



## Strategy Description

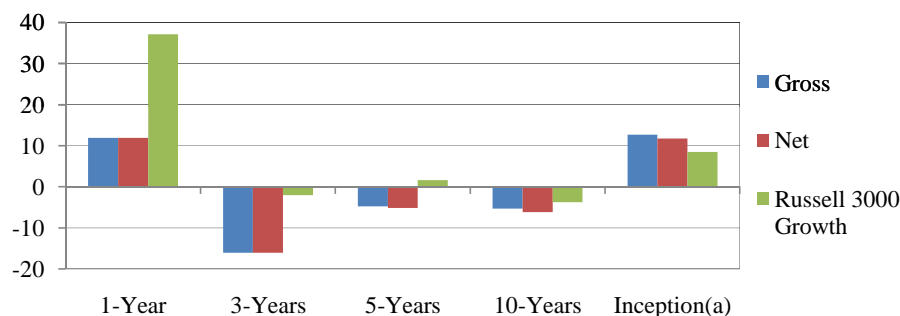
Husic Capital Management's (HCM) Diversified Equity (Balanced) product is an unleveraged U.S. equity long-only strategy that utilizes HCM's 20-year time-tested thematic approach to building portfolios (typically 30-50 holdings) of companies with a market capitalization generally in excess of \$100 million. Up to 50% of the portfolio may be concentrated in the top ten holdings, with the strategy striving to outperform the Russell 3000® Growth Index. Cash and/or bonds may be used opportunistically.

HCM was founded in 1986 as an independent investment firm specializing in a growth equity style for many prestigious institutional and high net worth clients. We actively manage small-, mid-, large- and all-cap portfolios, as well as market neutral, classic hedge and long-only concentrated growth portfolios. The HCM investment team is headed by Frank Husic, a 36-year industry veteran known for his stock picking ability.

HCM makes money from good old-fashioned stock picking, not technical quantitative models ("black boxes") or complicated credit bets. With HCM's disciplined approach to active management, we identify companies that are positioned to generate superior return on investment. Our stock ideas are centered on a selective number of investment themes (typically 4-8), enabling us to be early identifiers of change, whether at a company, industry, sector, market or other level. We capitalize by effectively executing on those changes.

Through rigorous fundamental research, HCM seeks to earn high rates of return for clients. Superior rates of return often come with higher levels of volatility; therefore, we seek to manage exposure and risk through strict portfolio management procedures. Due to our unique stock selection process (driven by an industry veteran), HCM's investment returns generally have low correlation to the market. Hence, by including HCM in their portfolio, investors may increase diversification and thus improve the overall risk-return profile of the total portfolio. We encourage prospective investors to consider adding HCM to their stable of investment managers.

## Annualized Performance

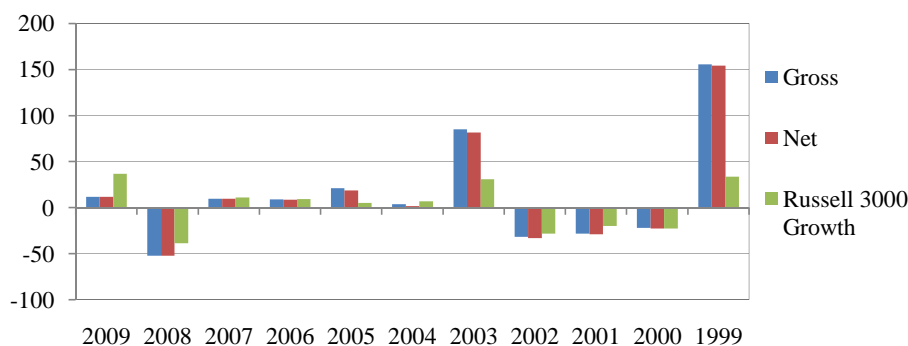


Annualized Period	Gross	Net	Russell 3000 Growth
1-Year	11.9	11.9	37.0
3-Years	-16.1	-16.1	-2.1
5-Years	-4.8	-5.2	1.6
10-Years	-5.3	-6.2	-3.8
Inception <sup>(a)</sup>	12.7	11.7	8.5

<sup>(a)</sup> January 1, 1989

Note: Beginning 1/23/06, the Composite includes a single non-fee paying account, with gross and net returns being identical.

## Calendar Year Performance



Year	Gross	Net	Russell 3000 Growth
2009	11.9	11.9	37.0
2008	-51.9	-51.9	-38.4
2007	9.7	9.7	11.4
2006	9.0	8.8	9.5
2005	21.4	19.0	5.2
2004	4.0	1.9	6.9
2003	85.2	81.9	31.0
2002	-31.5	-32.8	-28.0
2001	-28.2	-28.8	-19.6
2000	-21.8	-22.4	-22.4
1999	156.0	154.4	33.8

Note: Please see accompanying disclosures relating to performance. Past performance is not indicative of future results. For additional information, please contact Holly Cooper, Senior Marketing Associate, at (415) 445-5211.

## HCM's Investment Philosophy

HCM's investment philosophy is based on fundamental, research-driven, bottom-up stock picking. We believe our performance-driven focus stems from:

- Early recognition of fundamental or secular changes at the company or industry level that will result in revenue and earnings growth for our target companies
- Concentration in the greatest beneficiaries of those changes
- The early identification of future stock market leaders
- Thematic growth orientation
- Sale of issues that have reached their potential or no longer exhibit the ability to do so

## About Frank J. Husic

Mr. Husic formed Husic Capital Management in June 1986 and has 36 years of industry experience. As Managing Partner and Chief Investment Officer, he oversees all investment activities for the firm. Previously, Mr. Husic was Senior Vice President and Director of Alliance Capital Management. He was also President and Portfolio Manager of the Alliance Technology Fund and the Alliance International Technology Fund. Over the years, Mr. Husic has been a guest speaker at various industry conferences as well as having appeared on programs such as CNBC, CNNfn and Bloomberg Radio. Mr. Husic earned a B.S. in Mathematics from Youngstown State University, a M.S. in Industrial Administration from Carnegie-Mellon University and a M.A. in Economics from the University of Pennsylvania.

## PERFORMANCE DISCLOSURES AND FOOTNOTES

**1. Basis of Presentation** -- Husic Capital Management (HCM or the "Firm") has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). HCM has been verified for the period of January 1, 2005 through September 30, 2009 by Ashland Partners & Company LLP and for the period January 1, 1989 through December 31, 2004 by a previous verifier. In addition, a performance examination was conducted on the **HCM Diversified Equity Composite** (the "Composite") beginning January 1, 2005. A copy of the verification report is available upon request. The presentation of investment performance sets forth the time-weighted rates of return (US\$) for the Composite. The Composite was created on January 1, 2000. HCM is an independently owned, SEC-registered investment advisor that began operations in 1986. The returns are presented for the performance periods from January 1, 1989 (inception of Composite) through December 31, 2009 and are outlined in the notes below. Past performance may not be an indication of future results and may differ for future time periods.

**2. Selection Criteria** – The Composite includes all portfolios managed on a fully discretionary basis according to an investment strategy which seeks to exceed the investment results of the Russell 3000® Growth Index. This strategy seeks to build a diversified portfolio of primarily equity securities that will control risk to a level consistent with generating superior, long-term investment returns. From the Composite's inception through September 1996, the Composite invested a portion of its assets in convertible securities and U.S. Government and corporate bonds. Prior to 2002, the Composite name was HCM Balanced Composite. There is no minimum account size for this composite. Prior to January 1, 2006, the minimum account size was \$500,000. Prior to April 1, 2002, the minimum account size was \$5,000,000. As of December 31, 2009, the Composite contains five or fewer accounts and total Composite assets are \$0.3 million, which represent 0.26% of the total assets of the Firm. Beginning January 23, 2006, 100% of the composite is non-fee-paying. Prior to this date, non-fee paying accounts were not included in the composite. As of December 31 (of each year), the number of accounts in the Composite, total Composite assets (\$ million) and percentage of total Firm assets, respectively, are: 2, \$39.5, 0.9% for 1999; 2, \$25.6, 1.0% for 2000; 1, \$9.5, 0.5% for 2001; 3, \$2.7, 0.6% for 2002; 3, \$4.4, 0.7% for 2003; 3, \$4.5, 0.7% for 2004; 1, \$0.85, 0.2% for 2005; 1, \$0.56, 0.1% for 2006; 1, \$0.62; 0.1% for 2007; 1, \$0.3 and 0.14% for 2008 and 1, \$0.3 and 0.26% for 2009. Eligible new portfolios are added to the Composite upon being fully invested in the strategy. A complete list and description of all the Firm's composites are available upon request.

**3. Calculation Methodology** – HCM consistently values all accounts on a trade date basis and, at a minimum, monthly. Securities are valued at fair market value. Where market quotations are readily available, securities are valued thereon (using closing quotations when available), provided such quotations adequately reflect, in the judgment of HCM, the fair value of securities. Composite performance results include the reinvestment of dividends and interest. For the historical time period from January 1, 1989 to December 31, 2001, Composite returns were calculated monthly by weighting each account's monthly return by its beginning market value as a percent of the total Composite beginning market value. Beginning January 1, 2002, Composite returns were calculated using an aggregate return method which combines all of the assets and cash flows of the Composite member accounts as if the composite were one portfolio. Annual returns are calculated by geometrically linking the monthly returns. Annualized returns are the geometric average of the corresponding time period's cumulative return. Returns are presented both i) gross of investment advisory (management) fees, and ii) net of investment advisory fees. All Composite returns are time-weighted rates of return which are net of commissions and transaction costs and gross of custodial fees. Additional information regarding policies for calculating and reporting returns is available upon request.

**4. Description of Benchmark** – Effective January 1, 2002, the benchmark for the Composite was changed from a balanced benchmark consisting of 60% the S&P 500 Index and 40% the Lehman Brothers Government Corporate Bond Index to the Russell 3000® Growth Index. The change was made because the Russell 3000® Growth Index more closely represents the market for the securities in which this strategy invests, during the time periods shown. Russell 3000® Growth Index information is reported retroactively. Note, however, that the accounts in this Composite did not have the asset mix reflective of the benchmark prior to July 1996. The benchmark is provided for comparative purposes only. Index returns assume reinvestment of dividends and do not have fees deducted.

**5. Internal Dispersion** – Because this Composite has not experienced a full calendar year with five or more accounts, the asset-weighted standard deviation may not be meaningful and is not reported.

**6. Management Fees** – Management fees are based on the level of assets managed. A representative annual fee structure is as follows: 0.875% for the first \$10-\$50 million; 0.675% for the next \$50 million; 0.500% for the next \$50 million; and 0.250% for assets over \$150 million. For accounts of less than \$10 million the annual fee is 2% of assets. (This fee will remain in effect until assets exceed \$10 million, at which time the stated fee schedule will become effective.)