being a socially responsible enterprise that is respectful of its clients' values.

Portfolios Year End Performance Summary

Value	Dec	3-Month	YTD	1-Year	2-Year	3-Year	5-Year	Since Inception	Date
JM Value	0.50%	13.20%	4.27%	4.27%	8.54%	25.08%	(0.85%)	8.70%	9/13/02
S&P 500	1.02%	11.81%	2.11%	2.11%	8.39%	14.11%	(0.25%)	5.88%	
<i>Excess Return</i>	<i>(0.52%)</i>	<i>1.39%</i>	<i>2.16%</i>	<i>2.16%</i>	<i>0.15%</i>	<i>10.97%</i>	<i>(0.60%)</i>	<i>2.82%</i>	
JM Mid-Cap Value	(1.10%)	14.37%	(0.74%)	(0.74%)	10.41%	23.93%	4.05%	7.44%	6/30/04
S&P 400	(0.37%)	12.99%	(1.73%)	(1.73%)	11.56%	19.58%	3.32%	6.53%	
<i>Excess Return</i>	<i>(0.73%)</i>	<i>1.38%</i>	<i>0.99%</i>	<i>0.99%</i>	<i>(1.15%)</i>	<i>4.35%</i>	<i>0.73%</i>	<i>0.91%</i>	
JM Small-Cap Value	3.21%	17.15%	(1.13%)	(1.13%)	18.57%	28.52%	2.81%	7.05%	6/30/04
S&P 600	1.25%	17.17%	1.01%	1.01%	12.95%	17.01%	1.94%	5.78%	
<i>Excess Return</i>	<i>1.96%</i>	<i>(0.02%)</i>	<i>(2.14%)</i>	<i>(2.14%)</i>	<i>5.62%</i>	<i>11.51%</i>	<i>0.87%</i>	<i>1.27%</i>	
ESG Value	Dec	3-Month	YTD	1-Year	2-Year	3-Year	5-Year	Since Inception	Date
JM Large-Cap ESG	0.07%	12.19%	4.31%	4.31%	na	na	na	12.55%	2/16/10
S&P 500	1.02%	11.81%	2.11%	2.11%	na	na	na	10.65%	
<i>Excess Return</i>	<i>(0.95%)</i>	<i>0.38%</i>	<i>2.20%</i>	<i>2.20%</i>	<i>na</i>	<i>na</i>	<i>na</i>	<i>1.90%</i>	
JM Mid-Cap ESG	(1.42%)	16.11%	(0.68%)	(0.68%)	9.86%	28.84%	na	3.62%	2/1/07
S&P 400	(0.37%)	12.99%	(1.73%)	(1.73%)	11.56%	19.58%	na	2.63%	
<i>Excess Return</i>	<i>(1.05%)</i>	<i>3.12%</i>	<i>1.05%</i>	<i>1.05%</i>	<i>(1.70%)</i>	<i>9.26%</i>	<i>na</i>	<i>0.99%</i>	
JM Small-Cap ESG	3.55%	17.99%	0.62%	0.62%	20.76%	na	na	24.41%	11/30/09
S&P 600	1.25%	17.17%	1.01%	1.01%	12.95%	na	na	16.96%	
<i>Excess Return</i>	<i>2.30%</i>	<i>0.82%</i>	<i>(0.39%)</i>	<i>(0.39%)</i>	<i>7.81%</i>	<i>na</i>	<i>na</i>	<i>7.45%</i>	
ESG Core	Dec	3-Month	YTD	1-Year	2-Year	3-Year	5-Year	Since Inception	Date
JM ESG 50	0.05%	10.90%	0.95%	0.95%	8.29%	26.68%	na	0.25%	8/31/07
S&P 500	1.02%	11.81%	2.11%	2.11%	8.39%	14.11%	na	(1.45%)	
<i>Excess Return</i>	<i>(0.97%)</i>	<i>(0.91%)</i>	<i>(1.16%)</i>	<i>(1.16%)</i>	<i>(0.10%)</i>	<i>12.57%</i>	<i>na</i>	<i>1.70%</i>	
ESG Hedge Fund	Dec	3-Month	YTD	1-Year	2-Year	3-Year	5-Year	Since Inception	Date
JM ESG 70/30	(0.31%)	4.89%	2.11%	2.11%	na	na	na	2.35%	4/21/10
S&P 500 x 40%	0.41%	4.72%	0.84%	0.84%	na	na	na	1.80%	
<i>Excess Return</i>	<i>(0.72%)</i>	<i>0.17%</i>	<i>1.27%</i>	<i>1.27%</i>	<i>na</i>	<i>na</i>	<i>na</i>	<i>0.55%</i>	

Jantz Morgan returns are net of fees and all returns for time periods of one-year or greater are annualized.

Disclosures:

1. This performance update does not constitute an offer to sell or a solicitation of an offer to buy any securities.
2. Past performance is not necessarily indicative of future returns; the value of investments and the income derived from them can go down as well as up. Future returns are not guaranteed and a loss of principal may occur.
3. The material in this presentation is based on information from a variety of sources we consider reliable, but we do not represent that the information is accurate or complete. The material provided herein is for informational purposes only. Source of benchmark total returns: Standard & Poor's.
4. Opinions expressed are current opinions as of the date appearing in this material only.
5. References to market or composite indices, benchmarks or other measures of relative market performance over a specified period of time are provided for your information only. Reference to an index does not imply that a Jantz Morgan portfolio will achieve returns, volatility or other results similar to the index. The composition of a benchmark index may not reflect the manner in which a Jantz Morgan portfolio is constructed in relation to expected or achieved returns, investment holdings, portfolio guidelines, restrictions, sectors, correlations, concentrations, volatility or tracking error targets, all of which are subject to change over time.
6. Portfolio performance, characteristics, volatility, and other data shown were derived from representative portfolios of Jantz Morgan's Value and ESG Portfolios.
7. Total return figures, i.e., performance calculations, are calculated using trade date accounting. All realized and unrealized capital gains and losses as well as all dividends and interest from investments and cash balances are included. Results are presented in United States currency. The performance figures presented are net of brokerage commissions and all other expenses, including the firm's investment advisory fee. The investment results shown are not necessarily representative of an individually managed account's rate-of-return.
8. Performance results for the portfolios referred to herein, and their respective benchmarks, reflect total return figures. That is, their performance includes the reinvestment of dividends, interest and other earnings. Performance results for all periods are time-weighted based on monthly portfolio valuations.
9. Performance of Jantz Morgan's strategies relative to their respective performance benchmark may have been impacted positively or negatively by economic and market conditions which affect either the benchmark or the Jantz Morgan strategy to a greater or lesser degree.
10. Jantz Morgan's Value and ESG Portfolios invest solely in stocks, which are constituents of the S&P 500, S&P 400 or S&P 600 Index as of the day prior to the portfolio rebalance date.
11. Jantz Morgan's portfolio risk management process includes an effort to monitor and manage risk, but should not be confused with and does not imply low risk.
12. Weightings of holdings in the portfolios may change at any time without notice subject to the discretion of Jantz Morgan LLC.
13. Jantz Morgan LLC does not provide tax advice to its clients. All investors are strongly urged to consult with their tax advisors regarding any potential investment.
14. This material is not intended for use as a general guide to investing, or as a source of any specific investment recommendations, and makes no implied or express recommendations concerning the manner in which any client's account should or would be handled, as appropriate strategies depend upon the client's specific circumstances and investment objectives.
15. Compound Annual Return (CAR) - The percentage that a given amount or number would need to increase each year over a multi-year period in order to reach a corresponding cumulative total.
16. S&P 500 Index – The S&P 500 is the Standard & Poor's composite index of 500 large-cap stocks, a widely recognized, unmanaged index of common stock prices.
17. S&P 400 Index – The S&P 400 is the Standard & Poor's composite index of 400 mid-cap stocks, a widely recognized, unmanaged index of common stock prices.
18. S&P 600 Index – The S&P 600 is the Standard & Poor's composite index of 600 small-cap stocks, a widely recognized, unmanaged index of common stock prices.
19. Please refer to Jantz Morgan LLC's ADV Part 2 for more information.