



COMPOSITE DEFINITIONS

PRUDENT GROWTH™ COMPOSITE

The **PRUDENT GROWTH™** Composite is comprised of all fully discretionary, **PRUDENT GROWTH™** accounts with a minimum account size of \$200,000. The investment philosophy utilizes a bottom-up stock selection process with an emphasis on companies with market capitalizations between \$1 billion and \$15 billion. Portfolios are constructed with companies exhibiting earnings growth faster than the market, reasonable price relative to earnings prospects, strong revenue growth and conservative financials.

For comparison purposes, the composite is measured against the Russell Mid Cap® Growth and the S&P 400 Mid Cap indices.

PRUDENT GROWTH™ WRAP FEE COMPOSITE

The **PRUDENT GROWTH™** Wrap Fee Composite is comprised of all fully discretionary, **PRUDENT GROWTH™** accounts. The investment philosophy utilizes a bottom-up stock selection process with an emphasis on companies with market capitalizations between \$1 billion and \$15 billion. Portfolios are constructed with companies exhibiting earnings growth faster than the market, reasonable price relative to earnings prospects, strong revenue growth and conservative financials.

The portfolios represented in the composite are part of a brokerage firm sponsored separately managed account program. For comparison purposes, the composite is measured against the Russell Mid Cap® Growth and the S&P 400 Mid Cap indices.

LARGE CAP CORE COMPOSITE

The **LARGE CAP CORE** Composite is comprised of all fully discretionary accounts. Our **LARGE CAP CORE** discipline is a quantitative selection process designed to reward our clients in a variety of market and economic environments. It emphasizes companies that have positive total return prospects and valuations that reflect reasonable expectations. For comparison purposes, the composite is measured against the S&P 500 Index.

CLOSED COMPOSITES:

PALLADIUM LARGE CAP CONSERVATIVE GROWTH COMPOSITE

The Palladium Large Cap Conservative Growth Composite contained all fully discretionary large-cap domestic equity accounts. The Large Cap Conservative Growth strategy emphasized quality multi-national corporations with proven records of consistent earnings and dividend growth. For comparison purposes, the composite was measured against the S&P 500 and the Russell 1000® Growth Index. ***This strategy was formerly managed by Palladium Capital Management and was discontinued on 1/1/2004.***

