

December 31, 2011

Description, Strategy & Objectives

Equity Style: Large Cap Core

Equity Strategy: Total Return, focused on high dividend common stocks

Market Benchmark: S&P 500

Objective: Provide a growing level of income that exceeds the average yield on the S&P 500 with less volatility

Portfolio Manager: Tyler Pullen, CFA
10 Years of Experience

Strategy AUM: \$24.4 Million

Strategy # of Accounts: 33

Strategy Inception: 1/1/1997

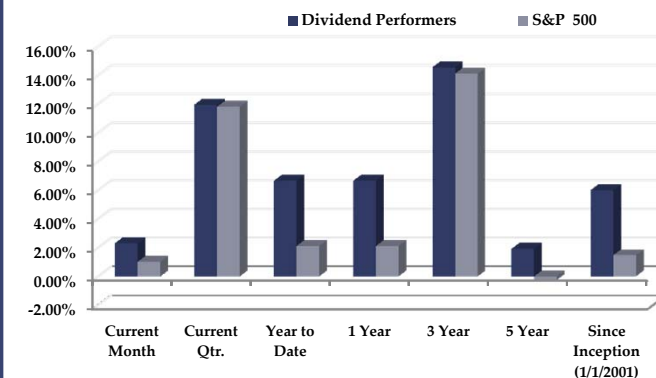
Philosophy & Process

Dividends matters for two reasons:

- 1) Historically the income has been a meaningful contributor to total return, and
- 2) The characteristics of dividend paying stocks lead to higher quality companies that in general are more focused on not only creating, but realizing shareholder value.

Our investment process begins with our macroeconomic outlook, with a focus on the direction of leading economic indicators. We emphasize companies with a strong history of paying a dividend, supported by strong cash flow profiles and balance sheets, which in turn leads to the potential for future dividend growth.

Performance



	Dividend Performers	S&P 500	Difference
Current Month	2.32%	1.02%	1.30%
Current Qtr.	11.96%	11.81%	0.15%
Year to Date	6.66%	2.11%	4.55%
1 Year	6.66%	2.11%	4.55%
3 Year	14.56%	14.11%	0.45%
5 Year	1.93%	-0.25%	2.18%
Since Inception (1/1/2001)	6.01%	1.48%	4.54%

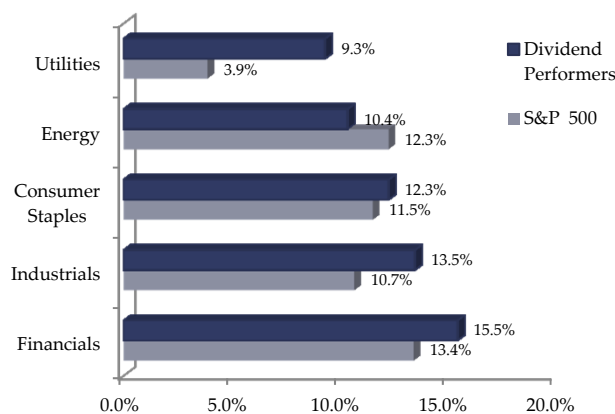
Holdings – Top 10 Securities

TYC	Tyco International Ltd	COP	ConocoPhillips
RDS.B	Royal Dutch Shell PLC	KFT	Kraft Foods Inc
IBM	IBM Corp	DD	E.I. Dupont de Nemours
LNT	Alliant Energy Corp	CB	Chubb Corp
SO	Southern Co	SDRL	Seadrill Ltd

Portfolio Characteristics

- Higher Dividend Yield Vs. Benchmark
- Lower Volatility Vs. Benchmark

Holdings – Top 5 Market Sectors



Portfolio Parameters

	Dividend Performers	S&P 500
Dividend Yield	3.50%	2.22%
Current P/E (Fiscal Year 1)	13.31	13.14
Forward P/E (Fiscal Year 2)	12.00	12.17
P/B	2.49	2.08
Market Cap (Median in Billions)	\$34.2	\$22.8
Market Cap (Weighted Avg. in Billions)	\$66.2	\$10.8
5 Yr Dividend Growth (Weighted Avg.)	4.0%	1.2%
Number of Positions	34	500
Annual Turnover	31.5%	

MPT Statistics

* Gross performance vs. S&P 500 Index

	Dividend Performers	S&P 500
5 Yr Alpha	1.95	
5 Yr Beta	0.92	
5 Yr Adjusted R ²	0.93	
5 Yr Sharpe Ratio	0.04	
5 Yr Tracking Error	5.44	
5 Yr Information Ratio	0.40	
3 Year Standard Deviation	15.72	18.97
5 Year Standard Deviation	16.02	18.88

The information provided in this report should not be considered a recommendation to purchase or sell any particular security. There is no assurance that any securities identified herein will be a part of the portfolio at the time you receive this report

Dividend Performers Equity

Boyd Watterson Asset Management, a wholly-owned subsidiary of Titanium Asset Management Corp., is an SEC-registered investment adviser that manages a variety of fixed income and equity strategies. The firm maintains a complete list and description of composites, which is available upon request.

Boyd Watterson Asset Management LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Boyd Watterson Asset Management LLC has been independently verified for the periods July 1, 2000 through September 30, 2011. The verification reports are available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.

Results are based on fully discretionary accounts under management, including some accounts no longer with the firm. The annual standard deviation presented is an asset-weighted calculation of performance dispersion for accounts in the composite the entire year. Different types of investments and strategies involve varying levels of risk, and there can be no assurance that any specific investment or investment strategy will be suitable or profitable for a client's or prospective client's portfolio and may result in a loss of principal.

For reasons including variances in holdings among Composite accounts, variances in the investment management fee incurred, market fluctuation, the date on which a client engaged Boyd Watterson's investment management services, and any account contributions or withdrawals, the performance of a specific client's account may vary substantially from Boyd Watterson's composite performance results. Past performance is not indicative of future results.

The U.S. dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. Actual returns will be reduced by investment advisory fees and other expenses that may be incurred in the management of the account. Fees are collected quarterly, which produces a compounding effect on the total rate of return of management fees. As an example, the effect of investment management fees on the total value of a client's portfolio assuming (a) \$1,000,000 investment, (b) portfolio return of 8% a year, and (c) 1.00% annual investment advisory fee would be \$10,416 in the first year, and cumulative effects of \$59,816 over five years and \$143,430 over ten years. Additional information regarding policies for valuing portfolios, calculating performance, and preparing a compliant presentation are available upon request.

The net-of-fees performance presented is calculated by deducting a standard total wrap fee from the quarterly gross-of-fees returns. The standard fixed income wrap fee is 3.00% annually or 0.75% quarterly. Gross returns are shown as supplemental information and are stated gross of all fees and transaction costs. Wrap fees may include fees from custodial services, consulting services, investment management, brokerage commissions, and other administrative expenses. In an effort to seek best execution, trade away fees may be incurred in addition to the wrap fee. Wrap fee schedules are provided by independent wrap sponsors and are available upon request from the respective wrap sponsor.

The Boyd Watterson equity fee schedule is 75 bps on the first \$10 million, 60 bps on the next \$15 million, 50 bps on the next \$25 million, 40 bps on the next \$50 million, and 30 bps above \$100 million. Fees are based on the characteristics of the account, the client's requirements, and are negotiable. Actual investment advisory fees incurred by clients may vary.

Dividend Performers Equity Composite - The composite consists of all Dividend Performers Equity accounts that are fully discretionary, meet the minimum account size, are fully invested after one quarter, and follow the model account requirements. Accounts established through wrap programs are also included in this composite. The Dividend Performers portfolio employs a total-return strategy focused on dividend-paying common stocks, which are expected to grow their dividends overtime. The investment objective is to provide levels of current income which exceed the average yield of the S&P 500, dividend growth rates greater than the long-term average of the S&P500 and overall levels of volatility below that of the S&P500. These portfolio are primarily invested in large capitalization, high quality, dividend paying, value-oriented, common stocks. The overall level of risk should be consistent with the risk associated with the benchmark. Returns are generated through sector positioning and security selection, while aggregate risk measures (i.e., beta and standard deviation) are measured and monitored. The effective date for disclosure of percentage of wrap assets in the composite is January 1, 2006. For comparison purposes is measured against the S&P 500 Index, which is an unmanaged index that consists of 500 stocks and is designed to form a representative sample of the U.S. Stock Market. The composite was created on December 31, 2010. The primary manager for this composite of accounts changed in October 2008. The 2006 percentage of wrap assets was once incorrectly stated at 98.5%. The correct 2006 percentage of wrap assets is 8.66%. Performance prior to January 1, 2011 occurred while the portfolio management team was employed at a prior firm. As represented by management, the performance from the prior firm conforms to GIPS with regard to portability of investment results.

Dividend Performers Equity										
Period End	Composite Assets (millions)	Total Firm Assets (millions)	% of SMA Accounts	Accounts at Period End	Returns			Annual Standard Deviation	Composite 3 Year Ex-Post Standard Deviation	
					Composite (Pure Gross)	Composite (Net)	S&P 500	Composite	Composite	S&P 500
2011	1.5	4,801	0.0	6	6.66	3.51	2.11	N/A	15.50	18.70
2010	3.2	-	0.0	6	16.48	13.07	15.06	N/A	-	-
2009	3.3	-	14.2	9	21.03	18.67	26.45	1.9	-	-
2008	4.2	-	10.4	10	-31.4	-32.8	-36.98	2.9	-	-
2007	8.0	-	6.9	10	6.66	4.55	5.50	2.0	-	-
2006	7.8	-	8.7	10	20.24	17.95	15.80	1.3	-	-
2005	1.8	-	-	6	4.49	2.44	4.92	0.8	-	-
2004	1.6	-	-	5	12.72	10.55	10.89	N/A	-	-
2003	1.5	-	-	5	27.95	25.56	28.7	N/A	-	-
2002	1.4	-	-	6	-11.89	-13.71	-22.08	0.9	-	-

Note: Composite assets and number of accounts are affected by client-imposed restrictions and changes in inclusion criteria. These statistics cannot be used to demonstrate gained or lost accounts of the firm or of total composite assets. Such data is available upon request. Please refer to the disclosure page for more information.

N/A - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.