

## Global Financial Advisors Equity Fund I, LP Performance Report and Analysis February 2010

“A good decision is based on knowledge, not numbers.”  
~ Plato

### I. Performance Overview

**Total Portfolio Returns.** During February, the U.S. equity markets recovered, with the weighted benchmark of 80% S&P 500 Index and 20% Russell 2000 Index rising 3.4% (2.8% for the last three months). During this same period, the Global Financial Advisors Equity Fund (GFAEF) underperformed, rising only 2.9%, but matching the benchmark performance for the last three months (2.8%). The Fund has roughly matched the performance of the weighted benchmark for the past 3 and 12 months, and has outperformed the benchmark by 0.6% since inception (see Table 1).

	February	3M	12M	Return Since Inception
<b>GFA Equity Fund Total Returns</b>				
Total Portfolio	2.9%	2.8%	55.6%	-5.4%
Actively Managed	0.9%	0.8%	45.5%	3.4%
% Actively Managed	39.8%			
<b>Benchmark Returns *</b>				
S & P 500	3.1%	1.3%	53.6%	-5.8%
Russell 2000	4.5%	8.8%	63.9%	-8.2%
<b>GFA Equity Fund Relative Returns</b>				
Total Portfolio	-0.5%	0.0%	-0.1%	0.6%
Actively Managed	-2.5%	-2.0%	-10.2%	9.4%
* The benchmark is weighted 80% S&P 500 and 20% Russell 2000				

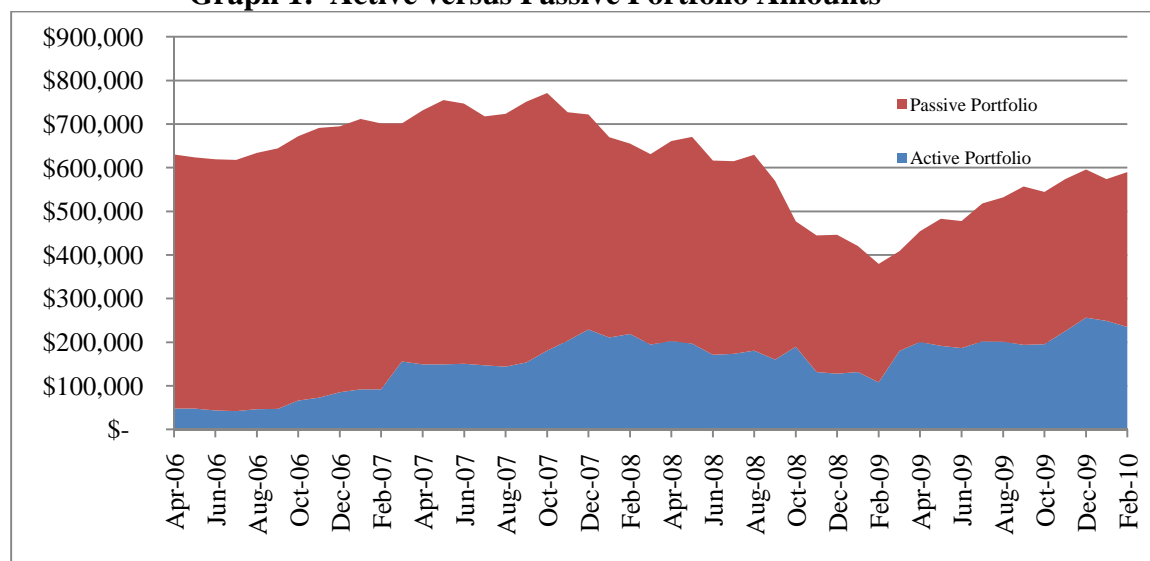
Note: The Portfolio was not fully invested in ETFs until May 23, 2006. For the purpose of this Fund, portfolio performance was changed to begin at the close of trading on May 31, 2006. The first actual stock purchase was April 6, 2006. Performance data quoted represents past performance and may not necessarily be indicative of future results. Please note that Fund returns are not AIMR certified.

**Actively Managed Returns.** The “actively managed” portion of the Fund (that portion of the Fund not invested in cash or sector exchange traded funds (ETFs)) rose 0.9% for February and underperformed its benchmark by 2.5% (see Table 1). Over the last three months, the actively managed portion underperformed the weighted benchmark by 2.0% and -10.2% over the past 12 months. The Fund has outperformed by 9.4% since inception. The Fund is 39.8% actively managed (see

Graph 1) with the remainder in sector ETFs to match the sector weights of the S&P 500 index.

**Risk and Risk-adjusted Return.** The Fund was designed to minimize risk while giving analysts an opportunity to develop stock selection, portfolio management, and client reporting skills. Overall, the Fund is maintaining a residual standard deviation (the standard deviation of the portfolio returns less the weighted benchmark returns) of 0.6% for the past three months, 0.8% over the past 12 months and 1.1% since inception.

**Graph 1: Active versus Passive Portfolio Amounts**



The actively managed residual risk has been a bit more volatile. It was 1.9% for the past three months, 2.4% for the last 12 months, and 4.6% since inception. Generally, Fund risk has been maintained within established limits by strict adherence to our investment process.

**Table 2: Active Portfolio Statistics**

Price Earnings	13.7x
Price to Book value	3.2x
Dividend Yield	2.5%
Weighted Market Cap.	\$232.0 billion
Cash Percentage	0.1%
Active Portfolio Beta	.93
Monthly Turnover	10.0%
Return on Assets	12.6%
Return on Capital	20.6%

Note: All statistics are from Bloomberg, PRPT, Equity Technical Report

The Fund Sharpe ratio indicates the Fund has matched the risk of the benchmark over the past three months, and slightly underperformed over the past 12 months (.21 versus .21 and .84 versus .87, respectively). The actively managed portion

has underperformed over this same period (.07 versus .21, and .81 versus .87, respectively).

***Fund Statistics and Turnover.*** Portfolio statics for the Active Portion of the Fund are found in Table 2. Compared to the S&P 500 index (see Table 4), the actively managed portion of the Global Financial Equity Fund has a lower PE with similar earnings growth to the index.

During February, turnover was 10.0%. For the last three months, the Fund has had turnover of 14.2%, with 46.0% for the last 12 months.

## **II. Economic and Political Analysis**

February provided some welcome relief for U.S. equity investors, as the S&P 500 gained 3.1% after its 3.6% decline in January (still in negative territory year-to-date). Despite strong performance in the U.S., international struggles struggled, with the MSCI EAFE Index posting a 0.7% loss in February and a 5.0% loss on the year so far. Poor international stock performance can be attributed to continuing concerns in Greece, as well as a strengthening dollar. Overall, economic data in February was mixed.

Problems in Greece represented a significant headwind for all risky investments, but particularly for stock prices of companies either located in Europe or dependant on operations in that area. Budget concerns and fears of default suppressed stock prices and boosted the price of insuring against a default on Greek sovereign debt. The scare in Greece spread to other countries such as Portugal, Spain, and Italy, which also have troubling budget deficits. By the end of the month there were intimations that the European Union would step in to save Greece if needed, but the issue was far from resolved.

The healthcare debate continues to cause uncertainty for the healthcare sector. As Massachusetts Senator Scott Brown took office after his surprising victory, it appeared that Democrats' plans for healthcare could have been foiled. However, by month's end, Democrats were discussing the possibility of using the reconciliation process to pass a revised version of the bill that the Senate passed late last year. It is still unclear what the final outcome will be.

Even if healthcare reform is passed, analysts debate what the net effect will be on healthcare stocks. Some point to anti-business features of the proposed legislation as potential threats to healthcare companies (particularly insurance companies). However, these same companies would likely benefit from a larger customer base if a universal mandate requires all Americans to buy health insurance.

After the market closed on Thursday, February 18, the Federal Reserve announced an increase of the discount rate from 0.25% to 0.75%. Interest rates initially rose upon the announcement but actually fell throughout the remainder of the month. Equities seemed to be effected very little by the move. The markets

lack of concern for the Fed’s action likely arose from (a) the Fed’s continued commitment to keeping the federal funds rate exceptionally low “for an extended period” and (b) the fact that the discount rate is used in cases where the Fed is a lender of last resort, and not as a benchmark for lending.

Finally, economic data for the month of February was mixed. On the positive side, 4Q 2009 GDP growth was revised upward to 5.9% (from a preliminary 5.7%). On the negative side, the U.S. lost 20,000 jobs according to January’s jobs report, and new home sales slipped to 309,000 in January from 348,000 in December. Overall, the financial markets seemed willing and able to shake off uninspiring economic news.

**Table 3: Sector Total Returns (2/28/10)**

Sector	Returns		
	MTD	QTD	YTD
Consumer Discretionary	5.5%	2.4%	2.4%
Consumer Staples	2.8%	1.7%	1.7%
Energy	2.4%	-2.3%	-2.3%
Financials	3.5%	2.1%	2.1%
Health Care	0.3%	0.8%	0.8%
Industrials	5.0%	3.8%	3.8%
Information Technology	4.2%	-4.6%	-4.6%
Materials	4.4%	-4.6%	-4.6%
Telecommunications Services	-1.3%	-9.4%	-9.4%
Utilities	-1.2%	-6.1%	-6.1%
<b>S &amp; P 500 Total Returns</b>	3.1%	-0.6%	-0.6%

Source: Standardandpoors.com

### III. Industry Analysis

February was a strong month for more cyclical sectors such as consumer discretionary (up 5.5%), industrials (5.0%), and financials (3.5%). Materials (4.4%) and information technology (4.2%) had especially strong rebounds after an abysmal February. Telecom services (down 1.3%) and utilities (down 1.2%) brought up the rear, continuing their February slide.

### IV. Company Analysis

We continue to analyze two to three companies a week, and are finding a great enjoyment in this process. We continue to believe that there are companies in the market trading at discounts to true value, even in these challenging times. We have identified many great companies, but few are trading at the prices we would like.

Following is a summary of purchases and sales made during February. For a more detailed description on the reasons behind the purchases and sales, see the individual paragraphs on each company below.

On 1/27, we sold Proctor and Gamble (PG) at \$61.09. However, due to the lateness of the sale, it was not included as a sale until it settled in February.

We also purchased \$12,000 of Coca Cola, which settled in February.

On 2/19, we sold Check Point Software at an average price of \$32.99. We have owned Checkpoint since April of 2006 when it was purchased at \$18.59.

On that same date, we bought a small allocation of Sohu at \$50.24 which will be included as part of our Russell 2000 allocation.

Also, on 2/25, we purchased a small allocation of Noble Corp at \$41.00. It will settle on 3/2 so it will be included in next month's report.

Following are reports for each of the stocks in the portfolio. Our complete reviews of company announcements and forecasts are available in Dropbox, Reports, and Earnings Reports, or can be requested by emailing Kurt Barton, Head of Research, at [kurtbarton100@gmail.com](mailto:kurtbarton100@gmail.com).

**Table 4: Sector Price Earnings and Operating Earnings Growth (2/28/10)**

Sector	2009		2010	
	PE	OE Growth	PE	OE Growth
Consumer Discretionary	22.0	102%	15.8	41%
Consumer Staples	15.0	7%	14.4	6%
Energy	25.0	-66%	12.5	96%
Financials	41.9	NM	15.1	182%
Health Care	13.6	9%	12.0	14%
Industrials	17.2	-33%	16.2	10%
Information Technology	21.1	9%	15.0	35%
Materials	28.5	-13%	16.7	66%
Telecommunications Services	15.9	-12%	13.7	4%
Utilities	13.6	-5%	11.6	12%
<b>S&amp;P 500</b>	<b>19.6</b>	<b>15%</b>	<b>14.2</b>	<b>37%</b>

OE = Operating Earnings, Source: Standardandpoors.com

**Alliance Resource Partners (ARLP)** rose 6.8% during February, while its sector rose 2.4%. The recent Wall Street Transcript reports that coal prices are up, which bodes well for ARLP's hopes of increasing production in their new River View mine. ARLP also recently released their 10-K which shows total coal sales increased by \$70mn in 2009 over 2008 levels. Total assets increased by \$21mn and ARLP used \$320mn for investing in 2009. Total coal production and sale amounts were down in 2009 from 2008 levels, but due to increased coal prices, total coal sales improved. ARLP's forward projections for debt show average interest rates on its long term debt to be about 6.80%.

**Republic Services, Inc. (RSG)** increased 5.0% during February. RSG just announced plans to issued \$1.5bn of debt. The offering included \$850mn of 10-year notes priced to yield 140 basis points over comparable U.S. Treasuries and

\$650mn of 30-year bonds priced to yield 165 basis points more than U.S. Treasuries. RSG will use this new debt to payoff \$750mn of old debt. By doing this, RSG is taking advantage of current low interest rates. Q4 2009 earnings report met analyst's expectation with EPS of \$0.33. 2010 sales are predicted to decrease about 2.0% to 0.5%. Representatives said that RSG will still maintain its low price services despite the increasing in commodity and fuel price.

**International Business Machines Corp. (IBM)** increased 3.9% during the month of February. On 3/23, IBM and Juniper Networks announced an OEM agreement that enables Juniper to license and integrate IBM software into its open application networking platform for partners and clients. The partnership will allow customers to be able to develop applications that leverage the network. On 3/23, Andrew Liveris, the CEO of Dow Chemical Co, was elected to the IBM board as its 14th director. IBM announced it had signed a 5-year remote managed services agreement with Sandhar Technologies, an auto company to align its IT initiatives with business priorities, thereby ensuing risk mitigation and substantial cost savings.

**Sohu.com Inc. (SOHU)** was added to our portfolio in February at a price of \$50.24, and was up 1.9% since purchase. SOHU is an internet company in China that provides news, communication, and entertainment. While competitor Baidu (BIDU) is sometimes referred to as "the Google of China," SOHU could be thought of as "the Yahoo of China" but with more focus on online gaming. Sohu.com was recently rated one of the fastest growing tech stocks in China. We anticipate growth in 2010 from three new video games that are all set to release this year. Although short-term volatility might cause the stock price to bounce around our purchase price, we believe SOHU will yield a generous return in the long run.

**Equifax (EFX)** was up 0.8% for the month of February but has yet to reach its valuation target. Equifax, Google, Verizon, PayPal and other competitors recently began the Open Identity Exchange (OIX). The Open Identity Exchange works towards building security of personal information exchanged online including identity credentials in public or private sectors. The United States Government has approved OIX as a framework provider. Equifax is one of the very first to be certified by Open Identity Exchange and is used for registration or login on government websites. This is a good example of how Equifax is continuing to expand their business model and secure stable future growth.

**Johnson & Johnson (JNJ)** was up 0.2% for the month of February while the Healthcare sector went up 0.3%. There are two litigation stories involving JNJ. First, Boston Scientific Corp. (BSX) announced the settlement of three patent disputes with Johnson & Johnson. Boston Scientific will make a \$1.7bn payment to J&J in connection with the settlement. Second, Keller Rohrback LLP announced a ruling that the courts may proceed with their class action claims against Johnson & Johnson and Wal-Mart for selling children's shampoo and baby

wash that contains methylene chloride, a banned ingredient in cosmetics that is linked to increased cancer risk.

**Covidien (COV)** fell 2.5% during the month versus a flat trend in the Health Care sector. During the month of February, the FDA began its review of Covidien's new product EXALGO, a chronic pain relief drug. Approval is expected in early March. Additionally, Covidien formalized an agreement with the Institute of Atomic Energy in Poland (IAE POLATOM) to augment and further diversify Covidien's supply of an important medical isotope that is used in the majority of nuclear medicines produced in the world.

**Coca Cola (KO)** declined 4.3% during February, versus a 1.0% increase of the Consumer/Non-Cyclical index. The fund invested an additional \$12,000 into Coke after selling out of Procter & Gamble. Given the company's increasing presence in China, India, and other expanding markets we believe that the stock price has significant room to appreciate. One of the important developments in February was Coke's announcement that it would purchase Coca-Cola Enterprises, the company's largest bottler, for about \$12.7bn. The deal will give Coke a fully-integrated supply chain that will level the playing field with Pepsi.

**Check Point Software Systems (CHKP)** opened the month of February trading at \$32.05. After holding CHKP for nearly 3 years, we sold out of Check Point Software Systems on 3/19 at an average price of \$32.99 (we bought it in April 2006 at \$18.59). It closed at \$32.60 for the month of February. CHKP reached and surpassed its valuation target and reached 91.3% on the Pricing Tool (indicating that it had only been more expensive than this 8.7% of the time over the past 10 years). We considered that there were no apparent other qualitative factors that justified holding the stock at such a high price. We decided to realize our gains and find a different company with more upside.

## V. Outlook

Overall, we are cautious about the higher prices in today's equity markets, but we are confident that we can find undervalued securities that will add to both absolute and relative returns. We feel that both Sohu and Noble Corp are examples of such opportunities. With respect to Sohu, we felt that this stock provided an attractive opportunity to gain exposure to the rapidly growing Chinese economy at a reasonable price. We are excited about the economic prospects ahead in many emerging countries, but at the same time we are wary about rising stock prices in these areas.

We continue to seek companies that will perform well even if economic growth in the U.S. is slow. High unemployment, low consumer spending, and sluggish housing activity suggest that the recovery may not be as strong as some would hope. We feel that strong, diversified, proven companies such as IBM and Johnson & Johnson provide stability for our portfolio in such an environment.

We are trying to follow more closely our investment discipline, and are making a stronger effort to evaluate our decisions based on our investment policy, specifically our buy/sell discipline.

We are trying to be more diligent and disciplined in what we do, as we believe that by doing so, we will become better able to strengthen the portfolio and continue to see great results from our hard work. We are enthusiastic about the remainder of this year and the upcoming semester, in spite of current valuation levels.

Thank you for your interest in the Global Financial Advisors Equity Fund. We appreciate your help and support, and all that you do for the analysts, the Marriott School, and Brigham Young University.

Sincerely,

Kurt Barton	Scott Smith		
Tuan Luong	Aleksandra Salo	Ryan Smith	John Russell
Mark Stewart	Jonathan Ramos	Tyler Baldwin	Jeff Jenkins
Aaron Attig	Stephen Blunck	Jennifer Webberley	James Wadsworth
Derek Kirkland	Chris Shelton	Jeff Bullock	Burke Davis
	Scott Crockett		

Bryan Sudweeks, Faculty Advisor

## **VI. General Support Documents**

The following support documents should be read in conjunction with this report.

- Exhibit 1. GFA Equity Holdings by Industry Segment and Security
- Exhibit 2. GFA Total Portfolio and Active Portfolio Returns

**Exhibit I. Global Financial Advisors Equity Fund I**

by Industry Segment and Security

As of 28-Feb-10

Securities	Shares	Cost per Share	Price per Share	Cost	Market Value	Return	Ind. vs. Port. Weight	Ind. Vs. Port. Amounts	(Over) Under \$, % vs Index
<b>Consumer Discretionary</b>							7.9%		<b>(133)</b>
XLY Discretionary Sector SPDR	1,525	19.87	30.97	30,303	46,543	53.6%			
Total Consumer Discretionary				30,303	46,543	53.6%	7.9%	46,410	-0.3%
<b>Consumer Staples</b>							9.3%		<b>1,679</b>
XLP Consumer Sector SPDR	645	26.30	27.15	16,961	17,434	2.8%			
Coca Cola	675	48.09	52.85	32,457	35,586	9.6%			
Total Consumer Staples				49,418	53,020	7.3%	9.0%	54,700	3.2%
<b>Energy</b>							8.9%		<b>(509)</b>
XLE Energy Sector SPDR	270	55.61	56.69	15,014	30,316	101.9%			
Alliance Resource Partners	550	27.52	42.18	15,135	22,831	50.8%			
Total Energy				30,149	53,146	76.3%	9.0%	52,637	-1.0%
<b>Financials</b>							12.8%		<b>2,526</b>
XLF Financial Sector SPDR	4,975	21.59	14.69	107,406	73,033	-32.0%			
Total Financials				107,406	73,033	-32.0%	12.4%	75,559	3.5%
<b>Health Care</b>							10.1%		<b>(936)</b>
Covidien PLC	440	31.94	49.62	14,052	21,613	53.8%			
Johnson & Johnson	620	55.17	63.29	34,208	39,060	14.2%			
Total Health Care				48,260	60,673	25.7%	10.3%	59,737	-1.5%
<b>Industrials*</b>							8.2%		<b>(1,035)</b>
Republic Services	800	28.52	28.84	22,818	22,512	-1.3%			
Equifax	840	27.43	32.59	23,043	27,098	17.6%			
Total Industrials*				45,861	49,610	8.2%	8.4%	48,576	-2.1%
<b>Information Technology</b>							17.3%		<b>(60)</b>
Telecommunication Services							* Included with Technology		
XLK Technology Sector SPDR	2,830	15.05	21.94	42,586	61,383	44.1%			
International Business Machs Com	320	90.98	128.41	29,114	40,691	39.8%			
Total Information Technology				71,700	102,074	42.4%	17.3%	102,014	-0.1%
<b>Materials</b>							2.7%		<b>389</b>
XLB Materials Sector SPDR	500	32.23	31.92	16,115	15,750	-2.3%			
Total Materials				16,115	15,750	-2.3%	2.7%	16,139	2.5%
<b>Utilities</b>							2.8%		<b>99</b>
XLU Utilities Sector SPDR	565	30.68	29.58	17,332	16,464	-5.0%			
Total Utilities				17,332	16,464	-5.0%	2.8%	16,564	0.6%
<b>Total S&amp;P 500 Exposure</b>							78.4%	472,336	
<b>Russell 2000 ETF IWM</b>							20.0%		<b>(1,721)</b>
Russell 2000 Sector Fund	1,500	65.45	64.11	98,174	94,200	-4.0%			
SOHU.com	500	50.26	50.82	25,130	25,605	1.9%			
<b>Total Russell 2000 ETF IWM</b>				123,304	119,805	-2.8%	20.3%	118,084	-1.4%
Total Stock and Industry Holdings				539,848	590,119	9.3%	99.9%		
Cash				301	301		0.1%		
<b>Total Portfolio Holdings</b>				540,149	590,420	9.3%	100.0%		
Maximum Allocation Percentage			7.5%	Total Portfolio Amount		590,420	% to S&P 500	80%	472,336
Maximum Allocation Amount			44,281.48				% to Russell	20%	118,084

**Exhibit II - GFA Equity Fund I Total And Active Portfolio Returns**  
**Total, Active and Benchmark Returns and Risk**  
**For the Period Ending February 28, 2010**

**I. Total Portfolio Returns**

**Portfolio Value (including dividends)**

Beginning Market Value	\$379,538	\$408,734	\$454,445	\$482,834	\$477,786	\$518,392	\$532,129	\$557,273	\$544,984	\$574,341	\$596,328	\$574,035
Additions / Redemptions												
Ending Market Value	\$408,734	\$454,445	\$482,834	\$477,786	\$518,392	\$532,129	\$557,273	\$544,984	\$574,341	\$596,328	\$574,035	\$590,420

Monthly Total Returns	7.69%	11.18%	6.25%	-1.05%	8.50%	2.65%	4.73%	-2.21%	5.39%	3.83%	-3.74%	2.85%	2.80%	55.56%	-5.41%
Cumulative Returns (beginning 5/31/0)	-34.52%	-27.19%	-22.64%	-23.45%	-16.95%	-14.75%	-10.72%	-12.69%	-7.98%	-4.46%	-8.03%	-5.41%			

**Benchmark Returns Including Dividends**

80% S&P, 20% Russell	8.78%	10.74%	5.07%	0.46%	7.97%	3.46%	4.14%	-2.84%	5.43%	3.15%	-3.61%	3.38%	2.79%	55.71%	-6.03%
Cumulative Returns (beginning 5/31/0)	-34.36%	-27.31%	-23.62%	-23.27%	-17.16%	-14.29%	-10.75%	-13.28%	-8.58%	-5.70%	-9.10%	-6.03%			

**II. Relative Returns**

Total Portfolio Relative Returns	-1.08%	0.44%	1.18%	-1.50%	0.53%	-0.81%	0.59%	0.64%	-0.04%	0.67%	-0.12%	-0.52%	0.01%	-0.15%	0.63%
Cumulative Excess Returns (beginning 5/31/0)	-0.16%	0.11%	0.98%	-0.18%	0.21%	-0.45%	0.03%	0.60%	0.60%	1.23%	1.07%	0.63%			
Active Portfolio Relative Returns	-3.14%	-3.64%	2.16%	-2.57%	0.15%	-3.58%	1.02%	3.59%	0.81%	0.23%	0.25%	-2.47%	-1.97%	-10.22%	9.43%
Cumulative Excess Returns (beginning 5/31/0)	9.43%	7.71%	9.84%	7.66%	8.40%	5.42%	6.57%	9.82%	11.14%	11.73%	11.57%	9.43%			
	-3.1%	-6.7%	-4.7%	-7.1%	-7.0%	-10.3%	-9.4%	-6.1%	-5.4%	-5.2%	-4.9%	-7.3%			

**Major Benchmark Returns Including Dividends (from Bloomberg)**

S&P 500	8.74%	9.56%	5.59%	0.20%	7.55%	3.61%	3.73%	-1.86%	6.00%	1.93%	-3.60%	3.10%	1.31%	53.55%	-5.78%
Cumulative	-33.27%	-26.89%	-22.81%	-22.65%	-16.81%	-13.81%	-10.60%	-12.26%	-7.00%	-5.20%	-8.61%	-5.78%			
Russell 2000	8.91%	15.45%	3.00%	1.48%	9.62%	2.87%	5.77%	-6.79%	3.14%	8.05%	-3.68%	4.50%	8.76%	63.90%	-8.15%
Cumulative	-38.97%	-29.54%	-27.43%	-26.35%	-19.26%	-16.95%	-12.16%	-18.12%	-15.55%	-8.75%	-12.11%	-8.15%			
Risk-free Rate (1 month T Bill)	0.01%	0.00%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.00%	0.00%	0.00%	0.00%	0.01%	0.07%	8.58%
Cumulative	8.51%	8.52%	8.52%	8.54%	8.55%	8.56%	8.56%	8.57%	8.57%	8.57%	8.57%	8.58%			

**III. Portfolio Risk and Risk Adjusted Returns**

Total Portfolio Returns	7.69%	11.18%	6.25%	-1.05%	8.50%	2.65%	4.73%	-2.21%	5.39%	3.83%	-3.74%	2.85%	2.80%	55.56%	0.91%
Active Portfolio Returns	5.64%	7.10%	7.23%	-2.12%	8.11%	-0.13%	5.15%	0.75%	6.24%	3.38%	-3.36%	0.91%	0.82%	45.49%	3.38%
Benchmark Returns	8.78%	10.74%	5.07%	0.46%	7.97%	3.46%	4.14%	-2.84%	5.43%	3.15%	-3.61%	3.38%	2.79%	55.71%	0.00%

Total Portfolio Standard Deviation (12M)	7.09%	7.94%	8.29%	8.10%	8.63%	8.64%	8.34%	6.64%	6.21%	6.18%	5.97%	4.47%	4.47%	4.47%
Active Portfolio Standard Deviation (12M)	5.53%	5.90%	6.40%	5.74%	6.21%	6.09%	5.47%	4.65%	4.44%	4.08%	4.51%	3.91%	3.91%	3.91%
Benchmark Standard Deviation (12M)	7.83%	8.57%	8.78%	8.65%	9.12%	9.18%	8.99%	7.24%	6.73%	6.74%	6.08%	4.32%	4.32%	4.32%

Sharpe Ratio: Total Portfolio	1.08	1.41	0.75	(0.13)	0.98	0.31	0.57	(0.33)	0.87	0.62	(0.63)	0.64	0.21	0.84
Sharpe Ratio: Active Portfolio	1.02	1.20	1.13	(0.37)	1.31	(0.02)	0.94	0.16	1.41	0.83	(0.75)	0.23	0.07	0.81
Sharpe Ratio: Benchmark	1.12	1.25	0.58	0.05	0.87	0.38	0.46	(0.39)	0.81	0.47	(0.60)	0.78	0.21	0.87

Residual Risk: Total Portfolio	-1.08%	0.44%	1.18%	-1.50%	0.53%	-0.81%	0.59%	0.64%	-0.04%	0.67%	-0.12%	-0.52%	0.61%	0.82%	1.06%
Cumulative	-1.04%	-0.60%	0.57%	-0.94%	-0.41%	-1.22%	-0.64%	0.00%	-0.04%	0.63%	0.51%	-0.02%			
Residual Risk: Actively Managed	-3.14%	-3.64%	2.16%	-2.57%	0.15%	-3.58%	1.02%	3.59%	0.81%	0.23%	0.25%	-2.47%	1.92%	2.41%	4.63%
Cumulative	10.43%	6.41%	8.70%	5.91%	6.06%	2.26%	3.30%	7.01%	7.88%	8.12%	8.39%	5.72%			

**IV. Portfolio Turnover**

Purchases	63,474	7,558	34,220	-	-	-	18,256	-	29,863	26,629	-	60,222	86,851	240,222
Sells	63,426	6,962	28,197	-	-	-	16,596	-	28,670	23,467	-	57,738	81,205	225,057
Monthly Turnover	15.52%	1.60%	6.46%	0.00%	0.00%	0.00%	3.13%	0.00%	5.10%	4.20%	0.00%	9.99%	14.19%	46.00%

**Exhibit II - GFA Equity Fund I Total And Active Portfolio Returns**  
**Total, Active and Benchmark Returns and Risk**  
**For the Period Ending February 28, 2010**

Description	March	April	May	June	July	August	September	October	November	December	January	February	3M	12M	Inception
<b>V. Actively Managed Portfolio Returns</b>															
<b>Actively Managed Holding Returns (excluding Dividends)</b>															
Active Portfolio Monthly Returns	5.64%	7.10%	7.23%	-2.12%	8.11%	-0.13%	5.15%	0.75%	6.24%	3.38%	-3.36%	0.91%	0.82%	45.49%	3.40%
Cumulative Returns (beginning 5/31/0	-24.92%	-19.59%	-13.78%	-15.61%	-8.76%	-8.87%	-4.18%	-3.46%	2.56%	6.03%	2.46%	3.40%			
Active Portfolio Relative Returns	-3.14%	-3.64%	2.16%	-2.57%	0.15%	-3.58%	1.02%	3.59%	0.81%	0.23%	0.25%	-2.47%	-1.97%	-10.22%	9.43%
Cumulative Excess Returns (beginning	9.43%	7.71%	9.84%	7.66%	8.40%	5.42%	6.57%	9.82%	11.14%	11.73%	11.57%	9.43%			
<b>Actively Managed Calculation Totals</b>															
Beginning Market Value	\$156,790	\$187,816	\$200,987	\$191,616	\$187,076	\$202,070	\$201,087	\$194,372	\$218,677	\$248,476	\$256,513	\$274,200			
Ending Market Value	\$180,258	\$200,987	\$191,616	\$187,076	\$202,070	\$201,087	\$194,372	\$195,635	\$225,658	\$256,343	\$249,070	\$234,996			
Dividends	\$307	\$168	\$720	\$480	\$187	\$729	\$480	\$187	\$719	\$700	\$152	\$703			
Inflows/Outflows	\$14,938	\$0	-\$23,177	\$0	\$0	\$0	-\$16,596	\$0	-\$5,530	\$0	\$0	-\$42,106			
<b>Percent of Portfolio Actively Managed</b>															
Actively Managed Portfolio Value	\$180,258	\$200,987	\$191,616	\$187,076	\$202,070	\$201,087	\$194,372	\$195,635	\$225,658	\$256,343	\$249,070	\$234,996			
Percent of Portfolio	44%	44%	40%	39%	39%	38%	34.9%	35.9%	39.3%	43.0%	43.4%	39.8%			
Passively Managed Portfolio Value	228,477	253,457	291,218	290,710	316,322	331,042	362,901	349,349	348,683	339,985	324,965	355,424			
Percent of Portfolio	56%	56%	60%	61%	61%	62%	65%	64%	61%	57%	57%	60%			
<b>V. Individual Stock Performance</b>															
Johnson & Johnson (03/28/07)	11.38%	-0.46%	5.35%	3.86%	7.20%	-0.74%	1.55%	-3.02%	6.42%	3.28%	-2.41%	0.22%	1.02%	36.67%	18.99%
Cumulative Returns	-3.03%	-3.47%	1.69%	5.62%	13.23%	12.39%	14.13%	10.69%	17.79%	21.65%	18.73%	18.99%			
Beginning Market Value	\$16,000	\$32,612	\$32,463	\$34,199	\$35,216	\$37,752	\$37,473	\$37,751	\$36,611	\$38,961	\$39,934	\$38,973			
Ending Market Value	\$32,612	\$32,463	\$34,199	\$35,216	\$37,752	\$37,473	\$37,751	\$36,611	\$38,961	\$39,934	\$38,973	\$39,060			
Dividends	147.2			303.8			303.8			303.8					
Inflows/Outflows	\$14,938														
Shares	620	620	620	620	620	620	620	620	620	620	620	620			
Ex-date				06/09/09									12/08/09		
International Business Machines	5.82%	6.52%	2.97%	-1.23%	12.94%	0.10%	1.79%	0.84%	4.76%	4.04%	-6.50%	3.90%	1.06%	40.85%	43.34%
Cumulative Returns	7.70%	14.73%	18.14%	16.68%	31.78%	31.91%	34.27%	35.39%	41.84%	47.56%	37.97%	43.34%			
Beginning Market Value	\$29,450	\$31,005	\$33,027	\$34,010	\$33,414	\$37,738	\$37,776	\$38,275	\$38,595	\$40,432	\$41,888	\$39,165			
Ending Market Value	\$31,005	\$33,027	\$34,010	\$33,414	\$37,738	\$37,776	\$38,275	\$38,595	\$40,432	\$41,888	\$39,165	\$40,691			
Dividends	\$160			\$176			\$176			\$176					
Inflows/Outflows															
Shares	320	320	320	320	320	320	320	320	320	320	320	320			
Ex-date				6/10/09									12/10/09		
Coco Cola	7.59%	-1.12%	15.60%	-2.38%	4.71%	-2.15%	10.11%	0.04%	7.30%	0.37%	-4.82%	-4.27%	-8.55%	32.95%	17.41%
Cumulative Returns	-4.99%	-6.05%	8.60%	6.02%	11.01%	8.63%	19.61%	19.65%	28.39%	28.86%	22.64%	17.41%			
Beginning Market Value	16,749	18,020	17,651	22,368	21,835	22,677	22,190	24,434	24,256	26,026	25,935	24,684			
Ending Market Value	18,020	17,651	22,368	21,835	22,677	22,190	24,434	24,256	26,026	25,935	24,684	35,586			
Dividends		168			187			187		187					
Inflows/Outflows			1,963												11,956
Shares	410	410	455	455	455	455	455	455	455	455	455	675			
Ex-date		4/1/09	5/8/09										12/15/09		

**Exhibit II - GFA Equity Fund I Total And Active Portfolio Returns**  
**Total, Active and Benchmark Returns and Risk**  
**For the Period Ending February 28, 2010**

Covidian	4.08%	-0.78%	8.79%	4.82%	0.99%	5.06%	9.34%	-2.64%	9.27%	2.29%	5.58%	-2.49%	5.30%	53.04%	53.04%
Cumulative Returns	4.08%	3.27%	12.35%	17.76%	18.92%	24.94%	36.61%	33.01%	45.34%	48.66%	56.95%	53.04%			
Beginning Market Value	18,204	18,947	18,799	20,360	21,341	21,552	22,552	24,658	24,008	20,601	21,072	22,246			
Ending Market Value	18,947	18,799	20,360	21,341	21,552	22,552	24,658	24,008	20,601	21,072	22,246	21,613			
Dividends			91.20			91.20			102.60			79.20			
Inflows/Outflows									(5,530)						
Shares	570.00	570.00	570.00	570.00	570.00	570.00	570.00	570.00	440.00	440.00	440.00	440.00			
Ex-date	3/13/09														
Alliance Resources Partners	5.75%	13.02%	17.94%	-14.61%	9.29%	-4.72%	9.55%	3.31%	6.33%	11.01%	-8.74%	6.83%	8.23%	63.25%	63.25%
Cumulative Returns	5.75%	19.52%	40.96%	20.37%	31.55%	25.35%	37.32%	41.86%	50.84%	67.44%	52.81%	63.25%			
Beginning Market Value	15,135	16,005	18,090	20,933	17,875	19,536	18,205	19,943	20,603	21,489	23,854	21,769			
Ending Market Value	16,005	18,090	20,933	17,875	19,536	18,205	19,943	20,603	21,489	23,854	21,769	22,831			
Dividends			401.50			409.75			418.00			426.25			
Inflows/Outflows															
Shares	550.00	550.00	550.00	550.00	550.00	550.00	550.00	550.00	550.00	550.00	550.00	550.00			
Ex-date	3/17/09														
Equifax									4.44%	7.96%	3.59%	0.81%	12.75%	17.75%	17.75%
Cumulative Returns									4.44%	12.75%	16.80%	17.75%			
Beginning Market Value									23,043	24,066	25,948	26,880			
Ending Market Value									24,066	25,948	26,880	27,098			
Dividends										33.60					
Inflows/Outflows															
Shares									840.00	840.00	840.00	840.00			
Ex-date									27.43	12/15/09					
Republic Services										-0.74%	-5.41%	5.04%	-1.38%	-1.38%	-1.38%
Cumulative Returns										-0.74%	-6.11%	-1.38%			
Beginning Market Value										22,818	22,818	21,432			
Ending Market Value										22,648	21,432	22,512			
Dividends											152.00				
Inflows/Outflows															
Shares										800.00	800.00	800.00			
Ex-date											1/15/10	1/15/10			
Sohu												1.89%	1.89%	1.89%	1.89%
Cumulative Returns												1.89%			
Beginning Market Value												25,130			
Ending Market Value												25,605			
Dividends															
Inflows/Outflows															
Shares											50.26	500.00			
Ex-date												2/19/10			