



## iSectors® Asset Allocation Strategies

### Post-MPT Moderate Allocation

3rd Qtr. 2010

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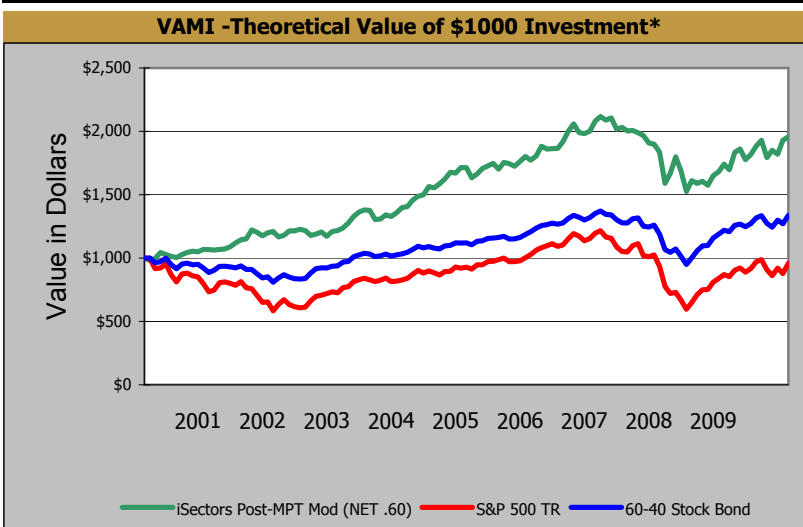
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Returns for the iSectors® Post-MPT Moderate Allocation for the quarter ended September 30, 2010 were +5.69% (net of fees) compared to the 60-40 stock-bond benchmark index, which gained +7.51%. The performance differential for the quarter is primarily attributable to the model's relatively higher defensive allocation, especially near the end of the quarter, when stocks rallied to their best September in 71 years. As we start the third quarter, bonds, gold and utilities are held the primary asset classes within the model.

iSectors Post-MPT Moderate offers a new and innovative approach to optimizing your core portfolio's allocation in an environment where traditional approaches may no longer be working. Although past results are no guarantee of future returns, this strategy has consistently outperformed the S&P 500 with less risk. The iSectors Post-MPT Moderate back study results show the model has historically outperformed hedge fund indexes as well, but with lower cost, complete transparency with respect to portfolio holdings information and daily liquidity.

**The objective of iSectors Post-MPT Moderate Allocation** is to achieve investment returns that outperform a 60/40 stock-bond portfolio (as measured by 60% S&P 500 stock market index + 40% Barclays Capital Aggregate Bond Index) with lower downside risk over a complete market cycle. This investment model optimizes asset allocation among up to nine specific, low-correlated asset classes. The mathematical process of determining the optimal asset allocation utilizes over a dozen economic and capital market factors. Portfolios may be invested up to a maximum of 30% into any one asset class. However, up to 50% of the portfolio may be invested in government bonds. The iSectors Post-MPT Moderate Allocation does not use borrowed money and/or leveraged ETFs in its strategy. Client accounts are separately managed and offer daily liquidity. Securities holdings, performance and tax information, with prices updated as of the previous day's close, can be viewed online. For more information, visit [www.iSectors.com](http://www.iSectors.com).

**IMPORTANT:** Performance results highlighted in blue below were determined by the retroactive application of the asset allocation model prior to March 1, 2008. Performance results beginning March 1, 2008 represent actual returns.



Latest Returns	Model	S&P 500	60/40**
Last Quarter	5.69%	11.29%	7.51%
Last 12 mo. Annual	12.41%	10.16%	9.60%
Last 3 Yr Annual	(2.02)%	(7.16)%	(0.39)%
Last 5 Yr Annual	2.69%	0.64%	3.60%
Last 10 Yr Annual	6.94%	(0.43)%	2.95%
Annual Returns	Model	S&P 500	60/40
2010	5.16%	3.89%	5.51%
2009	3.42%	26.46%	18.25%
2008	(14.56)%	(37.00)%	(20.10)%
2007	13.24%	5.49%	6.08%
2006	8.97%	15.79%	11.21%
2005	14.66%	4.91%	3.92%
2004	12.00%	10.88%	8.26%
2003	9.40%	28.68%	18.85%
2002	13.34%	(22.10)%	(9.15)%
2001	2.65%	(11.88)%	(3.76)%
Cumulative Return*	95.67%	(4.23)%	33.69%
VAMI	\$ 1,957	\$ 958	\$ 1,337

\*Cumulative results for 10-yr. period ending 9/30/2010. Data includes pro-forma results from 7/1/2000-2/29/08. iSectors Post-MPT Moderate began trading 3/1/2008. \*\*60/40 = 60% S&P 500 +40% Barclays Capital Aggregate Index.

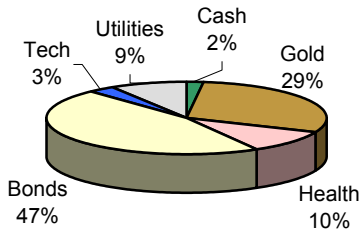
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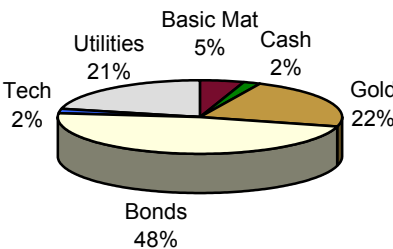


**iSectors® Asset Allocation Strategies**  
**Post-MPT Moderate Allocation**

**iSectors Post-MPT Moderate July 2010 Target Allocations (%)**

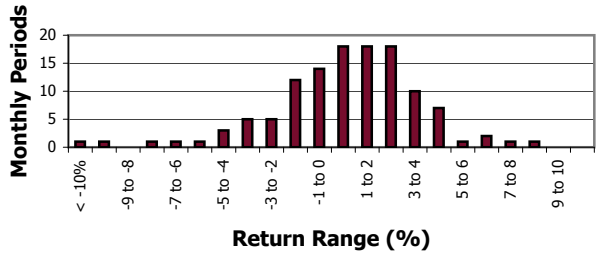


**iSectors® Post-MPT Moderate October 2010 Target Allocations (%)**



**IMPORTANT: All tabular and charted performance results below were determined by the retroactive application of the asset allocation model prior to March 1, 2008. Performance results beginning March 1, 2008 represent actual returns.**

**Return Distribution**



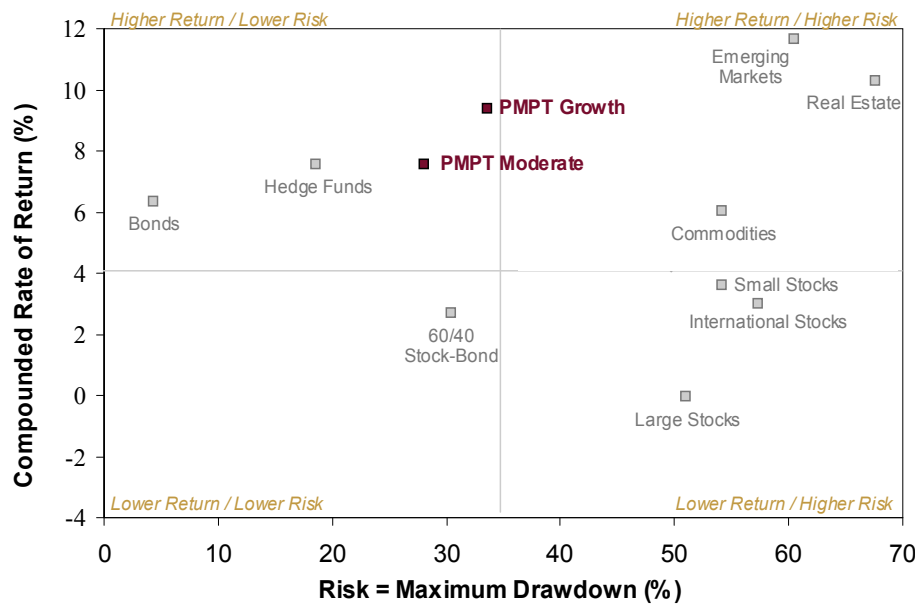
**Statistical Measures\***

	Model	S&P500	60/40**
Compound ROR	6.94%	(0.43)%	2.95%
Sharpe (5%)	0.40	-0.12	0.04
Sortino (5%)	0.48	-0.26	-0.01
Best Month (11/09)	8.13%	9.57%	5.67%
Worst Month (10/08)	(13.40)%	(16.80)%	(10.24)%
% Positive Months	63.33%	60.00%	61.67%
Max. Drawdown (current)	(27.95)%	(50.95)%	(30.75)%
Months in Max Drawdown	16	16	16
Months To Recover	n/a	n/a	n/a

\*Cumulative results for 10-yr. period ending 9/30/10. 7/1/2000-2/29/08 results are pro forma. Post-MPT Moderate began trading 3/1/2008. Returns 3/1/08 - current reflect actual returns. \*\*60/40 = 60% S&P 500 + 40% Barclays Capital Aggregate Index

**iSectors® Post-MPT Moderate Allocation -- Risk/Return Comparison**

January 2000 - September 2009



- Bonds**  
Barclays Aggregate Index
- Commodities**  
DJ UBS Commodity TR Index
- Emerging Markets**  
MSCI Emerging Mkts Free Index
- Hedge Funds**  
Credit-Suisse Tremont Hedge Fund Index
- Real Estate**  
S&P/Citigroup World REIT
- Int'l Stocks**  
MSCI EAFE Index
- Large Stocks**  
S&P 500 Index Total Return
- Small Stocks**  
Russell 2000 Index
- 60-40 Stock-Bond**  
60% S&P 500 Total Return + 40% Barclays Aggregate

**IMPORTANT DISCLOSURE INFORMATION**

iSectors<sup>®</sup> is a series of proprietary asset allocation models and services. iSectors, LLC is an affiliate of Sumnicht & Associates, LLC (Sumnicht) and, as such, iSectors and Sumnicht share certain employees' services. iSectors became registered as an investment advisor in August 2008. iSectors allocation models are only available through registered investment advisors. iSectors<sup>®</sup> is a registered trademark of Sumnicht Holdings, LLC.

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iSectors' allocation models are not guaranteed and involve risk of loss. At any given point in time, the value of iSectors allocation model portfolios may be worth more or less than the amount invested. Different types of investments and/or investment strategies involve varying levels of risk, and there can be no assurance that any specific investment or investment strategy (including the investments and/or investment strategies devised or undertaken by iSectors) will be either suitable or profitable for a client's or prospective client's portfolio.

Past performance may not be indicative of future results. Therefore, no current or prospective client should assume that future performance will be profitable, or equal either the performance results reflected or any corresponding historical index. Asset allocation and diversification concepts do not ensure a profit nor protect against loss in a declining market.

The historical index performance results are provided exclusively for comparison purposes only, so as to provide general comparative information to assist an individual client or prospective client in determining whether the performance of a specific investment meets, or continues to meet, investment objective(s). It should not be assumed that any account holdings will correspond directly to any comparative index. Index results do not take into account the impact of taxes. Indexes are not available for direct investment. Index performance results are compiled directly by each respective index and/or obtained by iSectors from other reliable sources, and have not been independently verified by iSectors.

Performance results for the iSectors model(s) presented herein for the corresponding time periods noted reflect hypothetical (pro forma), back-tested results that were achieved by means of the retroactive application of a back-tested model and, as such, the corresponding results have inherent limitations, including: variances in account holdings, market fluctuation, the date on which a client engaged iSectors services, regular model rebalancing and/or updates, and/or the timing of account contributions and withdrawals, as well as the following:

- (1) Model results do not reflect the results of actual trading using client assets, but were achieved by means of the retroactive application of each of the above-referenced model(s).
- (2) Back-tested performance may not reflect the impact that any material market or economic factors might have had on the advisor's use of the model(s) if the model had been used during the period to actually manage client assets; and,
- (3) For various reasons (including the reasons indicated above), iSectors clients may have experienced investment results during the corresponding pro-forma time periods that were materially different from those portrayed in the model.

Hypothetical (pro forma) and actual composite performance results reflect the reinvestment of dividends and other account earnings and do not reflect the impact of taxes. Performance results have been reduced by the maximum iSectors fee, along with estimated costs of transaction, custodial, platform and investment management fees of 0.60, based upon accounts equal to or greater than the recommended minimum \$100,000 investment on platforms charging .15% and using custodians that also charge a 0.15% annual fee for transactions.

For reasons including platform provider and custodian utilized, as well as variances in portfolio account holdings, market fluctuation, the date on which a client engaged iSectors' services, regular model rebalancing and/or updates, and timing of account contributions and withdrawals, the underlying fees of a specific client's account may vary from these estimates. ERISA (group retirement) accounts may be subject to additional recordkeeping and/or administrative fees. iSectors investment allocation models are only available through registered investment advisors, who will charge an additional fee for their advisory services. For information about the fees that pertain to your account, check with your advisor.

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This presentation has not been reviewed, submitted for review before, or otherwise approved by FINRA, the SEC or any state or provincial securities administrator.

Definitions: Sharpe ratio measures risk-adjusted return, calculated by taking an asset's excess returns (return in excess of the return generated by a risk-free asset, such as Treasury bills), divided by the asset's standard deviation, or level of volatility. Sortino ratio is a measure of risk-adjusted return. It is a modification of the Sharpe ratio, but penalizes only those returns falling below a user-specified target, or required rate of return. It is calculated by subtracting the risk-free rate from the return of the portfolio and then dividing by the downside deviation.