

### INVESTMENT PHILOSOPHY AND PROCESS

Our team of highly skilled and dedicated portfolio managers and analysts employs a multi-faceted approach to portfolio construction, investment management, and research analytics, which couples proven quantitative credit risk measurement technology with sound fundamental analysis.

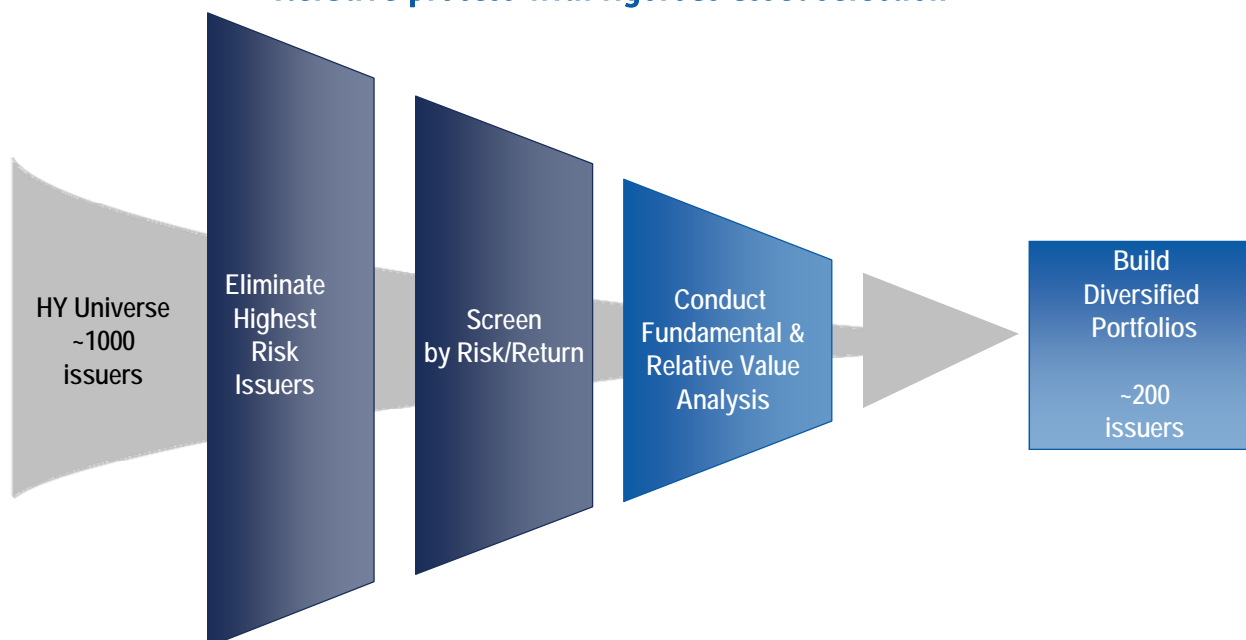
We believe delivering consistently strong performance from credit portfolios requires:

- A disciplined investment process that balances risk and reward through rigorous asset selection and continual monitoring of portfolio positions.
- The creation of broadly diversified portfolios to mitigate event risk and unexpected losses.
- Quantitative tools to measure credit risk objectively, capture changes in risk and return efficiently, and eliminate emotional bias.

Our objective is to remain a trusted investment partner, building portfolios that consistently generate positive alpha by maximizing expected return for our clients' risk appetite and by providing downside protection.

### PORTFOLIO INVESTMENT PROCESS

#### Iterative process with rigorous asset selection



### TOP FIVE SECTORS\*

	Quality High Yield Strategy
Energy – Exploration & Production	6.2%
Support-Services	5.9
Health Facilities	5.5
Telecom – Integrated/Services	5.3
Oil Field Equipment & Services	4.8

Based on the Quality High Yield Bond Composite (gross of fees).  
Source: Money®

### QUALITY PROFILE\*

	Quality High Yield Strategy
BBB	2.2%
BB	47.4
B	48.1
CCC	1.0
Other	0.0
Cash	1.3

Based on the Quality High Yield Bond Composite (gross of fees).  
Source: Money®

### PORTFOLIO CHARACTERISTICS\*

	Quality High Yield Strategy	Merrill Lynch BB/B Constrained Index
Average Price	\$101.2	\$98.8
Average Coupon	8.0%	8.2%
Average Yield to Worst	7.4%	8.1%
Average OAS	556	611
Average Effective Duration	3.8x	4.5x

Based on the Quality High Yield Bond Composite (gross of fees) against the Merrill Lynch BB/B Constrained Index.  
Source: Money® and Merrill Lynch

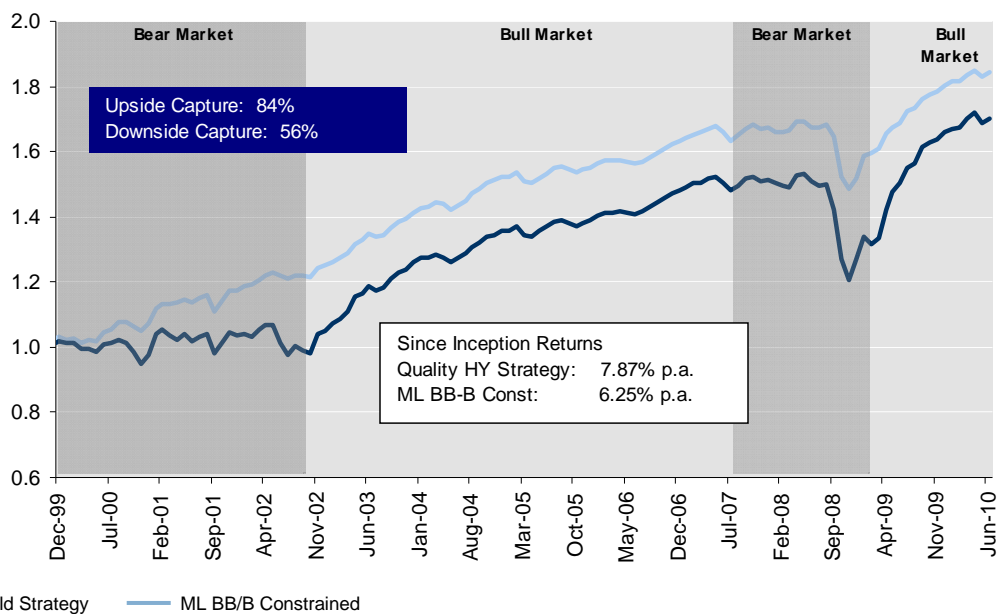
### PORTFOLIO STATISTICS\*

	Quality High Yield Strategy
Number of Issuers	235
Average Holding	0.4%
Largest Holding	1.0%
Percent of Index Volatility	70.9%

Based on the Quality High Yield Bond Composite (gross of fees). Percent of Index Volatility is based on the period from October 1, 1999 to June 30, 2010.  
Source: Money®

### HISTORICAL PERFORMANCE – STYLE HAS PERFORMED WELL RELATIVE TO MARKET\*

#### Growth of U.S. Dollar – October 1, 1999 Through June 30, 2010

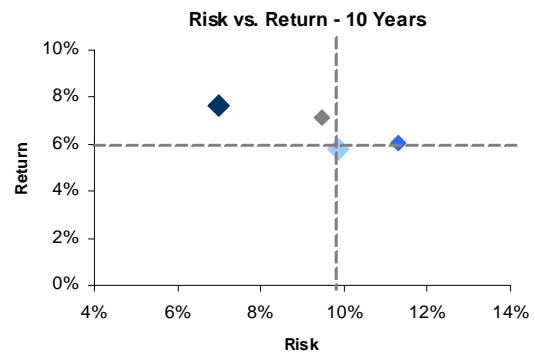
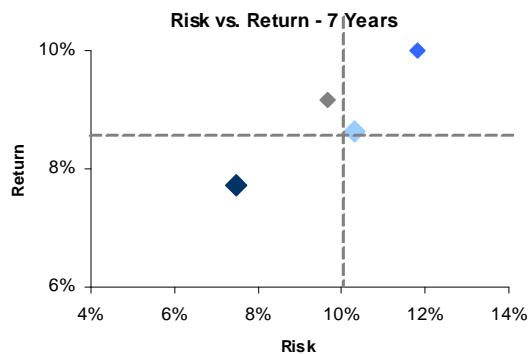
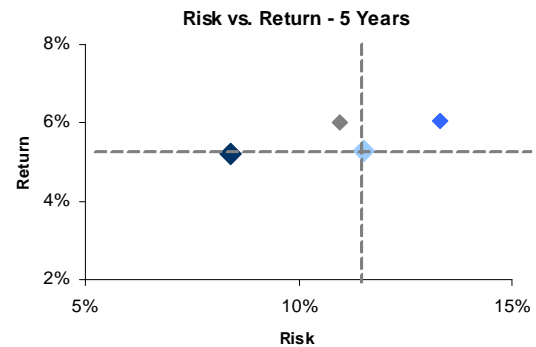
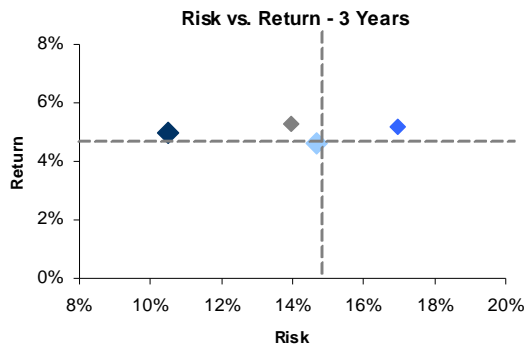


Composite performance is gross of fees. Past performance is not indicative of future results. Source: Money® and Merrill Lynch

\* Supplemental Information. Please see complete GIPS® compliant presentation at the end of this document.



### HISTORICAL PERFORMANCE – VOLATILITY HAS BEEN SIGNIFICANTLY LOWER THAN THE MARKET\*



◆ Quality High Yield Strategy ◆ ML BB/B Constrained ◆ ML HY Master II ◆ eA Median HY Manager

Composite performance is gross of fees. Performance is not indicative of future results. Risk is defined as the standard deviation of monthly returns. ML HY Master II Index is shown for illustrative purposes only. The Quality High Yield Strategy is based on the Quality High Yield Bond Composite (gross of fees). For comparison purposes, Quality High Yield Bond Composite is measured against the Merrill Lynch High Yield, BB/B Constrained Index. Source: Money®, Merrill Lynch and eVestment Alliance

\* Supplemental Information. Please see complete GIPS® compliant presentation at the end of this document.

### HIGH YIELD PORTFOLIO MANAGEMENT TEAM

**Sadhana Valia, CFA**  
Senior Portfolio Manager and  
Managing Director  
MBA, University of Chicago  
B. Commerce Honours, Carleton  
University  
26 years of investment experience

**Lori Marchildon, CFA**  
Portfolio Manager  
MA, Queen's University  
BA, Economics – University of Western  
Ontario  
15 years of investment experience

**Linda Watts, CFA**  
Product Specialist/Credit Analyst  
B. Commerce Honours, Queen's  
University  
15 years of investment experience

**Ovidiu Sandu, CFA**  
Senior Quantitative Analyst  
MBA, McGill University and University  
of Quebec  
Engineering, Politehnica University  
13 years of investment experience

**Daniel Brennand, CFA**  
Senior Trader/Credit Analyst  
MA, University of Toronto  
BA Economics and Politics, University of  
Western Ontario  
9 years of investment experience

**Jason Anderson, CFA**  
Senior Credit Analyst  
MBA, York University Schulich School  
of Business  
BA Economics and Finance, University  
of Western Ontario  
10 years of investment experience

**Vincent Huang, CFA**  
Senior Credit Analyst  
MBA, York University Schulich School  
of Business  
BA Economics, Beijing University  
8 years of investment experience

## Quality High Yield Inception: October 1, 1999 As of June 30, 2010

**Quality High Yield Bond Composite** contains fully discretionary highly diversified portfolios of high yield bonds focusing primarily on the BB/B segment of the U.S. market with an objective of maximizing the total return, both interest income and gains for a given risk appetite. For comparison purposes, the composite is measured against the Merrill Lynch, U.S. High Yield, BB/B Constrained Index. In presentations shown from January 1, 2004 through December 31, 2004, the Merrill Lynch, U.S. High Yield, BB/B Rated Index was presented as the benchmark for this composite. In presentations shown prior to January 1, 2004, the Bear Stearns BB/B Index was presented as the benchmark for this composite. The indices were changed to be more representative of the composite strategy. Effective January 1, 2005, Money<sup>®</sup> changed its pricing sources to conform to systems used by its parent. This change resulted in a one-time gain of 0.42% in 2005. As of December 31, 2009, 8% of composite assets are comprised of one account that uses currency hedging to remove the effect of currency. The minimum account size for this composite is \$5 million.

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The firm maintains a complete list and description of composites, which is available upon request. Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Settlement date valuation was used to calculate performance prior to January 1, 2004. Past performance is not indicative of future results. The U.S. Dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. Net of fee performance was calculated using the highest management fee of 0.50%. Gross of fee performance returns are presented before management fees, custodial fees and withholding taxes, but net of all trading expenses. The annual composite dispersion presented is an equal-weighted standard deviation calculated for the accounts in the composite the entire year. Additional information regarding policies for calculating and reporting returns is available upon request.

The investment management fee schedule for the composite is shown below.

First \$50 million:	50 basis points
Next \$50 million:	45 basis points
Thereafter:	40 basis points

Actual investment advisory fees by clients may vary.

Prior to 2008 carve-outs were included in this composite and performance reflected total segment returns. The accounts from which carve-outs were taken did not hold a cash balance. Purchases are funded by the client upon purchase and proceeds from sold assets are returned to the client upon the close of the sale. The Quality High Yield Bond Composite was created October 1, 1999. Prior to July 1, 2010, the composite was called the High Yield Bond Segregated Composite. Money's compliance with the GIPS<sup>®</sup> standards has been verified for the period January 1, 2005 through March 31, 2010 by Ashland Partners International Limited and for the period October 1, 1999 through December 31, 2004 by KPMG. In addition, a performance examination was conducted on the Quality High Yield Bond Segregated Composite for the period January 1, 2005 through March 31, 2010 by Ashland Partners International Limited and for the period October 1, 1999 through December 31, 2004 by KPMG. Copies of the verification reports are available upon request.

The strategy presented is available to qualified purchasers in the form of a collective investment trust. This material is not an offer or a solicitation to purchase any fund or a determination that a particular product or service is suitable for any investor. The collective investment trust minimum and fee schedule is shown below.

First \$10 Million:	60 basis points
Next \$15 Million:	50 basis points
Next \$25 Million:	45 basis points
Thereafter:	40 basis points
Minimum Investment:	\$1 Million

**eVestment Alliance** is an investment manager database. The rankings and statistics presented were created using the information collected through the eA's investment manager questionnaire and uses only gross of fee returns. The **Risk Reward** graph is used to compare the performance and risk (standard deviation) of selected managers against the performance and risk of a market index for a specific period of time. The graph is broken down into 4 quadrants: Less Risk-Less Return, Less Risk-More Return, More Risk-More Return, More Risk-Less Return. The risk index determines the intersection of the quadrants.

The **ML BB/B Constrained Index** is a benchmark index for high yield corporate bonds which excludes lower-rated securities and caps exposure to any one issuer at 2% and is administered by Merrill Lynch.

The **Merrill Lynch High Yield Master II Index** is an index which tracks the performance of below investment grade US dollar-denominated corporate bonds publicly issued in the US domestic market.

**Growth of a Dollar Chart** - The U.S. Dollar is the currency used to express performance. Returns are based on monthly composite returns linked on a rolling basis and include the reinvestment of all income. Return does not take into account any fees, expenses, taxation or inflation.

Representative accounts for holdings-based portfolio statistics were selected based on proximity to the model portfolio and statistics were selected based on proximity to the model portfolio and asset size. These accounts have similar restrictions and reflect the same security weights as the model portfolio.

### MONEY<sup>®</sup> FIRM OVERVIEW

**\$1.5 Billion in High Yield Assets Under Management**

### HARRIS INVESTMENTS<sup>SM</sup> FIRM OVERVIEW

**\$13.5 Billion in Assets Under Management** (Includes assets of wholly owned subsidiary HIM Money, Inc. and non-discretionary assets)

#### Investment Vehicles Offered

- Separate Account
- Collective Investment Trust
- Mutual Fund (Sub-Advised)

#### Strategies Offered

- Equity
  - Large Cap Value
  - Large Cap Equity
  - Large Cap Core Equity
  - Large Cap Growth
  - Mid Cap Value
  - Mid Cap Growth
  - Small/Mid Cap Core
  - Small Cap Value
  - Small Cap Core
  - Small Cap Growth
  - MicroCap
  - International Equity
  - ADR Plus
  - Global Commodity
- Fixed Income
  - Active Core Bond
  - Core Plus
  - Intermediate Fixed Income
  - Government Bond
  - Mortgage Recovery
  - Municipal Bond (Tax-Exempt)
  - Intermediate Municipal Bond (Tax-Exempt)
  - Long Duration Fixed Income
  - High Yield Bond\*
  - High Yield Loan\*
- Short Duration Fixed Income
  - Liquid Cash
  - Short Term Cash
  - Medium Term Cash
  - Extended Cash
  - Custom Cash

\* Advisory Services provided by HIM Money, Inc.

Year End	Total Firm Assets (\$MM)	Composite Assets			Annual Performance Results			
		U.S. Dollars (\$MM)	% Carve Outs	Number of Accounts	Composite Gross	Composite Net	ML BB/B Constrained Index	Composite Dispersion
2009	\$1,750	\$1,745	0%	7	32.34%	31.68%	46.06%	0.2%
2008	854	828	0%	5	(15.20)%	(15.63)%	(23.31)%	0.8%
2007	1,417	981	2%	6	3.95%	3.43%	3.19%	0.2%
2006	1,509	1,041	2%	6	8.36%	7.82%	9.29%	0.2%
2005	1,561	1,168	11%	8	3.08%	2.57%	3.39%	0.2%
2004	1,165	848		6	11.38%	10.82%	9.93%	0.7%
2003	2,012	306		3	17.01%	16.42%	22.89%	0.0%
2002	4,594	186		2	8.23%	7.69%	1.10%	0.1%
2001	5,710	153		2	10.17%	9.62%	5.43%	0.5%
2000	6,289	73		1	4.27%	3.75%	(3.91)%	N/A

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year. Total firm assets represents only discretionary assets of Money<sup>®</sup>.