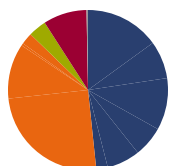


# Asset Allocation Analysis

Determining an appropriate mix of asset classes is essential to create a well balanced investment strategy. The Efficient Frontier line represents portfolios with the highest possible return for each level of risk (as measured by standard deviation), given the capital market assumptions and the constraints being used.

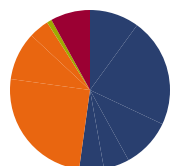
## Asset Allocation

### Current



Asset Class	%
Domestic Large Growth Stocks	15.00
Domestic Large Value Stocks	7.62
Domestic Mid-Cap Stocks	10.50
Domestic Small-Cap Stocks	6.19
Non-Domestic Developed Stocks	6.70
Developing Markets Stocks	2.33
Domestic Investment-Grade Bonds	24.94
Domestic High-Yield Bonds	11.13
Domestic Inflation-Protected Bonds	0.48
Non-Domestic Bonds	2.36
Cash	3.65
Commodities	0.00
REITs	8.80
Unidentified	0.30

### Target



Asset Class	%
Domestic Large Growth Stocks	10.00
Domestic Large Value Stocks	15.00
Domestic Mid-Cap Stocks	7.00
Domestic Small-Cap Stocks	10.00
Non-Domestic Developed Stocks	5.19
Developing Markets Stocks	5.00
Domestic Investment-Grade Bonds	25.00
Domestic High-Yield Bonds	9.74
Domestic Inflation-Protected Bonds	0.00
Non-Domestic Bonds	4.07
Cash	1.00
Commodities	0.00
REITs	8.00
Unidentified	0.00

## Current Portfolios

Portfolio Name	Owner	Type	Amount\$
	Client	Taxable	14,951,067.22

## Assumptions

### Client Profile

Name	—		
Current Age	57 yrs	Retirement Age	65 yrs
Gender	—	Life Expectancy	90 yrs
Current Income \$	0.00	Retirement Expense %	—
Expected Inflation Rate %	2.50	Retirement Expense \$	—

### Partner Profile

Name	—		
Current Age	—	Retirement Age	—
Gender	—	Life Expectancy	—
Current Income \$	0.00	Retirement Expense %	—
Expected Inflation Rate %	2.50	Retirement Expense \$	—

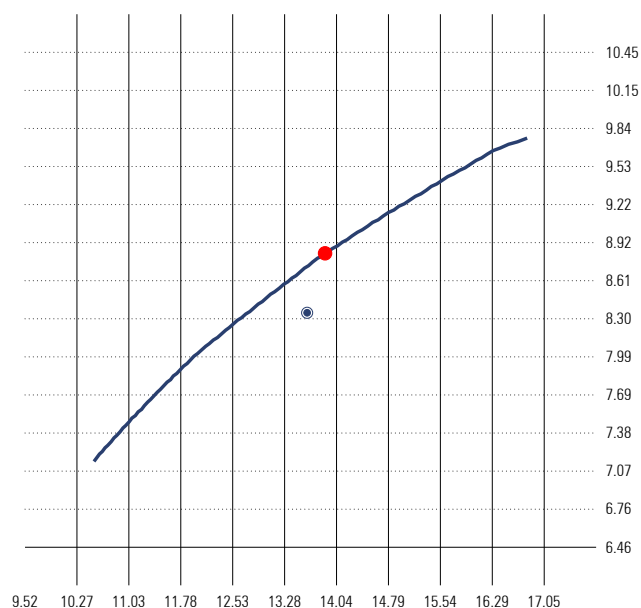
### Risk Section

Risk Type	Moderate Growth
-----------	-----------------

## Efficient Frontier

### Expected Return vs. Standard Deviation/Risk

● Current ● Target



Powered by Ibbotson Associates, a Morningstar company.

### Risk and Performance Statistics

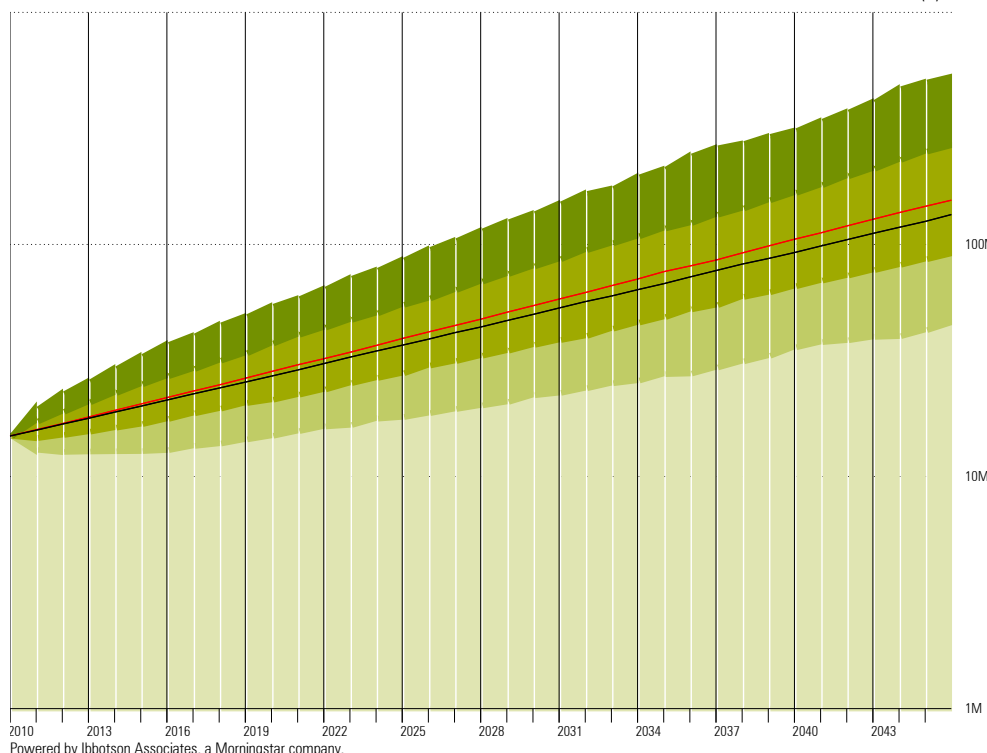
	Current	Target
Expected Return	8.35	8.83
Risk	13.61	13.87
Yield	3.25	3.26

# Wealth Graph of Target Asset Allocation

The report demonstrates how investments based on the target asset allocation would have performed over a long investing horizon.

## Wealth Graph

Target Asset Allocation: 5% 25% 75% 95% — Median Current Portfolio: — Median Portfolio Value (\$)



Powered by Ibbotson Associates, a Morningstar company.

### Client

Current Age 57 yrs  
Retirement Age 65 yrs  
Life Expectancy 90 yrs

### Partner

Current Age —  
Retirement Age —  
Life Expectancy —

## Wealth Table

Year	Beginning Balance (\$)	Additions (\$)	Withdrawals (\$)	Investment Gains/Losses (\$)	Ending Balance (\$)
2010	14,951,067.22	0.00	0.00	958,949.13	15,910,016.35
2011	15,910,016.35	0.00	0.00	989,066.57	16,899,082.92
2012	16,899,082.92	0.00	0.00	1,137,484.66	18,036,567.57
2013	18,036,567.57	0.00	0.00	1,226,125.95	19,262,693.52
2014	19,262,693.52	0.00	0.00	1,264,279.27	20,526,972.79
2015	20,526,972.79	0.00	0.00	1,355,307.50	21,882,280.30
2016	21,882,280.30	0.00	0.00	1,449,674.81	23,331,955.11
2017	23,331,955.11	0.00	0.00	1,479,657.74	24,811,612.85
2018	24,811,612.85	0.00	0.00	1,711,294.54	26,522,907.39
2019	26,522,907.39	0.00	0.00	1,822,680.87	28,345,588.26
2020	28,345,588.26	0.00	0.00	1,936,564.08	30,282,152.34
2021	30,282,152.34	0.00	0.00	1,889,507.48	32,171,659.82
2022	32,171,659.82	0.00	0.00	2,126,671.16	34,298,330.99
2023	34,298,330.99	0.00	0.00	2,386,031.02	36,684,362.00
2024	36,684,362.00	0.00	0.00	2,638,673.63	39,323,035.63
2025	39,323,035.63	0.00	0.00	2,637,616.85	41,960,652.48
2026	41,960,652.48	0.00	0.00	2,729,953.70	44,690,606.18
2027	44,690,606.18	0.00	0.00	2,936,929.71	47,627,535.89
2028	47,627,535.89	0.00	0.00	3,398,622.36	51,026,158.25
2029	51,026,158.25	0.00	0.00	3,411,079.49	54,437,237.75

\* Investment Gains/Losses include tax paid for that period.

## Wealth Graph of Target Asset Allocation

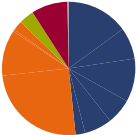
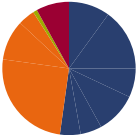
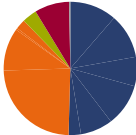
Year	Beginning Balance (\$)	Additions (\$)	Withdrawals (\$)	Investment Gains/Losses (\$)	Ending Balance (\$)
2030	54,437,237.75	0.00	0.00	3,729,427.88	58,166,665.62
2031	58,166,665.62	0.00	0.00	3,873,465.44	62,040,131.06
2032	62,040,131.06	0.00	0.00	4,364,669.94	66,404,801.00
2033	66,404,801.00	0.00	0.00	4,531,329.94	70,936,130.94
2034	70,936,130.94	0.00	0.00	5,392,016.05	76,328,146.99
2035	76,328,146.99	0.00	0.00	4,412,085.52	80,740,232.51
2036	80,740,232.51	0.00	0.00	4,912,259.64	85,652,492.15
2037	85,652,492.15	0.00	0.00	6,231,450.97	91,883,943.12
2038	91,883,943.12	0.00	0.00	6,553,089.03	98,437,032.15
2039	98,437,032.15	0.00	0.00	6,872,367.02	105,309,399.16
2040	105,309,399.16	0.00	0.00	6,787,774.46	112,097,173.62
2041	112,097,173.62	0.00	0.00	8,006,680.01	120,103,853.63
2042	120,103,853.63	0.00	0.00	8,228,288.45	128,332,142.07
2043	128,332,142.07	0.00	0.00	8,744,270.78	137,076,412.85
2044	137,076,412.85	0.00	0.00	8,837,038.25	145,913,451.10
2045	145,913,451.10	0.00	0.00	9,204,359.07	155,117,810.17

\* Investment Gains/Losses include tax paid for that period.

## Action Plan

Here are the specific changes recommended for your current investments. The table includes both your current and/or proposed weightings of each holdings. Where applicable, we indicate when a recommendation involves an action to buy or sell the security.

### Asset Allocation

Current	Target	Proposed	Asset Classes	Current %	Target %	Proposed %	+/- %
			Domestic Large Growth Stocks	15.00	10.00	11.36	1.36
			Domestic Large Value Stocks	7.62	15.00	10.84	-4.16
			Domestic Mid-Cap Stocks	10.50	7.00	7.09	0.09
			Domestic Small-Cap Stocks	6.19	10.00	10.31	0.31
			Non-Domestic Developed Stocks	6.70	5.19	7.83	2.64
			Developing Markets Stocks	2.33	5.00	2.99	-2.01
			Domestic Investment-Grade Bonds	24.94	25.00	24.08	-0.92
			Domestic High-Yield Bonds	11.13	9.74	10.37	0.63
			Domestic Inflation-Protected Bonds	0.48	0.00	0.44	0.44
			Non-Domestic Bonds	2.36	4.07	2.39	-1.68
			Cash	3.65	1.00	3.59	2.59
			Commodities	0.00	0.00	0.00	0.00
			REITs	8.80	8.00	8.41	0.41
			Unidentified	0.30	0.00	0.30	0.30

### Actions

Holding Name	Ticker	Current \$	Current %	Proposed \$	Proposed %	Action	Action \$	Action %
Davis Opportunity A	RPEAX	115,455.76	0.77	155,515.47	1.04	Buy	40,059.00	0.27
Dodge & Cox Income	DODIX	1,756,010.7	11.75	1,665,700.9	11.14	Sell	90,309.00	0.60
Federated Kaufmann R	KAUFX	374,674.72	2.51	374,674.72	2.51	Hold	0.00	0.00
Vanguard Short-Term Bond Index Inv	VBISX	1,070,030.0	7.16	1,341,333.0	8.97	Buy	271,302.00	1.81
Columbia Energy & Nat Resources Z	UMESX	258,157.61	1.73	0.00	0.00	Sell	258,157.00	1.73
Vanguard Small Cap Index Inv	NAESX	410,630.47	2.75	718,610.22	4.81	Buy	307,979.00	2.06
Nuveen Real Estate Secs I	FARCX	1,257,227.5	8.41	1,103,035.4	7.38	Sell	154,192.00	1.03
SSgA S&P 500 Index Instl	SVSPX	1,158,868.7	7.75	1,822,902.6	12.19	Buy	664,033.00	4.44
Columbia Bond Z	UMMGX	3,352,884.6	22.43	2,907,124.1	19.44	Sell	445,760.00	2.98
Columbia Select Large Cap Growth Z	UMLGX	1,432,421.0	9.58	0.00	0.00	Sell	1,432,421.0	9.58
JPMorgan Mid Cap Value Instl	FLMVX	412,444.96	2.76	144,577.15	0.97	Sell	267,867.00	1.79
Columbia Strategic Investor Z	CSVFX	838,819.51	5.61	2,394,896.5	16.02	Buy	1,556,077.0	10.41
American Funds EuroPacific Gr R4	REREX	850,909.25	5.69	1,237,332.6	8.28	Buy	386,423.00	2.58
American Funds American Mutual R4	RMFEX	365,704.70	2.45	0.00	0.00	Sell	365,704.00	2.45
American Funds Fundamental Investors R4	RFNEX	1.00	0.00	0.00	0.00	Sell	1.00	0.00
Neuberger Berman Mid Cap Growth Inst	NBMLX	769,583.40	5.15	0.00	0.00	Sell	769,583.00	5.15
Victory Small Company Opportunity I	VSOIX	527,243.01	3.53	1,085,364.3	7.26	Buy	558,121.00	3.73



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## FiduciaryFirst Plan Success & Fiduciary Process Report

### Sample Client Pension Plan

**Data as of Jun 30, 2012**

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All data as of 6/30/12 unless otherwise noted



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# Introduction

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## LPL Financial Retirement Partners – Fiduciary Investment Monitoring Report

Creating a written investment policy statement (IPS) is an important step in meeting fiduciary investment selection responsibilities. A documented framework for conducting a prudent review and selection of investment options is generally considered to be a fiduciary best practice because it increases the likelihood of sound decision making and timely action. However, the fiduciary's duty as a Prudent Investor does not end with the selection of investments. The fiduciary is responsible for monitoring the performance of the investment options to ensure that they continue to meet the standards set out in the IPS. This reporting package is designed to facilitate three key fiduciary investment obligations:

1. To determine whether each investment is meeting the objectives stated in the IPS
2. To document the analysis, and any decisions or actions arising as a result of the review, and
3. To facilitate regularly scheduled formal reviews and timely decision making on a quarterly basis.

Even with the most rigorous initial fund selection process, a portfolio of funds will change over time. This report can help highlight important information regarding a fund's risk level, portfolio management, and other characteristics. Please note, this report tool is not appropriate for short-term performance monitoring.

This toolset includes up to six levels of reporting. In order, they are:

- Capital Markets Commentary - a quarterly review of recent activity in major capital markets, investment returns by category, and a summary of key macroeconomic developments. It also reflects on noteworthy news that could impact investor behavior and retirement plan administration and regulation.
- Executive Summary - provides a quick view of how each fund in the plan is performing and identifies any funds requiring attention based on the chosen criteria. The checkmark on the "Investment Criteria Rating" section of the Plan Entry Form determines how many criteria a fund must meet in order to fall into the "Meets Criteria" standard.
- Portfolio Style Report - provides a graphic view of the plan portfolio's asset class coverage across the universe of equity and fixed income investment styles.
- Performance Summary - provides standard performance information for each fund included in the report.
- Fund Criteria Report - provides comparisons of each fund, its peer average and benchmark against the specific monitoring criteria selected. The check-marks on the Report Criteria page indicate the specific criteria to be displayed in the Fund Criteria Report. 12 of the criteria are chosen for the report, all equally weighted and none ranked nor displayed in order of importance.
- LPL Financial Retirement Partners Scorecard - provides a one page snapshot of additional information for each fund in the plan, based on the proprietary LPL Financial Retirement Partners Scoring system, described on the following pages. (Included in ongoing investment monitoring reporting only.)

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## Introduction

All data as of 6/30/12 unless otherwise noted



The report criteria can be grouped into the following categories:

- **Fund Characteristics:** This report provides criteria based on Fund Manager Tenure - the years that a fund manager has been managing the fund; Fund Track Record - the number of years a fund has been in existence, and Assets - the dollars under management in the fund.
- **Performance:** Fund performance is available for 1, 3, 5 and/or 10 years. If selected as criteria to be evaluated, each of these return timeframes is compared against the average peer returns and a benchmark in the Fund Criteria Report. The performance criteria can be set to values equal to or greater-than the peer average or benchmark returns for the selected timeframes. Performance is net of management fees, but before asset charges and/or other administrative fees deducted from investment returns and do not reflect the funds' maximum potential sales charges. For standard performance of any fund (which includes Life of Fund returns for funds that have fewer than 10 years performance history), please consult the Performance Summary section as well as the Fund Facts Report.
- **Risk Adjusted Return:** The risk-adjusted performance measure criteria include 1, 3 or 5 year Sharpe Ratio; 3 and 5 year Information Ratio; 5 year R-Squared. The Sharpe Ratio is calculated by taking the difference of a fund's annualized performance and the annualized performance of a 90 day T-Bill. The difference is divided by the fund's standard deviation to determine the return per unit of risk. Information Ratio measures the difference between a fund's actual returns and its benchmark's performance, divided by the tracking error, which is the standard deviation of excess return. Information Ratio is often used as a measurement of the risk-adjusted return. This report utilizes the Morningstar best-fit index for 3 year alpha, and the index utilized for 5 year Alpha is the S&P 500 Index. R-squared reflects the percentage of a fund's movements that are explained by movements in its benchmark index. An R-squared of 100 means that all movements of a fund are completely explained by movements in the index. An R-squared of 0 means no correlation exists. Note: a best-fit index is an index that Morningstar determined to have the highest R-squared correlation with the fund being analyzed. In certain cases, Morningstar's "best fit" index may differ from the benchmark index chosen for the LPL Financial Retirement Partners Scorecards.
- **Volatility:** This report utilizes Beta or Standard deviation criteria to measure fund volatility. Beta is a measure of the degree of change in value one can expect in a portfolio given a change in value in a benchmark index. A portfolio with a beta greater than one is generally more volatile than its benchmark index; a portfolio with a beta of less than one is generally less volatile than its benchmark index. Standard deviation is a statistical measure of the range of a fund's performance. When a fund has a high standard deviation, its range of performance has been wide, indicating greater historical volatility. The standard deviation figure provided in the report is an annualized statistic based on rolling 36 monthly returns.
- **Fund Expenses:** If selected as a criterion, this report utilizes a fund's net expense ratio in the Fund Criteria Report section. The expense ratio is the percentage of fund assets paid for operating expenses and management fees. The expense ratio typically includes the following types of fees: accounting, administrator, advisor, auditor, board of directors, custodial, distribution (12b-1), legal, organizational, professional, registration, shareholder reporting, sub-advisor, and transfer agency. The expense ratio does not reflect the fund's brokerage costs or any investor sales charges. A net expense ratio reflects the

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## Introduction

All data as of 6/30/12 unless otherwise noted



actual expenses that have been paid by the fund and reflects any voluntary waivers, reductions from brokerage service arrangements, and any other expense offset arrangements.

- **LPL Financial Retirement Partners Score:** The Score is an overall score to help Plan Sponsors evaluate an investment product's suitability for a given investment category. The Score is based on an equally-weighted set of 12 criteria, based on five years of monthly data and covering key quantitative and qualitative aspects of each investment. These key areas include investment management style, risk-return characteristics, peer group relative performance, relative expenses and portfolio manager tenure. In the case of Target Date Funds, LPL Financial Retirement Partners Scorecards are generated for those funds with at least three years of history, and evaluate the fund's Risk/Return metric instead of Style Drift.

### Overall Criteria Scoring

This information includes the "Criteria Score" and "Status" or "Overall Criteria." The Criteria Score displays the number of report criteria met out of the total number of criteria selected for the report. The report functionality supports selection of up to 12 criteria per report. It is strongly recommended that at least six criteria are selected for a report. The Status column indicates whether a fund met the number of criteria targeted to be met, as selected on the "Investment Criteria Rating" section of the Plan Entry form. For example, if 12 criteria in a report are selected to be monitored and "6" is selected under "Investment Criteria Rating", the Overall Criteria Scoring system will highlight each fund as "Meets Criteria" if a fund met six or more of the 12 criteria chosen by the Plan Sponsor, and it will highlight funds as "Does Not Meet" criteria if a fund met five or fewer of the selected criteria.

### Extended Performance Data

The analysis in this report may be based, in part, on adjusted historical returns for periods prior to a class's actual inception. These calculated returns reflect the historical performance of the oldest share class of the same fund, adjusted to reflect the fees and expenses of this share class. When pre-inception data are presented for a fund in the report, the fund will be footnoted to indicate this throughout the report. Note that only the performance, manager tenure, inception date, total net assets and Morningstar rating based report criteria reflect pre-inception data. Other reporting criteria, including Sharpe ratio, beta, and expense ratio are based on the data from the new class's own inception date and performance, not on adjusted data from the inception of the first class of the fund.

The performance quoted represents the reinvestment of dividends and capital gains, is net of expenses and does not reflect the maximum sales charge. Such a fee, if taken into consideration, will reduce the performance quoted.

The performance data quoted represents past performance. Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance information quoted. To obtain current month-end performance information please call.

*Investors should consider the investment objectives, risks, charges and expenses of the investment company carefully before investing. The prospectus contains this and other information about the investment company. You can obtain a prospectus from your financial representative. Read carefully before investing.*

## Market Commentary

All data as of 6/30/12 unless otherwise noted



Second Quarter 2012

## Market Insight

News & Views from LPL Financial Research

*Market Insight* is a quarterly publication intended to inform and empower your investment decision making.

The economic forecasts set forth in the presentation may not develop as predicted and there can be no guarantee that strategies promoted will be successful.

Please note all return figures are as of June 29, 2012, Unless otherwise noted.

### About Us

LPL Financial Retirement Partners is dedicated solely to supporting advisors who service the retirement plan market. Our promise is to create services and resources so that advisors may deliver employers and employees exceptional experiences and the highest quality program by providing services that save time, reduce exposure to fiduciary liability, and address both Internal Revenue Service and Department of Labor requirements. Our comprehensive analysis of retirement plans and plan design establishes a strong foundation, and our structured service and employee communication model ensures ongoing excellence.

LPL Financial Retirement Partners provides expert human capital gained through decades of experience working for, and with, the top defined contribution, defined benefit, and deferred compensation service providers in the industry. Our independent perspective has been utilized by thousands of companies nationwide, with billions in retirement plan assets. The economies derived from our scale and national presence make us uniquely qualified to give advisors outstanding resources to evaluate, design and negotiate the highest quality retirement programs for plan sponsors. For more information regarding our firm, please visit our website: [www.lplnlp.com](http://www.lplnlp.com)

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### Introduction: Europe Keeps Stocks From Building on Strong First Quarter

After a very strong first quarter, the second quarter was a different story. The European fiscal crisis and slowing global growth sent stocks falling from the start, as the S&P 500 hit its peak level for 2012 on April 2. During the quarter, the Index lost 2.8% (including dividends), to end at the 1362 level on June 29, 2012. The quarter's losses left the S&P 500 with a 9.5% return year-to-date and 13% below all-time highs set in October 2007.

The second quarter was in some ways the reverse of the first. Progress by European policymakers helped fuel the rally to start the year, but efforts were proven insufficient as peripheral European bond yields rose, and market participants became increasingly worried about a Eurozone break-up. In the United States, after strong economic data helped drive the strong start for stocks early this year, the data began to weaken in March and has been mostly falling short of expectations since. Meanwhile, evidence of China's slowdown began to build, adding to the pressure on global equities.

As is often the case when stocks fall, bond investors fared better than stock investors during the second quarter, as the Barclays Aggregate Bond Index returned 2.1%. Safe-haven buying resulting from Europe's fiscal crisis, the Federal Reserve's (Fed) continued long-term bond purchases, and global growth fears pushed the 10-year Treasury yield down from 2.2% at the start of the quarter to as low as a post-WWII record low 1.47%, before ending the quarter at 1.67%. This environment was especially favorable for long-term government bonds. For the overall bond market, the quarter marked the 14th positive quarterly return out in the past 15 quarters. Year-to-date, the broad bond market index has returned 2.4%.

Commodities offered no protection from the market downdraft, as global growth fears and a strong US dollar contributed to a nearly 5% loss in the broad Commodities Index. Second quarter losses, driven by a nearly 20% drop in Crude Oil, as measured by the Dow Jones-UBS Crude Oil Index, wiped out the modest first quarter gain for Commodities, leaving the broad DJ-UBS Commodity Index with a 3.7% loss year-to-date. Among major individual commodities, only natural gas and wheat generated meaningful gains.

### Key Equities and Fixed Income Takeaways for the Second Half of 2012

**Stock market outlook:** As we discuss in our *2012 Mid-Year Outlook*, we continue to expect the U.S. stock market to post an 8 – 12%\* gain in 2012, backed by mid-to-high single digit earnings growth. With the stock market having returned 9% during the first half, our near-term outlook for the stock market is cautious. We anticipate higher volatility will persist.

**Bond market outlook:** High-grade bond investors should expect modest returns over the balance of the year, as near record-low yields offer little cushion against potentially higher interest rates. We expect corporate bonds, including high-yield, will post modest single-digit gains and outperform government bonds.\*

\*For insight into our forecasts please see our *2012 Mid-Year Outlook* publication.

\*LPL Financial provided this range based on our earnings per share growth estimate for 2012, and a modest expansion in the price-to-earnings ratio.

# Market Commentary

All data as of 6/30/12 unless otherwise noted



## 1 S&P 500 Index: Down Quarter Despite Strongest June Since 1999



Source: FactSet, LPL Financial 06/29/12

The S&P 500 Index is an unmanaged index, which cannot be invested into directly. Past performance is no guarantee of future results.

8.9%, before rallying 6.7% from then through quarter end. Market volatility increased during the quarter. After only one day with over a 1% loss during the first quarter, the S&P 500 lost more than 1% on 12 trading days during the second quarter, roughly one a week on average. The number of days with gains of 1% or more also increased in the quarter, from five in the first quarter to 11. In addition, the VIX, measure of expected stock market volatility hit a 2012 high near 27 on June 1, 2012, before pulling back to the mid-teens by the end of the month, below the average level for the year.

The defensive sectors (Consumer Staples, Health Care, Telecom, and Utilities), those with relatively lower economic sensitivity, produced strong first quarter performance, as stocks fell on Europe's woes and global growth concerns [Figure 2]. The deteriorating macroeconomic outlook pushed Treasury yields lower, increasing the relative attractiveness of interest rate sensitive dividend-rich sectors including Telecom and Utilities, which topped the quarter's sector rankings. The defensive Consumer Staples and Health Care sectors also performed well, generating positive returns as investors favored dividends and stability over economic sensitivity. The two biggest sectors in the S&P 500 in terms of market capitalization, Financials and Technology, were the worst performers during the quarter, as each fell over 6%. The Financials sector was impacted by concerns about exposure to troubled European banks, while Technology was hurt by global growth fears and potential weakness in technology spending. Telecom was the best sector performer during the first half of the year with a 16.5% return.

## Stock Markets: Europe Drags on Quarter

Second quarter losses for the stock market were driven primarily by Europe's ongoing fiscal crisis, but slowdowns in the U.S. and Chinese economies also pressured stock prices during the quarter. Although Greece has remained in the Eurozone, peripheral sovereign bond yields rose back to unsustainably high levels during the quarter. European policymakers' efforts to stem the crisis have mostly disappointed markets, as fears of a potential break-up of the currency union and widespread bank failures have been exacerbated. It is worth noting that meaningful progress was made at the European Union (EU) Summit on the last day of the quarter, where leaders agreed to use rescue funds to directly recapitalize banks, terms of the Spanish bank bailout were eased, and Europe moved closer to a banking union. In the U.S., the strong economic data that drove stocks higher during the first quarter reversed, and data began to consistently fall short of expectations. Overseas, the growth picture in Europe worsened as several countries in the region entered or neared recession. And growth in China slowed, sparking fears of a potential "hard landing."

A strong June prevented bigger losses for stocks during the quarter [Figure 1]. After 0.6% and 6.0% losses in April and May, the strongest June for the S&P 500 in over a decade limited the quarter's losses to only 3.3%. From the start of the quarter through the June 1, 2012 low, the S&P 500 lost

## 2 Q2 2012 Performance of S&P 500 Sectors: Defensives Led the Quarter, (Sorted by Q2 2012 Returns)

Sector	Q2	YTD
Telecom	14.1%	16.5%
Utilities	6.6%	4.8%
Consumer Staples	2.9%	8.6%
Health Care	1.8%	11.0%
Consumer Discretionary	-2.6%	13.0%
<b>S&amp;P 500</b>	<b>-2.8%</b>	<b>9.5%</b>
Industrials	-3.6%	7.4%
Materials	-4.2%	6.5%
Energy	-6.0%	-2.3%
Technology	-6.7%	13.4%
Financials	-6.8%	13.7%

Source: FactSet, LPL Financial 06/29/12

Because of their narrow focus, sector investing will be subject to greater volatility than investing more broadly across many sectors and companies.

Past performance is no guarantee of future results.



## Market Commentary

All data as of 6/30/12 unless otherwise noted



The Large and Small Cap benchmarks registered similar losses during the quarter, as the Russell 1000 and Russell 2000 Indexes lost 3.1% and 3.5%, respectively. Mid Caps were the worst market capitalization cadre, as the Russell Midcap Index lost 4.4% during the quarter. Year-to-date, Large Caps have performed best, as the Russell 1000 returned 9.4% during the first half of the year to outpace Small by 90 basis points and Mid by 140 basis points. Style performance saw Value hold up better than Growth on the back of gains in the Value-heavy income sectors (Telecom and Utilities). Financials and Technology suffered similar losses during the quarter and therefore had little impact on Value outperformance during the quarter. Despite the roughly 150 basis points of outperformance by the Russell 3000 Value Index versus its Growth counterpart during the quarter, Growth still holds a slight lead over Value year-to-date thanks to strong first quarter performance.

The nearly 3% loss for the primary U.S. equity market benchmark, the S&P 500, during the quarter was still enough to handily outperform the developed foreign and emerging markets. The U.S. outperformance versus the MSCI Emerging Markets and MSCI EAFE Indexes during the quarter made it four out of five quarters where the U.S. was the best major region to invest. During the quarter, the Large Foreign benchmark lost 6.9% while the MSCI Emerging Markets Index lost 8.8%. Developed foreign market weakness was not just Europe driven, although the region was certainly a big part of it. The MSCI Japan Index actually lost slightly more (-7.3%) than the MSCI Europe Index(-7.1%). Emerging Markets were hurt by falling commodity prices, as natural resources are a significant portion of several key emerging market countries including Russia and Brazil. Meanwhile, persistent concerns about a Chinese “hard landing,” or a more pronounced slowdown, weighed on Chinese equities and the equity markets of some of China’s key trading partners. Overall, a strengthening US dollar during the quarter was a key contributor to U.S. outperformance.

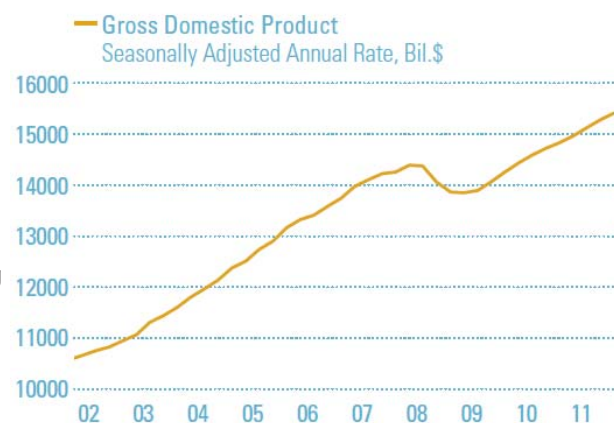
### Economy: Deteriorating Global Economic Backdrop Pressured Financial Markets in the Second Quarter

The U.S. economy slowed during the first quarter after accelerating and growing at a reasonable pace during the fourth quarter of 2011. Some of the slowdown in the U.S. economy during the second quarter is payback for the unseasonably warm weather during the first quarter. However, the benefit of lower inflation from falling energy and other commodity costs should help offset some of the weather impact and enable the economy to continue to grow at a modest pace during the second half of the year.

During the first quarter, Gross Domestic Product (GDP) growth slowed to 1.9% annualized compared with 3.0% during the fourth quarter [Figure 3]. Business capital spending and inventories both slowed, offsetting a slight pickup in consumer spending and exports and a smaller drop in government spending. After fourth quarter data (reported during the first quarter) mostly exceeded expectation and provided a favorable macroeconomic backdrop for the stock market during the first quarter, first quarter data (reported in the second quarter) overwhelmingly fell short of expectations. Weakness reflected worsening economic conditions in Europe and slower growth in China.

Data so far for the second quarter has mostly disappointed market participants, causing many to lower their estimates for second quarter GDP. Our estimate for the quarter’s economic growth pace remains at 2%, consistent with our forecast for the year as noted in our *2012 Outlook* publication and reiterated in our *2012 Mid-Year Outlook*. Stocks did respond more favorably to the economic backdrop in June,

#### 3 Gross Domestic Product: Modest Growth Continued in the First Half



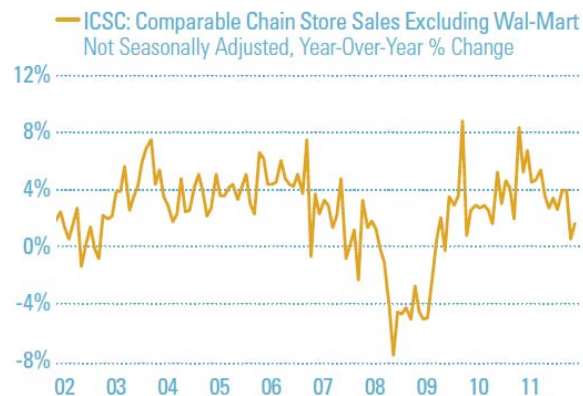
Source: Bureau of Economic Analysis, Haver Analytics 06/25/12

## Market Commentary

All data as of 6/30/12 unless otherwise noted



### 4 Same-Store Sales Growth for Retailers Is Slowing



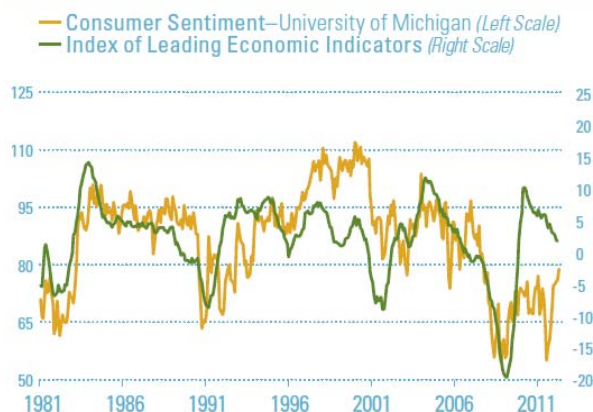
Source: ICSC, Haver Analytics 06/25/12

buoyed by further progress in Europe toward keeping Greece in the Eurozone, stabilizing Spanish banks, and bringing down yields on Spanish and Italian debt. Central banks around the world were supportive of the macro backdrop as well, as the Fed extended its "Operation Twist" program and the European Central Bank eased collateral rules.

For evidence of the slowing U.S. economy, one need not look any further than the job market. After adding an average of 252,000 nonfarm payrolls during the three months ending in February 2012, the U.S. economy added only an average of 96,000 jobs during the three months ending in May. The unemployment rate has remained stubbornly higher during this period at over 8% (8.2% in May 2012), while initial jobless claims are near 2012 highs in the 390,000 range after dropping to 360,000 late in the first quarter. These data paint a picture of a job market that has stalled, likely due to a combination of Europe fears and concerns about the domestic fiscal cliff. As detailed in our *2012 Mid-Year Outlook*, the fiscal cliff is tax increases and spending cuts that will kick in on January 1, 2013 if Congress fails to act to soften the blow that would amount to a more than 3% hit to 2013 GDP.

Other data points provide further evidence of the economic slowdown. Retail sales growth has slowed, with same-store sales growth falling from the 4% year-over-year pace in the first quarter to less than 2% in the most recent reading for May [Figure 4]. This suggests slowing consumer spending growth in the second quarter. Consumer confidence has improved but remains depressed [Figure 5], consistent with recent consumer spending trends. Leading economic indicators are still pointing to modest growth, not recession. In terms of business spending, the Institute for Supply Management (ISM) and durable goods data indicate business spending will likely be only a modest positive contributor to second quarter GDP.

### 5 Meeting in the Middle: Gap Between Facts and Feelings Has Narrowed in 2012



Source: FactSet, LPL Financial 06/29/12

The index of leading economic indicators (LEI) is an economic variable, such as private-sector wages, that tends to show the direction of future economic activity.

### Commodities: Economically Sensitive Metals Led the Way

Commodities are shaping up to be the worst-performing major asset class in 2012, following marginal returns during the first quarter and a second quarter loss of 4.6% based on the Dow Jones-UBS Commodity Index. At the macro level, a pullback in global equity markets, continued uncertainty in Europe, and slowing growth in China and the U.S. steered investors away from more volatile asset classes into traditionally safer haven investments. This safe-haven buying propelled Treasuries higher, which in turn drove the dollar higher and further acted as a drag on commodity prices.

Much of the lackluster second quarter performance for Commodities is attributable to a significant pullback in Oil prices, which fell from \$103 per barrel to start the quarter to \$85 at quarter end, an 18% decline [West Texas Intermediate, Figure 6]. If not for a \$7 (9%) spike on the last day of the quarter (June 29, 2012), Oil would have fallen 27% during the quarter to below \$80. The significant decline was driven by a combination of factors, including slowing global economic growth, easing tensions in the Middle East, and a spike in inventories that are near multi-decade highs.

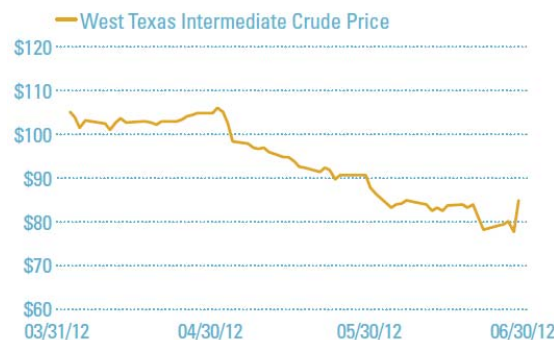
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## Market Commentary

All data as of 6/30/12 unless otherwise noted



### 6 West Texas Intermediate Crude: Sharp Pullback in Oil Prices



Source: FactSet, LPL Financial 06/29/12

The fast price swings in commodities and currencies will result in significant volatility in an investor's holdings.

### 7 Slowing Chinese Economy Weighed on Copper\*\*



Source: FactSet, LPL Financial 06/29/12

Precious metal investing is subject to substantial fluctuation and potential for loss.

\*\* The fast price swings in commodities and currencies will result in significant volatility in an investor's holdings.

Due to a slowing Chinese economy, which weighed on global demand, industrial metals underperformed precious metals during the second quarter. Copper, the more economically and China-sensitive industrial metal fell 10.1% [Figure 7] compared with gold, which held up relatively well, losing just 5.8% in the quarter to end near \$1600 on June 29, 2012 [Figure 8]. Gold garnered support from the prospect of more monetary stimulus and low interest rates, which reduced the opportunity cost for holding gold as an alternative currency and store of value, but still fell more than U.S. stocks during the quarter based on the S&P 500.

Agriculture followed the rest of the major commodities lower during April and May before a June rally pushed the Dow Jones-UBS Agriculture Index into positive territory for the quarter with a 2.2% return, well ahead of the nearly 5% loss for the broad Commodities Index during the quarter. Thanks to late June strength, Agriculture returned a respectable 5.5% during the first half of the year, well ahead of the 3.7% loss for the broad Commodities Index but behind the 9.5% return for the S&P 500 [Figure 9].

### Fixed Income

After a flat first quarter, the broad bond market, as measured by the Barclays Capital Aggregate Bond Index, returned 2.1% during the second quarter. The gain was the 14th out of the past 15 quarters for the Index. High-grade bonds outperformed Corporates, though all major bond sectors produced positive returns during the quarter as falling interest rates contributed positively to returns, offsetting some modest spread widening in the Corporate sector. The 10-year Treasury yield touched new record lows during the quarter at 1.47% on June 1, 2012, after starting the quarter at 2.23%, before Treasuries sold off over the balance of June resulting in a quarter-end yield at 1.67% [Figure 10]. Corporate bond spreads widened modestly despite improving credit fundamentals, related to Europe's woes and safe-haven buying of U.S. Treasuries. Companies continue to further improve balance sheets by reducing debt, lowering borrowing costs through refinancing, and growing cash balances.

### 8 Gold Held Up Relatively Well on Stimulus Hopes\*\*



Source: FactSet, LPL Financial 06/29/12

Precious metal investing is subject to substantial fluctuation and potential for loss.

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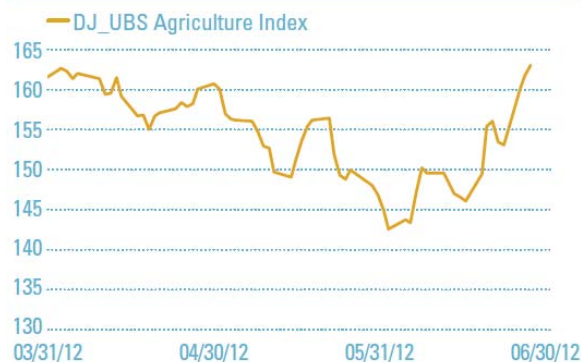


## Market Commentary

All data as of 6/30/12 unless otherwise noted



### 9 Agriculture Commodities Benefitted From Unseasonably Warm Weather\*\*



Source: FactSet, LPL Financial 06/29/12

Agriculture Commodities investing is subject to substantial fluctuation and potential for loss.

The Dow Jones - UBS Agriculture Index is an unmanaged index which cannot be invested into directly. Past performance is no guarantee of future results.

with a positive return of 0.6% after removing the negative impact of the rising dollar on foreign returns. Even without the currency drag, foreign government bonds were still unable to keep up with U.S. Treasuries due to worries about the credit-worthiness of peripheral European countries and the potential exposure for Germany and the rest of the European Union (EU).

### 10 10-Year U.S. Treasury Yield Reached Post-WWII Record Lows in Early June



Source: Bloomberg, LPL Financial 06/29/12

Long-term high-quality bonds, as measured by the Barclays Capital Government/Credit Long Index, posted a stellar 7.3% return during the second quarter, as falling interest rates boosted returns. Europe's woes, the Fed's commitment to keep low interest rates until 2014, and the Fed's ongoing bond purchase program (Operation Twist) all drove a safe-having buying of U.S. Treasuries. The Fed extended Operation Twist through the end of the year, as the market anticipated, which may continue to support intermediate and long-dated bonds. Returns were concentrated in April and May as Treasury yields troughed on June 1, 2012, before a modest sell-off in U.S. Treasuries began in early June amid increasing hopes for progress in Europe. Among other high-quality bond sectors, Treasury Inflation Protected Securities (TIPS) posted a solid 3.1% return during the second quarter, slightly outpacing U.S. Treasuries (+2.8%), given the benefit from inflation protection. Relative performance of credit sensitive sectors of the bond market were mixed, as Investment-Grade Corporates bested the Barclays Aggregate Bond Index with a 2.5% return, but High-Yield Bonds returned 1.8%, falling short of the broad bond market benchmark. Mortgages also failed to keep up with the broad bond market, as the Barclays Fixed Rate Mortgage-Backed Securities Index returned 1.1% during the quarter. The small benefit from the modest income premium relative to U.S. Treasuries was overwhelmed by an inability to keep up with Treasuries during flights to safety, partially due to shorter duration that comes with refinancing activity.

Looking overseas, Emerging Markets Debt also generated solid gains, as the JP Morgan Emerging Markets Bond Index returned 2.5% during the quarter, benefiting from falling interest rates in the U.S. and emerging market central banks continuing to lower interest rates. Foreign developed market bonds produced a negative quarterly return, as the Citigroup Non- US World Government Bond - Unhedged Index lost 0.6% after a 0.2% loss during the first quarter. The hedged version of that index fared better during the quarter,

\*\* The fast price swings in commodities and currencies will result in significant volatility in an investor's holdings.

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## IMPORTANT DISCLOSURES

The opinions voiced in this material are for general information only and are not intended to provide specific advice or recommendations for any individual. To determine which investment (s) may be appropriate for you, consult your financial advisor prior to investing. All performance reference is historical and is no guarantee of future results. All indices are unmanaged and cannot be invested into directly.

Stock investing may involve risk including loss of principal.

International investing involves special risks, such as currency fluctuation and political instability, and may not be suitable for all investors.

Bonds are subject to market and interest rate risk if sold prior to maturity. Bond values and yields will decline as interest rates rise and bonds are subject to availability and change in price.

Corporate bonds are considered higher risk than government bonds but normally offer a higher yield and are subject to market, interest rate and credit risk as well as additional risks based on the quality of issuer coupon rate, price, yield, maturity and redemption features.

Government bonds and Treasury Bills are guaranteed by the U.S. government as to the timely payment of principal and interest and, if held to maturity, offer a fixed rate of return and fixed principal value. However, the value of fund shares is not guaranteed and will fluctuate.

Because of their narrow focus, sector investing will be subject to greater volatility than investing more broadly across many sectors and companies.

Precious metal investing is subject to substantial fluctuation and potential for loss.

The fast price swings in commodities and currencies will result in significant volatility in an investor's holdings.

Mortgage-Backed Securities are subject to credit, default risk, prepayment risk that acts much like call risk when you get your principal back sooner than the stated maturity, extension risk, the opposite of prepayment risk, and interest rate risk.

Treasury inflation-protected securities (TIPS) help eliminate inflation risk to your portfolio as the principal is adjusted semiannually for inflation based on the Consumer Price Index - while providing a real rate of return guaranteed by the U.S. Government.

Bank Loans are loans issued by below investment-grade companies for short-term funding purposes with higher yield than short-term debt and involve risk.

High-Yield/Junk Bonds are not investment-grade securities, involve substantial risks, and generally should be part of the diversified portfolio of sophisticated investors.

Municipal bonds are subject to availability, price, and to market and interest rate risk if sold prior to maturity. Bond values will decline as interest rate rise. Interest income may be subject to the alternative minimum tax. Federally tax-free but other state and local taxes may apply.

International and emerging markets investing involves special risks such as currency fluctuation and political instability and may not be suitable for all investors.

The Federal Open Market Committee action known as Operation Twist began in 1961. The intent was to flatten the yield curve in order to promote capital inflows and strengthen the dollar. The Fed utilized open market operations to shorten the maturity of public debt in the open market. The action has subsequently been reexamined in isolation and found to have been more effective than originally thought. As a result of this reappraisal, similar action has been suggested as an alternative to quantitative easing by central banks.

Materials Sector: Companies that are engaged in a wide range of commodity-related manufacturing. Included in this sector are companies that manufacture chemicals, construction materials, glass, paper, forest products and related packaging products, metals, minerals and mining companies, including producers of steel.

Energy Sector: Companies whose businesses are dominated by either of the following activities: The construction or provision of oil rigs, drilling equipment and other energy-related service and equipment, including seismic data collection. The exploration, production, marketing, refining and/or transportation of oil and gas products, coal and consumable fuels.

HealthCare Sector: Companies are in two main industry groups—Health Care equipment and supplies or companies that provide health care-related services, including distributors of health care products, providers of basic health care services, and owners and operators of health care facilities and organizations. Companies primarily involved in the research, development, production, and marketing of pharmaceuticals and biotechnology products.

Utilities Sector: Companies considered electric, gas or water utilities, or companies that operate as independent producers and/or distributors of power.

Consumer Staples Sector: Companies whose businesses are less sensitive to economic cycles. It includes manufacturers and distributors of food, beverages and tobacco, and producers of non-durable

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## Market Commentary

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household goods and personal products. It also includes food and drug retailing companies.

Consumer Discretionary Sector: Companies that tend to be the most sensitive to economic cycles. Its manufacturing segment includes automotive, household durable goods, textiles and apparel, and leisure equipment. The service segment includes hotels, restaurants and other leisure facilities, media production and services, consumer retailing and services and education services.

Telecommunications Services Sector: Companies that provide communications services primarily through a fixed line, cellular, wireless, high bandwidth and/or fiber-optic cable network.

Financials Sector: Companies involved in activities such as banking, consumer finance, investment banking and brokerage, asset management, insurance and investment, and real estate, including REITs.

Industrials Sector: Companies whose businesses manufacture and distribute capital goods, including aerospace and defense, construction, engineering and building products, electrical equipment and industrial machinery. Provide commercial services and supplies, including printing, employment, environmental and office services. Provide transportation services, including airlines, couriers, marine, road and rail, and transportation infrastructure.

Technology Software & Services Sector: Companies include those that primarily develop software in various fields such as the internet, applications, systems and/or database management and companies that provide information technology consulting and services; technology hardware & equipment, including manufacturers and distributors of communications equipment, computers and peripherals, electronic equipment and related instruments, and semiconductor equipment and products.

MSCI EAFE is made up of approximately 1,045 equity securities issued by companies located in 19 countries and listed on the stock exchanges of Europe, Australia, and the Far East. All values are expressed in US dollars. All values are expressed in US dollars. Past performance is no guarantee of future results.

The MSCI Japan Index is a free-float adjusted market capitalization weighted index that is designed to track the equity market performance of Japanese securities listed on Tokyo Stock Exchange, Osaka Stock Exchange, JASDAQ and Nagoya Stock Exchange. The MSCI Japan Total Return Index takes into account both price performance and income from dividend payments. The MSCI Japan Index is constructed based on the MSCI Global Investable Market Indices Methodology, targeting free-float market capitalization coverage of 85%. The index has a base date of December 31, 1987.

The MSCI Europe Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in Europe. As of June 2007, the MSCI Europe Index consisted of the following 16 developed market country indices: Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, and the United Kingdom.

The Barclays Capital Long Government/Credit Index measures the investment return of all medium and larger public issues of U.S. Treasury, agency, investment-grade corporate, and investment-grade international dollar-denominated bonds with maturities longer than 10 years. The average maturity is approximately 20 years.

The University of Michigan Consumer Sentiment Index (MCSI) is a survey of consumer confidence conducted by the University of Michigan. The Michigan Consumer Sentiment Index (MCSI) uses telephone surveys to gather information on consumer expectations regarding the overall economy.

The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. As of May 2005 the MSCI Emerging Markets Index consisted of the following 26 emerging market country indices: Argentina, Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Israel, Jordan, Korea, Malaysia, Mexico, Morocco, Pakistan, Peru, Philippines, Poland, Russia, South Africa, Taiwan, Thailand, Turkey and Venezuela.

The Standard & Poor's 500 Index is a capitalization-weighted index of 500 stocks designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

The CRB Commodities Index is a measure of price movements of 22 sensitive basic commodities whose markets are presumed to be among the first to be influenced by changes in economic conditions. As such, it serves as one early indication of impending changes in business activity.

The Russell Mid Cap Index offers investors access to the mid cap segment of the U.S. equity universe. The Russell Mid Cap Index is constructed to provide a comprehensive and unbiased barometer for the mid-cap segment and is completely reconstituted annually to ensure larger stocks do not distort the performance and characteristics of the true mid cap opportunity set. The Russell Mid Cap Index includes the smallest 800 securities in the Russell 1000.

J.P. Morgan Emerging Markets Bond Index Global (EMBI Global) tracks total returns for U.S. dollar denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities:

## Market Commentary

All data as of 6/30/12 unless otherwise noted



Brady bonds, loans, Eurobonds. Currently, the EMBI Global covers 188 instruments across 33 countries.

The Dow Jones - UBS Commodity Index is composed of futures contracts on 19 physical commodities. Unlike equities, which entitle the holder to a continuing stake in a corporation, commodity futures contracts specify a delivery date for the underlying physical commodity.

Barclays Capital U.S. MBS Index measures the performance of investment grade fixed-rate mortgage-backed pass-through securities of GNMA, FNMA, and FHLMC.

The Citigroup World Government Bond Index is a market-capitalization-weighted index consisting of the government bond markets. Country eligibility is determined based on market capitalization and investability criteria. All issues have a remaining maturity of at least one year.

The Barclays Municipal Bond Index is a market capitalization-weighted index of investment-grade municipal bonds with maturities of at least one year. All indices are unmanaged and include reinvested dividends. One cannot invest directly in an index. Past performance is no guarantee of future results.

This Barclays Aggregate Bond Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment-grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

The Barclays Capital High Yield Index covers the universe of publicly issued debt obligations rated below investment grade. Bonds must be rated below investment-grade or high-yield (Ba1/BB+ or lower), by at least two of the following ratings agencies: Moody's, S&P, Fitch. Bonds must also have at least one year to maturity, have at least \$150 million in par value outstanding, and must be US dollar denominated and non-convertible. Bonds issued by countries designated as emerging markets are excluded.

The Barclays Capital High Yield Municipal Bond Index is an unmanaged index made up of bonds that are non-investment grade, unrated, or rated below Ba1 by Moody's Investors Service with a remaining maturity of at least one year.

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# Portfolio Style Report

All data as of 6/30/12 unless otherwise noted



## U.S. Equity Style

	VALUE	BLEND	GROWTH
LARGE	Vanguard Value Index Instl	Vanguard Institutional Index Instl	Vanguard Growth Index Instl
MEDIUM			
SMALL			Vanguard Extended Market Idx Instl*

The vertical axis of equity funds shows the market capitalization of the stocks owned and the horizontal axis shows the investment style.

## Foreign/World Equity Style

	VALUE	BLEND	GROWTH
LARGE		Vanguard FTSE All-World ex-US Index Inst	
MEDIUM			
SMALL			

The vertical axis of equity funds shows the market capitalization of the stocks owned and the horizontal axis shows the investment style.

## Fixed Income Style

	LIMITED	MODERATE	EXTENSIVE
HIGH		Vanguard Total Bond Market Index Inst	
MEDIUM			
LOW			

For Plan Sponsor use only. Not for public distribution. ^ Five years, or longest timeframe if track record is less than five years

NS = LPL Financial Retirement Partners Score not available at this time. Note that LPL Financial Retirement Partners Score is not provided for Index funds, footnoted as (I)

\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.

\*\* Returns in this fund reflect the historical performance of its oldest share class, adjusted to reflect updated fees and expenses.

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# Portfolio Style Report

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The vertical axis of fixed income funds shows the average credit quality of the bonds owned, and the horizontal axis shows interest rate sensitivity as measured by a bond's duration.

## Other Styles

	TARGET DATE FUNDS	ASSET ALLOCATION	SPECIALTY
	Vanguard Target Retirement 2010 Inv Vanguard Target Retirement 2020 Inv Vanguard Target Retirement 2030 Inv Vanguard Target Retirement 2040 Inv Vanguard Target Retirement 2050 Inv	CUNA Mutual Lifestyle Aggressive CUNA Mutual Lifestyle Income CUNA Mutual Lifestyle Conservative CUNA Mutual Lifestyle Moderate	Cuna Mutual Diversified Equitiy

Target Date, Asset Allocation, and Specialty Asset Category boxes have been segregated from the traditional Equity Style box to distinguish funds assigned to them. Multisector funds are typically not categorized within the Morningstar StyleBox.

Funds not included in style charts:

Cuna Stable Value  
3 Year GIC

Style Drift:

\*Fund VIEIX has an overall Morningstar assigned asset category of Medium Cap Blend, but is assigned Small Cap Growth for this reporting quarter.

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NS = LPL Financial Retirement Partners Score not available at this time. Note that LPL Financial Retirement Partners Score is not provided for Index funds, footnoted as (I)  
\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.  
\*\* Returns in this fund reflect the historical performance of its oldest share class, adjusted to reflect updated fees and expenses.

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# Asset Allocation by Fund

All data as of 6/30/12 unless otherwise noted



Ticker	Fund Name	Assets	Percentage
<b>Large Value</b>		<b>\$931,625.00</b>	<b>3.38%</b>
	Vanguard Value Index Instl - VIVIX	\$931,625.00	3.38%
<b>Large Blend</b>		<b>\$3,376,743.00</b>	<b>12.27%</b>
	Vanguard Institutional Index Instl - VINIX	\$3,376,743.00	12.27%
<b>Large Growth</b>		<b>\$818,463.00</b>	<b>2.97%</b>
	Vanguard Growth Index Instl - VIGIX	\$818,463.00	2.97%
<b>Mid-Cap Blend</b>		<b>\$2,540,959.00</b>	<b>9.23%</b>
	Vanguard Extended Market Idx Instl - VIEIX	\$2,540,959.00	9.23%
<b>Conservative Allocation</b>		<b>\$2,858,039.00</b>	<b>10.38%</b>
	CUNA Mutual Lifestyle Conservative - Cons	\$2,280,997.00	8.29%
	CUNA Mutual Lifestyle Income - CIT Income	\$577,042.00	2.10%
<b>Moderate Allocation</b>		<b>\$2,681,103.00</b>	<b>9.74%</b>
	CUNA Mutual Lifestyle Moderate - Mod	\$2,681,103.00	9.74%
<b>Aggressive Allocation</b>		<b>\$2,535,450.00</b>	<b>9.21%</b>
	CUNA Mutual Lifestyle Aggressive - Aggressive	\$2,535,450.00	9.21%
<b>Foreign Large Blend</b>		<b>\$1,576,806.00</b>	<b>5.73%</b>
	Vanguard FTSE All-World ex-US Index Inst - VFWSX	\$1,576,806.00	5.73%
<b>Money Market/Stable Value</b>		<b>\$4,594,618.00</b>	<b>16.69%</b>
	3 Year GIC - GIC	\$70,103.00	0.25%
	Cuna Stable Value - Fixed Annuity	\$4,524,515.00	16.43%
<b>Intermediate-Term Bond</b>		<b>\$3,244,852.00</b>	<b>11.79%</b>
	Vanguard Total Bond Market Index Inst - VBTIX	\$3,244,852.00	11.79%
<b>Target Date 2000-2010</b>		<b>\$49,676.00</b>	<b>0.18%</b>
	Vanguard Target Retirement 2010 Inv - VTENX	\$49,676.00	0.18%
<b>Target Date 2016-2020</b>		<b>\$1,188,057.00</b>	<b>4.32%</b>
	Vanguard Target Retirement 2020 Inv - VTWNX	\$1,188,057.00	4.32%

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## Asset Allocation by Fund

All data as of 6/30/12 unless otherwise noted



<b>Target Date 2026-2030</b>	<b>\$724,094.00</b>	<b>2.63%</b>
Vanguard Target Retirement 2030 Inv - VTHRX	\$724,094.00	2.63%
<b>Target Date 2036-2040</b>	<b>\$212,719.00</b>	<b>0.77%</b>
Vanguard Target Retirement 2040 Inv - VFORX	\$212,719.00	0.77%
<b>Target Date 2046-2050</b>	<b>\$39,459.00</b>	<b>0.14%</b>
Vanguard Target Retirement 2050 Inv - VFIFX	\$39,459.00	0.14%
<b>Miscellaneous Sector</b>	<b>\$157,710.00</b>	<b>0.57%</b>
Cuna Mutual Diversified Equity - N/A	\$157,710.00	0.57%
<b>TOTAL</b>	<b>\$27,530,373.00</b>	<b>100.00%</b>

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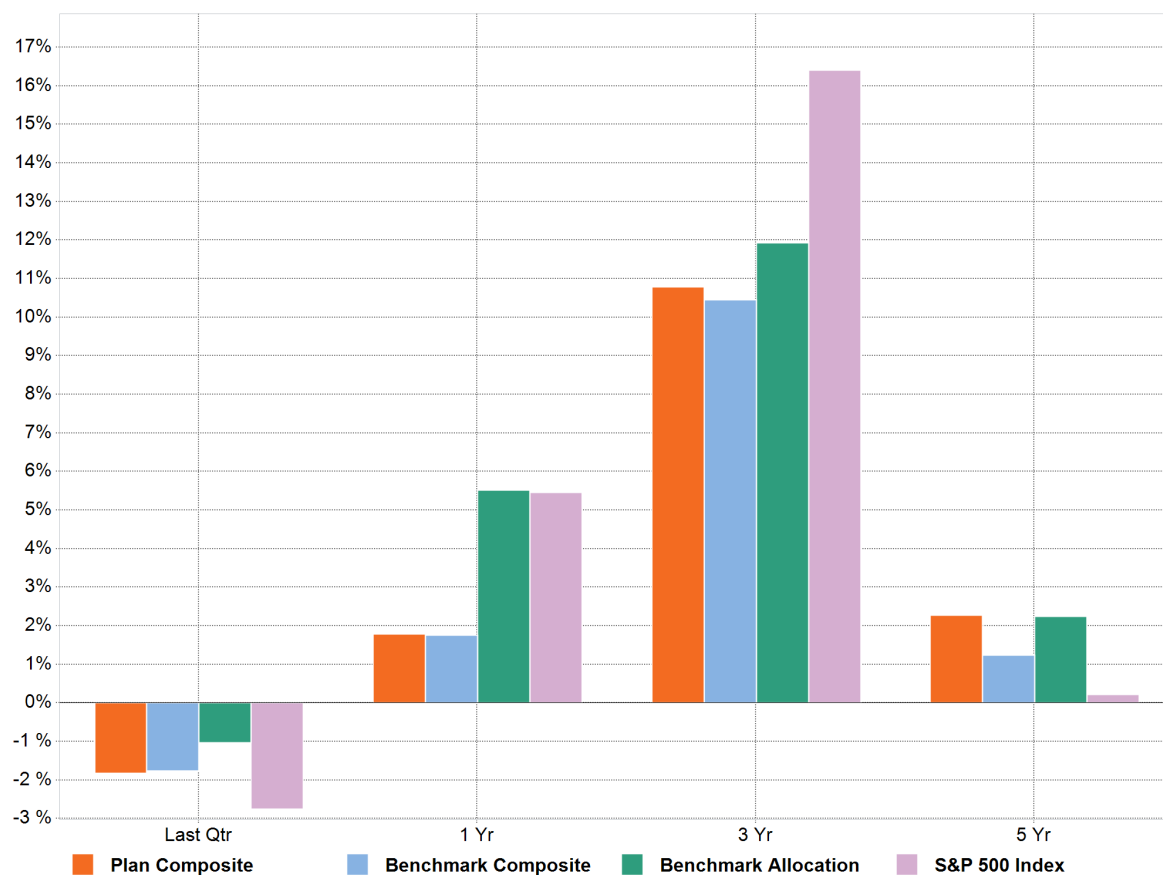
# Plan Composite Return Analysis

All data as of 6/30/12 unless otherwise noted



Fund	Last QTR	YTD	1 YR	3 YRS	5 YRS	Gross Exp.	Net Exp.	Peer Avg. Net Exp. Ratio
<b>Plan Composite Return</b>	<b>-1.82</b>	<b>4.95</b>	<b>1.78</b>	<b>10.78</b>	<b>2.28</b>	<b>0.13</b>	<b>0.13</b>	<b>1.06</b>
Benchmark Composite Return	-1.76	5.22	1.76	10.45	1.24	n/a	n/a	n/a
Benchmark Allocation Return (60/30/10)	-1.03	6.41	5.52	11.93	2.25	n/a	n/a	n/a
S&P 500 Index	-2.75	9.49	5.45	16.40	0.22	n/a	n/a	n/a

Benchmark Allocation Return composed of 60% S&P 500, 30% BarCap US Agg Bond and 10% US Treas T-Bill



## Benchmark Composite Return Composition

USTREAS T-Bill Auction Ave 3 Mon	16.68%
S&P 500	12.27%
Barclays U.S. Aggregate	11.79%
Morningstar Conservative Allocation	10.39%
Morningstar Moderate Allocation	9.74%
Russell Midcap	9.23%
S&P 500 (80%) & BarCap US Agg Bond (20%)	9.21%
MSCI EAFE Index	5.73%
Morningstar Target Date 2016-2020	4.32%
Russell 1000 Value	3.38%
Russell 1000 Growth	2.97%
Morningstar Target Date 2026-2030	2.63%
Morningstar Target Date 2036-2040	0.77%
S&P 500 TR	0.57%
Morningstar Target Date 2000-2010	0.18%
Other Benchmarks	0.14%

The Plan Composite Return is presented net of fees. The Composite Benchmark and the individual benchmarks are shown gross of fees.

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# Executive Summary

All data as of 6/30/12 unless otherwise noted



End of quarter 2 of 2012

Large Value	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Value Index Instl - VIVIX**	\$931,625	10 of 12	9	8	11	11	11	10	
Large Blend	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Institutional Index Instl - VINIX	\$3,376,743	11 of 12	12	12	12	12	12	12	
Large Growth	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Growth Index Instl - VIGIX**	\$818,463	12 of 12	11	11	9	10	9	12	
Mid-Cap Blend	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Extended Market Idx Instl - VIEIX**	\$2,540,959	11 of 12	12	10	11	12	12	12	
Conservative Allocation	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	CUNA Mutual Lifestyle Income - CIT Income	\$577,042	0 of 12	-	-	-	-	-	-	
	CUNA Mutual Lifestyle Conservative - Cons	\$2,280,997	0 of 12	-	-	-	-	-	-	
Moderate Allocation	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	CUNA Mutual Lifestyle Moderate - Mod	\$2,681,103	0 of 12	-	-	-	-	-	-	
Aggressive Allocation	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	CUNA Mutual Lifestyle Aggressive - Aggressive	\$2,535,450	0 of 12	-	-	-	-	-	-	
Foreign Large Blend	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard FTSE All-World ex-US Index Inst - VFWSX	\$1,576,806	10 of 12	10	-	-	-	-	-	
Money Market/Stable Value	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Cuna Stable Value - Fixed Annuity	\$4,524,515	0 of 12	-	-	-	-	-	-	
	3 Year GIC - GIC	\$70,103	0 of 12	-	-	-	-	-	-	
Intermediate-Term Bond	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Total Bond Market Index Inst - VBTIX**	\$3,244,852	10 of 12	9	10	11	9	9	11	

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NS = LPL Financial Retirement Partners Score not available at this time. Note that LPL Financial Retirement Partners Score is not provided for Index funds, footnoted as (I)

\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.

\*\* Returns in this fund reflect the historical performance of its oldest share class, adjusted to reflect updated fees and expenses.

Legend:   Proposed Fund   Meets Criteria   Does Not Meet

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# Executive Summary

All data as of 6/30/12 unless otherwise noted



End of quarter 2 of 2012

Target Date 2000-2010	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Target Retirement 2010 Inv - VTENX	\$49,676	12 of 12	12	11	12	11	10	10	
Target Date 2016-2020	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Target Retirement 2020 Inv - VTW NX	\$1,188,057	12 of 12	12	11	12	12	10	10	
Target Date 2026-2030	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Target Retirement 2030 Inv - VTHR X	\$724,094	12 of 12	12	12	12	12	10	10	
Target Date 2036-2040	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Target Retirement 2040 Inv - VFOR X	\$212,719	12 of 12	12	11	12	12	10	10	
Target Date 2046-2050	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Vanguard Target Retirement 2050 Inv - VFIF X	\$39,459	12 of 12	11	11	12	11	10	10	
Miscellaneous Sector	Fund Name	Assets	Fund Score	1Q12	4Q11	3Q11	2Q11	1Q11	4Q10	Action
	Cuna Mutual Diversified Equity - N/A	\$157,710	0 of 12	-	-	-	-	-	-	

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NS = LPL Financial Retirement Partners Score not available at this time. Note that LPL Financial Retirement Partners Score is not provided for Index funds, footnoted as (I)

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Legend:   Proposed Fund   Meets Criteria   Does Not Meet

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# Performance Summary

All data as of 6/30/12 unless otherwise noted



*The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end please visit <http://advisor.morningstar.com/familyinfo.asp>*

*Standardized Returns assume reinvestment of dividends and capital gains. It depicts performance without adjusting for the effects of taxation or any applicable maximum sales charges but are adjusted to reflect ongoing fund expenses. If adjusted for taxation or maximum sales charges, the performance quoted would be significantly reduced. For variable annuities (if applicable), additional expenses will be taken in account, including M & E risk charges, fund-level expenses such as management fees and operating fees, and contract-level administration fees charges such as surrender, contract and sales charges.*

## Annualized Returns 6/30/12

Fund	Annualized Returns (Peer Group % Rank)							Incept. Date	Exp. Ratio %		Website
Large Value	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Value Index Instl - VIVIX**	-2.42	7.91	2.58 (30)	15.31 (23)	-2.05 (49)	5.37 (32)	3.52	7/2/1998	0.08	0.08	<a href="http://www.vanguard.com">www.vanguard.com</a>
Peer Group Median	n/a	n/a	0.64	13.83	-2.08	n/a	-	-	-	-	n/a
Russell 1000 Value	-2.20	8.68	3.01	15.80	-2.19	5.28	-	-	-	-	n/a
Large Blend	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Institutional Index Instl - VINIX	-2.75	9.48	5.43 (10)	16.39 (13)	0.25 (24)	5.35 (27)	8.59	7/31/1990	0.04	0.04	<a href="http://www.vanguard.com">www.vanguard.com</a>
Peer Group Median	n/a	n/a	1.78	14.28	-0.64	n/a	-	-	-	-	n/a
S&P 500	-2.75	9.49	5.45	16.40	0.22	5.33	-	-	-	-	n/a
Large Growth	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Growth Index Instl - VIGIX**	-3.85	10.79	6.52 (8)	17.70 (16)	3.10 (17)	6.06 (27)	3.29	5/14/1998	0.08	0.08	<a href="http://www.vanguard.com">www.vanguard.com</a>
Peer Group Median	n/a	n/a	1.07	14.70	0.92	n/a	-	-	-	-	n/a
Russell 1000 Growth	-4.02	10.08	5.76	17.50	2.87	6.03	-	-	-	-	n/a
Mid-Cap Blend	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Extended Market Idx Instl - VIEIX**	-4.91	8.82	-2.40 (23)	19.06 (16)	1.52 (24)	8.62 (10)	6.78	7/7/1997	0.12	0.12	<a href="http://www.vanguard.com">www.vanguard.com</a>
Peer Group Median	n/a	n/a	-3.63	16.38	-0.39	n/a	-	-	-	-	n/a
Russell Midcap	-4.40	7.97	-1.65	19.44	1.06	8.45	-	-	-	-	n/a
Conservative Allocation	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
CUNA Mutual Lifestyle Conservative - Cons	-0.54	3.95	3.51 (n/a)	9.54 (n/a)	4.14 (n/a)	6.61 (n/a)	6.42	06/30/1997	0.25	0.24	n/a
CUNA Mutual Lifestyle Income - CIT Income	0.77	3.20	5.49 (n/a)	8.17 (n/a)	5.35 (n/a)	6.11 (n/a)	6.24	06/30/1997	0.24	0.23	n/a
Peer Group Median	n/a	n/a	2.51	10.00	3.30	n/a	-	-	-	-	n/a
Morningstar Conservative Allocation	-0.61	4.44	2.42	9.63	2.96	4.51	-	-	-	-	n/a

\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.

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## Performance Summary

All data as of 6/30/12 unless otherwise noted

Moderate Allocation	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
CUNA Mutual Lifestyle Moderate - Mod	-1.84	4.71	1.56 (n/a)	10.96 (n/a)	2.80 (n/a)	6.97 (n/a)	6.48	06/30/1997	0.25	0.24	n/a
Peer Group Median	n/a	n/a	1.07	11.30	1.47	n/a	-	-	-	-	n/a
Morningstar Moderate Allocation	-2.18	5.72	1.02	11.08	1.02	4.84	-	-	-	-	n/a
Aggressive Allocation	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
CUNA Mutual Lifestyle Aggressive - Aggressive	-3.20	5.38	-0.84 (n/a)	12.20 (n/a)	1.30 (n/a)	7.20 (n/a)	6.42	06/30/1997	0.26	0.26	n/a
Peer Group Median	n/a	n/a	n/a	n/a	n/a	n/a	-	-	-	-	n/a
S&P 500 (80%) & BarCap US Agg Bond (20%)	-1.99	7.83	5.11	13.81	0.86	4.83	-	-	-	-	n/a
Foreign Large Blend	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard FTSE All-World ex-US Index Inst - VFW SX	-7.41	3.62	-14.64 (61)	7.17 (33)	-4.20 (24)	n/a (n/a)	-3.31	4/30/2007	0.13	0.13	www.vanguard.com
Peer Group Median	n/a	n/a	-14.06	6.35	-5.73	n/a	-	-	-	-	n/a
MSCI EAFE Index	-6.85	3.38	-13.38	6.45	-5.63	5.62	-	-	-	-	n/a
Money Market/Stable Value	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
3 Year GIC - GIC	n/a	n/a	n/a (n/a)	n/a (n/a)	n/a (n/a)	n/a (n/a)	n/a	n/a	n/a	n/a	n/a
Cuna Stable Value - Fixed Annuity	n/a	n/a	2.81 (n/a)	3.06 (n/a)	3.46 (n/a)	3.69 (n/a)	n/a	n/a	n/a	n/a	n/a
Peer Group Median	n/a	n/a	n/a	n/a	n/a	n/a	-	-	-	-	n/a
USTREAS T-Bill Auction Ave 3 Mon	0.02	0.04	0.05	0.10	0.80	1.82	-	-	-	-	n/a
Intermediate-Term Bond	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Total Bond Market Index Inst - VBTIX**	2.17	2.45	7.60 (27)	6.89 (77)	6.86 (36)	5.58 (41)	6.21	9/18/1995	0.07	0.07	www.vanguard.com
Peer Group Median	n/a	n/a	6.89	8.25	6.46	n/a	-	-	-	-	n/a
Barclays U.S. Aggregate	2.06	2.37	7.47	6.93	6.79	5.63	-	-	-	-	n/a
Target Date 2000-2010	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Target Retirement 2010 Inv - VTENX	-0.63	5.08	4.06 (5)	11.29 (24)	3.28 (10)	n/a (n/a)	5.18	6/7/2006	0.17	0.17	www.vanguard.com
Peer Group Median	n/a	n/a	1.53	10.48	1.83	n/a	-	-	-	-	n/a
Morningstar Target Date 2000-2010	-1.33	4.34	1.42	9.96	2.21	4.63	-	-	-	-	n/a
Target Date 2016-2020	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Target Retirement 2020 Inv - VTWNX	-2.13	5.86	1.75 (25)	12.17 (33)	1.84 (17)	n/a (n/a)	4.46	6/7/2006	0.17	0.17	www.vanguard.com
Peer Group Median	n/a	n/a	0.86	11.51	0.94	n/a	-	-	-	-	n/a
Morningstar Target Date 2016-2020	-1.97	5.33	0.86	11.27	0.68	5.03	-	-	-	-	n/a

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## Performance Summary

All data as of 6/30/12 unless otherwise noted

Target Date 2026-2030	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Target Retirement 2030 Inv - VTHRX	-3.13	6.60	0.16 (19)	13.09 (25)	0.50 (21)	n/a (n/a)	3.76	6/7/2006	0.18	0.18	www.vanguard.com
Peer Group Median	n/a	n/a	-1.19	12.16	-0.47	n/a	-	-	-	-	n/a
Morningstar Target Date 2026-2030	-3.12	5.97	-0.94	12.13	-0.72	4.90	-	-	-	-	n/a
Target Date 2036-2040	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Target Retirement 2040 Inv - VFORX	-3.81	7.07	-0.91 (20)	13.40 (24)	0.17 (15)	n/a (n/a)	3.45	6/7/2006	0.19	0.19	www.vanguard.com
Peer Group Median	n/a	n/a	-2.29	12.53	-1.20	n/a	-	-	-	-	n/a
Morningstar Target Date 2036-2040	-3.89	6.32	-2.06	12.54	-1.24	4.96	-	-	-	-	n/a
Target Date 2046-2050	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Vanguard Target Retirement 2050 Inv - VFIFX	-3.79	7.10	-0.85 (17)	13.40 (25)	0.15 (14)	n/a (n/a)	3.53	6/7/2006	0.19	0.19	www.vanguard.com
Peer Group Median	n/a	n/a	-2.77	12.71	-1.00	n/a	-	-	-	-	n/a
Morningstar Target Date 2046-2050	-4.06	6.49	-2.26	12.77	-1.15	5.00	-	-	-	-	n/a
Miscellaneous Sector	Last QTR	YTD	1 YR	3 YRS	5 YRS	10 YRS	SI	Inception Date	Gross	Net	Website
Cuna Mutual Diversified Equity - N/A	7.91	5.68	-3.55 (n/a)	12.31 (n/a)	-0.21 (n/a)	n/a (n/a)	4.20	10/31/2005	0.42	0.41	n/a
Peer Group Median	n/a	n/a	n/a	n/a	n/a	n/a	-	-	-	-	n/a
S&P 500 TR	-2.75	9.49	5.45	16.40	0.22	5.33	-	-	-	-	n/a

\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.

\*\* Returns in this fund reflect the historical performance of its oldest share class, adjusted to reflect updated fees and expenses.

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## Performance Summary - Index Funds

All data as of 6/30/12 unless otherwise noted

*The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end please visit <http://advisor.morningstar.com/familyinfo.asp>*

*Standardized Returns assume reinvestment of dividends and capital gains. It depicts performance without adjusting for the effects of taxation or any applicable maximum sales charges but are adjusted to reflect ongoing fund expenses. If adjusted for taxation or maximum sales charges, the performance quoted would be significantly reduced. For variable annuities (if applicable), additional expenses will be taken in account, including M & E risk charges, fund-level expenses such as management fees and operating fees, and contract-level administration fees charges such as surrender, contract and sales charges.*

Annualized Returns 6/30/12

Fund	Annualized Returns (Peer Group % Rank)					Tracking Error		Expenses
	YTD	1 YR	3 YRS	5 YRS	10 YRS	1 YR	3 YR	Net
Large Value - Vanguard Value Index Instl - VIVIX**	7.91	2.58 (30)	15.31 (23)	-2.05 (49)	5.37 (32)	n/a	2.46	0.08
Peer Group Median (50th Percentile)	7.17	0.67	13.84	-2.09	4.79	n/a	n/a	1.07
Russell 1000 Value TR USD	8.68	3.01	15.80	-2.19	5.28	n/a	n/a	-
Large Blend - Vanguard Institutional Index Instl - VINIX	9.48	5.43 (10)	16.39 (13)	0.25 (24)	5.35 (27)	n/a	0.02	0.04
Peer Group Median (50th Percentile)	8.23	1.66	14.29	-0.64	4.82	n/a	n/a	1.07
S&P 500 TR	9.49	5.45	16.40	0.22	5.33	n/a	n/a	-
Large Growth - Vanguard Growth Index Instl - VIGIX**	10.79	6.52 (8)	17.70 (16)	3.10 (17)	6.06 (27)	n/a	3.02	0.08
Peer Group Median (50th Percentile)	9.29	1.11	14.75	0.98	5.09	n/a	n/a	1.13
Russell 1000 Growth TR USD	10.08	5.76	17.50	2.87	6.03	n/a	n/a	-
Mid-Cap Blend - Vanguard Extended Market Idx Instl - VIEIX**	8.82	-2.40 (23)	19.06 (16)	1.52 (24)	8.62 (10)	n/a	7.23	0.12
Peer Group Median (50th Percentile)	6.91	-3.63	16.65	-0.36	6.50	n/a	n/a	1.17
Russell Mid Cap TR USD	7.97	-1.65	19.44	1.06	8.45	n/a	n/a	-
Foreign Large Blend - Vanguard FTSE All-World ex-US Index Inst - VFW SX	3.62	-14.64 (61)	7.17 (33)	-4.20 (24)	n/a (n/a)	n/a	4.05	0.13
Peer Group Median (50th Percentile)	3.91	-14.12	6.25	-5.79	4.70	n/a	n/a	1.26
MSCI EAFE PR USD	0.77	-16.67	2.88	-8.85	2.40	n/a	n/a	-
Intermediate-Term Bond - Vanguard Total Bond Market Index Inst - VBTIX**	2.45	7.60 (27)	6.89 (77)	6.86 (36)	5.58 (41)	n/a	0.31	0.07

\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.

\*\* Returns in this fund reflect the historical performance of its oldest share class, adjusted to reflect updated fees and expenses.

Tracking Error is the amount by which the performance of the portfolio differed from that of the benchmark. In reality, no indexing strategy can perfectly match the performance of the index or benchmark, and the tracking error quantifies the degree to which the strategy differed from the index or benchmark.

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## Performance Summary - Index Funds

All data as of 6/30/12 unless otherwise noted

Fund	Annualized Returns (Peer Group % Rank)					Tracking Error		Expenses
	YTD	1 YR	3 YRS	5 YRS	10 YRS	1 YR	3 YR	Net
Peer Group Median (50th Percentile)	3.46	6.90	8.20	6.45	5.36	n/a	n/a	0.81
Barclays US Agg Bond TR USD	2.37	7.47	6.93	6.79	5.63	n/a	n/a	-

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\*\* Returns in this fund reflect the historical performance of its oldest share class, adjusted to reflect updated fees and expenses.

Tracking Error is the amount by which the performance of the portfolio differed from that of the benchmark. In reality, no indexing strategy can perfectly match the performance of the index or benchmark, and the tracking error quantifies the degree to which the strategy differed from the index or benchmark.

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# Performance Summary - Target Date Funds

All data as of 6/30/12 unless otherwise noted



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*Standardized Returns assume reinvestment of dividends and capital gains. It depicts performance without adjusting for the effects of taxation or any applicable maximum sales charges but are adjusted to reflect ongoing fund expenses. If adjusted for taxation or maximum sales charges, the performance quoted would be significantly reduced. For variable annuities (if applicable), additional expenses will be taken in account, including M & E risk charges, fund-level expenses such as management fees and operating fees, and contract-level administration fees charges such as surrender, contract and sales charges.*

Annualized Returns 6/30/12

Fund	Annualized Returns (Peer Group % Rank)					Expenses
	YTD	1 YR	3 YRS	5 YRS	10 YRS	
Target Date 2000-2010 - Vanguard Target Retirement 2010 Inv - VTENX	5.08	4.06 (5)	11.29 (24)	3.28 (10)	n/a (n/a)	0.17
Peer Group Median (50th Percentile)	4.69	1.49	10.49	1.86	4.80	0.92
DJ Target 2010 TR USD	3.03	3.89	8.91	4.75	6.75	-
Target Date 2016-2020 - Vanguard Target Retirement 2020 Inv - VTWNX	5.86	1.75 (25)	12.17 (33)	1.84 (17)	n/a (n/a)	0.17
Peer Group Median (50th Percentile)	5.34	0.83	11.56	1.01	4.90	1.05
DJ Target 2020 TR USD	4.06	1.95	10.74	2.81	7.24	-
Target Date 2026-2030 - Vanguard Target Retirement 2030 Inv - VTHRX	6.60	0.16 (19)	13.09 (25)	0.50 (21)	n/a (n/a)	0.18
Peer Group Median (50th Percentile)	6.05	-1.14	12.21	-0.44	4.97	1.08
DJ Target 2030 TR USD	5.42	-0.59	12.82	1.27	7.62	-
Target Date 2036-2040 - Vanguard Target Retirement 2040 Inv - VFORX	7.07	-0.91 (20)	13.40 (24)	0.17 (15)	n/a (n/a)	0.19
Peer Group Median (50th Percentile)	6.51	-2.25	12.57	-1.13	4.70	1.10
DJ Target 2040 TR USD	6.29	-2.54	13.87	0.41	7.61	-

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# Fund Criteria Report

All data as of 6/30/12 unless otherwise noted



Fund Name	Style Drift	5 yr R-Sqrd > 80%	1 yr Return vs. peers	3 yr Return vs. peers	5 yr Return vs. peers	5 yr Up > Down ratio	5 yr Info. ratio > 0	3 yr Info. ratio > 0	5 yr Beta	3 yr Beta	Mgr Tenure	Relative Expense Ratio	Criteria Score
<b>Large Value</b>													
Vanguard Value Index Instl - VIVIX**	0.86	99.60	2.58	15.31	-2.05	96.80 /97.90	0.10	-0.36	0.97	0.96	17.51	0.08	10 of 12
Peer Group Median	-	-	0.64	13.83	-2.08	-	-	-	-	-	8.10	1.23	-
Russell 1000 Value	-	100.00	3.01	15.80	-2.19	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Large Blend</b>													
Vanguard Institutional Index Instl - VINIX	2.07	100.00	5.43	16.39	0.25	100.10 /99.90	0.88	-0.39	1.00	1.00	11.50	0.04	11 of 12
Peer Group Median	-	-	1.78	14.28	-0.64	-	-	-	-	-	7.50	1.20	-
S&P 500	-	100.00	5.45	16.40	0.22	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Large Growth</b>													
Vanguard Growth Index Instl - VIGIX**	1.55	99.60	6.52	17.70	3.10	100.80 /99.90	0.19	0.17	1.01	1.03	17.51	0.08	12 of 12
Peer Group Median	-	-	1.07	14.70	0.92	-	-	-	-	-	7.94	1.31	-
Russell 1000 Growth	-	100.00	5.76	17.50	2.87	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Mid-Cap Blend</b>													
Vanguard Extended Market Idx Instl - VIEIX**	6.47	98.60	-2.40	19.06	1.52	108.80 /103.60	0.16	-0.13	1.03	1.09	14.51	0.12	11 of 12
Peer Group Median	-	-	-3.63	16.38	-0.39	-	-	-	-	-	6.92	1.32	-
Russell Midcap	-	100.00	-1.65	19.44	1.06	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Foreign Large Blend</b>													
Vanguard FTSE All-World ex-US Index Inst - VFW SX	5.99	97.10	-14.64	7.17	-4.20	113.70 /102.70	0.31	0.18	1.06	1.02	3.84	0.13	10 of 12
Peer Group Median	-	-	-14.06	6.35	-5.73	-	-	-	-	-	6.84	1.40	-
MSCI EAFE Index	-	100.00	-13.38	6.45	-5.63	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Intermediate-Term Bond</b>													
Vanguard Total Bond Market Index Inst - VBTIX**	9.56	98.60	7.60	6.89	6.86	101.00 /101.00	0.15	-0.14	1.01	1.04	19.59	0.07	10 of 12
Peer Group Median	-	-	6.89	8.25	6.46	-	-	-	-	-	8.31	0.93	-
Barclays U.S. Aggregate	-	100.00	7.47	6.93	6.79	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-

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NS = LPL Financial Retirement Partners Score not available at this time. Note that LPL Financial Retirement Partners Score is not provided for Index funds, footnoted as (I)

\* Data is missing for evaluation of one or more criteria. Refer to the Fund Criteria Report for more information.

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Legend:   Proposed Fund   Meets Criteria   Does Not Meet

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# Fund Criteria Report

All data as of 6/30/12 unless otherwise noted



Fund Name	Style Drift	5 yr R-Sqd > 80%	1 yr Return vs. peers	3 yr Return vs. peers	5 yr Return vs. peers	5 yr Up > Down ratio	5 yr Info. ratio > 0	3 yr Info. ratio > 0	5 yr Beta	3 yr Beta	Mgr Tenure	Relative Expense Ratio	Criteria Score
<b>Target Date 2000-2010</b>													
Vanguard Target Retirement 2010 Inv - VTENX	11.07 /3.28	98.50	4.06	11.29	3.28	104.70 /97.40	0.79	1.66	1.00	0.99	6.07	0.17	12 of 12
Peer Group Median	-	-	1.53	10.48	1.83	-	-	-	-	-	5.37	1.00	-
Morningstar Target Date 2000-2010	11.00 /2.21	100.00	1.42	9.96	2.21	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Target Date 2016-2020</b>													
Vanguard Target Retirement 2020 Inv - VTWNX	14.33 /1.84	99.00	1.75	12.17	1.84	105.80 /99.10	0.79	0.79	1.01	1.07	6.07	0.17	12 of 12
Peer Group Median	-	-	0.86	11.51	0.94	-	-	-	-	-	4.75	1.11	-
Morningstar Target Date 2016-2020	14.17 /0.68	100.00	0.86	11.27	0.68	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Target Date 2026-2030</b>													
Vanguard Target Retirement 2030 Inv - VTHRX	17.36 /0.50	99.20	0.16	13.09	0.50	102.80 /97.70	0.77	0.92	0.99	1.04	6.07	0.18	12 of 12
Peer Group Median	-	-	-1.19	12.16	-0.47	-	-	-	-	-	4.64	1.14	-
Morningstar Target Date 2026-2030	17.45 /-0.72	100.00	-0.94	12.13	-0.72	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Target Date 2036-2040</b>													
Vanguard Target Retirement 2040 Inv - VFORX	18.66 /0.17	99.30	-0.91	13.40	0.17	100.30 /96.10	0.85	0.91	0.97	1.02	6.07	0.19	12 of 12
Peer Group Median	-	-	-2.29	12.53	-1.20	-	-	-	-	-	4.63	1.16	-
Morningstar Target Date 2036-2040	19.16 /-1.24	100.00	-2.06	12.54	-1.24	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-
<b>Target Date 2046-2050</b>													
Vanguard Target Retirement 2050 Inv - VFIFX	18.66 /0.15	99.30	-0.85	13.40	0.15	96.60 /94.40	0.69	0.66	0.95	0.99	6.07	0.19	12 of 12
Peer Group Median	-	-	-2.77	12.71	-1.00	-	-	-	-	-	4.16	1.17	-
Morningstar Target Date 2046-2050	19.64 /-1.15	100.00	-2.26	12.77	-1.15	100.00 /100.00	0.00	0.00	1.00	1.00	-	-	-

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NS = LPL Financial Retirement Partners Score not available at this time. Note that LPL Financial Retirement Partners Score is not provided for Index funds, footnoted as (I)

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Legend:   Proposed Fund   Meets Criteria   Does Not Meet

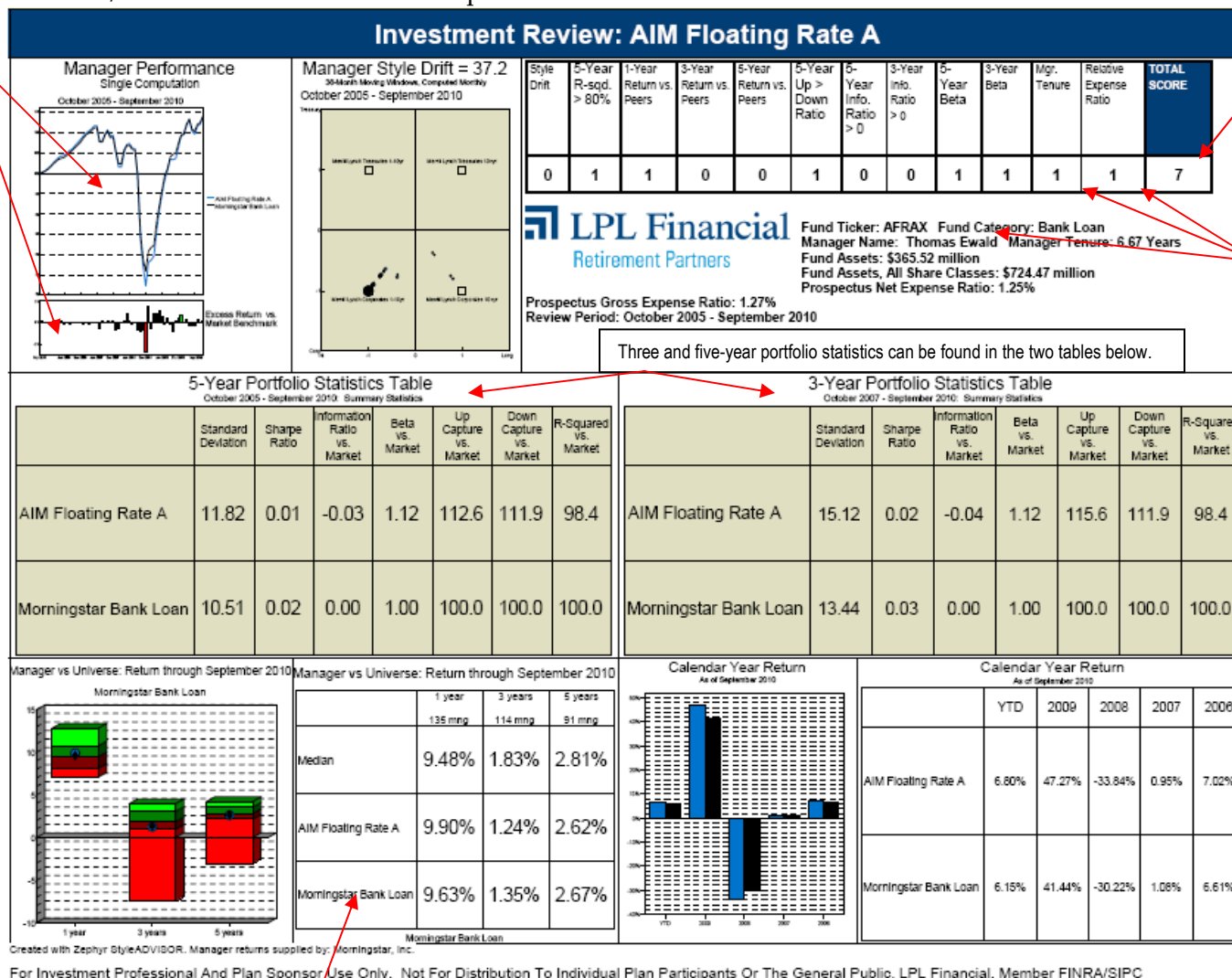
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# Guide to 12-Point Investment Review Scorecard

LPL Financial Retirement Partners' proprietary 12-point evaluation system scores each fund based on five years of data. Some shorter-term statistics have been added in order to provide a more comprehensive analysis of a fund. The scorecard is weighted 17% toward style, 33% to performance, 33% to risk/return measures and 17% to qualitative factors.

This graph displays the fund's performance over time, as well as the monthly over or under-performance vs. the benchmark.

**Score Analysis:**  
10 – 12 Points: Very Suitable  
7-9 Points: Acceptable  
6 Points or fewer: Watch List



Total score is the equally-weighted sum of all 12 individual factors.

The Manager Tenure and Expense Ratio of each investment are compared to the category average for each asset class.

Calendar year returns provide additional historical performance information.

This table displays a fund's performance relative to the benchmark and peer group median manager over a 1-year, 3-year and 5-year basis. The fund earns a point if its return is greater than the peer group median manager's return.

# Guide to Scorecard for Target Date Funds

LPL Financial Retirement Partners evaluates target date funds over a five-year timeframe using our unique 12-point system. Eleven of the 12 factors evaluated are common to our 12-point scorecard for other types of funds: Manager Risk/Return has replaced the Style Drift metric when evaluating target date funds. Target date funds (TDF's) with at least three years of history are scored, but a perfect score cannot be achieved by TDF's with less than five years of data because TDF's without five year history will always fail the Risk/Return and 5-Year Return vs. Peers criteria.

The Manager Risk/Return graph plots the fund's return and risk vs. the benchmark's. Funds will pass if they have a higher return or a lower risk measure. The black diamond is the benchmark and white diamond shape represents cash.

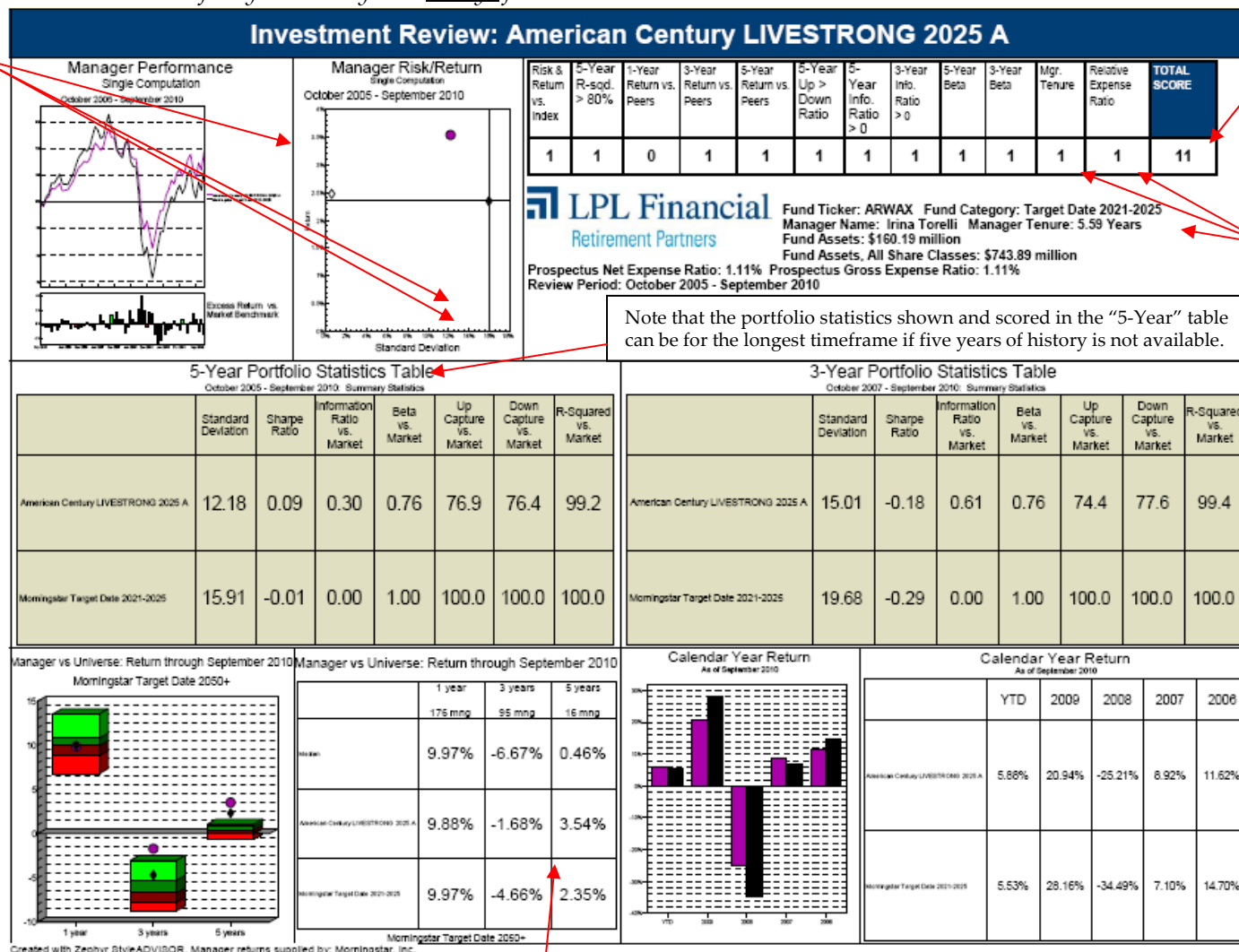
## Score Analysis:

10 – 12 Points:  
Very Suitable

7-9 Points:  
Acceptable

6 Points or  
fewer:

Watch List



Total score is the equally-weighted sum of all 12 individual factors.

Note that the portfolio statistics shown and scored in the "5-Year" table can be for the longest timeframe if five years of history is not available.

The Manager Tenure and Expense Ratio of each investment are compared to the category average for each asset class.

Calendar year returns provide additional historical performance information.

This table displays a fund's performance relative to the benchmark and peer group median manager over a 1-year, 3-year and 5-year basis. Target date funds without five years of history will always fail the "5Year Return vs. Peers" measurement.

# Glossary of Selected Statistics



- **Beta** – A measure of volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. A Beta of 1.00 means that a portfolio's risk is at parity with the market benchmark associated with that portfolio. A Beta less than 1.00 means that a portfolio is less volatile than the market, a Beta over 1.00 means a portfolio is more volatile/risky than the market. A Beta range of 0.75 – 1.15 will earn a point within the scoring system.
- **Information Ratio** – A measure of risk-adjusted return that is more commonly used by institutional clients than Sharpe Ratio. The higher the Information Ratio, the better the investment's risk-adjusted return. Information Ratio ("IR") is defined as the annualized excess return divided by the tracking error. Investments with a positive IR receive a favorable score on the scorecard.
- **R-Squared** – A statistic that measures how well the investment tracks the benchmark index. For example, an R-Squared statistic of 90% indicates that 90% of the movement in the investment can be explained by the movement in the underlying benchmark index. The scorecard compares the investment's R-Squared to 80%.
- **Sharpe Ratio** - A measure of risk-adjusted return. The higher the Sharpe Ratio, the better. Sharpe Ratio uses Standard Deviation as the risk statistic.
- **Standard Deviation** - A measure of the dispersion of a set of performance data from its mean. The greater the range of returns, the higher the standard deviation. Standard deviation is calculated to measure the volatility of a fund's returns which is an indicator of a fund's performance consistency and is also used as a measurement of a portfolio's risk.
- **Up Capture, Down Capture** - The Up Capture reflects how the investment has historically performed relative to the benchmark index in an Up market. For example, an investment with an Up Capture of 110 has returned 110% of the benchmark index return in Up market cycles. Similarly, the Down Capture statistic measures the investments historical relative performance in Down markets. The scorecard measures Up Capture relative to Down Capture, giving a favorable score if Up Capture is greater than Down Capture.

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LPL Financial Retirement Partners' proprietary Scoring System is based on an evaluation of 12 different factors. Each factor is assessed using a Pass/Fail system: a favorable characteristic receives a passing score of 1, while an unfavorable characteristic receives a failing score of zero.

There are four areas that are scored:

Investment Style:	2 Points
Performance:	4 Points
Risk/Risk-adjusted Returns:	4 Points
Qualitative Factors:	2 Points

The "Total Score" is the sum of the individual scores. The individual component scores are equally weighted. The best possible score is 12 points. The Total Score can be used to help evaluate an investment, as per the following guidelines:

<u>SCORE</u>	
10 – 12	Suitable ("Blue Ribbon" status)
7 – 9	Acceptable
6 or fewer	Watch List

The Total Score is designed to help evaluate an investment, but it should not be sole source of information used to select and monitor an investment. Scores are updated quarterly, using the last five years of data.

Please read the Important Disclosures page at the end of this report.

## Important Disclosures

- Benchmarks are unmanaged and do not pay fees or expenses. One cannot invest directly in an index.
  - Data has been received from sources believed to be reliable, but data cannot be guaranteed as to accuracy, completeness, or fitness for a particular purpose.
  - This report is for informational purposes only and should not be construed as a recommendation, offer or solicitation to buy or to sell any security, policy, or investment.
  - Government bonds and Treasury Bills are guaranteed by the US Government as to the timely payment of principal and interest and, if held to maturity, offer a fixed rate of return and fixed principal value.
  - High yield/junk bonds are not investment grade securities, involve substantial risks and generally should be part of a diversified portfolio of sophisticated investors.
  - International and emerging market investing involves special risks such as currency fluctuation and political instability and may not be suitable for all investors.
  - Investment scores are based on up to five years of data utilizing a pass/fail system with quantitative and qualitative criteria.
  - Investment scores are intended to help Plan Sponsors identify suitable products and are not meant to be predictive of future performance.
  - Floating rate bank loans issued by below investment grade companies for short term funding purposes with higher yield than short term debt and involve risk
  - **The performance data quoted represents past performance. Past performance does not guarantee future results. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance information quoted. To obtain current month-end performance information please call your plan sponsor.**
  - The LPL Financial family of affiliated companies includes LPL Financial, UVEST Financial Services Group Inc. each of which is a member of FINRA/SIPC
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- For Plan Sponsor use or Investment Professional use only.
- Not for Participant use. Not for Public distribution.
- Investments shown may not be available to all plans or in all states, or may be closed to new accounts. Availability of investments is subject to change.
- In order to perform a study over a longer-term timeframe, related funds of a different share class or managed by the same investment advisor may have been substituted for funds with relatively shorter track records. Due to different fee structures, actual performance may be less favorable than shown.
- Certain available investments with track records of insufficient length may have been eliminated from this report if a reasonable proxy with a relatively longer track record could not be located.
- Investments in specialized industry sectors carry additional risks, which are outlined in the prospectus.
- Investing in mutual funds involves risk, including possible loss of principal.
- Index funds, stable value funds, money market funds and specialty funds are not reviewed in this report.
- The fund's concentrated holdings will subject it to greater volatility than a fund that invests more broadly.
- Precious metal investing is subject to substantial fluctuation and potential to loss
- Bonds are subject to market and interest rate risk if sold prior to maturity. Bond values and yields will decline as interest rates rise and bonds are subject to availability and change in price.
- The prices of small and mid-cap stocks are generally more volatile than large-cap stocks.
- Stock investing involves risk including loss of principal.
- Data sources: Morningstar, Zephyr Associates.
- Data as of 3/31/2011.
- ***Investors should consider the investment objectives, risks, charges and expenses of the investment company carefully before investing. The prospectus contains this and other information about the investment company. You can obtain a prospectus from your financial representative. Read carefully before investing.***

The performance quoted represents the reinvestment of dividends and capital gains, is net of expenses and does not reflect the maximum sales charge. Such a fee, if taken into consideration, will reduce the performance quoted.

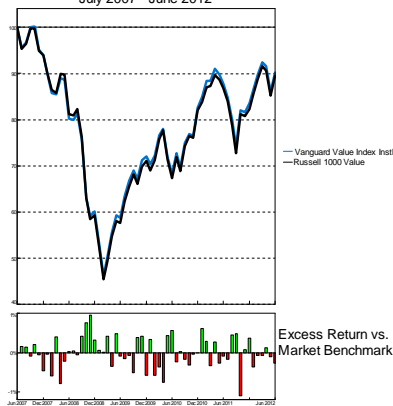


# Investment Review: Vanguard Value Index Instl

## Manager Performance

Single Computation

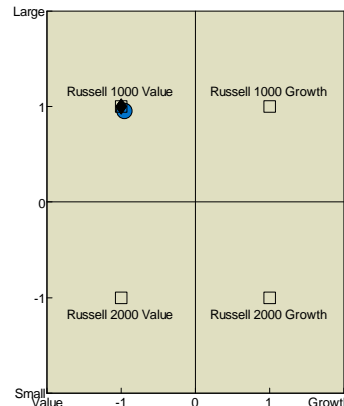
July 2007 - June 2012



## Manager Style Drift = .86

36-Month Moving Windows, Computed Monthly

July 2007 - June 2012



Prospectus Gross Expense Ratio: 0.08%  
Review Period: July 2007 - June 2012

Fund Ticker: VIVIX Fund Category: Large Value  
Manager Name: Gerard O'Reilly Manager Tenure: 17.51 Years  
Fund Assets: \$4,221.29 million Fund Assets, All Share Classes: \$16,598.36 million  
Prospectus Net Expense Ratio: 0.08%

Style Drift	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	0	1	0	1	1	1	1	10

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Value Index Instl	19.83	-0.15	0.10	0.97	96.8	97.9	99.6
Russell 1000 Value	20.39	-0.15	0.00	1.00	100.0	100.0	100.0

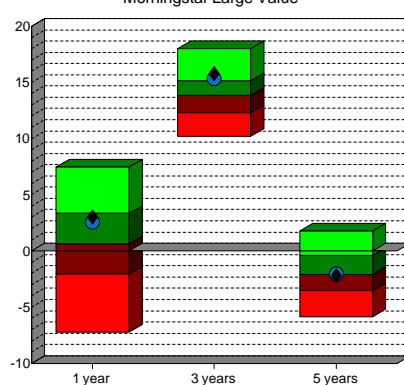
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Value Index Instl	16.11	0.94	-0.36	0.96	95.2	96.4	99.5
Russell 1000 Value	16.80	0.93	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Large Value

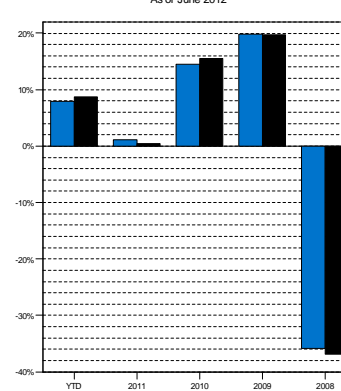


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	1263 mng	1211 mng	1154 mng
Vanguard Value Index Instl	0.64%	13.83%	-2.08%
Russell 1000 Value	3.01%	15.80%	-2.19%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Value Index Instl	7.91%	1.17%	14.49%	19.79%	-35.88%
Russell 1000 Value	8.68%	0.39%	15.51%	19.69%	-36.85%

Created with Zephyr StyleADVISOR. Manager returns supplied by: Morningstar, Inc.

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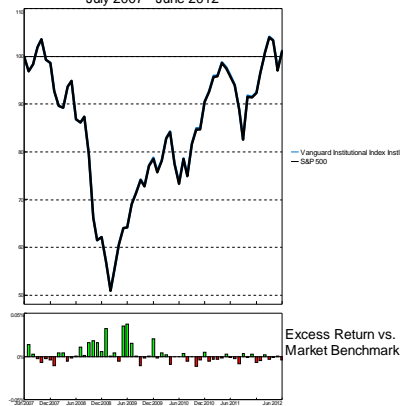


# Investment Review: Vanguard Institutional Index Instl

## Manager Performance

Single Computation

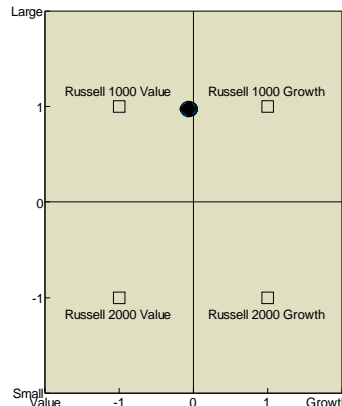
July 2007 - June 2012



## Manager Style Drift = 2.07

36-Month Moving Windows, Computed Monthly

July 2007 - June 2012



Style Drift	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	0	1	1	1	1	11



Prospectus Gross Expense Ratio: 0.04%  
Review Period: July 2007 - June 2012

Fund Ticker: VINIX Fund Category: Large Blend  
Manager Name: Donald Butler Manager Tenure: 11.5 Years  
Fund Assets: \$64,703.59 million Fund Assets, All Share Classes: \$109,744.97 million  
Prospectus Net Expense Ratio: 0.04%

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Institutional Index Instl	19.20	-0.03	0.88	1.00	100.1	99.9	100.0
S&P 500	19.21	-0.03	0.00	1.00	100.0	100.0	100.0

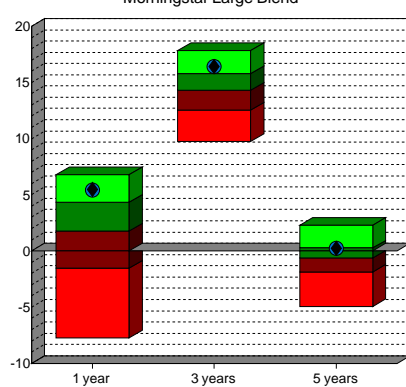
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Institutional Index Instl	16.11	1.01	-0.39	1.00	100.0	100.0	100.0
S&P 500	16.11	1.01	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Large Blend

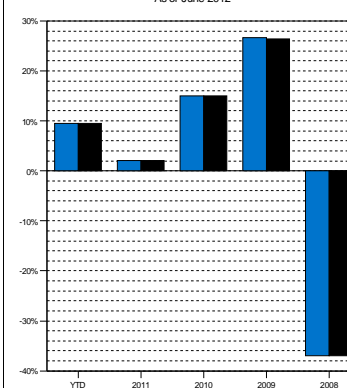


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	1776 mng	1662 mng	1573 mng
Vanguard Institutional Index Instl	1.78%	14.28%	-0.64%
S&P 500	5.43%	16.39%	0.25%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Institutional Index Instl	9.48%	2.09%	15.05%	26.63%	-36.95%
S&P 500	9.49%	2.11%	15.06%	26.46%	-37.00%

Created with Zephyr StyleADVISOR. Manager returns supplied by: Morningstar, Inc.

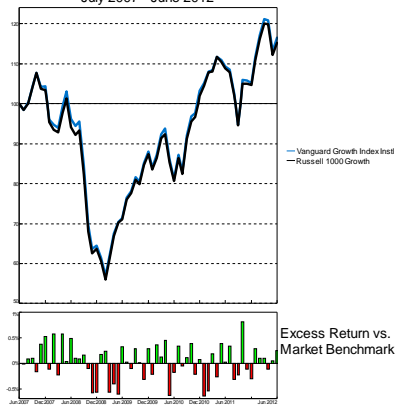
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# Investment Review: Vanguard Growth Index Instl

## Manager Performance

Single Computation

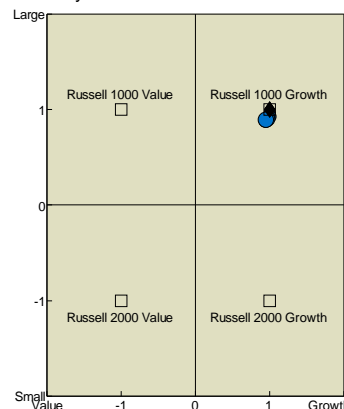
July 2007 - June 2012



## Manager Style Drift = 1.55

36-Month Moving Windows, Computed Monthly

July 2007 - June 2012



Style Drift	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	1	1	1	1	1	12



Prospectus Gross Expense Ratio: 0.08%  
Review Period: July 2007 - June 2012

Fund Ticker: VIGIX Fund Category: Large Growth  
Manager Name: Gerard O'Reilly Manager Tenure: 17.51 Years  
Fund Assets: \$5,477.62 million Fund Assets, All Share Classes: \$24,486.05 million  
Prospectus Net Expense Ratio: 0.08%

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Growth Index Instl	19.61	0.11	0.19	1.01	100.8	99.9	99.6
Russell 1000 Growth	19.44	0.10	0.00	1.00	100.0	100.0	100.0

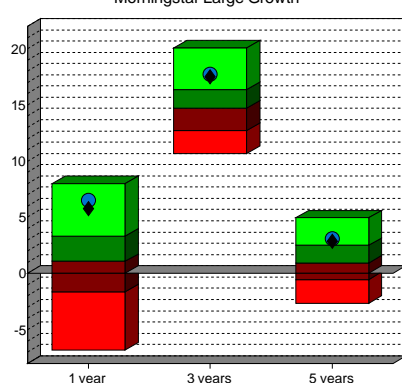
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Growth Index Instl	17.02	1.03	0.17	1.03	102.6	102.4	99.7
Russell 1000 Growth	16.49	1.06	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Large Growth

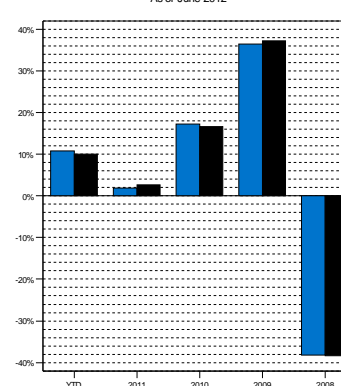


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	1733 mng	1646 mng	1570 mng
Vanguard Growth Index Instl	6.52%	17.70%	3.10%
Russell 1000 Growth	5.76%	17.50%	2.87%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Growth Index Instl	10.79%	1.89%	17.17%	36.50%	-38.19%
Russell 1000 Growth	10.08%	2.64%	16.71%	37.21%	-38.44%

Created with Zephyr StyleADVISOR. Manager returns supplied by: Morningstar, Inc.

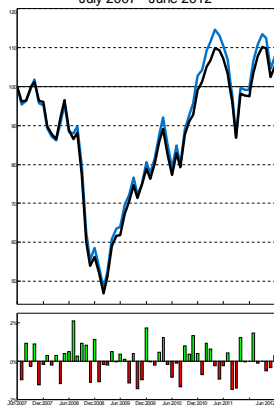
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# Investment Review: Vanguard Extended Market Idx Instl

## Manager Performance

Single Computation

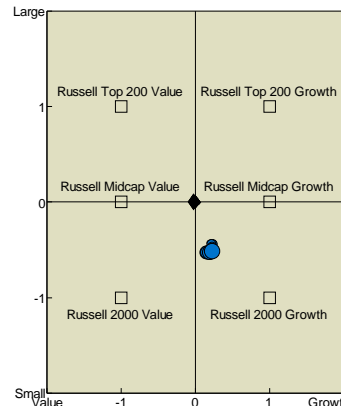
July 2007 - June 2012



## Manager Style Drift = 6.47

36-Month Moving Windows, Computed Monthly

July 2007 - June 2012



Style Drift	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	0	1	1	1	1	11



Prospectus Gross Expense Ratio: 0.12%  
Review Period: July 2007 - June 2012

Fund Ticker: VIEIX Fund Category: Mid-Cap Blend  
Manager Name: Donald Butler Manager Tenure: 14.51 Years  
Fund Assets: \$5,418.25 million Fund Assets, All Share Classes: \$21,931.41 million  
Prospectus Net Expense Ratio: 0.12%

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Extended Market Idx Instl	24.04	0.03	0.16	1.03	108.8	103.6	98.6
Russell Midcap	23.08	0.01	0.00	1.00	100.0	100.0	100.0

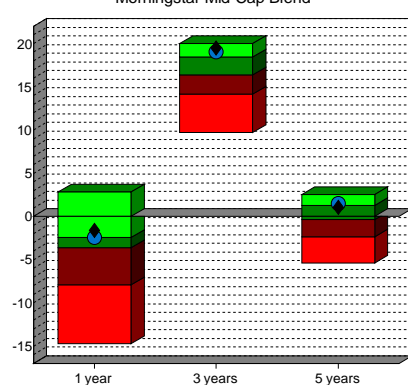
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Extended Market Idx Instl	20.65	0.92	-0.13	1.09	109.4	111.1	98.7
Russell Midcap	18.75	1.03	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Mid-Cap Blend

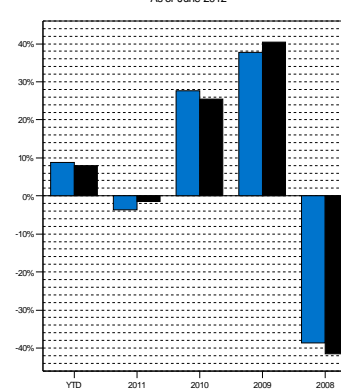


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	432 mng -3.63%	415 mng 16.38%	369 mng -0.39%
Vanguard Extended Market Idx Instl	-2.40%	19.06%	1.52%
Russell Midcap	-1.65%	19.44%	1.06%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Extended Market Idx Instl	8.82%	-3.57%	27.59%	37.69%	-38.58%
Russell Midcap	7.97%	-1.55%	25.48%	40.48%	-41.46%

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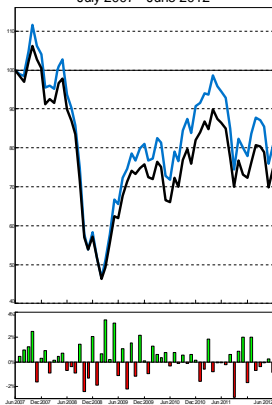
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# Investment Review: Vanguard FTSE All-World ex-US Index Inst

## Manager Performance

Single Computation

July 2007 - June 2012

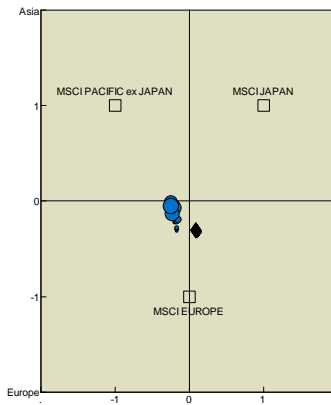


Excess Return vs. Market Benchmark

## Manager Style Drift = 5.99

36-Month Moving Windows, Computed Monthly

July 2007 - June 2012



Style Drift	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	0	1	1	1	1	1	1	1	0	1	10

**LPL Financial**  
Retirement Partners

Prospectus Gross Expense Ratio: 0.13%  
Review Period: July 2007 - June 2012

Fund Ticker: VFWSX Fund Category: Foreign Large Blend  
Manager Name: Ryan Ludt Manager Tenure: 3.84 Years  
Fund Assets: \$3,466.93 million Fund Assets, All Share Classes: \$12,662.77 million  
Prospectus Net Expense Ratio: 0.13%

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard FTSE All-World ex-US Index Inst	25.44	-0.20	0.31	1.06	113.7	102.7	97.1
MSCI EAFE Index	23.60	-0.28	0.00	1.00	100.0	100.0	100.0

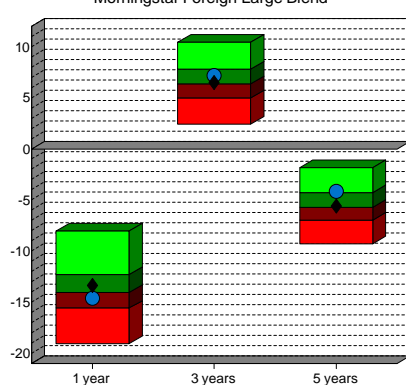
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard FTSE All-World ex-US Index Inst	21.16	0.33	0.18	1.02	103.7	100.5	96.4
MSCI EAFE Index	20.39	0.31	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Foreign Large Blend

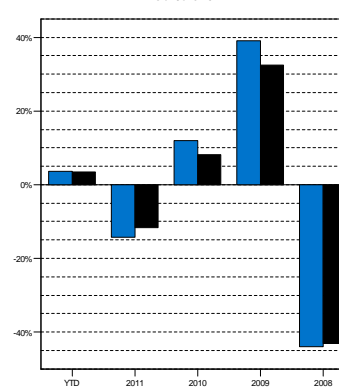


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	833 mng	797 mng	701 mng
	-14.06%	6.35%	-5.73%
Vanguard FTSE All-World ex-US Index Inst	-14.64%	7.17%	-4.20%
MSCI EAFE Index	-13.38%	6.45%	-5.63%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard FTSE All-World ex-US Index Inst	3.62%	-14.21%	11.93%	39.01%	-43.96%
MSCI EAFE Index	3.38%	-11.73%	8.21%	32.46%	-43.06%

Created with Zephyr StyleADVISOR. Manager returns supplied by: Morningstar, Inc.

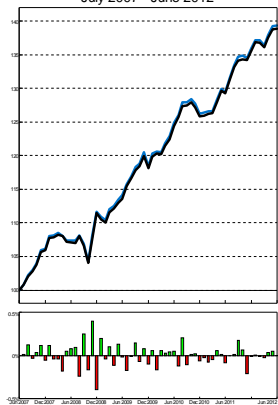
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# Investment Review: Vanguard Total Bond Market Index Inst

## Manager Performance

Single Computation

July 2007 - June 2012

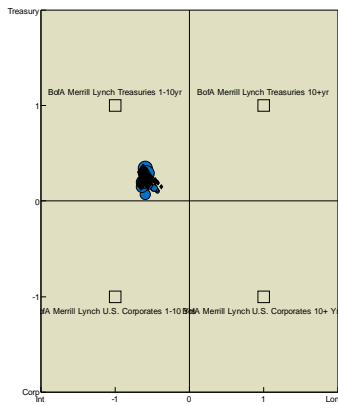


Excess Return vs. Market Benchmark

## Manager Style Drift = 9.56

36-Month Moving Windows, Computed Monthly

July 2007 - June 2012



Style Drift	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	0	1	1	1	0	1	1	1	1	10

**LPL Financial**

Retirement Partners

Prospectus Gross Expense Ratio: 0.07%  
Review Period: July 2007 - June 2012

Fund Ticker: VBTIX Fund Category: Intermediate-Term Bond  
Manager Name: Kenneth Volpert Manager Tenure: 19.59 Years  
Fund Assets: \$23,308.21 million Fund Assets, All Share Classes: \$110,915.88 million  
Prospectus Net Expense Ratio: 0.07%

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Total Bond Market Index Inst	3.63	1.65	0.15	1.01	101.0	101.0	98.6
Barclays U.S. Aggregate	3.55	1.67	0.00	1.00	100.0	100.0	100.0

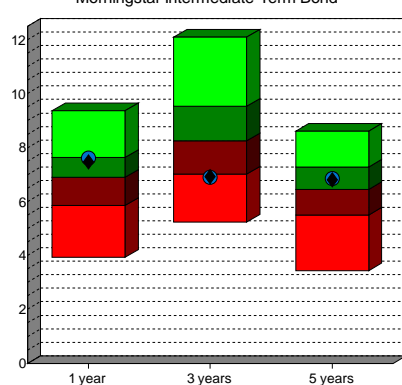
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Total Bond Market Index Inst	2.87	2.37	-0.14	1.04	101.2	109.2	99.0
Barclays U.S. Aggregate	2.74	2.49	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Intermediate-Term Bond

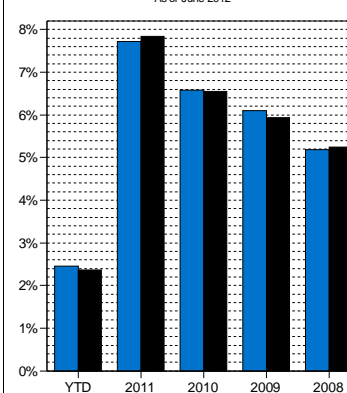


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	1231 mng	1134 mng	1079 mng
Vanguard Total Bond Market Index Inst	6.89%	8.25%	6.46%
Barclays U.S. Aggregate	7.47%	6.93%	6.79%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Total Bond Market Index Inst	2.45%	7.72%	6.58%	6.09%	5.19%
Barclays U.S. Aggregate	2.37%	7.84%	6.54%	5.93%	5.24%

Created with Zephyr StyleADVISOR. Manager returns supplied by: Morningstar, Inc.

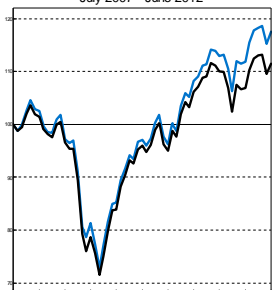
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# Investment Review: Vanguard Target Retirement 2010 Inv

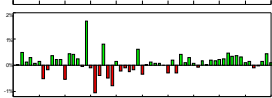
## Manager Performance

Single Computation

July 2007 - June 2012



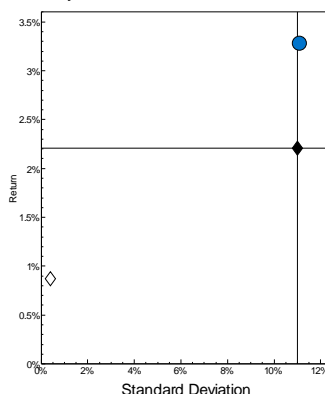
Excess Return vs. Market Benchmark



## Manager Risk/Return

Single Computation

July 2007 - June 2012



Risk & Return vs. Index	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	1	1	1	1	1	12

**LPL Financial**  
Retirement Partners

Fund Ticker: VTENX Fund Category: Target Date 2000-2010  
Manager Name: Duane Kelly Manager Tenure: 6.07 Years  
Fund Assets: \$5,830.28 million Fund Assets, All Share Classes: \$5,830.28 million  
Prospectus Net Expense Ratio: 0.17% Prospectus Gross Expense Ratio: 0.17%  
Review Period: July 2007 - June 2012

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2010 Inv	11.07	0.22	0.79	1.00	104.7	97.4	98.5
Morningstar Target Date 2000-2010	11.00	0.12	0.00	1.00	100.0	100.0	100.0

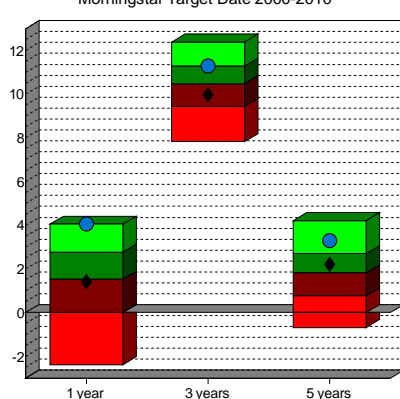
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2010 Inv	8.22	1.36	1.66	0.99	104.1	92.5	99.0
Morningstar Target Date 2000-2010	8.24	1.20	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Target Date 2000-2010



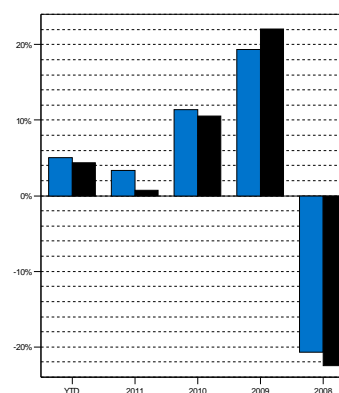
## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	161 mng	150 mng	131 mng
	1.53%	10.48%	1.83%
Vanguard Target Retirement 2010 Inv	4.06%	11.29%	3.28%
Morningstar Target Date 2000-2010	1.42%	9.96%	2.21%

Morningstar Target Date 2000-2010

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Target Retirement 2010 Inv	5.08%	3.37%	11.43%	19.32%	-20.67%
Morningstar Target Date 2000-2010	4.34%	0.75%	10.55%	22.05%	-22.46%

Created with Zephyr StyleADVISOR. Manager returns supplied by: Morningstar, Inc.

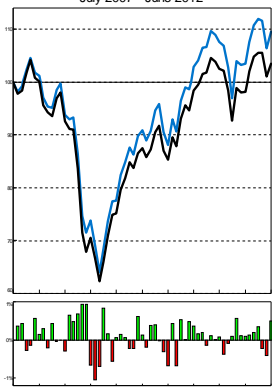
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# Investment Review: Vanguard Target Retirement 2020 Inv

## Manager Performance

Single Computation

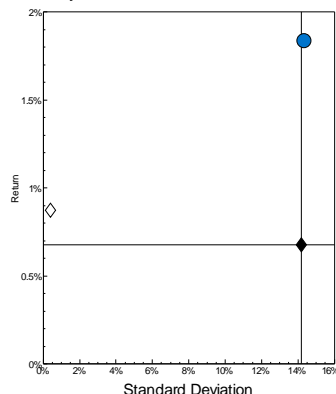
July 2007 - June 2012



## Manager Risk/Return

Single Computation

July 2007 - June 2012



Risk & Return vs. Index	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	1	1	1	1	1	12

**LPL Financial**  
Retirement Partners

Fund Ticker: VTNX Fund Category: Target Date 2016-2020  
Manager Name: Duane Kelly Manager Tenure: 6.07 Years  
Fund Assets: \$14,866.13 million Fund Assets, All Share Classes: \$14,866.13 million  
Prospectus Net Expense Ratio: 0.17% Prospectus Gross Expense Ratio: 0.17%  
Review Period: July 2007 - June 2012

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2020 Inv	14.33	0.07	0.79	1.01	105.8	99.1	99.0
Morningstar Target Date 2016-2020	14.17	-0.01	0.00	1.00	100.0	100.0	100.0

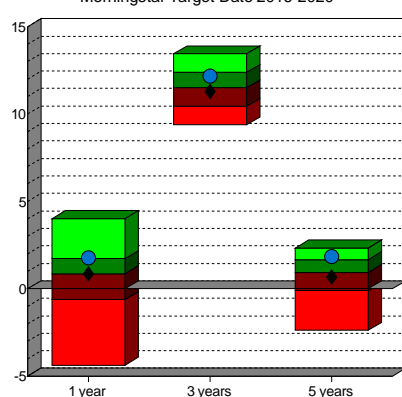
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2020 Inv	11.48	1.05	0.79	1.07	109.2	106.8	99.4
Morningstar Target Date 2016-2020	10.74	1.04	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Target Date 2016-2020



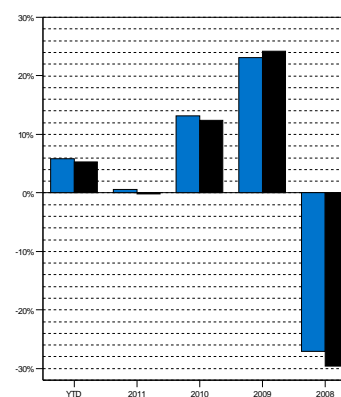
## Manager vs Universe: Return through June 2012

	1 year 215 mng	3 years 202 mng	5 years 154 mng
Median	0.86%	11.51%	0.94%
Vanguard Target Retirement 2020 Inv	1.75%	12.17%	1.84%
Morningstar Target Date 2016-2020	0.86%	11.27%	0.68%

Morningstar Target Date 2016-2020

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Target Retirement 2020 Inv	5.86%	0.60%	13.12%	23.10%	-27.04%
Morningstar Target Date 2016-2020	5.33%	-0.23%	12.45%	24.18%	-29.57%

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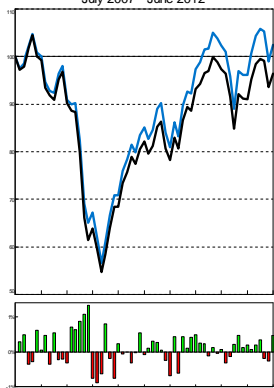


# Investment Review: Vanguard Target Retirement 2030 Inv

## Manager Performance

Single Computation

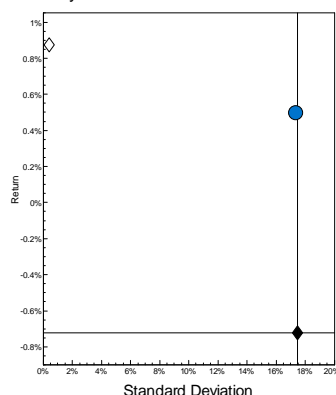
July 2007 - June 2012



## Manager Risk/Return

Single Computation

July 2007 - June 2012



Risk & Return vs. Index	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	1	1	1	1	1	12

**LPL Financial**  
Retirement Partners

Fund Ticker: VTHRX Fund Category: Target Date 2026-2030  
Manager Name: Duane Kelly Manager Tenure: 6.07 Years  
Fund Assets: \$11,583.28 million Fund Assets, All Share Classes: \$11,583.28 million  
Prospectus Net Expense Ratio: 0.18% Prospectus Gross Expense Ratio: 0.18%  
Review Period: July 2007 - June 2012

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2030 Inv	17.36	-0.02	0.77	0.99	102.8	97.7	99.2
Morningstar Target Date 2026-2030	17.45	-0.09	0.00	1.00	100.0	100.0	100.0

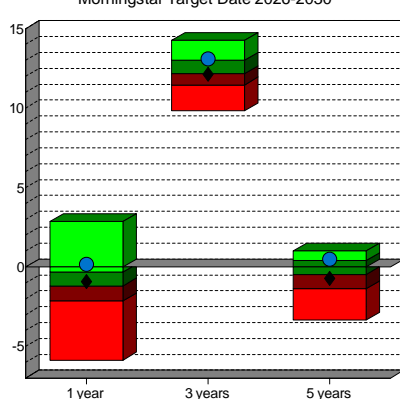
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2030 Inv	14.24	0.91	0.92	1.04	106.6	102.9	99.6
Morningstar Target Date 2026-2030	13.67	0.88	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Target Date 2026-2030



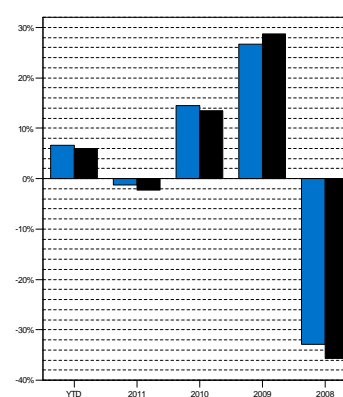
## Manager vs Universe: Return through June 2012

	1 year 214 mng	3 years 201 mng	5 years 153 mng
Median	-1.19%	12.16%	-0.47%
Vanguard Target Retirement 2030 Inv	0.16%	13.09%	0.50%
Morningstar Target Date 2026-2030	-0.94%	12.13%	-0.72%

Morningstar Target Date 2026-2030

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Target Retirement 2030 Inv	6.60%	-1.27%	14.43%	26.72%	-32.91%
Morningstar Target Date 2026-2030	5.97%	-2.28%	13.42%	28.65%	-35.69%

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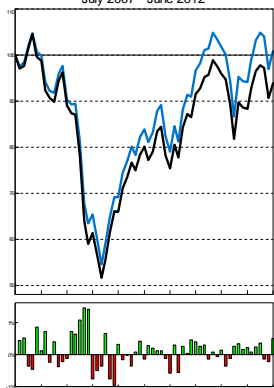
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# Investment Review: Vanguard Target Retirement 2040 Inv

## Manager Performance

Single Computation

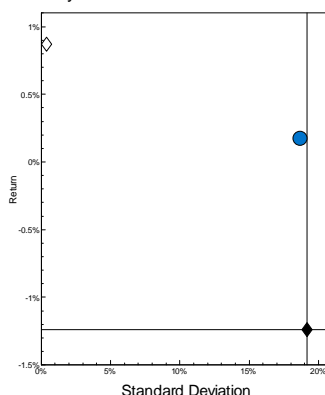
July 2007 - June 2012



## Manager Risk/Return

Single Computation

July 2007 - June 2012



Risk & Return vs. Index	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	1	1	1	1	1	12

**LPL Financial**  
Retirement Partners

Fund Ticker: VFORX Fund Category: Target Date 2036-2040  
Manager Name: Duane Kelly Manager Tenure: 6.07 Years  
Fund Assets: \$7,256.64 million Fund Assets, All Share Classes: \$7,256.64 million  
Prospectus Net Expense Ratio: 0.19% Prospectus Gross Expense Ratio: 0.19%  
Review Period: July 2007 - June 2012

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2040 Inv	18.66	-0.04	0.85	0.97	100.3	96.1	99.3
Morningstar Target Date 2036-2040	19.16	-0.11	0.00	1.00	100.0	100.0	100.0

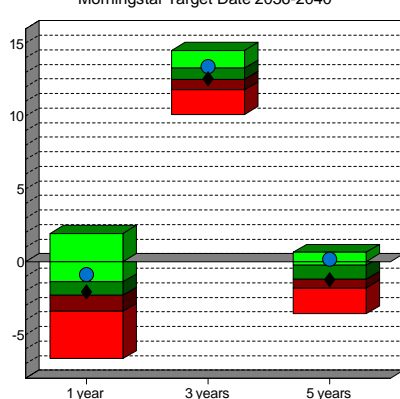
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2040 Inv	15.81	0.84	0.91	1.02	104.4	101.1	99.7
Morningstar Target Date 2036-2040	15.45	0.81	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Target Date 2036-2040



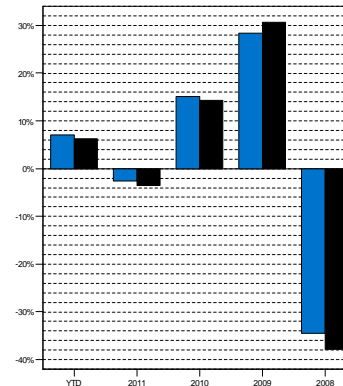
## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	211 mng	198 mng	137 mng
	-2.29%	12.53%	-1.20%
Vanguard Target Retirement 2040 Inv	-0.91%	13.40%	0.17%
Morningstar Target Date 2036-2040	-2.06%	12.54%	-1.24%

Morningstar Target Date 2036-2040

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Target Retirement 2040 Inv	7.07%	-2.55%	15.17%	28.32%	-34.53%
Morningstar Target Date 2036-2040	6.32%	-3.51%	14.29%	30.66%	-37.91%

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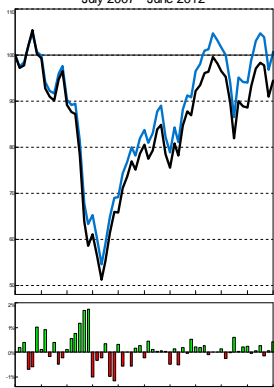
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# Investment Review: Vanguard Target Retirement 2050 Inv

## Manager Performance

Single Computation

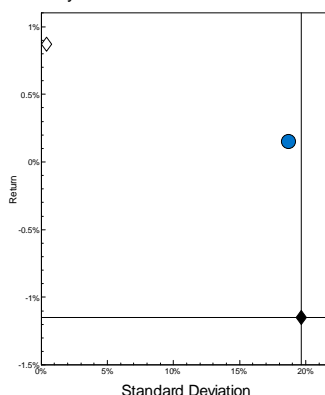
July 2007 - June 2012



## Manager Risk/Return

Single Computation

July 2007 - June 2012



Risk & Return vs. Index	5-Year R-sqd. > 80%	1-Year Return vs. Peers	3-Year Return vs. Peers	5-Year Return vs. Peers	5-Year Up > Down Ratio	5-Year Info. Ratio > 0	3-Year Info. Ratio > 0	5-Year Beta	3-Year Beta	Mgr. Tenure	Relative Expense Ratio	TOTAL SCORE
1	1	1	1	1	1	1	1	1	1	1	1	12

**LPL Financial**  
Retirement Partners

Fund Ticker: VFIFX Fund Category: Target Date 2046-2050  
 Manager Name: Duane Kelly Manager Tenure: 6.07 Years  
 Fund Assets: \$3,074.44 million Fund Assets, All Share Classes: \$3,074.44 million  
 Prospectus Net Expense Ratio: 0.19% Prospectus Gross Expense Ratio: 0.19%  
 Review Period: July 2007 - June 2012

## 5-Year Portfolio Statistics Table

July 2007 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2050 Inv	18.66	-0.04	0.69	0.95	96.6	94.4	99.3
Morningstar Target Date 2046-2050	19.64	-0.10	0.00	1.00	100.0	100.0	100.0

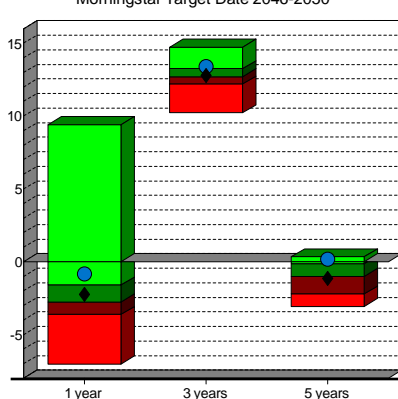
## 3-Year Portfolio Statistics Table

July 2009 - June 2012: Summary Statistics

	Standard Deviation	Sharpe Ratio	Information Ratio vs. Market	Beta vs. Market	Up Capture vs. Market	Down Capture vs. Market	R-Squared vs. Market
Vanguard Target Retirement 2050 Inv	15.80	0.84	0.66	0.99	101.0	98.4	99.6
Morningstar Target Date 2046-2050	15.90	0.80	0.00	1.00	100.0	100.0	100.0

## Manager vs Universe: Return through June 2012

Morningstar Target Date 2046-2050

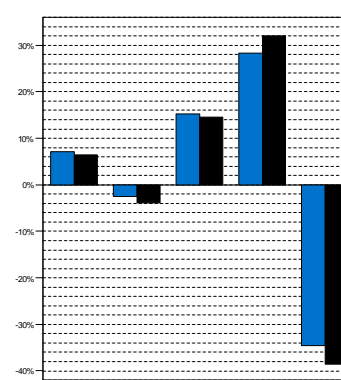


## Manager vs Universe: Return through June 2012

	1 year	3 years	5 years
Median	186 mng	152 mng	67 mng
	-2.77%	12.71%	-1.00%
Vanguard Target Retirement 2050 Inv	-0.85%	13.40%	0.15%
Morningstar Target Date 2046-2050	-2.26%	12.77%	-1.15%

## Calendar Year Return

As of June 2012



## Calendar Year Return

As of June 2012

	YTD	2011	2010	2009	2008
Vanguard Target Retirement 2050 Inv	7.10%	-2.54%	15.20%	28.31%	-34.62%
Morningstar Target Date 2046-2050	6.49%	-3.85%	14.48%	31.95%	-38.57%

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## Additional Disclosures

All data as of 6/30/12 unless otherwise noted



### EXECUTIVE SUMMARY DISCLOSURE INFORMATION

The Executive Summary indicates how many criteria a fund has met out of the total number of criteria selected and provides an overview of which funds have or have not met criteria based on the Investment Criteria Rating selected. The first column indicates each fund's Morningstar category. The second column indicates Fund name and class. The third column "Score" indicates the number of criteria a fund met. For example, "5 of 6" means six criteria were selected on the Plan Entry Form and the fund met five of those criteria. The fourth column "Status" indicates whether a fund has met the number of criteria selected on the Investment Criteria Rating section of the Plan Entry Form. For example, if eight different criteria were selected and "5" was selected under Investment Criteria Rating, a fund that meets only four or fewer of the eight criteria will display "Does Not Meet", while a fund that meets five or more criteria will display "Meets Criteria". Note that the criteria are not weighted in any way and are neither ranked nor displayed in order of importance. It is recommended that at least five criteria be selected on the Plan Entry Form from various categories. Note: if data is not available for a criteria chosen, it will count as a "Criteria not met" for the criteria in question. For example, if one of ten criteria selected is "10 year performance > 75% peers", and a fund met all other nine criteria but has existed for only five years, the report will indicate that the fund met 9 out of 10 criteria.

### PORTFOLIO STYLE REPORT DISCLOSURE INFORMATION

The Portfolio Style Report utilizes the Morningstar Style Box to indicate where each fund selected by the Plan Sponsor falls within Morningstar's style investment categories as of the date of the report. Style classification may change overtime and is updated by Morningstar quarterly. The Morningstar Style Box™ reveals a fund's investment strategy. For equity funds the vertical axis shows the market capitalization of the stocks owned and the horizontal axis shows investment style (value, blend or growth). For fixed-income funds the vertical axis shows the average credit quality of the bonds owned, and the horizontal axis shows interest rate sensitivity as measured by a bond's duration (short, intermediate or long).

Morningstar reevaluates a fund's style-box location biannually. The location of a fund in the Portfolio Style Report Stylebox reflects Morningstar's most recent fund-style determination as of the Report's date, which is based on the fund's holdings as of Morningstar's latest reevaluation. However, Morningstar's allocation of a fund into a Morningstar Category (utilized in other parts of the report to identify a fund's category as "large value", "small blend" etc.) is based on a fund's holdings over a three-year period and may therefore differ from a fund's style-box location. Funds whose style-box and Morningstar category determinations differ are marked by an asterisk.

### FUND CRITERIA REPORT DISCLOSURE INFORMATION

The Fund Criteria Report page(s) display information based on the criteria selected. Each fund's Morningstar category, ticket symbol, name/class and Morningstar benchmark information are indicated. The Investment Policy Criteria section displays fund and benchmark data based on the criteria selected on the Plan Entry Form. The header indicates the criteria selected; the color legend indicates whether the number of criteria selected under the Investment Criteria Rating section of the Plan Entry Form has been met; and any listed data indicates the values for the given criteria and fund/index. (If it is desired to view funds already in the Plan as well as Proposed funds not currently in the plan within the same report, the ticker symbol and other information regarding the proposed fund is highlighted as indicated by the color legend.) If selected and applicable, the following values may be displayed:

**Manager Tenure:** tenure of the fund's current portfolio manager in years.

**Track Record:** number of years the fund has been in existence.

**Assets:** assets invested in the fund as of the date indicated respectively on the Fund Fact Report.

**1, 3, 5, and 10 year performance:** the performance of the fund at NAV for the given time-periods as of the most recent quarter-end. Extended Performance information may apply; see *Overview and Fund Fact Report Disclosure Information* for further detail.

**Risk Adjusted Returns:** Sharpe Ratio uses standard deviation and excess return to determine reward per unit of risk. Alpha measures the difference between a fund's actual returns and its expected performance, given its level of risk (as measured by beta). Alpha is often seen as a measure of the value added or subtracted by a portfolio manager. R-squared reflects the percentage of a fund's movements that are explained by movements in its benchmark index, showing the degree of correlation between the fund and the benchmark. This figure is also helpful in assessing how likely it is that alpha and beta are statistically significant.

**Volatility:** Beta is a measure of a fund's sensitivity to market movements. A portfolio with a beta greater than 1 is more volatile than the market, and a portfolio with a beta less than 1 is less volatile than the market.

Standard deviation is a statistical measure of the volatility of the fund's returns.

**Expenses:** The fund's net expense ratio, displayed in this section, reflects the actual expenses that have been paid by the fund and reflects any voluntary waivers, reductions from brokerage service arrangements and any other expense offset arrangements. For the fund's gross expense ratio, please consult the Fund Fact Reports or each fund's prospectus.

**Morningstar:** the Overall Morningstar rating of the fund as of the most recent Morningstar data available. See the Fund Facts Report and the Fund Facts Report Disclosure Information for other rating periods and important related information.

## Additional Disclosures

All data as of 6/30/12 unless otherwise noted



### FUND FACT REPORT DISCLOSURE INFORMATION

The analysis in this report may be based, in part, on adjusted historical returns for periods prior to each class's actual inception. These calculated returns reflect the historical performance of the oldest share class of the fund, adjusted to reflect the fees and expenses of this share class. **When pre-inception data are presented in the report, the fund is footnoted.** While the inclusion of pre-inception data provides valuable insight into the probable long-term behavior of newer share classes of a fund, investors should be aware that an adjusted historical return can only provide an approximation of that behavior. These adjusted historical returns are not actual returns. Calculation methodologies utilized by Morningstar may differ from those applied by other entities, including the fund itself.

**Current # of Funds in Category** indicates the total number of funds in the respective Morningstar category per the stated "as of date." of the Morningstar data. The "as of date" is stated on each page of the report.

**Overall Criteria:** indicates whether a fund has met the number of criteria selected by the Plan Sponsor on the Investment Criteria Rating section of the Plan Entry Form. For example, if a Plan Sponsor selected eight criteria and selected "5" under Investment Criteria Rating, a fund that meets only four or fewer of the eight criteria will display "Does Not Meet" while a fund that meets five or more criteria will display "Meets Criteria". Note that the criteria are not weighted in any way and are neither ranked nor displayed in order of importance.

**Performance (including Morningstar Rating):** The performance data given represents past performance and should not be considered indicative of future results. Principal value and investment return will fluctuate, so that an investor's shares when redeemed may be worth more or less than the original investment. Fund portfolio statistics change over time. The funds are not FDIC-insured, may lose value and are not guaranteed by a bank or other financial institution.

**Total return** reflects performance without adjusting for sales charges or the effects of taxation, but is adjusted to reflect all actual ongoing fund expenses and assumes reinvestment of dividends and capital gains. If adjusted for sales charges and the effects of taxation, the performance quoted would be lower. Note: some funds may incur short-term trading fees if liquidated within a predetermined number of days after purchase. Returns in this report do not reflect the effect of potential short-term trading fees. Please see each fund's prospectus for further detail.

**The Morningstar Rating** is calculated for funds with at least a three-year history. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. The Overall Morningstar Rating for a mutual fund is derived from a weighted average of the performance figures associated with its three-, five- and 10-year (if applicable) Morningstar Rating metrics.

Please note that some Morningstar proprietary calculations, including the Morningstar Rating, may be calculated based on adjusted historical returns (pre-inception returns). If the extended performance rating is in effect, the fund ticker symbol is footnoted.

**Risk:** **Sharpe Ratio** uses standard deviation and excess return to determine reward per unit of risk. **Standard Deviation** is a statistical measure of the volatility of the fund's returns. **Mean** represents the annualized geometric return for the period shown.

**Alpha** measures the difference between a fund's actual returns and its expected performance, given its level of risk (as measured by beta). Alpha is often seen as a measure of the value added or subtracted by a portfolio manager. **Beta** is a measure of a fund's sensitivity to market movements. A portfolio with a beta greater than 1 is more volatile than the market, and a portfolio with a beta less than 1 is less volatile than the market. **R-Squared** reflects the percentage of a fund's movements that are explained by movements in its benchmark index, showing the degree of correlation between the fund and the benchmark. This figure is also helpful in assessing how likely it is that alpha and beta are statistically significant.

**Sales Charges:** indicate maximum sales charges applicable for a fund. Sales charges are typically waived for most retirement plans.

**Expenses:** An expense ratio represents the annual percentage of a fund's assets paid out in expenses. Expenses typically include management, 12b-1, transfer agent and all other fees associated with the fund's daily operations and distribution. **A gross expense ratio** does not reflect expenses that have been reimbursed by the investment adviser, reductions from brokerage service arrangements or other expense offset arrangements. **A net expense ratio** reflects the actual expenses that have been paid by the fund and reflects any voluntary waivers, reductions from brokerage service arrangements and any other expense offset arrangements.

**Fund Basics:** **Track Record** indicates number of years the fund has been in existence.

**Turnover Ratio** is a decent proxy for how frequently a manager trades his or her portfolio. The inverse of a fund's turnover ratio is the average holding period for a security in the fund. As turnover increases, a fund's brokerage costs typically rise as well.

**Total Net Assets** indicates the assets of the fund as of the date indicated.

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All data as of 6/30/12 unless otherwise noted



### FUND FACT REPORT DISCLOSURE INFORMATION (continued)

**Price/Earnings ratio** is a weighted average of the price/earnings ratios of the stocks in the underlying fund's portfolio. The P/E ratio of a stock is calculated by dividing the current price of the stock by its trailing 12-months' earnings per share. In computing the average, Morningstar weights each portfolio holding by the percentage of equity assets it represents.

**Fixed Income Basics:** **Average Effective Duration:** Duration is a time measure of a bond's interest rate sensitivity. Average Effective Duration is a weighted average of the Duration of the underlying fixed income securities within the portfolio. **Average Effective Maturity** is a weighted average of all the maturities of the bonds in a portfolio, computed by weighting each maturity date by the market value of the security. **Average Credit Quality** is calculated by taking the weighted average of the credit rating for each bond in the portfolio. **Average Weighted Coupon** is generated from the fund's portfolio by weighting the coupon of each bond by its relative size in the portfolio. Coupons are fixed percentages paid out on a fixed-income security on an annual basis. **Average Weighted Price** is generated from the fund's portfolio by weighting the price of each bond by its relative size in the portfolio. This number reveals if the fund favors bonds selling at prices above or below face value (premium or discount securities, respectively). A higher number indicates a bias toward premiums. This statistic is expressed as a percentage of par (face) value.

**Equity Style and Fixed Income Style Boxes:** The Style Boxes indicate percentage breakdown for where a fund's holdings fall within the Morningstar Style Box.

**Rolling Quarter Return Analysis :** The graph indicates quarterly returns for the fund, its benchmark and mean performance of its peer group as of the periods indicated based on Total Return (see defined above).

**Calendar Year Quartile Rankings:** Shaded boxes indicate the quartiles in which the fund ranked for the calendar years indicated based on the fund's one-year Total Return. Numeric values indicate the performance of the fund; of the median fund in the peer group for the respective quartiles; or of the fund's Morningstar benchmark, respectively, at Net Asset Value (NAV). # of Funds indicates the total number of funds in the category for each time period.

**Fund Risk/Return:** Return is based on Total Return.

### INVESTMENT RISK

**International Funds/Emerging Market Funds:** The investor should note that funds that invest in international securities involve special additional risks. These risks include, but are not limited to, currency risk, political risk, and risk associated with varying accounting standards. Investing in emerging markets may accentuate these risks.

**Sector Funds:** The investor should note that funds that invest exclusively in one sector or industry involve additional risks. The lack of industry diversification subjects the investor to increased industry-specific risks.

**Non-Diversified Funds:** The investor should note that funds that invest more of their assets in a single issuer involve additional risks, including share price fluctuations, because of the increased concentration of investments.

**Small-Cap Funds:** The investor should note that funds that invest in stocks of small companies involve additional risks. Smaller companies typically have a higher risk of failure, and are not as well established as larger blue-chip companies. Historically, smaller-company stocks have experienced a greater degree of market volatility than the overall market average.

**Mid Cap Funds:** The investor should note that funds that invest in companies with market capitalization below \$10 billion involve additional risks. The securities of these companies may be more volatile and less liquid than the securities of larger companies.

**High-Yield Bond Funds:** The investor should note that funds that invest in lower-rated debt securities (commonly referred as junk bonds) involve additional risks because of the lower credit quality of the securities in the portfolio. The investor should be aware of the possible higher level of volatility, and increased risk of default.

**Tax-Free Municipal Bond Funds:** The investor should note that the income from tax-free municipal bond funds may be subject to state and local taxation and the Alternative Minimum Tax.

See following page(s) for index definitions.



## Additional Disclosures

All data as of 6/30/12 unless otherwise noted

**BarCap US Aggregate Bond** is a market value-weighted index consisting of government bonds, SEC-registered corporate bonds and mortgage-related and asset-backed securities with at least one year to maturity and an outstanding par value of \$150 million or greater. This index is a broad measure of the performance of the investment grade U.S. fixed income market.

**BarCap Intermediate Government Bond** is a market value-weighted index of U.S. Treasury and agency bonds with maturities from one to (but not including) ten years.

**BarCap Global Aggregate** provides a broad-based measure of the global investment-grade fixed-rate debt markets. It contains 3 major components: U.S. Aggregate Index, Pan-European Aggregate Index, and the Asian-Pacific Aggregate Index. It includes a wide range of standard and customized sub indices by liquidity constraint, sector, quality, and maturity.

**BarCap Long Term Government Bond** is the Long component of the Lehman Brothers US Government index. It consists of securities in the long maturity range of the U.S. Government Index. Securities must have a maturity of 10 years or more.

**BarCap Long Term Treasury Bond** is the 20+ Year component of the Lehman Brothers US Treasury index. It consists of securities in the Treasury Index (i.e. public obligations of the U.S. Treasury) with a maturity of 20 years or more.

**BarCap 1-3 Year Government** is the 1-3 Yr. component of the Lehman Brothers US Government index. It consists of securities in the U.S. Government Index with a maturity from 1 up to (but not including) 3 years.

**Citigroup 1 year Treasury Index** is an unmanaged index generally representative of the average yield on 1-Year U.S. Treasury bills.

**Credit Suisse High Yield Index** measures the performance of the investable universe of the high yield bond public debt market. All bonds are U.S. dollar denominated and rated Split BBB and below with par amounts greater than \$75 Million.

**MSCI ACWI (All Country World Index) Index<sub>SM</sub>** is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global developed and emerging markets.

**MSCI EAFE<sup>®</sup> Index (Europe, Australasia, Far East)** is a free float-adjusted market capitalization index that is designed to measure developed market equity performance, excluding the US & Canada.

**MSCI Emerging Markets Index<sub>SM</sub>** is a free float-adjusted market capitalization index that is designed to measure equity market performance in global emerging markets. As of May 2005 the Index consisted of 26 emerging market country indices.

**MSCI Europe Index<sub>SM</sub>** is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in Europe.

**MSCI Pacific Index<sub>SM</sub>** is a free float-adjusted market capitalization index that is designed to measure equity market performance in the Pacific region. As of May 2005, the MSCI Pacific Index consisted of the following 5 Developed Market countries: Australia, Hong Kong, Japan, New Zealand, and Singapore.



## Additional Disclosures

All data as of 6/30/12 unless otherwise noted



**MSCI Small Cap Index<sup>SM</sup>** is a refinement of the EAFE index, targeting 40% of the eligible Small Cap universe within each industry group, within each country. MSCI defines the Small Cap universe as all listed securities that have a market capitalization in the range of USD200-1,500 million.

**Russell 3000E<sup>TM</sup> Index** measures performance of the Russell 3000 Index extended to include securities of the Russell Microcap Index. It represents ~99% of the U.S. Equity Market.

**Russell 2000<sup>®</sup> Index** measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index. As of the latest reconstitution, the average market capitalization was approximately \$664.9 M; the median market capitalization was approximately \$539.5 M. The largest company in the index had an approximate market capitalization of \$1.8 B.

**Russell 1000<sup>®</sup> Value Index** measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. (Russell 1000<sup>®</sup> Index measures the performance of the 1,000 largest companies in the Russell 3000 Index).

**Russell 1000<sup>®</sup> Growth Index** measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values.

**Russell 2000<sup>®</sup> Value Index** measures the performance of those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values.

**Russell 2000<sup>®</sup> Growth Index** measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values.

**Russell Midcap<sup>®</sup> Index** measures the performance of the 800 smallest companies in the Russell 1000 Index, which represent approximately 25% of the total market capitalization of the Russell 1000 Index. As of the latest reconstitution, the average market capitalization was approximately \$4.7 billion; the median market capitalization was approximately \$3.6 billion. The largest company in the index had an approximate market capitalization of \$13.7 B.

**Russell Midcap<sup>®</sup> Value Index** measures the performance of those Russell Midcap companies with lower price-to-book ratios and lower forecasted growth values. The stocks are also members of the Russell 1000 Value index.

**Russell Midcap<sup>®</sup> Growth Index** measures the performance of those Russell Midcap companies with higher price-to-book ratios and higher forecasted growth values. The stocks are also members of the Russell 1000 Growth index.

**Standard & Poor's 500<sup>®</sup>** consists of 500 US stocks chosen for market size, liquidity, and industry group representation. It is a market-value weighted index (stock price times number of shares outstanding), with each stock's weight in the Index proportionate to its market value.

### Notes:

For MSCI Indexes, MCSI = Morgan Stanley Capital Index, ND=net of dividends, TR=total returns  
All Russell U.S. Equity Indexes are subsets of the Russell 3000E<sup>TM</sup> Index.

### Definitions:

**Benchmark:** A standard against which the performance of a mutual fund can be measured.

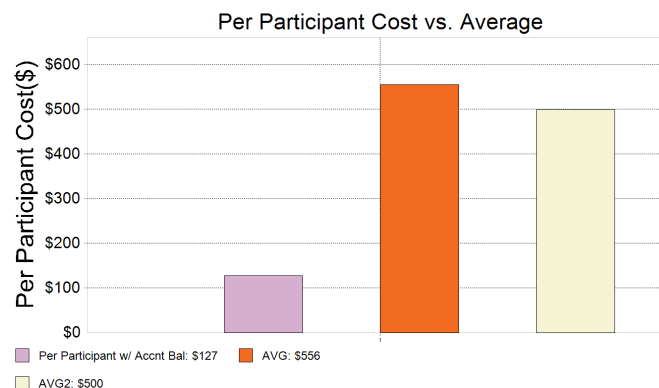
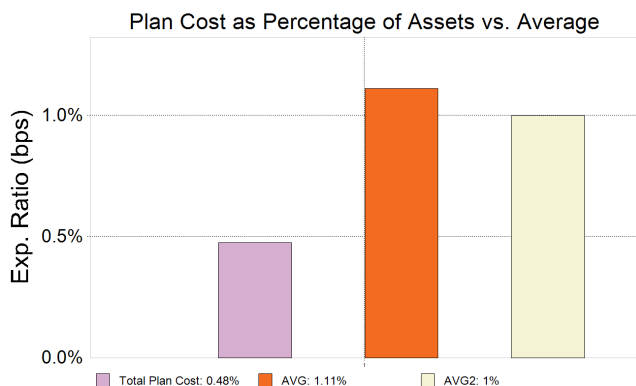
**Index:** an imaginary portfolio of securities representing a particular market or a portion of it. Each index has its own calculation methodology and is usually expressed in terms of a change from a base value.

# Fee Analysis Report - Summary

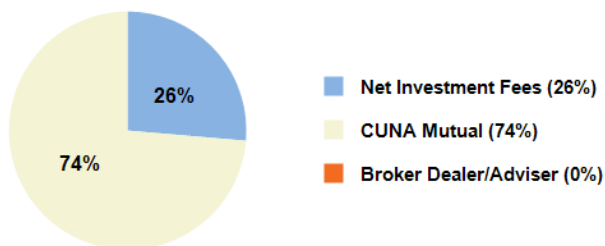
All data as of 6/30/12 unless otherwise noted



	Total (\$'s)	Total (%)	Fees Distribution	Per Participant
<b>Invested Assets Total</b>	\$ 27,530,373			No. 1028
CUNA Mutual	\$ 96,330	0.35%	74%	\$ 94
Broker Dealer/Adviser	\$	0.00%	0%	\$
Net Investment Fees	\$ 34,483	0.13%	26%	\$ 34
<b>Total Plan Cost</b>	<b>\$ 130,813</b>	<b>0.48%</b>	<b>100%</b>	<b>\$ 127</b>
<b>Plan Size Average</b>	<b>\$ 10,000,000</b>	<b>1.11%</b>		<b>\$ 556</b>
	<b>\$ 30,000,000</b>	<b>1.00%</b>		<b>\$ 500</b>



## Fees Distribution



## Fee Synopsis

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# Fee Expense and Revenue Sharing Analysis

All data as of 6/30/12 unless otherwise noted



Fund Name	Assets	Total Exp. Ratio (bps)	Wrap Fee (bps)	Total Exp. plus Wrap (bps)	Expense (\$'s)	Rev Share/Wrap fee Available to Service Provider(s) (bps)				
						Asset-based 12b(1)	subTA, shareholder, other	Wrap (bps)	Total (bps)	Total (\$'s)
Vanguard Extended Market Idx Instl - VIEIX	\$ 2,540,959	12	42	54	\$ 13,721			42	42	\$ 10,672
Vanguard FTSE All-World ex-US Index Inst - VFWSX	\$ 1,576,806	13	42	55	\$ 8,672			42	42	\$ 6,623
Vanguard Growth Index Instl - VIGIX	\$ 818,463	8	42	50	\$ 4,092			42	42	\$ 3,438
Vanguard Institutional Index Instl - VINIX	\$ 3,376,743	4	42	46	\$ 15,533			42	42	\$ 14,182
Vanguard Target Retirement 2010 Inv - VTENX	\$ 49,676	17	42	59	\$ 293			42	42	\$ 209
Vanguard Target Retirement 2020 Inv - VTWVX	\$ 1,188,057	17	42	59	\$ 7,010			42	42	\$ 4,990
Vanguard Target Retirement 2030 Inv - VTHR	\$ 724,094	18	42	60	\$ 4,345			42	42	\$ 3,041
Vanguard Target Retirement 2040 Inv - VFORX	\$ 212,719	19	42	61	\$ 1,298			42	42	\$ 893
Vanguard Target Retirement 2050 Inv - VFIFX	\$ 39,459	19	42	61	\$ 241			42	42	\$ 166
Vanguard Total Bond Market Index Inst - VBTIX	\$ 3,244,852	7	42	49	\$ 15,900			42	42	\$ 13,628
Vanguard Value Index Instl - VIVIX	\$ 931,625	8	42	50	\$ 4,658			42	42	\$ 3,913
CUNA Mutual Lifestyle Conservative - Cons	\$ 2,280,997	24	42	66	\$ 15,055			42	42	\$ 9,580
CUNA Mutual Lifestyle Moderate - Mod	\$ 2,681,103	24	42	66	\$ 17,695			42	42	\$ 11,261
CUNA Mutual Lifestyle Aggressive - Aggressive	\$ 2,535,450	26	42	68	\$ 17,241			42	42	\$ 10,649
Cuna Stable Value - Fixed Annuity	\$ 4,524,515		0		\$			0		\$
3 Year GIC - GIC	\$ 70,103		0		\$			0		\$
CUNA Mutual Lifestyle Income - CIT Income	\$ 577,042	23	42	65	\$ 3,751			42	42	\$ 2,424
Cuna Mutual Diversified Equitiy - N/A	\$ 157,710	41	42	83	\$ 1,309			42	42	\$ 662
<b>INVESTED ASSETS TOTAL</b>	<b>\$ 27,530,373</b>			<b>48</b>	<b>\$ 130,813</b>	<b>0</b>	<b>0</b>	<b>35</b>	<b>35</b>	<b>\$ 96,330</b>
						<b>\$0</b>	<b>\$0</b>	<b>\$96,330</b>		
<b>NON CORE TOTAL</b>	<b>\$</b>									
<b>TOTAL ASSETS</b>	<b>\$ 27,530,373</b>									

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# Fee Detail Report

All data as of 6/30/12 unless otherwise noted



## Fee Details

Investment Management Fees		Broker Dealer/Adviser		CUNA Mutual	
Total Fund Expenses	\$ 130,813	Total Annual Fees	\$ 0	Asset Based Fee	\$ 82,569
Total Revenue Sharing / Wrap Fee Available to Service Provider	\$ 96,330	(in bps)	0	Trustee Services	\$ 13,761
Investment Mgmt. Total Annual Fees	\$ 34,483			Service Provider Total Annual Fees	\$ 96,330
(in bps)	13			(in bps)	35

## Other Plan Fees & Disclaimers

1. CUNA Receives an asset based charge of 36 bps.
2. Admin fee of 6 basis points, which includes 2 bps paid to the Trustees

## Plan Cost Summary

Revenue Share Available To Offset Fees	\$ 96,330
Less CUNA Mutual	\$ (96,330)
Less Broker Dealer/Adviser	\$
<b>Balance of Rev Share to Total Plan Fees</b>	<b>\$ 0</b>
Plan Expense (full Rev Share)	\$ 130,813
Less Balance of Rev Share	\$ 0
<b>Total Plan Cost</b>	<b>\$ 130,813</b>

## Fee Commentary

## Fee Glossary

All data as of 6/30/12 unless otherwise noted



**Administration/Recordkeeping Fee:** Fee for providing recordkeeping and other plan participant administrative type services.

**Brokerage Commission:** A fee paid to a broker or other intermediary for executing a trade.

**Bundled Services:** Arrangements where plan service providers offer 401(k) plan establishment, investment services and administration for an all-inclusive fee.

**Conversion:** The process of changing from one service provider to another.

**Distribution Expense:** The costs typically associated with processing paperwork and issuing a check for a distribution of plan assets to a participant.

**Eligible Employee:** Any employee who is eligible to participate in and receive benefits from a plan.

**Expense Ratio:** The cost of investing and administering assets, including management fees, in a mutual fund or other collective fund expressed as a percentage of total assets.

**Individually Managed Account:** An investment account managed for a single plan.

**Installation Fee:** One-time fee for initiating a new plan or initiating new services.

**Investment Transfer Expense:** Fee associated with a participant changing his or her investment allocation, or making transfers among funding accounts under the plan.

**Loan Maintenance and Repayment Tracking Fee:** Fee charged to monitor outstanding loans and repayment schedule.

**Loan Origination Fee:** Fee charged when a plan loan is originally taken.

**Loan Processing Fee:** Fee charged to process a plan loan application.

**Management Fee:** Fee charged for the management of pooled investments such as collective investment funds, insurance/annuity products, mutual funds and individually managed accounts.

**Participant:** Person who has an account in the plan.

**Participant Education Materials/Distribution Expenses:** All costs (including travel expenses) associated with providing print, video, software and/or live instruction to educate employees about how the plan works, the plan investment funds, and asset allocation strategies.

**Plan Loan:** The law allows participants to borrow from their accounts up to prescribed limits. This is an optional plan feature.

**Product Termination Fee:** Investment-product charges associated with terminating one or all of a service provider's investment products.

**Separate Account:** An asset account established by a life insurance company, separate from other funds of the life insurance company, offering investment funding options for pension plans.

**Service Provider Termination Charge:** Plan administrative costs associated with terminating a relationship with a service provider, with the permanent termination of a plan, or with the termination of specific plan services. These may be termed "surrender" or "transfer" charges.

**Signature Ready Form 5500:** Fee to prepare Form 5500, a form which all qualified retirement plans (excluding SEPs and SIMPLE IRAs) must file annually with the IRS.

**Start-up/Enrollment Expense:** Costs associated with providing materials to educate employees about the plan, and enrolling employees in the plan. This may be part of, or included in, the education programs. There may be a one-time cost associated with implementing a new plan, as well as ongoing enrollment costs.

**Trustee Services:** Fees charged by the individual, bank or trust company with fiduciary responsibility for holding plan assets.

**Wrap Fee:** An inclusive fee generally based on the percentage of assets in an investment program, which typically provides asset allocation, execution of transactions and other administrative services.

**12b-1 Fee:** A charge to shareholders to cover a mutual fund's shareholder servicing, distribution and marketing costs.