(Flandrau and Gardens Room, Arizona Inn)

Tucson, AZ

AGENDA

Tuesday, October 26, 2010

7:00 a.m. – 7:30 a.m.	Call to Order/Breakfast	Teresa Borcheck
7:30 a.m. –9:30 a.m.	Investment Review Private Equity Offering/Alternatives Review	Michael Hill
9:30 a.m. – 9:45 a.m.	Approval of Minutes from Board Meeting October 3-5, 2010	Teresa Borcheck
9:45 a.m. – 10:30 a.m.	Upcoming Dates & Events	Teresa Borcheck

- Debrief on CAS II
- Society for Neuroscience 2010 McKnight Poster Session
  San Diego, CA--November 14, 2010
- Board of Trustees Meeting
  University of Alabama Site Visit --February 1-2, 2011
- Inter-Institutional Meeting
  Miami, FL--May 1-3, 2011

10:30 a.m.	Adjournment

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Third Quarter 2010 Investment Review

McKnight Brain Research Foundation

October 25, 2010

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Economic Overview

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Economic and Investment Themes Third Quarter 2010

nomic recovery continues

- ˉhe latest economic data confirm continuing, albeit modest, economic growth
- .ow interest rates support growth, but dampen income for investors
- ˉhe service sector which has lagged the goods producing sectors, is catching up

Federal Reserve is signaling another round of quantitative easing

- .ow inflation and an underperforming labor market have been cited as justification

cy uncertainty and inadequate bank lending weighing on growth

- ʌlid-term elections are expected to shift the balance of power in Washington, raising questions about fiscal policy
- ;mall business and service sector accessibility to credit has constrained economic growth

ıd yields continued to decline in the third quarter

- ˉive year yields fell more than one-half percent, and two year yields hit new lows

:ks remain attractive relative to bonds

- /aluations, balance sheet and earnings fundamentals suggest stocks have additional upside
- .ow bond yields are expected to increase demand for dividend income

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d Quarter 2010 Market Returns

Total Return* Periods ending September 30, 2010	Quarter	YTD	12 months
l Markets (in US $)			
CI AC World Equity Index	13.76%	4.03%	8.95%
World BIG Bond Index	7.07%	6.16%	5.08%
juities			
je-Cap US Stocks (S&P 500)	11.29%	3.89%	10.16%
all-Cap US Stocks (Russell 2000)	11.29%	9.12%	13.35%
xed Income			
Treasury Bonds (Benchmark 10 yr.)	4.43%	14.29%	10.23%
Cap Aggregate Bond Index	2.48%	7.94%	8.16%
Cap US Corporate High Yield	6.71%	11.53%	18.44%
Municipal Master	3.40%	7.10%	5.73%
h Equivalents (91-day T-Bills)	0.03%	0.09%	0.10%
ational Equities			
eloped Countries (MSCI EAFE)	16.48%	1.07%	3.27%
erging Markets (MSCI EM)	18.03%	10.75%	20.22%
ational Bonds			
World BIG non-USD un-hedged	11.12%	5.21%	3.37%
1 Emerging Mkts Bond Index	14.14%	14.14%	15.88%
raditional			
Ts (DJ US Select RESI Index)	13.20%	19.31%	30.06%
nmodities (Dow Jones UBS)	11.61%	0.90%	10.01%

s in US dollars Data Source: Morningstar

- Global equity markets rallied in September, recouping losses incurred during the August "soft patch" to post impressive results for the quarter. Improved economic reports and anticipation of further Fed support diminished investor fears of a double dip recession.
- The S&P 500 posted its best September in over 70 years. Domestic equities saw strong gains across style and market capitalization in the third quarter.
- A weak US dollar helped bolster international equities. Emerging markets continue to benefit from strong economic growth and lower debt ratios.
- Bonds showed remarkable strength in all sectors in the third quarter due to a sharp decline in interest rates and narrowing credit spreads. High yield was a stellar performer and surging new corporate issuance was readily absorbed by yield hungry buyers.
- Commodities posted the strongest quarter in over a year due to strong global demand and expectations of additional quantitative easing.
- The continued economic recovery and modestly attractive yields have benefited the REITs sector which also posted strong third quarter returns.

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nomic Overview Third Quarter 2010

onomic recovery continues and markets should follow

- e official end of the recession confirms the US economy has been expanding for 15 months
- lustrial Production has increased 8.4% compared with the typical recovery average of 4.6%
- e service sector, which has lagged the goods producing sectors, is closing the expansion gap
- rporate profits averaged a 46% gain through the first three recovery quarters
- adequate bank lending, sluggish job gains and poorly designed fiscal spending remain concerns to our otherwise positive outlook

nployment data continue to disappoint

- ivate sector job gains have been moderate and revisions have lowered the payroll base
- this stage in the recovery, with falling productivity and a stagnant work week, jobs are of paramount importance

eveloped international markets are leaning toward additional monetary policy easing

- Japan has adopted policies similar to the US including Zero Interest Rates and injections of quantitative easing
- Euro zone economies are struggling with culture shock emanating from austerity programs

flation is low, but is unlikely to lead to deflation

- Inflation continues to be below the Federal Reserve's preferred 1.5% to 2% band
- Bearish investors worry about deflation, while leading price indicators call for steadily higher price levels in coming months
- The rise in capacity utilization can be inflationary while declines in productivity put upward pressure on unit labor costs

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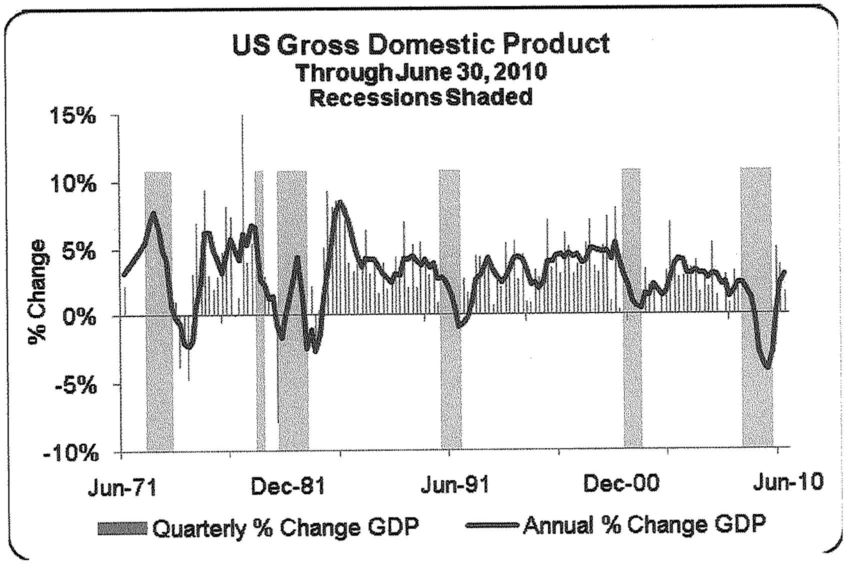
onal Bureau of Economic Research Declares the Recovery Began June 2009

great recession" set records for the length and magnitude of the decline.

idely expected announcement, the ess Cycle Dating Committee of the al Bureau of Economic Research R) on September 20 proclaimed the n in the economy for this cycle occurred e 2009.

ommittee's announcement was careful e that it is not intended to imply that the mic conditions since the trough have favorable or that it is operating at normal ity, but simply that June 2009 marks a o a rising, rather than falling, phase of siness cycle.

g 18 months, the recession was eight s longer than average. Real GDP ed 4.3%, more than twice the average war downturn. Market stress was nt in the 25.8% collapse in household h.



Source: Moody's economy.com, NBER

The NBER is a private, non-profit research organization. The Business Cycle Dating Committee is made up of economists from major universities who specialize in macroeconomic studies. NBER cycle dating is normally delayed to allow time for final revisions to be reflected in the data, and thus its announcements are generally unsurprising.

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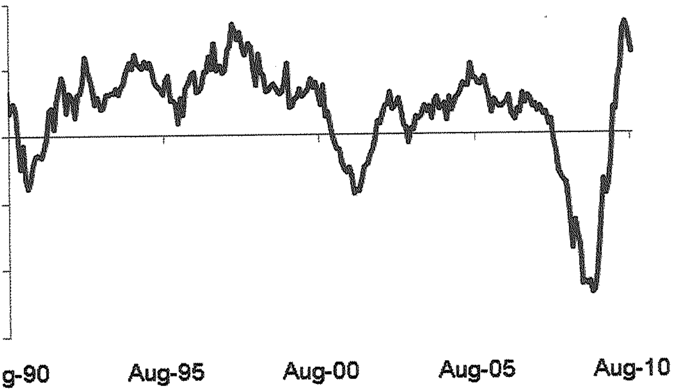
Recovery Has Been Characterized by a Strong Industrial Rebound

rial production collapsed during the recession but has recovered strongly. The US economy has been ding for roughly 15 months, during which time Industrial Production has increased 8.4% compared with an ge 4.6% during the composite expansion phases of the past 50 years.

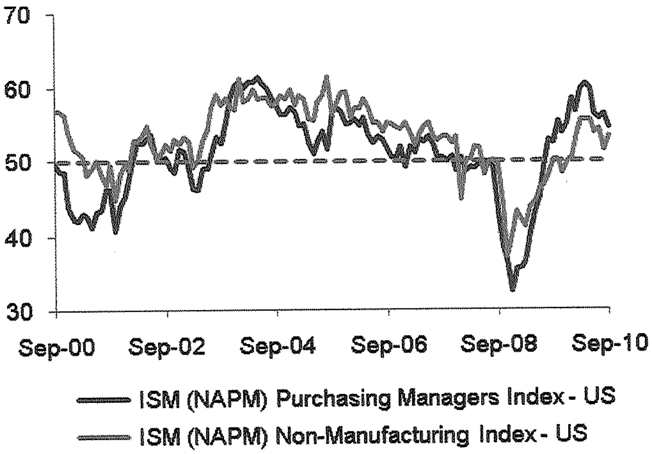
ervice sector has lagged the goods producing sectors, but, as evidenced by the relative performance of the nstitute for Supply Management indexes, the service sector is catching up.

Industrial Production for US % Year over Year
Through August 2010



urce: Moody;s economy.com,

Institute of Supply Management Indexes
Through September 2010



The ISM indexes are constructed such that index levels above 50 indicate activity in the sector is expanding; below 50 indicate contraction.

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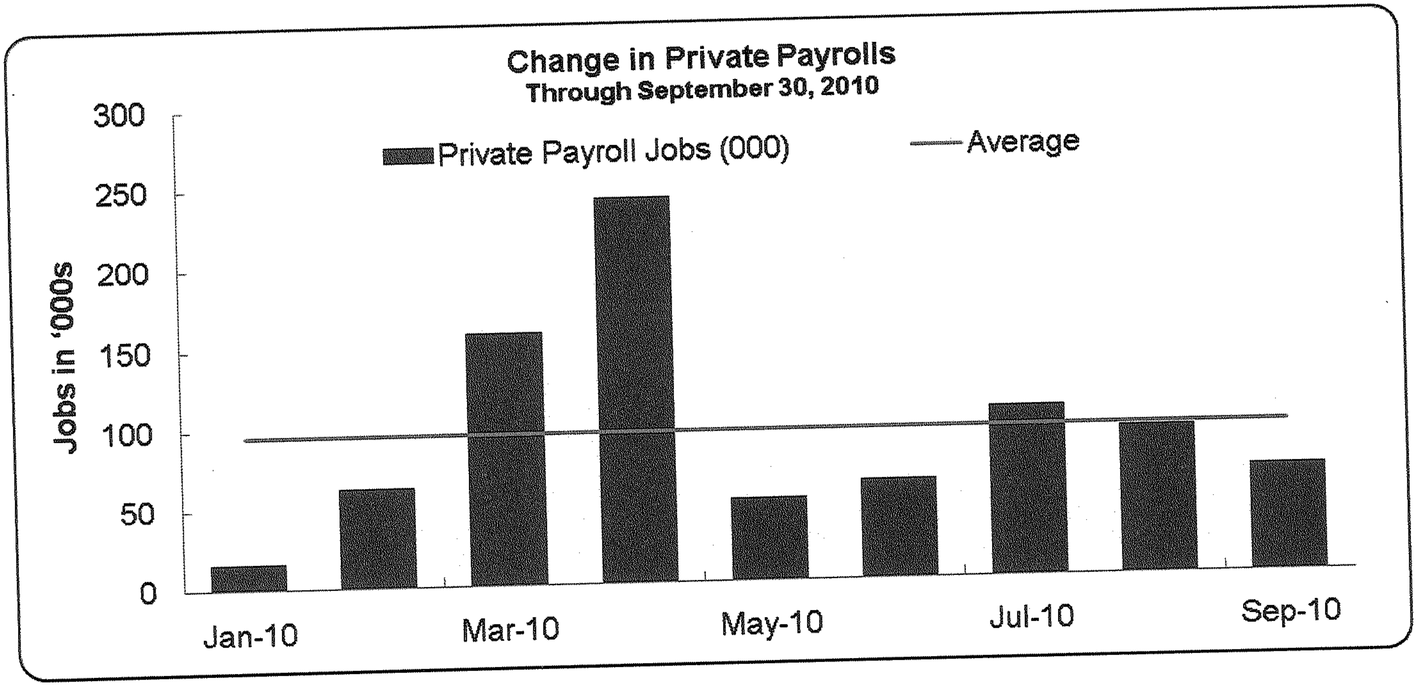
s in Private Payrolls Have Been Disappointing

,000 average gain in jobs in the private sector is likely to reinforce the Federal Reserve's assessment that ployment is "too high" and weigh on its parallel concern that low inflation could fall even further.



Data source: Moody's economy.com

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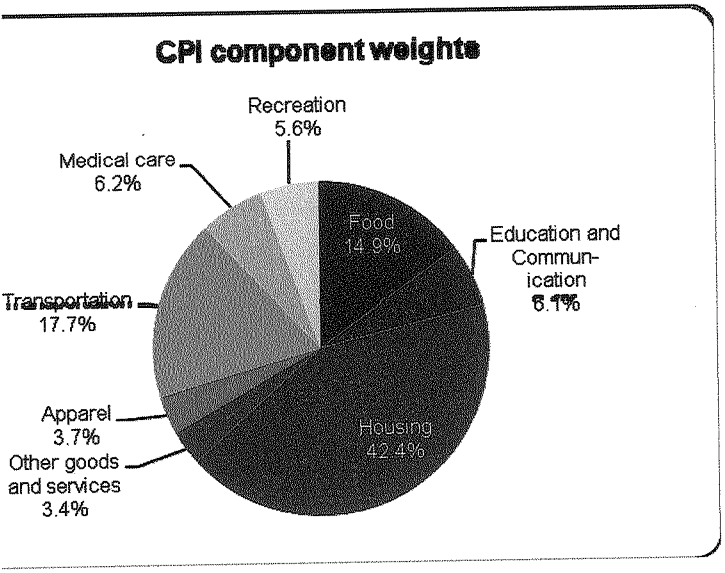
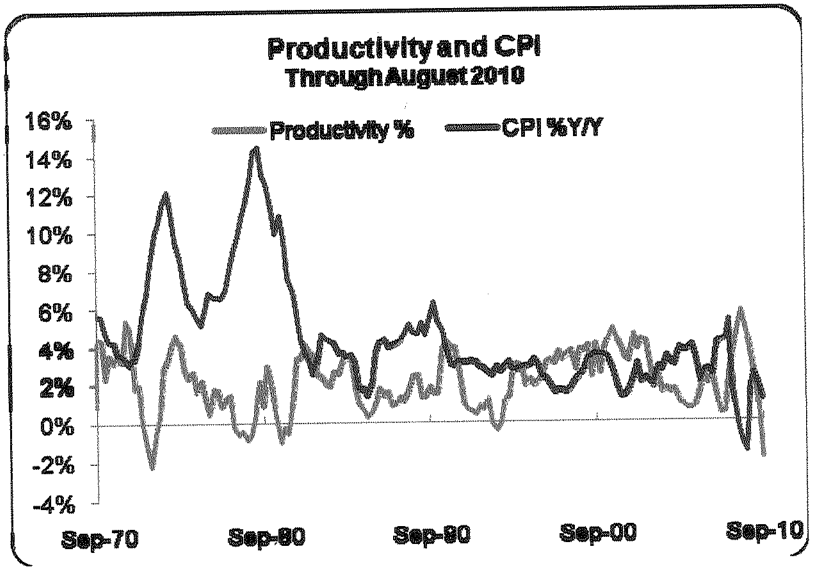
tion is Low, But Unlikely to Lead to Deflation

on continues to be below the Federal Reserve's preferred 1.5% to 2% band. However, the composition of ndices and leading price indicators lends credence to a call for steadily higher price levels in coming s. Among the major Consumer Price Index sub-categories, seven have seen increases. Commodities l have risen. Capacity utilization is rising faster than industrial production is growing which can be onary. And, critically, productivity has plummeted; declining productivity puts upward pressure on unit costs.





rce: Moody's economy.com; STI econ

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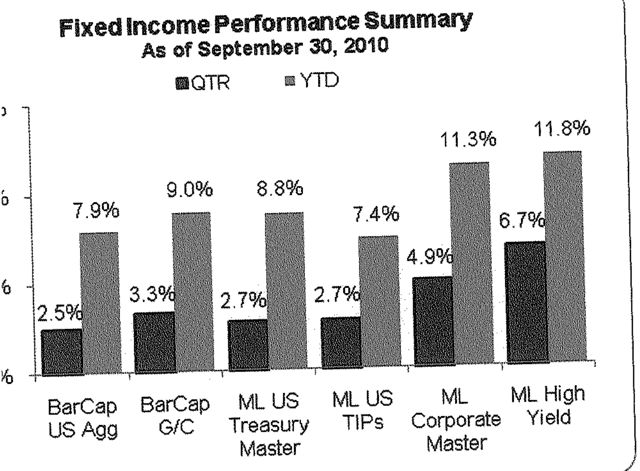
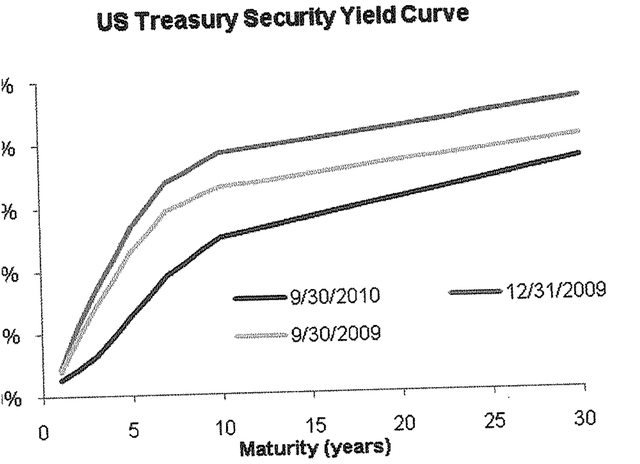
ble Fixed Income Market Overview





Source: *Bloomberg, Barclay's Live*

- **Bonds continued to show remarkable strength in all sectors in the third quarter**
  - Desire for yield continues to be the predominant driver for fixed income participants.
  - Surging new corporate issuance has been readily absorbed by yield hungry buyers.
  - US Treasury yields have set new records with the 2 year and 3-year rates hitting all time lows, closing September at 0.42% and 0.63% respectively.
  - While we expect rates to remain range bound, any movement to the upside may catch investors off guard.
- **The majority of investors believe additional Fed easing is on the way**
  - Soft economic data and high unemployment provide justification for additional monetary policy accommodation .
  - With yields at or near record lows, we believe the downside in bond prices is now greater than the upside. Thus we remain convinced that a shorter duration portfolio will be better positioned as markets react to changes in Federal Reserve announcements and further economic data.

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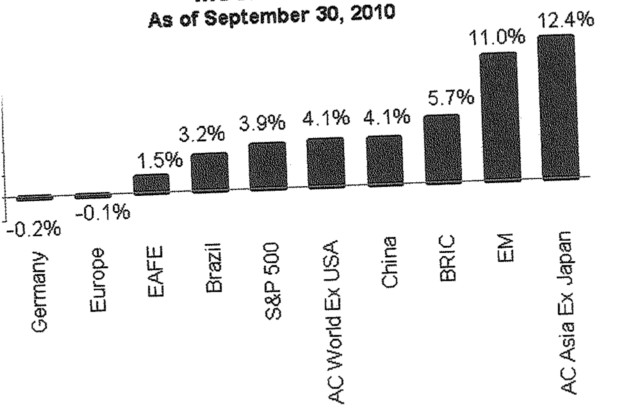
ty Market Overview

Year to Date Global Returns
MSCI Indexes
As of September 30, 2010



Market Barometer: Domestic Equities Year-to-Date 2010
Morningstar Style Indexes

		Value	Core	Growth
	US Market 4.76%	5.90%	4.68%	3.72%
Large	**2.52%**	4.68%	2.26%	0.72%
Mid	**10.50%**	8.67%	11.09%	11.72%
Small	**10.98%**	10.61%	10.11%	12.27%

source: *Morningstar Direct, Bloomberg*

- **Third quarter ends with best September since 1939**
  - Equities recouped losses incurred during the August economic soft patch as the S&P 500 posted its best September in over 70 years.
  - Better than expected economic reports and expectations of further Fed support served to allay investor fears of a double dip recession.
  - Domestic equities saw strong gains across style and market capitalization in the third quarter.
  - The growth style, led by mid-caps, outperformed value. The latter was influenced by a lagging Financials sector, which came under pressure from compression in the yield curve and increased bank regulation.
- **Weak US dollar supported international equity outperformance**
  - Bolstered by a weak US dollar, international markets outperformed domestic equities.
  - Emerging markets continue to benefit from stronger economic growth prospects and lower debt ratios relative to developed countries.
  - We continue to see value in international equities which we believe will benefit from the disparate recovery paths across the globe.

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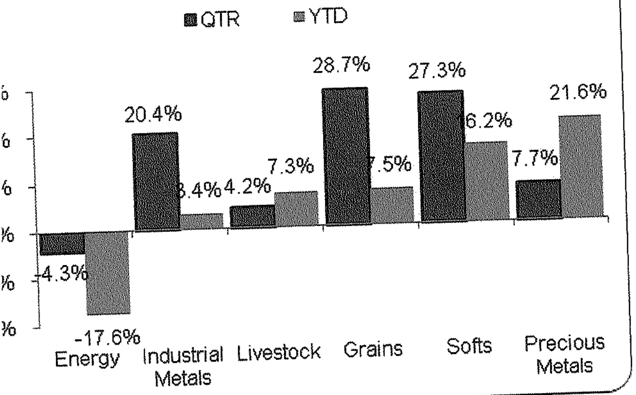
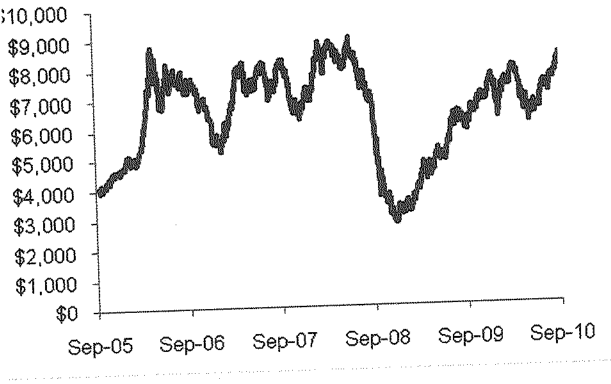
raditional Investments: Commodities

DJ UBS Commodity Index Sector Performance As of September 30, 2010)



Copper Prices per Ton Through September 30, 2010



ource: Factset;

- **Diversified commodities posted the strongest quarter in over a year**
  - Strong global demand and expectations that additional Federal Reserve quantitative easing would lead to further weakening of the US dollar drove commodity prices higher.
  - The grains sector was driven by an increase in wheat prices due to supply constraints brought about by Russia's draught.
  - Industrial metals rallied during the quarter due to supply reductions and increased demand from China.
  - Plunging natural gas prices offset high petroleum prices in the energy sector.
  - Although gold hit new highs, copper, a key industrial commodity, gained much more. Surging copper prices are consistent with a global recovery
  - We recommend investors maintain a modest allocation to diversified commodities as fundamentals are likely to remain constructive while the global economy continues on its growth path. Low interest rates and expectations of additional pressure on the dollar are also supportive of commodities.

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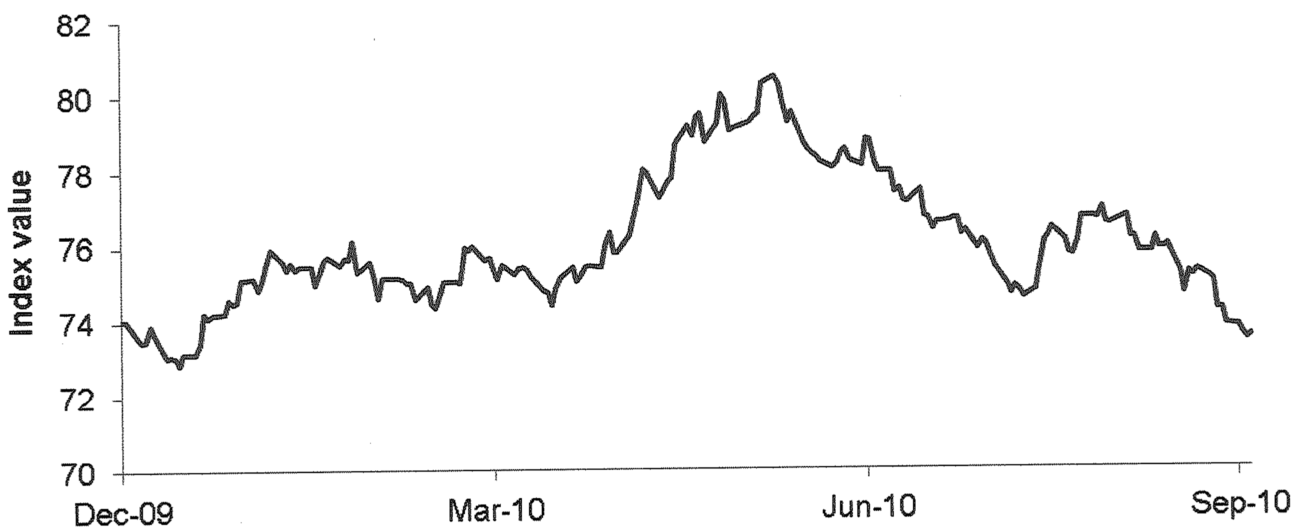
ency Tensions Have Risen

p sell off in the US dollar in the third quarter significantly impacted international equity and commodity s. China's Yuan peg is re-igniting US-Chinese trade tensions and free trade policies have become an n issue. The Japanese Yen has hit a fifteen year high compared to the dollar and is hurting Japan's export titiveness.

US Dollar Exchange Rate Index
Trade-Weighted vs. Major Currencies
Through September 30, 2010



Data source: Factset

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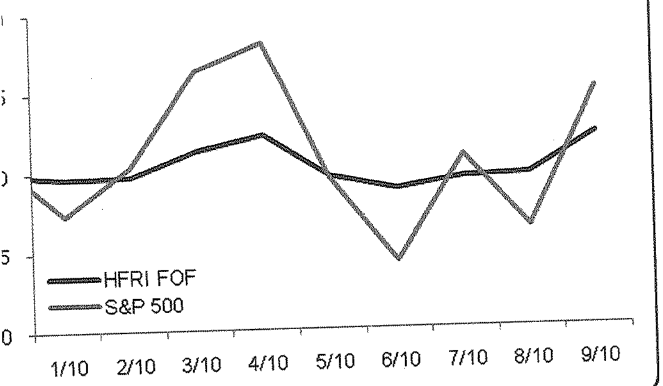
native Strategies Overview

Alternative Strategies Returns Through September, 2010

	Quarter	YTD	12 Months
Absolute Return	1.22%	-.79%	-.58%
Equity Hedge	5.41%	1.81%	3.23%
Global Hedge Fund	3.14%	1.90%	4.10%
Distressed Securities	4.11%	4.50%	8.20%
Macro Index	-.58%	-2.89%	-4.43%

S&P 500 and HFRI Fund of Funds Returns Through September 30, 2010



- **Hedge funds remain competitive on a risk adjusted basis**
  - The HFRI Fund Weighted Composite Index gained 3.37% for September which represents the largest monthly gain since May 2009.
  - The index's cumulative performance is now above it's high watermark previously set in October 2007.
  - Hedged Equity Strategies led the quarter. The HFRX Equity Hedge Index gained 3.48% in September alone.
  - The only negative sub-strategy was dedicated short biased managers.
  - Year-to-date, Absolute Return and Macro strategies have no provided the anticipated portfolio protection. Specifically, th velocity of reversals in interest rates, currencies, and commodities continues to challenge macro managers while absolute return has been hampered largely by Market Neutr managers not catching the equity market upswings.

Data source: HFRI, Factset

e fund investing involves substantial risks and may not be suitable for all clients. Hedge funds are intended for sophisticated investors who can bear the economic risks involved. Hedge funds often ge in leveraging and speculative investment practices that may increase the risk of investment loss, can be illiquid, and are not required to provide periodic pricing or valuation information to investors. e funds may involve complex tax structures and delays in distributing tax information. Hedge funds are not subject to the same regulatory requirements as mutual funds and often charge higher fees.

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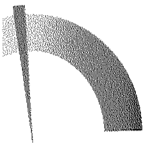
'olio Strategy: September 30, 2010

:ed Portfolio



Equity

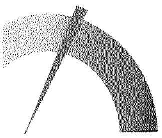
Slight Underweight Equity versus Bonds

- Broad US equity markets are reflecting historically reasonable valuations and many quality companies have strong balance sheets and are generating large sums of cash. We continue to believe these companies represent value but question near-term equity market performance potential given the recent run aided by expectations of additional Federal Reserve quantitative easing. While corporate profits and balance sheets remain robust, future growth estimates and guidance have decreased. More recently markets have rebounded from negative economic news in August, to mixed to better economic news in September, as investor confidence bounced off August lows.

- Though we believe a "double dip" recession in the US is unlikely and the fundamental backdrop for equities remains largely positive, at the margin, recent economic data has confirmed the persistence of a sluggish recovery below previous growth estimates. Specifically the magnitude of change in GDP, unemployment, consumer deleveraging and bank lending has called the strength of the economic recovery into question. In addition, Washington policy has introduced uncertainty that appears to be keeping private sector hiring at bay.

- Though we expect to remain in recovery mode, we believe the probability of slower global growth has increased and that above average volatility will persist. We have altered our strategy to reflect a slight equity underweight in favor of the higher capital structure position and coupon of high yield bonds given our preference for downside protection. We look for a more stabilized environment accompanied by signs of a re-acceleration of economic activity before increasing equity risk in portfolios.

:quity



Growth

Overweight Growth versus Value

- While we are optimistic regarding the longer-term prospects of US equities, in an environment where the direction of the global economy and regulatory policy prescriptions remain uncertain, we favor companies with strong balance sheets, brand recognition and stable, diversified, revenue streams. By these considerations, we currently find the growth style attractive across the capitalization spectrum and the large-cap "high quality" space in particular. Further, large-cap quality stocks provide us with a strong valuation opportunity relative to value stocks.

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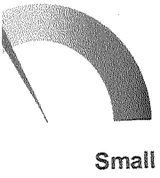
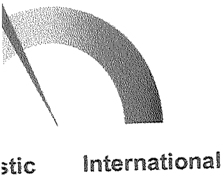
:quity

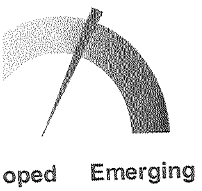


Overweight Large and Mid-Cap relative to Small-Cap Equities

- We believe market leadership will continue to rotate away from the highest-beta, smallest-capitalization stocks which were hardest hit in the downturn, toward larger higher quality names that have lagged through the early stages of the recovery.
- We currently favor large and mid-cap stocks over small as the decline in the accessibility of credit is likely to continue near-term which will make further small-cap outperformance difficult. With corporate balance sheet cash levels at multi-decade highs, mid-cap companies may become increasingly attractive acquisition targets for large-cap companies.

:rnational





Favor Domestic versus International, Emerging versus Developed

- Economic growth in the euro zone, the UK, and Japan continues to lag that of the US. Many emerging market countries such as China and India, however, will benefit from favorable demographic trends and accelerating domestic consumption.
- We remain underweight the equities of developed international countries as we expect the debilitating debt loads and austerity measures required to alleviate them to dampen near-term growth and keep financial systems under strain. We expect the US to continue to lead developed nation economic growth. US corporations have been more adept at navigating the downturn, and compared to their European brethren, have not been faced with as many structural headwinds, such as employment contracts, allowing them to aggressively cut costs. In addition, fiscal and monetary policy in the US has and is expected to remain accommodative to further growth.
- We have increased our emerging market equity allocation and established a longer-term strategic position. The secular growth prospects in emerging economies are compelling. Households have a high savings rate, low debt levels, and rising incomes. A growing domestic consumption market should help emerging nations transition to a more stable, domestically driven form of economic development. In addition, developing economies are not facing the sovereign debt issues of many of the advanced.

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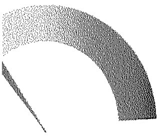
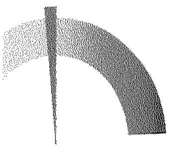
·olio Strategy: September 30, 2010

d Income

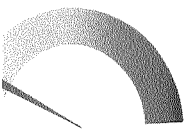




Emphasize High-Quality Corporates; Duration Neutral

- While continued concern over rising government debt levels may serve to further diminish investor confidence and lead to demand for US Treasuries in the short run, the longer-term prospects of lending to Uncle Sam at 2.5% for the next decade is far less appealing to us than high grade corporate debt of similar duration. The low absolute level of investment grade yields calls for a higher-quality strategy, however. Credit spreads have corrected significantly and further moves are likely to be much more muted though we continue to find opportunity in non-investment grade absolute yield levels with spreads above historical averages; we have added to our high yield position.
- Recent economic reports and Federal Reserve comments support an accommodative monetary policy for the foreseeable future. We exited our short-term bond allocation in favor of the higher coupon portfolios of our active managers who can position for movements among sectors and along the yield curve.
- We maintain a small allocation to Treasury Inflation Protected Securities (TIPs). TIPs contribute diversification benefits through varying return drivers such as inflation expectations and interest rates.

ıtive Strategies



Favor Commodities and Absolute Return

- Diversified commodities fundamentals are likely to remain constructive given stronger demand from emerging market economies and the continued global recovery. Low interest rates and expectations of additional pressure on the dollar are also supportive of commodities.
- We are significantly underweight REITs given their stretched valuations and the inherent risk of impending debt refinancing. REITs have rebounded sharply, and as such, valuations are expected to be further challenged relative to broad equities.
- With the recent increase in uncertainty and market volatility, we continue to advocate diversifying traditional portfolios with lower-volatility absolute return oriented strategies for less correlated return drivers and overall portfolio risk reduction.

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ormance Summary: September 30, 2010

ormance (%)	MTH	QTR	YTD	1 Yr	3 Yr	5 Yr
Industrial Average	7.85	11.13	5.57	14.12	-5.38	3.13
	8.92	11.29	3.89	10.16	-7.16	0.64
	12.04	12.30	4.38	11.60	-4.29	1.94
0	9.19	11.55	4.41	10.75	-6.79	0.86
0	9.44	11.53	4.78	10.96	-6.59	0.92
lCap	10.58	13.31	10.97	17.54	-4.16	2.60
0	12.46	11.29	9.12	13.35	-4.29	1.60
0 Growth	10.65	13.00	4.36	12.65	-4.36	2.06
0 Value	7.76	10.13	4.49	8.90	-9.39	-0.48
lCap Growth	12.09	14.65	10.85	18.27	-3.90	2.86
lCap Value	9.26	12.13	11.15	16.93	-4.78	1.97
0 Growth	14.15	12.83	10.23	14.79	-3.75	2.35
0 Value	10.74	9.72	7.92	11.84	-4.99	0.73
E Net	9.80	16.48	1.07	3.27	-9.51	1.97
rging Markets Net	11.11	18.03	10.75	20.22	-1.48	12.74
E Small Cap Net	11.40	17.51	9.16	8.04	-6.86	2.07
EIT Equity Index	4.47	12.83	19.10	30.28	-6.06	1.88
mmodity Index	7.26	11.61	0.90	10.01	-6.84	-2.35
gregate	0.11	2.48	7.94	8.16	7.42	6.20
vernment/Credit	0.27	3.28	8.95	8.73	7.46	6.15
easury Master	0.00	2.74	8.78	7.35	7.47	6.22
easuries Inflation-Linked	0.87	2.74	7.35	9.44	7.02	5.57
S. Treasury Bellwethers (2 Yr)	0.17	0.60	2.49	2.65	4.62	4.61
S. Treasury Bellwethers (10 Yr)	-0.13	4.53	14.38	10.27	9.27	6.69
nicipal Bond	-0.16	3.40	6.83	5.81	6.04	5.13
orporate Master	0.59	4.90	11.29	12.64	8.17	6.39
ield Master	2.97	6.70	11.76	18.51	8.60	8.30
VGBI (USD)	2.38	8.18	7.05	4.99	8.15	7.05
VGBI (USD) Hedged	-0.42	2.11	5.69	5.49	6.07	5.08
EMBI Global	1.68	8.33	14.14	15.88	10.19	9.17

ector Performance (%)	MTH	QTR	YTD	1 Yr	3 Yr	5 Yr
Discretionary	11.10	15.17	13.34	23.63	-1.40	2.10
Staples	5.86	10.63	7.54	12.94	2.76	6.51
	9.20	12.95	-0.84	4.70	-8.44	2.60
	6.08	4.33	0.50	-2.84	-23.31	-11.19
e	9.03	8.86	-0.71	8.31	-2.84	1.40
	11.40	14.31	13.34	19.44	-7.74	1.88
n Technology	12.14	11.78	-0.04	10.66	-2.75	3.21
	7.75	17.84	2.66	10.22	-6.04	6.02
unication Services	8.15	20.96	10.83	19.07	-7.30	5.11
	2.93	12.35	4.32	11.90	-3.75	2.51

Rates (%)	9/30/2010	6/30/2010	3/31/2010	12/31/2009	9/30/2009
U.S. Fed Funds Rate	0.13	0.13	0.13	0.13	0.13
European Central Bank Rate	1.00	1.00	1.00	1.00	1.00
Bank of England Rate	0.50	0.50	0.50	0.50	0.50
Bank of Japan Rate	0.10	0.10	0.10	0.10	0.10
USA LIBOR - 3 Month	0.29	0.53	0.29	0.25	0.29
TED Spread (bps) - 3 Month	13.28	35.13	13.68	18.98	16.27
2 Yr U.S. Treasury	0.43	0.62	1.02	1.14	0.96
10 Yr U.S. Treasury	2.52	2.95	3.83	3.84	3.31
10-2 yr slope	2.09	2.33	2.81	2.70	2.35
BarCap Municipal Bond	3.01	3.41	3.59	3.62	3.34
ML High Yield Master	7.78	9.02	8.48	9.08	10.21
ML Corporate Master	3.69	4.33	4.56	4.89	4.98

Currencies	9/30/2010	6/30/2010	3/31/2010	12/31/2009	9/30/2009
Euro ($/€)	1.37	1.22	1.35	1.43	1.46
Yen (¥/$)	83.54	88.49	93.44	93.10	89.54
GBP ($/£)	1.58	1.50	1.52	1.61	1.60

Commodities	9/30/2010	6/30/2010	3/31/2010	12/31/2009	9/30/2009
Light Crude Oil ($/barrel)	79.97	75.63	83.76	79.36	70.61
Gold ($/ozt)	1309.60	1245.90	1114.50	1096.20	1009.30

S&P 500 Earnings Estimates ($)	9/30/2010	6/30/2010	3/31/2010	12/31/2009	9/30/2009
2011 Oper Earnings (bottom up-S&P)	94.10	94.83	93.55	NA	NA
2011 Oper Earnings (top down-S&P)	86.23	76.89	71.13	64.40	62.48
2011 Oper Earnings (First Call)	96.13	92.68	91.92	88.09	84.66

CBOE Volatility Index	9/30/2010	6/30/2010	3/31/2010	12/31/2009	9/30/2009
CBOE VIX	23.70	34.54	17.59	21.68	25.61

Hedge Fund Performance (%)	MTH	QTR	YTD	1 Yr	3 Yr
HFRX Global Hedge Fund Index	1.72	3.14	1.90	4.10	-3.86
HFRX Equity Hedge Index	3.48	5.41	1.81	3.23	-5.37
HFRI Fund of Funds	2.44	3.36	2.12	3.62	-3.00
HFRX Macro	-1.38	-0.58	-2.89	-4.43	-0.32
HFRX Distressed Securities Index	2.53	4.11	4.50	8.20	-11.72
HFRX Absolute Return Index	1.38	1.22	-0.79	-0.58	-5.49

ce: FactSet, Standard & Poors, Hedge Fund Research, Inc., Merrill Lynch, Barclays Capital

SunTrust

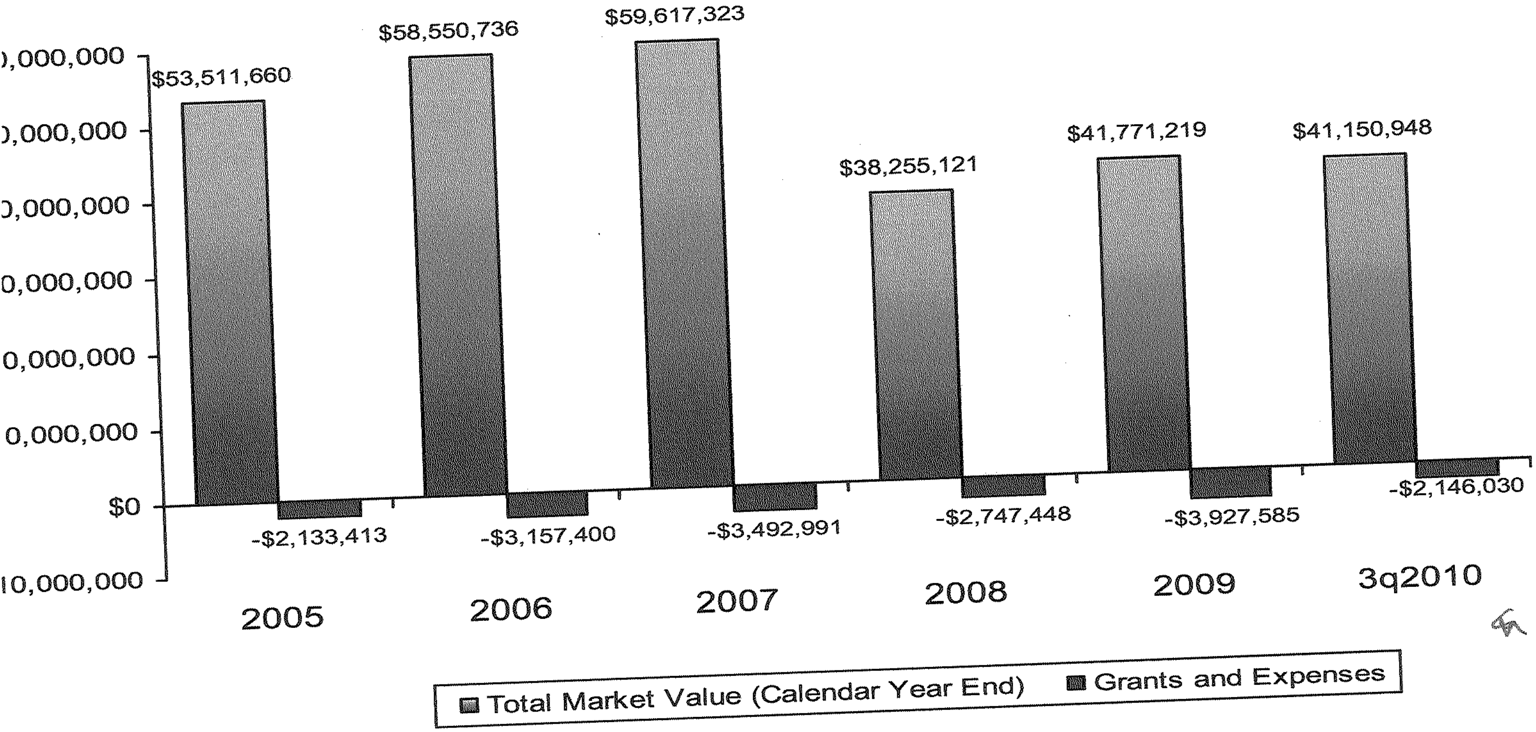
SunTrust

Portfolio Review

Strictly Private and Confidential

rical Market Values

June 30, 2010



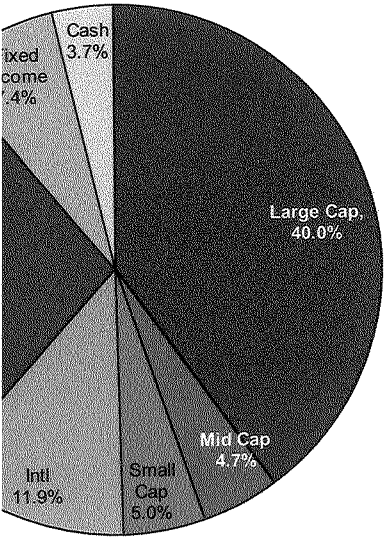
40.80

Portfolio Holdings are subject to change at any time and without notice.

Please refer to appendix for full disclosure. Source: First Rate Performance System.

olio Composition

September 30, 2010



Assets	Current Market Value 9/30/2010	Current Allocation 9/30/2010	Prior Allocation 6/30/2010	Δ in Allocation	Eff Frontier Target Allocation	Range	Vari fr Ta
TOTAL PORTFOLIO	$41,150,948	100.00%	100.00%				
Large Cap	**$16,463,273**	**40.01%**	**39.71%**	**0.29%**	**37.1%**	**30-60%**	**2.9**
Harbor Capital Appreciation I	$3,133,228	7.61%	7.41%	0.21%			
Jensen Portfolio I	$3,269,164	7.94%	7.83%	0.11%			
Vanguard Instl Index	$4,731,480	11.50%	11.53%	-0.04%			
RidgeWorth Large Cap Value	$2,843,223	6.91%	7.03%	-0.12%			
Hartford Dividend & Growth Y	$2,486,177	6.04%	5.91%	0.13%			
Mid Cap	**$1,927,972**	**4.69%**	**4.59%**	**0.10%**	**7.1%**	**5-14%**	**-2.4**
RidgeWorth Midcap Value	$1,927,972	4.69%	4.59%	0.10%			
Small Cap	**$2,039,238**	**4.96%**	**4.78%**	**0.17%**	**4.8%**	**0-15%**	**0.1**
INVESCO Small Cap Growth	$983,898	2.39%	2.32%	0.07%			
RidgeWorth Small Cap Value	$1,055,339	2.56%	2.46%	0.10%			
International	**$4,905,592**	**11.92%**	**11.11%**	**0.81%**			
MFS Research International	$3,074,209	7.47%	7.09%	0.38%	9.1%	5-15%	-1.
Legg Mason Emerging Market	$1,831,383	4.45%	4.02%	0.43%	6.5%	3-10%	-2.
Non-Traditional	$11,256,266	27.35%	27.98%	-0.63%	20.0%	10-30%	7.
Hedge	**$11,256,266**	**27.35%**	**27.98%**	**-0.63%**	**20.0%**	**10-30%**	**7.**
Lighthouse Global Long/Short	$4,879,147	11.86%	12.28%	-0.43%			
Lighthouse Diversified	$4,019,132	9.77%	9.96%	-0.20%			
Lighthouse Credit Opps	$2,357,988	5.73%	5.74%	-0.01%			
Private Equity	**$0**	**0.00%**	**0.00%**	**0.00%**	**5.0%**	**0-10%**	**-5.**
Total Fixed Income	$3,034,564	7.37%	9.45%	-2.07%	9.4%	0-10%	-2.
S&P/Citigroup Intl Tsy Bond ETF	$0	0.00%	4.20%	-4.20%			
RidgeWorth Seix High Yield Bond	$546,533	1.33%	1.32%	0.00%			
RidgeWorth High Income	$743,558	1.81%	1.78%	0.02%			
RidgeWorth Corporate Bond	$877,340	2.13%	2.14%	-0.01%			
PIMCO Total Return Bond	$867,133	2.11%	0.00%	2.11%			
Cash Equivalents	$1,524,044	3.70%	2.38%	1.33%	1.0%	0.0%	0.

Portfolio Holdings are subject to change at any time and without notice.

Please refer to appendix for full disclosure. Source: First Rate Performance System.

ormance Comparison Summary

Q1

September 30, 2010

	Fiscal 1st Qtr. 3 Months	1 Yr	Annualized 3 Yrs	Annualized 5 Yrs	Annualized 7 Yrs	5 Yr Std. Dev.
FOLIO	8.5%	8.5%	-5.8%	1.9%	4.9%	13.2%
ier Target	5.5%	6.6%	-3.0%	1.6%	3.7%	12.4%
ark	8.4%	10.0%	-1.7%	2.8%	4.9%	12.2%
	12.6%	11.1%	-7.2%	1.4%	5.0%	
idex	11.5%	11.0%	-6.6%	0.9%	4.6%	
	11.1%	**9.3%**	**-13.3%**	**-2.9%**	**N/A**	
l Appreciation I	**12.1%**	**9.1%**	**-3.5%**	**1.7%**	**5.2%**	
lio I	**10.1%**	**12.7%**	**-1.9%**	**3.2%**	**4.3%**	
rowth Index	13.0%	12.7%	-4.4%	2.1%	4.1%	
l Index	**11.3%**	**10.2%**	**-7.1%**	**0.7%**	**4.1%**	
:	11.3%	10.2%	-7.2%	0.6%	4.0%	
arge Cap Value Equity	**10.6%**	**11.0%**	**-5.7%**	**3.0%**	**6.1%**	
end & Growth Y	**11.0%**	**9.5%**	**-5.3%**	**2.9%**	**6.4%**	
'alue Index	10.1%	8.9%	-9.4%	-0.5%	4.6%	
	11.2%	**16.4%**	**-2.7%**	**4.6%**	**N/A**	
lidcap Value	**11.2%**	**16.6%**	**0.3%**	**7.2%**	**10.8%**	
Value Index	12.1%	16.9%	-4.8%	2.0%	8.3%	
	13.3%	**17.6%**	**-2.9%**	**2.6%**	**N/A**	
all Cap Growth	**12.6%**	**15.4%**	**-3.7%**	**3.7%**	**6.4%**	
Growth Index	12.8%	14.8%	-3.8%	2.4%	5.8%	
mall Cap Value	**13.9%**	**20.9%**	**-0.5%**	**5.6%**	**11.0%**	
Value Index	9.7%	11.8%	-5.0%	0.7%	6.3%	
	18.2%	**9.9%**	**-9.2%**	**2.1%**	**8.5%**	
h International	**17.0%**	**4.8%**	**-8.3%**	**3.4%**	**9.0%**	
idex (Net)	16.5%	3.3%	-9.5%	2.0%	7.8%	
Intl Emerging Mkts	**20.2%**	**21.9%**	**-3.8%**	**13.0%**	**N/A**	
g Markets Index	18.0%	20.2%	-1.5%	12.7%	18.9%	

	Fiscal 1st Qtr. 3 Months	1 Yr	Annualized 3 Yrs	Annualized 5 Yrs
Non-Traditional***	0.6%	5.3%	-1.6%	3.7%
HFRI Fund of Funds Comp Index	-0.1%	2.8%	-3.1%	2.0%
Lighthouse Global Long/Short LP 2.42	**-0.6%**	**1.4%**	**-1.1%**	**4.6%**
Lighthouse Diversified LP 2.56	**0.9%**	**5.2%**	**-1.6%**	**3.5%**
Lighthouse Credit Opps LP 4.77	**3.0%**	**14.7%**	**-3.7%**	**1.8%**
Total Fixed Income	6.9%	5.3%	8.2%	6.7%
Barclays Aggregate Index	2.5%	8.2%	7.4%	6.2%
RidgeWorth Seix High Yield	**7.3%**	**16.2%**	**6.2%**	**5.9%**
ML US HY BB Rated Constrained Index	6.9%	17.6%	9.7%	8.2%
RidgeWorth High Income	**7.3%**	**22.7%**	**8.9%**	**8.8%**
Barclays High Yield Bond Index	6.7%	18.4%	8.8%	8.4%
RidgeWorth Corporate Bond	**4.9%**	**11.8%**	**7.7%**	**6.7%**
Barclays Corp Invt Grade Index	4.7%	12.3%	8.4%	6.5%
PIMCO Total Return Bond	**3.8%**	**10.9%**	**10.9%**	**8.4%**
Barclays Aggregate Index	2.5%	8.2%	7.4%	6.2%
Cash Equivalents	0.0%	0.4%	2.4%	3.6%
91 Day T-Bills	0.0%	0.1%	0.9%	2.4%

ark consists of: 65% Russell 3000 Index and 35% Barclays Aggregate Index. **Efficient Frontier Target consists of: 37.1% S&P500, 7.1% Russell Mid Cap, 4.8% Russell 2000, 1
OP, 25.0% HFR Fund of Funds, 9.4% Barclays Aggregate Index and 1.0% 91 Day T-Bills. ***The Non-Traditional sector and benchmark are as of August 2010.

Past performance is not indicative of future results. Please refer to appendix for full disclosure. Source: First Rate Performance System.

bution Analysis – 3rd Quarter 2010

September 30, 2010

set	Benchmark	Weights (%) Target	Active (1)	Asset Qtrly Returns (%) Index	Style Index(3)	Portfolio	Weight vs Tgt	Attribution Effects Allocation	Style Allocation	Selection
rge Cap	LC Policy Index(4)	37.1	39.9	11.5	11.6	11.0	2.77	0.06	0.04	-0.16
Jensen LC Growth	Russell 1000 Growth Index		7.9	13.0		10.1			0.12	
Harbor Capital LC Growth	Russell 1000 Growth Index		7.5	13.0		12.1			0.12	
Vanguard 500	S&P 500 Index		11.5	11.3		11.3			-0.02	
Hartford LC Value	Russell 1000 Value Index		6.0	10.1		11.0			-0.08	
Ceredex LC Value	Russell 1000 Value Index		7.0	10.1		10.6			-0.09	
id Cap	Russell MidCap Index	7.1	4.6	12.1	12.1	11.2	(2.46)	-0.07	0.00	-0.04
Ceredex Midcap Value	Russell Midcap Value Index		4.6	12.1		11.2			0.00	
mall Cap	Russell 2000 Index	4.8	4.9	11.3	11.2	13.3	0.07	0.00	0.00	0.10
Invesco SC Growth	Russell 2000 Growth Index		2.4	12.8		12.6			0.04	
Ceredex SC Value	Russell 2000 Value Index		2.5	9.7		13.9			-0.04	
ternational	MSCI EAFE	15.6	11.5	16.5	17.1	18.2	(4.08)	-0.29	0.06	0.19
MFS International	MSCI EAFE		7.3	16.5		17.0			0.00	
Legg Mason Emerging Mkt	MSCI Emerging Mkts Index		4.2	18.0		20.2			0.06	
lternative (*Estimated Thru 9/30)	Alternative Policy (5)	25.0	27.7	3.4	3.4	2.9	2.68	-0.16	0.00	-0.13
Lighthouse Credit Opportunites	HFRX Distress Sec Index		5.7	4.1		4.8			0.04	
Lighthouse Global Long/Short	HFRX Global Hedge Index		12.1	3.1		2.4			-0.03	
Lighthouse Diversified	HFRI FOF Index		9.9	3.4		2.6			-0.01	
rivate Equity			0.0							
ixed Income	Barcap Aggregate	9.4	11.5	2.5	3.8	5.3	2.06	-0.14	0.15	0.33
ETF Intl Tsy Bonds	S&P Bond ex US		2.1	11.8		11.4			0.19	
Corporate Bonds	Barclays Corp		2.1	4.7		4.9			0.05	
High Yield Bonds	ML BB Constrained		1.3	6.9		7.3			0.06	
High Income Bonds	ML HY Index		1.8	6.7		7.3			0.08	
Pimco Total Return Bond	Barclays Aggregate		1.1	2.5		3.8			0.00	
ash Equivalent										
Cash Equivalents	91 Day T-Bills	1.0	3.0	0.0		0.0		-0.19	0.00	0.00
eriod End Static Return		100.0	100.0	9.3		9.1 (2)		**-0.79**	**0.26**	**0.28**
						-0.5				
otal - Actual Return (Plugged)				8.4		8.5				

Notes:
(1) Portfolio active weights are an average of beginning and ending quarter percentages
(2) Portfolio return is estimated using a weighted average and does not take into account the timing of cash flows; therefore, it may not exactly match the actual return.
(3) The Style Index is the portfolio's fund weight x benchmark style index within each asset class
(4) Large Cap Policy Index = 33.3% SP500, 33.3% R1000G, 33.3% R1000V
(5) Alternative Policy Index = 40% Multi Strategy, 40% Long/Short, 20% Credit Opportunity

uses the new efficient fro target so slightly off

Group Analysis

September 30, 2010

Fund	Ticker	Fund Inception	Lipper Category	Benchmark	1 Quarter	YTD	1 YR	3 YR	5 YR
LARGE CAP GROWTH									
Harbor Capital Appreciation Instl	HACAX	12/29/1987	Large-Cap Growth	Russell 1000 Growth - Total Return	55	87	64	14	32
Jensen I	JENIX	07/30/2003	Large-Cap Growth	Russell 1000 Growth - Total Return	95	54	20	4	10
Russell 1000 Growth - Total Return			Large-Cap Growth		37	25	20	26	25
LARGE CAP CORE									
Vanguard Instl Index	VINIX	07/31/1990	Large-Cap Core	S&P 500 - Total Return	41	18	18	47	41
S&P 500 - Total Return			Large-Cap Core		41	18	18	48	42
LARGE CAP VALUE									
RidgeWorth Large Cap Value Equity I	STVTX	02/12/1993	Large-Cap Value	Russell 1000 Value - Total Return	39	9	9	6	1
Hartford Dividend & Growth Y	HDGYX	07/22/1996	Large-Cap Value	Russell 1000 Value - Total Return	25	32	17	5	1
Russell 1000 Value - Total Return			Large-Cap Value		54	15	23	59	49
MID CAP VALUE									
RidgeWorth Mid-Cap Value Equity I	SMVTX	11/30/2001	Mid-Cap Value	Russell Midcap Value - Total Return	61	15	21	4	1
Russell Midcap Value - Total Return			Mid-Cap Value		40	15	17	38	39
SMALL CAP GROWTH									
Invesco Small Cap Growth I	GTSVX	03/15/2002	Small-Cap Growth	Russell 2000 Growth - Total Return	44	37	44	29	17
Russell 2000 Growth - Total Return			Small-Cap Growth		39	40	49	30	37
SMALL CAP VALUE									
RidgeWorth Small Cap Value Equity I	SCETX	01/31/1997	Small-Cap Value	Russell 2000 Value - Total Return	3	3	6	11	4
Russell 2000 Value - Total Return			Small-Cap Value		58	61	65	60	61
LARGE CAP INTERNATIONAL									
MFS Research International I	MRSIX	01/02/1997	International Large-Cap Core	MSCI EAFE - Gross Return	52	32	32	21	13
MSCI EAFE - Gross Return			International Large-Cap Core		60	50	46	32	30
EMERGING MARKETS EQUITY									
Legg Mason Batterymarch Emerging Mkts I	LGEMX	06/23/2005	Emerging Markets	MSCI EMF (Emerging Markets) - Gross Return	19	50	25	57	17
MSCI EMF (Emerging Markets) - Gross Return			Emerging Markets		61	48	37	29	16
DOMESTIC BOND FUNDS - CORE									
RidgeWorth Investment Grade Bond I	STIGX	07/16/1992	Intermediate Investment Grade	Barclays Capital US Aggregate	99	65	89	15	11
RidgeWorth Intermediate Bond I	SAMIX	6/30/1999	Intermediate Investment Grade	Barclays Capital US Intermediate Government/Credit	99	94	96	31	23
RidgeWorth Total Return Bond I	SAMFX	12/30/1997	Intermediate Investment Grade	Barclays Capital US Aggregate	100	74	90	21	19
Barclays Capital US Aggregate			Intermediate Investment Grade		85	70	81	44	35
HIGH YIELD									
RidgeWorth High Income I	STHTX	10/03/2001	High Current Yield	Barclays Capital US High Yield - Corporate	11	21	2	4	3
RidgeWorth Seix High Yield I	SAMHX	12/29/2000	High Current Yield	BofA Merrill Lynch U.S. High Yield - Constrained B-BB	13	22	55	45	68
Barclays Capital US High Yield - Corporate			High Current Yield		29	15	19	4	5
CORE PLUS FIXED									
PIMCO Total Return Instl	PTTRX	05/11/1987	Intermediate Investment Grade	Barclays Capital US Aggregate	19	23	31	2	2
Barclays Capital US Aggregate			Intermediate Investment Grade		85	70	81	44	35

all in compliance

underperforming

Please refer to appendix for full disclosure. Source: MorningStar.

ment of Cash Flow

September 30, 2010

June 30, 2010 to September 30, 2010

Beginning Market Value	$39,991,864.37
Beginning Accrued Income	$11,353.89
Beginning Portfolio Value	$40,003,218.26
Contributions	$45,685.60
Withdrawals	($2,161,669.96)
Gain (Loss)	$3,162,050.02
Interest and Dividends	$99,737.09
Net Accrued Income	$1,927.03
Ending Market Value	$41,137,667.12
Ending Accrued Income	$13,280.92
Ending Portfolio Value	$41,150,948.04
Total Portfolio	8.47%

Past performance is not indicative of future results. Please refer to appendix for full disclosure. Source: First Rate Performance System.

SunTrust

Private Equity

Strictly Private and Confidential

vate Equity Commitment Model

Target Private Equity Asset Allocation		Annual Commitment	
Category	%	Years 1 - 4	Thereafter
Special Situations	20%	120,000	120,000
Buyouts	40%	240,000	240,000
Venture Capital	20%	120,000	120,000
Secondary	20%	120,000	120,000
Total	100%	600,000	600,000

10 different partnerships - can stop at anytime

Private Equity Commitment Schedule
10/31/2010

Target Allocation		5%
Total Portfolio Market Value	$	40,000,000
Target Private Equity Assets	$	2,000,000
Projected Portfolio Growth Rate		2.50%

Year	Commitment	Cumulative Commitments	Estimated NAV	Target NAV	Est. % of Target Allocation Invested	Est. % of Total portfolio
2010	$600,000	$600,000	$85,200	$2,000,000	4.3%	0.2%
2011	$600,000	$1,200,000	$322,800	$2,050,000	15.7%	0.8%
2012	$600,000	$1,800,000	$670,800	$2,101,250	31.9%	1.6%
2013	$600,000	$2,400,000	$1,096,800	$2,153,781	50.9%	2.5%
2014	$600,000	$3,000,000	$1,510,800	$2,207,626	68.4%	3.4%
2015	$600,000	$3,600,000	$1,846,800	$2,262,816	81.6%	4.1%
2016	$600,000	$4,200,000	$2,110,800	$2,319,387	91.0%	4.6%
2017	$600,000	$4,800,000	$2,260,800	$2,377,372	95.1%	4.8%
2018	$600,000	$5,400,000	$2,344,800	$2,436,806	96.2%	4.8%
2019	$840,000	$6,240,000	$2,420,880	$2,497,726	96.9%	4.8%

**Realized data is incorporated up to the date of the report.*

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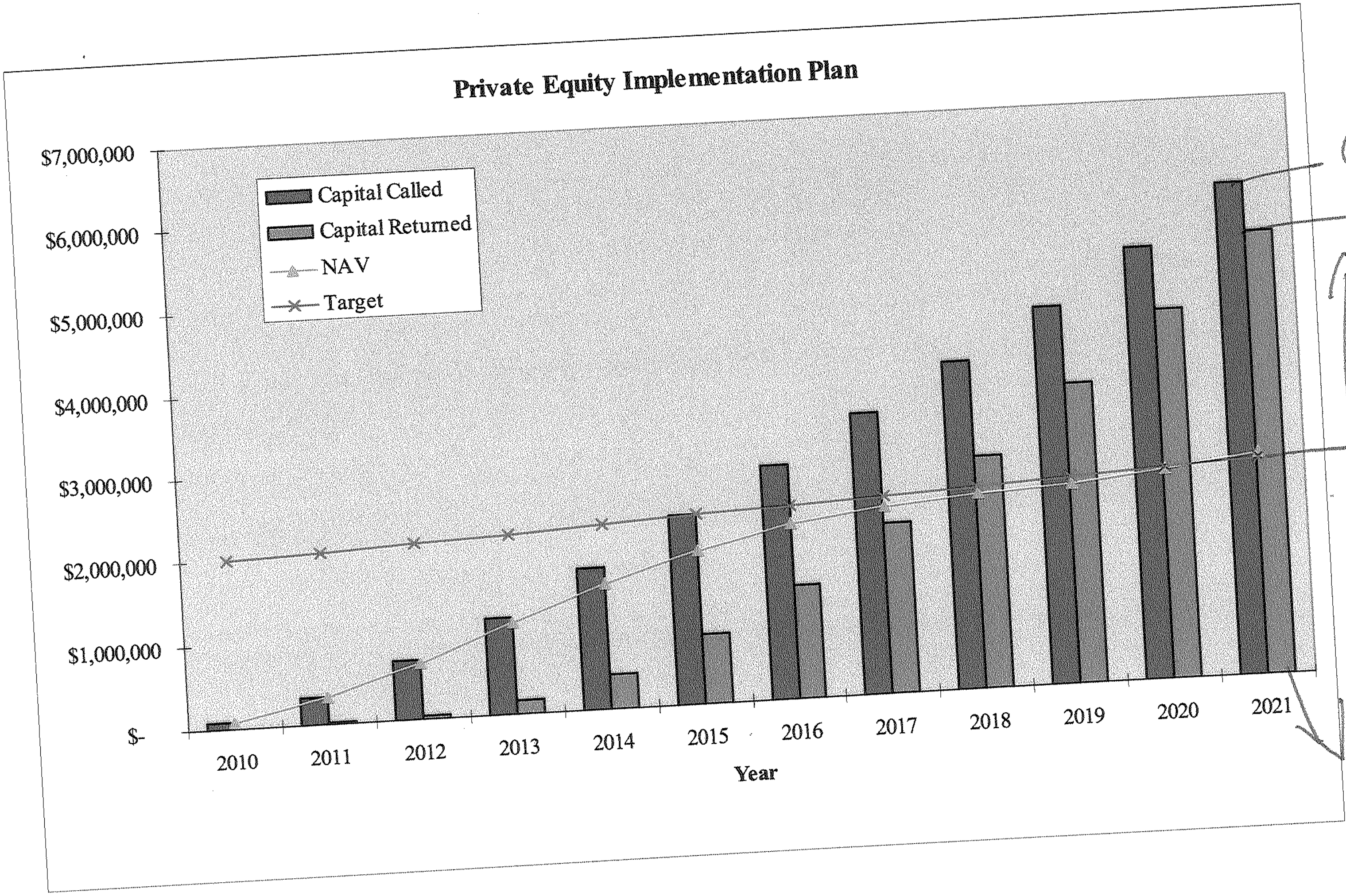
vate Equity Cash Flow Model



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SunTrust

Hedge Funds

Strictly Private and Confidential

Aurora Limited Partnership (Taxable)

March 2010

Aurora Investment Management L.L.C.

Multi-Strategy Fund of Hedge Funds

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By accepting this evaluation, all prospective investors agree to the foregoing. All investments may experience gain or loss. No representation is made that this fund will or is likely to achieve its objective, or that any investor will or is likely to achieve results comparable to any shown, or will make any profit or will not sustain losses. Past performance is not necessarily indicative of future results.

Terms

	Aurora Offshore Fund Ltd. II	**Aurora Limited Partnership**
Inception Date	Jul 2002	Jan 1988
Strategy Assets	$8.5 Billion	
Minimum Investment	$1 Million	$3 Million
Management Fee (%)	1.0	
Incentive Fee (%)[1]	10.0	
Subscriptions	Monthly	
Lock-Up	None	
Redemptions	Quarterly	
Notice Period	95 Days	
Underlying Managers	40 to 60	

Overview

The objective of Aurora Offshore Ltd. II (the Fund) is to achieve consistent long term capital appreciation with low volatility and little correlation to equity and bond markets. Underlying manager selection employs a tactical contrarian approach while attempting to identify managers with a sustainable competitive edge and a combination of bottom-up and top-down asset allocation.

Firm Background

Aurora Investment Management L.L.C. ("Aurora"), Formerly Harris Alternatives L.L.C., was formed in 1988 to diversify partner capital of Harris Associates L.P. Aurora Investment Management is based in Chicago, Illinois and manages $8.5 billion in assets across 5 domestic partnerships and 4 offshore funds. The firm employs 72 people, 24 of whom are investment professionals.

Key Personnel

Roxanne M. Martino is a Partner, President, CEO, and Portfolio Manager with Aurora. Prior to joining Aurora in 1990, Ms. Martino served as a General Partner at Grosvenor Partners and a Senior Manager at Coopers & Lybrand. Ms. Martino is a Certified Public Accountant with a BBA from the University of Notre Dame and an MBA from the University of Chicago.

Scott C. Schweighauser is a partner, CIO, and Portfolio Manager with Aurora. Prior to joining Aurora in 1994, Mr. Schweighauser was the Vice President for derivatives and interest rate trading with ABN AMRO and the Vice President and Managing Director with Continental Bank's Risk Management Trading Group. Mr. Schweighauser earned a BA from Williams College and an MBA from the University of Chicago.

Justin D. Shepherd is a partner and Portfolio Manager with Aurora. Prior to joining Aurora in 1996, Justin was a Client Database Services Assistant with Information Resources Inc. Mr. Shepherd earned a BS from Miami University and an MBA from the University of Chicago.

Aurora employs a tactical contrarian philosophy with a combination of top-down (strategy) and bottom-up (manager) approach for allocating capital to achieve low correlation among strategies and differentiated return drivers. The fund is concentrated across 40 to 60 core managers.

Aurora seeks to construct a diversified and stable portfolio of low volatility, low correlation, and absolute return-oriented managers. They seek to identify and invest with top tier managers that they believe to possess a sustainable edge. To assist in the manager selection process, Aurora maintains a proprietary database of over 7,000 managers, which among other aspects, provides detailed risk/return analysis, performance and peer group analysis and personnel histories.

While Aurora performs rigorous quantitative screening, the focus is on qualitative factors such as sustainable competitive edge, infrastructure, integrity, side by side investing, and business dynamics. Aurora maintains an arm's length relationship with underlying managers and will not engage in revenue sharing, equity involvement, marketing efforts, or provide seed capital with managers.

The portfolio is generally allocated among long/short equity (25 to 35%), long/short credit (10% to 20%), global macro (5% to 15%), multi-strategy opportunistic (20% to 35%), activist (5% to 10%), and portfolio hedge (10% to 15%) managers.

Investment Merits

Investment Team and Structure

In our opinion, the investment team of Aurora is comprised of talented investment professionals, who together have a combined 95+ years of alternative investment industry and who have seasoned judgment and expertise to evaluate investment opportunities. With 22 years of investment history, Aurora has an extensive network of industry contacts and insights as well as access to high quality managers. The organizational structure of the firm is appealing and there is significant employee and firm assets in the products.

and qualitative analysis along with ongoing due diligence to provide consistent capital preservation with lower volatility. In addition to the rigorous analysis and high standards, Aurora maintains a proprietary database with over 7,000 managers which tracks detailed risk/return analysis , personnel histories, and peer group analysis. New manager integration is thoroughly back-tested examining the return composition analysis, use of leverage, market exposure, and geographic exposure to optimize the portfolio.

Concerns

Assets Under Management

Aurora is fairly large, with $9.5 billion in total assets. Generally, a large asset base erodes performance. To their credit, Aurora has demonstrated discipline in managing the size of the Fund and has proven consistent performance. Additionally Aurora has significant personal investments by principal and staff.

Increased Directionality

Over the years, we have generally witnessed increased directionality in the Fund's constituent strategies; for instance, increasing activist equity and global macro at the expense of traditional arbitrage strategies. While a degree of change in this regard may be warranted in light of the crowded nature of some trading strategies, it bears watching. To their credit, Aurora has maintained, if not increased, the exposure to hedging strategies concurrently with this shift.

Evaluation Summary

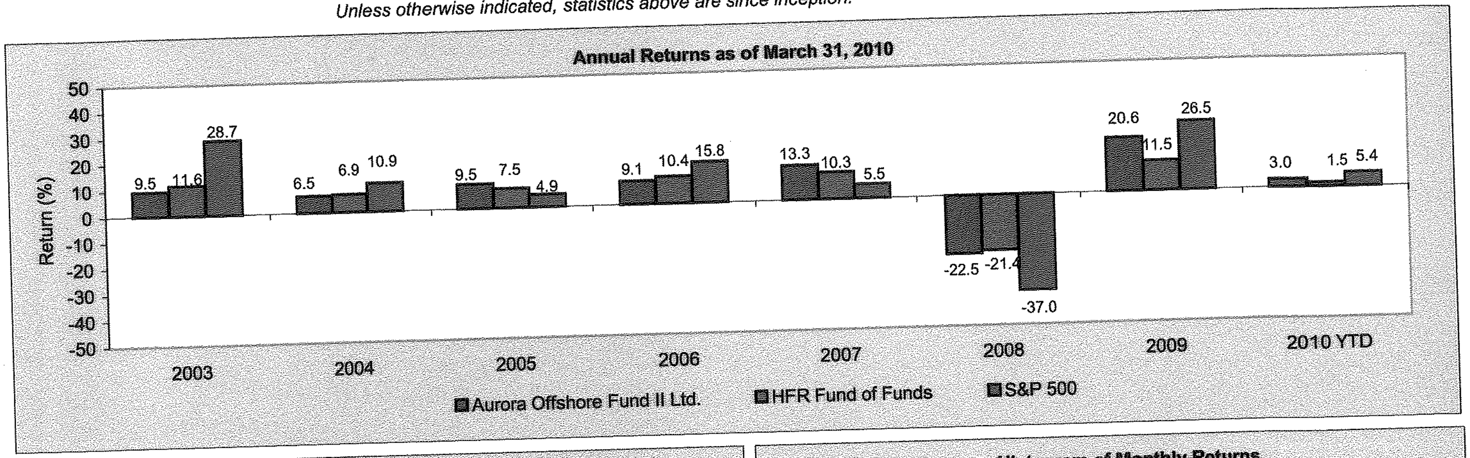
We recommend Aurora Offshore Fund Ltd. II as a multi-strategy, fund of hedge funds manager for tax-exempt investors and Aurora Limited Partnership for taxable investors.

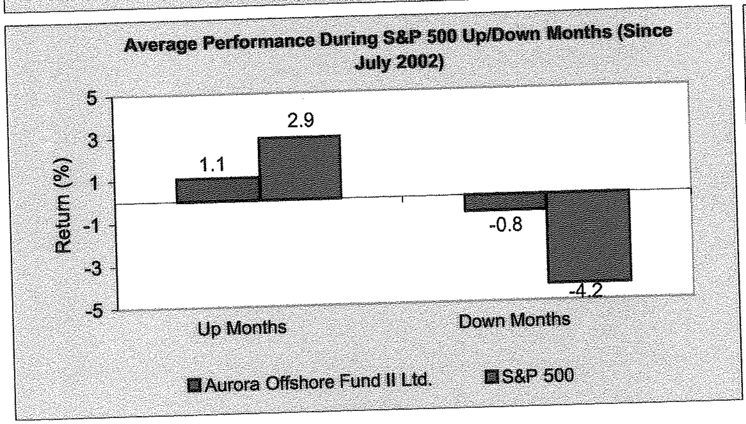
Please be advised that this fund of hedge funds (FOF) is managed by a third-party firm, not Hammond Associates. Our third-party FOF due diligence and manager selection efforts are focused on the FOF manager, including their investment philosophy, manager diligence and selection process, and portfolio construction methodology. We select FOF that we believe, based on a best-efforts review of their procedures and policies, conduct industry-standard due diligence and select managers based on sound judgment. Our due diligence is NOT based on and generally does not include an independent investigation of the underlying manager positions. These portfolios are dynamically traded, and we do NOT have real-time access to all managers ... knowledge of those managers or strategies. Third-party FOF may include managers

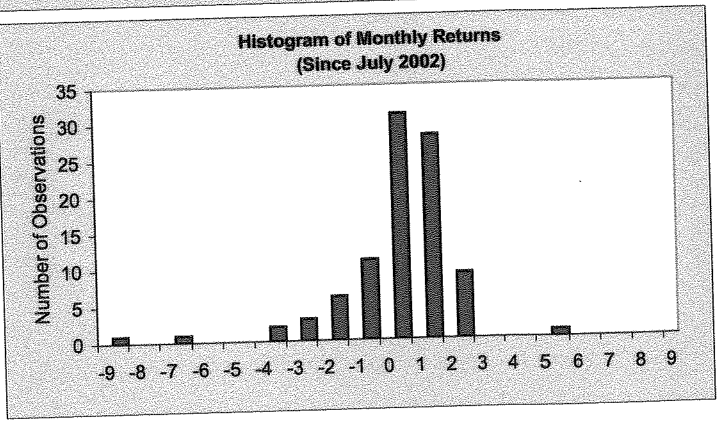
All data are as of March 31, 2010.

	Fund	HFR Fund of Funds	S&P 500
3-Year Return (%)	1.6	(1.7)	(4.2)
5-Year Return (%)	5.1	2.9	1.9
Return Since 7/02 (%)	5.1	4.3	4.2
Standard Deviation	± 6.6	± 5.9	± 16.5
Sharpe Ratio	0.4	0.3	0.1
Correlation to Fund	1.00	0.94	0.60
Worst Drawdown (%)[2]	(22.8)	(22.2)	(50.9)
Positive Months	74%	68%	66%

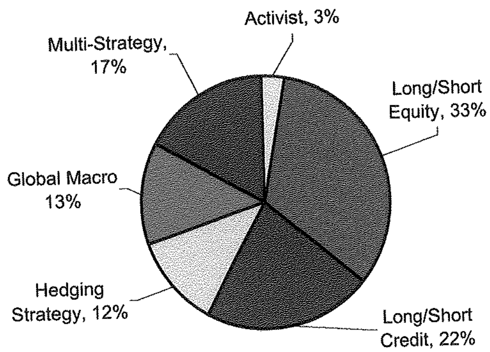
Unless otherwise indicated, statistics above are since inception.







Strategy Mix as of March 31, 2010



	Sensitivity	T-Stat	Conf. Level
Market Beta[3]	0.17	4.3	99.0%
Lagged Beta[4]	0.16	2.1	98.0%
Interest	-0.11	2.5	99.0%
Credit	-0.25	4.4	99.0%
Annualized Alpha (%)	*0.60*	*0.4*	*66.0%*
R^2		66%	

For the purposes of this evaluation, statistics reflect the returns of Aurora Offshore Fund II Ltd. Aurora Limited Partnership, the onshore vehicle, has an inception of January

Corbin Capital Partners, LP

Multi-Strategy Fund of Hedge Funds

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Terms

	Pinehurst Institutional Limited	Pinehurst Partners, LP
Inception Date	Dec 2005	Jan 2002
Strategy Assets	$1.5 Billion	
Minimum Investment[1]	$5 Million	
Management Fee (%)[2]	0.85	
Incentive Fee (%)[3]	5.0	
Subscriptions	Monthly	
Lock-Up	None	
Redemptions[4]	Calendar Year-End	
Notice Period	100 Days	95 Days
Core Underlying Managers	25 to 30	

Overview

Pinehurst Institutional Limited (the "Fund") seeks to achieve substantial capital appreciation with limited volatility through investments in a broadly diversified portfolio of managers and strategies. Specifically, the Fund targets a return of T-Bills plus 7%, with expected annualized volatility of 6%, over a full market cycle.

Firm Background

Corbin Capital Partners, LP ("Corbin"), formerly Dubin & Swieca Capital Management, was founded in 1984 and has been managing multi-strategy funds of hedge funds since August 1988. Corbin is a private partnership based in New York and currently manages $2.6 billion. Corbin is affiliated with Highbridge Capital Management, a large multi-strategy hedge fund, through its majority-owners, Glenn Dubin & Henry Swieca, who founded both firms. Corbin is a Registered Investment Adviser with 37 employees.

Key Personnel

Tracy McHale Stuart, CFA, *Partner, Chief Executive Officer* is responsible for management of the firm. Prior to joining Corbin Capital Partners in April 2004, Ms. McHale Stuart was Managing Director and Head of the Global Multi-Manager Strategies group at Goldman Sachs Asset Management where she created and managed an $11B external manager of managers business. Previously, Ms. McHale Stuart worked at BARRA/RogersCasey Strategic Consulting Group ("BSCG") as a Managing Director with responsibility for launching and managing the West Coast consulting team. During this time, Ms. McHale Stuart advised U.S. and non-U.S. investment organizations on strategic planning initiatives. Prior to BSCG, Ms. McHale Stuart was a consultant at Wilshire Associates, Inc. and a financial analyst at SEI Corporation. Ms. McHale Stuart

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1 *Subject to waiver by Board of Directors or General Partner.*

2 *Based on our relationship with Corbin, Hammond Associates' clients are currently eligible for Class C Shares, which carry a reduced management fee.*

3 *Incentive fees are only collected in those years in which the Fund's return (net of management fee) exceeds 5%. Incentive fees are collected on total profits,*

awarded the CFA charter in 1992.

Anthony Anselmo, CPA, CFA, *Partner, Chief Operating Officer and Chief Compliance Officer* is responsible for operational due diligence, technology and compliance related matters for the firm. Prior to joining Corbin Capital Partners in March 2004, Mr. Anselmo was the Chief Administrative Officer for Blackstone Alternative Asset Management, L.P. ("Blackstone"), a multi-manager hedge fund program managing over $8B in assets at the time. Prior to Blackstone, Mr. Anselmo was the Chief Financial Officer for Muzinich & Co., Inc., an internationally oriented financial services firm. Additionally, Mr. Anselmo worked at Citibank as a Senior Financial Manager for Citicorp Global Asset Management and was a Second Vice President at Chase Manhattan Corporation, an Assistant Controller for the International Group at McGraw-Hill Inc., and a Senior Accountant at Arthur Andersen & Co. Mr. Anselmo graduated *magna cum laude* from Hofstra University with a B.B.A. in Accounting and received his M.B.A. in Finance from New York University. Mr. Anselmo is a Certified Public Accountant and was awarded the CFA charter in 1996.

Craig Bergstrom, CFA, *Partner, Portfolio Manager and Co-Chief Investment Officer* is responsible for research and portfolio management for the firm, with a focus on relative value strategies. Prior to joining Corbin Capital Partners in January 2002, Mr. Bergstrom was Risk Manager at Grantham Mayo Van Otterloo & Co., LLC ("GMO"), a then-$20 billion institutional investment management firm, where he was responsible for market risk management, hedge fund product development and derivatives strategies. Prior to joining GMO, Mr. Bergstrom was a Vice President in the Equity Derivatives group at Salomon Smith Barney and previously worked in the Equity Structured Products group at Morgan Stanley. Mr. Bergstrom graduated from Dartmouth College with a B.A. in Government and was awarded the CFA charter in 1997.

David Ben-Ur, CFA, *Partner, Portfolio Manager and Co-CIO* is responsible for research and portfolio management for the firm, with a focus on equity strategies. Prior to joining Corbin Capital Partners in March 2004, Mr. Ben-Ur worked at Goldman, Sachs & Co. where he was Vice President, Senior Investment Strategist and the senior leader responsible for U.S. equity investments for the company's then-$14 billion manager of managers business. Prior to joining Goldman, Sachs & Co., Mr. Ben-Ur worked at Fidelity Management & Research as a Senior Fund Analyst and Assistant Investment Strategist in Fidelity's fund of funds unit. Mr. Ben-Ur graduated *magna cum laude* from Tufts University with a B.A. in Spanish Literature and Comparative Religion and was inducted into the Phi Beta Kappa National Honor Society. Mr. Ben-Ur received his Master's

Investment Process

Corbin seeks to invest for an attractive rate of return, not necessarily lower volatility. The Fund is concentrated across 25 to 30 core managers. Corbin prefers fundamentally-oriented managers that are highly opportunistic, implementing investment strategies that are not reliant on excessive leverage. The portfolio is generally allocated among long/short equity (35 to 55%), arbitrage (15% to 40%), event driven / distressed (10% to 30%), and global macro (0% to 20%) managers.

Generally speaking, Corbin prefers strategies in which they believe their investment professionals possess domain expertise. Managers are sourced through the professional networks of Corbin staff, through existing managers, and through the Highbridge network. Corbin has experienced great success with Day 1 investments in several hedge funds that ultimately proved highly successful.

Portfolio construction is primarily bottom-up, seeking to identify and invest with top tier managers across every strategy. This effort is complemented with a top-down analysis of forward-looking capital markets opportunities to ultimately determine the appropriate strategy mix.

With a relatively concentrated roster of managers, the average core position size is just under 4%, ranging from 1% to 6%. Where appropriate, Corbin applies portfolio-level hedges to the Fund (for example, out-of-the-money put options) in an effort to reduce systematic risk. Corbin does not use leverage at the Fund level to enhance returns, although a line of credit may be utilized for transitory cash purposes.

Investment Merits

People and Process

In our opinion, the investment team of Corbin is comprised of talented investment professionals, who together have extensive hedge fund experience and good judgment in evaluating managers. The due diligence and post-investment monitoring processes are robust, in our opinion. The firm's infrastructure is impressive.

Superior Information

The Highbridge relationship expands Corbin's network for sourcing/referencing potential managers and provides "front line" access to trading opportunities and risks.

High Quality Managers

Coincidental to our recommendation of Corbin, we have invested with many of the Fund's managers in our hedge fund portfolios over a number of years. Generally speaking, the manager roster is of high quality, in our

Concerns

Equity Sensitivity

In absolute terms, the Fund displays higher equity sensitivity that we generally prefer for a hedge fund allocation; however, the Fund's equity sensitivity is low relative to the typical fund of hedge funds.

Aggressive Managers

Not surprisingly given its high return objectives, the Fund includes a number of aggressive managers, many of which have material position sizes in the Fund. We are ultimately comfortable with the inclusion of these managers, as they generally seek higher returns through concentration rather than excessive leverage or directional market risk.

Highbridge Relationship

While unlikely in our estimation, Corbin's tie to Highbridge may preclude opportunities to invest with some managers who may perceive Highbridge as a competitor. The relationship may also impact managers' willingness to provide detailed information. In our opinion, the benefits of Corbin's "affiliation" with Highbridge outweigh the concerns.

Evaluation Summary

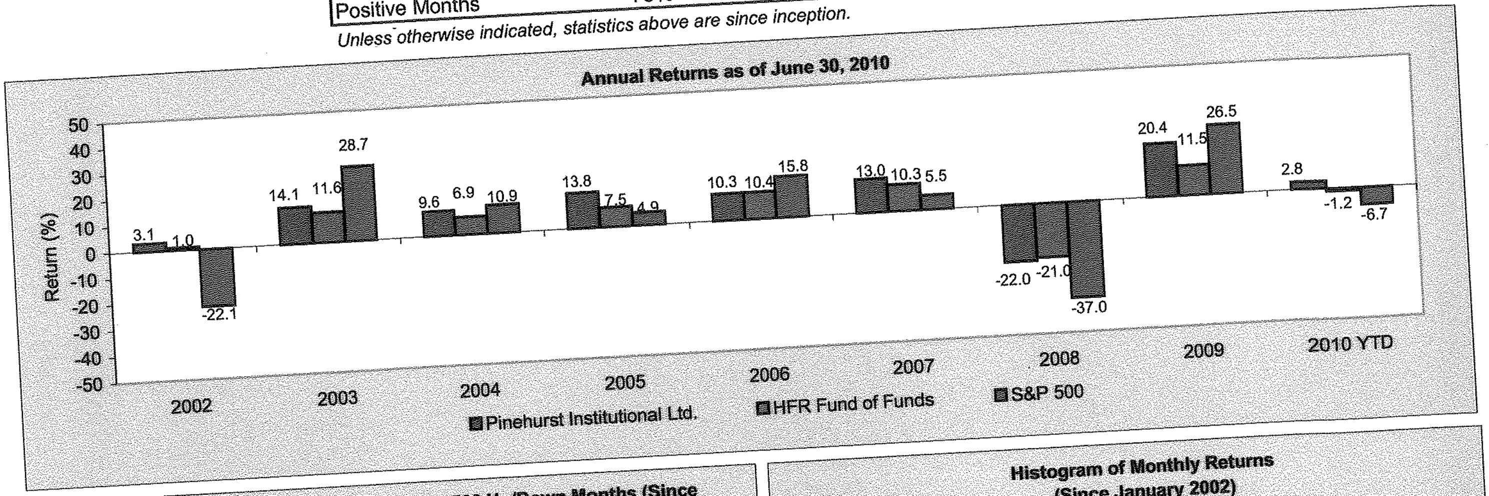
We recommend Pinehurst as a multi-strategy, fund of hedge funds manager.

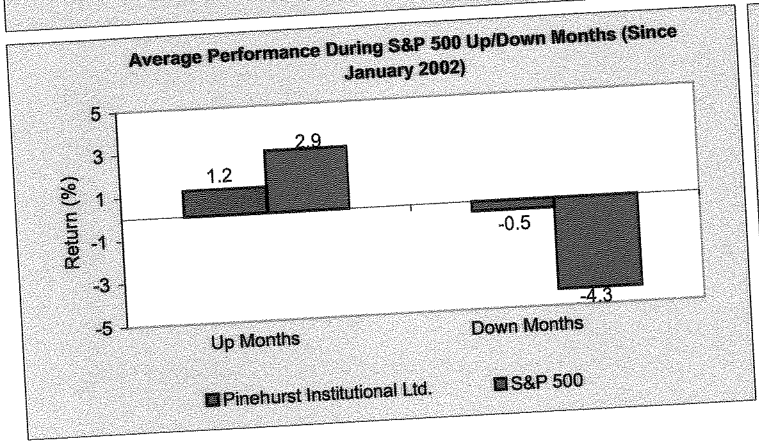
Please be advised that this fund of hedge funds (FOF) is managed by a third-party firm, not Hammond Associates. Our third-party FOF due diligence and manager selection efforts are focused on the FOF manager, including their investment philosophy, manager diligence and selection process, and portfolio construction methodology. We select FOF that we believe, based on a best-efforts review of their procedures and policies, conduct industry-standard due diligence and select managers based on sound judgment. Our due diligence is NOT based on and generally does not include an independent investigation of the

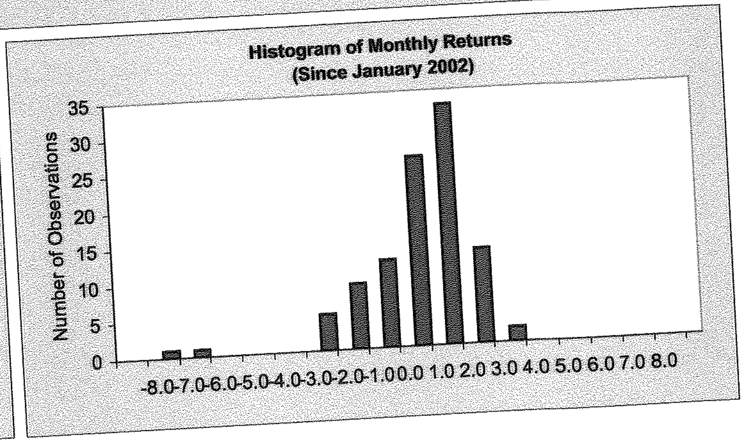
All data are as of June 30, 20

	Fund	HFR Fund of Funds	
3-Year Return (%)	0.1	(3.8)	(9.8)
5-Year Return (%)	5.6	2.4	(0.8)
Return Since 1/02 (%)	6.9	3.8	0.7
Standard Deviation	± 6.3	± 5.8	± 16.1
Sharpe Ratio	0.7	0.3	(0.1)
Correlation to Fund	1.00	0.95	0.56
Worst Drawdown (%)[2]	(22.0)	(21.8)	(50.9)
Positive Months	73%	67%	62%

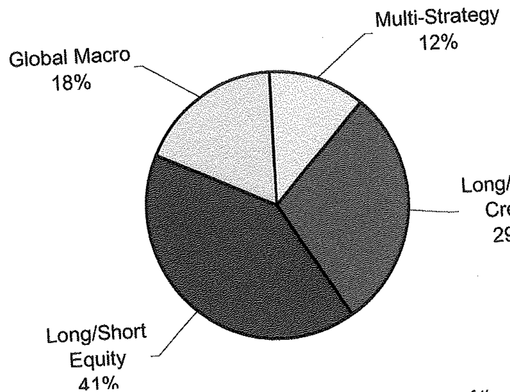
Unless otherwise indicated, statistics above are since inception.







Strategy Mix as of June 30, 2010

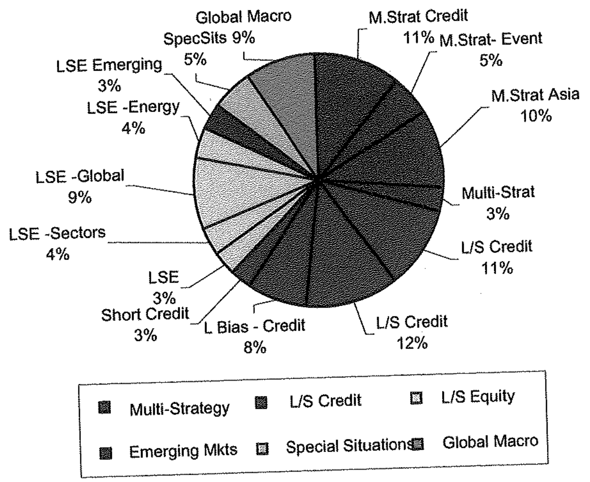


	Sensitivity	T-Stat	Conf. Level
Market Beta[3]	0.17	4.5	99.0%
Lagged Beta[4]	0.14	2.3	98.7%
Interest	-0.07	1.7	95.0%
Credit	-0.19	3.7	99.0%
Annualized Alpha (%)	*4.07*	*2.8*	*99.0%*
R^2		61%	

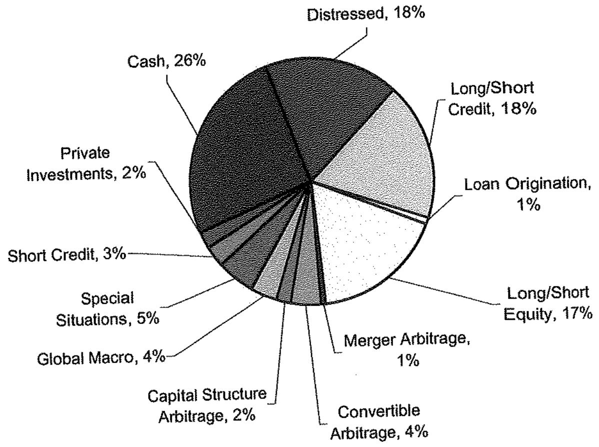
...tion, we have linked the returns of the original onshore fund, Pinehurst Partners, LP (January 2002 through November 2005) to those of

	MONTHLY PERFORMANCE (%) NET OF FEES												YEAR-TO-DATE		
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Fund	HFRI FOF	S&P 500
2010	1.0	0.2	2.3	0.9	(2.6)	(1.1)	0.2	0.6					1.3	(0.4)	(4.7)
2009	0.7	0.4	(0.4)	0.4	4.0	1.9	2.9	1.6	2.1	0.9	1.6	1.7	19.0	11.5	26.5
2008	-	1.4	(1.5)	1.3	1.5	(0.6)	(2.6)	(1.3)	(7.6)	(4.0)	(3.0)	(1.9)	(17.2)	(19.0)	(33.0)

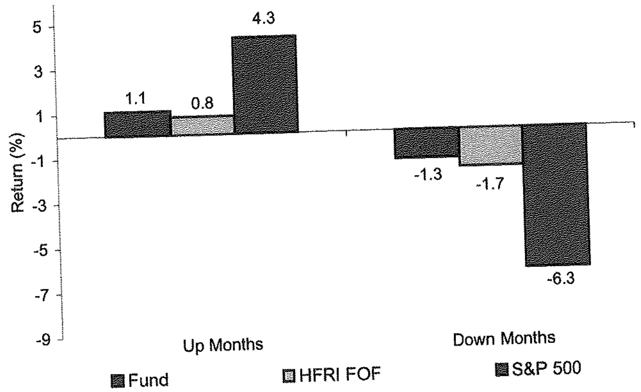
MANAGER MIX



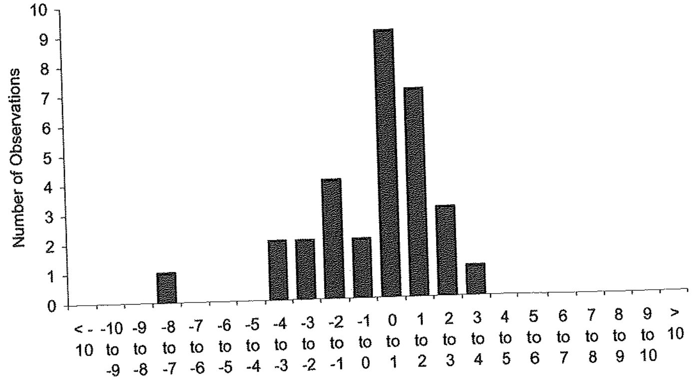
LOOK-THROUGH STRATEGY MIX *(as of 6/30/10)*



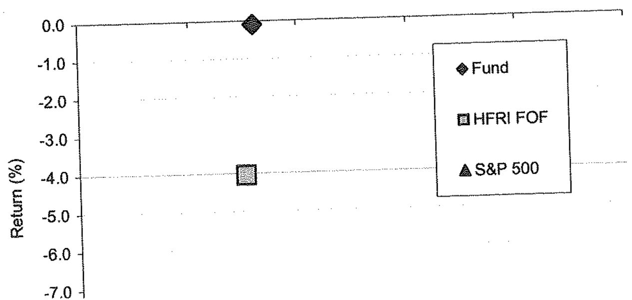
PERFORMANCE DURING S&P UP/DOWN MONTHS *(Since Feb 08)*



HISTOGRAM OF MONTHLY RETURNS



RISK/RETURN SCATTERPLOT *(Since Feb 08)*



RISK/RETURN STATISTICS

	Fund	HFRI FOF	S&P 500
1 Year Return (%)	7.7	2.8	4.9
2-Year Return (%)	0.8	-3.4	-7.4
Since Inception Return (%)	-0.1	-4.0	-7.9
Standard Deviation (±)	8.0	7.6	22.4
Sharpe Ratio	-0.1	-0.6	-0.4
Correlation to S&P 500	0.6	0.7	1.0
Maximum Drawdown (%)	-19.4	-20.1	-46.4
% Positive Months	65%	58%	55%

All investments experience gain or loss. There can be no assurance that the investment objectives of this Fund will be achieved. Past performance is not indicative of future results. Returns are net of fees. Unless otherwise indicated, statistics are measured

SunTrust

Investment Managers

Strictly Private and Confidentia

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-11.02	2.32	-12.86	-20.75	-37.13
2009	-0.56	15.24	13.67	8.92	41.88
2010	2.79	-13.07	12.05	—	0.12

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	9.06	—	1.68	-2.31	10.43
Std Quarterly	9.06	—	1.68	-2.31	10.43
Total Return	9.06	-3.45	1.68	-2.31	10.43
+/- Std Index	-1.10	3.71	1.04	-1.88	—
+/- Cat Index	-3.59	0.91	-0.38	1.13	—
% Rank Cat	61	16	38	53	—
No. in Cat	1743	1518	1279	752	—
7-day Yield	—				

Performance Disclosure

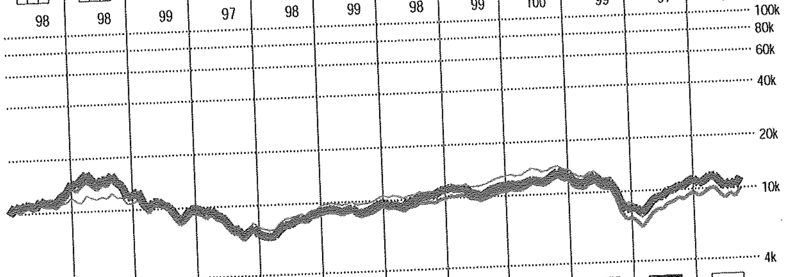
The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and ten-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-422-1050 or visit www.harborfunds.com.

Investment Style
Equity
Stock %

98	98	99	97	98	99	98	99	100	99	97	97



Growth of $10,000
Harbor Capital Appreciation Instl $11,508
Category Average $9,999
Standard Index $11,431

Performance Quartile (within category)

History

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	History
50.65	35.58	29.23	20.21	26.32	28.67	32.66	33.35	37.31	23.30	32.97	33.01	NAV
45.81	-17.00	-17.74	-30.73	30.47	9.34	14.02	2.33	12.25	-37.13	41.88	0.12	Total Return %
24.77	-7.90	-5.85	-8.63	1.78	-1.54	9.11	-13.46	6.76	-0.13	15.42	-3.77	+/- Standard Index
12.65	5.42	2.68	-2.85	0.72	3.04	8.76	-6.74	0.44	1.31	4.67	-4.24	+/- Category Index
27	67	33	74	30	34	8	85	54	21	21	88	% Rank Cat
633	805	1064	1234	1311	1400	1495	1642	1748	1809	1796	1759	No. of Funds in Cat

Fees and Expenses

Sales Charges	
Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses	
Management Fees %	0.60
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.70**

Risk and Return Profile

	3 Yr 1518 funds	5 Yr 1279 funds	10 Yr 752 funds
MorningstarRating™	4★	4★	3★
Morningstar Risk	-Avg	-Avg	Avg
Morningstar Return	+Avg	Avg	Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	21.26	17.45	18.38
Mean	-3.45	1.68	-2.31
Sharpe Ratio	-0.10	0.04	-0.16

MPT Statistics	Standard Index	Best Fit Index Mstar Large Growth
Alpha	3.32	1.65
Beta	0.92	0.91
R-Squared	90.00	98.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	-4.00% Assets

Portfolio Analysis 06-30-2010

Composition %	Long %	Short%	Net %
Cash	2.6	0.0	2.6
U.S. Stocks	89.8	0.0	89.8
Non-U.S. Stocks	7.6	0.0	7.6
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	19.5	1.32	1.13
P/C Ratio TTM	12.0	1.38	1.15
P/B Ratio TTM	3.1	1.48	1.19
Geo Avg Mkt Cap $mil	37764	0.86	1.32

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	92.2	0.92
Greater Europe	5.8	—
Greater Asia	2.0	—

Share Chg since 03-31-2010	Share Amount	Holdings: 67 Total Stocks, 0 Total Fixed-Income, 72% Turnover Ratio	% Net Assets
⊖	2 mil	Apple, Inc.	5.65
⊕	3 mil	Amazon.com, Inc.	3.37
	11 mil	Microsoft Corporation	2.97
⊕	8 mil	Walt Disney Company	2.95
⊕	6 mil	Hewlett-Packard Company	2.92
⊖	555,484	Google, Inc.	2.91
⊕	3 mil	Occidental Petroleum Corporat	2.86
	4 mil	Schlumberger, Ltd.	2.81
⊕	3 mil	Visa, Inc.	2.71
	1 mil	MasterCard Incorporated A	2.49
⊕	3 mil	Nike, Inc. B	2.48
⊖	4 mil	Medco Health Solutions, Inc.	2.30
⊖	5 mil	NetApp, Inc.	2.18
	8 mil	Cisco Systems, Inc.	2.01
	6 mil	Adobe Systems Inc.	1.90

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**38.2**	**1.61**
Software	8.0	1.82
Hardware	21.8	2.00
Media	3.0	0.97
Telecommunication	5.4	1.02
Service Economy	**38.4**	**0.98**
Healthcare Services	12.9	1.13
Consumer Services	14.6	1.72
Business Services	6.0	1.94
Financial Services	4.9	0.31
Manufacturing Economy	**23.4**	**0.63**
Consumer Goods	9.8	0.86
Industrial Goods	6.7	0.59
Energy	6.9	0.63
Utilities	0.0	0.00

Operations

Family:	Harbor	Objective:	Growth	Minimum IRA Purchase:	$0
		Ticker:	HACAX	Min Auto Investment Plan:	$0
				Purchase Constraints:	T/

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-7.01	-1.89	-8.07	-18.47	-31.63
2009	-11.27	15.84	13.79	6.21	24.22
2010	4.88	-11.46	11.02	—	3.10

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	9.50	—	2.86	4.09	7.70
Std Quarterly	9.50	—	2.86	4.09	7.70
Total Return	9.50	-5.26	2.86	4.09	7.70
+/- Std Index	-0.66	1.90	2.22	4.52	—
+/- Cat Index	0.60	4.13	3.34	1.50	—
% Rank Cat	29	12	6	21	—
No. in Cat	1264	1127	942	490	—
7-day Yield	—				

Performance Disclosure

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The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 888-843-7824 or visit www.hartfordinvestor.com.

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.63
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.69**

Risk and Return Profile

	3 Yr 1127 funds	5 Yr 942 funds	10 Yr 490 funds
MorningstarRating™	4★	5★	4★
Morningstar Risk	-Avg	-Avg	-Avg
Morningstar Return	+Avg	High	+Avg

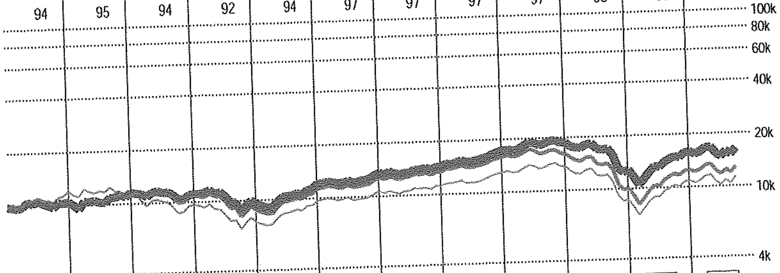
	3 Yr	5 Yr	10 Yr
Standard Deviation	20.40	16.56	14.68
Mean	-5.26	2.86	4.09
Sharpe Ratio	-0.21	0.10	0.18

MPT Statistics	Standard Index	Best Fit Index Mstar Large Cap TR
Alpha	1.28	2.01
Beta	0.93	0.96
R-Squared	98.00	98.00

12-Month Yield	1.82%
30-day SEC Yield	2.02
Potential Cap Gains Exp	—

Investment Style
Equity
Stock %

94	95	94	92	94	97	97	97	97	98	96	98



Growth of $10,000
- Hartford Dividend & Growth Y $16,498
- Category Average $13,043
- Standard Index $11,431

Performance Quartile (within category)

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	**History**
16.96	17.67	16.44	14.00	17.44	19.11	19.14	21.21	21.31	14.25	17.34	17.64	NAV
5.10	10.82	-4.15	-13.70	26.44	12.44	5.87	20.08	8.18	-31.63	24.22	3.10	Total Return %
-15.94	19.92	7.74	8.40	-2.25	1.56	0.96	4.29	2.69	5.37	-2.24	-0.79	+/- Standard Index
-2.25	3.80	1.44	1.82	-3.59	-4.05	-1.18	-2.17	8.35	5.22	4.53	-1.39	+/- Category Index
54	34	41	14	62	56	46	24	9	12	43	44	% Rank Cat
638	809	892	961	1050	1220	1296	1371	1432	1433	1272	1274	No. of Funds in Cat

Portfolio Analysis 08-31-2010

Composition %	Long %	Short%	Net %
Cash	2.2	0.0	2.2
U.S. Stocks	86.0	0.0	86.0
Non-U.S. Stocks	11.8	0.0	11.8
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	12.0	0.81	0.94
P/C Ratio TTM	7.3	0.84	1.06
P/B Ratio TTM	1.7	0.81	1.06
Geo Avg Mkt Cap $mil	51165	1.16	1.64

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	90.8	0.91
Greater Europe	8.6	—
Greater Asia	0.6	—

89 Total Stocks
0 Total Fixed-Income
33% Turnover Ratio

Share Chg since 07-31-2010	Share Amount	Holdings	% Net Assets
⊕	8 mil	AT&T, Inc.	4.20
	2 mil	Chevron Corporation	3.73
	1 mil	International Business Machin	3.03
⊕	2 mil	ExxonMobil Corporation	2.94
	6 mil	Wells Fargo Company	2.70
	8 mil	Pfizer Inc.	2.53
	3 mil	Merck & Co Inc	2.25
⊕	3 mil	J.P. Morgan Chase & Co.	2.11
	3 mil	Eli Lilly and Company	2.01
	2 mil	Johnson & Johnson	1.79
	2 mil	Philip Morris International I	1.58
⊕	2 mil	Metlife Inc.	1.54
	1 mil	ACE, Ltd.	1.47
	1 mil	AstraZeneca PLC ADR	1.45
⊖	1 mil	Deere & Company	1.44

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**16.8**	**0.71**
Software	1.0	0.23
Hardware	7.3	0.67
Media	3.3	1.06
Telecommunication	5.2	0.98
Service Economy	**40.8**	**1.05**
Healthcare Services	14.9	1.31
Consumer Services	4.8	0.56
Business Services	4.2	1.35
Financial Services	16.8	1.05
Manufacturing Economy	**42.5**	**1.14**
Consumer Goods	9.3	0.82
Industrial Goods	13.3	1.17
Energy	13.6	1.24
Utilities	6.3	1.75

Operations

Family:	Hartford Mutual Funds	Objective:	Equity Income	Minimum IRA Purchase:	$0
	Kilbride/Baker/Bousa	Ticker:	HDGYX	Min Auto Investment Plan:	$0
				Purchase Constraints:	T/

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-12.86	2.49	-6.19	-26.62	-38.53
2009	-5.94	19.90	14.78	4.41	35.16
2010	6.55	-7.85	12.56	—	10.52

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	15.39	—	3.72	—	4.46
Std Quarterly	15.39	—	3.72	—	4.46
Total Return	15.39	-3.73	3.72	*-0.75*	4.46
+/- Std Index	5.23	3.43	3.08	*-0.32*	—
+/- Cat Index	0.60	0.02	1.37	*-0.62*	—
% Rank Cat	36	27	18	*70*	—
No. in Cat	761	676	556	319	—
7-day Yield	—				

Performance Disclosure

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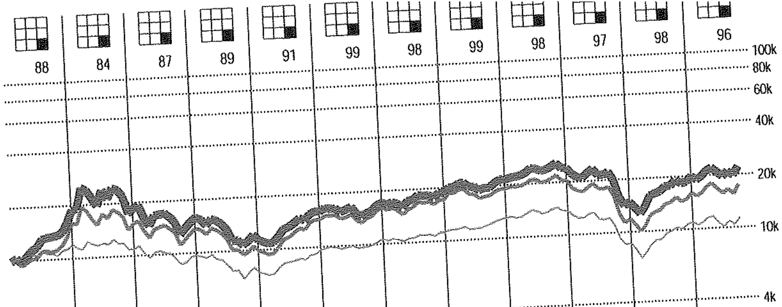

Equity Stock %

Growth of $10,000

- Invesco Small Cap Growth I $22,194
- Category Average $17,618
- Standard Index $11,431

Performance Quartile (within category)

History	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10
Equity Stock %	88	84	87	89	91	99	98	99	98	97	98	96
NAV	*30.49*	30.05	25.72	18.53	25.91	27.83	28.08	30.01	30.01	17.52	23.68	26.17
Total Return %	*89.40*	-1.45	-14.41	-27.95	39.83	7.41	8.93	14.76	11.85	-38.53	35.16	10.52
+/- Standard Index	*68.36*	7.65	-2.52	-5.85	11.14	-3.47	4.02	-1.03	6.36	-1.53	8.70	6.63
+/- Category Index	*46.31*	20.98	-5.18	2.31	-8.71	-6.90	4.78	1.41	4.80	0.01	0.69	0.29
% Rank Cat	—	—	—	—	66	76	26	21	29	24	47	31
No. of Funds in Cat	365	470	560	630	696	711	723	763	829	834	778	767

Fees and Expenses

Sales Charges	
Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses	
Management Fees %	0.71
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.85**

Risk and Return Profile

	3 Yr 676 funds	5 Yr 556 funds	10 Yr *319 funds*
MorningstarRating™	4★	4★	3☆
Morningstar Risk	-Avg	-Avg	*Avg*
Morningstar Return	+Avg	+Avg	*Avg*

	3 Yr	5 Yr	10 Yr
Standard Deviation	25.39	21.04	*22.30*
Mean	-3.73	3.72	*-0.75*
Sharpe Ratio	-0.06	0.16	*-0.03*

MPT Statistics	Standard Index	Best Fit Index Mstar Small Growth
Alpha	5.06	-0.22
Beta	1.10	0.90
R-Squared	89.00	97.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	8.00% Assets

Portfolio Analysis 06-30-2010

Composition %	Long %	Short%	Net %
Cash	4.0	0.0	4.0
U.S. Stocks	93.5	0.0	93.5
Non-U.S. Stocks	2.5	0.0	2.5
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style

Value Blend Growth

Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	21.0	1.42	1.05
P/C Ratio TTM	10.3	1.18	1.01
P/B Ratio TTM	2.3	1.10	1.00
Geo Avg Mkt Cap $mil	1641	0.04	1.34

Fixed-Income Style

Short Int Long

High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	99.2	0.99
Greater Europe	0.8	—
Greater Asia	0.0	—

131 Total Stocks
0 Total Fixed-Income
36% Turnover Ratio

Share Chg since 03-31-2010	Share Amount	Holdings	% Net Assets
⊕	27 mil	Invesco Treasurer's Ser Tr Pr	2.00
⊕	27 mil	Invesco Short Term Inv Liq As	2.00
⊕	400,120	Transdigm Group, Inc.	1.52
⊕	262,779	F5 Networks, Inc.	1.34
⊕	752,495	Informatica Corporation	1.34
⊕	566,267	Polycom, Inc.	1.26
⊕	801,342	Knight Transportation, Inc.	1.21
⊕	282,213	Chemed Corporation	1.15
⊕	275,821	Regal-Beloit Corporation	1.14
⊕	271,405	Greif Inc A	1.12
⊕	440,229	SBA Communications Corporatio	1.11
⊕	367,552	CoStar Group, Inc.	1.06
⊕	356,500	P.F. Chang's China Bistro, In	1.05
⊕	223,219	Church & Dwight Company, Inc.	1.04
⊕	493,483	TRW Automotive Holdings Corpo	1.01

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**26.2**	**1.11**
Software	13.7	3.11
Hardware	8.9	0.82
Media	1.4	0.45
Telecommunication	2.2	0.42
Service Economy	**52.5**	**1.35**
Healthcare Services	20.0	1.75
Consumer Services	13.3	1.56
Business Services	8.7	2.81
Financial Services	10.4	0.65
Manufacturing Economy	**21.3**	**0.57**
Consumer Goods	6.9	0.61
Industrial Goods	8.4	0.74
Energy	5.0	0.45
Utilities	1.0	0.28

Operations

Family:	Invesco	Objective:	Small Company	Minimum IRA Purchase:	Closed
Manager:	Manley/Hartsfield/Ellis	Ticker:	GTSVX	Min Auto Investment Plan:	Closed
		Minimum Initial Purchase:	Closed	Purchase Constraints:	T/A/C

S&P 500

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-7.10	-4.47	2.40	-21.62	-28.77
2009	-9.82	16.01	12.45	9.89	29.28
2010	4.34	-10.67	10.05	—	2.58

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	12.72	—	3.24	—	4.28
Std Quarterly	12.72	—	3.24	—	4.28
Total Return	12.72	-1.87	3.24	*2.65*	4.28
+/- Std Index	2.56	5.29	2.60	*3.08*	—
+/- Cat Index	0.07	2.49	1.18	*6.09*	—
% Rank Cat	22	7	16	*4*	—
No. in Cat	1743	1518	1279	752	—
7-day Yield	—				

Performance Disclosure

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Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.50
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.62**

Risk and Return Profile

	3 Yr 1518 funds	5 Yr 1279 funds	10 Yr *752 funds*
Morningstar Rating™	5★	5★	*5☆*
Morningstar Risk	Low	Low	*Low*
Morningstar Return	High	+Avg	*High*

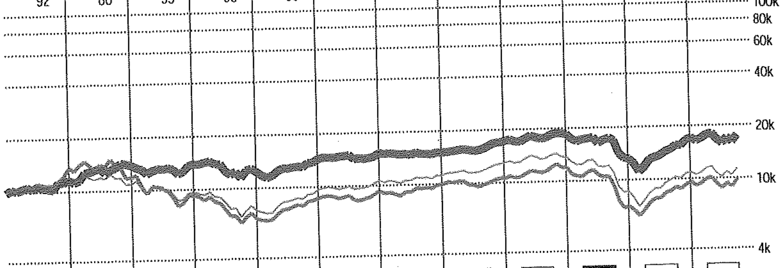
	3 Yr	5 Yr	10 Yr
Standard Deviation	19.37	15.57	*13.95*
Mean	-1.87	3.24	*2.65*
Sharpe Ratio	-0.05	0.12	*0.09*

MPT Statistics	Standard Index	Best Fit Index Mstar Large Core
Alpha	4.11	2.79
Beta	0.85	0.87
R-Squared	91.00	92.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	10.00% Assets

Investment Style
Equity
Stock %

92	86	93	98	99	99	99	99	99	100	98	100



Growth of $10,000
Jensen I
$17,632
Category Average
$9,999
Standard Index
$11,431

Performance Quartile (within category)

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	**History**
	18.71	*22.46*	*22.47*	*20.00*	*23.15*	24.35	23.81	26.92	28.42	19.25	24.49	24.88	NAV
	16.71	*20.04*	*0.03*	*-10.97*	*16.12*	6.20	-1.26	14.26	7.53	-28.77	29.28	2.58	Total Return %
	-4.33	*29.14*	*11.92*	*11.13*	*-12.57*	-4.68	-6.17	-1.53	2.04	8.23	2.82	-1.31	+/- Standard Index
	-16.45	*42.46*	*20.45*	*16.91*	*-13.63*	-0.10	-6.52	5.19	-4.28	9.67	-7.93	-1.78	+/- Category Index
	—	—	—	—	—	65	97	6	79	2	75	58	% Rank Cat
	633	805	1064	1234	1311	1400	1495	1642	1748	1809	1796	1759	No. of Funds in Cat

Portfolio Analysis 06-30-2010

Composition %	Long %	Short%	Net %
Cash	0.0	0.0	0.0
U.S. Stocks	100.0	0.0	100.0
Non-U.S. Stocks	0.0	0.0	0.0
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	16.7	1.13	0.97
P/C Ratio TTM	11.3	1.30	1.09
P/B Ratio TTM	3.8	1.81	1.46
Geo Avg Mkt Cap $mil	30352	0.69	1.06

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	100.0	1.00
Greater Europe	0.0	—
Greater Asia	0.0	—

Share Chg since 03-31-2010	Share Amount	28 Total Stocks 0 Total Fixed-Income 12% Turnover Ratio	% Net Assets
⊕	3 mil	Abbott Laboratories	5.28
⊕	2 mil	Praxair, Inc.	4.55
⊕	3 mil	Emerson Electric Co.	4.46
⊕	2 mil	United Technologies	4.40
⊕	5 mil	Oracle Corporation	4.34
⊕	2 mil	Procter & Gamble Company	4.33
⊕	3 mil	Medtronic, Inc.	4.30
⊕	5 mil	Microsoft Corporation	4.29
⊕	1 mil	3M Company	4.25
⊕	1 mil	Colgate-Palmolive	4.19
⊕	2 mil	T Rowe Price Group	4.15
⊕	2 mil	PepsiCo, Inc.	4.09
⊕	3 mil	Omnicom Group, Inc.	4.00
⊕	4 mil	Adobe Systems Inc.	3.83
⊕	2 mil	Automatic Data Processing	3.68

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**25.2**	**1.06**
Software	15.7	3.57
Hardware	5.4	0.50
Media	4.0	1.29
Telecommunication	0.0	0.00
Service Economy	**39.4**	**1.01**
Healthcare Services	19.7	1.73
Consumer Services	2.6	0.31
Business Services	12.9	4.16
Financial Services	4.2	0.26
Manufacturing Economy	**35.5**	**0.95**
Consumer Goods	17.8	1.56
Industrial Goods	17.7	1.55
Energy	0.0	0.00
Utilities	0.0	0.00

Operations

Family:	Jensen	Objective:	Growth	Minimum IRA Purchase:	$1,000,000
Zagunis/Millan/Haynaor/Schoenstein		Ticker:	JENIX	Min Auto Investment Plan:	$0

MSCI EAFE NR USD | MSCI EM NR USD

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-10.54	0.44	-28.30	-33.54	-57.19
2009	-3.09	34.62	23.02	9.96	76.48
2010	3.52	-10.89	20.17	—	10.85

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	21.89	—	13.01	—	16.17
Std Quarterly	21.89	—	13.01	—	16.17
Total Return	21.89	-3.84	13.01	*13.43*	16.17
+/- Std Index	18.62	5.67	11.04	*10.87*	—
+/- Cat Index	1.67	-2.36	0.26	—	—
% Rank Cat	21	57	19	*41*	—
No. in Cat	379	268	201	122	—
7-day Yield	—				

Performance Disclosure

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Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	1.00
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**1.28**

Risk and Return Profile

	3 Yr 268 funds	5 Yr 201 funds	10 Yr *122 funds*
Morningstar Rating™	3★	3★	3☆
Morningstar Risk	+Avg	+Avg	*+Avg*
Morningstar Return	Avg	+Avg	*Avg*

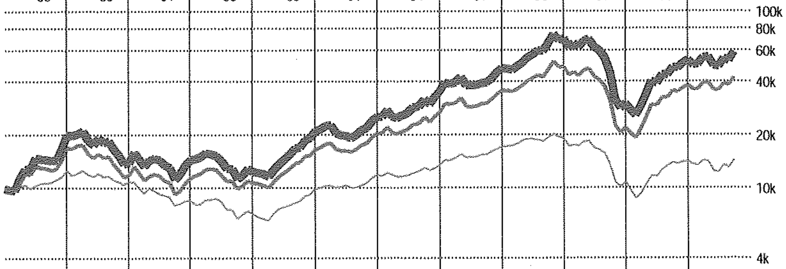
	3 Yr	5 Yr	10 Yr
Standard Deviation	35.52	30.06	*26.67*
Mean	-3.84	13.01	*13.43*
Sharpe Ratio	0.05	0.48	*0.52*

MPT Statistics	Standard Index	Best Fit Index MSCI Em ND
Alpha	11.23	-1.86
Beta	1.29	1.05
R-Squared	90.00	99.00

12-Month Yield	0.71%
30-day SEC Yield	0.00
Potential Cap Gains Exp	10.00% Assets

Investment Style
Equity
Stock %

86	88	91	86	86	91	91	91	96	97	98	97



Growth of $10,000
Legg Mason Batterymarch Emerging Mkts I $58,880
Category Average $42,434
Standard Index $14,421

Performance Quartile (within category)

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	**History**
13.98	*9.74*	*10.12*	*8.64*	*14.71*	*16.69*	*19.74*	23.38	28.36	11.97	20.75	22.94	NAV
101.15	*-30.35*	*3.90*	*-14.62*	*70.25*	*20.51*	*39.24*	34.52	47.20	-57.19	76.48	10.85	Total Return %
74.19	*-16.18*	*25.34*	*1.32*	*31.66*	*0.26*	*25.70*	8.18	36.03	-13.81	44.70	9.78	+/- Standard Index
—	—	*6.52*	*-8.45*	*14.43*	*-5.04*	*5.24*	2.35	7.81	-3.86	-2.03	0.10	+/- Category Index
—	—	—	—	—	—	—	29	5	75	33	49	% Rank Cat
150	159	175	184	196	202	212	242	274	312	367	386	No. of Funds in Cat

Portfolio Analysis 06-30-2010

Composition %	Long %	Short%	Net %
Cash	1.7	0.1	1.6
U.S. Stocks	0.0	0.0	0.0
Non-U.S. Stocks	97.1	0.0	97.1
Bonds	0.0	0.0	0.0
Other	1.3	0.0	1.3
Total	100.1	0.1	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	12.3	0.90	0.88
P/C Ratio TTM	6.4	1.02	0.80
P/B Ratio TTM	1.9	1.27	0.90
Geo Avg Mkt Cap $mil	11496	0.40	0.85

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	25.2	—
Greater Europe	21.6	—
Greater Asia	53.2	—

Share Chg since 03-31-2010 | Share Amount | 236 Total Stocks | 0 Total Fixed-Income | 106% Turnover Ratio | % Net Assets

Share Chg since 03-31-2010	Share Amount	Holdings	% Net Assets
	471,500	Petroleo Brasileiro Sa Petrob	2.34
	22,365	Samsung Electronics Co Ltd	2.34
	617,500	Vale S.A.	2.16
⊕	1 mil	China Mobile Ltd.	1.99
⊕	3 mil	Hon Hai Precision Ind. Co., L	1.49
	4 mil	Ak Sberegatelny Bank Sberbank	1.41
⊕	515,560	Bank Bradesco ADR	1.36
⊕	2 mil	China Life Insurance Company,	1.35
⊖	170,000	America Movil S.A.B. de C.V.	1.35
⊕	11 mil	Industrial And Commercial Ban	1.33
⊕	434,058	Itau Unibanco Holding S.A. AD	1.30
⊕	572,900	Mahindra & Mahindra Ltd.	1.29
	431,800	Tencent Holdings Ltd.	1.19
	331,500	Mobile TeleSystems ADR	1.06
⊕	4 mil	CNOOC, Ltd.	1.03

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**20.5**	—
Software	0.4	—
Hardware	8.1	—
Media	0.9	—
Telecommunication	11.1	—
Service Economy	**34.0**	—
Healthcare Services	0.6	—
Consumer Services	5.1	—
Business Services	1.8	—
Financial Services	26.6	—
Manufacturing Economy	**45.5**	—
Consumer Goods	12.4	—
Industrial Goods	19.9	—
Energy	11.7	—
Utilities	1.5	—

Operations

Family:	Legg Mason/Western	Objective:	Diversified Emerg Mkts	Minimum IRA Purchase:	$0

MSCI Eafe Ndtr_D MSCI AC World Ex USA NR

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-8.34	-0.98	-20.25	-20.50	-42.46
2009	-13.28	23.44	20.00	2.32	31.43
2010	0.56	-12.99	17.00	—	2.37

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	4.75	—	3.40	3.79	7.36
Std Quarterly	4.75	—	3.40	3.79	7.36
Total Return	4.75	-8.27	3.40	3.79	7.36
+/- Std Index	1.48	1.24	1.43	1.23	—
+/- Cat Index	-2.81	-0.85	-0.86	-0.54	—
% Rank Cat	53	35	28	22	—
No. in Cat	808	665	476	268	—
7-day Yield	—				

Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and ten-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-225-2606 or visit www.mfs.com.

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.80
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**1.04**

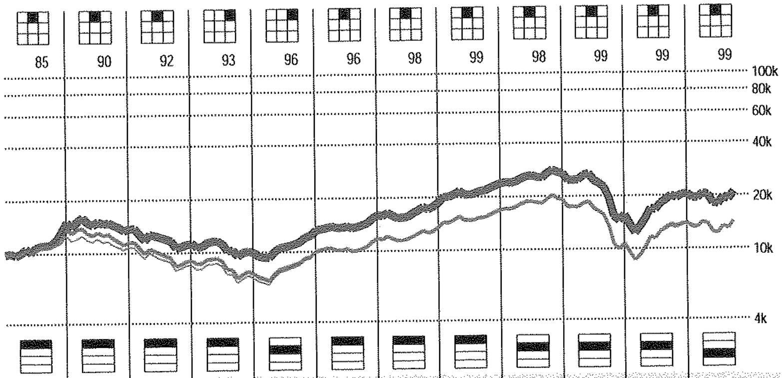
Risk and Return Profile

	3 Yr 665 funds	5 Yr 476 funds	10 Yr 268 funds
MorningstarRating™	3★	4★	4★
Morningstar Risk	Avg	Avg	-Avg
Morningstar Return	Avg	+Avg	+Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	27.00	22.07	18.36
Mean	-8.27	3.40	3.79
Sharpe Ratio	-0.22	0.15	0.16

MPT Statistics	Standard Index	Best Fit Index MSCI Wd x USN
Alpha	1.76	1.07
Beta	1.02	1.02
R-Squared	98.00	98.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	-15.00% Assets



Investment Style
Equity
Stock %

Growth of $10,000
MFS Research International I $21,067
Category Average $14,464
Standard Index $14,421

Performance Quartile (within category)

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	History
16.51	14.54	11.96	10.55	14.00	16.09	17.21	19.72	20.02	11.07	14.32	14.66	NAV
51.69	-8.81	-17.74	-11.79	33.03	20.85	16.62	27.70	13.24	-42.46	31.43	2.37	Total Return %
24.73	5.36	3.70	4.15	-5.56	0.60	3.08	1.36	2.07	0.92	-0.35	1.30	+/- Standard Index
21.06	6.50	1.99	3.16	-7.80	-0.06	0.00	1.05	-3.41	3.07	-10.02	-1.32	+/- Category Index
22	12	15	11	49	11	22	17	39	33	43	52	% Rank Cat
340	396	439	482	504	551	608	657	743	778	823	823	No. of Funds in Cat

Portfolio Analysis 08-31-2010

Composition %	Long %	Short%	Net %
Cash	1.4	0.0	1.4
U.S. Stocks	1.5	0.0	1.5
Non-U.S. Stocks	97.1	0.0	97.1
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	14.1	1.04	1.05
P/C Ratio TTM	6.5	1.03	0.98
P/B Ratio TTM	1.4	0.93	0.87
Geo Avg Mkt Cap $mil	25921	0.90	1.21

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	6.4	—
Greater Europe	59.4	—
Greater Asia	34.2	—

Share Chg since 07-31-2010	Share Amount	112 Total Stocks 0 Total Fixed-Income 88% Turnover Ratio	% Net Assets
⊖	3 mil	Nestle SA	3.27
⊕	12 mil	HSBC Holdings PLC	2.88
⊖	4 mil	Royal Dutch Shell PLC	2.56
⊕	720,440	Roche Holding AG	2.29
⊖	2 mil	BNP Paribas	2.20
⊖	37 mil	Vodafone Group PLC	2.11
⊖	3 mil	BHP Billiton PLC	1.90
⊖	842,040	Siemens AG	1.79
⊖	639,980	LVMH Moet Hennessy Louis Vuit	1.74
⊖	1 mil	Sanofi-Aventis	1.60
⊖	1 mil	Akzo Nobel NV	1.57
⊖	594,790	Linde AG	1.57
⊕	1 mil	Danone	1.52
⊖	11 mil	BP Plc	1.44
⊖	7 mil	ING Groep N.V.	1.39

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**14.3**	—
Software	1.5	—
Hardware	2.7	—
Media	1.7	—
Telecommunication	8.4	—
Service Economy	**43.0**	—
Healthcare Services	8.7	—
Consumer Services	3.9	—
Business Services	5.0	—
Financial Services	25.3	—
Manufacturing Economy	**42.7**	—
Consumer Goods	11.9	—
Industrial Goods	18.7	—
Energy	7.3	—
Utilities	4.8	—

Operations

Family: MFS

Objective: Foreign Stock

Minimum IRA Purchase: $0

	Standard Index	Category Index
	Barcap Agg	Barcap LT Gvt/Cred

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-0.45	0.07	-0.68	0.48	-0.57
2009	-3.98	7.54	6.59	1.20	11.40
2010	2.13	3.15	4.90	—	10.52

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	11.84	—	6.66	—	6.35
Std Quarterly	11.84	—	6.66	—	6.35
Total Return	11.84	7.66	6.66	—	6.35
+/- Std Index	3.68	0.24	0.46	—	—
+/- Cat Index	-1.77	-2.58	-0.68	—	—
% Rank Cat	83	50	48	—	—
No. in Cat	48	39	28	16	—
7-day Yield	—				

Performance Disclosure

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Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.40
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.52**

Risk and Return Profile

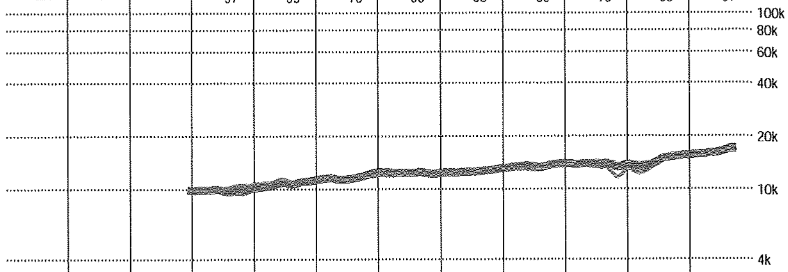
	3 Yr 39 funds	5 Yr 28 funds	10 Yr *16 funds*
MorningstarRating™	3★	3★	—
Morningstar Risk	-Avg	-Avg	—
Morningstar Return	Avg	Avg	—

	3 Yr	5 Yr	10 Yr
Standard Deviation	5.56	4.76	—
Mean	7.66	6.66	—
Sharpe Ratio	1.18	0.84	—

MPT Statistics	Standard Index	Best Fit Index Barcap Credit
Alpha	0.78	2.45
Beta	0.92	0.57
R-Squared	47.00	68.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	8.00% Assets

—	—	—	97	99	73	96	93	85	78	93	97	**Investment Style** Fixed Income Bond %



Growth of $10,000

- RidgeWorth Corporate Bond I $17,230
- Category Average $17,548
- Standard Index $16,369

Performance Quartile (within category)

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	**History**
—	—	*9.88*	9.60	10.07	10.51	9.74	9.83	9.79	9.03	9.54	10.19	NAV
—	—	—	3.58	11.51	10.67	-1.53	5.98	6.52	-0.57	11.40	10.52	Total Return %
—	—	—	-6.68	7.41	6.33	-3.96	1.65	-0.45	-5.81	5.47	2.58	+/- Standard Index
—	—	—	-11.23	5.64	2.11	-6.87	3.26	-0.08	-9.01	9.48	-6.17	+/- Category Index
—	—	—	—	—	—	—	—	—	—	57	84	% Rank Cat
119	126	104	106	75	69	60	45	44	48	50	53	No. of Funds in Cat

Portfolio Analysis 07-31-2010

Composition %	Long %	Short%	Net %
Cash	3.0	0.0	3.0
U.S. Stocks	0.0	0.0	0.0
Non-U.S. Stocks	0.0	0.0	0.0
Bonds	97.0	0.0	97.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style

Value Blend Growth

Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	—	—	—
P/C Ratio TTM	—	—	—
P/B Ratio TTM	—	—	—
Geo Avg Mkt Cap $mil	—	—	—

Fixed-Income Style

Short Int Long

High Med Low

Avg Eff Duration	6.60
Avg Eff Maturity	10.60
Avg Credit Quality	—
Avg Wtd Coupon	5.95
Avg Wtd Price	111.57

Credit Analysis 09-30-2010	Bond %
AAA	2.20
AA	23.20
A	32.30
BBB	40.90
BB	1.40
B	0.00
Below B	0.00
NR/NA	0.00

Regional Exposure	Stocks %	Rel Std Index
Americas	—	—
Greater Europe	—	—
Greater Asia	—	—

Share Chg since 06-30-2010	Share Amount	0 Total Stocks 108 Total Fixed-Income 75% Turnover Ratio	% Net Assets
	4 mil	Woodside Fin 144A 8.75%	2.64
⊖	4 mil	Newmont Mng 6.25%	2.45
	4 mil	Jefferies Grp Inc New 8.5%	2.37
	4 mil	At&T 5.8%	2.26
	3 mil	Transcanada 7.625%	2.25
	4 mil	Jpmorgan Chase 6.3%	2.22
	4 mil	Td Ameritrade Hldg 5.6%	2.12
	4 mil	Royal Bank of Canada Global S	2.03
	3 mil	Berkshire Hathaway Inc Del 3.	2.00
	3 mil	Time Warner Cable 5.85%	1.95
	3 mil	Healthcare Rlty Tr 6.5%	1.90
	3 mil	General Elec 5%	1.86
	3 mil	Fd Amern Cos 5.875%	1.69
	3 mil	Shell Intl Fin Bv 5.5%	1.69
	3 mil	Morgan Stanley 7.3%	1.67

Sector Weightings	Stocks %	Rel Std Index
Information Economy	—	—
Software	—	—
Hardware	—	—
Media	—	—
Telecommunication	—	—
Service Economy	—	—
Healthcare Services	—	—
Consumer Services	—	—
Business Services	—	—
Financial Services	—	—
Manufacturing Economy	—	—
Consumer Goods	—	—
Industrial Goods	—	—
Energy	—	—
Utilities	—	—

Operations

Family:	RidgeWorth	Objective:	Corp Bond--High Quality	Minimum IRA Purchase:	$0

Standard Index	Category Index
Barcap Agg	ML US High Yield Master

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-2.90	2.57	-6.77	-21.86	-27.45
2009	7.87	18.23	14.74	10.38	61.53
2010	5.96	-2.27	7.33	—	11.14

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	22.67	—	8.84	—	9.08
Std Quarterly	22.67	—	8.84	—	9.08
Total Return	22.67	8.87	8.84	*8.16*	9.08
+/- Std Index	14.51	1.45	2.64	*1.75*	—
+/- Cat Index	4.15	0.26	0.54	*0.41*	—
% Rank Cat	2	3	2	*3*	—
No. in Cat	573	506	427	287	—
7-day Yield	—				

Performance Disclosure

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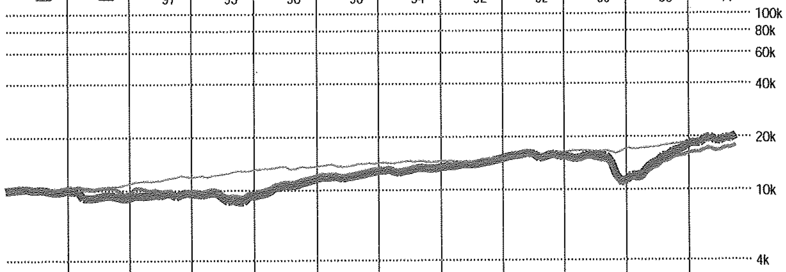
Investment Style Fixed Income Bond %			97	95	96	96	94	92	92	90	68	77



Growth of $10,000
- RidgeWorth High Income I $20,468
- Category Average $17,982
- Standard Index $19,778

Performance Quartile (within category)

History	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10
NAV	*7.92*	*7.17*	*7.48*	6.61	7.65	7.59	6.96	7.22	6.73	4.45	6.52	6.84
Total Return %	*1.28*	*-9.46*	*5.65*	-3.33	25.81	10.31	4.21	12.43	3.20	-27.45	61.53	11.14
+/- Standard Index	*2.10*	*-21.09*	*-2.79*	-13.59	21.71	5.97	1.78	8.10	-3.77	-32.69	55.60	3.20
+/- Category Index	*-1.23*	*-4.34*	*1.17*	-1.44	-2.34	-0.56	1.47	0.71	0.96	-1.06	4.02	-0.62
% Rank Cat	—	—	—	70	36	39	10	8	14	66	7	21
No. of Funds in Cat	342	365	414	425	455	493	518	549	542	559	543	577

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.60
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.74**

Risk and Return Profile

	3 Yr 506 funds	5 Yr 427 funds	10 Yr *287 funds*
MorningstarRating™	4★	5★	5☆
Morningstar Risk	+Avg	+Avg	*Avg*
Morningstar Return	High	High	*High*

	3 Yr	5 Yr	10 Yr
Standard Deviation	16.40	13.02	*10.57*
Mean	8.87	8.84	*8.16*
Sharpe Ratio	0.54	0.53	*0.57*

MPT Statistics	Standard Index	Best Fit Index CSFB High Yield
Alpha	4.86	1.15
Beta	0.65	1.00
R-Squared	3.00	94.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	3.00% Assets

Portfolio Analysis 07-31-2010

Composition %	Long %	Short%	Net %
Cash	17.5	0.0	17.5
U.S. Stocks	1.6	0.0	1.6
Non-U.S. Stocks	2.0	0.0	2.0
Bonds	76.6	0.0	76.5
Other	2.4	0.0	2.4
Total	100.0	0.0	100.0

Equity Style Value Blend Growth (Large Mid Small)

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	—	—	—
P/C Ratio TTM	—	—	—
P/B Ratio TTM	—	—	—
Geo Avg Mkt Cap $mil	—	—	—

Fixed-Income Style Short Int Long (High Med Low)

Avg Eff Duration	3.90
Avg Eff Maturity	6.20
Avg Credit Quality	—
Avg Wtd Coupon	9.30
Avg Wtd Price	98.89

Credit Analysis 09-30-2010	Bond %
AAA	9.00
AA	0.00
A	0.00
BBB	0.90
BB	13.70
B	48.90
Below B	27.50
NR/NA	0.00

Regional Exposure	Stocks %	Rel Std Index
Americas	45.0	—
Greater Europe	55.0	—
Greater Asia	0.0	—

Share Chg since 06-30-2010	Share Amount	3 Total Stocks 153 Total Fixed-Income 466% Turnover Ratio	% Net Assets
⊕	27 mil	RidgeWorth Inst Cash Mgmt MMk	13.86
	5 mil	E Trade Finl 12.5%	2.84
	5 mil	Nortel Networks 10.75%	2.22
	4 mil	Readers Digest Assn 144A FRN	2.06
	4 mil	Cit Grp 7%	1.75
☼	3 mil	Texas Inds 144A 9.25%	1.63
☼	149,060	Smurfit-Stone Container Corp	1.61
	9 mil	General Mtrs 8.375%	1.57
	4 mil	Amer Gen Fin Medtm Snt Be 6.	1.57
	3 mil	Gmac 8%	1.53
☼	3 mil	Delta Air Lines Inc Del 144A	1.52
☼	3 mil	Amer Capital Vrn 12/31/13	1.42
⊕	3 mil	Csa Escrow Corp/Cooper-Standa	1.40
⊕	3 mil	Sprint Cap 6.9%	1.39
	2 mil	Firekeepers Dev Auth 144A 13.	1.37

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**0.0**	—
Software	0.0	—
Hardware	0.0	—
Media	0.0	—
Telecommunication	0.0	—
Service Economy	**0.0**	—
Healthcare Services	0.0	—
Consumer Services	0.0	—
Business Services	0.0	—
Financial Services	0.0	—
Manufacturing Economy	**100.0**	—
Consumer Goods	45.0	—
Industrial Goods	55.0	—
Energy	0.0	—
Utilities	0.0	—

Operations

Family:	RidgeWorth	Objective:	Corp Bond--High Yield	Minimum IRA Purchase:	$0

S&P 500

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-8.98	-4.28	-4.15	-18.95	-32.32
2009	-10.76	15.26	14.90	5.47	24.65
2010	6.70	-10.80	10.56	—	5.23

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	10.98	—	2.95	4.46	8.09
Std Quarterly	10.98	—	2.95	4.46	8.09
Total Return	10.98	-5.69	2.95	4.46	8.09
+/- Std Index	0.82	1.47	2.31	4.89	—
+/- Cat Index	2.08	3.70	3.43	1.87	—
% Rank Cat	17	15	5	16	—
No. in Cat	1264	1127	942	490	—
7-day Yield	—				

Performance Disclosure

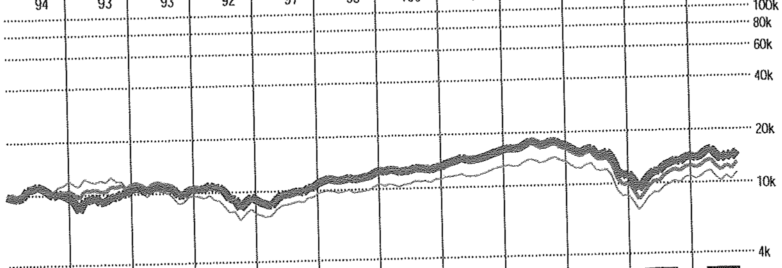
The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and ten-year (if applicable) Morningstar metrics.

The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 888-784-3863 or visit www.ridgeworthfunds.com.

Investment Style
Equity
Stock %

94	93	93	92	97	95	100	96	96	92	97	95



Growth of $10,000
RidgeWorth Large Cap Value Equity I
$15,002
Category Average
$13,043
Standard Index
$11,431

Performance Quartile (within category)

History	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10
NAV	10.34	11.22	10.97	9.14	11.13	12.62	12.87	14.95	13.64	9.01	10.98	11.47
Total Return %	-2.93	10.85	-0.95	-15.47	23.64	15.08	3.70	22.53	3.75	-32.32	24.65	5.23
+/- Standard Index	-23.97	19.95	10.94	6.63	-5.05	4.20	-1.21	6.74	-1.74	4.68	-1.81	1.34
+/- Category Index	-10.28	3.83	4.64	0.05	-6.39	-1.41	-3.35	0.28	3.92	4.53	4.96	0.74
% Rank Cat	87	34	25	24	86	23	75	5	32	14	41	16
No. of Funds in Cat	638	809	892	961	1050	1220	1296	1371	1432	1433	1272	1274

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	0.77
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.82**

Risk and Return Profile

	3 Yr 1127 funds	5 Yr 942 funds	10 Yr 490 funds
MorningstarRating™	4★	5★	4★
Morningstar Risk	-Avg	Avg	Avg
Morningstar Return	+Avg	High	+Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	21.18	17.21	15.59
Mean	-5.69	2.95	4.46
Sharpe Ratio	-0.21	0.11	0.21

MPT Statistics	Standard Index	Best Fit Index S&P 500
Alpha	1.20	1.20
Beta	0.96	0.96
R-Squared	98.00	98.00

12-Month Yield	1.45%
30-day SEC Yield	1.50
Potential Cap Gains Exp	-7.00% Assets

Portfolio Analysis 07-31-2010

Composition %	Long %	Short%	Net %
Cash	4.8	0.0	4.8
U.S. Stocks	92.3	0.0	92.3
Non-U.S. Stocks	2.8	0.0	2.8
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	14.2	0.96	1.11
P/C Ratio TTM	7.6	0.87	1.10
P/B Ratio TTM	1.7	0.81	1.06
Geo Avg Mkt Cap $mil	37087	0.84	1.19

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	99.1	0.99
Greater Europe	0.0	—
Greater Asia	0.9	—

62 Total Stocks
0 Total Fixed-Income
105% Turnover Ratio

Share Chg since 06-30-2010	Share Amount	Holdings	% Net Assets
⊕	58 mil	RidgeWorth Inst Cash Mgmt MMk	4.82
	965,566	J.P. Morgan Chase & Co.	3.23
	508,300	Chevron Corporation	3.22
	682,607	ConocoPhillips	3.13
	1 mil	Wells Fargo Company	2.76
	427,050	Occidental Petroleum Corporat	2.76
	622,400	Abbott Laboratories	2.54
	2 mil	Pfizer Inc.	2.45
	574,700	Wal-Mart Stores, Inc.	2.44
	458,600	Kimberly-Clark Corporation	2.44
	987,650	Kraft Foods, Inc.	2.40
	271,850	Franklin Resources	2.27
⊕	725,000	Omnicom Group, Inc.	2.24
⊕	1 mil	U.S. Bancorp	2.20
	355,950	Air Products and Chemicals, I	2.15

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**12.4**	**0.52**
Software	1.1	0.25
Hardware	4.1	0.38
Media	3.4	1.10
Telecommunication	3.8	0.72
Service Economy	**47.5**	**1.22**
Healthcare Services	11.8	1.04
Consumer Services	5.3	0.62
Business Services	4.6	1.48
Financial Services	25.9	1.62
Manufacturing Economy	**40.1**	**1.08**
Consumer Goods	5.5	0.48
Industrial Goods	15.5	1.36
Energy	14.8	1.35
Utilities	4.3	1.19

Operations

Family:	RidgeWorth	Objective:	Equity Income	Minimum IRA Purchase:	$0
		Ticker:	STVTX	Min Auto Investment Plan:	$0

S&P 500 RusMidValue

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-10.39	-2.46	-2.62	-23.38	-34.79
2009	-5.82	19.05	24.79	5.04	46.98
2010	12.36	-11.09	11.15	—	11.04

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	16.64	—	7.24	—	7.74
Std Quarterly	16.64	—	7.24	—	7.74
Total Return	16.64	0.32	7.24	—	7.74
+/- Std Index	6.48	7.48	6.60	—	—
+/- Cat Index	-0.29	5.10	5.27	—	—
% Rank Cat	21	4	1	—	—
No. in Cat	415	349	271	88	—
7-day Yield	—				

Performance Disclosure

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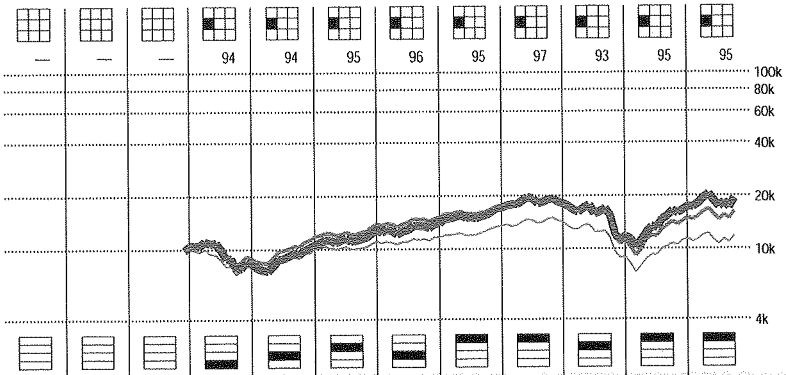

Investment Style
Equity
Stock %

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10
—	—	—	94	94	95	96	95	97	93	95	95

Growth of $10,000
RidgeWorth Mid-Cap Value Equity I $19,311
Category Average $16,335
Standard Index $11,894

Performance Quartile (within category)

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	History
—	—	10.51	8.06	10.37	12.35	12.11	12.46	10.74	6.87	9.95	11.00	NAV
—	—	—	-21.26	29.51	20.21	9.46	21.97	5.43	-34.79	46.98	11.04	Total Return %
—	—	—	0.84	0.82	9.33	4.55	6.18	-0.06	2.21	20.52	7.15	+/- Standard Index
—	—	—	-11.61	-8.56	-3.50	-3.19	1.75	6.85	3.66	12.77	-0.11	+/- Category Index
—	—	—	85	67	35	52	6	19	29	9	10	% Rank Cat
223	233	261	311	331	320	310	375	405	442	416	418	No. of Funds in Cat

Fees and Expenses

Sales Charges

Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses

Management Fees %	1.00
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**1.05**

Risk and Return Profile

	3 Yr 349 funds	5 Yr 271 funds	10 Yr *88 funds*
MorningstarRating™	4★	5★	—
Morningstar Risk	+Avg	+Avg	—
Morningstar Return	High	High	—

	3 Yr	5 Yr	10 Yr
Standard Deviation	26.34	21.38	—
Mean	0.32	7.24	—
Sharpe Ratio	0.11	0.32	—

MPT Statistics	Standard Index	Best Fit Index Russell 3000 TR
Alpha	9.78	8.68
Beta	1.15	1.12
R-Squared	91.00	92.00

12-Month Yield	0.88%
30-day SEC Yield	0.70
Potential Cap Gains Exp	9.00% Assets

Portfolio Analysis 07-31-2010

Composition %	Long %	Short%	Net %
Cash	5.2	0.0	5.2
U.S. Stocks	91.4	0.0	91.3
Non-U.S. Stocks	3.5	0.0	3.5
Bonds	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	17.1	1.16	1.25
P/C Ratio TTM	2.3	0.26	0.37
P/B Ratio TTM	1.4	0.67	0.93
Geo Avg Mkt Cap $mil	5438	0.12	1.08

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

Credit Analysis 09-30-2010	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel Std Index
Americas	100.0	1.00
Greater Europe	0.0	—
Greater Asia	0.0	—

Share Chg since 06-30-2010 / Share Amount / 68 Total Stocks, 0 Total Fixed-Income, 195% Turnover Ratio / % Net Assets

Share Chg since 06-30-2010	Share Amount	Holdings	% Net Assets
⊕	56 mil	RidgeWorth Inst Cash Mgmt MMk	5.15
⊕	2 mil	MB Financial Corporation	2.80
⊕	726,000	Comerica Incorporated	2.57
⊕	2 mil	International Game Tech.	2.29
⊕	1 mil	Invesco Ltd	2.25
☼	663,500	QEP Resources Inc	2.11
⊕	767,000	Lazard, Ltd.	2.10
⊕	2 mil	Intersil Corporation	2.07
	617,200	Best Buy Co., Inc.	1.98
⊕	907,400	Hartford Financial Services G	1.96
⊖	214,000	Flowserve Corporation	1.96
⊕	833,600	International Paper Co.	1.86
⊕	333,000	SPX Corporation	1.83
⊕	516,700	Ingersoll-Rand PLC	1.79
⊖	428,100	Peabody Energy Corporation	1.79

Sector Weightings	Stocks %	Rel Std Index
Information Economy	**8.3**	**0.35**
Software	0.0	0.00
Hardware	6.6	0.61
Media	1.7	0.55
Telecommunication	0.0	0.00
Service Economy	**42.4**	**1.09**
Healthcare Services	4.6	0.40
Consumer Services	3.6	0.42
Business Services	5.6	1.81
Financial Services	28.5	1.78
Manufacturing Economy	**49.3**	**1.32**
Consumer Goods	5.9	0.52
Industrial Goods	22.7	1.99
Energy	15.4	1.40
Utilities	5.3	1.47

Operations

Family:	RidgeWorth	Objective:	Growth	Minimum IRA Purchase:	$0

Barcap Agg | ML US High Yield Master

Performance 09-30-2010

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2008	-2.44	1.61	-5.87	-14.52	-20.23
2009	6.22	11.39	9.66	4.59	35.70
2010	4.04	-0.46	7.26	—	11.09

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	16.18	—	5.89	—	7.40
Std Quarterly	16.18	—	5.89	—	7.40
Total Return	16.18	6.23	5.89	—	7.40
+/- Std Index	8.02	-1.19	-0.31	—	—
+/- Cat Index	-2.34	-2.38	-2.41	—	—
% Rank Cat	54	45	67	—	—
No. in Cat	573	506	427	287	—
7-day Yield	—				

Performance Disclosure

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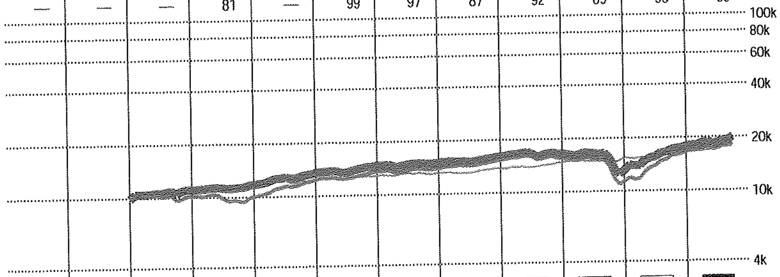
	—	—	—	81	—	99	97	87	92	89	95	95	Investment Style Fixed Income Bond %



Growth of $10,000
- RidgeWorth Seix High Yield I $20,065
- Category Average $18,464
- Standard Index $17,865

Performance Quartile (within category)

1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	09-10	History
—	9.96	10.37	10.37	11.24	11.30	10.75	10.76	10.22	7.47	9.28	9.69	NAV
—	—	11.33	6.36	15.56	8.36	2.62	7.00	2.49	-20.23	35.70	11.09	Total Return %
—	—	2.89	-3.90	11.46	4.02	0.19	2.67	-4.48	-25.47	29.77	3.15	+/- Standard Index
—	—	6.85	8.25	-12.59	-2.51	-0.12	-4.72	0.25	6.16	-21.81	-0.67	+/- Category Index
—	—	—	—	—	79	48	96	31	15	86	22	% Rank Cat
342	365	414	425	455	493	518	549	542	559	543	577	No. of Funds in Cat

Portfolio Analysis 07-31-2010

Composition %	Long %	Short%	Net %
Cash	4.7	0.0	4.7
U.S. Stocks	0.0	0.0	0.0
Non-U.S. Stocks	0.0	0.0	0.0
Bonds	94.6	0.0	94.6
Other	0.7	0.0	0.7
Total	100.0	0.0	100.0

Equity Style
Value Blend Growth
Large Mid Small

Portfolio Statistics	Port Avg	Rel Index	Rel Cat
P/E Ratio TTM	—	—	—
P/C Ratio TTM	—	—	—
P/B Ratio TTM	—	—	—
Geo Avg Mkt Cap $mil	—	—	—

Fixed-Income Style
Short Int Long
High Med Low

Avg Eff Duration	4.70
Avg Eff Maturity	8.40
Avg Credit Quality	—
Avg Wtd Coupon	8.77
Avg Wtd Price	101.59

Credit Analysis 09-30-2010	Bond %
AAA	2.90
AA	0.00
A	0.00
BBB	3.30
BB	34.20
B	55.00
Below B	4.60
NR/NA	0.00

Regional Exposure	Stocks %	Rel Std Index
Americas	—	—
Greater Europe	—	—
Greater Asia	—	—

0 Total Stocks
354 Total Fixed-Income
116% Turnover Ratio

Share Chg since 06-30-2010	Share Amount	Holdings	% Net Assets
⊕	76 mil	RidgeWorth Inst Cash Mgmt MMk	4.67
	18 mil	Ford Motor Credit Co 8.7%	1.16
⊕	18 mil	Cit Grp 7%	1.05
⊖	17 mil	Gmac 8%	1.03
	16 mil	United Rentals North Amer 9.2	1.03
	16 mil	Chs / Cmnty Health Sys 8.875%	1.00
	15 mil	Wind Acquisition Fin Sa 144A	0.99
	16 mil	Bk Of Amer Corporation FRN	0.98
☼	15 mil	Icahn Enterprises Lp/Corp 8%	0.93
	14 mil	Hertz 8.875%	0.89
	20 mil	Dynegy 7.75%	0.85
	12 mil	El Paso Engy Corp Mtn Be 7.75	0.76
	12 mil	Nrg Engy 8.5%	0.75
	11 mil	Viasat 8.875%	0.75
	12 mil	Mcjunkin Red Man 144A 9.5%	0.75

Sector Weightings	Stocks %	Rel Std Index
Information Economy	—	—
Software	—	—
Hardware	—	—
Media	—	—
Telecommunication	—	—
Service Economy	—	—
Healthcare Services	—	—
Consumer Services	—	—
Business Services	—	—
Financial Services	—	—
Manufacturing Economy	—	—
Consumer Goods	—	—
Industrial Goods	—	—
Energy	—	—
Utilities	—	—

Fees and Expenses

Sales Charges	
Front-End Load %	**NA**
Deferred Load %	**NA**

Fund Expenses	
Management Fees %	0.43
12b1 Expense %	NA
Prospectus Gross Exp Ratio %	**0.50**

Risk and Return Profile

	3 Yr 506 funds	5 Yr 427 funds	10 Yr *287 funds*
Morningstar Rating™	3★	3★	—
Morningstar Risk	-Avg	-Avg	—
Morningstar Return	Avg	Avg	—

	3 Yr	5 Yr	10 Yr
Standard Deviation	13.18	10.51	—
Mean	6.23	5.89	—
Sharpe Ratio	0.46	0.36	—

MPT Statistics	Standard Index	Best Fit Index CSFB High Yield
Alpha	0.09	-0.32
Beta	0.93	0.81
R-Squared	9.00	95.00

12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	1.00% Assets

Operations

Family:	RidgeWorth	Objective:	Corp Bond--High Yield	Minimum IRA Purchase:	$0
			SAMHX	Min Auto Investment Plan:	$0

Performance Summary*

Lighthouse Funds of Funds	3Q10	YTD	3 Year	5 Year	10 Year	3 Yr Vol
Lighthouse Diversified Fund Ltd	2.63%	1.59%	-0.15%	3.64%	n/a	7.73%
Lighthouse Diversified Fund, LP	2.56%	2.25%	-1.54%	3.41%	5.48%	7.93%
Lighthouse V Fund Ltd (benefit plan dedicated)	1.82%	1.34%	-1.01%	3.02%	n/a	7.41%
Lighthouse V Fund, LP (insurance dedicated)	2.49%	0.04%	-0.52%	3.28%	n/a	6.92%
Lighthouse Credit Opportunities Fund Ltd	3.67%	6.35%	1.84%	5.04%	n/a	9.04%
Lighthouse Credit Opportunities Fund, LP	4.77%	8.38%	-3.15%	2.17%	n/a	10.78%

Lighthouse Funds of Managed Accounts	3Q10	YTD	3 Year	5 Year	10 Year	3 Yr Vol
Lighthouse Global Long/Short Fund Ltd	2.42%	0.97%	-1.15%	4.57%	n/a	7.08%
Lighthouse Global Long/Short Fund, LP	2.42%	0.95%	-0.76%	4.67%	n/a	6.98%
Lighthouse Navigator Fund Ltd	2.36%	0.78%	n/a	n/a	n/a	n/a
Lighthouse Alpha Segregated Portfolio	0.18%	-2.42%	0.19%	n/a	n/a	5.79%
Lighthouse Managed Futures Fund LLC -- Composite Series	4.83%	7.53%	8.41%	n/a	n/a	8.19%
Lighthouse Credit Compass Segregated Portfolio	3.84%	5.56%	n/a	n/a	n/a	n/a
Lighthouse Healthcare Series	5.55%	1.92%	10.60%	n/a	n/a	9.25%

Markets	3Q10	YTD	3 Year	5 Year	10 Year	3 Yr Vol
S&P 500 (with reinvested dividends)	11.30%	3.89%	-7.16%	0.63%	-0.43%	21.81%
MSCI World Equity Index	13.89%	3.02%	-7.74%	1.86%	1.29%	23.70%
Barclays Government / Credit Bond Index	3.29%	8.96%	7.47%	6.15%	6.52%	5.23%
91 Day Treasury Bills	0.04%	0.08%	1.14%	2.61%	2.55%	0.46%
HFRX Global Hedge Fund Index	3.15%	1.90%	-3.86%	0.45%	3.83%	8.77%

Note: Performance shown for the Lighthouse Diversified Fund, LP is that of Lighthouse Diversified Fund (QP) II, LP. The Lighthouse Credit Opportunities Fund is that of Class/Series A. The Lighthouse Global Long/Short Fund is that of Class/Series A. The Lighthouse Navigator Fund, Ltd performance is that of Class/Series C. The Lighthouse Alpha Segregated Portfolio is a Segregated Portfolio of the Lighthouse Strategies Fund SPC. The Lighthouse Healthcare Series is a Series of the Lighthouse Strategies Fund LLC. The full legal name of the Lighthouse Credit Compass SPC is Lighthouse Credit Compass Segregated Portfolio, a Segregated Portfolio of the Lighthouse Strategies Fund SPC. Further the Lighthouse Credit Compass Segregated Portfolio performance is that of Class A.

**Third quarter 2010 returns and, consequently, the other figures appearing in this document that include these returns in their computation, for the Lighthouse Funds are estimated and subject to revision near the 20th business day of the month and final audit. The performance data above represents the returns for each of the respective Lighthouse Funds, or any related predecessor Fund, net of all fees and expenses, including reinvestment of earnings. Past performance is not indicative of future results. Current year performance is not audited and is subject to revision. This information is neither an offer to sell nor a solicitation of an offer to purchase any securities. Such an offer will only be made to qualified purchasers by means of a confidential private placement memorandum and related subscription documents. You are receiving this email as we have been in contact with you in the past and we have reason to believe you are a qualified purchaser or a representative of such. Should you wish to be removed from this list, or if you believe you are not a qualified purchaser, please reply back with "remove" in the subject line.*

Lighthouse Diversified Strategy Review

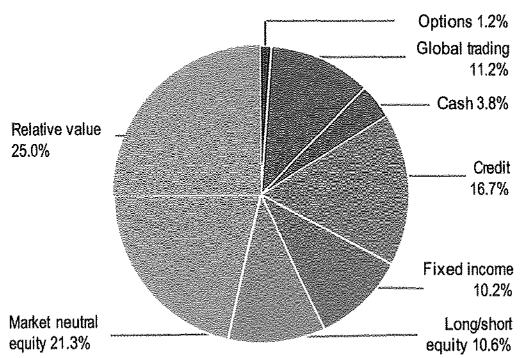
Below is a table showing the performance of each strategy in Lighthouse Diversified Fund Limited and the relative contribution to return for the quarter and year-to-date.

	Attribution		Performance	
Strategy	3Q10	YTD	3Q10	YTD
Relative Value Arbitrage	1.40%	0.80%	4.51%	3.81%
Credit	0.21%	0.24%	2.60%	3.86%
Fixed Income	0.36%	0.72%	4.14%	9.86%
Long / Short Equity	0.43%	-0.14%	5.13%	0.41%
Market Neutral Equity	-0.03%	-0.37%	0.16%	-1.13%
Global Trading	0.14%	0.45%	1.97%	9.72%
Options	0.12%	-0.11%	6.64%	-5.44%
Total	2.63%	1.59%		

Below is an updated distribution of strategy weightings in Lighthouse Diversified Fund Limited.

Portfolio composition

September 2010 Strategy Allocations



Lighthouse V Strategy Review

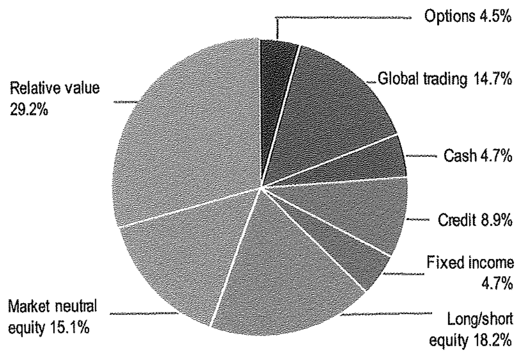
Below is a table showing the performance of each strategy in Lighthouse V Fund Limited and the relative contribution to return for the quarter and year-to-date.

	Attribution		Performance	
Strategy	3Q10	YTD	3Q10	YTD
Relative Value Arbitrage	1.07%	1.06%	3.94%	5.25%
Credit	0.16%	0.17%	3.59%	5.62%
Fixed Income	0.09%	0.22%	2.39%	5.93%
Long / Short Equity	0.43%	-0.14%	3.40%	0.99%
Market Neutral Equity	-0.20%	-0.08%	-0.61%	0.34%
Global Trading	0.18%	0.34%	3.15%	5.73%
Options	0.09%	-0.23%	2.25%	-4.54%
Total	1.82%	1.34%		

Below is an updated distribution of strategy weightings in Lighthouse V Fund Limited.

Portfolio composition

September 2010 Strategy Allocations



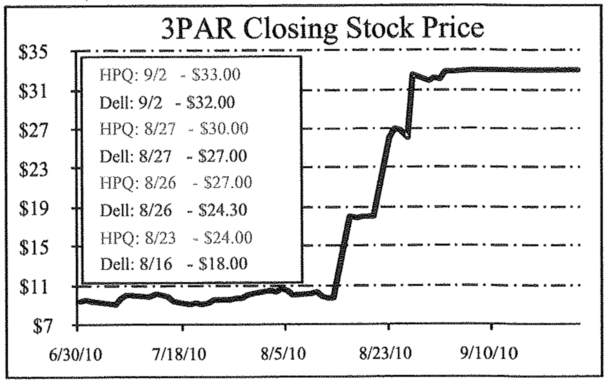
Relative Value

Relative value was profitable during the third quarter. Gains, while diversified, were led by convertible arbitrage and event-driven strategies. Interest rate hedges on convertible bond positions were the primary detractors as treasury bonds rallied. On that last point, we would emphasize that our managers' rate hedges are not based on a macroeconomic call, but are a consistent tool that they employ to isolate alpha in their portfolios.

Our convertible portfolio performed very well, benefitting from idiosyncratic events, volatility trading and an overall richening in the convertible sector. Given the macroeconomic uncertainty, our managers continue to favor shorter-duration, catalyst-driven strategies. Two trades that fit this category are Exide and Heritage Oil. Exide floating rate convertibles increased in value after the company announced a new $675 million senior secured debt offering while Heritage Oil 8% bonds were another winner as the company recently closed on an asset sale and paid a large, special cash dividend to its shareholders. The convertible bonds benefited from this return of capital as the debt indenture provided convertible holders with a full pass-through of the special cash dividend.

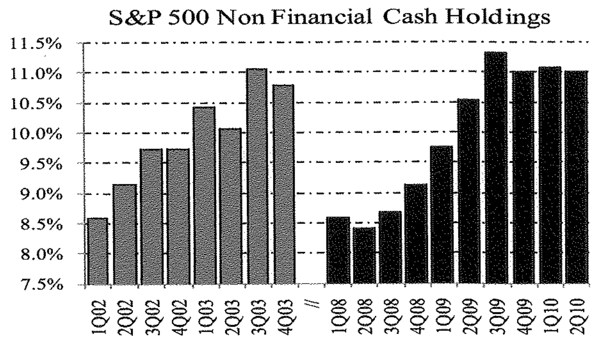
A profitable idiosyncratic trade for one of our convert managers was in MGIC Investment Corporation (MTG). MTG is a mortgage insurer and has deferred coupon payments on its 9% convertible bond since April 2009. Our manager liked this trade because it had a defined catalyst, coupled with an attractive risk/reward profile. To resume coupon payments, MTG was required to raise new capital in order to pay back all accrued interest, which they did this April. However, MTG only had 180 days from the date of issuance of those shares to use the proceeds to pay deferred interest. Our manager's analysis indicated there was a 75% chance that the company would resume coupon payments by the September 15 deadline, which would likely cause the bonds to rally. The trade was structured long the convertible bond, short MTG stock and long puts to ensure jump-to-default protection. Just prior to the September 15th deadline, MTG announced that it would, in fact, resume coupon payments (19.25 points including compound interest). On this news, the convert traded up 10 points in price.

The hard catalyst event category contributed positively during the quarter with deal completions in Smith International, Millipore, Lihir Gold, Sybase and ev3, among others. One of the biggest winners during the quarter was 3PAR, which became the target of a bidding war between business as they look for more profitable lines away from their core computer businesses. As an example, Oracle expanded its storage business by purchasing Sun Microsystems earlier this year. The Oracle/Sun deal demonstrates the need for companies to acquire new assets and revenue sources as organic growth has slowed and further cost cutting opportunities are limited.



Source: Bloomberg

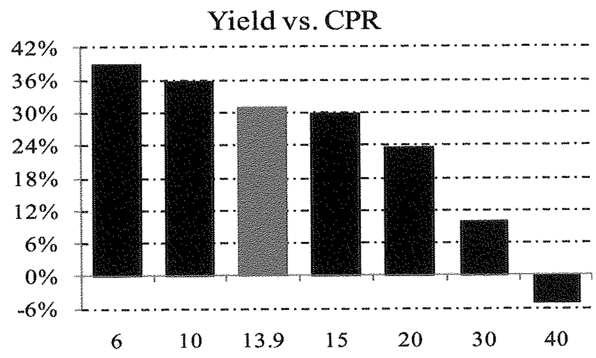
We remain excited about the forward-looking opportunity set for relative value strategies. The low level of interest rates has already begun to induce a chase for yield, which has created attractive relative value trades within capital structures and across asset classes. Within convertibles, short-dated credit remains attractive as does the ability to capture volatility, which is ideal given the uncertain macroeconomic outlook. The event-driven strategy is compelling as LIBOR-adjusted annualized spreads remain high while deal activity increases. We expect merger activity to continue as companies sit on record amounts of cash and are faced with low organic growth prospects. As the chart below highlights, the last merger cycle was preceded by the recession of 2001-02 and a significant cash build-up by corporations. While we hesitate to use history to predict the future, we believe that the two periods do share similar characteristics which could result in increased merger activity into 2011.



also generated strong returns, benefitting from an active new issuance market. Similar to last quarter and as witnessed in our relative value strategies, the biggest detractors to attribution for our fixed income managers were their interest rate hedges.

In the agency mortgage strategy, significant speculation occurred during the quarter around a mass government refinancing program. This, coupled with record low mortgage rates, caused prepayment expectations to significantly increase. As we have previously stated, not all agency collateral is created equal. Therefore, our managers try to create an optimal mix of low loan balance and seasoned Interest Only (IO)/Inverse IO (IIO) collateral that will provide some degree of prepayment protection while avoiding both the best credit individuals (who are most able to voluntary refinance) and those with the worst credit (who are likely to fall delinquent and be purchased out of agency mortgage pools). This portfolio construction proved fruitful in the third quarter as our agency collateral outperformed generic (*i.e.*, benchmark) mortgage collateral.

Below is a yield chart for the four largest IO/IIO securities for one of our agency mortgage managers. Based on this chart, if the prepayment rate (CPR) increases to a historically high rate of 30, the weighted average yield for these securities is 10.1%. If the CPR remains at the weighted average inception-to-date CPR of 13.9, the yield is 31.1%. While these bonds are only one component of the portfolio, they demonstrate the relative attractiveness of mortgage securities in the current environment. In fact, if the housing market dramatically improved to the point where more underwater homeowners could refinance their mortgages, we would also expect higher interest rates to offset the attractiveness of this refinancing option.



Source: Lighthouse proprietary calculations, Bloomberg

The non-agency cash market has also continued to perform well as investors reach for yield. The ABX synthetic subprime indices averaged a return of roughly 12% during the quarter while cash Alt-A super senior bonds were up loss-adjusted return standpoint. Alt-A super senior floating-rate bonds are currently trading around $61, which equates to an unlevered loss-adjusted yield of 9.5%.

The underlying return drivers to mortgage strategies remain strong, although the uncertain political environment and recent events such as foreclosure halts have led us to take a more defensive stance. Within agency mortgages, the two main risks continue to be faster prepayments and higher short-term rates. On the first count, despite record low mortgage rates, prepayments remain well below the peaks hit during 2003. Two primary reasons are much tighter lending standards and lower origination capacity. Additionally, a new survey released by bankrate.com suggests that the average closing costs have jumped almost 37% to more than $3,700 per loan in 2010.

On the fixed income trading side, our recent investment in a municipal trading manager has performed very well in its first full quarter. The manager's ability to identify short-term inefficiencies in liquid areas of the municipal bond market was evident as most of the gains during the quarter were realized. We feel that this manager is in a great position to profit from the information gap in the municipal market, as few non-localized participants in the municipal market also have the ability to hold inventory. We believe this is yet another trading strategy that has benefitted significantly from the exodus of proprietary risk-taking by investment banks.

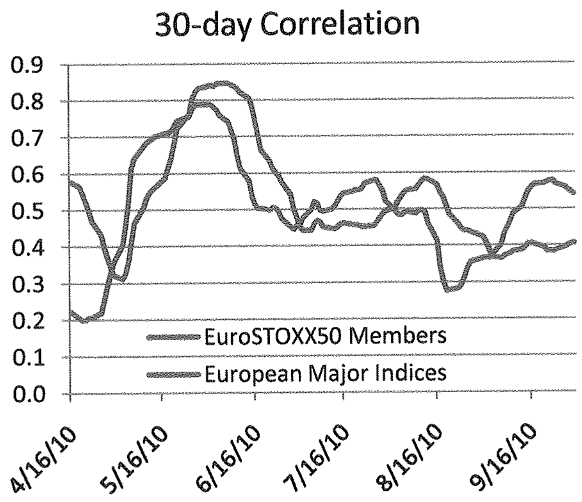
Long/Short Equity

Global equity markets staged a rally during the quarter which mirrored the sell-off in May and June. For the quarter, the S&P 500 finished more than 11% higher and the MSCI World index was up approximately 14%.

From a regional perspective, the Asian long/short managers were the standouts for the quarter. All six managers were profitable with an average return of over 7%. Our fundamental pan-Asian specialist was the top performer with returns driven by high conviction positions in India, Philippines, Indonesia and Taiwan. Alliance Global, which the manager purchased earlier in the year at a single digit P/E multiple, was one of the biggest winners in the portfolio. Alliance is a diversified consumer company in the Philippines that holds the McDonald's franchise. The stock was up more than 60% in the third quarter and is up more than 125% year-to-date.

Amongst European managers, a value specialist was positive in all three months, ending the quarter up 6.9%.

equity markets, which made for a difficult environment for many hedge funds. This manager was able to take advantage of wider dispersion in European stocks and country indices in the latter part of the quarter. As illustrated below, average stock correlations in Europe fell from over 0.8 during the second quarter, to around 0.5 during the third quarter. Lower correlations lead to a better environment for individual stock picking.



Source: Bloomberg, Lighthouse

As equity correlation decreased in Europe, our value specialist manager benefitted from increasing exposures to stocks which were sold down during the quarter by investors, regardless of strong fundamentals. For example, the manager believed a position in Novartis, the Swiss-based diversified pharmaceutical and healthcare company, had been indiscriminately sold off by "macro" and index investors looking to reduce Swiss exposure in July, at an attractive valuation with a price-to-earnings ratio of 11x. The manager had lost 4 bps on this position during July, but maintained and added to this position in August, catching the rebound in fundamental sentiment. Novartis was up approximately 11% from August 1 through September 30 and the position was nice contributor for the manager on the quarter.

In the U.S. long/short equity portfolio, a trading manager was among the strongest performers. This manager, who changes exposures aggressively when opportunities present themselves, protected capital well in August and took advantage of the attractive valuations presented in the down market to take up exposures. Within the portfolio, the increase in exposure to the technology sector was the most pronounced, with net exposure increasing from 4.6% to 23.6% over this period. A detailed proprietary analysis of research yielded an increase in expected profitability at Google relative to Wall Street consensus which led the manager to make Google the largest position in their portfolio at approximately 6.5% as of September 14. Our risk transparency also allows us to see that Google was an overall 66 bps position in the Lighthouse Global Long / Short Fund on that date, comfortably within risk guidelines.

Market Neutral Equity

Market neutral equity strategies were flat for the quarter, with gains in July offset by losses in August and September. Each of the three sub-strategies took a similar path, with discretionary fundamental, statistical arbitrage and fundamental quant managers all struggling to make meaningful gains, particularly during a tough August.

Market commentators continue to point toward low levels of dispersion as the primary culprit behind stock picking headwinds. Matt Rothman at Barclays dug into the elevated levels of correlations and concluded that common factors (sector, fundamental and macroeconomic factors) account for almost all of the observed correlation. The portion attributable to idiosyncratic risk was effectively zero, which made it tough for strictly factor-neutral managers to generate alpha.

While we generally attempt to skew risk toward the stock-specific, we appreciate the diversification benefits derived from other efforts, as many of the macroeconomic issues driving these higher correlations are unlikely to be resolved overnight. While many hedge funds are less rigorously stock-specific, assessing the sustainability of alpha generation in the space can be markedly more difficult. This, coupled with our subsiding confidence in such environments, necessitates that stock-specific positioning continues to drive the majority of risk.

With significant quantitative resources, statistical arbitrage managers are in a unique position to increase or reduce the stock-specific component of their risk. Ultimately, only two of the seven statistical arbitrage managers in the portfolio posted positive performance for the quarter. Both of these managers are more comfortable taking sector tilts or running a style bias and, as a result, their portfolio weight has increased in the current environment. Those managers that are strictly neutral on all observable factors faced a more challenging environment. Indeed, those that broke even were exceptional, able to minimize transaction costs in the face of falling volatility, lower volumes and low dispersion.

Fundamental quant managers also have a very good handle on the exposures; yet unlike statistical arbitrage

These managers were down in both July and August as many earnings-based factors significantly underperformed. Incremental sell-side analysts' insights seemed to have little impact on price action. Whereas statistical arbitrage results might be random with no stock-specific attribution, fundamental quant results will be decidedly negative with negative common factor returns. September offered some reprieve with earnings-driven approaches proving profitable, particularly in Europe.

Discretionary fundamental managers are generally less focused on systematically tracking common factor exposures. An exposure to a subset of firms that maintained strong earnings through 2008 proved costly. One manager's estimate puts the price-to-earnings premium on these so-called "high flyers" at 50 points higher than the market P/E. A number of our discretionary fundamental managers trade mean-reverting pairs based on historic spread relationships and have endured losses as these stocks (which are net short) continue to outperform. While these names currently represent a risk factor as the market appears willing to pay any multiple, such names are also likely to become a return driver as unrealized losses revert with the multiples.

While it has been a challenging year to generate returns in market neutral equity, we remain optimistic that stock correlations, which have been extremely high in many markets, will eventually recede and allow for a return to idiosyncratic performance. We also expect that our fundamental managers will be in a position to benefit as many of the currently dislocated spreads begin to normalize.

Global Trading

While global trading was down moderately in July on losses in trend-following as several key markets reversed, the strategy rebounded in August and September to post gains for the quarter. For the year, global trading is one of our best-performing strategies.

Trend followers came into the quarter positioned net long across the board in global interest rates with larger risk in the middle and long end of the yield curve. The thirty-year U.S. bond rallied sharply in price (see following graph) and saw its yield drop from 3.91% at the beginning of the quarter to 3.69%, touching a low of 3.52% at the end of August. From mid-July through early August, the domestic macroeconomic data (both backward-looking data such as second quarter GDP as well as forward-looking survey data such as the ISM) began to suggest that the recovery was losing positive momentum. In conjunction with the weakening data, Federal Reserve officials argued that additional quantitative easing would be warranted if the recovery were to slow down. These factors pushed down bond yields, generating profits for trend followers and short-

Source: Bloomberg, Lighthouse.

Fundamental managers had a strong quarter. Our fundamental discretionary managers specializing in the grains acted in a contrarian manner and adopted bull spreads in wheat futures (*i.e.*, they were positioned long the front-months and short the back-months). Consensus had been bearish on wheat, and our managers were able to enter the positions at very favorable levels, making them comparable to very cheap call options. Other managers began adding bullish positions in corn futures and options. When the drought in Russia and Eastern Europe became more severe in early July, wheat skyrocketed and other grain prices also increased. Later in the quarter, expectations for the entire U.S. crop-year declined, pushing corn and soybean prices up significantly. The renewed tightness in supplies should lead to higher volatility from the agricultural sub-sector and a very fertile opportunity set for our commodity specialists for the next couple of quarters.

In conjunction with the decline in the momentum of the U.S. economic recovery and the push to expand quantitative easing, the U.S. Dollar weakened significantly against the Australian Dollar, Swiss Franc and Japanese Yen (see chart below). Trend followers commenced the quarter with mixed exposures, but were able to move to the long side to generate profits in all three currencies. Going forward, the currency markets appear to be the primary battleground on which the war to address longer-term structural imbalances in the global economy will be waged. High currency volatility is likely, which could transmit to other asset classes. The stage is being set for potentially significant policy actions from several countries, including Japan and Switzerland, which have intervened, and Brazil, which has raised taxes on foreign inflows into government bonds. Policymaker activism typically breeds uncertainty and volatility, which could create opportunities for trend following, short-term and fundamental strategies in currencies.

Source: Bloomberg, Lighthouse.

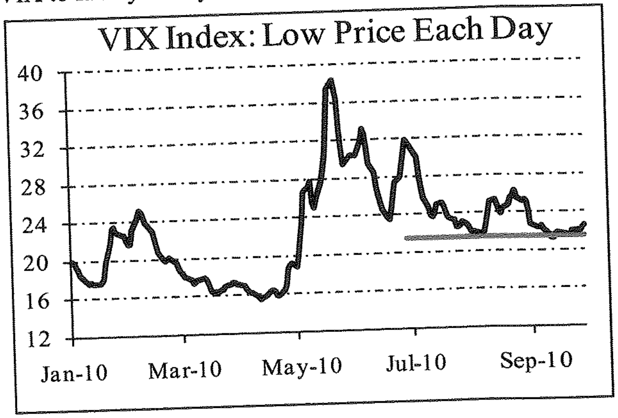
The positive performance from fundamental managers in the grains and currency strategies highlights the robustness of a managed futures allocation that is diversified across markets, approach, style and time frame. Fundamental strategies had been quiet through much of 2009, but during this quarter both discretionary and systematic approaches were strongly profitable. We believe that an allocation to specialists in the commodity space, broadly and particularly with the grains, should add value to our portfolios. Volatility creates opportunities for specialists who can identify fundamental valuation anomalies in both directional and relative value trading. While trend-following has outperformed short-term trading this year, the correlation of the two strategies has been incredibly low, resulting in a drop in overall portfolio volatility, despite positive performance.

While we maintain a meaningful allocation to trend-following, at the end of August we reduced our long bond exposure. Going forward, this reduces the potential pain in the event that interest rates back up materially. If bond prices continue to rise, global trading would likely generate further gains, but our allocation to the sector is now more defensive through a larger allocation to short-term managers. Given that the risk of policymaker activism is rising in currencies and interest rate sectors, we believe that our overweight allocation to short-term trading is warranted. As we move into uncharted territory with QE2, currency intervention and a possible changing of the guard in the U.S. Congress, the risk of a significant error in policy has grown. This uncertainty is part of the rationale behind maintaining a higher-than-average allocation to the global trading strategy throughout the balance of 2010.

Options

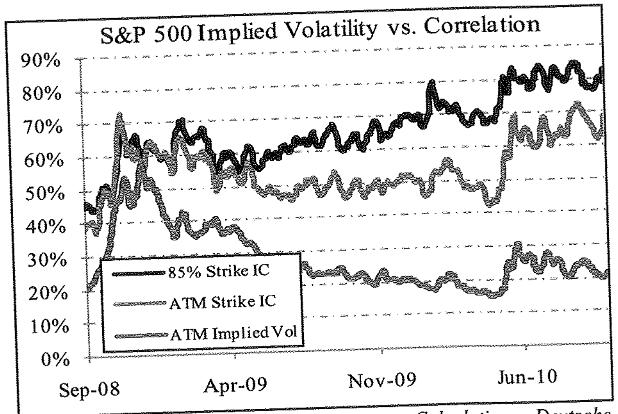
Implied volatility, as measured by the VIX, was lower during the quarter, falling from 34.5 to 23.7. Despite the large drop (which is somewhat skewed by the sharp increase at the end of June), the VIX appears to have stabilized

VIX is understandable given the increased uncertainty around the macroeconomic backdrop, coupled with investors' increased demands for protection. For example, the S&P 500 was up almost 9% in September while the VIX fell by only 9%. Based on the historical negative beta of the VIX to the S&P, we would have expected the VIX to fall by nearly 24%.



Source: Bloomberg

Our options allocation was positive during the quarter with gains diversified across strategies. We generated solid gains in the single-name calendar and dispersion strategies, which recouped a bulk of the losses incurred during the second quarter. Despite solid gains during the quarter, we think that the dispersion strategy still offers a very compelling risk/reward opportunity. Implied correlation is trading at record highs, which provides a very attractive entry point, as correlation is ultimately bounded by 1.00. However, the level of implied correlation compared to the level of implied volatility is striking. Implied correlation is essentially the same or higher now (depending on the strike that one looks at) while implied volatility has fallen from 60% to 20%.



Source: Bloomberg, Lighthouse Proprietary Calculations, Deutsche Bank positive returns in the event options strategy. On the negative side, our market hedges, such as S&P put spreads, were down during the quarter as the market rallied.

An example of a relative value options trade was in the commodity sector, specifically in the options of the gold ETF (GLD) compared with the gold miners ETF (GDX). The implied volatility ratio spread between GLD and GDX fell to historically low levels, driven by the demand for gold upside via call options. Option participants were also pricing the implied volatility spread off of the recent realized volatility spread, despite the fact that GDX has historically been much more volatile. Our manager initiated a non-directional, relative value volatility trade that benefited as the realized volatility ratio spread between GDX and GLD jumped from 1.5 to 2.9, allowing us to monetize our GDX volatility.

Our option market-making managers were positive despite a slight reduction in option volumes and tightening in bid/ask spreads. Our managers have been able to generate positive returns despite lower volumes and spreads by cannibalizing the option market-making businesses of their competitors and increasing their market share.

We commented in our last letter that, despite strategy losses in the second quarter, we believed that the options market continued to offer attractive, non-directional trading opportunities. We are pleased that those profits returned in the third quarter and that the opportunity set remains strong. Demand for volatility remains robust in this uncertain environment, but the historical suppliers of volatility have left the space, creating attractive relative value opportunities.

FOURTH QUARTER 2010 OUTLOOK

There are several investment themes we will be pursuing in the coming months, including:

1. Event-driven strategies are looking more attractive as corporate activity continues to increase. Corporations in mature or cyclical industries are finding that the best strategy to grow revenues in the current environment is through acquisition or merger. Therefore, we have initiated two new managed accounts this year focused on event-driven trading to complement our existing exposures. We expect this to be an area of increasing focus for the foreseeable future.

2. Long/short equity strategies, while positive last quarter, have struggled in the current environment amid high single-stock correlation and faster-than-normal alpha deterioration. We will continue to emphasize sector specialists who we believe can isolate alpha better and more reliably than generalists. Our on-the-ground research has also discovered a number of talented managers in Asia and other markets where information is not as efficiently assimilated into prices as in the U.S. and Europe.

3. Emerging markets have generally been quicker to rebound from this global recession than developed economies. More importantly for our funds, the capital markets of emerging markets have been rapidly maturing which has given our managers the ability to adequately maintain liquidity and effectively hedge exposures. In the coming quarters, we expect to increase emerging markets trading exposure as conditions warrant.

4. The demand by investors to own protection on the S&P 500 and other index products has created an environment in which implied equity correlation is extremely high in the options market, even for high levels of realized correlation. These types of "dispersion" trades take advantage of a market anomaly and have the ability to potentially profit in both up and down markets, as demonstrated by one of our options managers who profited in both July (S&P up) and August (S&P down). We believe the entry points on certain of these trades are very attractive and support continued exposure.

5. Convertible bond arbitrage continues to present an attractive opportunity set. Even though we have expressed this sentiment for over a year, the strategy remains "cheap" based on our analysis of data-driven return drivers. We have indeed profited in the strategy over this period, and expect continued opportunity. We anticipate new issuance to increase favorably when credit spreads and interest rates back up, thereby forcing marginal companies to abandon financing themselves by issuing straight debt at historically cheap levels.

6. While our investment strategy is focused on isolating alpha opportunities within specific trades, independent of macroeconomic factors, we also recognize that politics and regulation have played a larger role in the process since the end of 2008. We think the more likely trend in Washington, before and after the November elections in the U.S., will be a greater focus on job creation and a decreased focus on new regulation. Despite this, we continue to manage a more defensive profile in asset classes, such as mortgages, which may be highly subject to the effect of regulation.

While the second half of 2010 is off to a strong start for our funds, we highlight the month of August as evidence of a more historically normal month for hedge fund strategies. In August, credit spreads widened, equities sold off the previous month's gains, volatility increased and investors loaded up on put options. The month also lacked the fear-induced panic which set off the October 2008 and May 2010 busts. During this month, our Diversified strategy produced slight gains. As we have discussed in this letter, we are finding many new investments and inefficiencies that allow us to capture alpha in a hedged, beta-neutral manner. Given the expectation for more uncertainty, we believe our slightly defensive positioning remains justified.

As always, we welcome your comments and inquiries.

Best regards,

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LIGHTHOUSE
PARTNERS

Evelyn F McKnight Brain Research Foundation
c/o SunTrust Bank
P.O. Box 620005
Orlando, FL 32862

Period start date	: Aug-01-2010
Period end date	: Aug-31-2010
Fund code	: LHCREOPSLP/LIGF5BN
Entity id	: 00012593
Sub-entity id	: 00012593
Email	:
Fax number	:
Currency	: USD
Investor Ref	: LDP00048

Lighthouse Credit Opportunities Fund, LP - Series B

	Monthly	Y-T-D
SUMMARY		
Prior Period Ending Net Capital Balance	2,345,332.73	2,247,126.14
Current Period Ending Net Capital Balance	2,357,989.55	2,357,989.55
CAPITAL ACTIVITY & ECONOMIC ALLOCATION		
Prior Period Ending Gross Capital	2,345,332.73	2,247,126.14
Capital Contributions	0.00	0.00
Capital Withdrawals	0.00	0.00
Beginning Capital	2,345,332.73	2,247,126.14
Increase/Decrease in Value		
Income	19.65	3,594.14
Expense	(2,237.43)	(17,474.43)
Gain	14,874.60	124,743.70
Total Increase/Decrease in Value	12,656.82	110,863.41
Performance Fees	0.00	0.00
Capital Contributions	0.00	0.00
Capital Withdrawals	0.00	0.00
Ending Net Capital Balance	2,357,989.55	2,357,989.55
Net Return	0.54%	4.93%

Units Held	27,500.0000
NAV Per Unit	85.75

Units and NAV are rounded for presentation, however full precision is used to calculate capital value.

For more information or any inquiries, please contact Investor Services
Fax: 914-729-9525 E-mail: Lighthouse.investors@globeop.com

GlobeOp

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

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CONFIDENTIAL

Evelyn McKnight Brain Research Foundation
c/o SunTrust Bank Endowment & Fund Trust
P.O. Box 620005
Orlando, FL 32862

Attn. Teresa W. Borcheck

Period start date	: Aug-01-2010
Period end date	: Aug-31-2010
Fund code	: LHDIVQP2LP/LIG301.5
Entity id	: 00013201
Sub-entity id	: 00013201
Email	:
Fax number	:
Currency	: USD
Investor Ref	: LDQ29518

Lighthouse Diversified Fund (QP) II, LP

SUMMARY	Monthly	Y-T-D
Prior Period Ending Net Capital Balance	3,997,897.45	5,160,604.92
Current Period Ending Net Capital Balance	4,019,142.74	4,019,142.74

CAPITAL ACTIVITY & ECONOMIC ALLOCATION	Monthly	Y-T-D
Prior Period Ending Gross Capital	3,997,897.45	5,160,604.92
Capital Contributions	0.00	0.00
Capital Withdrawals	0.00	0.00
Beginning Capital	3,997,897.45	5,160,604.92
Increase/Decrease in Value		
Income	34.75	121.58
Expense	(6,084.88)	(51,833.30)
Gain	27,295.42	110,249.54
Total Increase/Decrease in Value	21,245.29	58,537.82
Performance Fees	0.00	0.00
Capital Contributions	0.00	0.00
Capital Withdrawals	0.00	(1,200,000.00)
Ending Net Capital Balance	4,019,142.74	4,019,142.74
Net Return	0.53%	1.20%

Units Held	25,258.8119
NAV Per Unit	159.12

Units and NAV are rounded for presentation, however full precision is used to calculate capital value.

For more information or any inquiries, please contact Investor Services
Fax: 914-729-9525 E-mail: Lighthouse.investors@globeop.com

GlobeOp

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

LIGHTHOUSE
PARTNERS

CONFIDENTIAL

Evelyn F. McKnight Brain Research Foundation
c/o Ms. Teresa W. Borcheck
SunTrust Bank
P.O. Box 62005
Orlando, FL 32862

Period start date	: Aug-01-2010
Period end date	: Aug-31-2010
Fund code	: LHGLOLSLP/LIGF8
Entity id	: 00012751
Sub-entity id	: 00012751
Email	:
Fax number	:
Currency	: USD
Investor Ref	: LGLS0068

Lighthouse Global Long/Short Fund LP - Series A

SUMMARY	Monthly	Y-T-D
Prior Period Ending Net Capital Balance	4,910,252.70	4,897,904.42
Current Period Ending Net Capital Balance	4,879,130.92	4,879,130.92
CAPITAL ACTIVITY & ECONOMIC ALLOCATION		
Prior Period Ending Gross Capital	4,910,252.70	4,897,904.42
Capital Contributions	0.00	0.00
Capital Withdrawals	0.00	0.00
Beginning Capital	4,910,252.70	4,897,904.42
Increase/Decrease in Value		
Income	8.20	29.85
Expense	(7,517.13)	(55,301.26)
Gain	(23,612.85)	36,497.91
Total Increase/Decrease in Value	(31,121.78)	(18,773.50)
Performance Fees	0.00	0.00
Capital Contributions	0.00	0.00
Capital Withdrawals	0.00	0.00
Ending Net Capital Balance	4,879,130.92	4,879,130.92
Net Return	(0.63)%	(0.38)%

Units Held	36,477.4514
NAV Per Unit	133.76

Units and NAV are rounded for presentation, however full precision is used to calculate capital value.

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GlobeOp

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

LIGHTHOUSE
PARTNERS

Lighthouse Diversified Fund, L.P.

STRATEGY
Multi-Strategy

INCEPTION
August 1996

STRATEGY AUM
$2.7 billion†

SERIES A

MANAGEMENT FEE
1.5% per annum

PERFORMANCE FEE
None

WITHDRAWAL TERMS
Quarterly redemptions with at least 135 days written notice

DOMICILE
Delaware

AUDITOR
PricewaterhouseCoopers LLP

ADMINISTRATOR
GlobeOp Financial Services[2]

BLOOMBERG CODE
LHDVQLP US

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www.lighthousepartners.com

Performance summary[1]

	September 2010	Last 12 months	Last 36 months	Inception (Aug 1996 to date)
Diversified Fund L.P. (Net)	**1.05%***	**4.19%**	**-1.54%**	**8.52%**
S&P 500 (w/dividends)	8.92%	10.16%	-7.16%	6.02%
Barclays Gov/Credit	0.27%	8.73%	7.47%	6.62%

Net historical performance[1]

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-0.10%	-0.25%	1.28%	0.59%	-1.16%	-0.64%	0.96%	0.53%	1.05%*				**2.25%***
2009	2.12%	0.47%	-0.32%	1.10%	3.47%	1.43%	2.23%	1.98%	1.97%	0.51%	0.49%	0.88%	**17.54%**
2008	-1.65%	1.86%	-2.76%	0.69%	1.95%	-0.60%	-2.67%	-1.57%	-6.56%	-6.16%	-3.47%	-3.92%	**-22.56%**
2007	1.40%	0.92%	1.28%	1.92%	2.11%	1.19%	0.15%	-2.24%	0.80%	2.63%	-0.47%	0.38%	**10.45%**
2006	2.26%	0.42%	0.96%	1.07%	-0.85%	-0.17%	0.26%	1.03%	1.48%	1.54%	1.80%	2.09%	**12.51%**
2005	0.47%	0.97%	-0.02%	-0.57%	0.64%	1.13%	1.12%	0.89%	1.26%	-0.31%	1.06%	1.48%	**8.40%**
2004	1.59%	1.14%	0.44%	-0.48%	-0.46%	0.29%	0.03%	0.14%	0.52%	0.73%	1.95%	0.98%	**7.06%**
2003	1.13%	0.54%	-0.16%	1.25%	1.30%	0.58%	-0.67%	0.37%	1.44%	0.94%	0.83%	0.24%	**8.05%**
2002	1.06%	0.34%	1.02%	0.97%	0.61%	0.12%	0.02%	0.59%	0.47%	-0.07%	0.71%	1.45%	**7.53%**
2001	2.42%	0.42%	0.93%	0.34%	0.20%	0.36%	0.16%	1.00%	-0.62%	0.93%	0.19%	0.85%	**7.39%**
2000	1.64%	1.31%	1.81%	1.83%	2.66%	0.46%	1.12%	1.18%	-1.13%	1.10%	0.10%	0.57%	**13.35%**
1999	1.79%	0.21%	2.18%	3.60%	1.09%	3.32%	1.88%	0.92%	0.88%	1.71%	1.36%	3.03%	**24.25%**
1998	-0.43%	1.90%	2.20%	1.34%	-0.13%	0.50%	0.53%	-4.66%	-1.44%	-1.33%	2.04%	2.11%	**2.43%**
1997	3.44%	2.57%	-0.59%	0.45%	2.68%	1.71%	3.85%	1.01%	3.30%	0.27%	-0.42%	1.79%	**21.86%**
1996								2.13%	1.49%	0.89%	2.80%	0.65%	**8.20%**

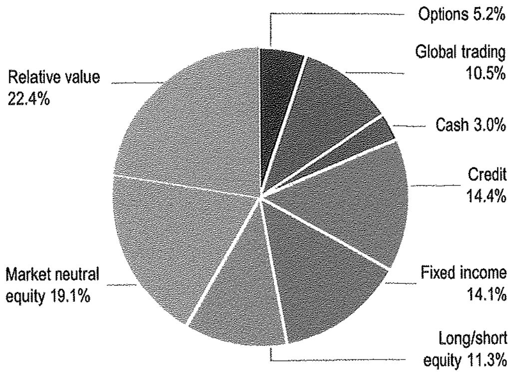
Performance characteristics[1]

August 1996 – September 2010

Annualized Compound Return	8.52%
Annualized Standard Deviation	5.24%
Sharpe Ratio (annualized)	0.96
% positive months	80%
Maximum Drawdown	-22.70%
Beta to S&P 500 with dividends	0.15
Beta to Barclays Gov/Credit	0.02

Portfolio composition

September 2010 Strategy Allocations



*Performance is estimated by Lighthouse Investment Partners, LLC and the underlying managers. 2010 performance is unaudited (and subject to change upon final audit).

† Strategy AUM is estimated and includes onshore and offshore fund assets and may include investments made into the strategy by other Lighthouse

LIGHTHOUSE
PARTNERS

Lighthouse Global Long/Short Fund, L.P.

100% managed accounts

STRATEGY
Long/Short Equity

INCEPTION
January 2005

STRATEGY AUM
$666 million†

SERIES A

MANAGEMENT FEE
1.5% per annum

PERFORMANCE FEE
None

WITHDRAWAL TERMS
Quarterly redemptions with at least 60 days written notice OR monthly redemptions with at least 90 days written notice

DOMICILE
Delaware

AUDITOR
PricewaterhouseCoopers LLP

ADMINISTRATOR
GlobeOp Financial Services[2]

BLOOMBERG CODE
LHGLGSH US

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Performance summary[1]

	September 2010	Last 12 months	Last 36 months	Inception (Jan 2005 to date)
Lighthouse Global Long/Short Fund L.P. (Net)	**1.35%***	**1.26%**	**-0.76%**	**5.44%**
S&P 500 (w/dividends)	8.92%	10.16%	-7.16%	1.03%
MSCI World Equity Index	9.36%	7.32%	-7.74%	2.76%

Net historical performance[1]

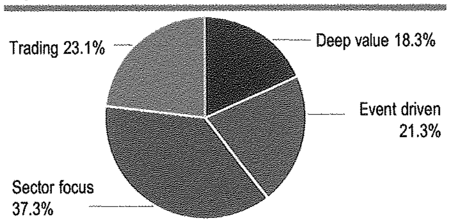
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	0.03%	0.25%	1.88%	0.64%	-2.44%	-1.74%	1.70%	-0.63%	1.35%*				**0.95%***
2009	0.30%	-0.54%	1.07%	1.27%	2.30%	0.66%	1.58%	1.36%	1.46%	-0.86%	0.31%	0.86%	**10.17%**
2008	-3.15%	1.21%	-4.67%	1.46%	2.79%	-0.45%	-1.39%	-0.33%	-6.35%	-2.02%	-0.60%	-0.04%	**-13.07%**
2007	2.74%	0.37%	1.53%	2.62%	3.16%	1.29%	-0.16%	-2.33%	1.80%	3.34%	-2.42%	0.23%	**12.64%**
2006	2.11%	-0.01%	0.66%	0.59%	-1.96%	-0.27%	0.10%	1.96%	1.78%	1.79%	2.50%	2.43%	**12.21%**
2005	0.91%	1.14%	-0.51%	-1.19%	1.93%	1.46%	1.99%	0.71%	1.31%	-1.30%	1.19%	2.92%	**10.99%**

Performance characteristics[1]

January 2005 – September 2010

Annualized Compound Return	5.44%
Annualized Standard Deviation	6.29%
Sharpe Ratio (annualized)	0.46
% positive months	67%
Maximum Drawdown	-15.18%
Beta to S&P 500 with dividends	0.23
Beta to MSCI World Equity Index	0.23

Style Breakdown[3]

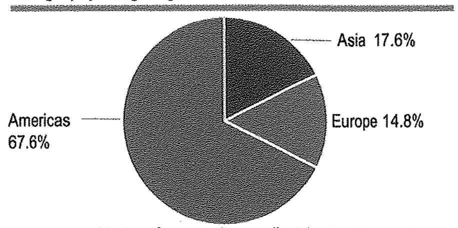


Portfolio composition

Sector Weightings

	Gross	Net
Consumer non-cyclical	26.0%	1.1%
Consumer cyclical	11.4%	4.0%
Energy	31.7%	1.8%
Financials	27.7%	4.3%
Healthcare	21.2%	6.7%
Industrials	20.2%	1.3%
Technology	19.0%	3.0%
Materials	12.5%	1.8%
Telecommunications	3.3%	1.4%
Utilities	2.5%	-0.1%
Other	5.2%	-0.3%
Total	**180.7%**	**25.0%**

Geography Weightings



*Performance is estimated by Lighthouse Investment Partners, LLC and the underlying managers. 2010 performance is unaudited (and subject to change upon final

LIGHTHOUSE PARTNERS

Lighthouse Credit Opportunities Fund, L.P.

STRATEGY
Credit

INCEPTION
January 2003

STRATEGY AUM
$696 million†

SERIES B

MANAGEMENT FEE
1% per annum

PERFORMANCE FEE
10% per annum

WITHDRAWAL TERMS
Semi-annual redemptions with at least 135 days written notice

DOMICILE
Delaware

AUDITOR
PricewaterhouseCoopers LLP

ADMINISTRATOR
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Performance summary[1]

	September 2010	Last 12 months	Last 36 months	Inception (Jan 2003 to date)
LCOF L.P. (Net)	**2.50%***	**12.80%**	**-4.11%**	**6.21%**
Barclays Govt/Credit	0.27%	8.73%	7.47%	5.33%
ML High Yield Master II	2.97%	18.55%	8.61%	10.45%

Net historical performance[1]

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	0.34%	-0.72%	2.96%	1.74%	-2.13%	0.77%	1.41%	0.54%	2.50%*				**7.55%***
2009	1.49%	-0.77%	-1.14%	0.53%	2.88%	1.34%	2.26%	2.66%	3.76%	2.12%	-0.27%	2.98%	**19.21%**
2008	-0.17%	0.54%	-1.17%	0.60%	0.49%	-1.50%	-2.54%	-1.28%	-6.70%	-9.70%	-7.04%	-7.61%	**-31.23%**
2007	1.50%	0.88%	0.78%	1.13%	0.88%	0.59%	0.36%	-0.30%	0.72%	1.14%	-1.06%	-0.05%	**6.74%**
2006	1.58%	0.59%	1.02%	1.18%	-0.10%	-0.10%	0.46%	0.98%	0.59%	1.67%	1.75%	1.17%	**11.31%**
2005	-0.02%	1.61%	0.43%	-0.03%	0.77%	0.93%	1.61%	1.59%	0.89%	-0.44%	0.60%	1.14%	**9.43%**
2004	2.30%	0.25%	0.60%	0.64%	-0.26%	1.16%	0.40%	0.55%	0.86%	0.94%	2.97%	2.03%	**13.12%**
2003	2.82%	0.40%	1.43%	3.14%	1.68%	2.44%	0.55%	0.85%	2.36%	2.09%	1.63%	1.54%	**23.00%**

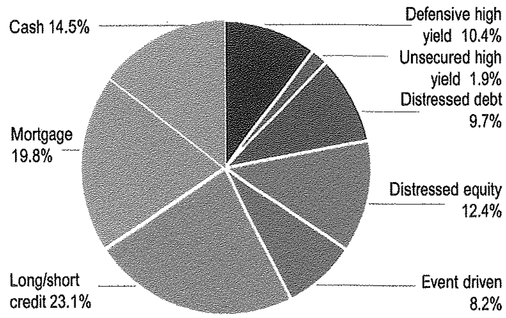
Performance characteristics[1]

January 2003 – September 2010

Annualized Compound Return	6.21%
Annualized Standard Deviation	7.37%
Sharpe Ratio (annualized)	0.55
% positive months	75%
Maximum Drawdown	-32.30%
Beta to Barclays Gov/Credit	-0.09
Beta to ML High Yield Master II	0.42

Portfolio composition

September 2010 Strategy Allocations



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† Strategy AUM is estimated and includes onshore and offshore fund assets and may include investments made into the strategy by other Lighthouse

Credit

Credit strategies performed well during the quarter with each sub-strategy generating profits. The rally in high yield securities and the general search for yield has created a conundrum for investors seeking safe fixed income investments. While most valuation models would imply that high yield credit is still attractive, and at least fairly valued, the embedded interest rate risk could limit further returns. Specifically, there are three scenarios for investors: (1) the economy recovers strongly, (2) the economy weakens materially, or (3) modest economic growth will persist. In the first case, an improving economy would push credit spreads tighter, but interest rates would likely rise from the current extreme lows resulting in an expected modest return for long-only high yield investors. In the second case, a weak economy would push credit spreads wider and returns from high yield instruments would likely be negative. The third case of modest economic growth could result in a slight credit spread tightening and could be a positive outcome for high yield. The three scenarios discussed illustrate an expected return of mediocrity with substantial downside risk, which argues for an actively managed, hedged approach to credit investing.

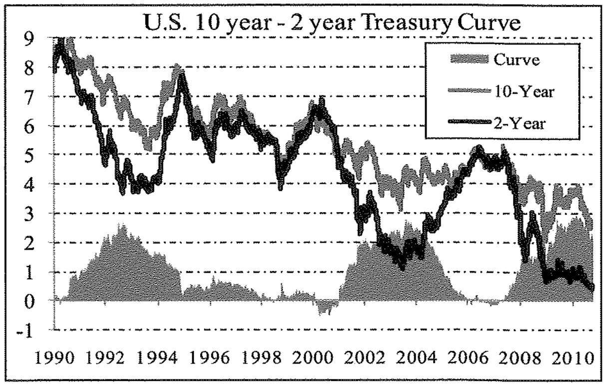
We believe our credit managers can capitalize on the inefficiencies created through the global market's reach for yield by identifying events or catalysts through either an investment in a single mispriced security or in combination of long and short positions within the capital structure. The market's desire for yield has created a fantastic example in the pricing discrepancy between two securities that are both in the same tier of seniority within a capital structure. One has a higher coupon and yet trades at a significant discount due to the fact that the coupon is paid in the form of "in-kind" securities when investors are seeking cash yields.

As of August 31, 2010, the pricing differential for the 10.55% First Data Corporation (FDC) PIK/Toggle bonds relative to the 9.875% cash pay bonds resulted in a 250 bps annual difference in yield or about 6.5 bond points. We own the FDC PIK bonds and are short credit on the senior unsecured 9.875% bonds through a credit default swap. The CDS is attractive because the credit derivative is about 13 bond points, or about 16.25%, mispriced relative to the PIK bonds. One catalyst that should unlock value is the expectation that 10.55% PIK coupons will begin paying cash in September 2011 (as announced by the company). Once both bonds are paying cash coupons, the market should assign a higher price to the higher coupon bond that we own. Another catalyst is the tender option feature of the bond. As the highest coupon instrument, the company would likely want to retire the PIK issue first. In this case, the company recently received an amendment from its bank event of such an exchange, we believe we could make money on both our long PIK and our short CDS positions because, after the potentially accretive PIK tender, the remaining pari passu bonds and CDS could trade lower in response to being layered by the second lien notes.

Source: Bloomberg

Fixed Income

Weak economic data and the possibility of QE2 caused the U.S. Treasury market to rally further during the quarter. The U.S. two-year interest rate fell to a new all-time record low of 0.42% while the 10-year rate fell back to levels not reached since January 2009. Interbank lending improved as short-term LIBOR fell from 53 bps to 29 bps. As shown below, the yield curve remains extremely steep; this tends to be good for fixed income strategies.



Source: Bloomberg

Fixed income strategies were profitable during the third quarter and continue to have a strong year. We generated gains in each of our three sub-strategies: agency mortgages, non-agency mortgages and fixed income trading.

Our agency mortgage portfolios held up well during the