

basic information

COMPOSITE DESCRIPTION

The Composite seeks to provide investors with a competitive total return emphasizing both income and capital appreciation to achieve this goal. Exposures for this Composite will generally consist of actively managed allocations to the U.S. investment grade bond market. Interest rate exposure is actively managed, generally within a +/- 20% range of benchmark duration. Composite guidelines for some constituents may allow for tactical allocations to out of benchmark sectors. These sectors can include, but may not be limited to, high yield, emerging markets, non-dollar and U.S. TIPS. Portfolios in this composite derive their return from a combination of high current income and capital appreciation. The benchmark for this Composite is the Barclays Capital U.S. Intermediate Government/Credit Index.

SECTOR ALLOCATION\*

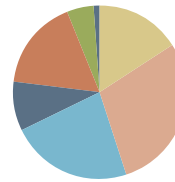
COMPOSITE	BENCHMARK
Treasuries . . . . . 16%	Treasuries . . . . . 49%
Agencies . . . . . 29%	Agencies . . . . . 19%
Corporates . . . . . 33%	Corporates . . . . . 28%
MBS/CMBS . . . . . 11%	Municipals . . . . . 4%
ABS/CMO . . . . . 7%	
Cash & Equiv. . . . . 4%	

RISK/RETURN STATISTICS\*

	COMPOSITE	ea INTERMEDIATE FI MEDIAN†
Annualized Alpha	1.25	1.18
Jensen Alpha	0.90	0.74
Standard Deviation	3.13	3.42
Sharpe Ratio	0.97	0.86
Tracking Error	0.94	1.40
Up-Market Capture	103.78	102.10
Down-Market Capture	49.88	50.22

†Evestment Alliance Analytics – using quarterly return numbers over a 5 year period.

QUALITY\*



OTHER SECURITIES

- AAA . . . . . 23%
- AA . . . . . 9%
- A . . . . . 17%
- BBB . . . . . 5%
- B . . . . . 1%

GOVERNMENTS

- TSY . . . . . 16%
- AGY . . . . . 29%

\*As of 3/31/10

COMPOSITE CHARACTERISTICS\*

	COMPOSITE	BENCHMARK
Duration/Years	3.24	3.81
Avg. Maturity	3.67	4.43
Avg. Credit Quality	AA-	AA-
Coupon Rate	4.24	3.88
Yield	2.63	2.53

managers

**Clifford D. Corso**  
**CEO, CIO, Cutwater Asset Management**  
 Columbia University, M.B.A.  
 Yale University, B.A.  
 Mr. Corso has been with Cutwater since 1994.

**E. Gerard Berrigan**  
**Managing Director & Portfolio Manager,**  
**Cutwater Asset Management**  
 Columbia University, M.B.A.  
 Bucknell University, B.S.  
 Mr. Berrigan has been with Cutwater since 1994.

**Jeffrey MacDonald, CFA**  
**Director, Total Return Portfolio Management**  
**Cutwater Asset Management**  
 Boston University, M.B.A.  
 Trinity College, B.A.  
 Mr. MacDonald has been with Cutwater since 2007.

trailing period performance

†Annualized

firm/product	1st Qtr 2010	YTD	1 Year	3 Year†	5 Year†
Intermediate Fixed Income Composite (Gross of Advisory Fees)	1.77%	1.77%	9.58%	6.84%	5.79%
Intermediate Fixed Income Composite (Net of Advisory Fees)	1.73%	1.73%	9.34%	6.48%	5.42%
Barclays Capital U.S. Intermediate Government/Credit Index	1.54%	1.54%	6.92%	5.88%	5.16%

calendar-year performance

firm/product	2009	2008	2007	2006	2005
Intermediate Fixed Income Composite (Gross of Advisory Fees)	8.01%	4.65%	7.67%	4.38%	1.73%
Intermediate Fixed Income Composite (Net of Advisory Fees)	7.70%	4.23%	7.24%	3.96%	1.36%
Barclays Capital U.S. Intermediate Government/Credit Index	5.24%	5.07%	7.38%	4.07%	1.57%

benchmark

Barclays Capital U.S. Intermediate Government/Credit Index

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Please review carefully the following information regarding the above performance. Cutwater Asset Management provides investment management and advisory services primarily to institutional investors. Cutwater Asset Management claims compliance with the Global Investment Performance Standards (GIPS®). For the GIPS presentation, please visit <http://www.cutwater.com/GIPS/Int.aspx>. Cutwater Asset Management has presented the above as additional information to Composite's GIPS compliant presentation and is meant to be reviewed along with the information provided in the compliant presentation. Please read the disclosure notes included in the GIPS compliant presentation, which are an integral part of this additional material. Please contact us to receive a complete list and description of Cutwater Asset Managements' composites. All information above is as of 3/31/2010. Returns are calculated in U.S. dollars. Net of fee performance returns are calculated by deducting the highest management fee paid by any account in the composite from the monthly gross composite return. Client returns will be reduced by investment management fees. Actual fees for new accounts are dependent upon size and any fee or fee schedule applied to existing or prospective clients is subject to negotiation. Investment involves risk, including the possible loss of principal. No assurance can be given that the performance objective of this strategy will be achieved. Past performance is not a guarantee of future results. The benchmark, the Barclays Capital U.S. Intermediate Government/Credit Index, is an unmanaged market index. The volatility of the benchmark may be materially different from that of the Composite. Credit ratings referenced above are obtained from Nationally Recognized Statistical Rating Organization firms.