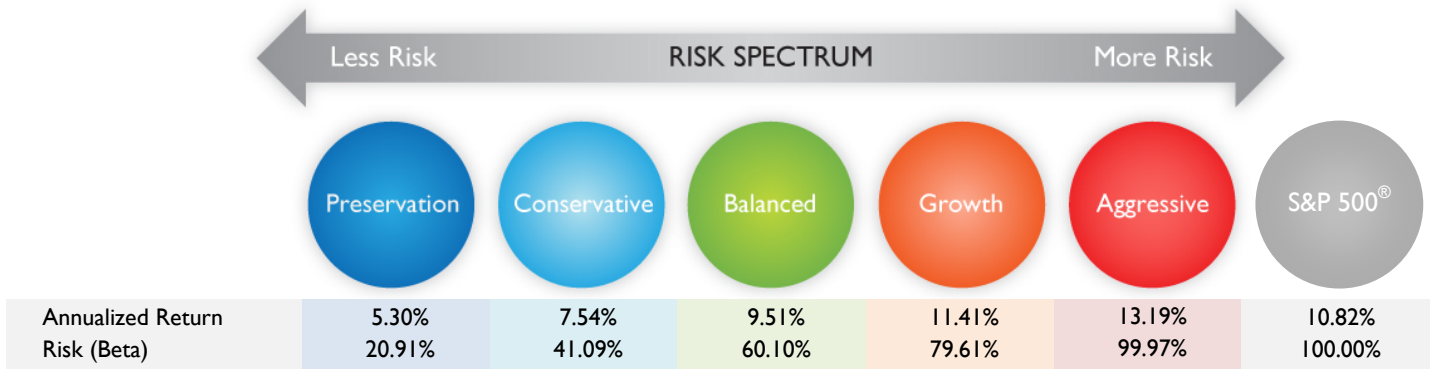


# EXPECTED RISK AND RETURN

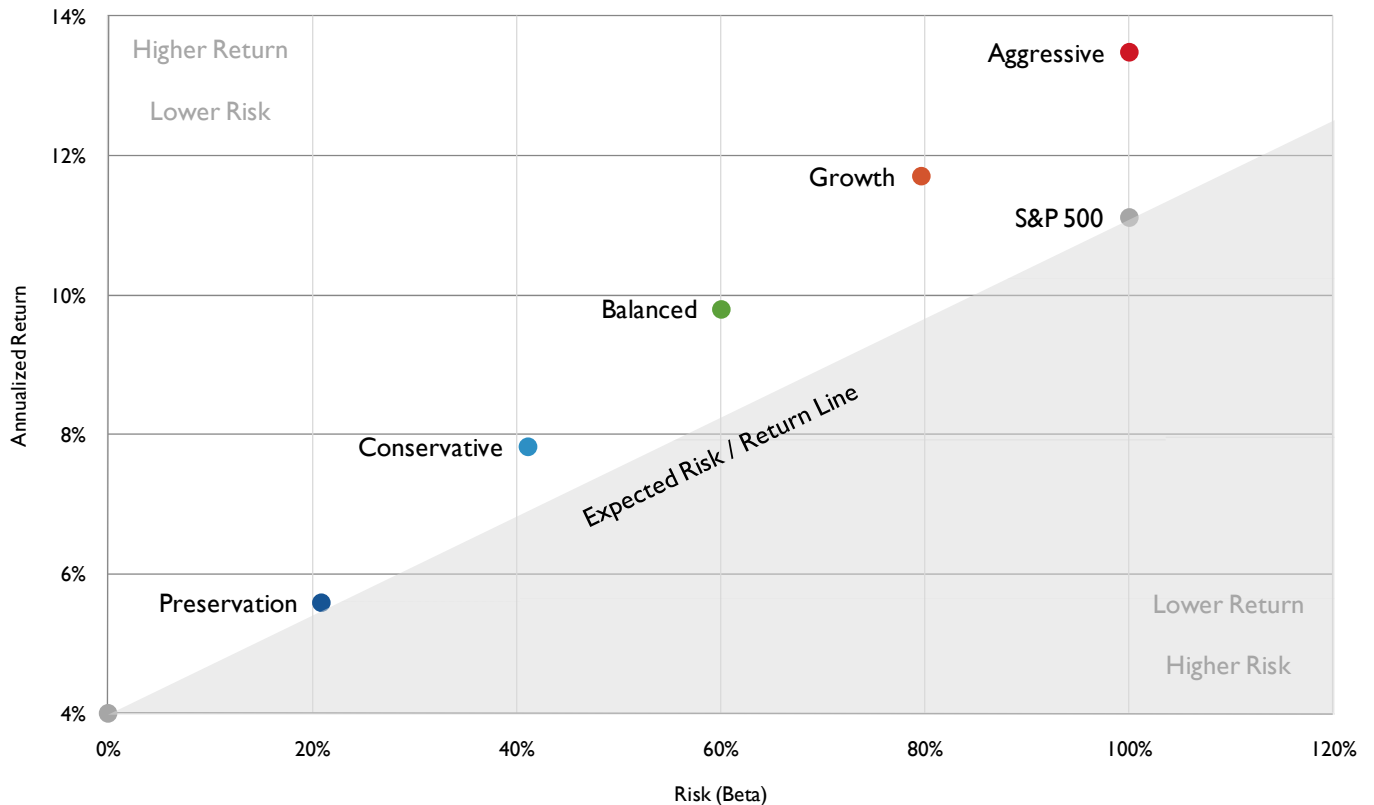
All data as of 12/31/2009



Successful investors seek investments that provide more return than expected for the risk. The Expected Risk/Return Line provides investors a guide to the return that is expected for each level of risk. If your investment is above the line you are getting more return than expected. The following chart illustrates each of the Beacon Model Portfolio Strategies as compared to the Expected Risk/Return Line and the value they provide.



## EXPECTED RISK / RETURN LINE



**Notes:**

All statistics are measured from January 1, 1932.

1-Month U.S. Treasury Bills are used as the "risk free" rate. Annualized return is 3.71% with a Risk (beta) level of 0.00%. The "Expected Risk / Return Line" is also known as the Security Market Line (SML) in Modern Portfolio Theory.

As with any investment strategy, a review of all disclosures is an integral part of and should be read before investing. Past performance is not predictive of future performance.