

## Selected Stock Summaries by Sector

Manager: Sara Boehmig  
Sector: Energy

The current holdings in the energy sector are specifically focused in the coal industry and make up approximately 12 percent of The Fund's portfolio. Because this sector is up one day and down the next, we have decided to underweight this sector to protect the portfolio from volatility. We are looking to move from coal into oil and natural gas because prices are low and demand is stagnate. Taking advantage of this pricing arbitrage presents us with a great opportunity.

Manager: Kent Fluke  
Sector: Information/Technology

Describing his investment strategy as "globally opportunistic," Fluke believes the opportunities for investment today are much wider than just in the U.S. A significant number of markets outside the U.S. are much more dynamic and, thus offer the potential for better growth opportunities. Computer and peripherals as well as software offer the best opportunity to invest within this sector. We are currently avoiding semiconductor industries as capacity utilization in this area has fallen recently. The current economic conditions have made it extremely difficult to predict whether the Fund's approach to investing should be more defensive or pro cyclical. Historically, technology has proven to perform well early in the pro cyclical environment. For instance, whenever the market does pick up companies first spend their money on updating their computers and technology. While the Fund's approach is slightly conservative, we still agreed to overweight the technology sector to compensate for the continual growth in Apple, the Fund's largest holding, and good performance in our other technology equity positions.

Manager: Joe Lyons  
Sector: Materials

The materials sector of the Fund currently accounts for 5.5 percent of the total Fund weight. Many of the companies within this sector are primed to see strong growth in the next quarter as the effects of broad-based cost cutting are seen in share prices. However, in this sector the prices of many of the companies we are currently watching are strongly correlated to the prices of the raw materials with which they are involved. If the current general trends of price escalation in the gold, silver and copper markets continue, the outlooks for many of these companies are bright. Currently, Lyons is utilizing a large capitalization value strategy in his selection of stocks. Value stocks are a great pick in this volatile market – these large companies have already proven themselves and, since investors expect small returns from these value companies, when better-than-expected numbers are reported, increased buying cause prices to rise.

Manager: Reena Patel  
Sector: Health Care

The health care sector is experiencing high turnover right now as the Fund's holding of Stryker Corporation is to be sold and ViroPharma is to be held until it is deemed ripe for sale. Since the health care sector should be overweighted in this recession-ridden economy, Patel is searching for one or two more stocks to be added to the portfolio in this relatively strong sector. Her value strategy will help her to find undervalued stocks in an economy where value exceeds current prices and hopefully she will aid the Fund in gaining alpha during her time as a student manager.

Manager: Frank Rowell  
Sector: Financial

The Fund currently owns a mid-sized, high-dividend yield REIT by the name of AGNC, and Berkshire Hathaway Class B shares. Recently, the Fund made the decision to sell its holding of AFLAC. The financial sector is not very attractive at the moment. While there are some bright spots, the sector as a whole performed substantially worse than the Fund's benchmark of the S&P 500. Consumer finance remains the most attractive industry within the sector, followed by REIT's. Many of the large banks appear to be grossly undervalued at this time, but a tremendous amount of uncertainty remains with these companies. The Fund will continue to monitor and search for values.