

PERFORMANCE REPORT

Independent
advice for the
institutional
investor

**Milwaukee County
Deferred
Compensation Plan**

First Quarter 2009

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All rates of return presented in this report for time periods greater than one year are annualized. Mutual fund rates of return are provided by Morningstar. Rates of return for the North Shore Savings Fund and the Stable Value Fund are provided by the investment manager. All rates of return contained in this report are net of investment management fees. Percentages in some exhibits may not add to 100% because of rounding.

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INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
North Shore Savings Fund	0.3%	--	1.8%	--	2.9%	--	2.7%	--
iMoney Net Money Fund Average	0.1	--	1.4	--	3.3	--	2.6	--
Stable Value Fund	1.2	--	4.8	--	4.8	--	4.7	--
EnnisKnupp GIC Index	1.1	--	4.7	--	4.5	--	4.2	--
PIMCO Total Return Fund Instl	1.5	12	3.0	16	6.6	10	4.8	10
Barclays Capital Aggregate Bond Index	0.1	47	3.1	14	5.8	15	4.1	15

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Income	-2.8%	45	-19.7%	68	-3.9%	53	0.5%	33
Custom Benchmark	-4.3	71	-16.1	40	-2.5	31	0.8	27
TRP PS Balanced	-4.3	41	-28.0	76	-7.7	58	-1.0	38
Custom Benchmark	-6.5	71	-24.4	46	-6.1	32	-0.7	30
TRP PS Growth	-6.2	42	-35.9	85	-11.7	68	-2.9	49
Custom Benchmark	-8.8	71	-32.0	55	-9.7	37	-2.2	37

Benchmark descriptions can be found in the Appendix.

INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 3/31/09

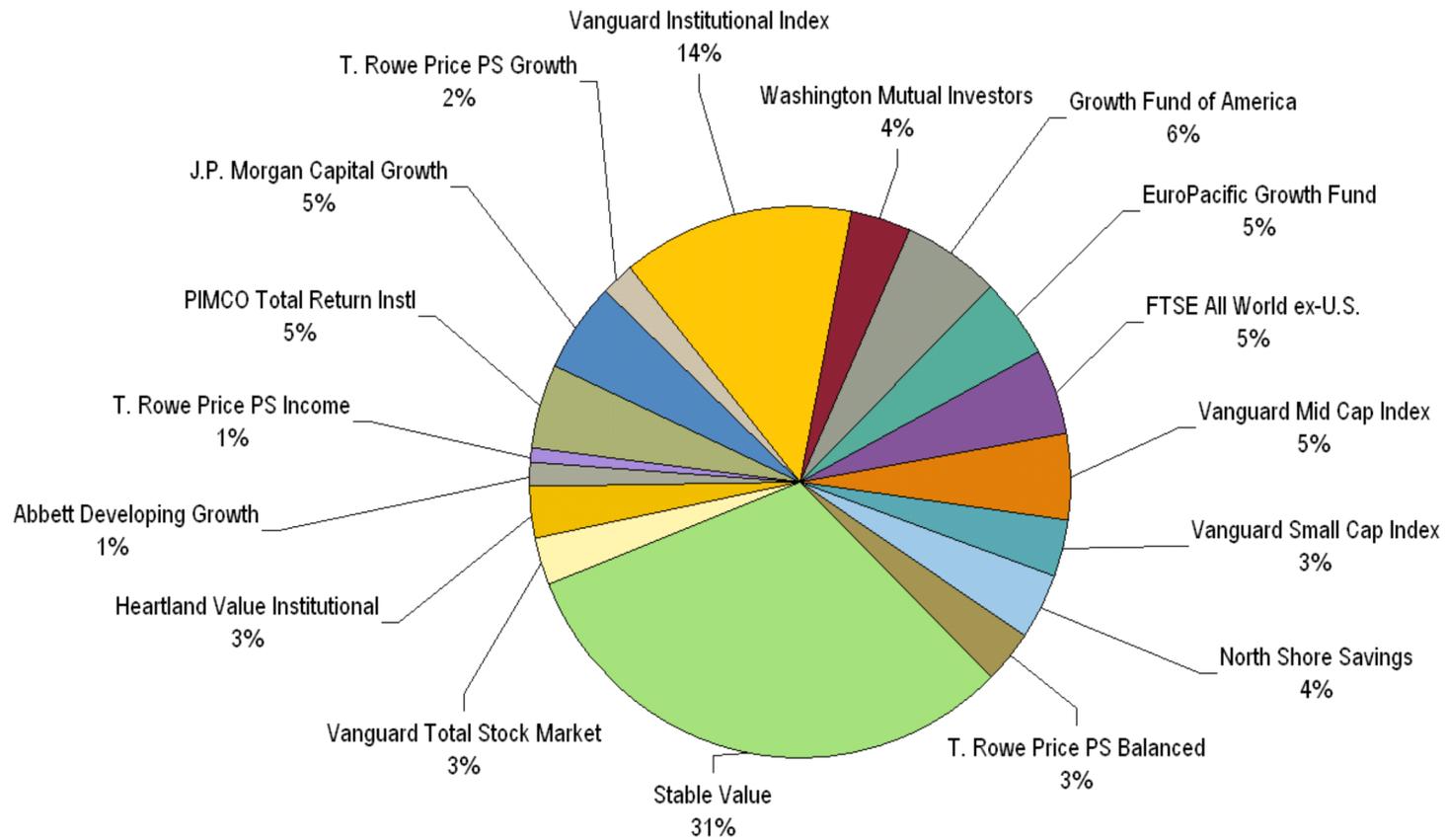
	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Washington Mutual Investors Fund	-13.2%	86	-36.9%	44	-12.0%	29	-4.4%	54
Russell 1000 Value Index	-16.8	98	-42.4	87	-15.4	72	-4.9	64
Vanguard Institutional Index Fund	-11.0	69	-38.0	54	-13.0	41	-4.8	61
S&P 500 Index	-11.0	71	-38.1	55	-13.1	41	-4.8	61
Growth Fund of America	-3.9	20	-36.3	39	-11.4	23	-2.0	18
Russell 1000 Growth Index	-4.1	21	-34.3	26	-11.3	23	-4.4	53
Vanguard Total Stock Market Index Fund	-10.7	66	-37.8	52	-13.3	46	-4.4	53
Performance Benchmark	-10.7	66	-37.9	53	-13.3	46	-4.4	53
J.P. Morgan Capital Growth Fund	-1.1	8	-35.2	32	-13.1	42	-2.7	27
Performance Benchmark	-3.4	17	-39.6	72	-14.9	67	-3.9	45
Vanguard Mid Cap Index Fund	-8.4	46	-40.4	77	-15.7	75	-3.3	35
MSCI U.S. Mid Cap 450 Index	-8.4	46	-40.4	78	-15.7	76	-3.3	36
Vanguard Small Cap Index Fund	-13.5	88	-39.1	67	-16.7	83	-4.7	60
Small-Cap Index	-13.5	88	-39.2	69	-16.8	84	-4.8	62
Lord Abbett Developing Growth Fund	-2.2	12	-34.3	26	-12.2	32	-1.8	16
Russell 2000 Growth Index	-9.7	58	-36.4	40	-16.2	79	-5.4	72
Heartland Value Institutional Fund	-12.4	82	-41.2	82	-18.1	90	-7.5	93
Russell 2000 Value Index	-19.6	99	-38.9	66	-17.5	88	-5.3	71

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
EuroPacific Growth Fund	-7.9%	7	-40.4%	9	-9.4%	6	1.8%	8
MSCI All Country World ex-U.S. Index	-10.7	27	-46.5	52	-13.1	32	-0.7	29
Vanguard FTSE All World ex-U.S. Index	-12.3	51	-46.2	49	--	--	--	--
FTSE All World ex-U.S. Index	-10.4	22	-46.1	48	--	--	--	--

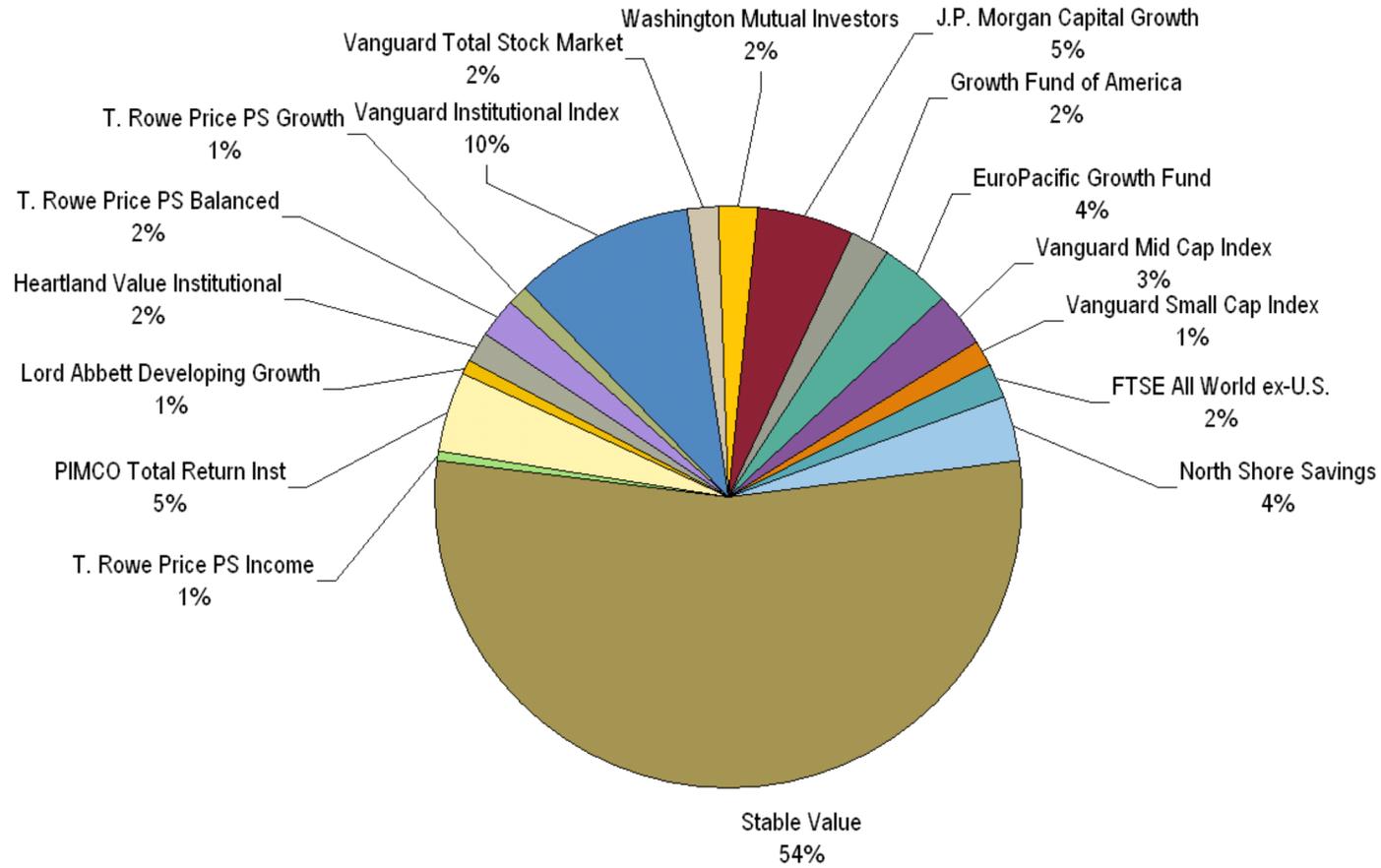
Benchmark descriptions can be found in the Appendix. U.S. equity ranks are obtained using a broad Morningstar universe of 2,244 U.S. stock mutual funds. Non-U.S. equity ranks are obtained using a universe including 95 non-U.S. stock managers calculated by BNY Mellon Performance and Risk Analytics.

Contributions by Investment Option
First Quarter 2009

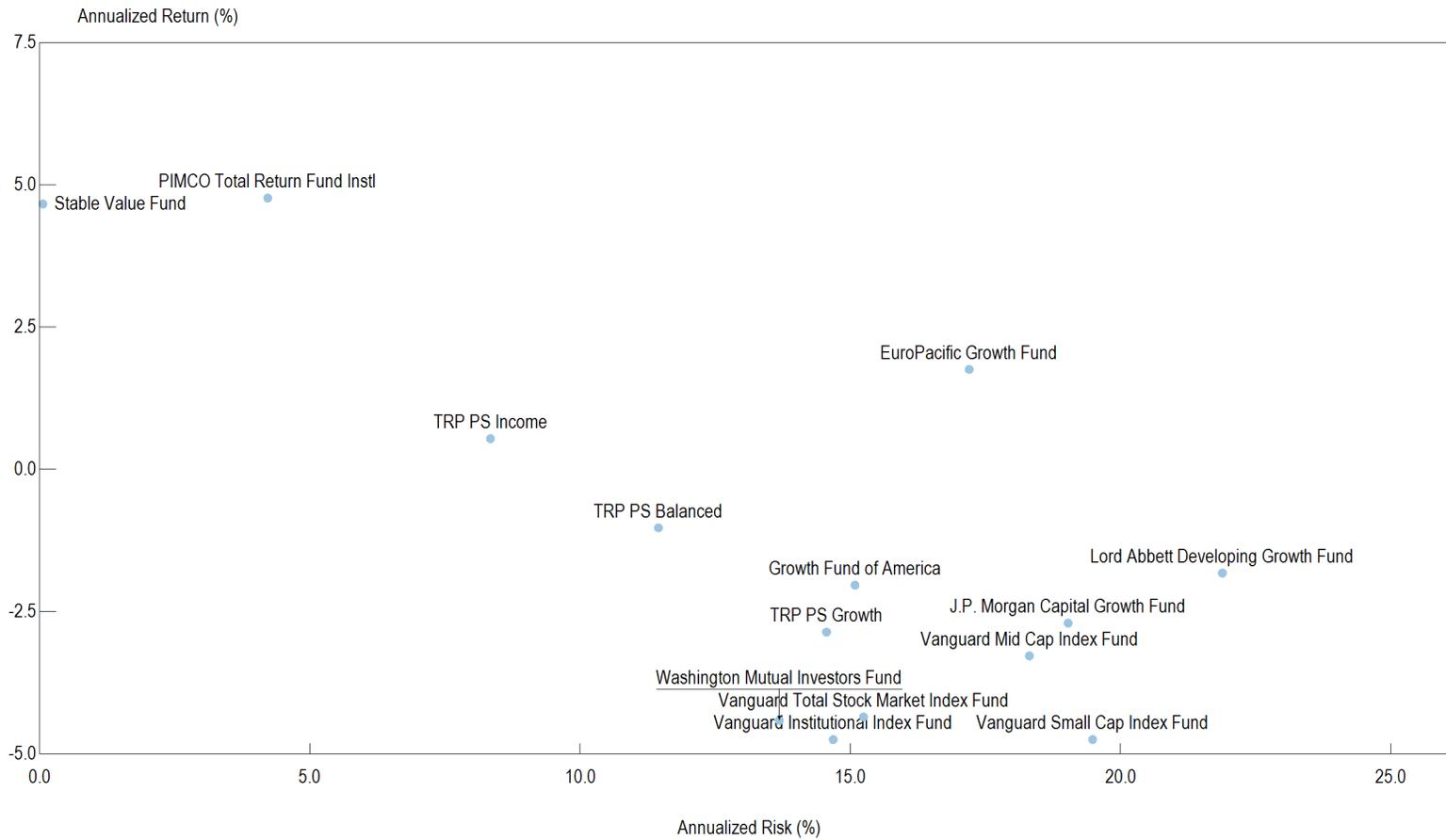


INVESTMENT HIGHLIGHTS

Asset Allocation
Milwaukee County Investment Options
First Quarter 2009



**ANNUALIZED RISK RETURN
5 YEARS ENDING 3/31/09**



INVESTMENT HIGHLIGHTS

Change in Market Value

Investment Fund	December 31, 2008	Net Contributions/ Withdrawals	Net Income/ Appreciation*	March 31, 2009
North Shore Savings	6,166,685	353,769	20,128	6,540,583
Stable Value	94,007,182	2,099,853	1,079,007	97,186,042
T. Rowe Price PS Income	1,134,619	(73,271)	(29,336)	1,032,013
PIMCO Total Return Inst	8,012,173	56,672	115,459	8,184,304
Heartland Value Institutional	3,380,284	(154,478)	(412,731)	2,813,075
Lord Abbett Developing Growth	1,674,534	(113,987)	(50,737)	1,509,810
T. Rowe Price PS Balanced	4,762,462	(311,586)	(222,493)	4,228,384
T. Rowe Price PS Growth	1,957,983	(83,627)	(130,771)	1,743,585
Vanguard Institutional Index	20,327,653	162,996	(2,252,936)	18,237,713
Vanguard Total Stock Market	3,484,370	(115,408)	(371,951)	2,997,011
Washington Mutual Investors	4,334,770	248,673	(597,874)	3,985,569
J.P. Morgan Capital Growth	10,123,775	(547,712)	(122,848)	9,453,216
Growth Fund of America	4,634,530	(44,818)	(191,722)	4,397,990
EuroPacific Growth Fund	7,648,497	(183,741)	(619,992)	6,844,764
FTSE All World ex-U.S. Index	4,132,516	135,943	(505,053)	3,763,407
Vanguard Mid Cap Index	6,626,840	(552,909)	(550,073)	5,523,858
Vanguard Small Cap Index	2,000,258	559,709	(297,197)	2,262,770
Total	184,409,134	1,436,077	(5,141,119)	180,704,093

Fees

Fund Name	Plan Balance (\$ thousands)	Expense Ratio	Revenue Sharing Fees	\$ Fee on Expense Ratio	Dollar Revenue Sharing
North Shore Savings	\$ 6,541	0.00%	0.00%	\$ -	\$ -
Stable Value	97,186	0.40%	0.00%	388,744	-
PIMCO Total Return Inst	8,184	0.46%	0.00%	37,648	-
TRP PS Income	1,032	0.66%	0.10%	6,811	1,032
TRP PS Balanced	4,228	0.76%	0.10%	32,136	4,228
TRP PS Growth	1,744	0.83%	0.10%	14,472	1,744
Washington Mutual	3,986	0.60%	0.33%	23,913	13,152
Heartland Value Institutional	2,813	0.89%	0.10%	25,036	2,813
Lord Abbett	1,510	1.13%	0.40%	17,061	6,039
FTSE All World ex-U.S. Index	3,763	0.15%	0.00%	5,645	-
Vanguard Institutional	18,238	0.05%	0.00%	9,119	-
Vanguard Total Stock Market	2,997	0.07%	0.00%	2,098	-
JP Morgan Capital Growth	9,453	1.14%	0.50%	107,767	47,266
Vanguard Mid Cap Index	5,524	0.07%	0.00%	3,867	-
Growth Fund of America (R5)	4,398	0.34%	0.05%	14,953	2,199
Vanguard Small Cap Index	2,263	0.22%	0.00%	4,978	-
EuroPacific Growth Fund (R5)	6,845	0.54%	0.05%	36,962	3,422
Total	\$ 180,704	0.40%		\$ 731,210	\$ 81,896
Total as a Percent				0.40%	0.05%

Investment Management Fee Net of Revenue Sharing	(\$ Fee on Expense Ratio - Dollar Revenue Sharing)	\$ 649,313
<i>Net Investment Management Fee as a Percent of Plan Assets</i>		0.36%

Great West Revenue Sharing Cap**	\$ 125,000 *
<i>Capped Revenue Sharing as a Percent of Plan Assets</i>	0.07%

Revenue Sharing Returned to the County	\$ -
<i>Returned Revenue Sharing as a Percent of Plan Assets</i>	0.00%

*Effective April 2007, the committee approved a fee holiday on the \$20 flat fee and the asset based fee of 0.24% charged to participants. All information in the above table is as reported by Great West.

** Exclusive of 20 bps revenue Great West receives for the Stable Value Fund.

MARKET ENVIRONMENT
First Quarter 2009

MARKET ENVIRONMENT

OVERVIEW

MAJOR MARKET RETURNS

	First Quarter	1 Year Ending 3/31/09	3 Years Ending 3/31/09	5 Years Ending 3/31/09	10 Years Ending 3/31/09
Dow Jones Wilshire 5000 Index	-10.6 %	-38.0 %	-13.3 %	-4.4 %	-2.1 %
MSCI All Country World ex-U.S. Index	-10.7	-46.5	-13.1	-0.7	0.5
MSCI EAFE Index	-13.9	-46.5	-14.5	-2.2	-0.8
MSCI Emerging Markets Index	0.9	-47.1	-8.2	5.9	7.8
MSCI All Country World Index	-10.7	-43.1	-13.3	-2.9	-1.7
Barclays Capital Aggregate Bond Index	0.1	3.1	5.8	4.1	5.7

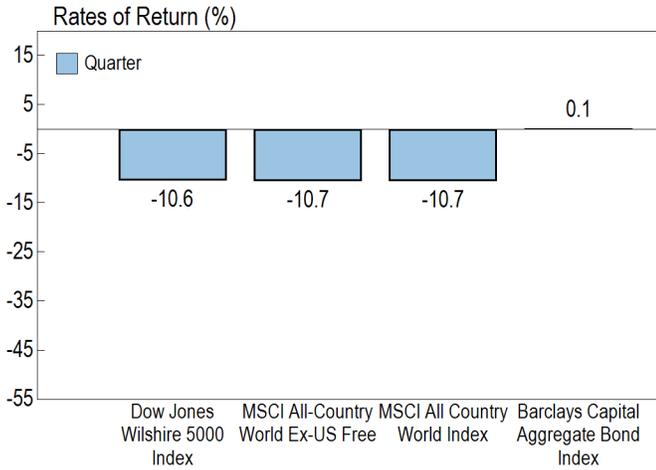
The U.S. broad equity market continued to decline through January and February, bottoming out for the quarter in early March at levels not seen since more than a decade ago. Market volatility increased as a new administration took office and the combined postings of large corporate losses and continued negative economic reports left investors uncertain. The U.S. government continued in its efforts to stabilize the economy, investing more money in Citigroup, AIG and the auto industry. The Federal Reserve announced that it would purchase \$300 billion in long-term Treasuries as well as an additional \$750 billion in agency mortgage-backed securities and \$100 billion of agency debt. The Term Asset-Backed Securities Lending Facility (TALF) was launched to provide loans to support the asset-backed securities market. On March 26th the U.S. Bureau of Economic Analysis revealed that the gross domestic product decreased by an annualized 6.3% during the fourth quarter of 2008. Americans continued to lose jobs with an estimated 4.4 million jobs lost within the past year.

The Dow Jones Wilshire 5000 Index ended the first quarter of 2009 down 10.6%, with value stocks suffering as top-rated companies, including General Electric and Berkshire Hathaway, had their debt downgraded by rating agencies. The financial, capital goods and transportation sectors performed the worst, returning -24.9%, -24.2% and -22.1%, respectively. Technology and consumer durables were the best relative performers, yielding quarterly returns of -0.3% and -2.1%, respectively. The quarter closed amidst a feeling of hesitant optimism as the Dow Jones Wilshire 5000 rebounded 8.7% during the month of March.

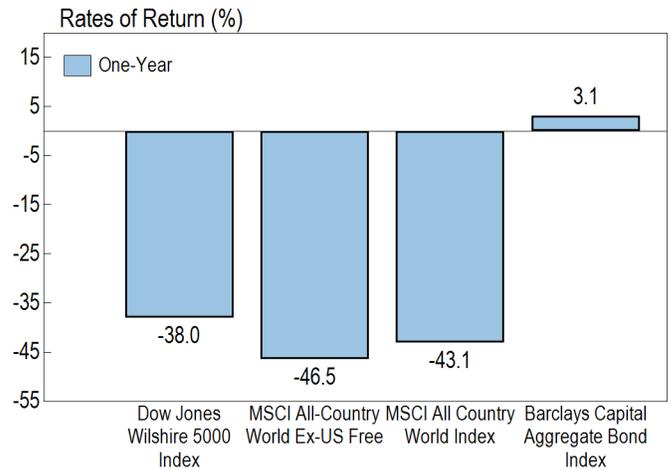
International markets kept pace with U.S. stocks during the first quarter with the MSCI All Country World ex-U.S. Index losing -10.7% of its value. Emerging markets outperformed developed markets during all three months, delivering a positive return of 0.9%. In March, the European Central Bank and the Bank of England both cut their target interest rates by half a percent, lowering their rates to 1.5% and 0.5%, respectively. The Latin American and Asian regions provided the only positive returns for the quarter, yielding 4.9% and 1.6% respectively, while Japan and the Europe ex-U.K. region declined by 16.6% and 16.2%, respectively.

The domestic fixed income market, as measured by the Barclays Capital Aggregate Bond Index, returned 0.1% during the first quarter of 2009, outperforming the broad global equity indices. The asset-backed, high-yield and mortgage sectors produced the highest returns as the Federal Reserve announced several programs to restore liquidity and confidence in the credit markets, including TALF and the purchase of agency securities and debt. Despite the initiatives of the Federal Reserve, credit spreads on investment-grade corporate bonds widened further due to the ongoing concern of increased default rates. Treasury yields rose slightly across all maturities as investors at least temporarily halted last year's flight to quality. At a meeting on March 17-18th, the Federal Reserve Open Markets Committee resolved to keep the target federal funds rate at 0.00-0.25%.

**MAJOR MARKET RETURNS
FIRST QUARTER**

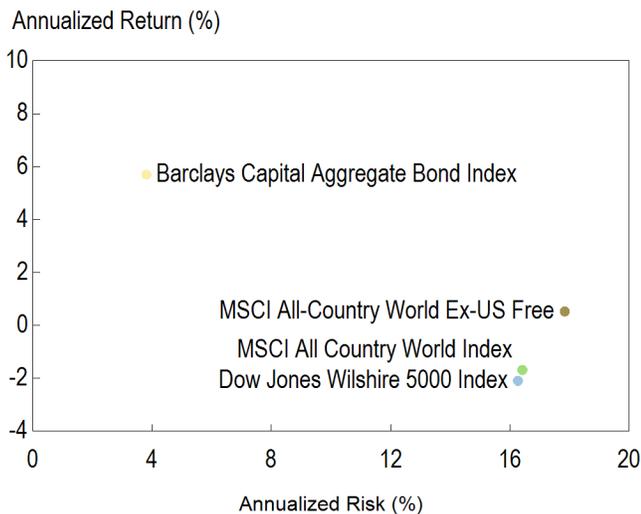


**MAJOR MARKET RETURNS
ONE-YEAR ENDING 3/31/09**

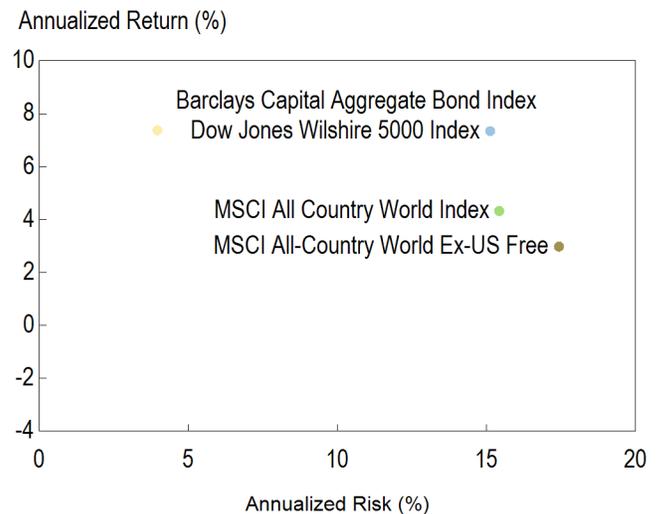


The exhibits above show the performance of the major capital markets during the first quarter and one-year periods.

**MARKET RISK/RETURN
10 YEARS ENDING 3/31/09**



**MARKET RISK/RETURN
20 YEARS ENDING 3/31/09**

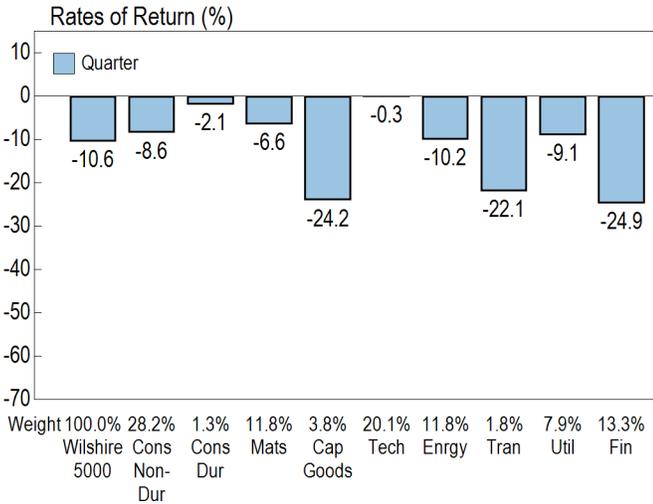


The exhibits above show the historical performance of the major capital markets and the amount of risk (volatility of returns) incurred. Points near the top of the chart represent a greater return and points near the right of the chart indicate greater volatility.

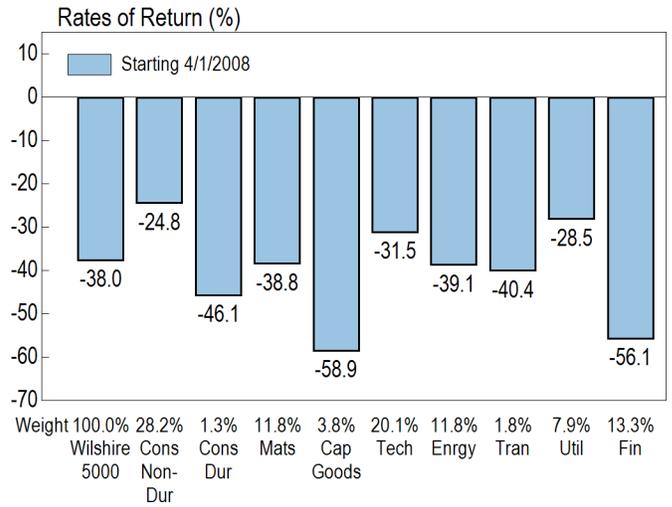
MARKET ENVIRONMENT

U.S. STOCK MARKET

SECTOR RETURNS FIRST QUARTER



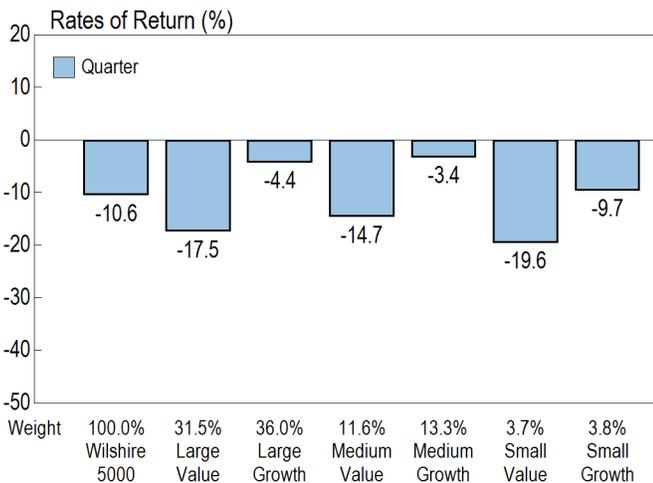
SECTOR RETURNS ONE-YEAR ENDING 3/31/09



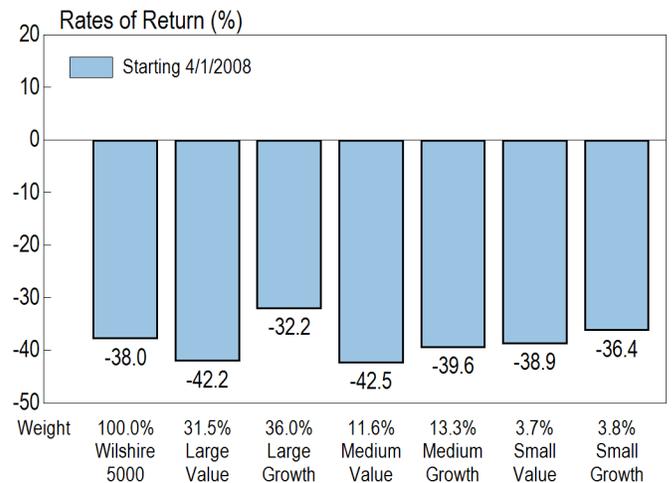
The Dow Jones Wilshire 5000 Index is the broadest available measure of the aggregate domestic stock market. It includes all domestic common stocks with readily available price information.

The exhibits above show the performance of the sectors that comprise the Dow Jones Wilshire 5000 Index. The percentage below each bar indicates the sector's weight within the Dow Jones Wilshire 5000 Index at quarter-end.

STYLE RETURNS FIRST QUARTER

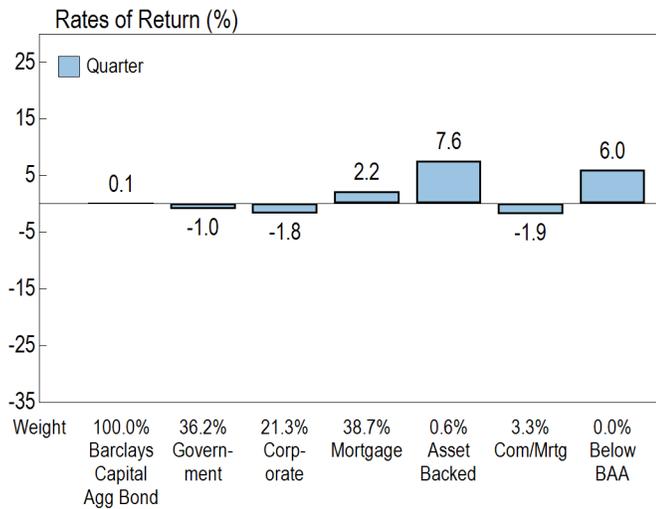


STYLE RETURNS ONE-YEAR ENDING 3/31/09

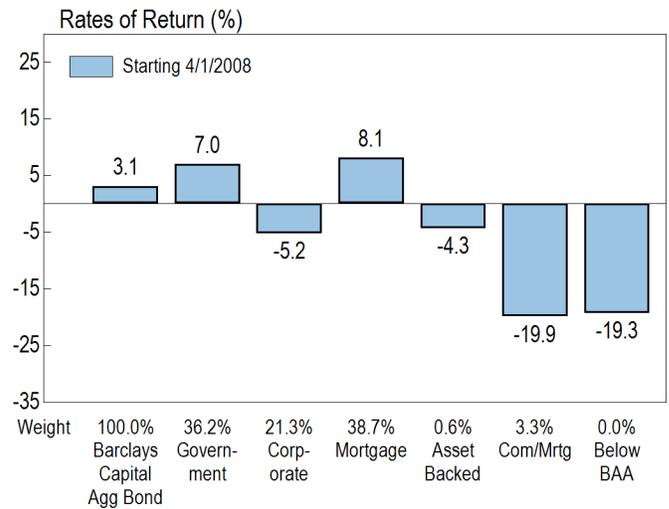


The exhibits above illustrate the performance of stock investment styles according to capitalization (large and small) and style characteristics (value and growth). The percentage below each bar indicates the segment's weight within the Dow Jones Wilshire 5000 Index at quarter-end.

**SECTOR RETURNS
FIRST QUARTER**



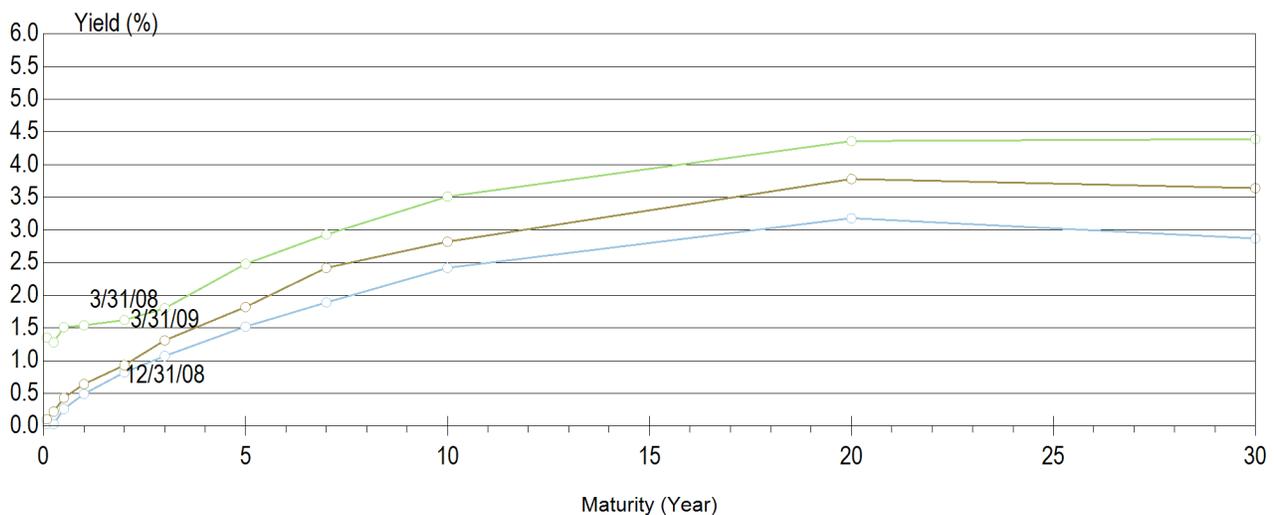
**SECTOR RETURNS
ONE-YEAR ENDING 3/31/09**



The Barclays Capital Aggregate Bond Index is a broad measure of the U.S. investment grade fixed income market. The Index consists of the corporate, government, and mortgage-backed indexes and includes credit card, auto, and home equity loan-backed securities.

The exhibits above show the performance of the sectors that comprise the broad domestic bond market. The percentage below each bar indicates the sector's weight within the Barclays Capital Aggregate Bond Index at quarter-end.

U.S. TREASURY CURVE

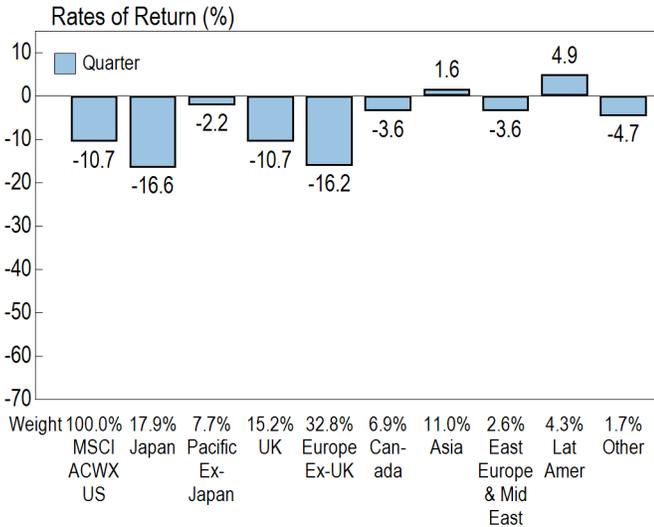


The exhibit above illustrates yields of Treasury securities of various maturities as of March 31, 2008, December 31, 2008, and March 31, 2009.

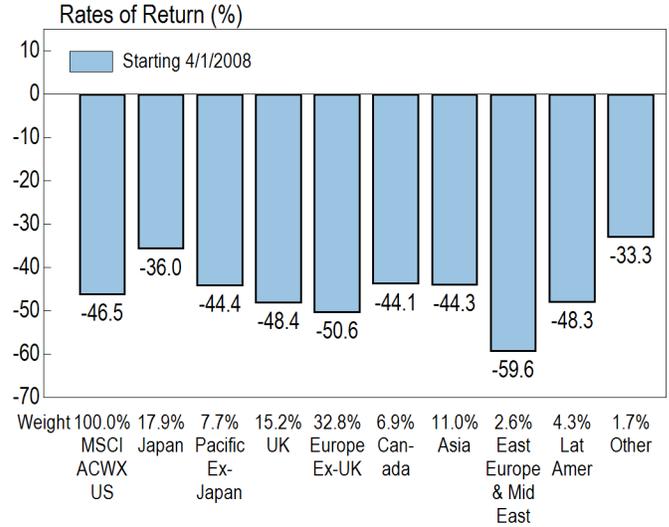
MARKET ENVIRONMENT

NON-U.S. STOCK MARKETS

**NON-U.S. STOCK MARKET RETURNS
FIRST QUARTER**

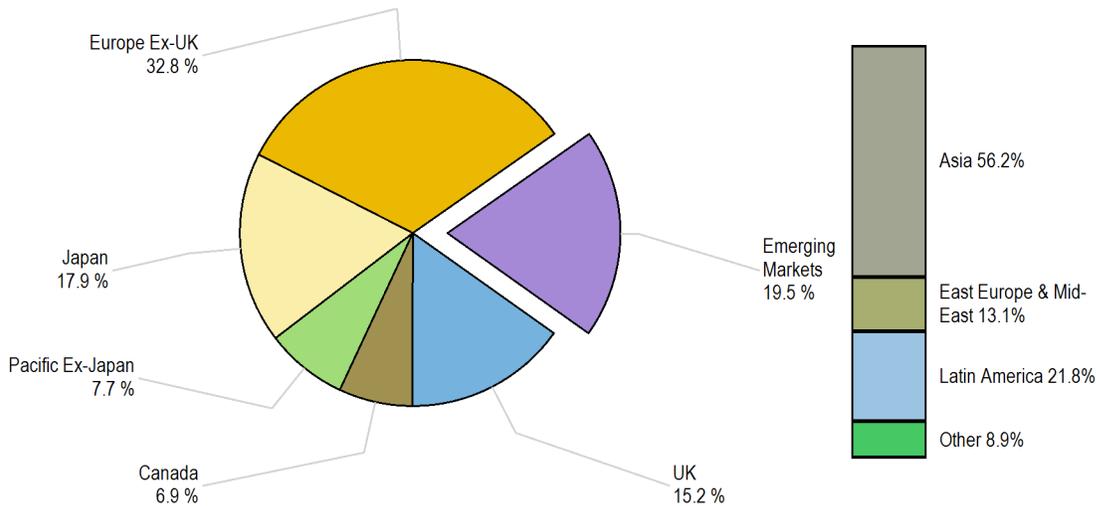


**NON-U.S. STOCK MARKET RETURNS
ONE-YEAR ENDING 3/31/09**



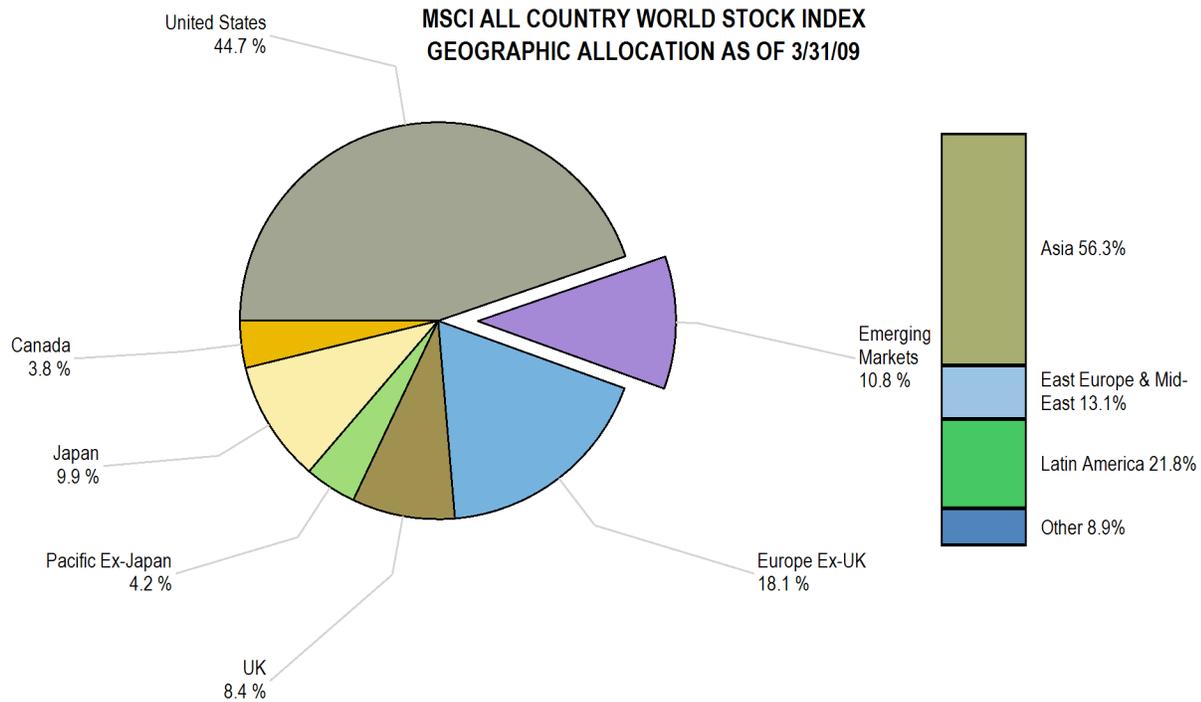
The MSCI All Country World ex-U.S. Index is a capitalization-weighted index of stocks representing 22 developed stock markets and 24 emerging stock markets around the world. The exhibits above show the performance of the regions that comprise the MSCI All Country World ex-U.S. Index at quarter-end.

**MSCI ALL COUNTRY WORLD EX-U.S. STOCK INDEX
GEOGRAPHIC ALLOCATION AS OF 3/31/09**



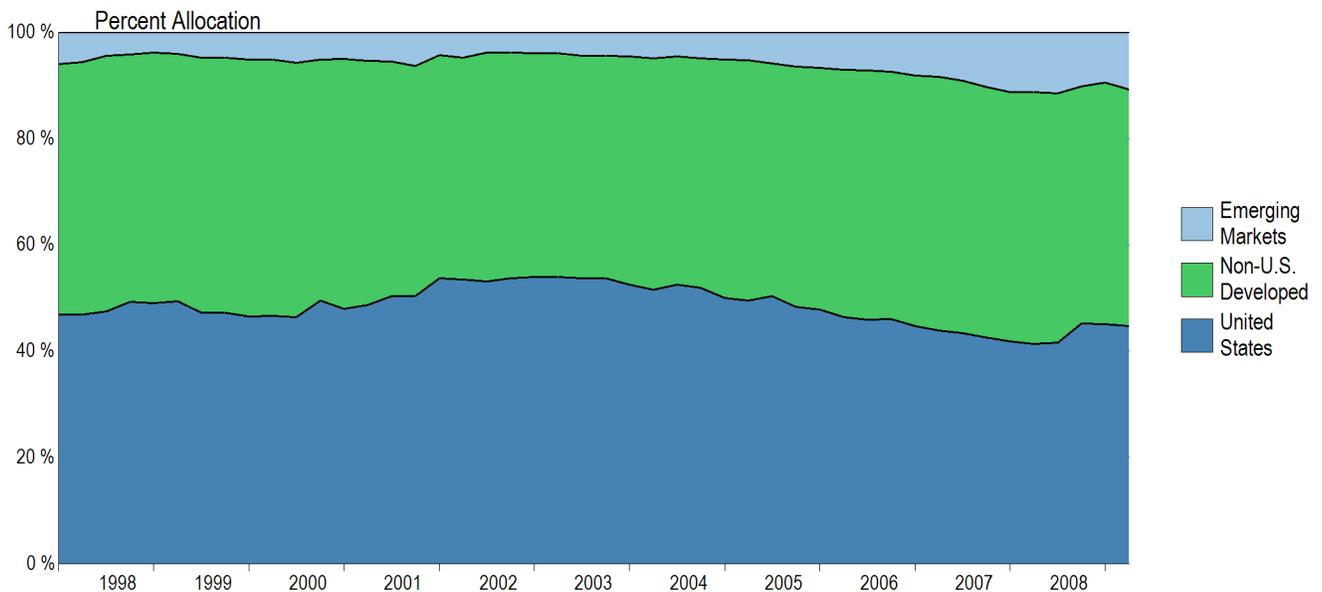
The exhibit above illustrates the percent each region represents of the non-U.S. stock market as measured by the MSCI All Country World ex-U.S. Index.

Note on Other: Includes South Africa, Egypt and Morocco. Returns expressed are the weighted average returns.



The MSCI All Country World Index is a capitalization-weighted index of stocks representing 23 developed stock markets and 24 emerging stock markets around the world. The graph above shows the allocation to each region at quarter-end.
 Note on Other: Includes South Africa, Egypt and Morocco.

ALLOCATION



The graph above shows the changes in the breakdown between the United States, non-U.S. developed markets, and emerging markets in the MSCI All Country World Index over time.

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**RETURN SUMMARY
ENDING 3/31/09**

	First Quarter	1 Year Ending 3/31/09	3 Years Ending 3/31/09	5 Years Ending 3/31/09
North Shore Savings Fund	0.3%	1.8%	2.9%	2.7%
iMoney Net Money Fund Average	0.1	1.4	3.3	2.6

Investment Strategy

The objective of the North Shore Savings Fund is to preserve capital and provide current income, while maintaining a high level of liquidity. The Fund is FDIC insured.

Performance Commentary

The North Shore Savings Fund outperformed the return of the iMoneyNet Money Fund Average by 20 basis points during the quarter. The fund has lagged its benchmark during the trailing three-year period, but has outperformed during the trailing one- and five-year periods as illustrated above. The Fund has met its investment objective of providing participants with a high level of liquidity and capital preservation.

**HISTORICAL RETURNS
(BY YEAR)**

	North Shore Savings Fund	iMoney Net Money Fund Average	Return Difference
	Return	Return	
1998	5.2%	5.0%	0.2
1999	4.8	4.6	0.2
2000	5.3	5.9	-0.6
2001	4.3	3.7	0.6
2002	1.6	2.1	-0.5
2003	1.4	0.9	0.5
2004	1.3	0.6	0.7
2005	2.8	1.7	1.1
2006	3.7	3.8	-0.1
2007	3.7	4.7	-1.0
2008	2.0	2.0	0.0
2009 (3 months)	0.3	0.1	0.2
Trailing 1-Year	1.8%	1.4%	0.4
Trailing 3-Year	2.9	3.3	-0.4
Trailing 5-Year	2.7	2.6	0.1
Trailing 10-Year	3.0	2.9	0.1

STABLE VALUE

RETURN SUMMARY ENDING 3/31/09

	First Quarter	1 Year Ending 3/31/09	3 Years Ending 3/31/09	5 Years Ending 3/31/09
Stable Value Fund	1.2 %	4.8 %	4.8 %	4.7 %
EnnisKnupp GIC Index	1.1	4.7	4.5	4.2

Investment Strategy

The Stable Value Fund managed by Great-West seeks to provide a stable rate of return through current income while preserving capital. The Fund invests solely in fixed income securities rated AAA or those issued by the U.S. government and its agencies. The Fund will allocate assets to sectors that management believes offer increased yield potential.

Performance Commentary

During the first quarter, the Stable Value Fund modestly outpaced the return of its Index. The Fund's long-term performance remains favorable, as it has outperformed its benchmark during all long-term periods shown above.

HISTORICAL RETURNS (BY YEAR)

	Stable Value Fund	EnnisKnupp GIC Index	Return Difference
	Return	Return	
1998	6.3%	6.2%	0.1
1999	6.3	6.0	0.3
2000	6.5	6.4	0.1
2001	6.5	6.2	0.3
2002	5.7	5.1	0.6
2003	4.3	4.1	0.2
2004	4.2	3.9	0.3
2005	4.5	3.7	0.8
2006	4.8	4.1	0.7
2007	4.9	4.6	0.3
2008	4.8	4.7	0.1
2009 (3 months)	1.2	1.1	0.1
Trailing 1-Year	4.8%	4.7%	0.1
Trailing 3-Year	4.8	4.5	0.3
Trailing 5-Year	4.7	4.2	0.5
Trailing 10-Year	5.2	4.8	0.4

**RETURN SUMMARY
ENDING 3/31/09**

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
PIMCO Total Return Fund Instl	1.5%	12	3.0%	16	6.6%	10	4.8%	10
Barclays Capital Aggregate Bond Index	0.1	47	3.1	14	5.8	15	4.1	15

Investment Strategy

The PIMCO Total Return Fund, Institutional Shares, seeks total return consistent with preservation of capital. The Fund's strategy includes active sector rotation and moderate interest-rate anticipation. PIMCO's objective is to outperform the Barclays Capital Aggregate Bond Index without incurring greater risk by utilizing innovative investment techniques or identifying sector and issue buying opportunities. The Fund maintains a duration between 3 and 6 years and can invest up to 10% in issues rated below BBB but no lower than B. The Fund may invest up to 20% of assets in non-dollar bonds. In March of 2007, PIMCO's Institutional share class replaced the Administrative share class.

Performance Commentary

During the first quarter, the PIMCO Total Return Fund gained 1.5% outperforming the Barclays Capital Aggregate Bond Index by 1.4 percentage points. The manager's overweight allocation to agency mortgage-backed securities was the largest performance driver during the quarter as the government's initiative to purchase pools of agency mortgages in an effort to decrease mortgage interest rates helped the sector outperform the Index. Additionally, PIMCO's interest rate strategies impacted performance favorably. The manager structured the portfolio to benefit from a steepening yield curve environment in the U.S., U.K., and the Euro-zone, which came to realization during the quarter and generated excess returns. PIMCO's corporate bond strategy partially offset the relative gains; the manager's corporate bond portfolio emphasized the financial sector, which fared poorly during the quarter. PIMCO maintains its conviction that debt instruments of large, systemically-important financial institutions offer compelling value at their current price levels.

The Fund lagged its benchmark during the trailing one-year period due to weak performance during the third quarter of 2008. However, PIMCO has outperformed during the trailing three- and five-year periods.

PIMCO TOTAL RETURN INSTL

FUND CHARACTERISTICS AS OF 3/31/09

	PIMCO Total Return Fund Instl	
Credit Quality	AAA	41%
	AA	10
	A	13
	BBB	4
	<BBB	4
	Treasury/Agency	28
Composition	US Gov't/Agency	28%
	Corporate	17
	Mortgage-Backed	66
	Foreign	5
	Cash	-18
	Other	2
Average Maturity/Duration	5.1 years/4.4 years	
Number of Issues	4,898	
Turnover	N/A	
Distriubtion Yield	6.37%	
Inception Date	September 1994	
Total Fund Assets	\$144.4 billion	
Fees	0.46%	

HISTORICAL RETURNS

(BY YEAR)

	PIMCO Total Return Fund Instl	Barclays Capital Aggregate Bond Index	Return Difference
	Return	Return	
1998	9.5%	8.7%	0.8
1999	-0.5	-0.8	0.3
2000	11.8	11.6	0.2
2001	9.2	8.4	0.8
2002	9.9	10.3	-0.4
2003	5.3	4.1	1.2
2004	4.9	4.3	0.6
2005	2.6	2.4	0.2
2006	3.7	4.3	-0.6
2007	9.0	7.0	2.0
2008	4.8	5.2	-0.4
2009 (3 months)	1.5	0.1	1.4
Trailing 1-Year	3.0%	3.1%	-0.1
Trailing 3-Year	6.6	5.8	0.8
Trailing 5-Year	4.8	4.1	0.7
Trailing 10-Year	6.2	5.7	0.5

RETURN SUMMARY
ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Income	-2.8 %	45	-19.7 %	68	-3.9 %	53	0.5 %	33
Custom Benchmark	-4.3	71	-16.1	40	-2.5	31	0.8	27

Investment Strategy

T. Rowe Price Personal Strategy Income Fund seeks to provide income, with a secondary goal of capital appreciation. The Fund invests in a variety of both stocks and bonds, with an emphasis on dividend-paying stocks and government and high-quality corporate, income-producing bonds.

The Fund's target asset allocation is 40% stocks, 40% bonds, and 20% cash. Typically, the Fund maintains a 5% - 10% exposure to non-U.S. stocks. It is the most conservative of the three T. Rowe Price lifestyle funds.

Manager Monitoring

During the first quarter, T. Rowe Price implemented a 5.5% reduction in its work force. Most of the affected positions were in supporting global roles; only six of the eliminated positions were in the investment staff. T. Rowe Price reports they remain financially strong and hold no debt. EnnisKnupp does not believe this organizational development will adversely affect the funds, but we will continue to monitor the situation.

Performance Commentary

The T. Rowe Price Personal Strategy Income Fund declined 2.8% during the quarter, but outperformed its benchmark by 1.5 percentage points. The Fund benefited from favorable stock selection within the information technology sector. Conversely, stocks within the financial and industrial sectors detracted the most. An underweight allocation to high-yield bonds hindered performance as the high-yield sector was one of the top performing sectors. The manager plans to continue to overweight stocks, specifically growth stocks and underweight high-yield which it believes will experience higher defaults due to the weak economy.

The Fund has underperformed during all trailing periods illustrated above. Long-term underperformance is attributed to weak performance in the third and fourth quarter of 2008. On a calendar year basis, the Fund has outperformed in eight of the last ten years.

T. ROWE PRICE

PERSONAL STRATEGY INCOME

FUND CHARACTERISTICS AS OF 3/31/09

	Personal Strategy Income Fund	
Composition	U.S. Stock	34.9%
	Non-U.S. Stock	9.9
	Bonds	43.5
	Cash	11.4
Number of Holdings	Stocks	667
	Bonds	616
Turnover	69%	
Inception Date	July 1994	
Total Fund Assets	\$603.6 million	
Fees	0.66%	

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Income	Custom Benchmark	Return Difference
	Return	Return	
1998	11.5%	14.1%	-2.6
1999	5.2	9.9	-4.7
2000	6.6	1.0	5.6
2001	0.9	-0.9	1.8
2002	-3.4	-4.1	0.7
2003	18.6	14.3	4.3
2004	9.9	7.4	2.5
2005	5.2	4.5	0.7
2006	9.6	9.3	0.3
2007	7.3	6.3	1.0
2008	-20.4	-14.9	-5.5
2009 (3 months)	-2.8	-4.3	1.5
Trailing 1-Year	-19.7%	-16.1%	-3.6
Trailing 3-Year	-3.9	-2.5	-1.4
Trailing 5-Year	0.5	0.8	-0.3
Trailing 10-Year	3.1	2.4	0.7

RETURN SUMMARY
ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Balanced	-4.3%	41	-28.0%	76	-7.7%	58	-1.0%	38
Custom Benchmark	-6.5	71	-24.4	46	-6.1	32	-0.7	30

Investment Strategy

T. Rowe Price Personal Strategy Balanced Fund seeks both capital appreciation and income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, income-producing bonds.

The Fund's neutral asset allocation is 60% stocks, 30% bonds, and 10% cash. Typically, the Fund maintains a 10% exposure to non-U.S. stocks. The balanced fund is the moderate fund relative to the three T. Rowe Price lifestyle funds in terms of expected risk and reward.

Manager Monitoring

See organizational update on page 19.

Performance Commentary

The T. Rowe Price Personal Strategy Balanced Fund's first quarter return of -4.3% outpaced that of its benchmark. The Fund benefited from favorable stock selection within the information technology sector. Conversely, stocks within the financial and industrial sectors detracted the most. An underweight allocation to high-yield bonds hindered performance as the high-yield sector was one of the top performing sectors. The manager plans to continue to overweight stocks, specifically growth stocks and underweight high-yield which it believes will experience higher defaults due to the weak economy.

The Fund has underperformed during all trailing periods illustrated above. Long-term underperformance is attributed to weak performance in the third and fourth quarter of 2008. On a calendar year basis, the Fund has outperformed in eight of the last ten years.

T. ROWE PRICE

PERSONAL STRATEGY BALANCED

FUND CHARACTERISTICS AS OF 3/31/09

	Personal Strategy Balanced Fund	
Composition	U.S. Stock	50.9
	Non-U.S. Stock	14.5
	Bonds	31.3
	Cash	3.0
Number of Holdings	Stocks	667
	Bonds	573
Turnover	66%	
Inception Date	July 1994	
Total Fund Assets	\$1.0 billion	
Fees	0.76%	

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Balanced	Custom Benchmark	Return Difference
	Return	Return	
1998	13.9%	17.4%	-3.5
1999	8.0	14.4	-6.4
2000	5.6	-3.0	8.6
2001	-2.5	-4.7	2.2
2002	-7.7	-9.2	1.5
2003	24.4	20.4	4.0
2004	12.6	9.6	3.0
2005	6.4	5.6	0.8
2006	11.9	12.1	-0.2
2007	7.7	6.5	1.2
2008	-29.3	-23.2	-6.1
2009 (3 months)	-4.3	-6.5	2.2
Trailing 1-Year	-28.0%	-24.4%	-3.6
Trailing 3-Year	-7.7	-6.1	-1.6
Trailing 5-Year	-1.0	-0.7	-0.3
Trailing 10-Year	2.2	1.2	1.0

RETURN SUMMARY
ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Growth	-6.2%	42	-35.9%	85	-11.7%	68	-2.9%	49
Custom Benchmark	-8.8	71	-32.0	55	-9.7	37	-2.2	37

Investment Strategy

T. Rowe Price Personal Strategy Growth Fund seeks capital appreciation, with a secondary goal of income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, and income-producing bonds.

The Fund's neutral asset allocation is 80% stocks and 20% bonds. Typically, the Fund maintains a 15% - 25% exposure to non-U.S. stocks. The growth fund has the highest expected risk/reward profile of the three T. Rowe Price lifestyle funds.

Manager Monitoring

See organizational update on page 19.

Performance Commentary

Although negative in absolute terms, the T. Rowe Price Personal Strategy Growth Fund's return of -6.2% outperformed the return of its benchmark during the quarter. The Fund benefited from favorable stock selection within the information technology sector. Conversely, stocks within the financial and industrial sectors detracted the most. An underweight allocation to high-yield bonds hindered performance as the high-yield sector was one of the top performing sectors. The manager plans to continue to overweight stocks, specifically growth stocks and underweight high-yield which it believes will experience higher defaults due to the weak economy.

The Fund has underperformed during all trailing periods illustrated above. Long-term underperformance is attributed to weak performance in the third and fourth quarter of 2008. On a calendar year basis, the Fund has outperformed in eight of the last ten years.

T. ROWE PRICE

PERSONAL STRATEGY GROWTH

FUND CHARACTERISTICS AS OF 3/31/09

	Personal Strategy Growth Fund	
Composition	U.S. Stock	65.3%
	Non-U.S. Stock	18.8
	Bonds	13.8
	Cash	1.5
Number of Holdings	Stocks	667
	Bonds	455
Turnover	56%	
Inception Date	July 1994	
Total Fund Assets	\$721.6 million	
Fee	0.83%	

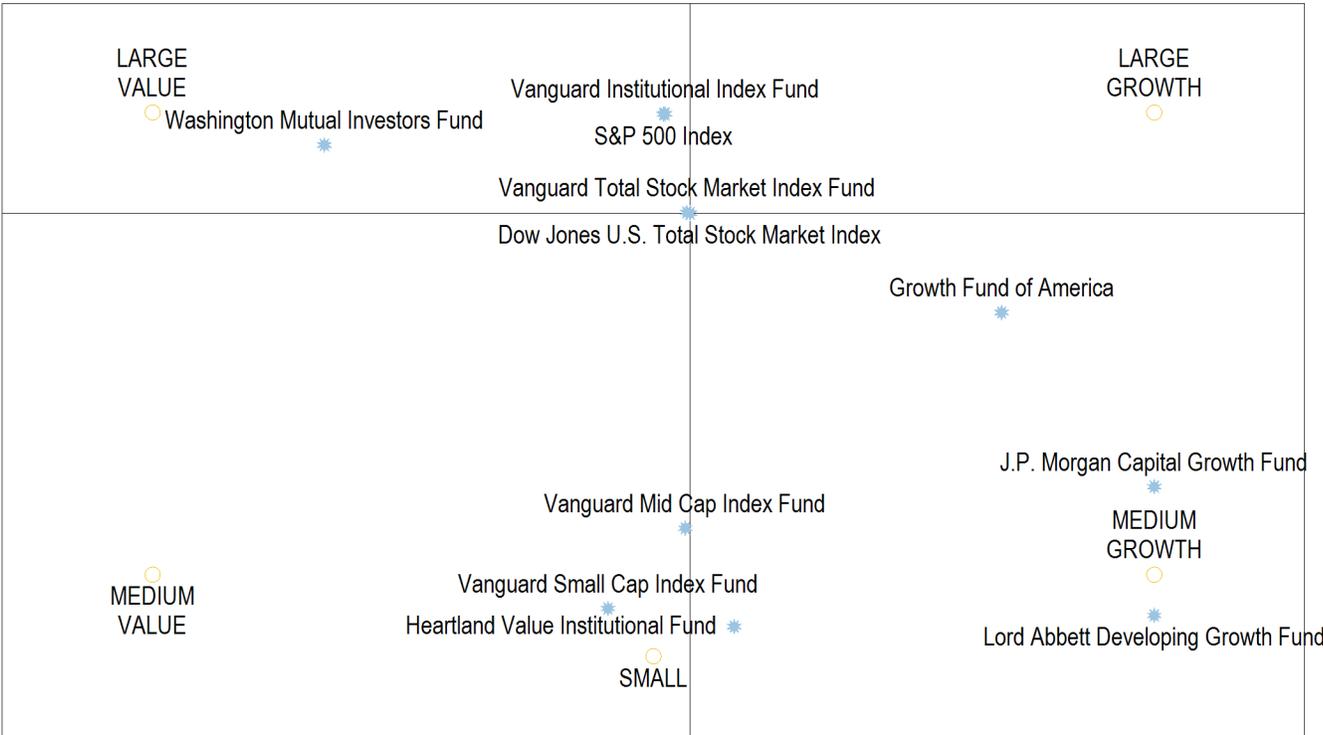
HISTORICAL RETURNS

(BY YEAR)

	TRP PS Growth	Custom Benchmark	Return Difference
	Return	Return	
1998	15.6%	20.6%	-5.0
1999	11.2	18.9	-7.7
2000	4.7	-7.0	11.7
2001	-6.0	-8.4	2.4
2002	-12.4	-14.4	2.0
2003	29.3	26.6	2.7
2004	15.0	11.8	3.2
2005	7.6	6.5	1.1
2006	14.1	14.7	-0.6
2007	7.8	6.7	1.1
2008	-37.6	-30.8	-6.8
2009 (3 months)	-6.2	-8.8	2.6
Trailing 1-Year	-35.9%	-32.0%	-3.9
Trailing 3-Year	-11.7	-9.7	-2.0
Trailing 5-Year	-2.9	-2.2	-0.7
Trailing 10-Year	0.9	-0.2	1.1

U.S. STOCK FUNDS - INVESTMENT STYLE

EFFECTIVE STYLE MAP
7 YEARS ENDING 3/31/09



WASHINGTON MUTUAL INVESTORS

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Washington Mutual Investors Fund	-13.2%	86	-36.9%	44	-12.0%	29	-4.4%	54
Russell 1000 Value Index	-16.8	98	-42.4	87	-15.4	72	-4.9	64
S&P 500 Index	-11.0	71	-38.1	55	-13.1	41	-4.8	61

Investment Strategy

Washington Mutual Investors Fund seeks both income and growth of capital. Management prefers companies that have paid consistent dividends and by mandate excludes those that derive their primary revenues from alcohol or tobacco. In particular, they seek companies that have paid dividends in at least nine of the last ten years.

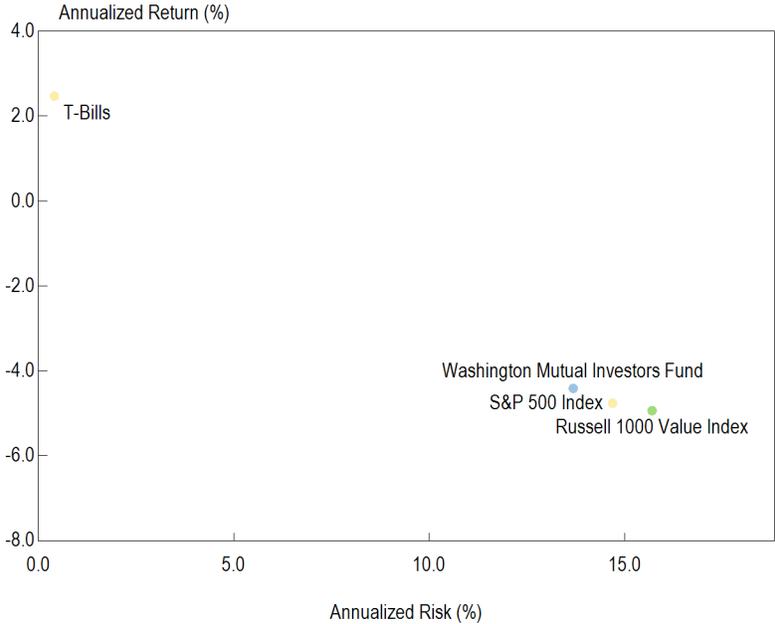
Capital Research & Management (the American Funds family) provides investment services for this Fund. Management looks for stocks with strong long-term prospects selling at low prices. The Fund may invest up to 5% of assets in securities of non-U.S. issuers.

Performance Commentary

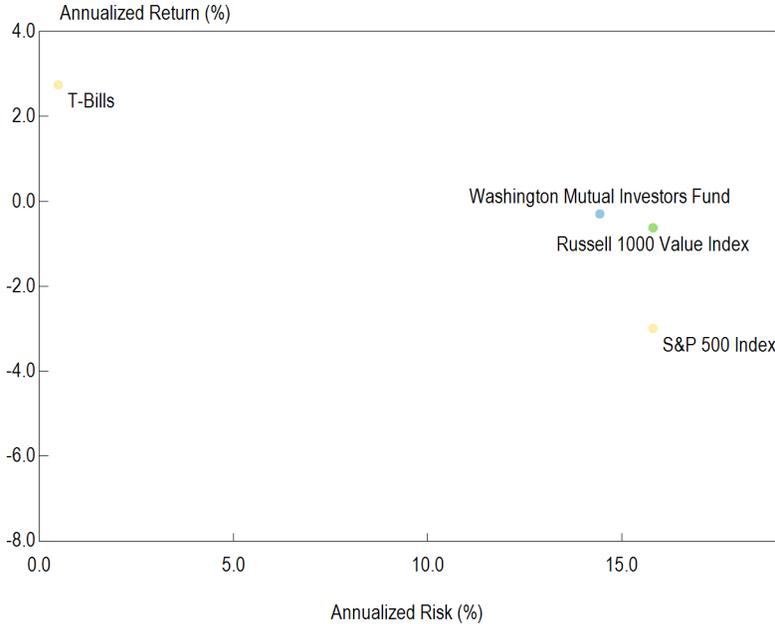
The Washington Mutual Investors Fund outperformed the Russell 1000 Value Index, but trailed the return of the S&P 500 Index during the quarter. The manager's decision to underweight the financial and energy sectors saved value relative to the Index, as these sectors were among the worst performers within the Index. The Fund's allocation to cash (2.7% at quarter end) also benefited performance. Conversely, an overweight allocation to the industrial sector and poor stock selection within the healthcare sector detracted from performance. The manager's decision to underweight the information technology sector, the only sector in the Index that produced gains, hindered results.

The Fund's longer-term performance remains favorable. The Fund has surpassed the return of both indices during the periods illustrated above.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 3/31/09**



**ANNUALIZED RISK RETURN
10 YEARS ENDING 3/31/09**



WASHINGTON MUTUAL INVESTORS

FUND CHARACTERISTICS AS OF 3/31/09

	Washington Mutual Investors Fund	
Style Characteristics	Value	
Capitalization Focus	Large	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.89	
Composition	U.S. Stocks	93.2%
	Non-U.S. Stocks	4.1
	Cash	2.7
Number of Issues	120	
Turnover	18%	
Inception Date	July 1952	
Total Fund Assets	\$40.4 billion	
Fees	0.60%	

HISTORICAL RETURNS

(BY YEAR)

	Washington Mutual Investors Fund	Russell 1000 Value Index	Return Difference	S&P 500 Index	Return Difference
	Return	Return		Return	
1998	19.4 %	15.6 %	3.8	28.6 %	-9.2
1999	1.2	7.4	-6.2	21.0	-19.8
2000	9.1	7.0	2.1	-9.1	18.2
2001	1.5	-5.6	7.1	-11.9	13.4
2002	-14.8	-15.5	0.7	-22.1	7.3
2003	25.8	30.0	-4.2	28.7	-2.9
2004	9.9	16.5	-6.6	10.9	-1.0
2005	3.5	7.0	-3.5	4.9	-1.4
2006	18.0	22.2	-4.2	15.8	2.2
2007	4.0	-0.2	4.2	5.5	-1.5
2008	-33.1	-36.8	3.7	-37.0	3.9
2009 (3 months)	-13.2	-16.8	3.6	-11.0	-2.2
Trailing 1-Year	-36.9 %	-42.4 %	5.5	-38.1 %	1.2
Trailing 3-Year	-12.0	-15.4	3.4	-13.1	1.1
Trailing 5-Year	-4.4	-4.9	0.5	-4.8	0.4
Trailing 10-Year	-0.3	-0.6	0.3	-3.0	2.7

*Relative to the Russell 1000 Value Index.

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Institutional Index Fund	-11.0 %	69	-38.0 %	54	-13.0 %	41	-4.8 %	61
S&P 500 Index	-11.0	71	-38.1	55	-13.1	41	-4.8	61

Investment Strategy

The Vanguard Institutional Index Fund is designed to approximate the performance of the S&P 500 Stock Index. The fund holds a capitalization-weighted position in all 500 securities of the S&P 500 Stock Index.

Management uses S&P 500 Index futures to manage fund inflows and outflows.

Performance Commentary

The Vanguard Institutional Index Fund matched the return of the S&P 500 Index during the first quarter. The information technology sector was the only sector to produce gains (+4.0%) during the quarter. Although the financial sector rallied during the month of March, it was the worst performing sector (-29.5%) of the quarter.

The Fund has approximated the return of the Index over all long-term periods shown above, as expected.

VANGUARD INSTITUTIONAL INDEX

FUND CHARACTERISTICS AS OF 3/31/09

	Vanguard Institutional Index Fund	
Style Characteristics	Core	
Capitalization Focus	Large	
Level of Diversification	Diversified	
Market Risk (Beta)*	1.00	
Composition	U.S. Stocks	99.6%
	Non-U.S. Stocks	0.10
	Cash	0.30
Number of Issues	514	
Turnover	5.6%	
Inception Date	July 1990	
Total Fund Assets	\$46.3 billion	
Fees	0.05%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Institutional Index Fund	S&P 500 Index	Return Difference
	Return	Return	
1998	28.8%	28.6%	0.2
1999	21.2	21.0	0.2
2000	-8.9	-9.1	0.2
2001	-11.9	-11.9	0.0
2002	-22.0	-22.1	0.1
2003	28.7	28.7	0.0
2004	10.9	10.9	0.0
2005	4.9	4.9	0.0
2006	15.8	15.8	0.0
2007	5.5	5.5	0.0
2008	-37.0	-37.0	0.0
2009 (3 months)	-11.0	-11.0	0.0
Trailing 1-Year	-38.0%	-38.1%	0.1
Trailing 3-Year	-13.0	-13.1	0.1
Trailing 5-Year	-4.8	-4.8	0.0
Trailing 10-Year	-3.0	-3.0	0.0

*Relative to the S&P 500 Index.

**RETURN SUMMARY
ENDING 3/31/09**

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Growth Fund of America	-3.9 %	20	-36.3 %	39	-11.4 %	23	-2.0 %	18
Russell 1000 Growth Index	-4.1	21	-34.3	26	-11.3	23	-4.4	53

Investment Approach

Capital Research and Management is the sub-advisor for the Growth Fund of America. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the Fund is to provide long-term growth of capital by investing in a diversified portfolio of common stocks while using a growth-at-a-reasonable price strategy. The Fund may invest up to 15% of its assets in companies domiciled outside the U.S. This Fund is less volatile than most large cap growth funds.

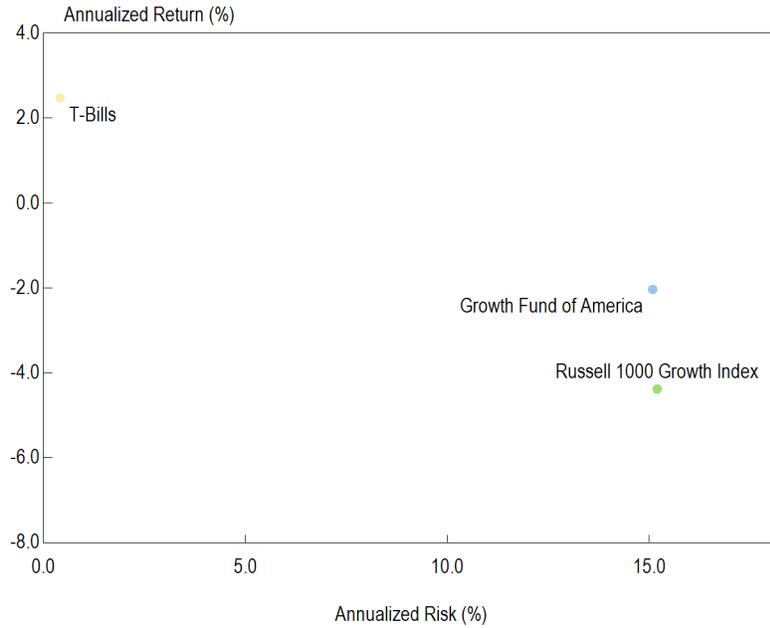
Performance Commentary

During the quarter, the American Funds Growth Fund of America declined 3.9% but outperformed the Russell 1000 Growth Index by 0.2 percentage points. Performance was driven by both stock and sector selection. Underweighting the four worst performing Index sectors proved beneficial as the financial, industrials, utilities, and energy sectors continued to struggle during the first quarter. The Fund also benefited from a significant cash allocation, 15.2% as of quarter end. The Fund had 14.9% of assets invested outside the United States at the end of the quarter. From a country perspective, stock selection within the U.S. and Canada added most to performance while unfavorable stock selection within Finland and France negatively impacted performance.

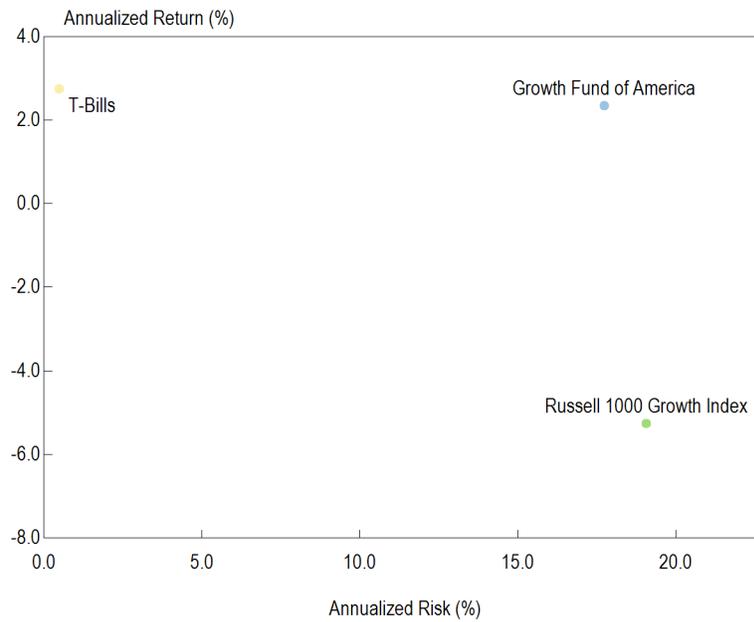
The Fund's longer-term performance remains mixed as the Fund has underperformed during the trailing one- and three-year periods due to weak performance during the third quarter of 2008. However, over the trailing five-year period, the Fund has outperformed the Index by 2.2 percentage points.

GROWTH FUND OF AMERICA

ANNUALIZED RISK RETURN 5 YEARS ENDING 3/31/09



ANNUALIZED RISK RETURN 10 YEARS ENDING 3/31/09



FUND CHARACTERISTICS AS OF 3/31/09

	Growth Fund of America	
Style Characteristics	Growth	
Capitalization Focus	Large	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.89	
Composition	U.S. Stocks	69.8%
	Non-U.S. Stocks	14.9
	Non-U.S. Bonds	0.1
	Cash	15.2
Number of Issues	290	
Turnover	32%	
Inception Date	December 1973	
Total Fund Assets	\$110.9 billion	
Fees	0.34%	

HISTORICAL RETURNS

(BY YEAR)

	Growth Fund of America	Russell 1000 Growth Index	Return Difference
	Return	Return	
1998	31.8%	38.7%	-6.9
1999	45.7	33.2	12.5
2000	7.5	-22.4	29.9
2001	-12.3	-20.4	8.1
2002	-21.8	-27.9	6.1
2003	33.3	29.8	3.5
2004	12.2	6.3	5.9
2005	14.5	5.3	9.2
2006	11.2	9.1	2.1
2007	11.3	11.8	-0.5
2008	-38.9	-38.4	-0.5
2009 (3 months)	-3.9	-4.1	0.2
Trailing 1-Year	-36.3%	-34.3%	-2.0
Trailing 3-Year	-11.4	-11.3	-0.1
Trailing 5-Year	-2.0	-4.4	2.4
Trailing 10-Year	2.3	-5.3	7.6

*Relative to the Russell 1000 Growth Index.

VANGUARD TOTAL STOCK MARKET INDEX

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Total Stock Market Index Fund	-10.7%	66	-37.8%	52	-13.3%	46	-4.4%	53
Performance Benchmark	-10.7	66	-37.9	53	-13.3	46	-4.4	53

Investment Strategy

The objective of the Vanguard Total Stock Market Index Fund is to approximate the return of the MSCI U.S. Broad Market Index. The Vanguard Total Stock Market Index Fund utilizes a sampling technique that approximates the industry weightings and market capitalizations of the MSCI U.S. Broad Market Index. The Fund will replicate the weightings of the largest stocks in the Index and invest in a representative sample for the remaining portion. Through computer modeling techniques, management intends to match the Index's characteristics, including sector weightings, yield, price ratios, and risk.

Performance Commentary

The Vanguard Total Stock Market Index Fund tracked the return of the MSCI U.S. Broad Market Index during the quarter.

Over the longer-term periods illustrated above, the Fund has approximated the return of its benchmark. The Vanguard Total Stock Market Index Fund has provide participants with broad, low cost exposure to the U.S. equity market.

An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD TOTAL STOCK MARKET INDEX

FUND CHARACTERISTICS AS OF 3/31/09

	Vanguard Total Stock Market Index Fund	
Style Characteristics	Core	
Capitalization Focus	Large and Medium	
Level of Diversification	Diversified	
Market Risk (Beta)*	1.00	
Composition		
	U.S. Stocks	99.9%
	Non-U.S. Stocks	0.0
	Cash	0.1
Number of Issues	3,385	
Turnover	4.5%	
Inception Date	April 1992	
Total Fund Assets	\$76.4 billion	
Fees	0.07%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Total Stock Market Index Fund	Performance Benchmark	Return Difference
	Return	Return	
1998	23.3%	23.4%	-0.1
1999	23.8	23.6	0.2
2000	-10.6	-10.9	0.3
2001	-10.9	-11.0	0.1
2002	-21.0	-20.9	-0.1
2003	31.4	31.7	-0.3
2004	12.6	12.6	0.0
2005	6.1	6.2	-0.1
2006	15.7	15.7	0.0
2007	5.6	5.6	0.0
2008	-36.9	-37.0	0.1
2009 (3 months)	-10.7	-10.7	0.0
Trailing 1-Year	-37.8%	-37.9%	0.1
Trailing 3-Year	-13.3	-13.3	0.0
Trailing 5-Year	-4.4	-4.4	0.0
Trailing 10-Year	-2.1	-2.1	0.0

*Relative to the Performance Benchmark (Dow Jones U.S. Total Stock Market Index. Stock Index prior to April 2005, MSCI Broad Market Index thereafter).

J.P. MORGAN CAPITAL GROWTH

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
J.P. Morgan Capital Growth Fund	-1.1 %	8	-35.2 %	32	-13.1 %	42	-2.7 %	27
Performance Benchmark	-3.4	17	-39.6	72	-14.9	67	-3.9	45

Investment Strategy

The J.P. Morgan Capital Growth Fund seeks long-term capital growth. Income is not an objective. The Fund invests in stocks of mid cap companies with market capitalizations of \$1 billion to \$5 billion. The current benchmark is the Russell MidCap Growth Index; however, the Fund's actual allocations can vary from those in the Index.

The Fund may invest up to 20% of assets in foreign stocks, although management has typically maintained a small foreign allocation.

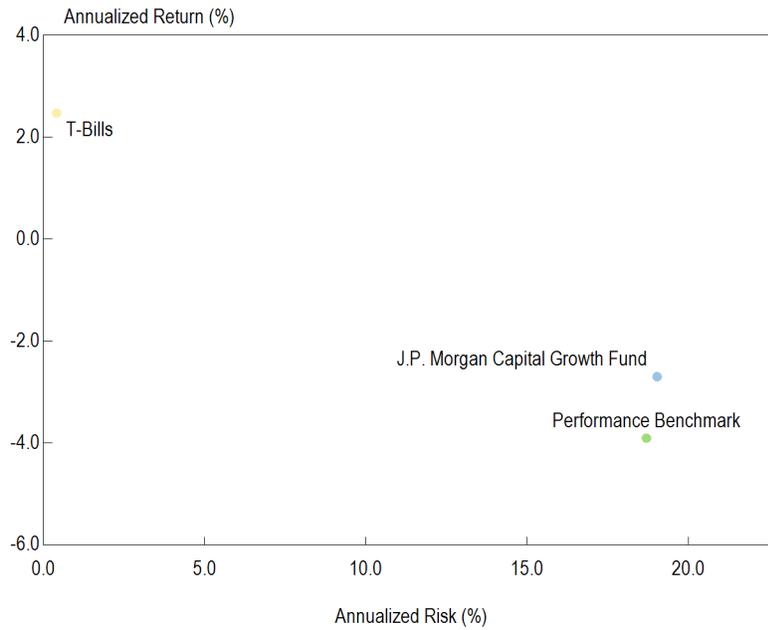
Performance Commentary

Although negative in absolute terms, the J.P. Morgan Capital Growth Fund's first quarter return of -1.1% outperformed the return of its benchmark by 2.3 percentage points. The manager noted that stock selection within the utility and material and processing sectors aided performance. Among the top ten holdings, Broadcom Corp (+17.7%), a provider of semiconductor for wireless communications, and Praxair Inc. (+13.4%), an industrial gas supplier, were the top performers. The manager's decision to overweight the auto and transportation sector and weak stock selection within the producer durables sector detracted from performance.

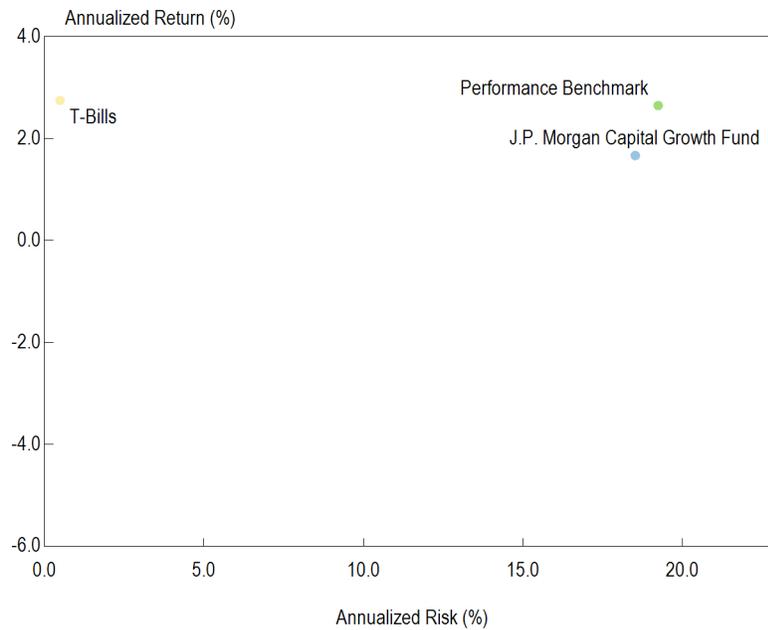
The Fund's longer-term performance relative to its benchmark has been favorable for the periods illustrated above.

An explanation of the Performance Benchmark can be found in the Appendix.

ANNUALIZED RISK RETURN 5 YEARS ENDING 3/31/09



ANNUALIZED RISK RETURN 10 YEARS ENDING 3/31/09



J.P. MORGAN CAPITAL GROWTH

FUND CHARACTERISTICS AS OF 3/31/09

	J.P. Morgan Capital Growth Fund	
Style Characteristics	Growth	
Capitalization Focus	Medium	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.95	
Composition	U.S. Stocks	97.6%
	Non-U.S. Stocks	0.7
	Cash	1.7
Number of Issues	96	
Turnover	107%	
Inception Date	September 1987	
Total Fund Assets	\$627.5 million	
Fees	1.14%	

HISTORICAL RETURNS

(BY YEAR)

	J.P. Morgan Capital Growth Fund	Performance Benchmark	Return Difference
	Return	Return	
1998	5.5%	0.4%	5.1
1999	12.8	19.0	-6.2
2000	14.2	17.5	-3.3
2001	-4.5	-0.6	-3.9
2002	-28.1	-27.4	-0.7
2003	36.1	42.7	-6.6
2004	16.9	15.5	1.4
2005	9.7	12.1	-2.4
2006	10.9	10.6	0.3
2007	17.0	11.4	5.6
2008	-43.7	-44.3	0.6
2009 (3 months)	-1.1	-3.4	2.3
Trailing 1-Year	-35.2%	-39.6%	4.4
Trailing 3-Year	-13.1	-14.9	1.8
Trailing 5-Year	-2.7	-3.9	1.2
Trailing 10-Year	1.7	2.6	-0.9

*Relative to J.P. Morgan's Performance Benchmark.

RETURN SUMMARY
ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Mid Cap Index Fund	-8.4 %	46	-40.4 %	77	-15.7 %	75	-3.3 %	35
MSCI U.S. Mid Cap 450 Index	-8.4	46	-40.4	78	-15.7	76	-3.3	36

Investment Strategy

The Vanguard Mid-Cap Index Fund seeks to replicate the performance of the MSCI U.S. Mid Cap 450 Index. In 2003, the Fund adopted the MSCI version of the mid-cap index. The Performance Benchmark consists of the S&P Mid Cap 400 Index prior to June 2003. In June 2003, the benchmark was changed to the MSCI Mid Cap 450 Index.

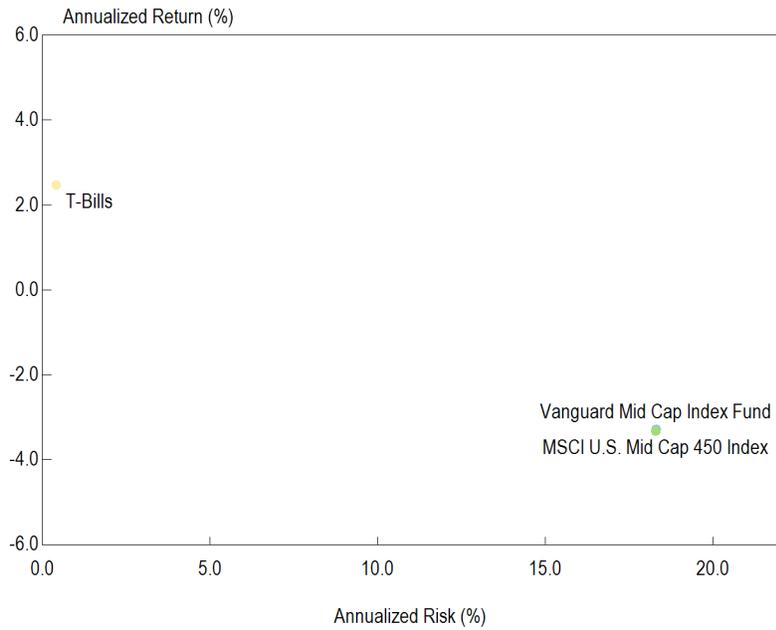
Performance Commentary

During the quarter, the Vanguard Mid Cap Index Fund declined 8.4%, matching the return of the MSCI U.S. Mid Cap 450 Index.

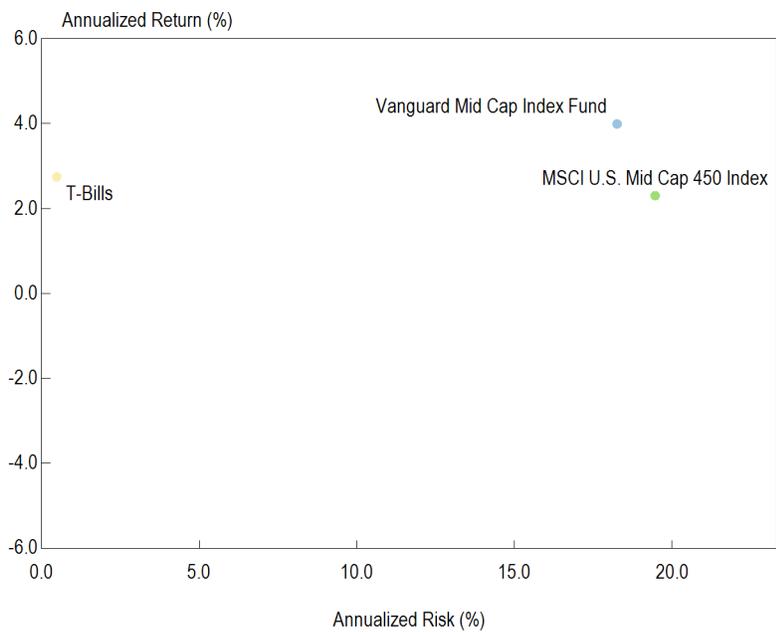
The Fund has successfully tracked the return of its benchmark as illustrated above.

VANGUARD MID CAP INDEX

ANNUALIZED RISK RETURN 5 YEARS ENDING 3/31/09



ANNUALIZED RISK RETURN 10 YEARS ENDING 3/31/09



VANGUARD MID CAP INDEX

FUND CHARACTERISTICS AS OF 3/31/09

	Vanguard Mid Cap Index	
Style Characteristics	Value	
Capitalization Focus	Small to Medium	
Level of Diversification	Somewhat Concentrated	
Market Risk (Beta)*	0.94	
Composition	U.S. Stocks	100.0%
	Non-U.S. Stocks	0.0
	Cash	0.0
Number of Issues	448	
Turnover	24%	
Inception Date	December 1989	
Total Fund Assets	\$11.9 billion	
Fees	0.07%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Mid Cap Index Fund	MSCI U.S. Mid Cap 450 Index	Return Difference
	Return	Return	
1998 (7 months)	11.1%	1.9%	9.2
1999	15.5	34.3	-18.8
2000	18.4	-1.9	20.3
2001	-0.4	-6.4	6.0
2002	-14.5	-16.5	2.0
2003	34.3	39.0	-4.7
2004	20.5	20.5	0.0
2005	14.1	13.9	0.2
2006	13.8	13.7	0.1
2007	6.2	6.2	0.0
2008	-41.8	-41.8	0.0
2009 (3 months)	-8.4	-8.4	0.0
Trailing 1-Year	-40.4%	-40.4%	0.0
Trailing 3-Year	-15.7	-15.7	0.0
Trailing 5-Year	-3.3	-3.3	0.0
Trailing 10-Year	4.0	2.3	1.7

*Relative to the MSCI U.S. Mid Cap 450 Index.

VANGUARD SMALL CAP INDEX

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Small Cap Index Fund	-13.5%	88	-39.1%	67	-16.7%	83	-4.7%	60
Small-Cap Index	-13.5	88	-39.2	69	-16.8	84	-4.8	62

Investment Strategy

The Vanguard Small Cap Index Fund's strategy is designed to track the investment performance of the MSCI U.S. 1750 Small Cap Index, which is comprised of the 1,750 smallest stocks out of the 2,500 largest stocks. Prior to May 17, 2003, the Fund replicated the Russell 2000 Index. Prior to June 30, 2003, the Fund used a sampling technique to track the Russell 2000 Index. The Fund was moved from Admiral shares to the new Signal share class on 10/6/2007.

Performance Commentary

The Vanguard Small Cap Index Fund's first quarter return of -13.5% matched that of its benchmark. The Fund has approximated its benchmark over the long-term periods shown above.

An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD SMALL CAP INDEX

FUND CHARACTERISTICS AS OF 3/31/09

	Vanguard Small Cap Index Fund	
Style Characteristics	Core	
Capitalization Focus	Small	
Level of Diversification	Diversified	
Market Risk (Beta)*	1.00	
Composition	U.S. Stocks	99.6%
	Non-U.S. Stocks	0.3
	Cash	0.1
Number of Issues	1,745	
Turnover	14%	
Inception Date	October 1960	
Total Fund Assets	\$9.3 billion	
Fees	0.22%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Small Cap Index Fund	Small-Cap Index	Return Difference
	Return	Return	
1998	-2.6%	-2.5%	-0.1
1999	23.1	21.3	1.8
2000	-2.7	-3.0	0.3
2001	3.1	2.5	0.6
2002	-20.0	-20.5	0.5
2003	45.6	47.5	-1.9
2004	19.9	20.0	-0.1
2005	7.4	7.5	-0.1
2006	15.8	15.8	0.0
2007	1.2	1.2	0.0
2008	-36.0	-36.2	0.2
2009 (3 months)	-13.5	-13.5	0.0
Trailing 1-Year	-39.1%	-39.2%	0.1
Trailing 3-Year	-16.7	-16.8	0.1
Trailing 5-Year	-4.7	-4.8	0.1
Trailing 10-Year	2.5	2.2	0.3

*Relative to the Vanguard Small Cap Index Performance Benchmark

LORD ABBETT DEVELOPING GROWTH

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Lord Abnett Developing Growth Fund	-2.2 %	12	-34.3 %	26	-12.2 %	32	-1.8 %	16
Russell 2000 Growth Index	-9.7	58	-36.4	40	-16.2	79	-5.4	72

Investment Approach

Management of the Lord Abnett Developing Growth Fund employs a process of fundamental research to identify small cap companies that are entering a period of dramatic growth. Management begins by combining growth, balance sheet, and financial statement factors to identify a promising universe of approximately 400 stocks. Portfolio managers and analysts then undertake fundamental and industry research, including company, customer and supplier visits, to select businesses with growth and earnings prospects. However, management sets valuation limits on purchase candidates, preferring to buy stocks at low valuations and then hold them throughout several growth stages.

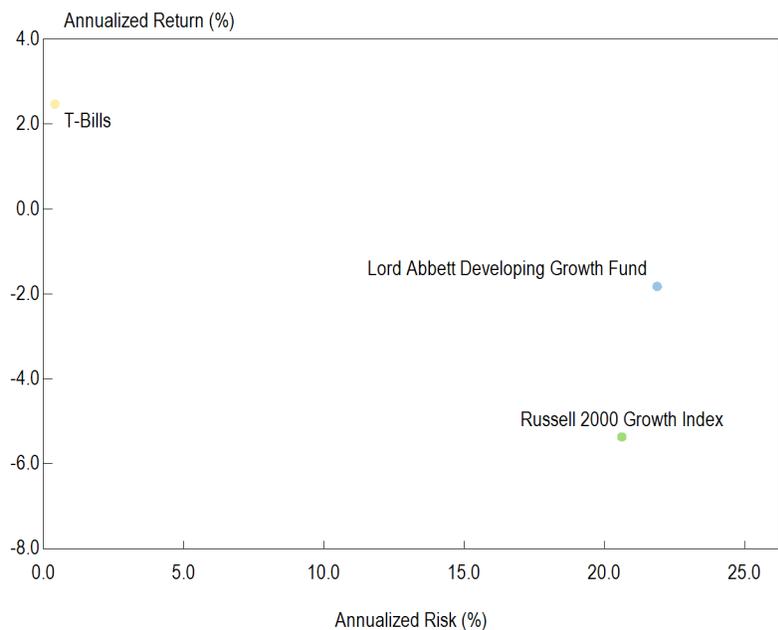
The Fund tends to feature sector diversification, albeit with substantial exposure to growth industries. The portfolio holds approximately 130 micro- and small-cap stocks.

Performance Commentary

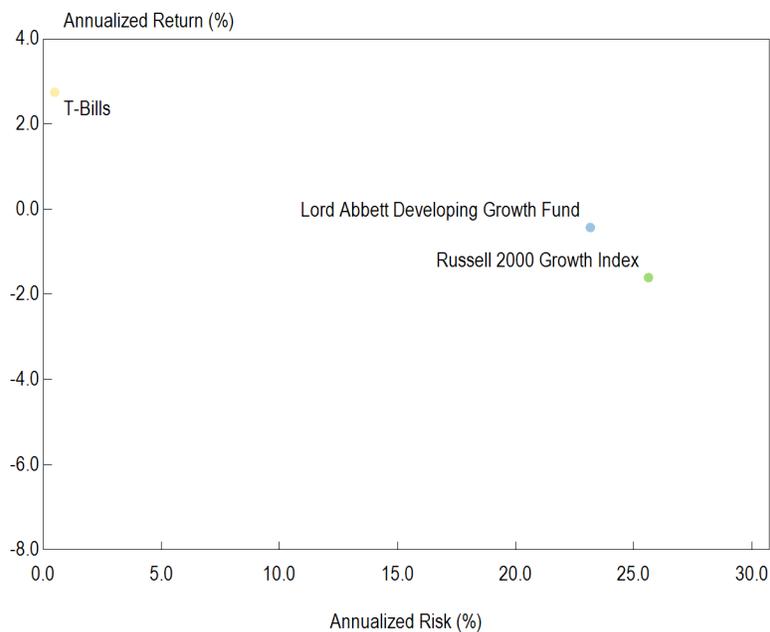
Although negative in absolute terms, Lord Abnett's first quarter return of -2.2% outperformed that of the Russell 2000 Growth Index by 7.5 percentage points. Stock selection within the healthcare sector was the largest contributor to relative performance. In particular, the Fund benefited from its holdings in Illumina, Inc. (+43.0%), a manufacturer and developer of systems for genetic variation analysis and biological function. The Fund's overweight allocation to the energy sector hindered performance. Additionally, weak stock selection within the automobile and transportation sector detracted from results.

The Fund's longer-term performance is favorable on a relative basis, as it has outpaced the return of the Index during all periods illustrated above.

ANNUALIZED RISK RETURN 5 YEARS ENDING 3/31/09



ANNUALIZED RISK RETURN 10 YEARS ENDING 3/31/09



LORD ABBETT DEVELOPING GROWTH

FUND CHARACTERISTICS AS OF 3/31/09

	Lord Abbett Developing Growth Fund	
Style Characteristics	Growth	
Capitalization Focus	Small	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.87	
Composition	U.S. Stocks	95.8%
	Non-U.S. Stocks	2.0
	Cash	2.2
Number of Issues	126	
Turnover	40%	
Inception Date	October 1973	
Total Fund Assets	\$0.8 billion	
Fees	1.13%	

HISTORICAL RETURNS

(BY YEAR)

	Lord Abbett Developing Growth Fund	Russell 2000 Growth Index	Return Difference
	Return	Return	
1998	8.3%	1.2%	7.1
1999	38.2	43.1	-4.9
2000	-17.7	-22.4	4.7
2001	-7.0	-9.2	2.2
2002	-29.5	-30.3	0.8
2003	40.1	48.5	-8.4
2004	6.0	14.3	-8.3
2005	11.9	4.1	7.8
2006	12.4	13.3	-0.9
2007	35.8	7.0	28.8
2008	-47.5	-38.5	-9.0
2009 (3 months)	-2.2	-9.7	7.5
Trailing 1-Year	-34.3%	-36.4%	2.1
Trailing 3-Year	-12.2	-16.2	4.0
Trailing 5-Year	-1.8	-5.4	3.6
Trailing 10-Year	-0.4	-1.6	1.2

*Relative to the Russell 2000 Growth Index

**RETURN SUMMARY
ENDING 3/31/09**

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Heartland Value Institutional Fund	-12.4 %	82	-41.2 %	82	-18.1 %	90	-7.5 %	93
Russell 2000 Value Index	-19.6	99	-38.9	66	-17.5	88	-5.3	71

Investment Approach

The Heartland Value Fund seeks long-term capital appreciation through investments in small or micro cap securities selected under disciplined, value-oriented criteria. Management seeks companies whose stock prices do not reflect what Heartland believes to be the companies' intrinsic or potential values. A company's stock may be undervalued because it is under-followed by Wall Street analysts, misunderstood by investors, temporarily oversold or out-of-favor as a result of investor overreaction to unexpected news or an emerging, undiscovered opportunity.

Heartland builds portfolios based on a bottom-up fundamental analysis of individual securities while avoiding over-concentration in a particular industry or industries. Heartland begins its search for investment ideas by performing a weekly computer screening of a universe of over 10,000 securities. The database is screened to find securities that have a market capitalization of \$750 million or less. The firm's analysts, using 10 value-based criteria referred to at Heartland as the "10 Point Grid", extensively research each security considered for purchase.

Manager Monitoring

Husin Bennisson, one of the co-portfolio managers on the Fund has transitioned into an advisory position. William R. Nasgovitz was added to the portfolio management team in February. Bill Nasgovitz, long-time portfolio manager and founder of the firm remains as the lead manager, with Brad Evan continuing to serve as a co-manager.

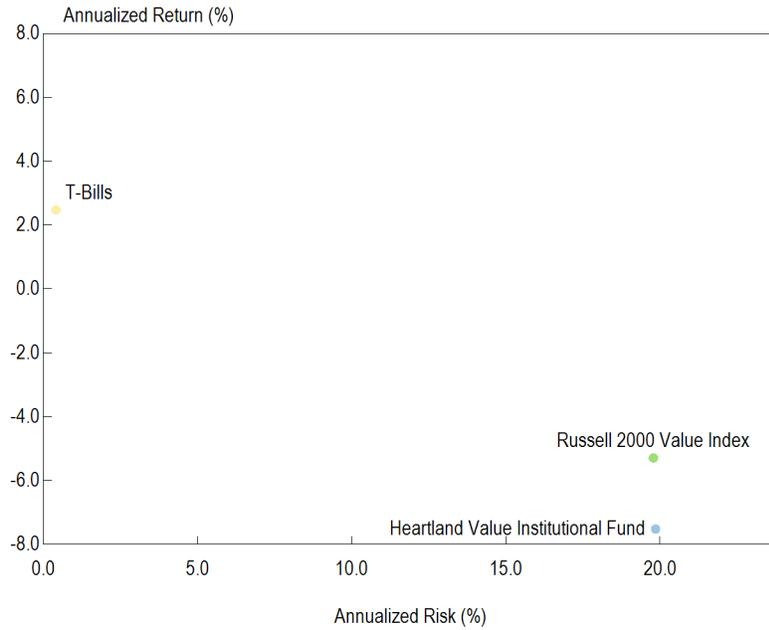
Performance Commentary

Although negative in absolute terms, the Heartland Value Fund outperformed the return of the Russell 2000 Value Index by 7.2 percentage points during the first quarter. The Fund's underweight allocation to the financial sector aided performance as the sector continued to struggle over continued concerns of economic stability. Additionally, the Fund's exposure to the information technology sector benefited performance. Companies in this sector typically have minimal to no leverage and have been largely unaffected from the dislocations in the credit markets. On the other hand, the Fund's overweight allocation to the energy sector hindered performance.

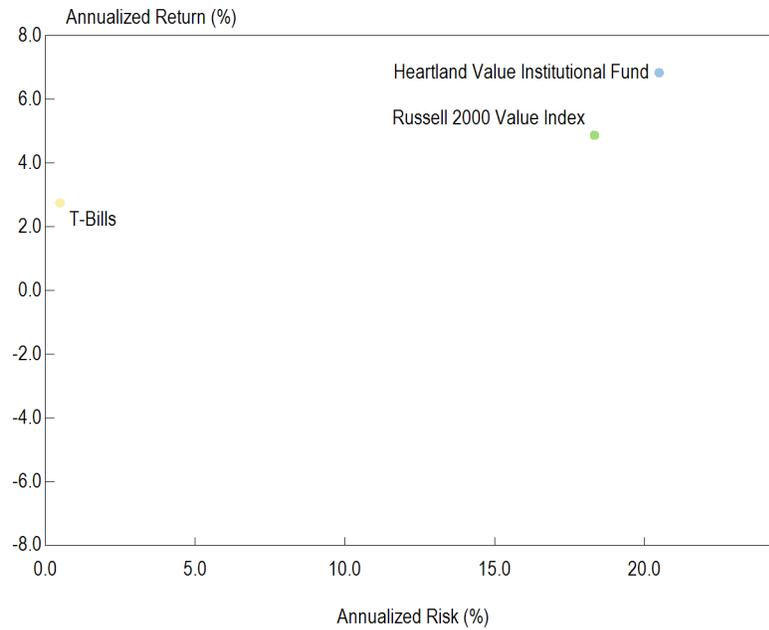
The Fund underperformed its benchmark during all long-term periods illustrated above. The Fund has outperformed over the ten-year period. Underperformance in the periods shown above is mainly attributed to weak results in 2008, as 2008 was a difficult year for all investments including value stocks. Due to its allocation to microcap stocks, the Fund's performance will never closely mirror that of the Russell 2000 Value Index.

HEARTLAND VALUE INSTITUTIONAL

ANNUALIZED RISK RETURN 5 YEARS ENDING 3/31/09



ANNUALIZED RISK RETURN 10 YEARS ENDING 3/31/09



HEARTLAND VALUE INSTITUTIONAL

FUND CHARACTERISTICS AS OF 3/31/09

	Heartland Value Institutional Fund	
Style Characteristics	Value	
Capitalization Focus	Micro to Small	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.96	
Composition	U.S. Stocks	88.3%
	Non-U.S. Stocks	10.7
	Cash	1.0
Number of Issues	167	
Turnover	42%	
Inception Date	December 1984	
Total Fund Assets	\$770.1 billion	
Fees	0.89%	

HISTORICAL RETURNS (BY YEAR)

	Heartland Value Institutional Fund	Russell 2000 Value Index	Return Difference
	Return	Return	
1998	-11.5%	-6.4%	-5.1
1999	25.0	-1.5	26.5
2000	2.0	22.8	-20.8
2001	29.5	14.0	15.5
2002	-11.5	-11.4	-0.1
2003	70.2	46.0	24.2
2004	9.1	22.3	-13.2
2005	2.0	4.7	-2.7
2006	28.0	23.5	4.5
2007	-5.5	-9.8	4.3
2008	-39.4	-28.9	-10.5
2009 (3 months)	-12.4	-19.6	7.2
Trailing 1-Year	-41.2%	-38.9%	-2.3
Trailing 3-Year	-18.1	-17.5	-0.6
Trailing 5-Year	-7.5	-5.3	-2.2
Trailing 10-Year	6.8	4.9	1.9

*Relative to the Russell 2000 Value Index.

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**RETURN SUMMARY
ENDING 3/31/09**

	First Quarter		1 Year Ending 3/31/09		3 Years Ending 3/31/09		5 Years Ending 3/31/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank
EuroPacific Growth Fund	-7.9%	7	-40.4%	9	-9.4%	6	1.8%	8
MSCI All Country World ex-U.S. Index	-10.7	27	-46.5	52	-13.1	32	-0.7	29

Investment Approach

Capital Research and Management is the sub-advisor for the EuroPacific Growth Fund. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the fund is to provide long-term growth of capital by investing in a diversified portfolio of international stocks while using a growth-at-a-reasonable price strategy.

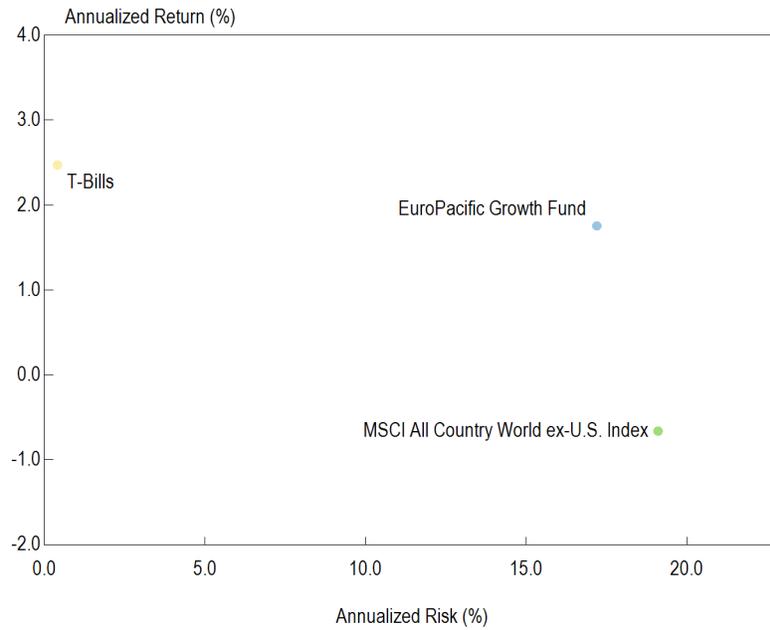
Performance Commentary

The EuroPacific Growth Fund outperformed the MSCI All Country World ex-U.S. Index by 2.8 percentage points in the first quarter. Similar to last quarter, the Fund benefited from its allocation to cash (12.0% as of quarter end) amidst falling equity prices. The Fund's overweight position to and strong stock selection in the technology sector, in particular the electronic equipment and semiconductors industries helped results. In the financial sector, the Fund maintained a 50% weight relative to the Index and picked up relative returns. In addition, the Fund exhibited keen stock selection in the health care sector through holdings in the pharmaceutical industry. The Fund's overweight exposure to emerging markets also added to relative performance as the emerging markets fared better than the developed countries this quarter. From a country perspective, Japan and the U.K. contributed positively as a result of the Fund's underweight positions and strong stock selection in those markets.

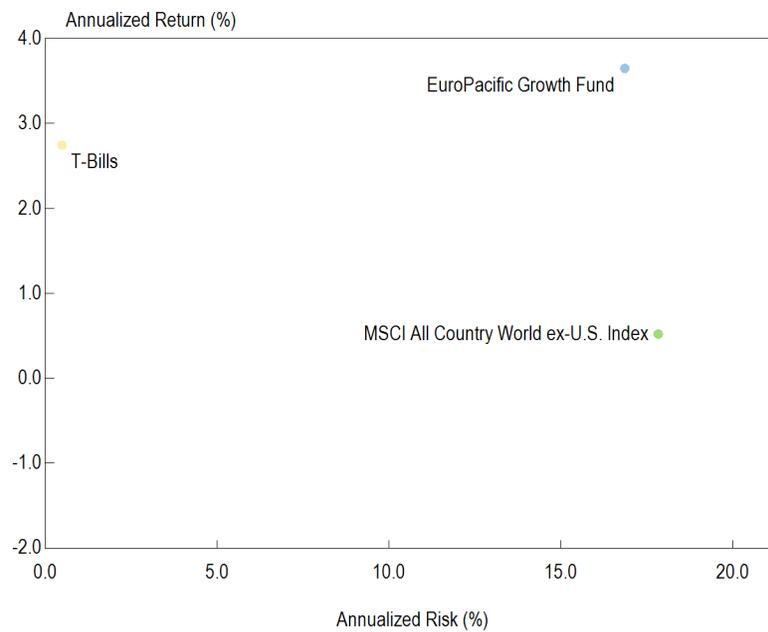
The Fund's longer-term results remain favorable on a relative basis, as the Fund has outperformed the MSCI All Country World ex-U.S. Index during all periods illustrated above.

EUROPACIFIC GROWTH

ANNUALIZED RISK RETURN 5 YEARS ENDING 3/31/09



ANNUALIZED RISK RETURN 10 YEARS ENDING 3/31/09



EUROPACIFIC GROWTH

FUND CHARACTERISTICS AS OF 3/31/09

	EuroPacific Growth Fund	
Geographic Breakdown	Asia & Pacific Basin	20.0%
	Europe ex-U.K.	45.6
	United Kingdom	8.3
	Other (Including Canada & Latin America)	14.1
	Cash	12.0
Composition	Non-U.S. Stocks	87.1%
	U.S. Stocks	0.2
	Non-U.S. Bonds	0.7
	Cash	12.0
Number of Issues	260	
Turnover	41.4%	
Inception Date	April 1984	
Total Fund Assets	\$63.5 billion	
Fees	0.54%	

HISTORICAL RETURNS

(BY YEAR)

	EuroPacific Growth Fund	MSCI All Country World ex-U.S. Index	Return Difference
	Return	Return	
1998	15.5%	14.1%	1.4
1999	57.0	30.6	26.4
2000	-17.8	-15.3	-2.5
2001	-12.2	-19.7	7.5
2002	-13.4	-14.9	1.5
2003	33.2	40.8	-7.6
2004	20.0	20.9	-0.9
2005	21.4	16.6	4.8
2006	22.2	26.7	-4.5
2007	19.2	16.7	2.5
2008	-40.4	-45.5	5.1
2009 (3 months)	-7.9	-10.7	2.8
Trailing 1-Year	-40.4%	-46.5%	6.1
Trailing 3-Year	-9.4	-13.1	3.7
Trailing 5-Year	1.8	-0.7	2.5
Trailing 10-Year	3.6	0.5	3.1

EUROPACIFIC GROWTH

COUNTRY ALLOCATION/RETURNS 3 MONTHS ENDING 3/31/09

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	0.4 %	0.3 %	-8.1 %
Belgium	2.2	0.7	-4.4
Czech Republic*	--	0.1	-15.7
Denmark	2.4	0.6	-11.3
Finland	0.8	0.9	-22.2
France	8.1	7.9	-16.0
Germany	9.3	6.0	-19.5
Greece	0.8	0.4	-12.6
Hungary*	0.1	0.1	-28.8
Ireland	0.9	0.3	-9.2
Italy	1.3	2.5	-20.6
Netherlands	2.5	1.7	-16.5
Norway	0.7	0.5	3.2
Poland*	0.1	0.2	-31.5
Portugal	0.2	0.3	-7.8
Russia*	2.1	1.2	5.9
Spain	3.7	3.2	-18.5
Sweden	1.2	1.7	-6.3
Switzerland	8.3	6.0	-15.4
United Kingdom	8.3	15.2	-10.7
Asia/Pacific			
Australia	1.9 %	5.1 %	-1.6 %
China*	3.0	3.7	1.3
Hong Kong	1.9	1.7	-0.5
India*	2.8	1.2	-1.5
Indonesia*	0.3	0.3	1.1
Japan	7.8	17.9	-16.6
Korea*	1.9	2.6	-0.5
Malaysia*	--	0.6	-3.1
New Zealand	--	0.1	-3.1
Philippines*	0.3	0.1	5.9
Singapore	0.6	0.9	-9.0
Taiwan, China*	2.4	2.3	8.3
Thailand*	--	0.3	-5.0
Americas			
Argentina*	--	0.0 %	-15.1 %
Brazil*	2.7 %	2.8	12.5
Canada	2.4	6.9	-3.6
Chile*	--	0.3	13.6
Colombia*	--	0.1	-10.1
Mexico*	3.2	0.9	-14.0
Peru*	--	0.1	6.5
United States	0.2	--	--
Other			
Egypt*	0.1 %	0.1 %	-11.4 %
Israel*	1.7	0.7	5.6
Morocco*	--	0.1	-8.7
South Africa*	1.2	1.5	-4.0
Turkey*	0.2	0.3	-12.7
Cash			
Cash	12.0 %	--	--
Total	100.0 %	100.0 %	-10.7 %
Developed	65.9	80.5	
Emerging*	22.1	19.6	
Cash	12.0	--	

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

RETURN SUMMARY ENDING 3/31/09

	First Quarter		1 Year Ending 3/31/09	
	Return	Rank	Return	Rank
Vanguard FTSE All World ex-U.S. Index	-12.3 %	51	-46.2 %	49
FTSE All World ex-U.S. Index	-10.4	22	-46.1	48

Investment Strategy

The Vanguard FTSE All World ex-U.S. Index is designed to track the investment performance of the FTSE All World ex-U.S. Index which is comprised of approximately 47 developed and emerging countries, excluding the U.S., while including Canada.

Performance Commentary

The Vanguard FTSE All World ex-U.S. Index declined 12.3% during the quarter and incurred a negative tracking relative to the FTSE All World ex-U.S. Index. The discrepancy is due to the effects of fair value pricing which Vanguard employs in pricing the Fund. Differences in the Fund's performance and the Index's performance that result from fair value pricing typically was over several quarters. The Fund approximated the Index during the trailing one-year period. Longer-term performance is not shown as the Fund started in April 2007.

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

FUND CHARACTERISTICS AS OF 3/31/09

	Vanguard FTSE All World ex-U.S. Index	
Country Allocations	Japan	16.8%
	Pacific ex-Japan	8.1
	United Kingdom	14.4
	Europe ex-U.K.	33.4
	North America	5.9
	Emerging Markets	21.4
Composition	Non-U.S. Stocks	100.0%
	Cash	0.0
Number of Issues	2,167	
Turnover	7.4%	
Inception Date	April 2007	
Total Fund Assets	\$3.4 billion	
Fees	0.15%	

HISTORICAL RETURNS

(BY Years)

	Vanguard FTSE All World ex-U.S. Index	FTSE All World ex-U.S. Index
	Return	Return
2007 (9 months)	12.7 %	13.9 %
2008	-44.0	-45.3
2009 (3 months)	-12.3	-10.4
Trailing 1-Year	-46.2 %	-46.1 %

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

COUNTRY ALLOCATION/RETURNS

3 MONTHS ENDING 3/31/09

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	0.3%	0.3%	-8.1%
Belgium	0.7	0.7	-2.6
Czech Republic*	0.1	0.1	-15.5
Denmark	0.7	0.7	-9.0
Finland	0.8	0.8	-22.2
France	8.4	8.2	-16.4
Germany	5.8	5.8	-19.2
Greece	0.4	0.4	-12.8
Hungary*	0.1	0.1	-27.4
Ireland	0.3	0.3	-6.5
Italy	2.6	2.6	-21.7
Netherlands	1.7	1.9	-16.4
Norway	0.6	0.6	5.3
Poland*	0.2	0.2	-32.9
Portugal	0.3	0.3	-8.7
Russia*	1.2	1.2	9.6
Spain	3.5	3.5	-18.3
Sweden	1.6	1.6	-5.6
Switzerland	5.7	5.7	-14.8
United Kingdom	14.4	14.7	-10.6
Asia/Pacific			
Australia	5.1%	5.1%	-1.8%
China*	3.8	2.3	5.6
Hong Kong	1.9	3.5	-1.3
India*	1.8	1.8	-3.4
Indonesia*	0.3	0.3	1.5
Japan	16.8	16.4	-16.4
Korea*	3.0	2.9	-0.5
Malaysia*	0.7	0.7	-4.6
New Zealand	0.1	0.1	-4.1
Philippines*	0.1	0.1	3.1
Singapore	1.0	0.9	-9.0
Taiwan, China*	2.6	2.5	8.6
Thailand*	0.3	0.3	-4.2
Americas			
Argentina*	0.1%	0.1	-4.0%
Brazil*	3.0	3.0	12.8
Canada	5.9	5.9	-3.7
Chile*	0.3	0.3	14.7
Colombia*	--	0.1	-11.8
Mexico*	1.0	1.0	-11.8
Peru*	0.1	0.1	16.1
Other			
Egypt*	0.1%	0.2	-7.7%
Israel*	0.6	0.7	3.4
Morocco*	--	0.1	-8.8
South Africa*	1.8	1.8	-4.5
Turkey*	0.2	0.2	-13.5
Total	100.0%	100.0%	-10.4%
Developed	78.6	79.9	
Emerging*	21.4	20.1	
Cash	--	--	

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RETURNS OF THE MAJOR CAPITAL MARKETS

	First Quarter	Annualized Periods Ending 3/31/09				
		1-Year	3-Year	5-Year	10-Year	15-Year
Domestic Stock Indices:						
DJ Wilshire 5000 Index	-10.6%	-38.0%	-13.3%	-4.4%	-2.1%	5.8%
S&P 500 Index	-11.0	-38.1	-13.1	-4.8	-3.0	5.9
Russell 3000 Index	-10.8	-38.2	-13.5	-4.6	-2.3	5.8
Russell 1000 Value Index	-16.8	-42.4	-15.4	-4.9	-0.6	6.4
Russell 1000 Growth Index	-4.1	-34.3	-11.3	-4.4	-5.3	4.8
Russell MidCap Value Index	-14.7	-42.5	-16.7	-3.8	3.1	7.7
Russell MidCap Growth Index	-3.4	-39.6	-14.9	-3.9	-0.9	5.3
Russell 2000 Value Index	-19.6	-38.9	-17.5	-5.3	4.9	6.9
Russell 2000 Growth Index	-9.7	-36.4	-16.2	-5.4	-1.6	2.4
Domestic Bond Indices:						
Barclays Capital Aggregate Index	0.1%	3.1%	5.8%	4.1%	5.7%	6.4%
Barclays Capital Govt/Credit Index	-1.3	1.8	5.5	3.7	5.6	6.3
Barclays Capital Long Govt/Credit Index	-6.2	1.0	4.9	3.9	6.3	7.4
Barclays Capital 1-3 Year Govt/Credit Index	0.6	2.8	5.4	3.7	4.8	5.3
Barclays Capital U.S. MBS Index	2.2	8.1	7.6	5.6	6.2	6.8
Barclays Capital High Yield Index	6.0	-19.3	-4.7	-0.1	2.6	4.8
Barclays Capital Universal Index	0.4	1.1	4.9	3.8	5.6	6.4
Real Estate Indices:						
NCREIF Property Index	-7.3%	-14.7%	4.2%	9.4%	9.4%	9.9%
NCREIF ODCE Index	-13.9	-24.0	-0.6	6.1	7.2	8.3
DJ Wilshire Real Estate Securities Index	-33.9	-61.0	-27.2	-9.4	3.4	4.9
FTSE NAREIT US Real Estate Index	-31.9	-58.2	-25.1	-8.6	3.9	5.2
Foreign/Global Stock Indices:						
MSCI All Country World Index	-10.7%	-43.1%	-13.3%	-2.9%	-1.7%	3.7%
MSCI All Country World IMI	-10.5	-43.2	-14.0	-3.1	-1.1	--
MSCI All Country World ex-U.S. Index	-10.7	-46.5	-13.1	-0.7	0.5	2.8
MSCI All Country World ex-U.S. IMI	-10.3	-46.7	-13.5	-0.7	0.9	--
MSCI All Country World ex-U.S. Small Cap Index	-6.6	-49.5	-16.4	-1.4	3.2	--
MSCI EAFE Index	-13.9	-46.5	-14.5	-2.2	-0.8	2.3
MSCI EAFE IMI	-13.5	-46.7	-14.8	-2.2	-0.5	--
MSCI EAFE Index (in local currency)	-10.1	-36.9	-15.7	-2.0	-2.1	2.0
MSCI Emerging Markets IMI	1.2	-47.2	-8.2	5.8	7.0	--
Foreign Bond Indices:						
Citigroup World Gov't Bond Index	-5.7%	-6.4%	7.4%	4.4%	5.5%	5.9%
Citigroup Hedged World Gov't Bond Index	0.1	5.8	5.7	5.0	5.2	7.0
Cash Equivalents:						
Treasury Bills (30-Day)	0.0%	0.7%	2.7%	2.5%	2.7%	3.4%
EnnisKnupp STIF Index	0.2	2.0	4.1	3.5	3.6	4.2
Inflation Index:						
Consumer Price Index	1.2%	-0.4%	2.1%	2.6%	2.6%	2.5%

APPENDIX II

Benchmark Descriptions

iMoney Net Money Fund Average - An index made up of the entire universe of taxable money market mutual funds. The index currently represents 1,228 funds, or approximately 99 percent of all money fund assets.

Custom Benchmark (Personal Strategy Balanced) - A mix of 51% Dow Jones U.S. Total Stock Market Index, 30% Barclays Capital Aggregate Bond Index, 10% 90-Day Treasury Bills, and 9% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Growth) - A mix of 65% Dow Jones U.S. Total Stock Market Index, 20% Barclays Capital Aggregate Bond Index and 12% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Income) - A mix of 34% Dow Jones U.S. Total Stock Market Index, 40% Barclays Capital Aggregate Bond Index, 20% 90-Day Treasury Bills, and 6% MSCI EAFE Index.

Performance Benchmark (Vanguard Total Stock Market Index) - Dow Jones U.S. Total Stock Market Index until 4/30/2005, the MSCI U.S. Broad Market Index going forward.

Performance Benchmark (Vanguard Small Cap Index) - Russell 2000 Index until 6/30/2003, the MSCI U.S. 1750 Small Cap Index going forward.

EnnisKnupp GIC Index - This benchmark index is an average of the 2-, 3-, 4- and 5-year GICs as surveyed by T.Rowe Price.

Barclays Capital Aggregate Bond Index - 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.

MSCI All Country World ex-U.S. Free Index - A capitalization-weighted index of stocks representing 48 developed and emerging country stock markets, excluding the U.S. market.

MSCI U.S. 1750 Small Cap Index - An index representing the universe of small capitalization companies in the U.S. equity market. This index targets for inclusion 1,750 companies and represents approximately 12% of the capitalization of the U.S. equity market.

Performance Benchmark (J.P. Morgan Capital Growth) - Currently the Russell Mid Cap Growth Index. Prior to January 1, 2002, the benchmark was the S&P 400 Midcap Index effective June 30, 1999, and the Russell 2500 Index prior to that.

Benchmark Descriptions

S&P 500 Index - A capitalization-weighted index representing stocks chosen by Standard & Poor's, Inc. for their size, liquidity, stability and industry group representation. The companies in the S&P 500 Index are generally among the largest in their industries. Currently the Index comprises industrial, utility, financial and transportation stocks.

FTSE All World ex-U.S. Index - An index of stocks representing approximately 47 developed and emerging countries, excluding the U.S. while including Canada.

Russell 1000 Index - A capitalization-weighted index of the 1,000 largest publicly traded U.S. stocks by capitalization.

Russell 1000 Value Index - An Index that measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower I/B/E/S growth forecasts.

Russell 1000 Growth Index - An Index that measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher I/B/E/S growth forecasts.

Russell Mid Cap Index - A capitalization-weighted index consisting of the smallest 800 companies in the Russell 1000 Index. The Russell 1000 Index represents the 1,000 largest publicly traded stocks by capitalization.

Russell 2500 Index - A capitalization-weighted, small-cap stock index representing the performance of 2,500 domestic stocks. This Index represents approximately 22% of the domestic market. Its median market capitalization is approximately \$786 million.

Russell 2000 Index - A capitalization-weighted index of the smallest 2,000 stocks in the Russell 3000 Index. The Index excludes the largest- and smallest-capitalization issues in the domestic stock market.

Russell 2000 Value Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with lower price-to-book ratios and lower I/B/E/S earnings growth forecasts.

Russell 2000 Growth Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with higher price-to-book ratios and higher I/B/E/S earnings growth forecasts.

Dow Jones U.S. Total Stock Market Index - A capitalization-weighted stock index representing all domestic common stocks traded regularly on the organized exchanges. The Index is the broadest measure of the aggregate domestic stock market.

APPENDIX II

Rank Descriptions

U.S. Equity Ranks - A broad Morningstar universe of 2,244 U.S. stock mutual funds.

Fixed Income Ranks - A Morningstar universe of 190 fixed income mutual funds.

Non-U.S. Equity Ranks - A non-U.S. equity universe calculated by BNY Mellon Performance & Risk Analytics. The universe includes 95 non-U.S. stock managers with an aggregate market value of \$155.7 billion.

PERFORMANCE REPORT

Independent
advice for the
institutional
investor

**Milwaukee County
Deferred
Compensation Plan**

Second Quarter 2009

CONTENTS

- 1 Investment Highlights
- 2 Fund Monitoring System
- 3 Market Environment
- 4 Fixed Income Funds
- 5 Balanced Funds
- 6 U.S. Stock Funds
- 7 Non-U.S. Stock Funds
- 8 Appendices

All rates of return presented in this report for time periods greater than one year are annualized. Mutual fund rates of return are provided by Morningstar. Rates of return for the North Shore Savings Fund and the Stable Value Fund are provided by the investment manager. All rates of return contained in this report are net of investment management fees. Percentages in some exhibits may not add to 100% because of rounding.

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INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
North Shore Savings Fund	0.2%	0.5%	1.5%	2.7%	2.7%
iMoney Net Money Fund Average	0.0	0.1	0.9	3.0	2.5
Stable Value Fund	1.1	2.3	4.7	4.8	4.7
EnnisKnupp GIC Index	1.1	2.3	4.7	4.6	4.3
PIMCO Total Return Fund Instl	4.7	6.3	9.3	8.4	6.4
Barclays Capital Aggregate Bond Index	1.8	1.9	6.0	6.4	5.0

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
TRP PS Income	13.0%	9.8%	-8.8%	0.4%	3.0%
Custom Benchmark	7.8	3.2	-8.7	0.1	2.4
TRP PS Balanced	17.2	12.1	-15.0	-2.2	2.0
Custom Benchmark	11.3	4.1	-14.9	-2.4	1.5
TRP PS Growth	20.3	12.9	-22.3	-5.5	0.5
Custom Benchmark	14.7	4.7	-20.9	-5.0	0.4

Benchmark descriptions can be found in the Appendix.

INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 6/30/09

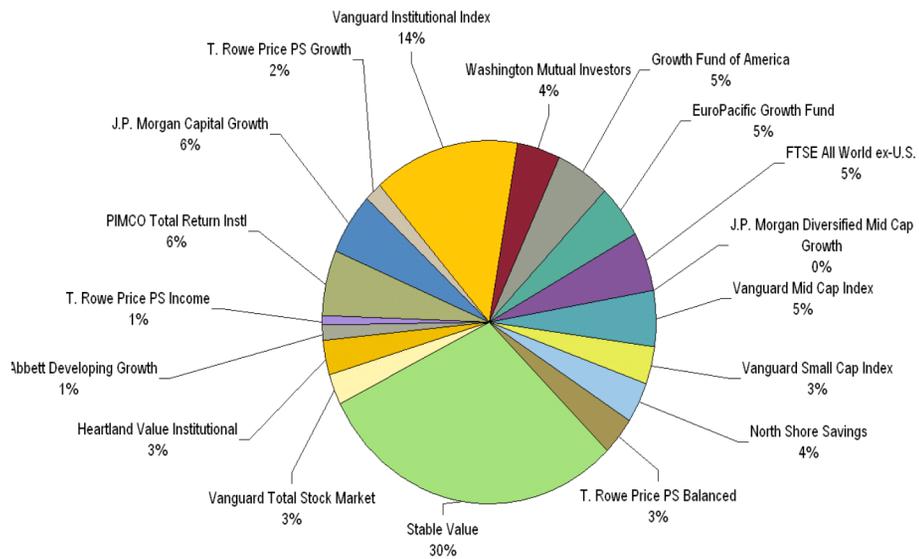
	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Washington Mutual Investors Fund	13.0 %	-2.0 %	-25.3 %	-8.5 %	-2.3 %
Russell 1000 Value Index	16.7	-2.9	-29.0	-11.1	-2.1
Vanguard Institutional Index Fund	16.0	3.3	-26.1	-8.2	-2.2
S&P 500 Index	15.9	3.2	-26.2	-8.2	-2.2
Growth Fund of America	16.9	12.3	-26.5	-6.2	0.8
Russell 1000 Growth Index	16.3	11.5	-24.5	-5.5	-1.8
Vanguard Total Stock Market Index Fund	17.0	4.5	-26.1	-8.0	-1.6
Performance Benchmark	16.9	4.4	-26.2	-8.1	-1.6
J.P. Morgan Diversified Mid Cap Growth	15.0	13.7	-31.0	-7.5	-0.5
Russell Mid Cap Growth Index	20.7	16.6	-30.3	-7.9	-0.4
Vanguard Mid Cap Index Fund	18.3	8.4	-31.5	-10.0	-0.2
MSCI U.S. Mid Cap 450 Index	18.3	8.4	-31.6	-10.0	-0.2
Vanguard Small Cap Index Fund	24.2	7.5	-25.1	-9.0	-0.7
Small-Cap Index	24.1	7.3	-25.4	-9.1	-0.8
Lord Abbett Developing Growth Fund	24.4	21.7	-23.4	-3.6	2.5
Russell 2000 Growth Index	23.4	11.4	-24.8	-7.8	-1.3
Heartland Value Institutional Fund	31.3	15.1	-28.6	-9.6	-2.1
Russell 2000 Value Index	18.0	-5.2	-25.2	-12.1	-2.3

RETURN SUMMARY ENDING 6/30/09

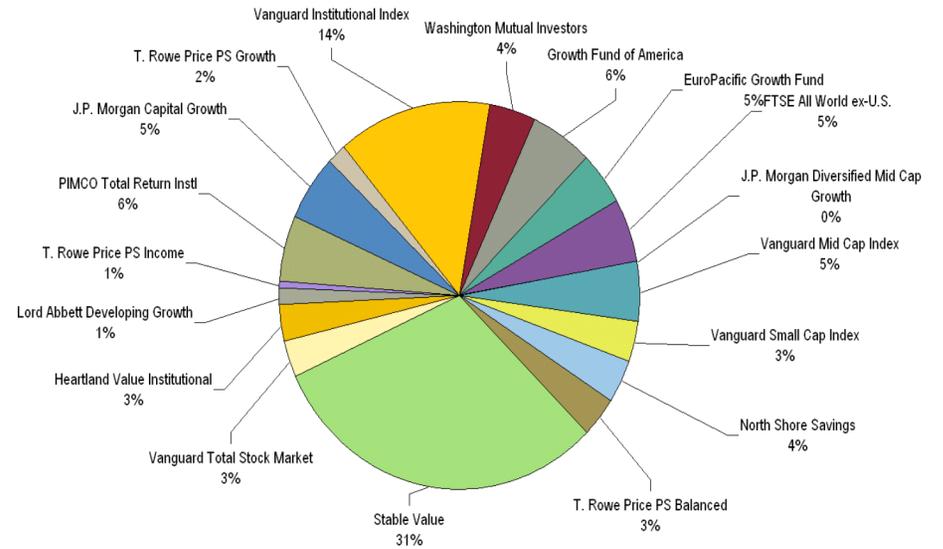
	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
EuroPacific Growth Fund	22.4 %	12.8 %	-25.3 %	-2.9 %	6.3 %
MSCI All Country World ex-U.S. Index	27.6	13.9	-30.9	-5.8	4.5
Vanguard FTSE All World ex-U.S. Index	28.1	12.4	-30.0	--	--
FTSE All World ex-U.S. Index	28.5	15.2	-29.9	--	--

Benchmark descriptions can be found in the Appendix. U.S. equity ranks are obtained using a broad Morningstar universe of 2,244 U.S. stock mutual funds. Non-U.S. equity ranks are obtained using a universe including 95 non-U.S. stock managers calculated by BNY Mellon Performance and Risk Analytics.

Contributions by Investment Option
Second Quarter 2009

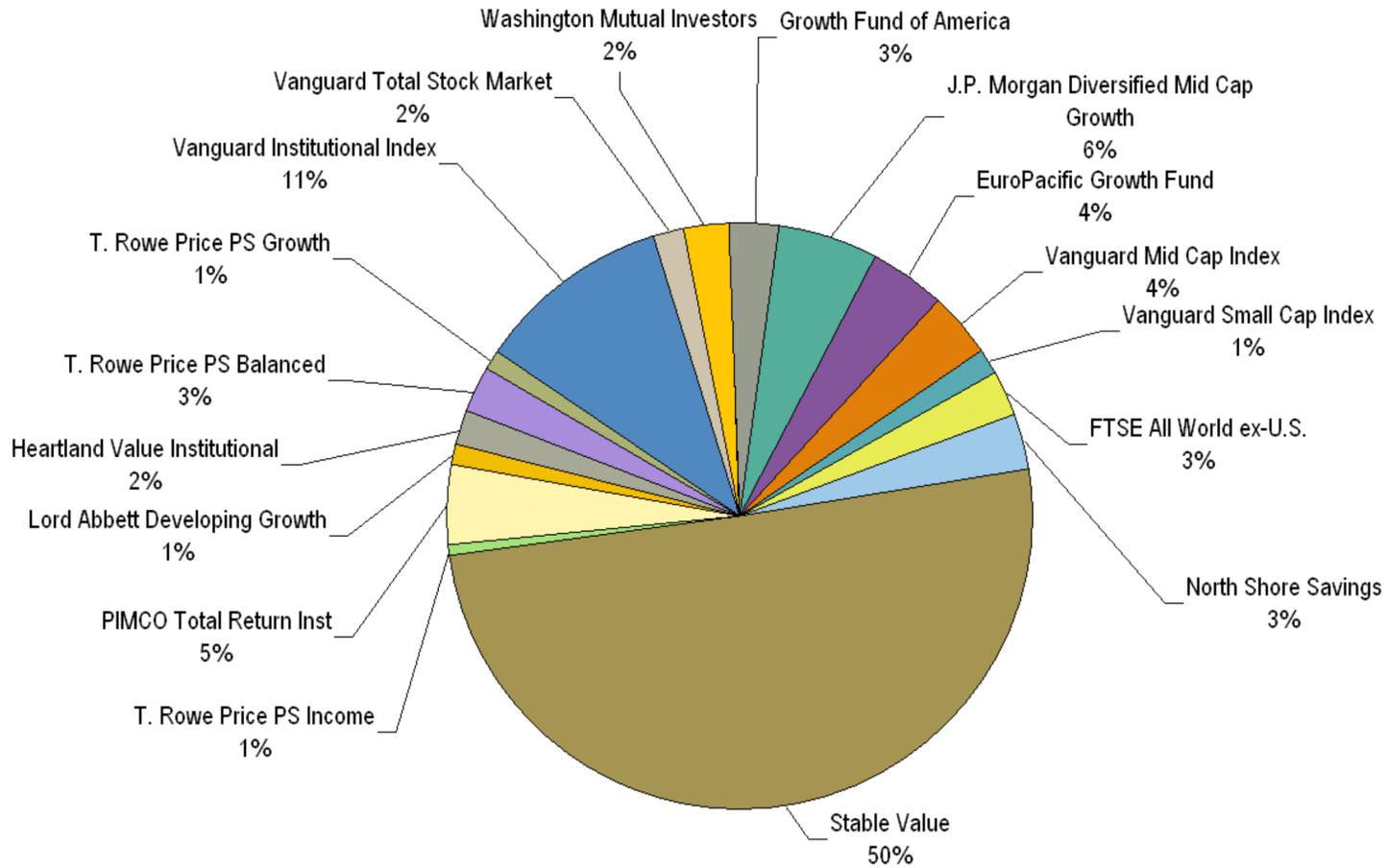


Contributions by Investment Option
YTD 2009

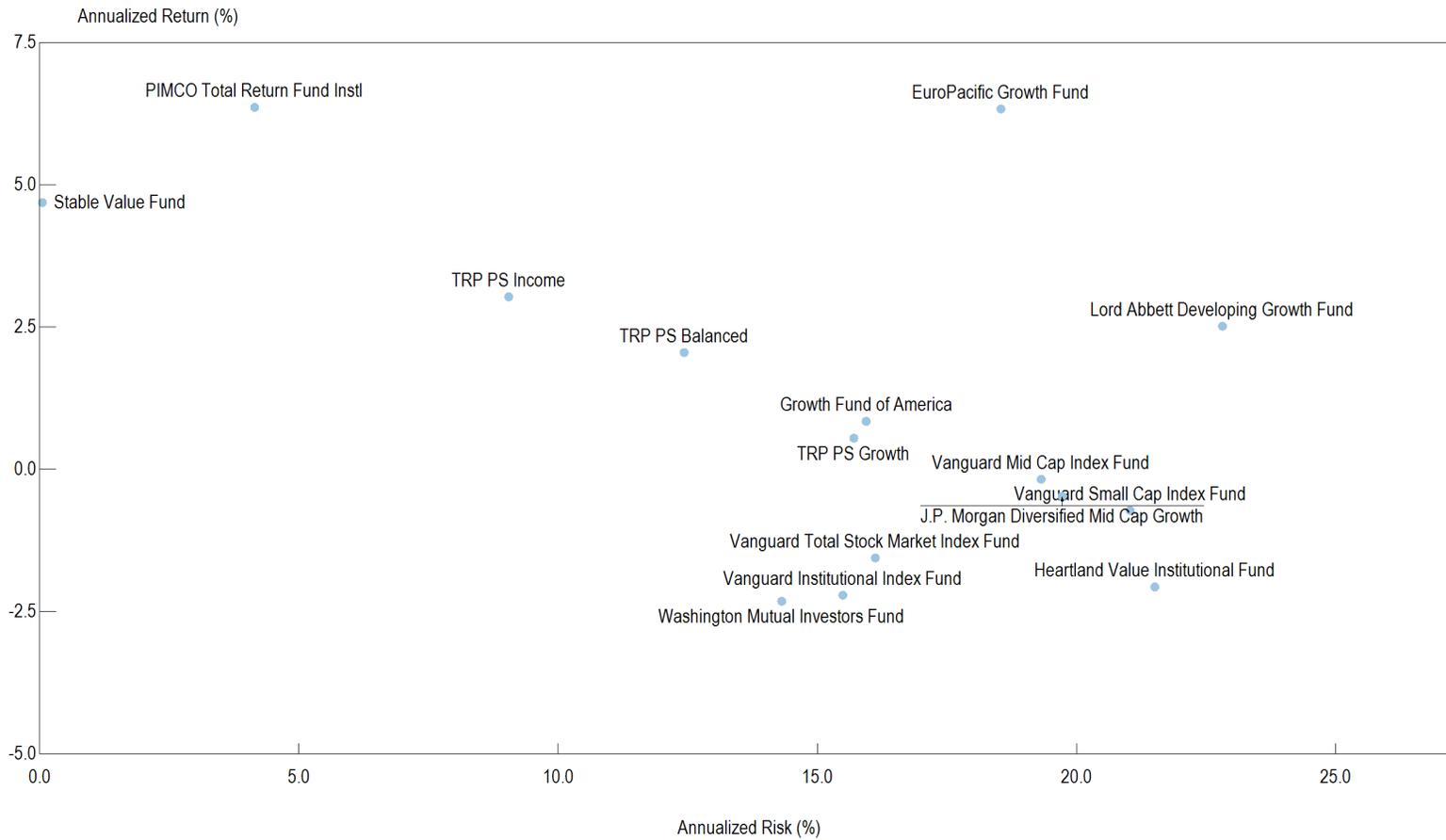


INVESTMENT HIGHLIGHTS

Asset Allocation
Milwaukee County Investment Options
Second Quarter 2009



**ANNUALIZED RISK RETURN
5 YEARS ENDING 6/30/09**



INVESTMENT HIGHLIGHTS

Change in Market Value

Investment Fund	March 31, 2009	Net Contributions/ Withdrawals	Net Income/ Appreciation*	June 30, 2009
North Shore Savings	6,540,583	(632,545)	12,815	5,920,853
Stable Value	97,186,042	1,251,726	1,114,384	99,552,153
T. Rowe Price PS Income	1,032,013	28,661	133,744	1,194,418
PIMCO Total Return Inst	8,184,304	497,952	399,142	9,081,398
Heartland Value Institutional	2,813,075	102,822	876,746	3,792,643
Lord Abbett Developing Growth	1,509,810	76,798	370,001	1,956,610
T. Rowe Price PS Balanced	4,228,384	78,638	730,418	5,037,440
T. Rowe Price PS Growth	1,743,585	64,794	355,510	2,163,889
Vanguard Institutional Index	18,237,713	322,221	2,935,454	21,495,388
Vanguard Total Stock Market	2,997,011	51,499	507,481	3,555,990
Washington Mutual Investors	3,985,569	429,696	520,470	4,935,735
J.P. Morgan Capital Growth	9,453,216	(10,789,031)	1,335,815	0
Growth Fund of America	4,397,990	(78,524)	737,681	5,057,147
EuroPacific Growth Fund	6,844,764	216,907	1,538,422	8,600,094
FTSE All World ex-U.S. Index	3,763,407	144,757	1,077,188	4,985,352
J.P. Morgan Diversified Mid Cap Growth	0	11,148,939	32,634	11,181,573
Vanguard Mid Cap Index	5,523,858	464,658	1,019,508	7,008,024
Vanguard Small Cap Index	2,262,770	(190,727)	548,165	2,620,208
Total	180,704,093	3,189,243	14,245,580	198,138,915

Fees

Fund Name	Plan Balance (\$ thousands)	Expense Ratio	Revenue Sharing Fees	\$ Fee on Expense Ratio	Dollar Revenue Sharing
North Shore Savings	\$ 5,921	0.00%	0.00%	\$ -	\$ -
Stable Value	99,552	0.40%	0.00%	398,209	-
PIMCO Total Return Inst	9,081	0.46%	0.00%	41,774	-
TRP PS Income	1,194	0.66%	0.10%	7,883	1,194
TRP PS Balanced	5,037	0.76%	0.10%	38,285	5,037
TRP PS Growth	2,164	0.83%	0.10%	17,960	2,164
Washington Mutual	4,936	0.69%	0.33%	34,057	16,288
Heartland Value Institutional	3,793	1.06%	0.10%	40,202	3,793
Lord Abbett	1,957	1.13%	0.40%	22,110	7,826
FTSE All World ex-U.S. Index	4,985	0.15%	0.20%	7,478	9,971
Vanguard Institutional	21,495	0.05%	0.00%	10,748	-
Vanguard Total Stock Market	3,556	0.16%	0.00%	5,690	-
JPMorgan Diversified Mid Cap Growth	11,182	1.24%	0.00%	138,652	-
Vanguard Mid Cap Index	7,008	0.22%	0.00%	15,418	-
Growth Fund of America (R5)	5,057	0.39%	0.05%	19,723	2,529
Vanguard Small Cap Index	2,620	0.23%	0.00%	6,026	-
EuroPacific Growth Fund (R5)	8,600	0.56%	0.05%	48,161	4,300
Total	\$ 198,139	0.43%		\$ 852,374	\$ 53,102
Total as a Percent				0.43%	0.03%

Investment Management Fee Net of Revenue Sharing	(\$ Fee on Expense Ratio - Dollar Revenue Sharing)	\$ 799,272
<i>Net Investment Management Fee as a Percent of Plan Assets</i>		0.40%

Great West Revenue Sharing Cap**	\$ 125,000 *
<i>Capped Revenue Sharing as a Percent of Plan Assets</i>	0.06%
Revenue Sharing Returned to the County	\$ -
<i>Returned Revenue Sharing as a Percent of Plan Assets</i>	0.00%

*Effective April 2007, the committee approved a fee holiday on the \$20 flat fee and the asset based fee of 0.24% charged to participants. All information in the above table is as reported by Great West.

** Exclusive of 20 bps revenue Great West receives for the Stable Value Fund.

Factor	Rationale	Measurement
1. Short Term Performance Concerns	Short term performance should never be the sole factor in a manager's assessment; however, short-term performance concerns should be monitored and understood.	Has the fund underperformed in three of the last four quarters?
2. Longer-Term Performance Concerns	Since past performance is not indicative of future performance, performance records must be considered carefully. Longer term underperformance, and poor results compared to peers, may indicate that more competitive offerings are available.	Has the fund underperformed or falls below the median fund in an appropriate peer group over the trailing 5 year period?
3. Investment Strategy Concerns	An investment option in a savings plan often serves a unique role; significant divergence from the strategy could indicate the fund is no longer appropriate for the Plan.	Has the fund diverged from its strategy?
4. Portfolio Management Concerns	The portfolio manager (or managers) responsible for the buy and sell decisions of the fund has a key role. Adverse changes could present performance challenges going forward.	Have there been adverse changes to the fund's management?
5. Organizational Concerns	A stable and strong organization is preferred. Adverse changes to the organization could negatively impact the fund's strategy, focus, resources, or management team.	Have there been adverse changes to the organization?

Each fund will be evaluated every quarter within this framework. The monitoring system will have a "generally indicated status" based on the number of affirmative answers to the above questions.

- **Green-Level Status.** No concerns; or only one affirmative response to measurement 1, 2, or 3.
- **Yellow-Level Status.** An investment fund receives a Yellow designation with two or three affirmative responses or if there is an affirmative response to measurement 4 or 5.
- **Red-Level Status.** An investment fund goes receives a Red designation when it has been on the Yellow status for more than two consecutive quarters or when there are four or more affirmative responses.

If a manager is placed on the Red Level Status, a formal manager review will be conducted by EnnisKnupp. EnnisKnupp will review the concerns regarding the fund and recommend to the Committee whether it should be retained or terminated. If the fund is retained, and remains on red-status, it will be re-reviewed every six months.

Special Circumstances

In the event of a major change in the firm's ownership, performance, or staffing, EnnisKnupp may immediately recommend termination of a manager without placing a fund on a specific "status." Any fund monitoring system should only be used as a tool in a Committee's monitoring activities. The Committee has the right to take action on any fund regardless of its status in the monitoring system.

Applying the Fund Monitoring System to the Plan

The table on the following page has applied the fund monitoring system to the funds in the Milwaukee County Plan. As shown, all the funds are currently on green status.

FUND MONITORING SYSTEM

Investment Fund Monitoring Summary:

	<i>1. Underperformed in 3 of 4 Trailing Calendar Quarters?</i>	<i>2. Underperformed Benchmark and/or Falls Below Median over Trailing Five Year Period?*</i>	<i>3. Diverged from Strategy?</i>	<i>4. Adverse Change in Portfolio Manager?</i>	<i>5. Adverse Organizational Change?</i>	<i>2ND Quarter 2009 Status</i>	<i>1st Quarter 2009 Status</i>
North Shore Savings Fund	No	No	No	No	No		
Stable Value Fund	No	No	No	No	No		
PIMCO Total Return Fund	No	No	No	No	No		
TRP PS Income	No	No	No	No	No		
TRP PS Balanced	No	No	No	No	No		
TRP PS Growth	No	No	No	No	No		
Washington Mutual Investors	No	Yes	No	No	No		
Vanguard Institutional Index	No	No	No	No	No		
Growth Fund of America	No	No	No	No	No		
Vanguard Total Stock Market	No	No	No	No	No		
JP Morgan Diversified Mid Cap Growth	No	Yes	No	No	No		
Vanguard Mid Cap Index	No	No	No	No	No		
Vanguard Small Cap Index	No	No	No	No	No		
Lord Abbett	No	No	No	No	No		
Heartland Value	No	No	No	No	No		
EuroPacific Growth	No	No	No	No	No		
Vanguard FTSE All World ex- U.S.	No	Yes**	No	No	No		

*Second quarter rankings were unavailable at the time the report was produced

**The Vanguard FTSE All World ex-U.S. Fund started in April 2007. Therefore, performance is based on since-inception period

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MARKET ENVIRONMENT
Second Quarter 2009

MARKET ENVIRONMENT

OVERVIEW

MAJOR MARKET RETURNS

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09	10 Years Ending 6/30/09
Dow Jones US Total Stock Index	16.8 %	4.5 %	-26.4 %	-8.1 %	-1.6 %	-1.3 %
MSCI All Country World ex-U.S. Index	27.6	13.9	-30.9	-5.8	4.5	2.5
MSCI EAFE Index	25.4	8.0	-31.4	-8.0	2.3	1.2
MSCI Emerging Markets Index	34.7	36.0	-28.1	3.0	14.7	8.7
MSCI All Country World Index	22.3	9.2	-29.3	-7.0	1.1	-0.2
Barclays Capital Aggregate Bond Index	1.8	1.9	6.0	6.4	5.0	6.0

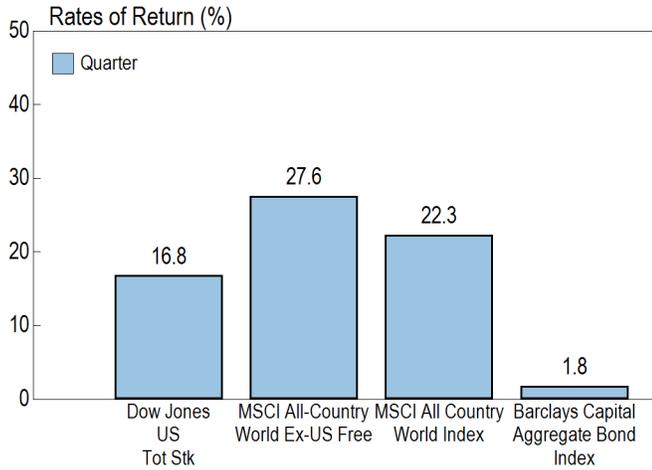
Global capital markets rallied during the second quarter as governments around the world acted to combat the troubles facing financial institutions and the consumer. The U.S. government moved forward with several fiscal policies aimed at restoring liquidity in the capital markets, including the Term Asset-Backed Securities Loan Facility (TALF), which was designed to attract investors to the new-issue asset-backed securities markets, and the Public-Private Investment Program (PPIP), which aims to restore liquidity for distressed securities such as non-agency residential mortgage-backed securities and commercial mortgage-backed securities. The Federal Open Markets Committee (FOMC) met twice during the quarter, deciding in April and again in June, to maintain the federal funds target range of 0.00-0.25%. The Committee resolved to support the credit markets by continuing in its plan to purchase up to \$1.25 trillion in agency mortgage-backed securities and \$200 billion in agency debt, as well as \$300 billion in Treasuries by the end of 2009. The U.S. Bureau of Economic Analysis revealed that the gross domestic product (GDP) decreased by an annualized 5.5% during the first quarter of 2009, and the Bureau of Labor Statistics reported that unemployment had risen to 9.5% during the month of June.

The Dow Jones U.S. Total Stock Market Index (formerly the Dow Jones Wilshire 5000 Index) returned 16.8% for the second quarter of 2009, moving its year-to-date return into positive territory. Stocks continued their climb from the end of the first quarter, peaking in early June, before weak economic data tempered investor optimism. The financial and consumer durable sectors were the strongest performers, returning 26.6% and 25.0%, respectively. By the end of the quarter the Chicago Board Options Exchange Volatility Index (VIX), which measures the cost of insurance against a market decline in the S&P 500 Index, had dropped to its lowest level since the bankruptcy of Lehman Brothers last fall.

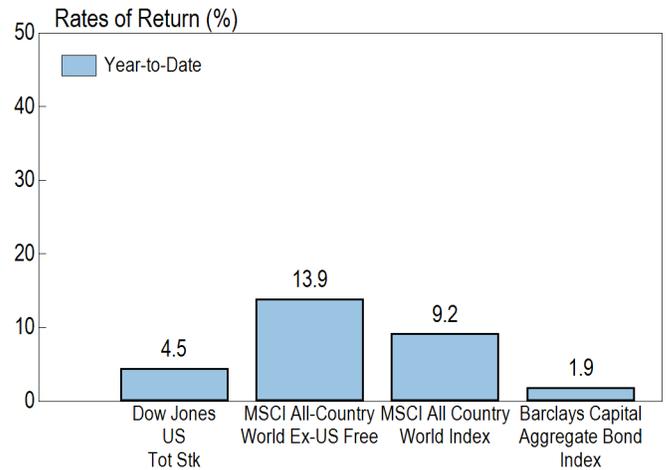
International markets outperformed U.S. stocks by more than ten percentage points during the second quarter of 2009, due in part to rising commodity prices and a subsequent 34.7% increase in the MSCI Emerging Markets Index. The Latin American and Eastern Europe & Middle East regions were the strongest performers, delivering returns of 38.5% and 34.0%, respectively. Developed market stock returns lagged those of emerging markets; however, every major region of the index generated a return greater than 20%. On June 24th the European Central Bank injected 442 billion euros into the banking system, lending at a rate of 1.00% to over 1,100 European banks.

The domestic fixed income market, as measured by the Barclays Capital Aggregate Bond Index, returned 1.8% for the second quarter of 2009. Government securities were the worst performing segment of the market as investors' risk appetite increased and lower-quality sectors generated strong returns. The Treasury yield curve steepened with short-term interest rates remaining low and longer term rates rising significantly from near-historic lows as market conditions improved.

**MAJOR MARKET RETURNS
SECOND QUARTER**

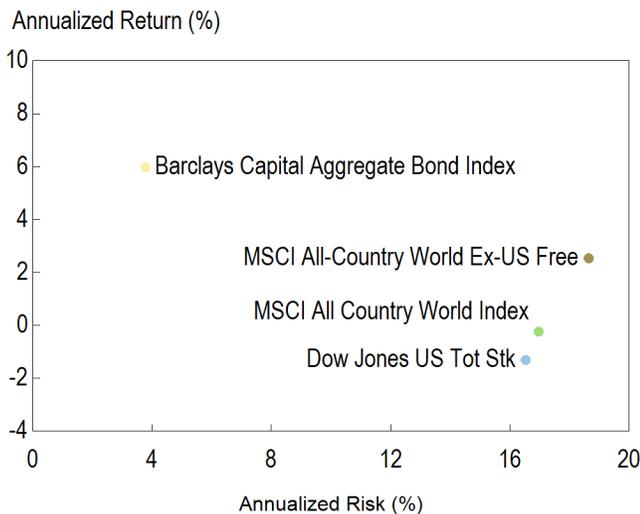


**MAJOR MARKET RETURNS
YEAR-TO-DATE ENDING 6/30/09**

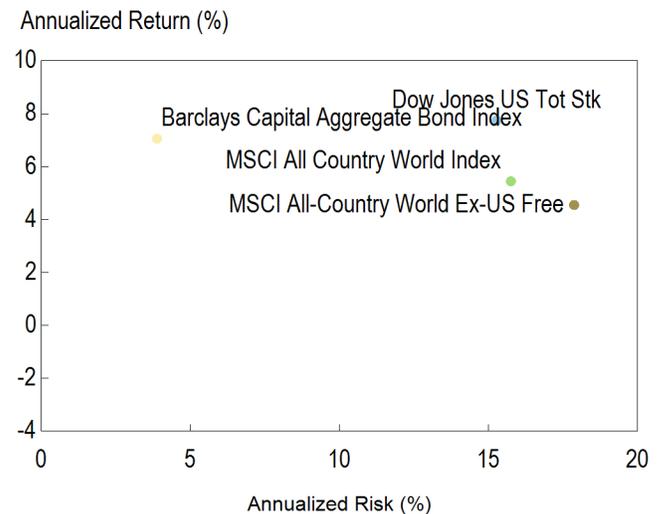


The exhibits above show the performance of the major capital markets during the second quarter and year-to-date periods.

**MARKET RISK/RETURN
10 YEARS ENDING 6/30/09**



**MARKET RISK/RETURN
20 YEARS ENDING 6/30/09**

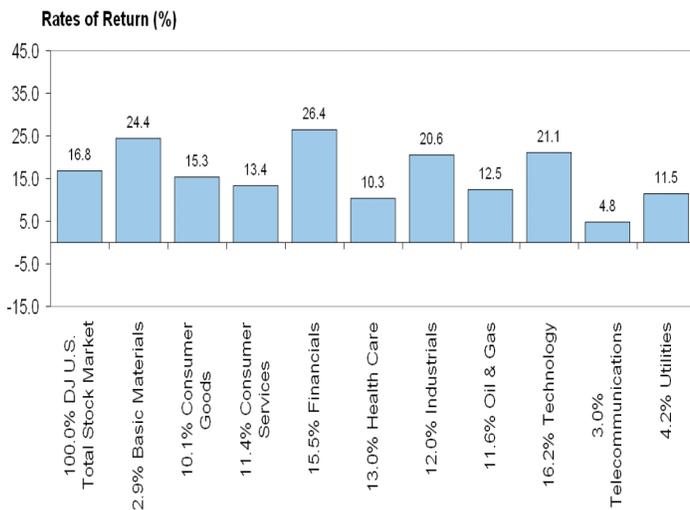


The exhibits above show the historical performance of the major capital markets and the amount of risk (volatility of returns) incurred. Points near the top of the chart represent a greater return and points near the right of the chart indicate greater volatility.

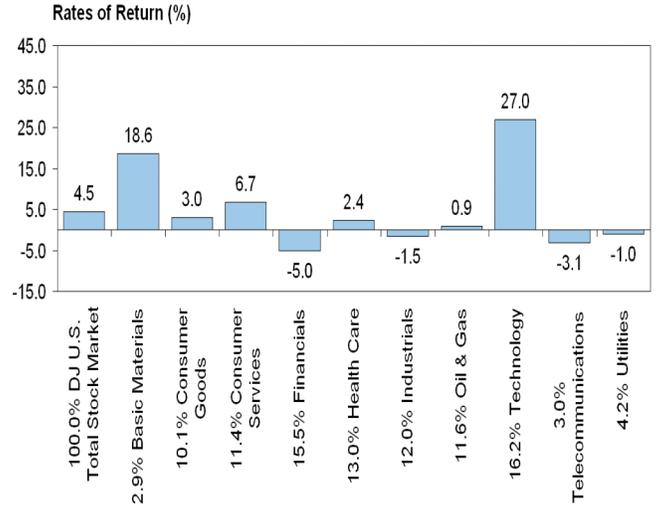
MARKET ENVIRONMENT

U.S. STOCK MARKET

SECTOR RETURNS SECOND QUARTER



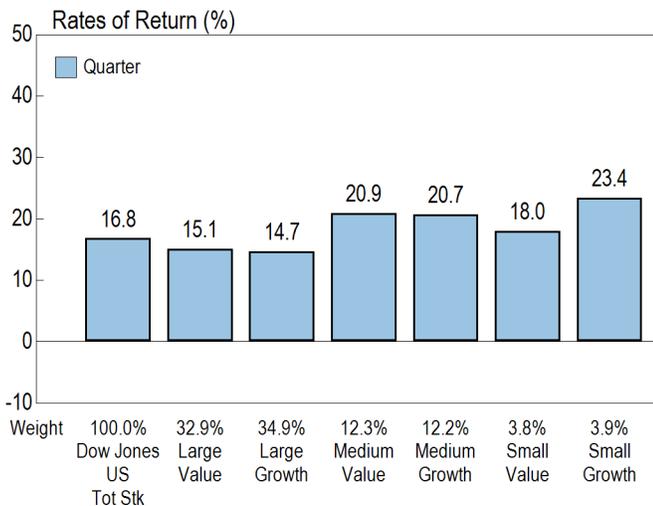
SECTOR RETURNS YEAR-TO-DATE ENDING 6/30/09



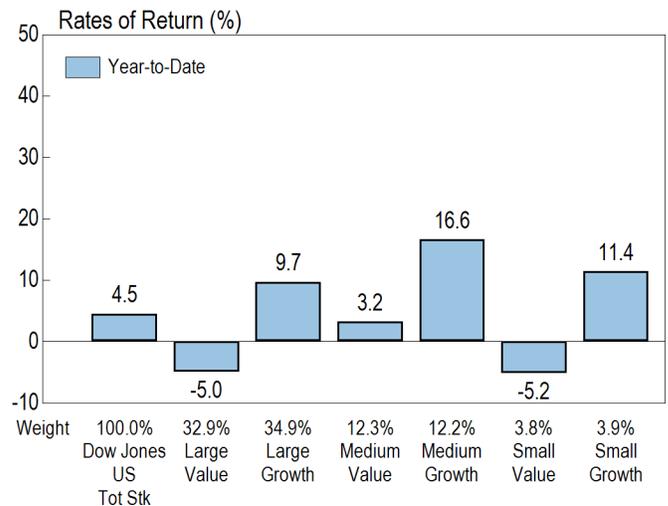
The Dow Jones U.S. Total Stock Market Index is the broadest available measure of the aggregate domestic stock market. It includes all domestic common stocks with readily available price information.

The exhibits above show the performance of the sectors that comprise the Dow Jones U.S. Total Stock Market Index. The percentage below each bar indicates the sector's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

STYLE RETURNS SECOND QUARTER

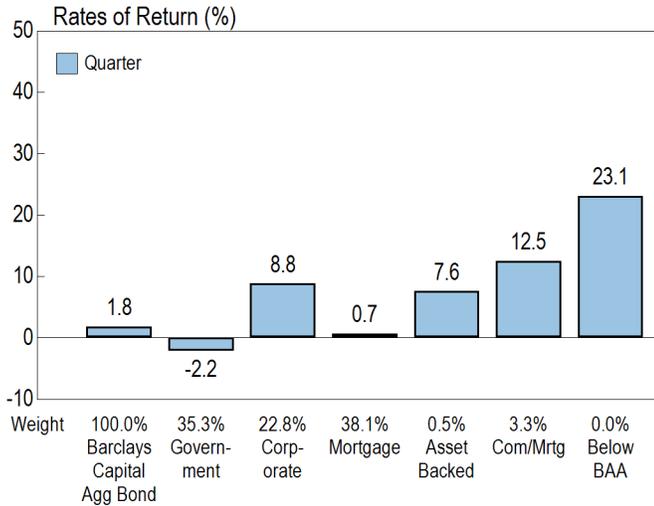


STYLE RETURNS YEAR-TO-DATE ENDING 6/30/09

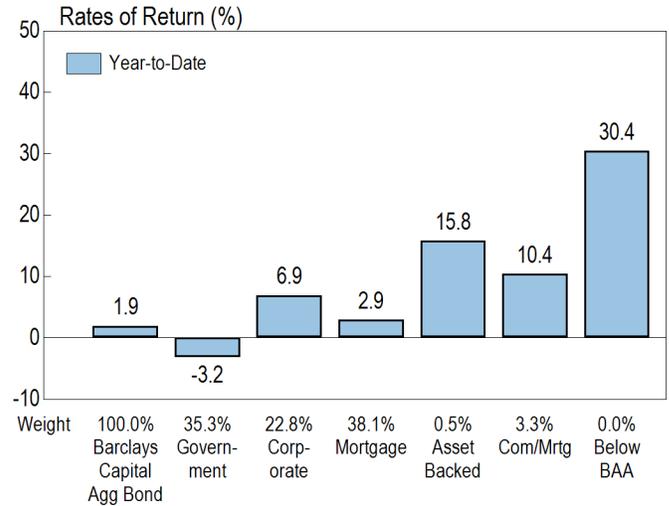


The exhibits above illustrate the performance of stock investment styles according to capitalization (large and small) and style characteristics (value and growth). The percentage below each bar indicates the segment's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

**SECTOR RETURNS
SECOND QUARTER**



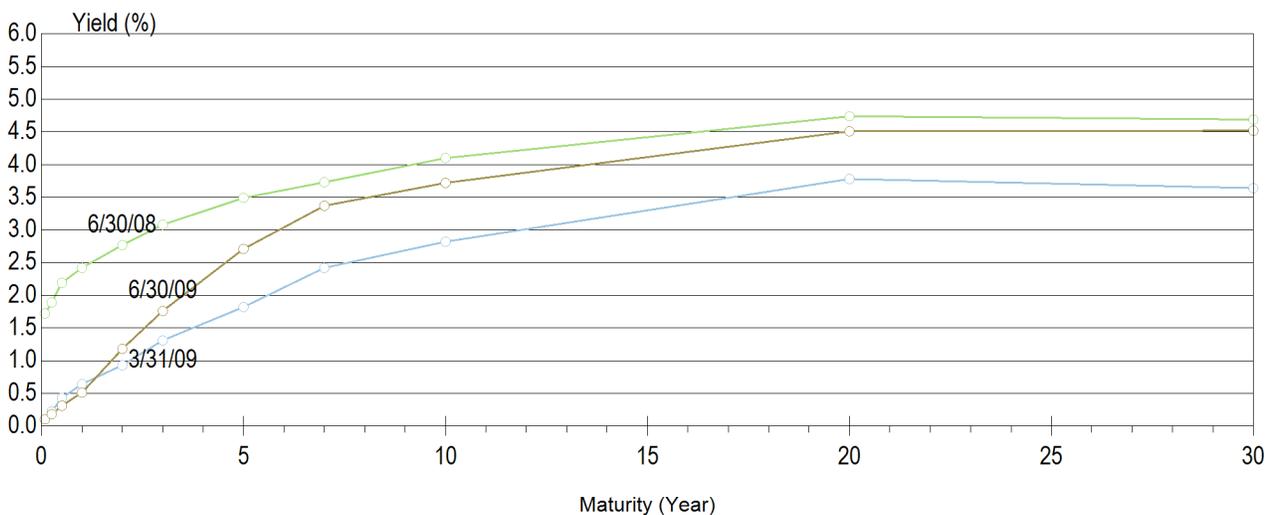
**SECTOR RETURNS
YEAR-TO-DATE ENDING 6/30/09**



The Barclays Capital Aggregate Bond Index is a broad measure of the U.S. investment grade fixed income market. The Index consists of corporate, government, and mortgage-backed securities and includes credit card, auto, and home equity loan-backed securities.

The exhibits above show the performance of the sectors that comprise the broad domestic bond market. The percentage below each bar indicates the sector's weight within the Barclays Capital Aggregate Bond Index at quarter-end.

U.S. TREASURY CURVE

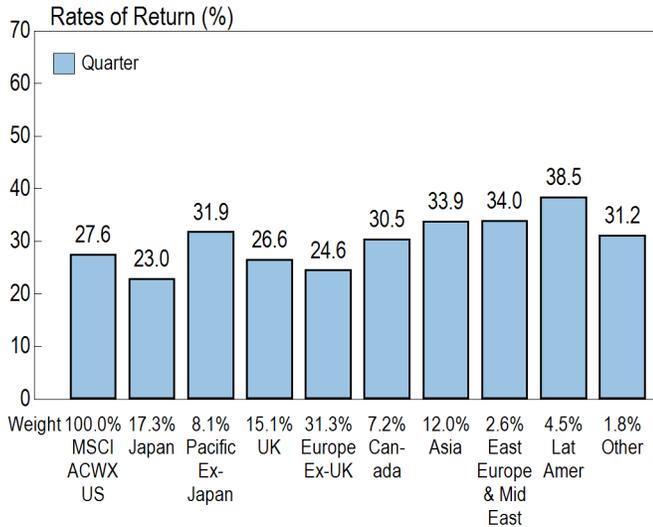


The exhibit above illustrates yields of Treasury securities of various maturities as of June 30, 2008, March 31, 2009, and June 30, 2009.

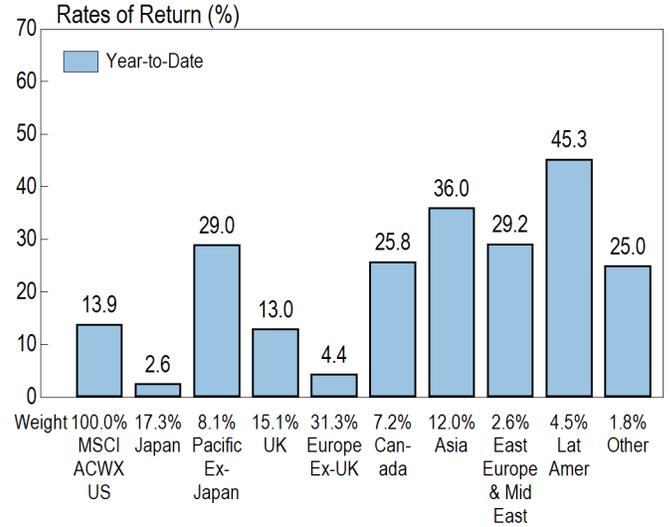
MARKET ENVIRONMENT

NON-U.S. STOCK MARKETS

**NON-U.S. STOCK MARKET RETURNS
SECOND QUARTER**

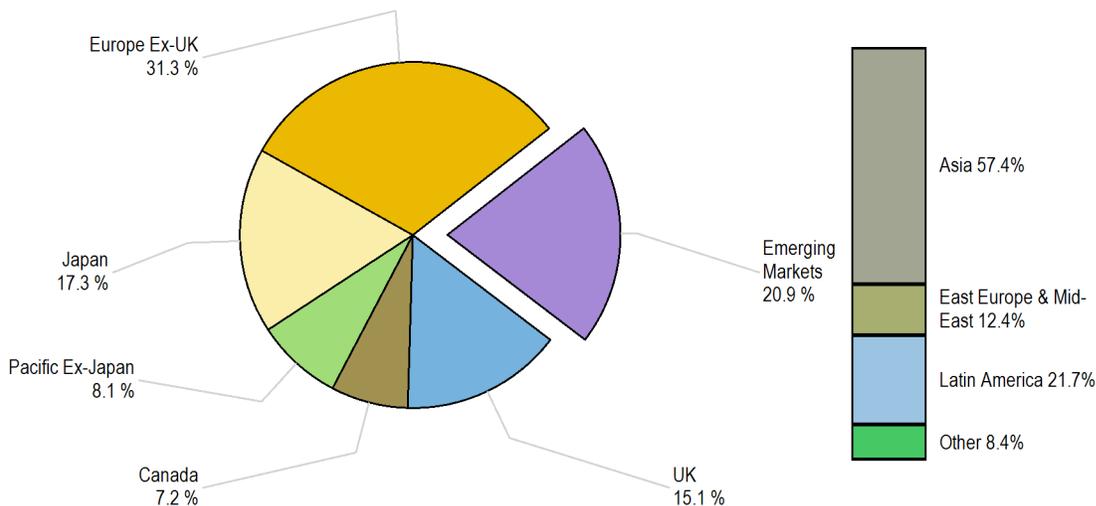


**NON-U.S. STOCK MARKET RETURNS
YEAR-TO-DATE ENDING 6/30/09**



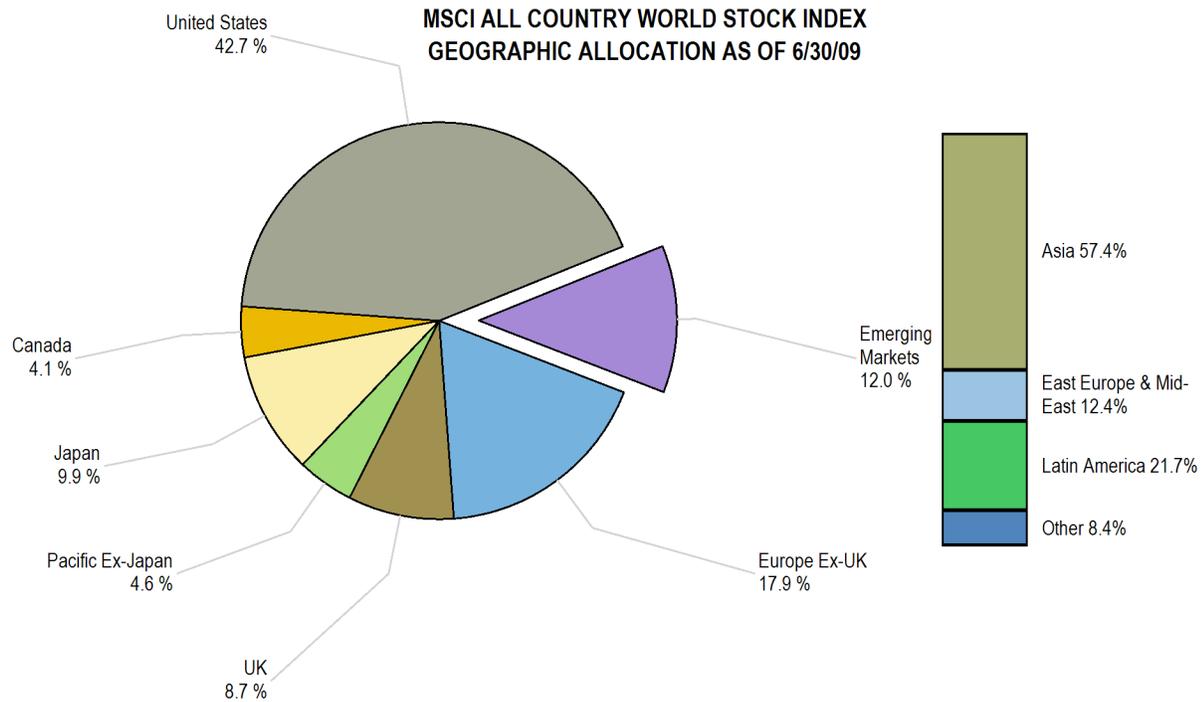
The MSCI All Country World ex-U.S. Index is a capitalization-weighted index of stocks representing 22 developed stock markets and 23 emerging stock markets around the world. The exhibits above show the performance of the regions that comprise the MSCI All Country World ex-U.S. Index at quarter-end.

**MSCI ALL COUNTRY WORLD EX-U.S. STOCK INDEX
GEOGRAPHIC ALLOCATION AS OF 6/30/09**



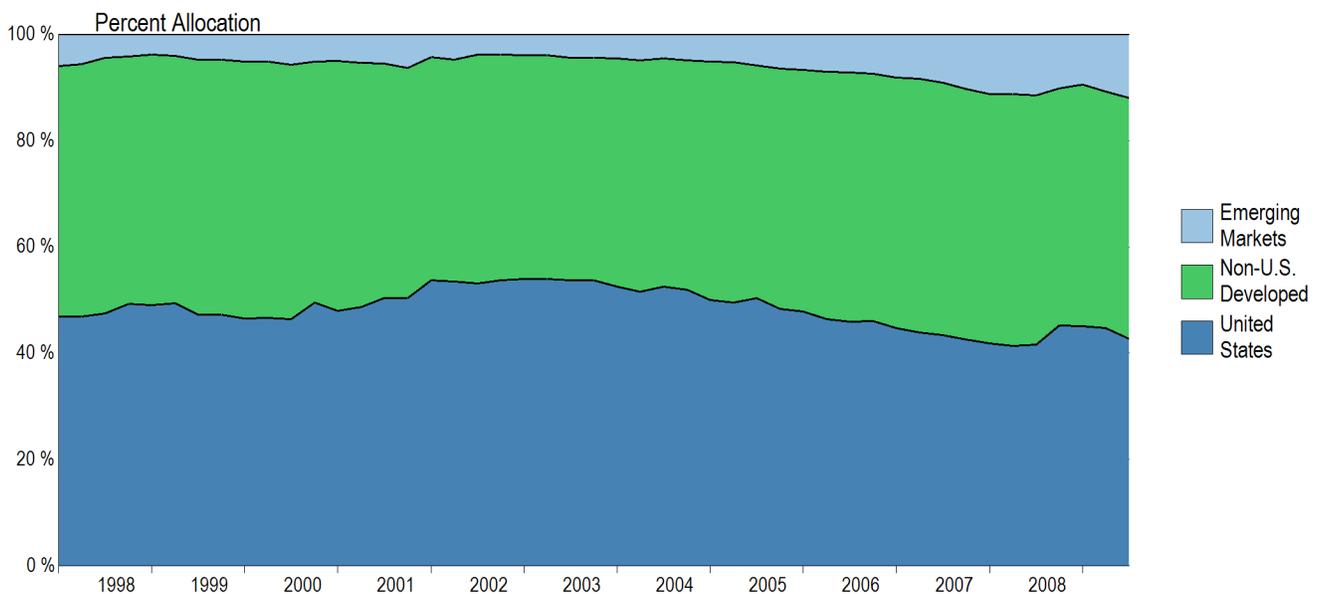
The exhibit above illustrates the percent each region represents of the non-U.S. stock market as measured by the MSCI All Country World ex-U.S. Index.

Note on Other: Includes South Africa, Egypt, and Morocco. Returns expressed are the weighted average returns.



The MSCI All Country World Index is a capitalization-weighted index of stocks representing 23 developed stock markets and 23 emerging stock markets around the world. The graph above shows the allocation to each region at quarter-end.
 Note on Other: Includes South Africa, Egypt, and Morocco.

ALLOCATION



The graph above shows the changes in the breakdown between the United States, non-U.S. developed markets, and emerging markets in the MSCI All Country World Index over time.

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**RETURN SUMMARY
ENDING 6/30/09**

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
North Shore Savings Fund	0.2%	0.5%	1.5%	2.7%	2.7%
iMoney Net Money Fund Average	0.0	0.1	0.9	3.0	2.5

Investment Strategy

The objective of the North Shore Savings Fund is to preserve capital and provide current income, while maintaining a high level of liquidity. The Fund is FDIC insured.

**HISTORICAL RETURNS
(BY YEAR)**

	North Shore Savings Fund	iMoney Net Money Fund Average	Return Difference
	Return	Return	
1998	5.2%	5.0%	0.2
1999	4.8	4.6	0.2
2000	5.3	5.9	-0.6
2001	4.3	3.7	0.6
2002	1.6	2.1	-0.5
2003	1.4	0.9	0.5
2004	1.3	0.6	0.7
2005	2.8	1.7	1.1
2006	3.7	3.8	-0.1
2007	3.7	4.7	-1.0
2008	2.0	2.0	0.0
2009 (6 months)	0.5	0.1	0.4
Trailing 1-Year	1.5%	0.9%	0.6
Trailing 3-Year	2.7	3.0	-0.3
Trailing 5-Year	2.7	2.5	0.2
Trailing 10-Year	2.9	2.8	0.1

STABLE VALUE

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Stable Value Fund	1.1 %	2.3 %	4.7 %	4.8 %	4.7 %
EnnisKnupp GIC Index	1.1	2.3	4.7	4.6	4.3

Investment Strategy

The Stable Value Fund managed by Great-West seeks to provide a stable rate of return through current income while preserving capital. The Fund invests solely in fixed income securities rated AAA or those issued by the U.S. government and its agencies. The Fund will allocate assets to sectors that management believes offer increased yield potential.

HISTORICAL RETURNS (BY YEAR)

	Stable Value Fund	EnnisKnupp GIC Index	Return Difference
	Return	Return	
1998	6.3%	6.2%	0.1
1999	6.3	6.0	0.3
2000	6.5	6.4	0.1
2001	6.5	6.2	0.3
2002	5.7	5.1	0.6
2003	4.3	4.1	0.2
2004	4.2	3.9	0.3
2005	4.5	3.7	0.8
2006	4.8	4.1	0.7
2007	4.9	4.6	0.3
2008	4.8	4.7	0.1
2009 (6 months)	2.3	2.3	0.0
Trailing 1-Year	4.7 %	4.7 %	0.0
Trailing 3-Year	4.8	4.6	0.2
Trailing 5-Year	4.7	4.3	0.4
Trailing 10-Year	5.2	4.8	0.4

RETURN SUMMARY
ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
PIMCO Total Return Fund Instl	4.7%	6.3%	9.3%	8.4%	6.4%
Barclays Capital Aggregate Bond Index	1.8	1.9	6.0	6.4	5.0

Investment Strategy

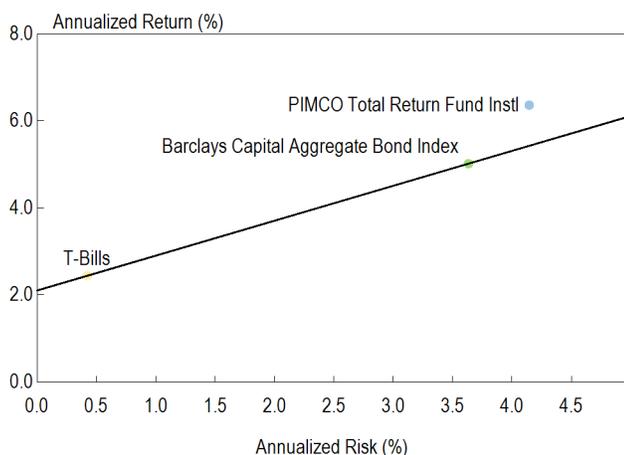
The PIMCO Total Return Fund, Institutional Shares, seeks total return consistent with preservation of capital. The Fund's strategy includes active sector rotation and moderate interest-rate anticipation. PIMCO's objective is to outperform the Barclays Capital Aggregate Bond Index without incurring greater risk by utilizing innovative investment techniques or identifying sector and issue buying opportunities. The Fund maintains a duration between 3 and 6 years and can invest up to 10% in issues rated below BBB but no lower than B. The Fund may invest up to 20% of assets in non-dollar bonds. In March of 2007, PIMCO's Institutional share class replaced the Administrative share class.

Manager Monitoring

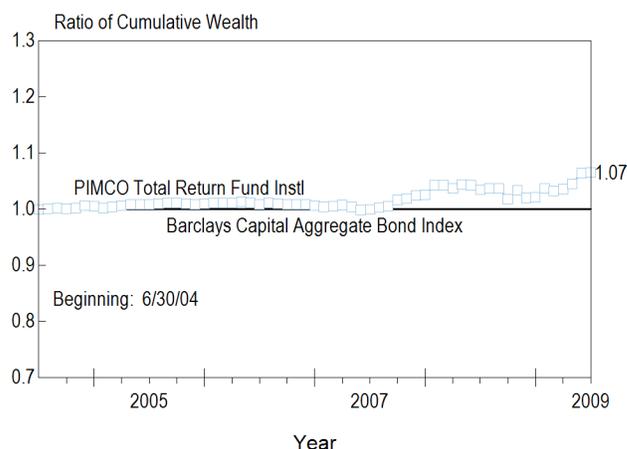
The PIMCO Total Return Fund uses strategies that rely heavily on derivatives, in part because the large size of the fund prevents it from effectively transacting in the cash market as the derivative market offers a cheaper, more efficient way to implement strategy. While the derivative exposure may be concerning to some investors, PIMCO manages risks diligently and has navigated recent market turbulence rather deftly. Over time, the Fund has displayed a consistent level of performance above its benchmark, with a marginally higher level of volatility. EnnisKnupp remains comfortable with the PIMCO Total Return Fund and its related strategies. But we acknowledge that this complex strategy relies heavily on derivatives and may not be ideal for all investors, particularly those investors that view their fixed income portfolio as an anchor to windward as opposed to a source of total return.

Please see PIMCO Total Return Fund Update Memo for a detailed review of the Fund.

ANNUALIZED RISK RETURN
5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 6/30/09



PIMCO TOTAL RETURN INSTL

FUND CHARACTERISTICS AS OF 6/30/09

	PIMCO Total Return Fund Instl	
Credit Quality	AAA	42%
	AA	10
	A	14
	BBB	6
	<BBB	4
	Treasury/Agency	24
Composition	US Gov't/Agency	24%
	Corporate	20
	Mortgage-Backed	54
	Foreign	5
	Cash	-6
	Other	3
Average Maturity/Duration	5.8 years/4.8 years	
Number of Issues	5,008	
Turnover	N/A	
Distriubtion Yield	6.05%	
Inception Date	September 1994	
Total Fund Assets	\$161.1 billion	
Fees	0.46%	

HISTORICAL RETURNS

(BY YEAR)

	PIMCO Total Return Fund Instl	Barclays Capital Aggregate Bond Index	Return Difference
	Return	Return	
1998	9.8%	8.7%	1.1
1999	-0.3	-0.8	0.5
2000	12.1	11.6	0.5
2001	9.5	8.4	1.1
2002	10.2	10.3	-0.1
2003	5.6	4.1	1.5
2004	5.1	4.3	0.8
2005	2.9	2.4	0.5
2006	4.0	4.3	-0.3
2007	9.1	7.0	2.1
2008	4.8	5.2	-0.4
2009 (6 months)	6.3	1.9	4.4
Trailing 1-Year	9.3%	6.0%	3.3
Trailing 3-Year	8.4	6.4	2.0
Trailing 5-Year	6.4	5.0	1.4
Trailing 10-Year	7.0	6.0	1.0

RETURN SUMMARY
ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
TRP PS Income	13.0%	9.8%	-8.8%	0.4%	3.0%
Custom Benchmark	7.8	3.2	-8.7	0.1	2.4

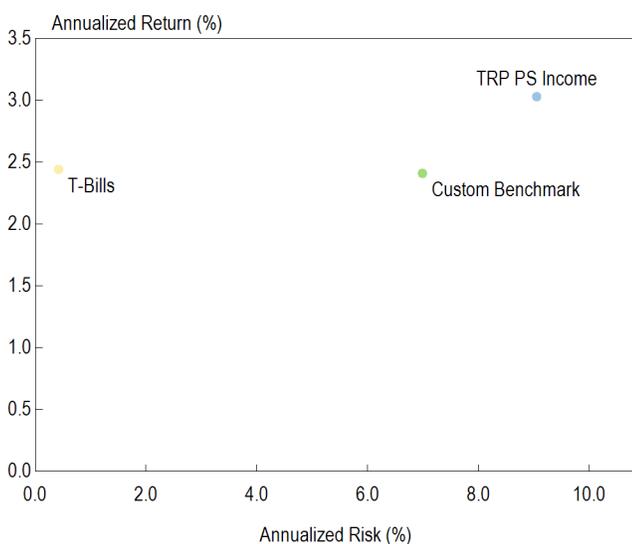
Investment Strategy

T. Rowe Price Personal Strategy Income Fund seeks to provide income, with a secondary goal of capital appreciation. The Fund invests in a variety of both stocks and bonds, with an emphasis on dividend-paying stocks and government and high-quality corporate, income-producing bonds.

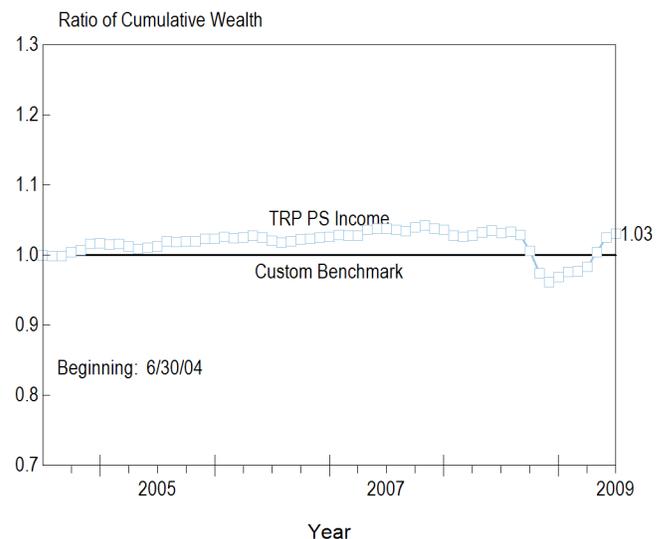
The Fund's target asset allocation is 40% stocks, 40% bonds, and 20% cash. Typically, the Fund maintains a 5% - 10% exposure to non-U.S. stocks. It is the most conservative of the three T. Rowe Price lifestyle funds.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Income Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 6/30/09



T. ROWE PRICE

PERSONAL STRATEGY INCOME

FUND CHARACTERISTICS AS OF 6/30/09

	Personal Strategy Income Fund	
Composition	U.S. Stock	34.4%
	Non-U.S. Stock	10.0
	Bonds	43.8
	Cash	11.8
Number of Holdings	Stocks	684
	Bonds	619
Turnover	63%	
Inception Date	July 1994	
Total Fund Assets	\$684.6 million	
Fees	0.66%	

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Income	Custom Benchmark	Return Difference
	Return	Return	
1998	11.5%	14.1%	-2.6
1999	5.2	9.9	-4.7
2000	6.6	1.0	5.6
2001	0.9	-0.9	1.8
2002	-3.4	-4.1	0.7
2003	18.6	14.3	4.3
2004	9.9	7.4	2.5
2005	5.2	4.5	0.7
2006	9.6	9.3	0.3
2007	7.3	6.3	1.0
2008	-20.4	-14.9	-5.5
2009 (6 months)	9.8	3.2	6.6
Trailing 1-Year	-8.8%	-8.7%	-0.1
Trailing 3-Year	0.4	0.1	0.3
Trailing 5-Year	3.0	2.4	0.6
Trailing 10-Year	4.1	2.9	1.2

RETURN SUMMARY
ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
TRP PS Balanced	17.2 %	12.1 %	-15.0 %	-2.2 %	2.0 %
Custom Benchmark	11.3	4.1	-14.9	-2.4	1.5

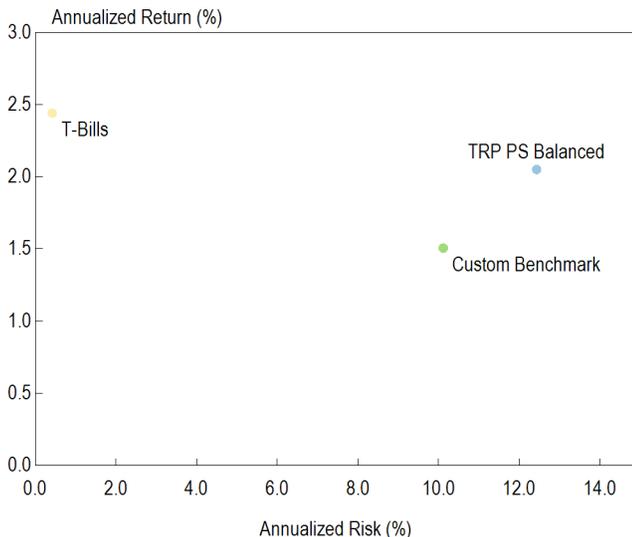
Investment Strategy

T. Rowe Price Personal Strategy Balanced Fund seeks both capital appreciation and income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, income-producing bonds.

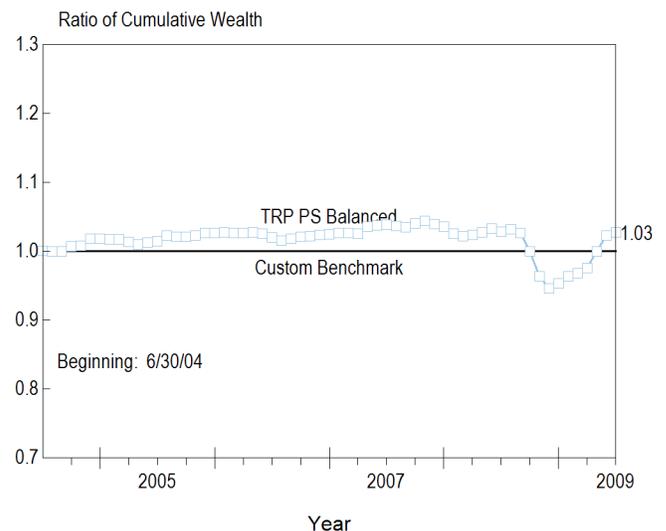
The Fund's neutral asset allocation is 60% stocks, 30% bonds, and 10% cash. Typically, the Fund maintains a 10% exposure to non-U.S. stocks. The balanced fund is the moderate fund relative to the three T. Rowe Price lifestyle funds in terms of expected risk and reward.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Balanced Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 6/30/09



T. ROWE PRICE

PERSONAL STRATEGY BALANCED

FUND CHARACTERISTICS AS OF 6/30/09

	Personal Strategy Balanced Fund	
Composition	U.S. Stock	50.1
	Non-U.S. Stock	14.5
	Bonds	32.4
	Cash	3.0
Number of Holdings	Stocks	684
	Bonds	579
Turnover	60%	
Inception Date	July 1994	
Total Fund Assets	\$1.2 billion	
Fees	0.76%	

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Balanced	Custom Benchmark	Return Difference
	Return	Return	
1998	13.9%	17.4%	-3.5
1999	8.0	14.4	-6.4
2000	5.6	-3.0	8.6
2001	-2.5	-4.7	2.2
2002	-7.7	-9.2	1.5
2003	24.4	20.4	4.0
2004	12.6	9.6	3.0
2005	6.4	5.6	0.8
2006	11.9	12.1	-0.2
2007	7.7	6.5	1.2
2008	-29.3	-23.2	-6.1
2009 (6 months)	12.1	4.1	8.0
Trailing 1-Year	-15.0%	-14.9%	-0.1
Trailing 3-Year	-2.2	-2.4	0.2
Trailing 5-Year	2.0	1.5	0.5
Trailing 10-Year	3.3	1.9	1.4

RETURN SUMMARY
ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
TRP PS Growth	20.3 %	12.9 %	-22.3 %	-5.5 %	0.5 %
Custom Benchmark	14.7	4.7	-20.9	-5.0	0.4

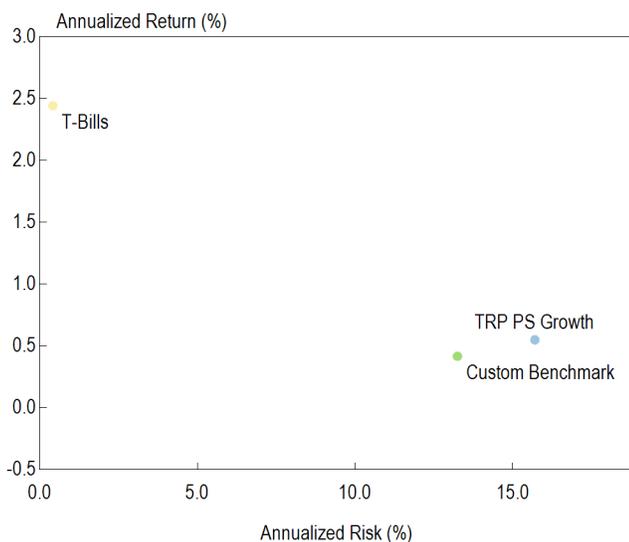
Investment Strategy

T. Rowe Price Personal Strategy Growth Fund seeks capital appreciation, with a secondary goal of income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, and income-producing bonds.

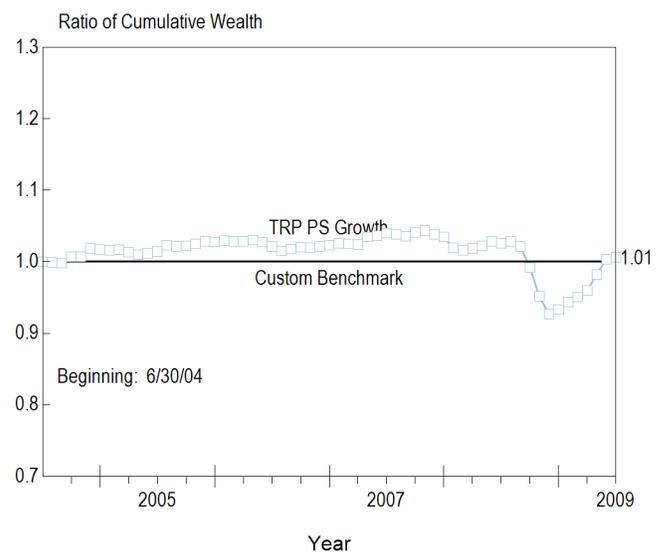
The Fund's neutral asset allocation is 80% stocks and 20% bonds. Typically, the Fund maintains a 15% - 25% exposure to non-U.S. stocks. The growth fund has the highest expected risk/reward profile of the three T. Rowe Price lifestyle funds.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Growth Fund has marginally exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 6/30/09



T. ROWE PRICE

PERSONAL STRATEGY GROWTH

FUND CHARACTERISTICS AS OF 6/30/09

	Personal Strategy Growth Fund	
Composition	U.S. Stock	66.0%
	Non-U.S. Stock	19.4
	Bonds	14.4
	Cash	0.2
Number of Holdings	Stocks	683
	Bonds	469
Turnover	54%	
Inception Date	July 1994	
Total Fund Assets	\$874.1 million	
Fee	0.83%	

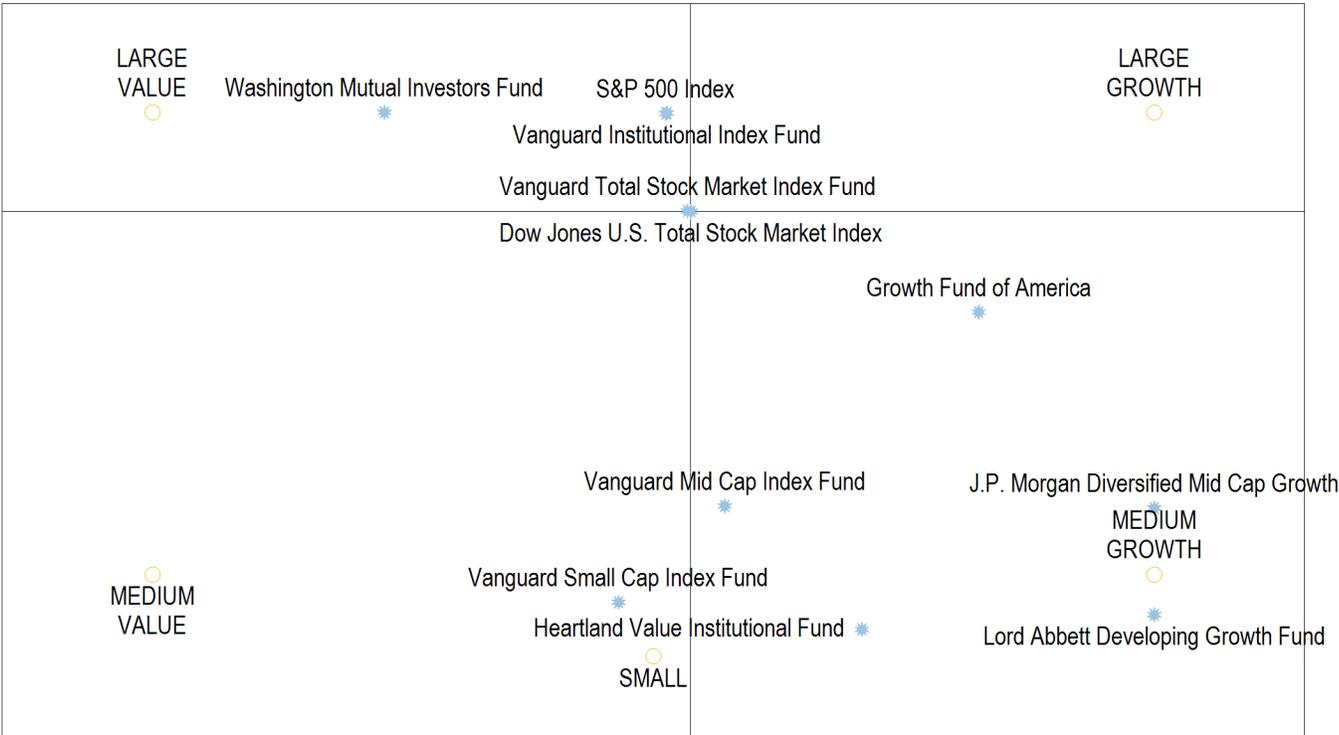
HISTORICAL RETURNS

(BY YEAR)

	TRP PS Growth	Custom Benchmark	Return Difference
	Return	Return	
1998	15.6%	20.6%	-5.0
1999	11.2	18.9	-7.7
2000	4.7	-7.0	11.7
2001	-6.0	-8.4	2.4
2002	-12.4	-14.4	2.0
2003	29.3	26.6	2.7
2004	15.0	11.8	3.2
2005	7.6	6.5	1.1
2006	14.1	14.7	-0.6
2007	7.8	6.7	1.1
2008	-37.6	-30.8	-6.8
2009 (6 months)	12.9	4.7	8.2
Trailing 1-Year	-22.3%	-20.9%	-1.4
Trailing 3-Year	-5.5	-5.0	-0.5
Trailing 5-Year	0.5	0.4	0.1
Trailing 10-Year	2.1	0.7	1.4

U.S. STOCK FUNDS - INVESTMENT STYLE

EFFECTIVE STYLE MAP
7 YEARS ENDING 6/30/09



WASHINGTON MUTUAL INVESTORS

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Washington Mutual Investors Fund	13.0%	-2.0%	-25.3%	-8.5%	-2.3%
Russell 1000 Value Index	16.7	-2.9	-29.0	-11.1	-2.1
S&P 500 Index	15.9	3.2	-26.2	-8.2	-2.2

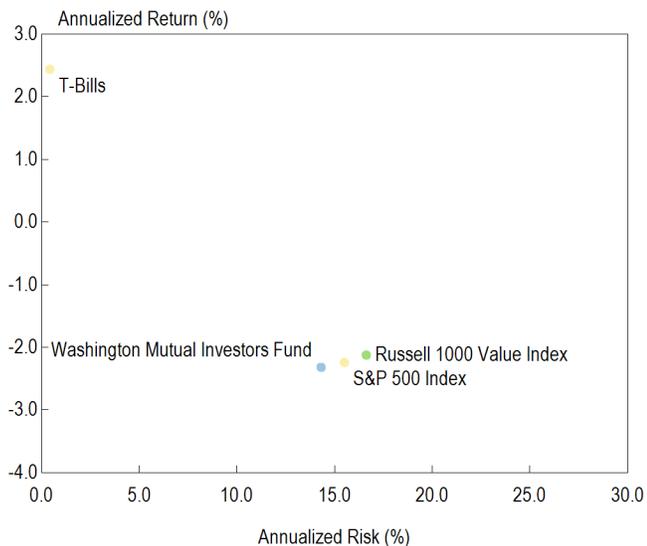
Investment Strategy

Washington Mutual Investors Fund seeks both income and growth of capital. Management prefers companies that have paid consistent dividends and by mandate excludes those that derive their primary revenues from alcohol or tobacco. In particular, they seek companies that have paid dividends in at least nine of the last ten years.

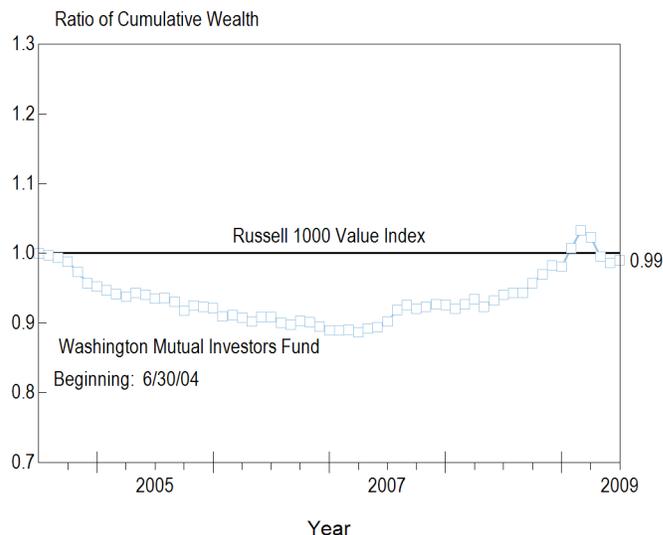
Capital Research & Management (the American Funds family) provides investment services for this Fund. Management looks for stocks with strong long-term prospects selling at low prices. The Fund may invest up to 5% of assets in securities of non-U.S. issuers.

As illustrated in the graphs below and the table above, Washington Mutual Investors Fund has modestly trailed the Index over the trailing five-year period at a lower level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



WASHINGTON MUTUAL INVESTORS

FUND CHARACTERISTICS AS OF 6/30/09

	Washington Mutual Investors Fund	
Style Characteristics	Value	
Capitalization Focus	Large	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.88	
Composition	U.S. Stocks	94.4%
	Non-U.S. Stocks	4.1
	Cash	1.5
Number of Issues**	120	
Turnover	39%	
Inception Date	July 1952	
Total Fund Assets	\$44.7 billion	
Fees	0.69%	

HISTORICAL RETURNS

(BY YEAR)

	Washington Mutual Investors Fund	Russell 1000 Value Index	Return Difference	S&P 500 Index	Return Difference
	Return	Return		Return	
1998	19.4 %	15.6 %	3.8	28.6 %	-9.2
1999	1.2	7.3	-6.1	21.0	-19.8
2000	9.1	7.0	2.1	-9.1	18.2
2001	1.5	-5.6	7.1	-11.9	13.4
2002	-14.8	-15.5	0.7	-22.1	7.3
2003	25.8	30.0	-4.2	28.7	-2.9
2004	9.9	16.5	-6.6	10.9	-1.0
2005	3.5	7.1	-3.6	4.9	-1.4
2006	18.0	22.2	-4.2	15.8	2.2
2007	4.0	-0.2	4.2	5.5	-1.5
2008	-33.1	-36.8	3.7	-37.0	3.9
2009 (6 months)	-2.0	-2.9	0.9	3.2	-5.2
Trailing 1-Year	-25.3 %	-29.0 %	3.7	-26.2 %	0.9
Trailing 3-Year	-8.5	-11.1	2.6	-8.2	-0.3
Trailing 5-Year	-2.3	-2.1	-0.2	-2.2	-0.1
Trailing 10-Year	0.0	-0.1	0.1	-2.2	2.2

*Relative to the Russell 1000 Value Index.

**As of 4/30/2009.

VANGUARD INSTITUTIONAL INDEX

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Vanguard Institutional Index Fund	16.0 %	3.3 %	-26.1 %	-8.2 %	-2.2 %
S&P 500 Index	15.9	3.2	-26.2	-8.2	-2.2

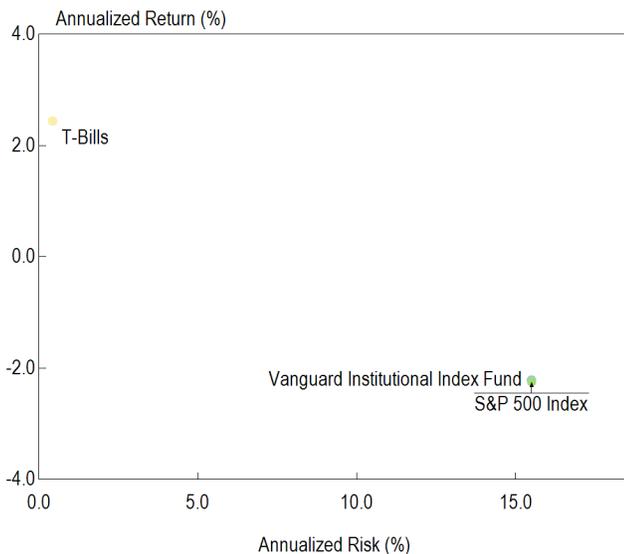
Investment Strategy

The Vanguard Institutional Index Fund is designed to approximate the performance of the S&P 500 Stock Index. The fund holds a capitalization-weighted position in all 500 securities of the S&P 500 Stock Index.

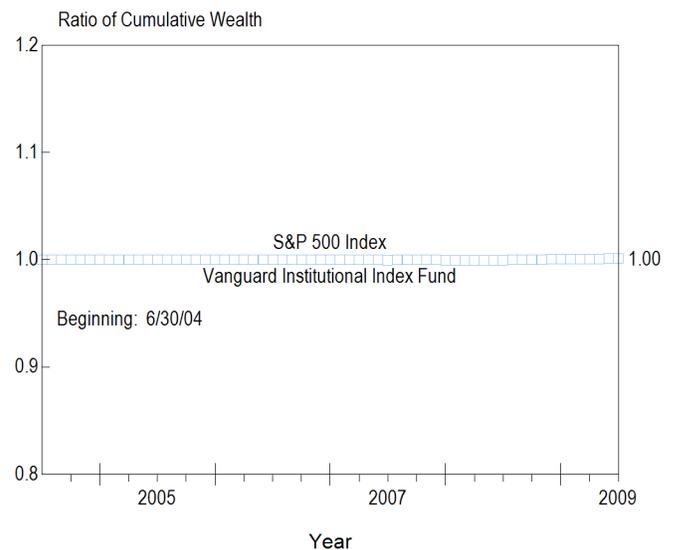
Management uses S&P 500 Index futures to manage fund inflows and outflows.

As illustrated in the graphs below and the table above, Vanguard Institutional Index Fund has tracked the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



VANGUARD INSTITUTIONAL INDEX

FUND CHARACTERISTICS AS OF 6/30/09

	Vanguard Institutional Index Fund	
Style Characteristics	Core	
Capitalization Focus	Large	
Level of Diversification	Diversified	
Market Risk (Beta)*	1.00	
Composition	U.S. Stocks	99.9%
	Non-U.S. Stocks	0.0
	Cash	0.1
Number of Issues	513	
Turnover	6.3%	
Inception Date	July 1990	
Total Fund Assets	\$55.4 billion	
Fees	0.05%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Institutional Index Fund	S&P 500 Index	Return Difference
	Return	Return	
1998	28.8%	28.6%	0.2
1999	21.2	21.0	0.2
2000	-8.9	-9.1	0.2
2001	-11.9	-11.9	0.0
2002	-22.0	-22.1	0.1
2003	28.7	28.7	0.0
2004	10.9	10.9	0.0
2005	4.9	4.9	0.0
2006	15.8	15.8	0.0
2007	5.5	5.5	0.0
2008	-37.0	-37.0	0.0
2009 (6 months)	3.3	3.2	0.1
Trailing 1-Year	-26.1%	-26.2%	0.1
Trailing 3-Year	-8.2	-8.2	0.0
Trailing 5-Year	-2.2	-2.2	0.0
Trailing 10-Year	-2.2	-2.2	0.0

*Relative to the S&P 500 Index.

GROWTH FUND OF AMERICA

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Growth Fund of America	16.9%	12.3%	-26.5%	-6.2%	0.8%
Russell 1000 Growth Index	16.3	11.5	-24.5	-5.5	-1.8

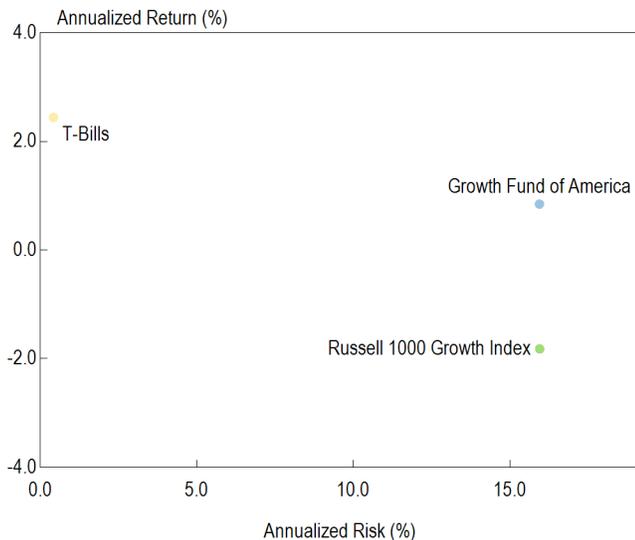
Investment Approach

Capital Research and Management is the sub-advisor for the Growth Fund of America. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

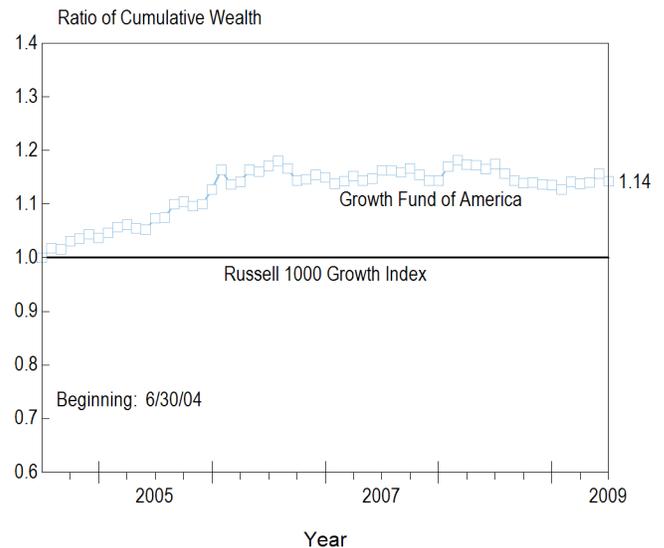
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the Fund is to provide long-term growth of capital by investing in a diversified portfolio of common stocks while using a growth-at-a-reasonable price strategy. The Fund may invest up to 15% of its assets in companies domiciled outside the U.S. This Fund is less volatile than most large cap growth funds.

As illustrated in the graphs below and the table above, Growth Fund of America has outperformed the Index over the trailing five-year period at approximately the same level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



FUND CHARACTERISTICS AS OF 6/30/09

	Growth Fund of America	
Style Characteristics	Growth	
Capitalization Focus	Large	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.87	
Composition	U.S. Stocks	70.4%
	Non-U.S. Stocks	15.6
	Bonds	0.2
	Cash	13.8
Number of Issues	290**	
Turnover	32%	
Inception Date	December 1973	
Total Fund Assets	\$131.8 billion	
Fees	0.39%	

HISTORICAL RETURNS

(BY YEAR)

	Growth Fund of America	Russell 1000 Growth Index	Return Difference
	Return	Return	
1998	31.8%	38.7%	-6.9
1999	45.7	33.2	12.5
2000	7.5	-22.4	29.9
2001	-12.3	-20.4	8.1
2002	-21.8	-27.9	6.1
2003	33.3	29.7	3.6
2004	12.2	6.3	5.9
2005	14.5	5.3	9.2
2006	11.2	9.1	2.1
2007	11.3	11.8	-0.5
2008	-38.9	-38.4	-0.5
2009 (6 months)	12.3	11.5	0.8
Trailing 1-Year	-26.5%	-24.5%	-2.0
Trailing 3-Year	-6.2	-5.5	-0.7
Trailing 5-Year	0.8	-1.8	2.6
Trailing 10-Year	2.8	-4.2	7.0

*Relative to the Russell 1000 Growth Index.

**As of 3/31/2009.

VANGUARD TOTAL STOCK MARKET INDEX

RETURN SUMMARY ENDING 6/30/09

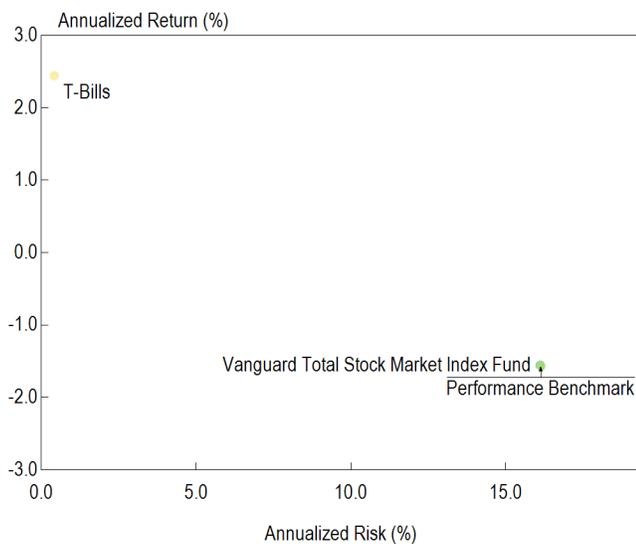
	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Vanguard Total Stock Market Index Fund	17.0%	4.5%	-26.1%	-8.0%	-1.6%
Performance Benchmark	16.9	4.4	-26.2	-8.1	-1.6

Investment Strategy

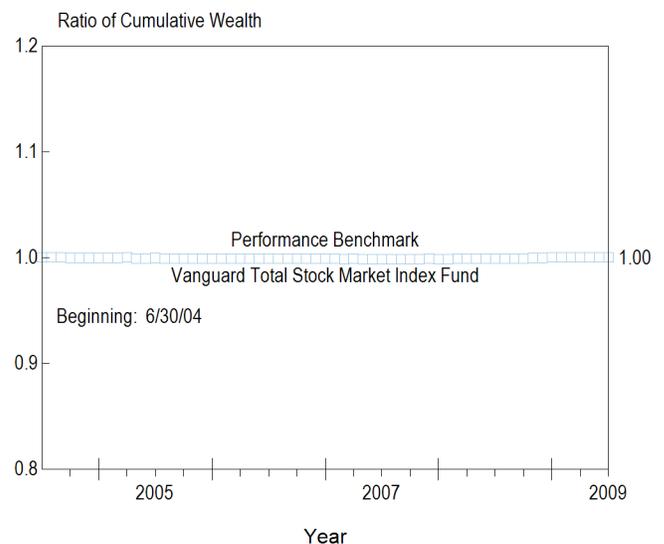
The objective of the Vanguard Total Stock Market Index Fund is to approximate the return of the MSCI U.S. Broad Market Index. The Vanguard Total Stock Market Index Fund utilizes a sampling technique that approximates the industry weightings and market capitalizations of the MSCI U.S. Broad Market Index. The Fund will replicate the weightings of the largest stocks in the Index and invest in a representative sample for the remaining portion. Through computer modeling techniques, management intends to match the Index's characteristics, including sector weightings, yield, price ratios, and risk.

As illustrated in the graphs below and the table above, Vanguard Total Stock Market Index Fund has matched the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD TOTAL STOCK MARKET INDEX

FUND CHARACTERISTICS AS OF 6/30/09

	Vanguard Total Stock Market Index Fund	
Style Characteristics	Core	
Capitalization Focus	Large and Medium	
Level of Diversification	Diversified	
Market Risk (Beta)*	1.00	
Composition		
	U.S. Stocks	100.0%
	Non-U.S. Stocks	0.0
	Cash	0.0
Number of Issues	3,385	
Turnover	4.5%	
Inception Date	April 1992	
Total Fund Assets	\$92.5 billion	
Fees	0.16%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Total Stock Market Index Fund	Performance Benchmark	Return Difference
	Return	Return	
1998	23.3%	23.4%	-0.1
1999	23.8	23.6	0.2
2000	-10.6	-10.9	0.3
2001	-10.9	-11.0	0.1
2002	-21.0	-20.9	-0.1
2003	31.4	31.7	-0.3
2004	12.6	12.6	0.0
2005	6.1	6.2	-0.1
2006	15.7	15.7	0.0
2007	5.6	5.6	0.0
2008	-36.9	-37.0	0.1
2009 (6 months)	4.5	4.4	0.1
Trailing 1-Year	-26.1%	-26.2%	0.1
Trailing 3-Year	-8.0	-8.1	0.1
Trailing 5-Year	-1.6	-1.6	0.0
Trailing 10-Year	-1.3	-1.3	0.0

*Relative to the Performance Benchmark (Dow Jones U.S. Total Stock Market Index. Stock Index prior to April 2005, MSCI Broad Market Index thereafter).

J.P. MORGAN DIVERSIFIED MID CAP GROWTH

RETURN SUMMARY ENDING 6/30/09

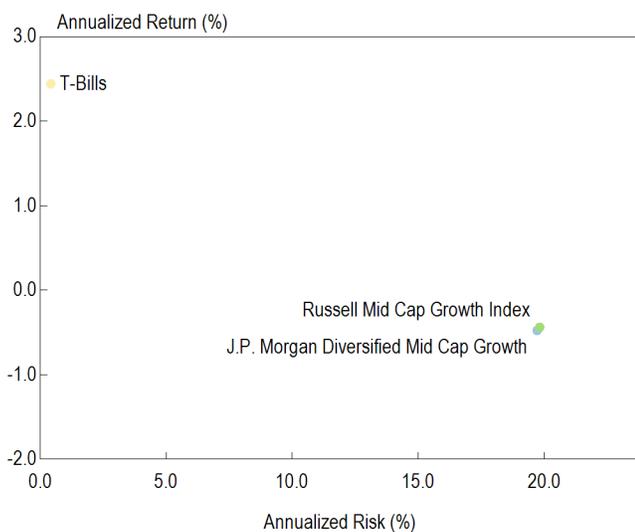
	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
J.P. Morgan Diversified Mid Cap Growth	15.0%	13.7%	-31.0%	-7.5%	-0.5%
Russell Mid Cap Growth Index	20.7	16.6	-30.3	-7.9	-0.4

Investment Strategy

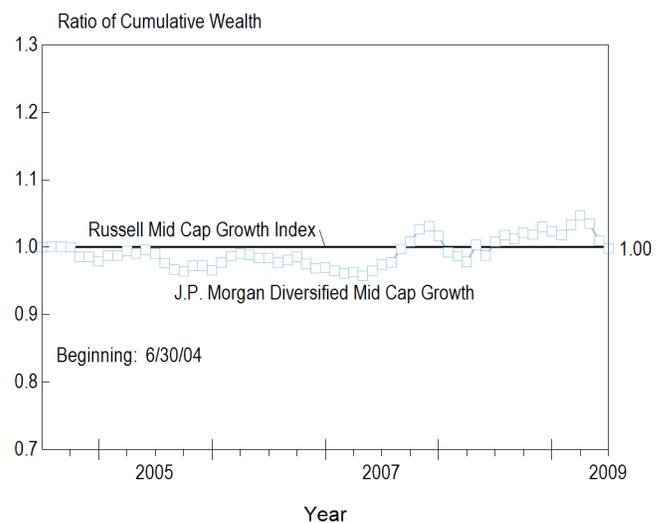
The J.P. Morgan Diversified Mid Cap Growth Fund seeks growth of capital and current income by investing primarily in equity securities. The Fund invests in common stocks of mid-cap companies with market capitalizations of \$1 billion to \$5 billion. The current benchmark is the Russell Mid Cap Growth Index; however, the Fund's actual allocations can vary from those in the Index. The Fund may use derivatives to hedge various investments.

As illustrated in the graphs below and the table above, J.P. Morgan Diversified Mid Cap Growth Fund has approximated both the return and the risk level of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



An explanation of the Performance Benchmark can be found in the Appendix.

J.P. MORGAN DIVERSIFIED MID CAP GROWTH

FUND CHARACTERISTICS AS OF 6/30/09

	J.P. Morgan Diversified Mid Cap Growth	
Style Characteristics	Growth	
Capitalization Focus	Medium	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.82	
Composition	U.S. Stocks	98.8%
	Non-U.S. Stocks	1.1
	Cash	0.1
Number of Issues	106	
Turnover**	80-120%	
Inception Date	September 1987	
Total Fund Assets	\$1.2 billion	
Fees	1.24%	

HISTORICAL RETURNS

(BY YEAR)

	J.P. Morgan Diversified Mid Cap Growth	Russell Mid Cap Growth Index	Return Difference
	Return	Return	
1998	37.1%	17.9%	19.2
1999	28.7	51.3	-22.6
2000	5.6	-11.7	17.3
2001	-10.9	-20.2	9.3
2002	-20.4	-27.4	7.0
2003	26.5	42.7	-16.2
2004	12.6	15.5	-2.9
2005	10.6	12.1	-1.5
2006	11.0	10.7	0.3
2007	16.8	11.4	5.4
2008	-43.9	-44.3	0.4
2009 (6 months)	13.7	16.6	-2.9
Trailing 1-Year	-31.0%	-30.3%	-0.7
Trailing 3-Year	-7.5	-7.9	0.4
Trailing 5-Year	-0.5	-0.4	-0.1
Trailing 10-Year	1.5	0.0	1.5

*Relative to the Russell Mid Cap Growth Index.

**Turnover rate is a historical average.

VANGUARD MID CAP INDEX

RETURN SUMMARY ENDING 6/30/09

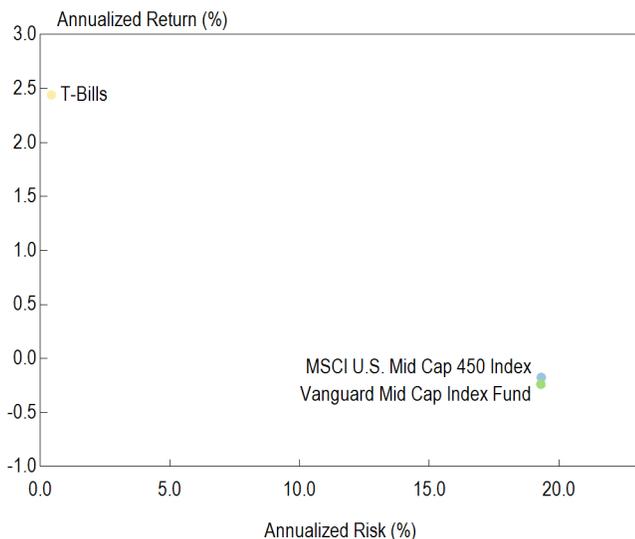
	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Vanguard Mid Cap Index Fund	18.3%	8.4%	-31.5%	-10.0%	-0.2%
MSCI U.S. Mid Cap 450 Index	18.3	8.4	-31.6	-10.0	-0.2

Investment Strategy

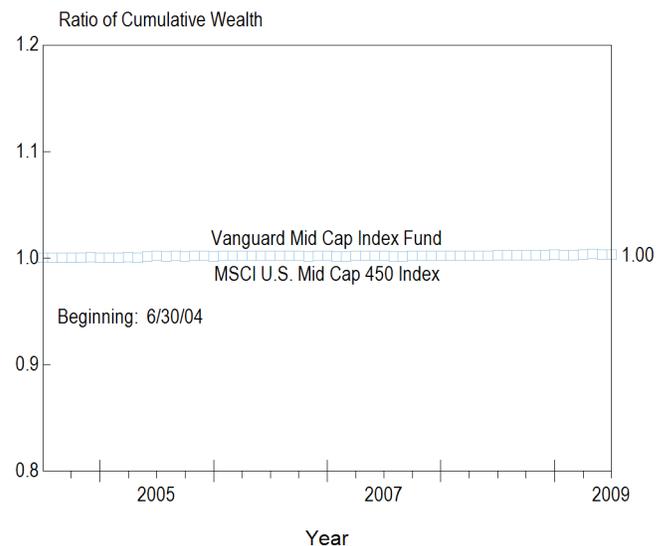
The Vanguard Mid Cap Index Fund seeks to replicate the performance of the MSCI U.S. Mid Cap 450 Index. In 2003, the Fund adopted the MSCI version of the mid-cap index. The Performance Benchmark consists of the S&P Mid Cap 400 Index prior to June 2003. In June 2003, the benchmark was changed to the MSCI Mid Cap 450 Index.

As illustrated in the graphs below and the table above, Vanguard Mid Cap Index Fund has matched the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



VANGUARD MID CAP INDEX

FUND CHARACTERISTICS AS OF 6/30/09

	Vanguard Mid Cap Index	
Style Characteristics	Value	
Capitalization Focus	Small to Medium	
Level of Diversification	Somewhat Concentrated	
Market Risk (Beta)*	0.95	
Composition	U.S. Stocks	100.0%
	Non-U.S. Stocks	0.0
	Cash	0.0
Number of Issues	461	
Turnover	24%	
Inception Date	December 1989	
Total Fund Assets	\$14.6 billion	
Fees	0.22%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Mid Cap Index Fund	MSCI U.S. Mid Cap 450 Index	Return Difference
	Return	Return	
1998 (7 months)	11.1%	1.9%	9.2
1999	15.5	34.3	-18.8
2000	18.4	-1.9	20.3
2001	-0.4	-6.4	6.0
2002	-14.5	-16.5	2.0
2003	34.3	39.0	-4.7
2004	20.5	20.5	0.0
2005	14.1	13.9	0.2
2006	13.8	13.7	0.1
2007	6.2	6.2	0.0
2008	-41.8	-41.8	0.0
2009 (6 months)	8.4	8.4	0.0
Trailing 1-Year	-31.5%	-31.6%	0.1
Trailing 3-Year	-10.0	-10.0	0.0
Trailing 5-Year	-0.2	-0.2	0.0
Trailing 10-Year	4.3	2.7	1.6

*Relative to the MSCI U.S. Mid Cap 450 Index.

VANGUARD SMALL CAP INDEX

RETURN SUMMARY ENDING 6/30/09

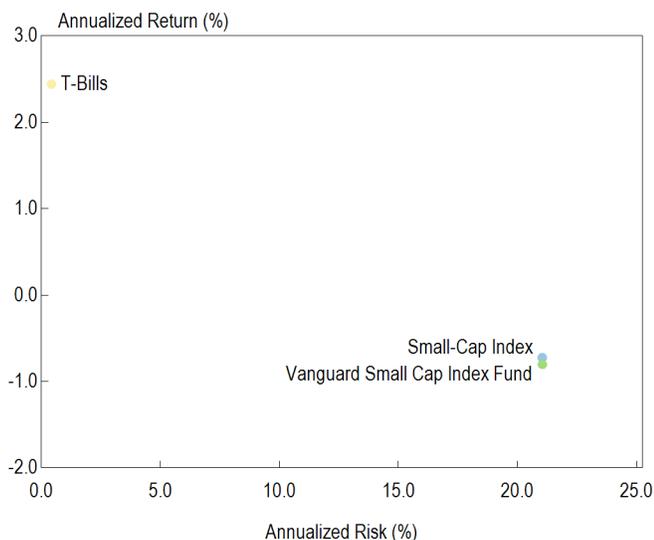
	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Vanguard Small Cap Index Fund	24.2%	7.5%	-25.1%	-9.0%	-0.7%
Small-Cap Index	24.1	7.3	-25.4	-9.1	-0.8

Investment Strategy

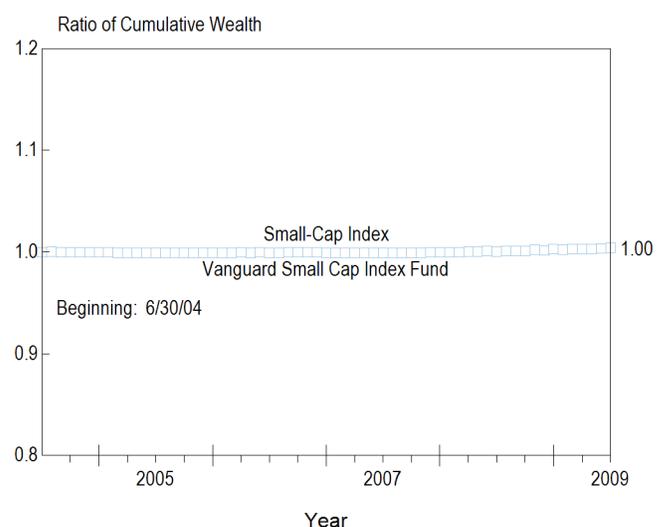
The Vanguard Small Cap Index Fund's strategy is designed to track the investment performance of the MSCI U.S. 1750 Small Cap Index, which is comprised of the 1,750 smallest stocks out of the 2,500 largest stocks. Prior to May 17, 2003, the Fund replicated the Russell 2000 Index. Prior to June 30, 2003, the Fund used a sampling technique to track the Russell 2000 Index. The Fund was moved from Admiral shares to the new Signal share class on October 6, 2007.

As illustrated in the graphs below and the table above, Vanguard Small Cap Index Fund has matched the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD SMALL CAP INDEX

FUND CHARACTERISTICS AS OF 6/30/09

	Vanguard Small Cap Index Fund	
Style Characteristics	Core	
Capitalization Focus	Small	
Level of Diversification	Diversified	
Market Risk (Beta)*	1.00	
Composition	U.S. Stocks	99.6%
	Non-U.S. Stocks	0.3
	Cash	0.1
Number of Issues	1,761	
Turnover	14%	
Inception Date	October 1960	
Total Fund Assets	\$12.3 billion	
Fees	0.23%	

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Small Cap Index Fund	Small-Cap Index	Return Difference
	Return	Return	
1998	-2.6%	-2.5%	-0.1
1999	23.1	21.3	1.8
2000	-2.7	-3.0	0.3
2001	3.1	2.5	0.6
2002	-20.0	-20.5	0.5
2003	45.6	47.5	-1.9
2004	19.9	20.0	-0.1
2005	7.4	7.5	-0.1
2006	15.8	15.8	0.0
2007	1.2	1.2	0.0
2008	-36.0	-36.2	0.2
2009 (6 months)	7.5	7.3	0.2
Trailing 1-Year	-25.1%	-25.4%	0.3
Trailing 3-Year	-9.0	-9.1	0.1
Trailing 5-Year	-0.7	-0.8	0.1
Trailing 10-Year	3.1	3.0	0.1

*Relative to the Vanguard Small Cap Index Performance Benchmark

LORD ABBETT DEVELOPING GROWTH

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Lord Abnett Developing Growth Fund	24.4 %	21.7 %	-23.4 %	-3.6 %	2.5 %
Russell 2000 Growth Index	23.4	11.4	-24.8	-7.8	-1.3

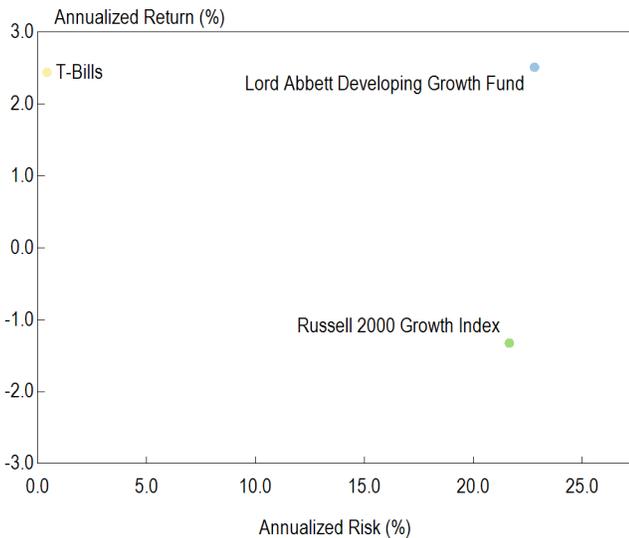
Investment Approach

Management of the Lord Abnett Developing Growth Fund employs a process of fundamental research to identify small cap companies that are entering a period of dramatic growth. Management begins by combining growth, balance sheet, and financial statement factors to identify a promising universe of approximately 400 stocks. Portfolio managers and analysts then undertake fundamental and industry research, including company, customer and supplier visits, to select businesses with growth and earnings prospects. However, management sets valuation limits on purchase candidates, preferring to buy stocks at low valuations and then hold them throughout several growth stages.

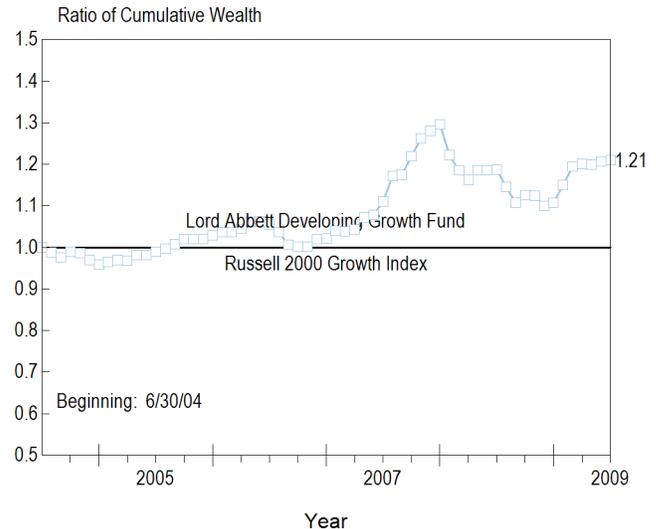
The Fund tends to feature sector diversification, albeit with substantial exposure to growth industries. The portfolio holds approximately 130 micro- and small-cap stocks.

As illustrated in the graphs below and the table above, Lord Abnett Developing Growth Fund has exceeded the return of the Index over the trailing five-year period at a slightly higher level of risk .

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



LORD ABBETT DEVELOPING GROWTH

FUND CHARACTERISTICS AS OF 6/30/09

	Lord Abbett Developing Growth Fund	
Style Characteristics	Growth	
Capitalization Focus	Small	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.91	
Composition	U.S. Stocks	90.3%
	Non-U.S. Stocks	6.4
	Cash	3.3
Number of Issues	138	
Turnover	62%	
Inception Date	October 1973	
Total Fund Assets	\$1.0 billion	
Fees	1.13%	

HISTORICAL RETURNS

(BY YEAR)

	Lord Abbett Developing Growth Fund	Russell 2000 Growth Index	Return Difference
	Return	Return	
1998	8.3%	1.2%	7.1
1999	38.2	43.1	-4.9
2000	-17.7	-22.4	4.7
2001	-7.0	-9.2	2.2
2002	-29.5	-30.3	0.8
2003	40.1	48.5	-8.4
2004	6.0	14.3	-8.3
2005	11.9	4.2	7.7
2006	12.4	13.3	-0.9
2007	35.8	7.0	28.8
2008	-47.5	-38.5	-9.0
2009 (6 months)	21.7	11.4	10.3
Trailing 1-Year	-23.4%	-24.8%	1.4
Trailing 3-Year	-3.6	-7.8	4.2
Trailing 5-Year	2.5	-1.3	3.8
Trailing 10-Year	0.6	-0.9	1.5

*Relative to the Russell 2000 Growth Index

HEARTLAND VALUE INSTITUTIONAL

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
Heartland Value Institutional Fund	31.3 %	15.1 %	-28.6 %	-9.6 %	-2.1 %
Russell 2000 Value Index	18.0	-5.2	-25.2	-12.1	-2.3

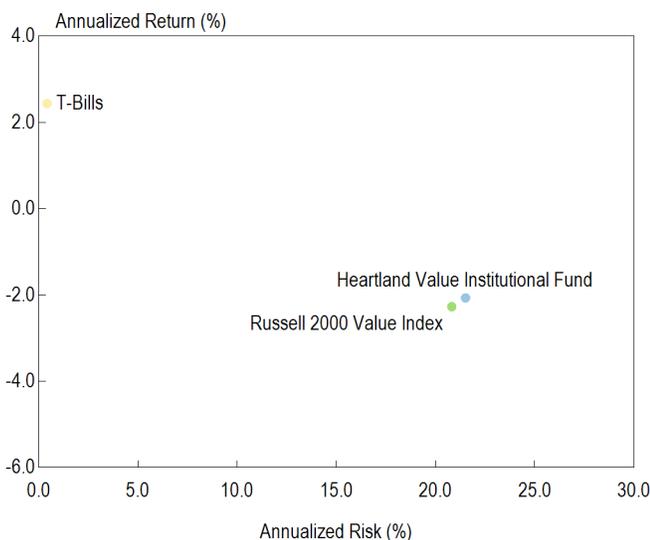
Investment Approach

The Heartland Value Fund seeks long-term capital appreciation through investments in small or micro cap securities selected under disciplined, value-oriented criteria. Management seeks companies whose stock prices do not reflect what Heartland believes to be the companies' intrinsic or potential values. A company's stock may be undervalued because it is under-followed by Wall Street analysts, misunderstood by investors, temporarily oversold or out-of-favor as a result of investor overreaction to unexpected news or an emerging, undiscovered opportunity.

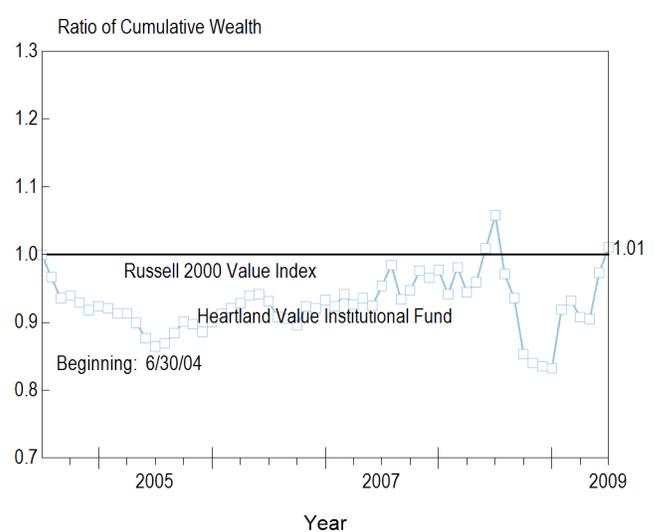
Heartland builds portfolios based on a bottom-up fundamental analysis of individual securities while avoiding over-concentration in a particular industry or industries. Heartland begins its search for investment ideas by performing a weekly computer screening of a universe of over 10,000 securities. The database is screened to find securities that have a market capitalization of \$750 million or less. The firm's analysts, using 10 value-based criteria referred to at Heartland as the "10 Point Grid", extensively research each security considered for purchase.

As illustrated in the graphs below and the table above, Heartland Value Fund has modestly outperformed the Index over the trailing five-year period at a slightly higher level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



HEARTLAND VALUE INSTITUTIONAL

FUND CHARACTERISTICS AS OF 6/30/09

	Heartland Value Institutional Fund	
Style Characteristics	Value	
Capitalization Focus	Micro to Small	
Level of Diversification	Diversified	
Market Risk (Beta)*	0.95	
Composition		
	U.S. Stocks	81.8%
	Non-U.S. Stocks	17.1
	Bonds	0.1
	Cash	1.0
Number of Issues	166	
Turnover	41%	
Inception Date	December 1984	
Total Fund Assets	\$994.3 billion	
Fees	1.06%	

HISTORICAL RETURNS (BY YEAR)

	Heartland Value Institutional Fund	Russell 2000 Value Index	Return Difference
	Return	Return	
1998	-11.5%	-6.5%	-5.0
1999	25.0	-1.5	26.5
2000	2.0	22.8	-20.8
2001	29.5	14.0	15.5
2002	-11.5	-11.4	-0.1
2003	70.2	46.0	24.2
2004	9.1	22.2	-13.1
2005	2.0	4.7	-2.7
2006	28.0	23.5	4.5
2007	-5.5	-9.8	4.3
2008	-39.4	-28.9	-10.5
2009 (6 months)	15.1	-5.2	20.3
Trailing 1-Year	-28.6%	-25.2%	-3.4
Trailing 3-Year	-9.6	-12.1	2.5
Trailing 5-Year	-2.1	-2.3	0.2
Trailing 10-Year	7.6	5.0	2.6

*Relative to the Russell 2000 Value Index.

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RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09	3 Years Ending 6/30/09	5 Years Ending 6/30/09
EuroPacific Growth Fund	22.4 %	12.8 %	-25.3 %	-2.9 %	6.3 %
MSCI All Country World ex-U.S. Index	27.6	13.9	-30.9	-5.8	4.5

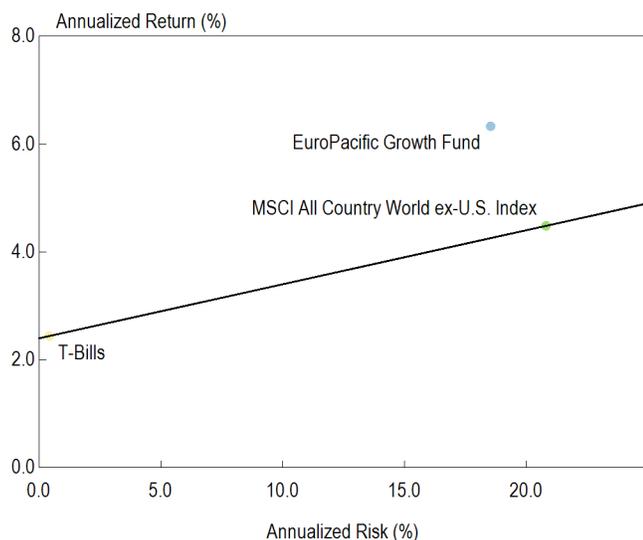
Investment Approach

Capital Research and Management is the sub-advisor for the EuroPacific Growth Fund. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

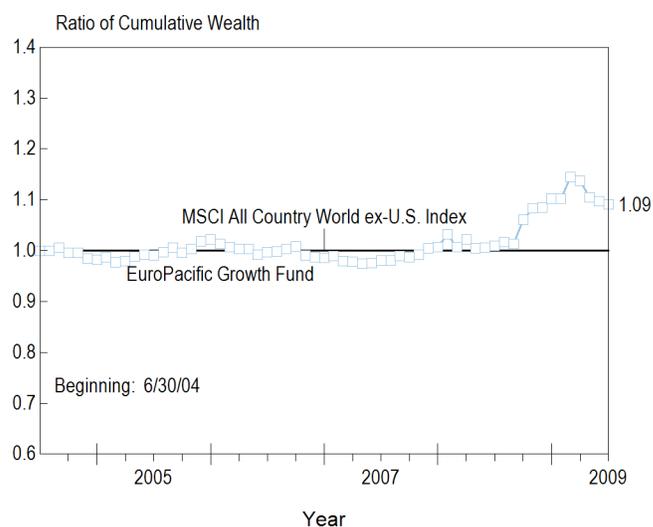
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the fund is to provide long-term growth of capital by investing in a diversified portfolio of international stocks while using a growth-at-a-reasonable price strategy.

As illustrated in the graphs below and the table above, EuroPacific Growth Fund has exceeded the return of the Index over the trailing five-year period at a lower level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



EUROPACIFIC GROWTH

FUND CHARACTERISTICS AS OF 6/30/09

	EuroPacific Growth Fund	
Geographic Breakdown	Asia & Pacific Basin	22.3%
	Europe ex-U.K.	46.5
	United Kingdom	9.8
	Other (Including Canada & Latin America)	11.9
	Cash	9.5
Composition	Non-U.S. Stocks	89.9%
	U.S. Stocks	0.0
	Non-U.S. Bonds	0.6
	Cash	9.5
Number of Issues	260*	
Turnover	41.4%	
Inception Date	April 1984	
Total Fund Assets	\$78.9 billion	
Fees	0.56%	

HISTORICAL RETURNS

(BY YEAR)

	EuroPacific Growth Fund	MSCI All Country World ex-U.S. Index	Return Difference
	Return	Return	
1998	15.5%	14.1%	1.4
1999	57.0	30.6	26.4
2000	-17.8	-15.3	-2.5
2001	-12.2	-19.7	7.5
2002	-13.4	-14.9	1.5
2003	33.2	40.8	-7.6
2004	20.0	20.9	-0.9
2005	21.4	16.6	4.8
2006	22.2	26.7	-4.5
2007	19.2	16.7	2.5
2008	-40.4	-45.5	5.1
2009 (6 months)	12.8	13.9	-1.1
Trailing 1-Year	-25.3%	-30.9%	5.6
Trailing 3-Year	-2.9	-5.8	2.9
Trailing 5-Year	6.3	4.5	1.8
Trailing 10-Year	4.9	2.5	2.4

*As of 3/31/2009.

EUROPACIFIC GROWTH

COUNTRY ALLOCATION/RETURNS

3 MONTHS ENDING 6/30/09

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	0.5 %	0.2 %	34.0 %
Belgium	2.2	0.7	26.0
Czech Republic*	0.0	0.1	31.4
Denmark	2.1	0.7	34.2
Finland	0.7	0.9	31.3
France	9.2	7.5	21.5
Germany	9.5	5.6	23.5
Greece	0.7	0.4	38.9
Hungary*	0.2	0.1	69.7
Ireland	0.9	0.2	6.6
Italy	1.6	2.5	29.0
Netherlands	2.1	1.7	25.1
Norway	0.7	0.5	24.7
Poland*	0.1	0.2	36.6
Portugal	0.2	0.2	26.2
Russia*	2.2	1.3	37.5
Spain	4.4	3.2	36.6
Sweden	1.3	1.7	34.8
Switzerland	7.3	5.3	16.3
United Kingdom	9.8	15.1	26.6
Asia/Pacific			
Australia	2.0 %	5.3 %	28.4 %
China*	3.3	4.1	35.6
Hong Kong	1.4	1.8	35.8
India*	3.3	1.6	59.8
Indonesia*	0.2	0.3	54.5
Japan	7.5	17.3	23.1
Korea*	1.8	2.6	25.1
Malaysia*	0.0	0.6	28.1
New Zealand	0.0	0.1	23.7
Pakistan*	0.0	--	--
Philippines*	0.3	0.1	24.1
Singapore	0.5	1.0	46.0
Sri Lanka*	0.0	--	--
Taiwan, China*	2.0	2.5	25.0
Thailand*	0.0	0.3	53.5
Americas			
Argentina*	0.0 %	--	--
Brazil*	3.2	3.1 %	40.9 %
Canada	2.3	7.2	30.5
Chile*	0.0	0.3	34.2
Colombia*	0.0	0.1	52.6
Mexico*	3.2	0.9	35.6
Peru*	0.0	0.1	11.2
United States	0.0	--	15.7
Venezuela*	0.0	--	--
Other			
Egypt*	0.1 %	0.1 %	37.3 %
Israel*	1.6	0.6	15.9
Morocco*	0.0	0.1	19.6
Jordan*	0.0	--	--
Other Countries*	0.4	--	--
South Africa*	1.3	1.6	31.3
Turkey*	0.4	0.3	56.6
Cash			
Cash	9.5 %	--	--
Total	100.0 %	100.0 %	27.6 %
Developed	66.9	79.1	
Emerging*	23.6	20.9	
Cash	9.5	--	

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

RETURN SUMMARY ENDING 6/30/09

	Second Quarter	Year-To-Date	1 Year Ending 6/30/09
Vanguard FTSE All World ex-U.S. Index	28.1 %	12.4 %	-30.0 %
FTSE All World ex-U.S. Index	28.5	15.2	-29.9

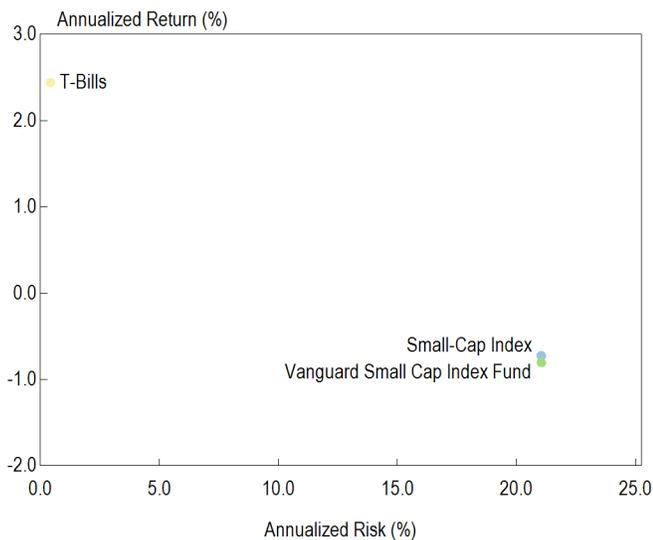
Investment Strategy

The Vanguard FTSE All World ex-U.S. Index is designed to track the investment performance of the FTSE All World ex-U.S. Index which is comprised of approximately 47 developed and emerging countries, excluding the U.S., while including Canada.

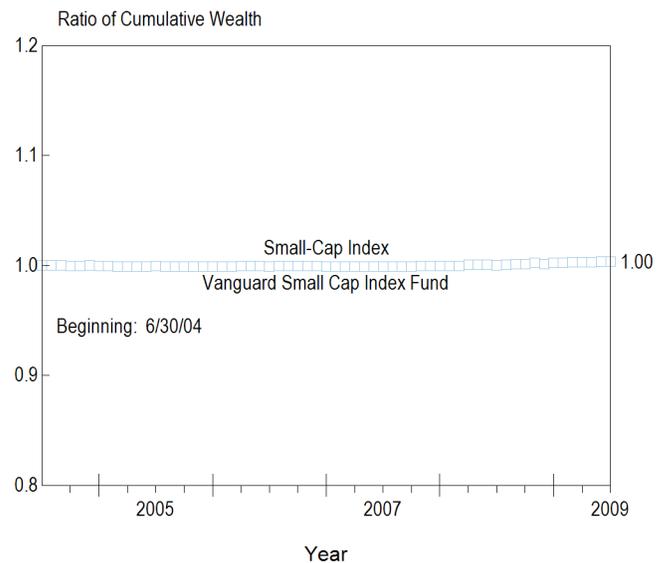
The Fund's year-to-date return has significantly trailed the return of the Index. The discrepancy is due to the effects of fair value pricing which is employed in pricing the Fund. During the trailing one-year period, the Fund has approximated the return of the Index.

As illustrated in the graphs below and the table above, FTSE All World ex-U.S. Index Fund has approximated the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 6/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 6/30/09



VANGUARD FTSE ALL WORLD EX-U.S. INDEX

FUND CHARACTERISTICS AS OF 6/30/09

	Vanguard FTSE All World ex-U.S. Index	
Country Allocations	Japan	16.1%
	Pacific ex-Japan	8.4
	United Kingdom	14.5
	Europe ex-U.K.	32.2
	North America	6.0
	Emerging Markets	22.8
Composition	Non-U.S. Stocks	100.0%
	Cash	0.0
Number of Issues	2,153	
Turnover	7.4%	
Inception Date	April 2007	
Total Fund Assets	\$4.8 billion	
Fees	0.15%	

HISTORICAL RETURNS

(BY Years)

	Vanguard FTSE All World ex-U.S. Index	FTSE All World ex-U.S. Index
	Return	Return
2007 (9 months)	12.7 %	13.9 %
2008	-44.0	-45.3
2009 (6 months)	12.4	15.2
Trailing 1-Year	-30.0 %	-29.9 %

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

COUNTRY ALLOCATION/RETURNS 3 MONTHS ENDING 6/30/09

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	0.3 %	0.3 %	40.2 %
Belgium	0.7	0.7	27.7
Czech Republic*	0.1	0.1	26.7
Denmark	0.7	0.7	35.8
Finland	0.9	0.9	34.1
France	8.0	7.6	22.1
Germany	5.5	5.5	25.4
Greece	0.4	0.4	40.3
Hungary*	0.1	0.1	65.6
Ireland	0.3	0.3	23.0
Italy	2.7	2.7	29.4
Netherlands	1.6	1.9	30.6
Norway	0.6	0.6	27.4
Poland*	0.2	0.2	35.5
Portugal	0.3	0.3	24.6
Russia*	1.3	1.2	30.6
Spain	3.5	3.5	34.6
Sweden	1.7	1.7	36.3
Switzerland	5.2	5.2	17.4
United Kingdom	14.5	14.5	26.5
Asia/Pacific			
Australia	5.2 %	5.3 %	28.7 %
China*	4.2	2.6	37.4
Hong Kong	2.0	3.7	37.0
India*	2.2	2.3	61.5
Indonesia*	0.4	0.3	58.6
Japan	16.1	16.0	23.0
Korea*	2.9	2.9	24.8
Malaysia*	0.7	0.7	30.2
New Zealand	0.1	0.1	20.5
Pakistan*	0.0	0.0	10.3
Philippines*	0.1	0.1	27.7
Singapore	1.0	1.1	48.0
Sri Lanka*	0.0	--	--
Taiwan, China*	2.4	2.4	25.4
Thailand*	0.3	0.3	53.6
Americas			
Argentina*	0.1 %	0.1 %	32.0 %
Brazil*	3.4	3.4	41.3
Canada	6.0	5.9	31.8
Chile*	0.3	0.3	36.1
Colombia*	0.0	0.2	53.6
Mexico*	1.0	1.0	36.0
Peru*	0.1	0.1	13.7
Other			
Egypt*	0.1 %	0.2 %	41.1 %
Israel*	0.6	0.6	17.3
Morocco*	--	0.1	19.3
South Africa*	1.9	1.9	32.4
Turkey*	0.2	0.2	58.1
Cash			
Cash	0.0 %	--	--
Total	100.0 %	100.0 %	28.6 %
Developed	77.4	88.0	
Emerging*	22.6	12.0	
Cash	0.0	--	

RETURNS OF THE MAJOR CAPITAL MARKETS

	Second Quarter	Annualized Periods Ending 6/30/09				
		1-Year	3-Year	5-Year	10-Year	15-Year
Domestic Stock Indices:						
Dow Jones US Total Stock Index	16.8%	-26.4%	-8.1%	-1.6%	-1.3%	7.0%
S&P 500 Index	15.9	-26.2	-8.2	-2.2	-2.2	6.9
Russell 3000 Index	16.8	-26.6	-8.3	-1.8	-1.5	7.0
Russell 1000 Value Index	16.7	-29.0	-11.1	-2.1	-0.1	7.5
Russell 1000 Growth Index	16.3	-24.5	-5.5	-1.8	-4.2	6.0
Russell MidCap Value Index	20.9	-30.5	-11.1	-0.4	4.0	9.1
Russell MidCap Growth Index	20.7	-30.3	-7.9	-0.4	0.0	7.0
Russell 2000 Value Index	18.0	-25.2	-12.1	-2.3	5.0	8.2
Russell 2000 Growth Index	23.4	-24.8	-7.8	-1.3	-0.9	4.3
Domestic Bond Indices:						
Barclays Capital Aggregate Index	1.8%	6.0%	6.4%	5.0%	6.0%	6.6%
Barclays Capital Govt/Credit Index	1.9	5.3	6.2	4.8	5.9	6.5
Barclays Capital Long Govt/Credit Index	2.8	5.3	6.4	5.6	6.9	7.8
Barclays Capital 1-3 Year Govt/Credit Index	1.4	4.9	5.7	4.2	4.9	5.4
Barclays Capital U.S. MBS Index	0.7	9.4	7.9	6.0	6.3	6.8
Barclays Capital High Yield Index	23.1	-2.4	2.1	4.3	4.7	6.3
Barclays Capital Universal Index	2.9	4.9	5.9	4.9	6.0	6.6
Real Estate Indices:						
NCREIF Property Index	-5.2%	-19.6%	1.0%	7.6%	8.5%	9.4%
NCREIF ODCE Index	--	--	--	--	--	--
Dow Jones Real Estate Securities Index	31.7	-45.7	-20.0	-3.4	5.2	6.8
FTSE NAREIT US Real Estate Index	28.9	-43.3	-18.0	-2.7	5.5	6.9
Foreign/Global Stock Indices:						
MSCI All Country World Index	22.3%	-29.3%	-7.0%	1.1%	-0.2%	4.9%
MSCI All Country World IMI	23.2	-28.9	-7.5	1.0	0.3	4.6
MSCI All Country World ex-U.S. Index	27.6	-30.9	-5.8	4.5	2.5	4.2
MSCI All Country World ex-U.S. IMI	28.6	-30.5	-5.8	4.6	2.8	3.8
MSCI All Country World ex-U.S. Small Cap Index	37.6	-27.0	-6.1	5.3	5.3	3.3
MSCI EAFE Index	25.4	-31.4	-8.0	2.3	1.2	3.5
MSCI EAFE IMI	26.3	-31.0	-8.0	2.4	1.4	3.2
MSCI EAFE Index (in local currency)	16.9	-25.5	-9.9	0.6	-1.1	3.0
MSCI Emerging Markets IMI	36.5	-26.9	3.4	14.8	8.2	4.1
Foreign Bond Indices:						
Citigroup World Gov't Bond Index	5.4%	3.5%	7.9%	6.2%	6.5%	6.2%
Citigroup Hedged World Gov't Bond Index	0.2	8.5	5.7	5.3	5.3	7.1
Cash Equivalents:						
Treasury Bills (30-Day)	0.0%	0.5%	2.4%	2.4%	2.6%	3.3%
EnnisKnupp STIF Index	0.1	1.4	3.7	3.5	3.5	4.2
Inflation Index:						
Consumer Price Index	1.4%	-1.4%	2.1%	2.6%	2.6%	2.5%

APPENDIX II

Benchmark Descriptions

iMoney Net Money Fund Average - An index made up of the entire universe of taxable money market mutual funds. The index currently represents 1,228 funds, or approximately 99 percent of all money fund assets.

Custom Benchmark (Personal Strategy Balanced) - A mix of 51% Dow Jones U.S. Total Stock Market Index, 30% Barclays Capital Aggregate Bond Index, 10% 90-Day Treasury Bills, and 9% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Growth) - A mix of 65% Dow Jones U.S. Total Stock Market Index, 20% Barclays Capital Aggregate Bond Index and 12% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Income) - A mix of 34% Dow Jones U.S. Total Stock Market Index, 40% Barclays Capital Aggregate Bond Index, 20% 90-Day Treasury Bills, and 6% MSCI EAFE Index.

Performance Benchmark (Vanguard Total Stock Market Index) - Dow Jones U.S. Total Stock Market Index until 4/30/2005, the MSCI U.S. Broad Market Index going forward.

Performance Benchmark (Vanguard Small Cap Index) - Russell 2000 Index until 6/30/2003, the MSCI U.S 1750 Small Cap Index going forward.

EnnisKnupp GIC Index - This benchmark index is an average of the 2-, 3-, 4- and 5-year GICs as surveyed by T.Rowe Price.

Barclays Capital Aggregate Bond Index - 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.

MSCI All Country World ex-U.S. Free Index - A capitalization-weighted index of stocks representing 48 developed and emerging country stock markets, excluding the U.S. market.

MSCI U.S. 1750 Small Cap Index - An index representing the universe of small capitalization companies in the U.S. equity market. This index targets for inclusion 1,750 companies and represents approximately 12% of the capitalization of the U.S. equity market.

Benchmark Descriptions

S&P 500 Index - A capitalization-weighted index representing stocks chosen by Standard & Poor's, Inc. for their size, liquidity, stability and industry group representation. The companies in the S&P 500 Index are generally among the largest in their industries. Currently the Index comprises industrial, utility, financial and transportation stocks.

FTSE All World ex-U.S. Index - An index of stocks representing approximately 47 developed and emerging countries, excluding the U.S. while including Canada.

Russell 1000 Index - A capitalization-weighted index of the 1,000 largest publicly traded U.S. stocks by capitalization.

Russell 1000 Value Index - An Index that measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower I/B/E/S growth forecasts.

Russell 1000 Growth Index - An Index that measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher I/B/E/S growth forecasts.

Russell Mid Cap Index - A capitalization-weighted index consisting of the smallest 800 companies in the Russell 1000 Index. The Russell 1000 Index represents the 1,000 largest publicly traded stocks by capitalization.

Russell 2500 Index - A capitalization-weighted, small-cap stock index representing the performance of 2,500 domestic stocks. This Index represents approximately 22% of the domestic market. Its median market capitalization is approximately \$786 million.

Russell 2000 Index - A capitalization-weighted index of the smallest 2,000 stocks in the Russell 3000 Index. The Index excludes the largest- and smallest-capitalization issues in the domestic stock market.

Russell 2000 Value Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with lower price-to-book ratios and lower I/B/E/S earnings growth forecasts.

Russell 2000 Growth Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with higher price-to-book ratios and higher I/B/E/S earnings growth forecasts.

Dow Jones U.S. Total Stock Market Index - A capitalization-weighted stock index representing all domestic common stocks traded regularly on the organized exchanges. The Index is the broadest measure of the aggregate domestic stock market.

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**Performance Report
Third Quarter 2009**

Milwaukee County Deferred
Compensation Plan

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- 2 Fund Monitoring System
- 3 Market Environment
- 4 Fixed Income Funds
- 5 Balanced Funds
- 6 U.S. Stock Funds
- 7 Non-U.S. Stock Funds
- 8 Appendices

All rates of return presented in this report for time periods greater than one year are annualized. Mutual fund rates of return are provided by Morningstar. Rates of return for the North Shore Savings Fund and the Stable Value Fund are provided by the investment manager. All rates of return contained in this report are net of investment management fees. Percentages in some exhibits may not add to 100% because of rounding.

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INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 9/30/09

	Third Quarter	Year-To-Date	1 Year Ending 9/30/09	3 Years Ending 9/30/09	5 Years Ending 9/30/09
North Shore Savings Fund	0.2 %	0.7 %	1.2 %	2.4 %	2.7 %
iMoney Net Money Fund Average	0.0	0.2	0.5	2.7	2.5
Stable Value Fund	1.1	3.5	4.7	4.8	4.7
EnnisKnupp GIC Index	1.1	3.4	4.6	4.6	4.3
PIMCO Total Return Institutional Fund	6.0	12.7	18.3	9.2	6.9
Barclays Capital Aggregate Bond Index	3.7	5.7	10.6	6.4	5.1

RETURN SUMMARY ENDING 9/30/09

	Third Quarter	Year-To-Date	1 Year Ending 9/30/09	3 Years Ending 9/30/09	5 Years Ending 9/30/09
TRP PS Income	10.8 %	21.8 %	8.4 %	2.7 %	4.9 %
Custom Benchmark	8.1	11.5	3.2	1.6	3.9
TRP PS Balanced	13.7	27.4	6.4	0.8	4.5
Custom Benchmark	11.1	15.6	1.2	-0.2	3.7
TRP PS Growth	16.1	31.0	1.9	-2.0	3.6
Custom Benchmark	14.1	19.4	-1.3	-2.1	3.2

Benchmark descriptions can be found in the Appendix.

INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 9/30/09

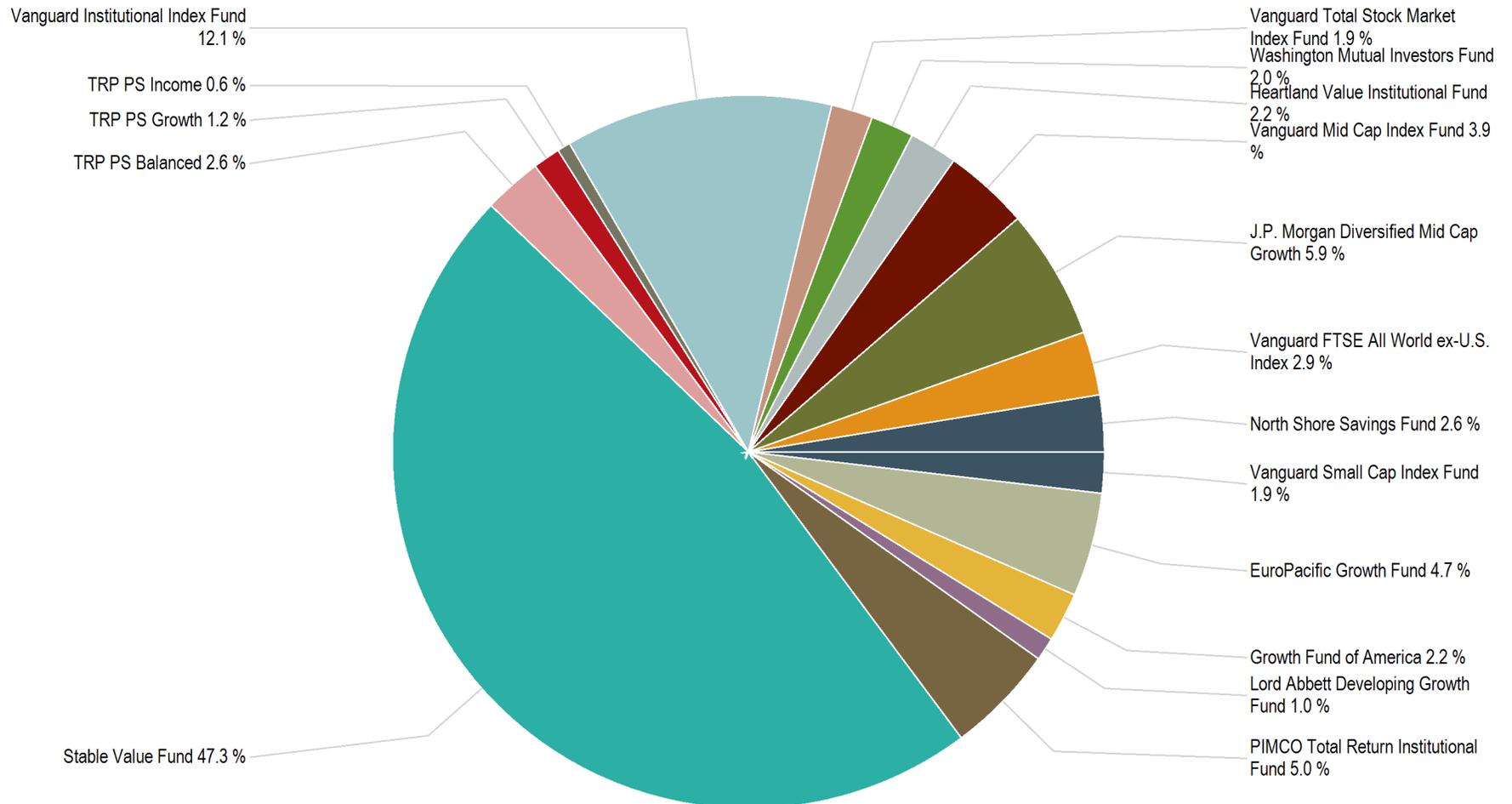
	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Washington Mutual Investors Fund	12.9 %	88	10.7 %	97	-11.7 %	93	-6.5 %	82	0.0 %	86
Russell 1000 Value Index	18.2	26	14.9	90	-10.6	89	-7.9	91	0.9	72
Vanguard Institutional Index Fund	15.6	56	19.4	73	-6.8	68	-5.4	67	1.0	69
S&P 500 Index	15.6	57	19.3	74	-6.9	69	-5.4	68	1.0	70
Growth Fund of America	13.4	84	27.3	38	-2.0	33	-2.7	35	3.9	26
Russell 1000 Growth Index	14.0	79	27.1	39	-1.9	33	-2.5	33	1.9	56
Vanguard Total Stock Market Index Fund	16.5	42	21.7	63	-5.9	62	-4.6	58	1.9	56
Performance Benchmark	16.5	43	21.6	63	-6.1	62	-4.7	59	1.8	57
J.P. Morgan Diversified Mid Cap Growth	16.8	38	32.9	21	-3.3	41	-2.9	38	3.6	30
Russell Mid Cap Growth Index	17.6	31	37.1	14	-0.4	27	-3.1	41	3.8	28
Vanguard Mid Cap Index Fund	21.6	9	31.8	24	-1.9	33	-4.3	54	4.0	25
MSCI U.S. Mid Cap 450 Index	21.6	9	31.7	24	-2.0	34	-4.4	55	3.9	26
Vanguard Small Cap Index Fund	21.8	8	30.9	27	-4.0	47	-2.7	36	3.7	28
Small-Cap Index	21.9	8	30.8	27	-4.2	49	-2.9	37	3.7	29
Lord Abbett Developing Growth Fund	14.3	75	39.0	11	-0.7	28	3.2	4	6.8	5
Russell 2000 Growth Index	15.9	51	29.1	33	-6.3	64	-2.6	34	2.9	40
Heartland Value Institutional Fund	21.0	11	39.2	11	2.1	17	-3.3	43	3.0	39
Russell 2000 Value Index	22.7	6	16.4	86	-12.6	95	-6.6	83	1.8	58

RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
EuroPacific Growth Fund	19.6 %	35	34.9 %	23	8.9 %	18	1.4 %	10	10.1 %	6
MSCI All Country World ex-U.S. Index	19.7	33	36.4	20	5.9	33	-1.2	28	8.1	24
Vanguard FTSE All World ex-U.S. Index	19.9	30	34.7	23	5.2	34	--	--	--	--
FTSE All World ex-U.S. Index	20.0	29	38.2	18	7.4	27	--	--	--	--

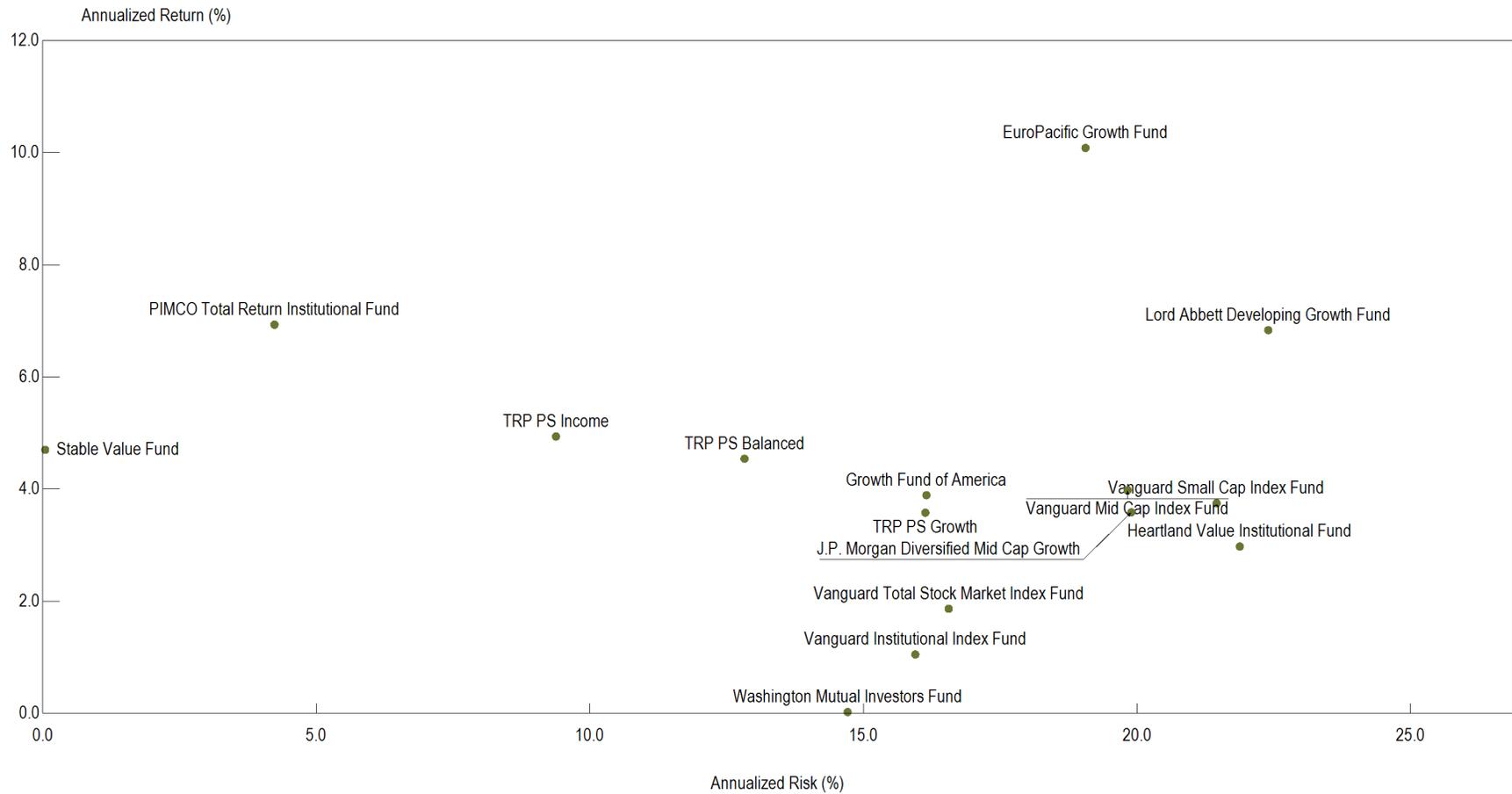
Benchmark descriptions can be found in the Appendix. U.S. equity ranks are obtained using a broad Morningstar universe of 2,067 U.S. stock mutual funds. Non-U.S. equity ranks are obtained using a universe including 97 non-U.S. stock managers calculated by BNY Mellon Performance and Risk Analytics.

ASSET ALLOCATION
ACTUAL AS OF 9/30/09



INVESTMENT HIGHLIGHTS

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



Cash Flow Summary

Quarter Ending September 30, 2009

	Beginning Market Value	Withdrawals	Contributions	Net Cash Flow	Net Investment Change	Ending Market Value
EuroPacific Growth Fund	\$8,600,094	-\$719,746	\$611,520	-\$108,226	\$1,667,570	\$10,159,438
Growth Fund of America	\$5,057,147	-\$1,104,644	\$243,114	-\$861,530	\$622,882	\$4,818,500
Heartland Value Institutional Fund	\$3,792,643	-\$144,117	\$263,089	\$118,972	\$806,617	\$4,718,232
J.P. Morgan Diversified Mid Cap Growth	\$11,181,573	-\$652,762	\$344,072	-\$308,690	\$1,869,120	\$12,742,003
Lord Abbett Developing Growth Fund	\$1,956,610	-\$97,918	\$129,037	\$31,119	\$278,002	\$2,265,731
North Shore Savings Fund	\$5,920,853	-\$840,471	\$446,169	-\$394,302	\$9,866	\$5,536,417
PIMCO Total Return Institutional Fund	\$9,081,398	-\$498,782	\$1,543,585	\$1,044,804	\$565,922	\$10,692,124
Stable Value Fund	\$99,552,153	-\$2,986,329	\$4,491,385	\$1,505,056	\$1,160,979	\$102,218,187
TRP PS Balanced	\$5,037,440	-\$164,942	\$148,859	-\$16,084	\$692,283	\$5,713,639
TRP PS Growth	\$2,163,889	-\$64,880	\$214,942	\$150,062	\$362,135	\$2,676,086
TRP PS Income	\$1,194,418	-\$60,308	\$21,669	-\$38,639	\$129,453	\$1,285,232
Vanguard FTSE All World ex-U.S. Index	\$4,985,352	-\$708,011	\$934,639	\$226,628	\$1,012,401	\$6,224,382
Vanguard Institutional Index Fund	\$21,495,388	-\$564,862	\$1,858,310	\$1,293,448	\$3,430,567	\$26,219,404
Vanguard Mid Cap Index Fund	\$7,008,024	-\$544,271	\$365,764	-\$178,507	\$1,503,025	\$8,332,542
Vanguard Small Cap Index Fund	\$2,620,208	-\$361,151	\$1,111,322	\$750,171	\$637,484	\$4,007,863
Vanguard Total Stock Market Index Fund	\$3,555,990	-\$236,112	\$178,978	-\$57,134	\$574,923	\$4,073,779
Washington Mutual Investors Fund	\$4,935,735	-\$1,438,351	\$155,675	-\$1,282,676	\$571,191	\$4,224,250
Total	\$198,138,915	-\$11,187,659	\$13,062,131	\$1,874,472	\$15,894,421	\$215,907,809

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Factor	Rationale	Measurement
1. Short -Term Performance Concerns	Short term performance should never be the sole factor in a manager's assessment; however, short-term performance concerns should be monitored and understood.	Has the fund underperformed in three of the last four quarters?
2. Longer-Term Performance Concerns	Since past performance is not indicative of future performance, performance records must be considered carefully. Longer-term underperformance, and poor results compared to peers, may indicate that more competitive offerings are available.	Has the fund underperformed or fallen below the median fund in an appropriate peer group over the trailing 5 year period?
3. Investment Strategy Concerns	An investment option in a savings plan often serves a unique role; significant divergence from the strategy could indicate the fund is no longer appropriate for the Plan.	Has the fund diverged from its strategy?
4. Portfolio Management Concerns	The portfolio manager (or managers) responsible for the buy and sell decisions of the fund has a key role. Adverse changes could present performance challenges going forward.	Have there been adverse changes to the fund's management?
5. Organizational Concerns	A stable and strong organization is preferred. Adverse changes to the organization could negatively impact the fund's strategy, focus, resources, or management team.	Have there been adverse changes to the organization?

Each fund will be evaluated every quarter within this framework. The monitoring system will have a "generally indicated status" based on the number of affirmative answers to the above questions.

- **Green-Level Status.** No concerns; or only one affirmative response to measurement 1, 2, or 3.
- **Yellow-Level Status.** An investment fund receives a Yellow designation with two or three affirmative responses or if there is an affirmative response to measurement 4 or 5.
- **Red-Level Status.** An investment fund receives a Red designation when it has been on the Yellow status for more than two consecutive quarters or when there are four or more affirmative responses.

FUND MONITORING SYSTEM

If a manager is placed on the Red Level Status, a formal manager review will be conducted by EnnisKnupp. EnnisKnupp will review the concerns regarding the fund and recommend to the Committee whether it should be retained or terminated. If the fund is retained, and remains on red-status, it will be re-reviewed every six months.

Special Circumstances

In the event of a major change in the firm's ownership, performance, or staffing, EnnisKnupp may immediately recommend termination of a manager without placing a fund on a specific "status." Any fund monitoring system should only be used as a tool in a Committee's monitoring activities. The Committee has the right to take action on any fund regardless of its status in the monitoring system.

Applying the Fund Monitoring System to the Plan

The table on the following page has applied the fund monitoring system to the funds in the Milwaukee County Plan. As shown, all the funds are currently on green status.

FUND MONITORING SYSTEM

Investment Fund Monitoring Summary:

	1.	2.	3.	4.	5.			
	Underperformed in 3 of 4 Trailing Calendar Quarters?	Underperformed Benchmark and/or Falls Below Median over Trailing Five Year Period?*	Diverged from Strategy?	Adverse Change in Portfolio Manager?	Adverse Organizational Change?	3rd Quarter 2009 Status	2nd Quarter 2009 Status	1st Quarter 2009 Status
North Shore Savings Fund	No	No	No	No	No			
Stable Value Fund	No	No	No	No	No			
PIMCO Total Return Fund	No	No	No	No	No			
TRP PS Income	No	No	No	No	No			
TRP PS Balanced	No	No	No	No	No			
TRP PS Growth	No	No	No	No	No			
Washington Mutual Investors	No	Yes	No	No	No			
Vanguard Institutional Index	No	No	No	No	No			
Growth Fund of America	No	No	No	No	No			
Vanguard Total Stock Market	No	No	No	No	No			
JP Morgan Diversified Mid Cap Growth	No	Yes	No	No	No			
Vanguard Mid Cap Index	No	No	No	No	No			
Vanguard Small Cap Index	No	No	No	No	No			
Lord Abbett	No	No	No	No	No			
Heartland Value	No	No	No	No	No			
EuroPacific Growth	No	No	No	No	No			
Vanguard FTSE All World ex-U.S.	No	Yes*	No	No	No			

*The Vanguard FTSE All World ex-U.S. Fund started in April 2007. Therefore, performance is based on since-inception period

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MARKET ENVIRONMENT
Third Quarter 2009

MARKET ENVIRONMENT

OVERVIEW

MAJOR MARKET RETURNS

	Third Quarter	Year-To-Date	1 Year Ending 9/30/09	3 Years Ending 9/30/09	5 Years Ending 9/30/09	10 Years Ending 9/30/09
Dow Jones US Total Stock Index	16.3 %	21.5 %	-6.2 %	-4.8 %	1.8 %	0.9 %
MSCI All Country World ex-U.S. Index	19.7	36.4	5.9	-1.2	8.1	4.1
MSCI EAFE Index	19.5	29.0	3.2	-3.6	6.1	2.6
MSCI Emerging Markets Index	20.9	64.4	19.1	8.0	17.3	11.4
MSCI All Country World Index	17.9	28.7	-0.1	-3.2	4.6	1.6
Barclays Capital Aggregate Bond Index	3.7	5.7	10.6	6.4	5.1	6.3

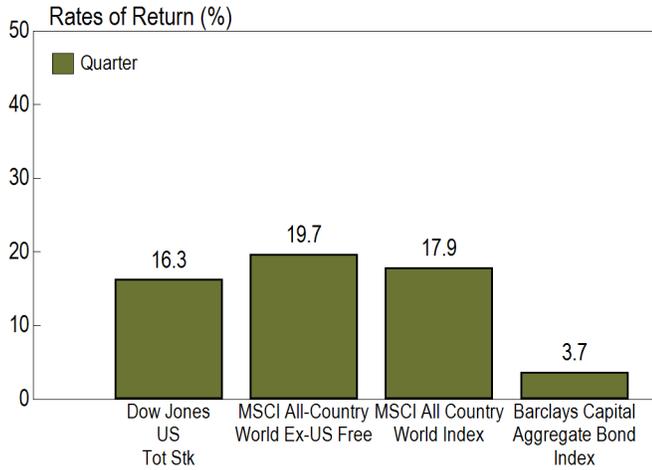
Global capital markets continued to rebound during the third quarter of 2009 with all major markets delivering positive returns. However investors remained uncertain as to the extent of recovery and volatility in the equity markets remained above the ten-year average. The Federal Open Markets Committee met twice during the quarter, in August and September, each time maintaining the target federal funds rate at 0.00-0.25%. Immediately following the quarter-end U.S. stocks posted the largest declines of the past three-month period as the unemployment rate rose to 9.8%, emphasizing the long-term nature of the recovery ahead.

The Dow Jones U.S. Total Stock Market Index returned 16.3% for the third quarter of 2009, bringing its trailing ten-year return back into positive territory. Value stocks outperformed growth stocks across a capitalization spectrum. From a size perspective, small cap stocks outperformed their large cap counterparts. Materials outperformed all other sectors, returning 27.1%, with financials and industrials returning 23.2% and 20.5%, respectively. Telecommunications and utilities have been the poorest performers, both quarterly and year-to-date, however all sectors have yielded positive returns during these time periods.

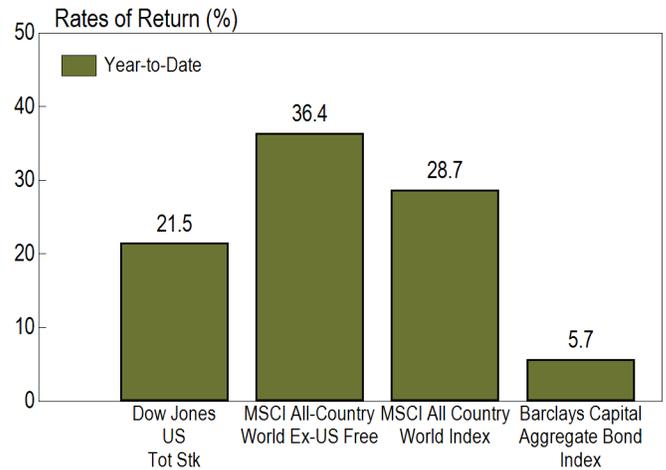
International markets continued to outperform U.S. stocks, albeit by a much narrower margin than in the second quarter. Emerging markets cooled in their recovery, with the MSCI Emerging Markets Index returning 1.4 percentage points over the MSCI EAFE Index compared to a year-to-date excess return of 35.4 percentage points (and a second quarter excess return of 12.4 percentage points). Japan continued to be the lowest performing region, returning 6.5% for the quarter and 9.3% year-to-date. All other regions yielded double digit figures, with Pacific Ex-Japan leading the way at 27.4% for the quarter. Year-to-date the Latin America and Pacific Ex-Japan regions have yielded the highest returns at 81.2% and 64.3%, respectively.

The domestic fixed income market, as measured by the Barclays Capital Aggregate Bond Index returned 3.7% for the third quarter, with all sectors yielding positive returns. Below investment grade bonds returned 14.2% as investors, confident in the markets, continued to develop their appetite for risk. Government securities underperformed the broad bond market as investors sought higher returns and Treasury yields fell slightly across all maturities.

**MAJOR MARKET RETURNS
THIRD QUARTER**

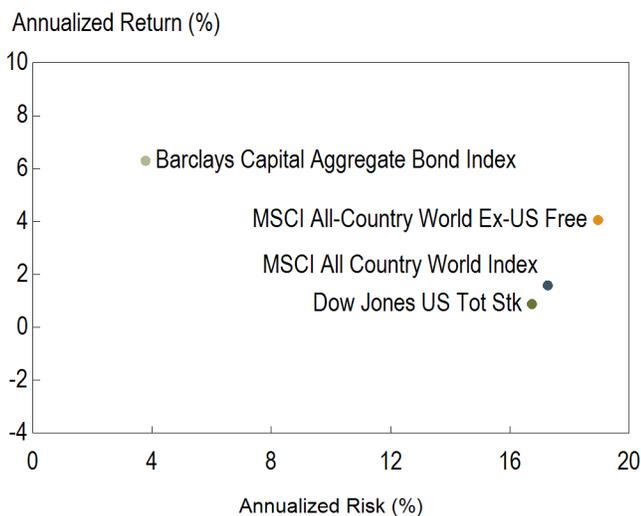


**MAJOR MARKET RETURNS
YEAR-TO-DATE ENDING 9/30/09**

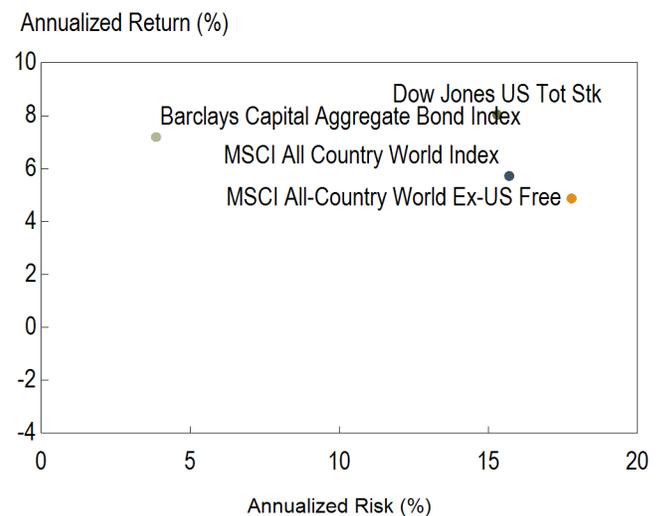


The exhibits above show the performance of the major capital markets during the third quarter and year-to-date periods.

**MARKET RISK/RETURN
10 YEARS ENDING 9/30/09**



**MARKET RISK/RETURN
20 YEARS ENDING 9/30/09**

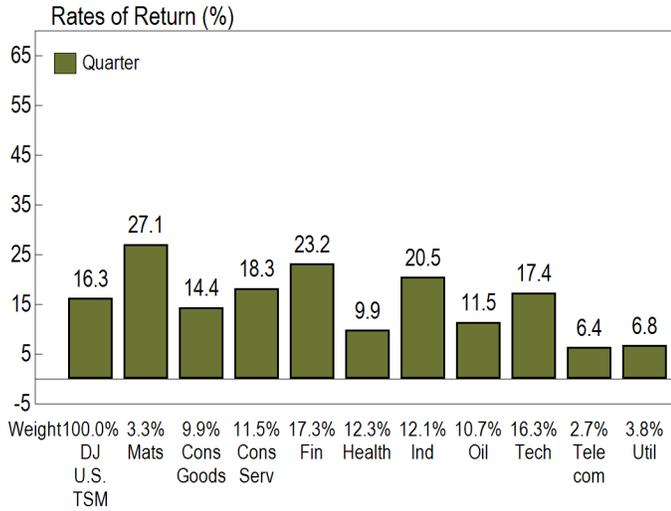


The exhibits above show the historical performance of the major capital markets and the amount of risk (volatility of returns) incurred. Points near the top of the chart represent a greater return and points near the right of the chart indicate greater volatility.

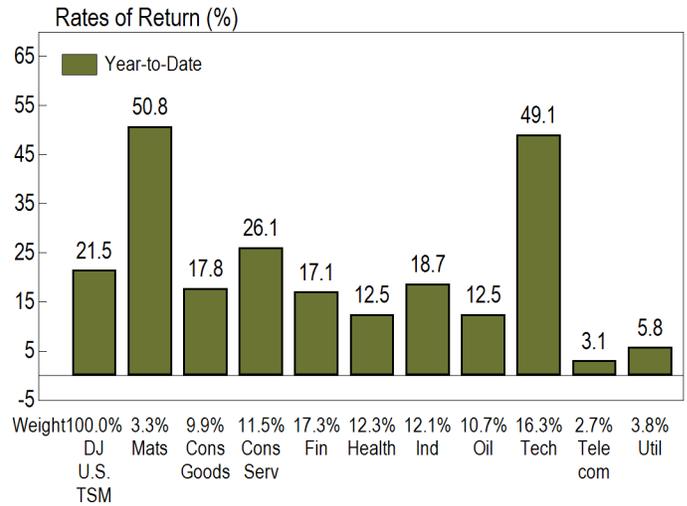
MARKET ENVIRONMENT

U.S. STOCK MARKET

SECTOR RETURNS THIRD QUARTER



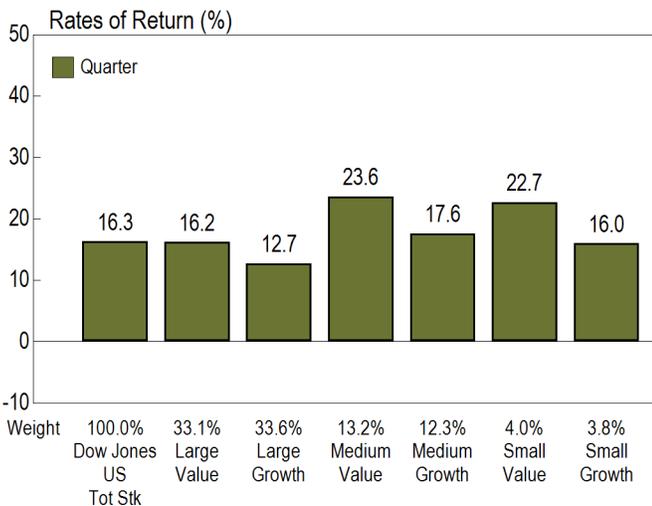
SECTOR RETURNS YEAR-TO-DATE ENDING 9/30/09



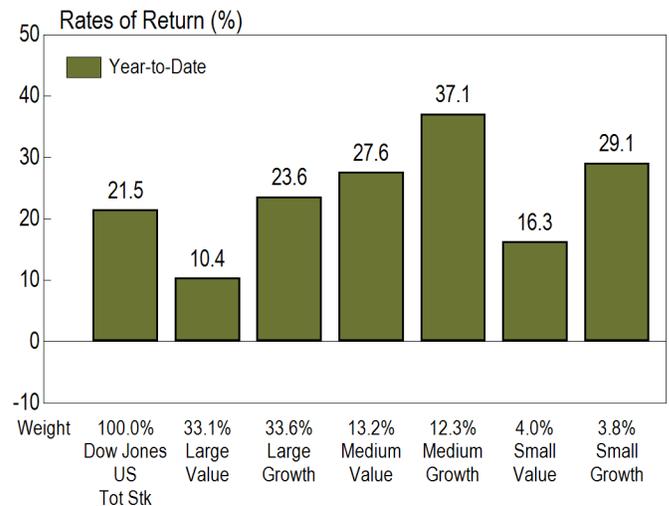
The Dow Jones U.S. Total Stock Market Index is the broadest available measure of the aggregate domestic stock market. It includes all domestic common stocks with readily available price information.

The exhibits above show the performance of the sectors that comprise the Dow Jones U.S. Total Stock Market Index. The percentage below each bar indicates the sector's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

STYLE RETURNS THIRD QUARTER

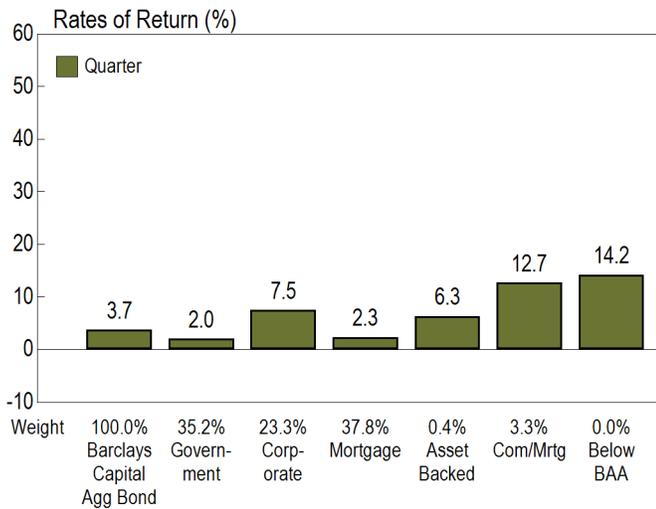


STYLE RETURNS YEAR-TO-DATE ENDING 9/30/09

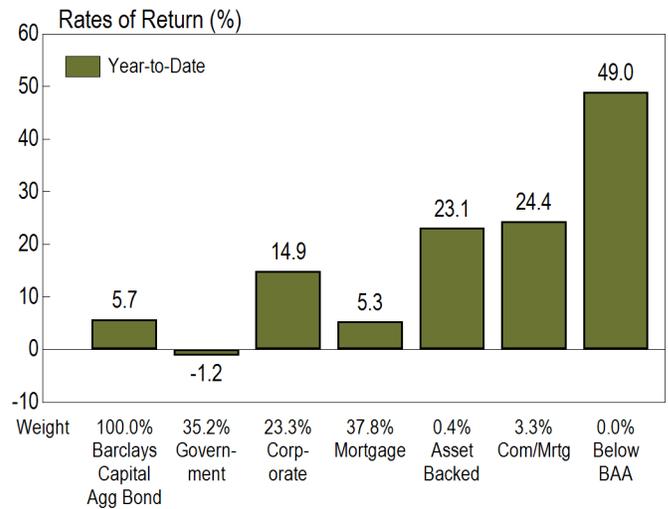


The exhibits above illustrate the performance of stock investment styles according to capitalization (large and small) and style characteristics (value and growth). The percentage below each bar indicates the segment's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

**SECTOR RETURNS
THIRD QUARTER**



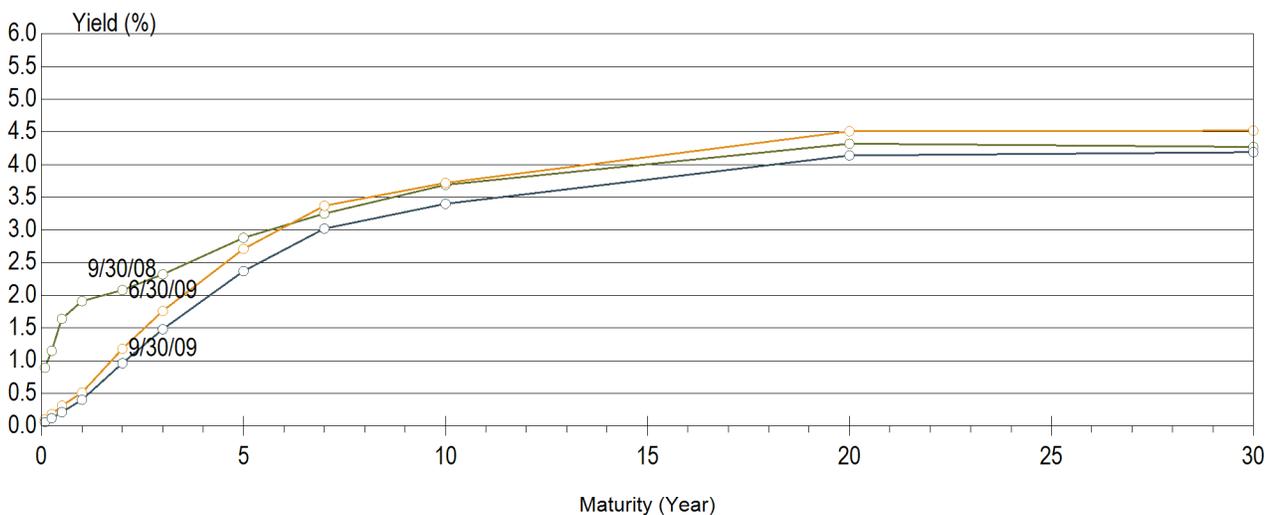
**SECTOR RETURNS
YEAR-TO-DATE ENDING 9/30/09**



The Barclays Capital Aggregate Bond Index is a broad measure of the U.S. investment grade fixed income market. The Index consists of credit, government, and mortgage-backed securities and includes credit card, auto, and home equity loan-backed securities.

The exhibits above show the performance of the sectors that comprise the broad domestic bond market. The percentage below each bar indicates the sector's weight within the Barclays Capital Aggregate Bond Index at quarter-end.

U.S. TREASURY CURVE

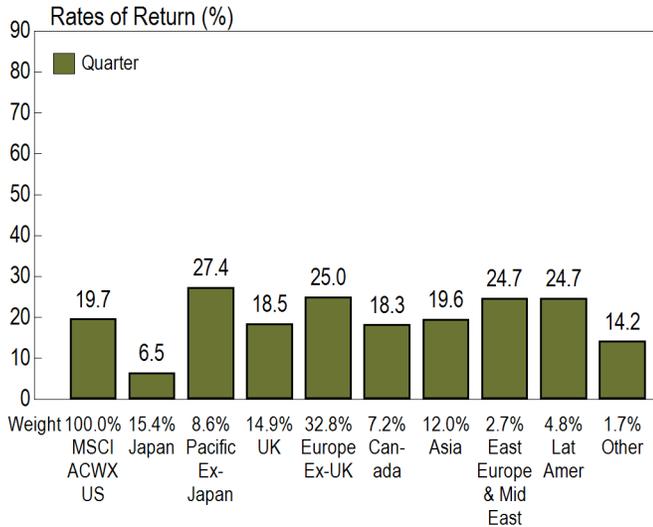


The exhibit above illustrates yields of Treasury securities of various maturities as of September 30, 2008, June 30, 2009, and September 30, 2009.

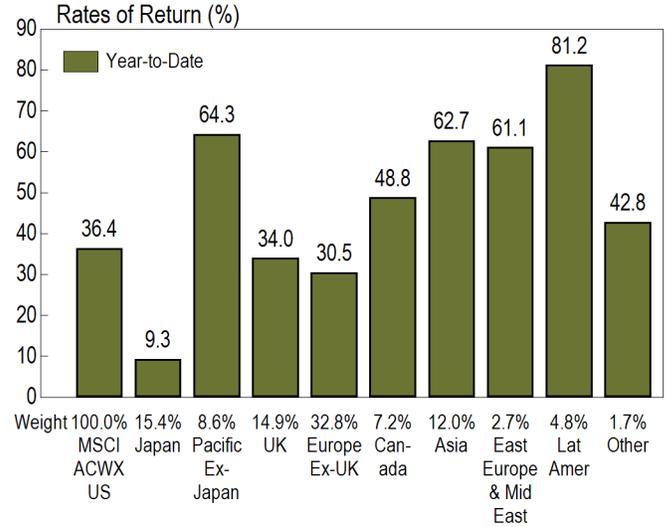
MARKET ENVIRONMENT

NON-U.S. STOCK MARKETS

**NON-U.S. STOCK MARKET RETURNS
THIRD QUARTER**

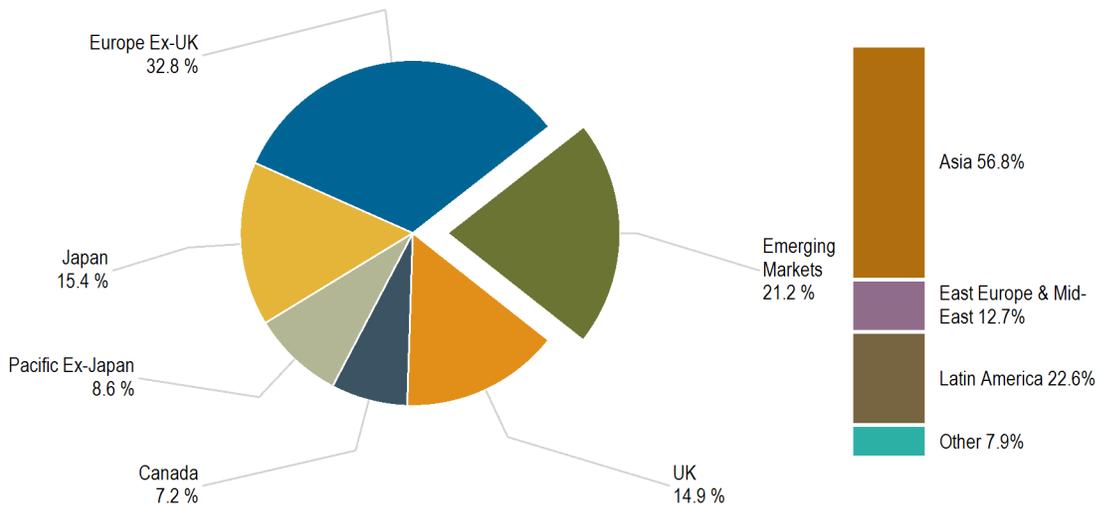


**NON-U.S. STOCK MARKET RETURNS
YEAR-TO-DATE ENDING 9/30/09**



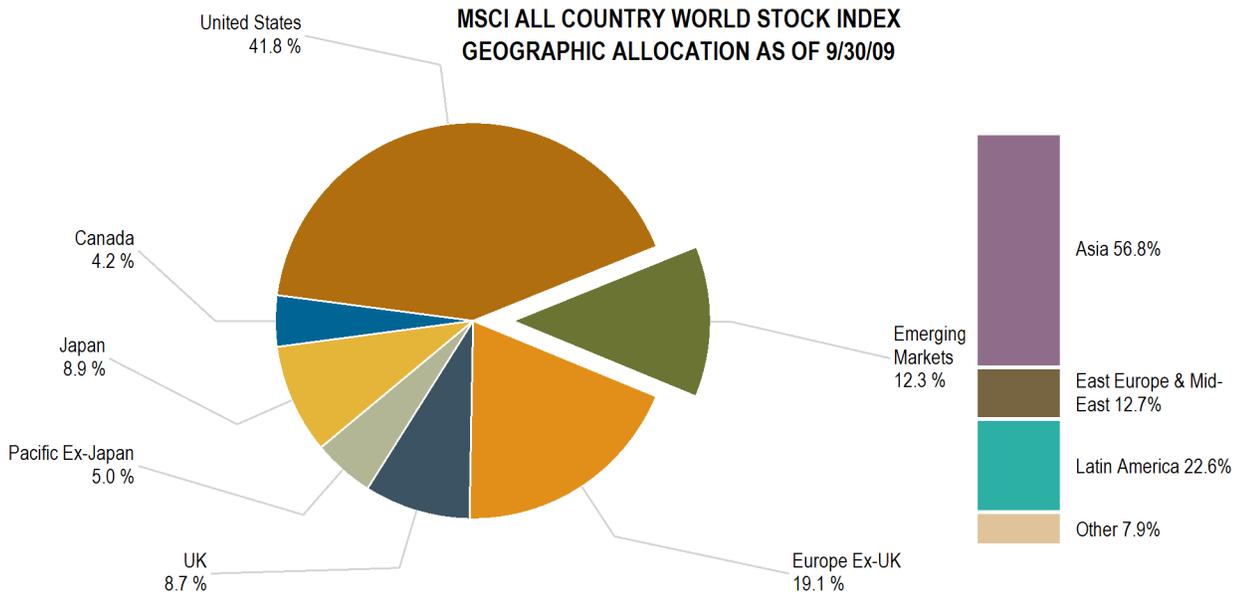
The MSCI All Country World ex-U.S. Index is a capitalization-weighted index of stocks representing 22 developed stock markets and 22 emerging stock markets around the world. The exhibits above show the performance of the regions that comprise the MSCI All Country World ex-U.S. Index at quarter-end.

**MSCI ALL COUNTRY WORLD EX-U.S. STOCK INDEX
GEOGRAPHIC ALLOCATION AS OF 9/30/09**



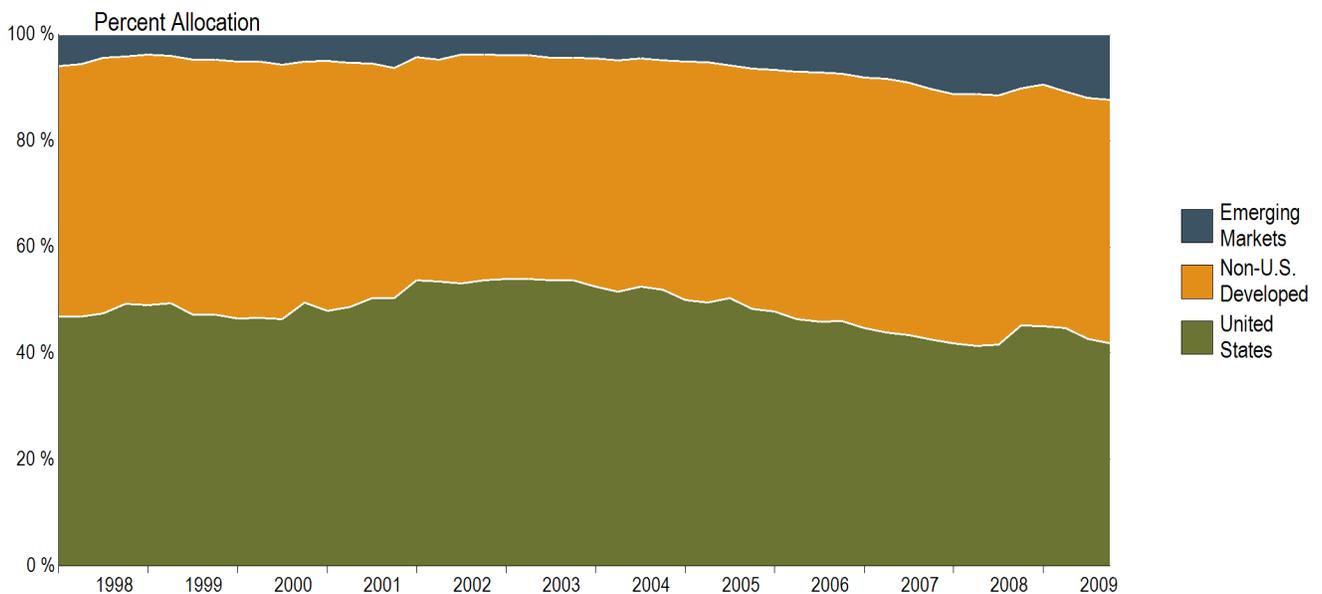
The exhibit above illustrates the percent each region represents of the non-U.S. stock market as measured by the MSCI All Country World ex-U.S. Index.

Note on Other: Includes South Africa, Egypt, and Morocco. Returns expressed are the weighted average returns.



The MSCI All Country World Index is a capitalization-weighted index of stocks representing 23 developed stock markets and 22 emerging stock markets around the world. The graph above shows the allocation to each region at quarter-end.
Note on Other: Includes South Africa, Egypt, and Morocco.

ALLOCATION



The graph above shows the changes in the breakdown between the United States, non-U.S. developed markets, and emerging markets in the MSCI All Country World Index over time.

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**RETURN SUMMARY
ENDING 9/30/09**

	Third Quarter	Year-To-Date	1 Year Ending 9/30/09	3 Years Ending 9/30/09	5 Years Ending 9/30/09
North Shore Savings Fund	0.2%	0.7%	1.2%	2.4%	2.7%
iMoney Net Money Fund Average	0.0	0.2	0.5	2.7	2.5

Investment Strategy

The objective of the North Shore Savings Fund is to preserve capital and provide current income, while maintaining a high level of liquidity. The Fund is FDIC insured. The Milwaukee County Investment Policy Statement requires that the savings account be with a "well-capitalized" bank, which means the bank has to have a risk-based capital ratio of at least 10%. This ratio takes into account the asset quality and loan-loss reserve coverage. As of 9/30/09 North Shore was "well capitalized".

**HISTORICAL RETURNS
(BY YEAR)**

	North Shore Savings Fund	iMoney Net Money Fund Average	Return Difference
	Return	Return	
1998	5.2%	5.0%	0.2
1999	4.8	4.6	0.2
2000	5.3	5.9	-0.6
2001	4.3	3.7	0.6
2002	1.6	2.1	-0.5
2003	1.4	0.9	0.5
2004	1.3	0.6	0.7
2005	2.8	1.7	1.1
2006	3.7	3.8	-0.1
2007	3.7	4.7	-1.0
2008	2.0	2.0	0.0
2009 (9 months)	0.7	0.2	0.5
Trailing 1-Year	1.2%	0.5%	0.7
Trailing 3-Year	2.4	2.7	-0.3
Trailing 5-Year	2.7	2.5	0.2
Trailing 10-Year	2.8	2.7	0.1

STABLE VALUE

RETURN SUMMARY ENDING 9/30/09

	Third Quarter	Year-To-Date	1 Year Ending 9/30/09	3 Years Ending 9/30/09	5 Years Ending 9/30/09
Stable Value Fund	1.1 %	3.5 %	4.7 %	4.8 %	4.7 %
EnnisKnupp GIC Index	1.1	3.4	4.6	4.6	4.3

Investment Strategy

The Stable Value Fund managed by Great-West seeks to provide a stable rate of return through current income while preserving capital. The Fund invests solely in fixed income securities rated AAA or those issued by the U.S. government and its agencies. The Fund will allocate assets to sectors that management believes offer increased yield potential.

HISTORICAL RETURNS (BY YEAR)

	Stable Value Fund	EnnisKnupp GIC Index	Return Difference
	Return	Return	
1998	6.3%	6.2%	0.1
1999	6.3	6.0	0.3
2000	6.5	6.4	0.1
2001	6.5	6.2	0.3
2002	5.7	5.1	0.6
2003	4.3	4.1	0.2
2004	4.2	3.9	0.3
2005	4.5	3.7	0.8
2006	4.8	4.1	0.7
2007	4.9	4.6	0.3
2008	4.8	4.7	0.1
2009 (9 months)	3.5	3.4	0.1
Trailing 1-Year	4.7 %	4.6 %	0.1
Trailing 3-Year	4.8	4.6	0.2
Trailing 5-Year	4.7	4.3	0.4
Trailing 10-Year	5.1	4.8	0.3

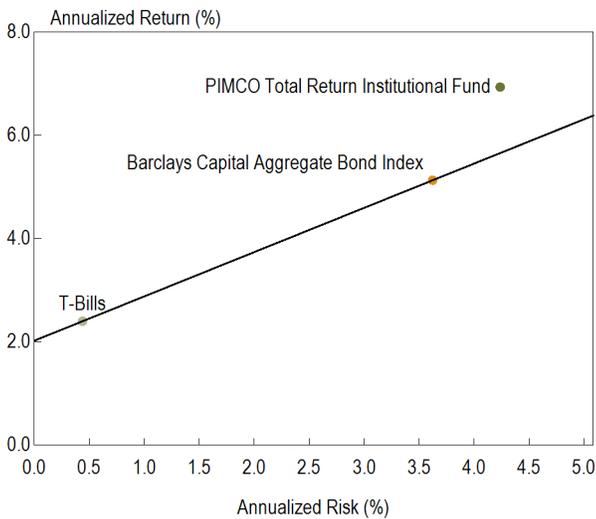
**RETURN SUMMARY
ENDING 9/30/09**

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
PIMCO Total Return Institutional Fund	6.0%	65	12.7%	42	18.3%	25	9.2%	5	6.9%	6
Barclays Capital Aggregate Bond Index	3.7	94	5.7	88	10.6	85	6.4	51	5.1	60

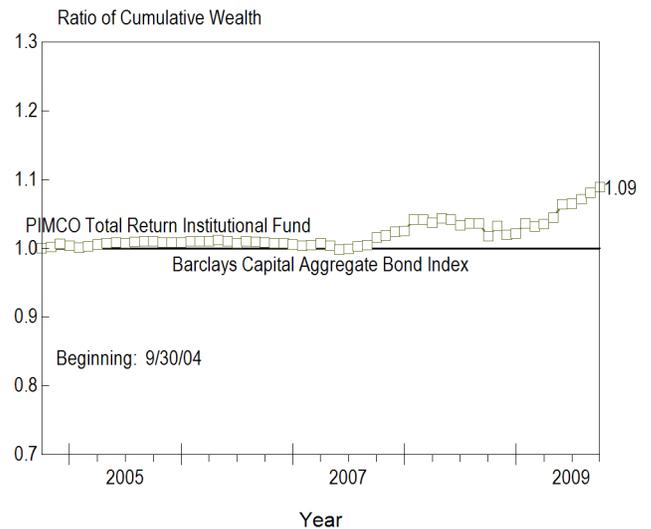
Investment Strategy

The PIMCO Total Return Fund, Institutional Shares, seeks total return consistent with preservation of capital. The Fund's strategy includes active sector rotation and moderate interest-rate anticipation. PIMCO's objective is to outperform the Barclays Capital Aggregate Bond Index without incurring greater risk by utilizing innovative investment techniques or identifying sector and issue buying opportunities. The Fund maintains a duration between 3 and 6 years and can invest up to 10% in issues rated below BBB but no lower than B. The Fund may invest up to 20% of assets in non-dollar bonds.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/09**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/09**



PIMCO TOTAL RETURN INSTL

Fund Information as of 09/30/2009

Fund Name	Pimco Fds Total Return Bd Fund I
Ticker	PTRX
Category	Intermediate-Term Bond
Benchmark	Barclays Capital Aggregate Bond Index
Expense Ratio	0.46%
Fund Assets (millions)	107,798.95
Share Class Inception Date	5/11/1987
Manager Tenure	22

Credit Quality as of 06/30/2009*

AAA	66.0%
AA	10.0%
A	14.0%
BBB	6.0%
BB	3.0%
B	0.0%
Below B	1.0%
Not Rated	0.0%

Maturities as of 06/30/2009*

1 to 3 Years	27.3%
3 to 5 Years	6.9%
5 to 7 Years	2.2%
7 to 10 Years	8.3%
10 to 15 Years	3.6%
15 to 20 Years	2.3%
20 to 30 Years	61.5%
Greater than 30 Years	18.6%

HISTORICAL RETURNS

(BY YEAR)

	PIMCO Total Return Institutional Fund		Barclays Capital Aggregate Bond Index		Return Difference
	Return	Rank	Return	Rank	
1998	9.8 %	15	8.7 %	38	1.1
1999	-0.3	29	-0.8	47	0.5
2000	12.1	16	11.6	25	0.5
2001	9.5	11	8.4	39	1.1
2002	10.2	26	10.3	25	-0.1
2003	5.6	47	4.1	82	1.5
2004	5.1	44	4.3	72	0.8
2005	2.9	37	2.4	64	0.5
2006	4.0	72	4.3	55	-0.3
2007	9.1	9	7.0	41	2.1
2008	4.8	29	5.2	26	-0.4
2009 (9 months)	12.7	42	5.7	88	7.0
Trailing 1-Year	18.3 %	25	10.6 %	85	7.7
Trailing 3-Year	9.2	5	6.4	51	2.8
Trailing 5-Year	6.9	6	5.1	60	1.8
Trailing 10-Year	7.6	14	6.3	58	1.3

* Fund information throughout the report is shown as of the most recent date available.

RETURN SUMMARY
ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Income	10.8%	21	21.8%	16	8.4%	14	2.7%	23	4.9%	12
Custom Benchmark	8.1	65	11.5	73	3.2	54	1.6	47	3.9	36

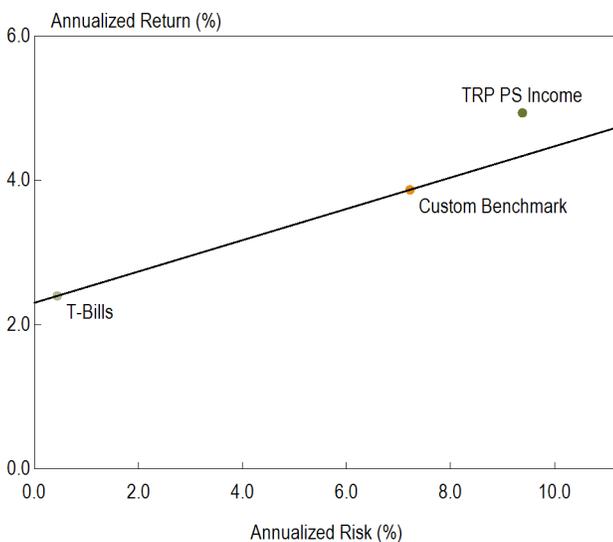
Investment Strategy

T. Rowe Price Personal Strategy Income Fund seeks to provide income, with a secondary goal of capital appreciation. The Fund invests in a variety of both stocks and bonds, with an emphasis on dividend-paying stocks and government and high-quality corporate, income-producing bonds.

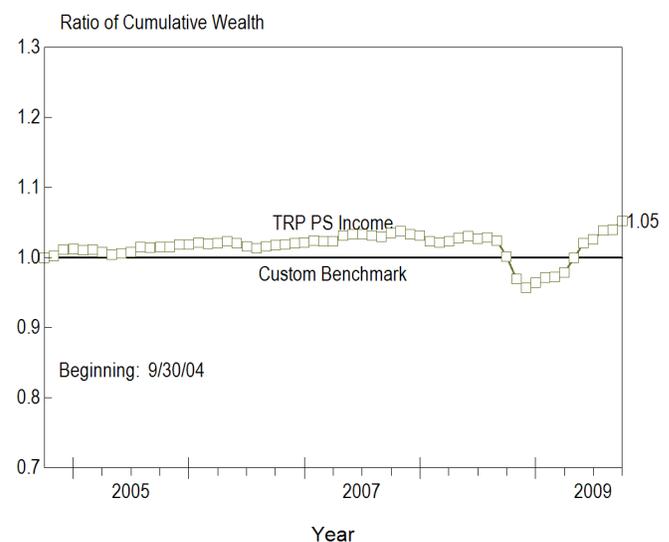
The Fund's target asset allocation is 40% stocks, 40% bonds, and 20% cash. Typically, the Fund maintains a 5% - 10% exposure to non-U.S. stocks. It is the most conservative of the three T. Rowe Price lifestyle funds.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Income Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/09



T. ROWE PRICE

PERSONAL STRATEGY INCOME

Fund Information as of 09/30/2009

Fund Name	T Rowe Price Prs Str:Inc
Ticker	PRSEX
Category	Conservative Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.72%
Fund Assets (millions)	775.63
Share Class Inception Date	7/29/1994
Manager Tenure	11

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	2.1%
CONSUMER GOODS	3.5%
CONSUMER SERVICES	4.9%
ENERGY	4.4%
FINANCIAL SERVICES	8.7%
HARDWARE	3.9%
HEALTHCARE	4.4%
INDUSTRIAL MATERIALS	5.0%
MEDIA	1.8%
SOFTWARE	1.5%
TELECOMMUNICATION	2.9%
UTILITIES	1.2%

Top Holdings as of 09/30/2009

T. ROWE PRICE RESERVE	12.7%
T. ROWE PRICE INSTL HIGH YIELD	6.3%
T. ROWE PRICE INSTL EMERGING MKTS BOND	5.2%
T. ROWE PRICE INSTL INTL BOND	4.5%
T. ROWE PRICE INSTL EMERGING MKTS EQ	1.9%
APPLE, INC.	0.9%
MICROSOFT CORPORATION	0.8%
UNITED STATES TREAS NTS 4%	0.8%
UNITED STATES TREAS NTS	0.7%
UNITED STATES TREAS NTS 3.125%	0.7%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Income		Custom Benchmark		Return Difference
	Return	Rank	Return	Rank	
1998	11.5 %	47	14.1 %	31	-2.6
1999	5.2	69	9.9	42	-4.7
2000	6.6	34	1.0	68	5.6
2001	0.9	36	-0.9	49	1.8
2002	-3.4	30	-4.1	36	0.7
2003	18.6	16	14.3	47	4.3
2004	9.9	13	7.4	41	2.5
2005	5.2	27	4.5	38	0.7
2006	9.6	17	9.3	21	0.3
2007	7.3	35	6.3	45	1.0
2008	-20.4	63	-14.9	27	-5.5
2009 (9 months)	21.8	16	11.5	73	10.3
Trailing 1-Year	8.4 %	14	3.2 %	54	5.2
Trailing 3-Year	2.7	23	1.6	47	1.1
Trailing 5-Year	4.9	12	3.9	36	1.0
Trailing 10-Year	5.4	28	3.8	60	1.6

**RETURN SUMMARY
ENDING 9/30/09**

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Balanced	13.7%	18	27.4%	12	6.4%	13	0.8%	28	4.5%	18
Custom Benchmark	11.1	54	15.6	67	1.2	46	-0.2	45	3.7	33

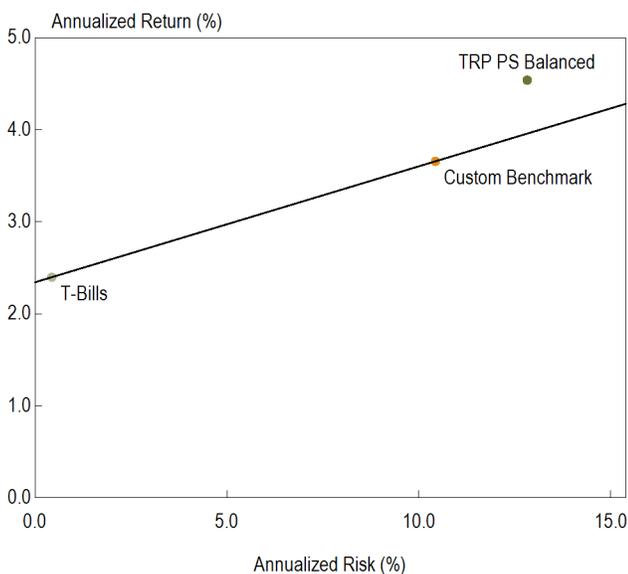
Investment Strategy

T. Rowe Price Personal Strategy Balanced Fund seeks both capital appreciation and income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, income-producing bonds.

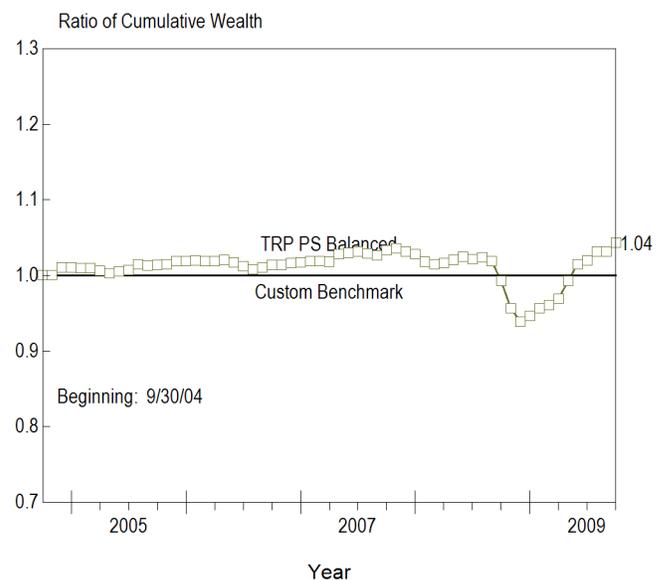
The Fund's neutral asset allocation is 60% stocks, 30% bonds, and 10% cash. Typically, the Fund maintains a 10% exposure to non-U.S. stocks. The balanced fund is the moderate fund relative to the three T. Rowe Price lifestyle funds in terms of expected risk and reward.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Balanced Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/09**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/09**



T. ROWE PRICE

PERSONAL STRATEGY BALANCED

Fund Information as of 09/30/2009

Fund Name	T Rowe Price Prs Str:Bal
Ticker	TRPBX
Category	Moderate Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.81%
Fund Assets (millions)	1,325.30
Share Class Inception Date	7/29/1994
Manager Tenure	11

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	3.1%
CONSUMER GOODS	5.0%
CONSUMER SERVICES	7.1%
ENERGY	6.3%
FINANCIAL SERVICES	12.4%
HARDWARE	5.6%
HEALTHCARE	6.4%
INDUSTRIAL MATERIALS	7.1%
MEDIA	2.5%
SOFTWARE	2.1%
TELECOMMUNICATION	4.2%
UTILITIES	1.8%

Top Holdings as of 09/30/2009

T. ROWE PRICE INSTL HIGH YIELD	3.8%
T. ROWE PRICE RESERVE	3.8%
T. ROWE PRICE INSTL EMERGING MKTS BOND	3.5%
T. ROWE PRICE INSTL INTL BOND	2.8%
T. ROWE PRICE INSTL EMERGING MKTS EQ	2.8%
APPLE, INC.	1.4%
MICROSOFT CORPORATION	1.1%
GOOGLE, INC.	0.9%
AMAZON.COM, INC.	0.9%
GOLDMAN SACHS GROUP, INC.	0.9%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Balanced		Custom Benchmark		Return Difference
	Return	Rank	Return	Rank	
1998	13.9 %	47	17.4 %	32	-3.5
1999	8.0	70	14.4	45	-6.4
2000	5.6	32	-3.0	69	8.6
2001	-2.5	37	-4.7	49	2.2
2002	-7.7	24	-9.2	33	1.5
2003	24.4	22	20.4	42	4.0
2004	12.6	15	9.6	38	3.0
2005	6.4	29	5.6	40	0.8
2006	11.9	20	12.1	19	-0.2
2007	7.7	37	6.5	45	1.2
2008	-29.3	73	-23.2	30	-6.1
2009 (9 months)	27.4	12	15.6	67	11.8
Trailing 1-Year	6.4 %	13	1.2 %	46	5.2
Trailing 3-Year	0.8	28	-0.2	45	1.0
Trailing 5-Year	4.5	18	3.7	33	0.8
Trailing 10-Year	5.0	33	3.2	60	1.8

RETURN SUMMARY
ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Growth	16.1%	20	31.0%	14	1.9%	24	-2.0%	46	3.6%	32
Custom Benchmark	14.1	42	19.4	60	-1.3	45	-2.1	48	3.2	38

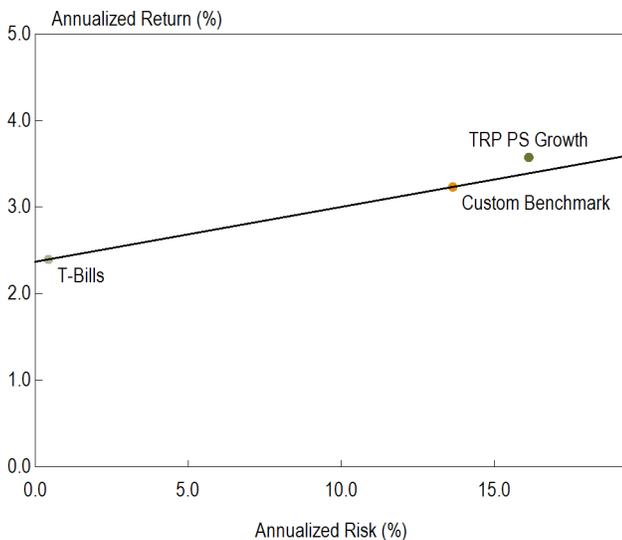
Investment Strategy

T. Rowe Price Personal Strategy Growth Fund seeks capital appreciation, with a secondary goal of income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, and income-producing bonds.

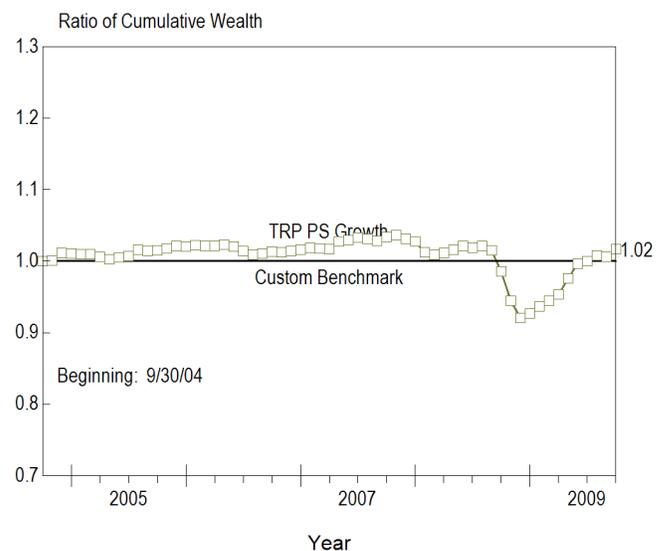
The Fund's neutral asset allocation is 80% stocks and 20% bonds. Typically, the Fund maintains a 15% - 25% exposure to non-U.S. stocks. The growth fund has the highest expected risk/reward profile of the three T. Rowe Price lifestyle funds.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Growth Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/09



T. ROWE PRICE

PERSONAL STRATEGY GROWTH

Fund Information as of 09/30/2009

Fund Name	T Rowe Price Prs Str:Gro
Ticker	TRSGX
Category	Moderate Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.91%
Fund Assets (millions)	1,006.84
Share Class Inception Date	7/29/1994
Manager Tenure	11

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	4.0%
CONSUMER GOODS	6.5%
CONSUMER SERVICES	9.2%
ENERGY	8.2%
FINANCIAL SERVICES	16.1%
HARDWARE	7.3%
HEALTHCARE	8.4%
INDUSTRIAL MATERIALS	9.2%
MEDIA	3.3%
SOFTWARE	2.8%
TELECOMMUNICATION	5.5%
UTILITIES	2.3%

Top Holdings as of 09/30/2009

T. ROWE PRICE INSTL EMERGING MKTS EQ	3.0%
T. ROWE PRICE RESERVE	2.0%
APPLE, INC.	1.8%
T. ROWE PRICE INSTL HIGH YIELD	1.6%
T. ROWE PRICE INSTL EMERGING MKTS BOND	1.5%
MICROSOFT CORPORATION	1.5%
GOOGLE, INC.	1.2%
T. ROWE PRICE INSTL INTL BOND	1.2%
GOLDMAN SACHS GROUP, INC.	1.1%
AMAZON.COM, INC.	1.1%

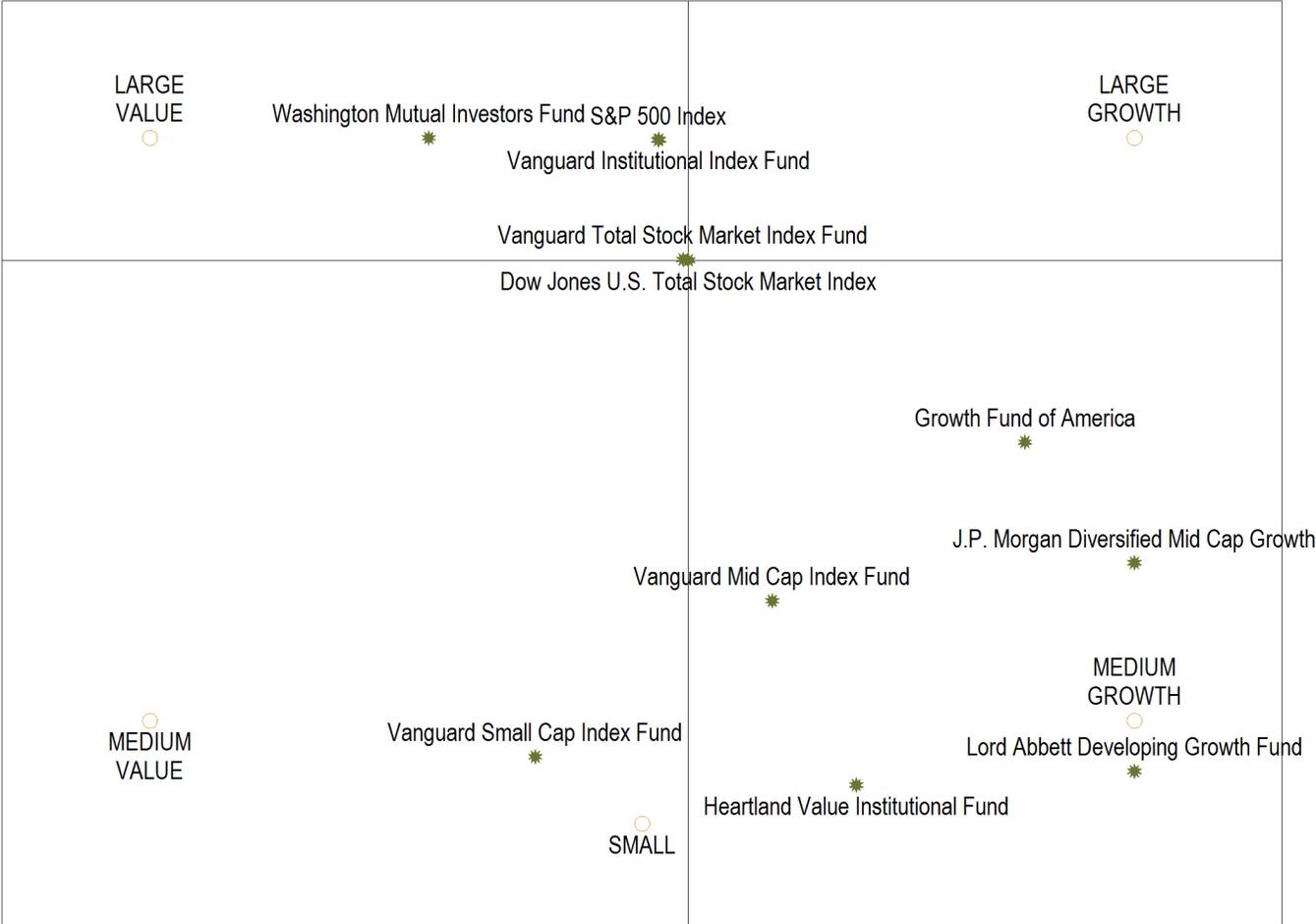
HISTORICAL RETURNS

(BY YEAR)

	TRP PS Growth		Custom Benchmark		Return Difference
	Return	Rank	Return	Rank	
1998	15.6 %	48	20.6 %	33	-5.0
1999	11.2	70	18.9	47	-7.7
2000	4.7	31	-7.0	69	11.7
2001	-6.0	39	-8.4	48	2.4
2002	-12.4	24	-14.4	33	2.0
2003	29.3	30	26.6	40	2.7
2004	15.0	18	11.8	37	3.2
2005	7.6	31	6.5	43	1.1
2006	14.1	23	14.7	19	-0.6
2007	7.8	40	6.7	47	1.1
2008	-37.6	81	-30.8	36	-6.8
2009 (9 months)	31.0	14	19.4	60	11.6
Trailing 1-Year	1.9 %	24	-1.3 %	45	3.2
Trailing 3-Year	-2.0	46	-2.1	48	0.1
Trailing 5-Year	3.6	32	3.2	38	0.4
Trailing 10-Year	4.1	40	2.4	61	1.7

U.S. STOCK FUNDS - INVESTMENT STYLE

EFFECTIVE STYLE MAP
5 YEARS ENDING 9/30/09



WASHINGTON MUTUAL INVESTORS

RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Washington Mutual Investors Fund	12.9 %	88	10.7 %	97	-11.7 %	93	-6.5 %	82	0.0 %	86
Russell 1000 Value Index	18.2	26	14.9	90	-10.6	89	-7.9	91	0.9	72
S&P 500 Index	15.6	57	19.3	74	-6.9	69	-5.4	68	1.0	70

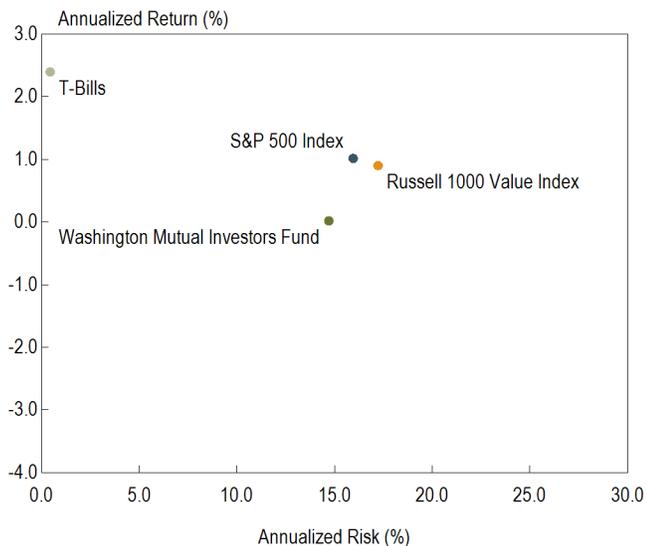
Investment Strategy

Washington Mutual Investors Fund seeks both income and growth of capital. Management prefers companies that have paid consistent dividends and by mandate excludes those that derive their primary revenues from alcohol or tobacco. In particular, they seek companies that have paid dividends in at least nine of the last ten years.

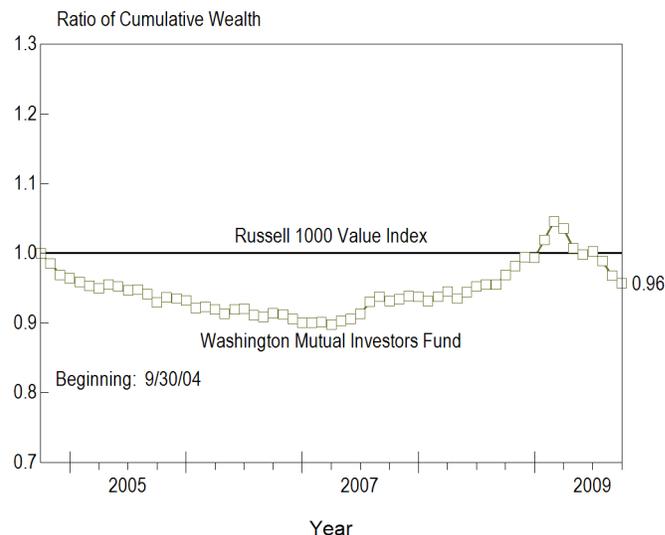
Capital Research & Management (the American Funds family) provides investment services for this Fund. Management looks for stocks with strong long-term prospects selling at low prices. The Fund may invest up to 5% of assets in securities of non-U.S. issuers.

As illustrated in the graphs below and the table above, Washington Mutual Investors Fund has modestly trailed the Index over the trailing five-year period at a lower level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



Fund Information as of 09/30/2009

Fund Name	AMERICAN-WA-A
Ticker	AWSHX
Category	Large Value
Benchmark	Russell 1000 Value Index
Expense Ratio	0.67%
Fund Assets (millions)	37,864.56
Share Class Inception Date	7/31/1952
Manager Tenure	5

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	4.06%
CONSUMER GOODS	10.54%
CONSUMER SERVICES	6.30%
ENERGY	14.21%
FINANCIAL SERVICES	7.74%
HARDWARE	4.66%
HEALTHCARE	14.13%
INDUSTRIAL MATERIALS	17.00%
MEDIA	0.44%
SOFTWARE	1.40%
TELECOMMUNICATION	8.21%
UTILITIES	10.43%

Top Holdings as of 09/30/2009

CHEVRON CORPORATION	4.89%
AT&T, INC.	3.94%
VERIZON COMMUNICATIONS INC.	3.76%
ROYAL DUTCH SHELL PLC ADR B	3.64%
MERCK & CO., INC.	3.24%
COCA-COLA COMPANY	2.61%
MCDONALD'S CORPORATION	2.52%
BOEING COMPANY	2.47%
UNITED TECHNOLOGIES	2.47%
ABBOTT LABORATORIES	2.39%

HISTORICAL RETURNS

(BY YEAR)

	Washington Mutual Investors Fund	Russell 1000 Value Index	Return Difference	S&P 500 Index	Return Difference
	Return	Return		Return	
1998	19.4 %	15.6 %	3.8	28.6 %	-9.2
1999	1.2	7.3	-6.1	21.0	-19.8
2000	9.1	7.0	2.1	-9.1	18.2
2001	1.5	-5.6	7.1	-11.9	13.4
2002	-14.8	-15.5	0.7	-22.1	7.3
2003	25.8	30.0	-4.2	28.7	-2.9
2004	9.9	16.5	-6.6	10.9	-1.0
2005	3.5	7.1	-3.6	4.9	-1.4
2006	18.0	22.2	-4.2	15.8	2.2
2007	4.0	-0.2	4.2	5.5	-1.5
2008	-33.1	-36.8	3.7	-37.0	3.9
2009 (9 months)	10.7	14.9	-4.2	19.3	-8.6
Trailing 1-Year	-11.7 %	-10.6 %	-1.1	-6.9 %	-4.8
Trailing 3-Year	-6.5	-7.9	1.4	-5.4	-1.1
Trailing 5-Year	0.0	0.9	-0.9	1.0	-1.0
Trailing 10-Year	2.2	2.6	-0.4	-0.2	2.4

VANGUARD INSTITUTIONAL INDEX

RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Institutional Index Fund	15.6%	56	19.4%	73	-6.8%	68	-5.4%	67	1.0%	69
S&P 500 Index	15.6	57	19.3	74	-6.9	69	-5.4	68	1.0	70

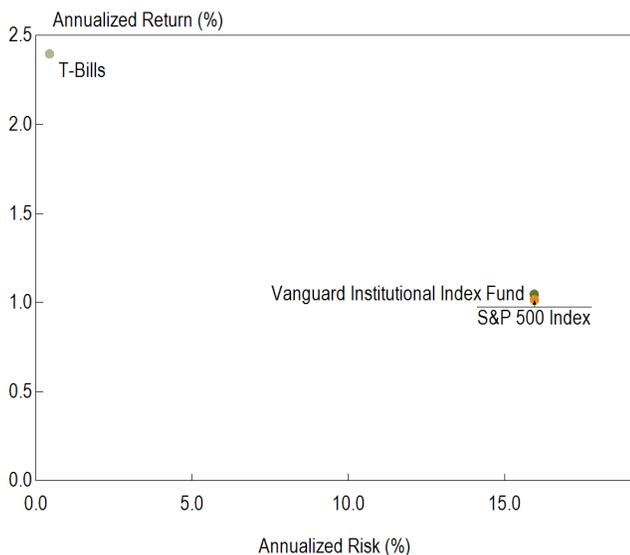
Investment Strategy

The Vanguard Institutional Index Fund is designed to approximate the performance of the S&P 500 Stock Index. The Fund holds a capitalization-weighted position in all 500 securities of the S&P 500 Stock Index.

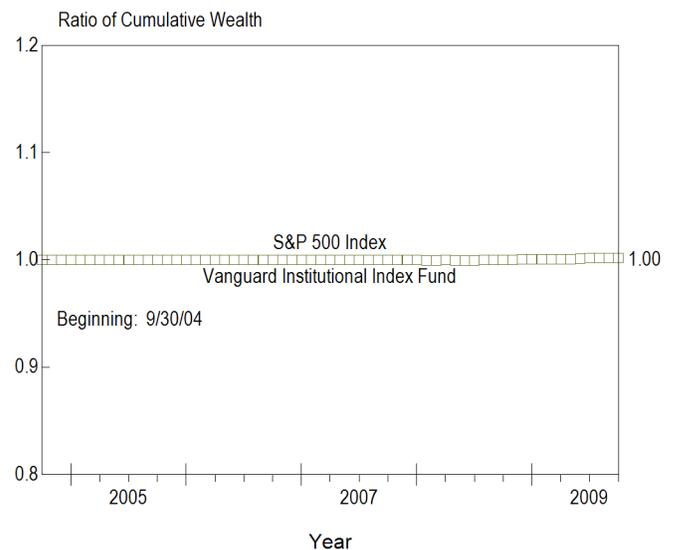
Management uses S&P 500 Index futures to manage fund inflows and outflows.

As illustrated in the graphs below and the table above, Vanguard Institutional Index Fund has tracked the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



Fund Information as of 09/30/2009

Fund Name	VANGUARD-INST-IS
Ticker	VINIX
Category	Large Blend
Benchmark	S&P 500 Index
Expense Ratio	0.05%
Fund Assets (millions)	41,003.06
Share Class Inception Date	7/31/1990
Manager Tenure	5

Sector Allocation as of 06/30/2009

BUSINESS SERVICES	3.35%
CONSUMER GOODS	10.82%
CONSUMER SERVICES	8.56%
ENERGY	12.22%
FINANCIAL SERVICES	13.32%
HARDWARE	9.82%
HEALTHCARE	13.19%
INDUSTRIAL MATERIALS	10.22%
MEDIA	2.42%
SOFTWARE	4.30%
TELECOMMUNICATION	7.12%
UTILITIES	4.00%

Top Holdings as of 06/30/2009

EXXONMOBIL CORPORATION	4.21%
MICROSOFT CORPORATION	2.25%
JOHNSON & JOHNSON	1.93%
PROCTER & GAMBLE COMPANY	1.84%
AT&T, INC.	1.81%
INTERNATIONAL BUSINESS MACHINES CORP	1.70%
CHEVRON CORPORATION	1.64%
J.P. MORGAN CHASE & CO.	1.64%
APPLE, INC.	1.57%
GENERAL ELECTRIC COMPANY	1.53%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Institutional Index Fund		S&P 500 Index		Return Difference
	Return	Rank	Return	Rank	
1998	28.8 %	19	28.6 %	20	0.2
1999	21.2	53	21.0	53	0.2
2000	-8.9	60	-9.1	61	0.2
2001	-11.9	48	-11.9	48	0.0
2002	-22.0	48	-22.1	48	0.1
2003	28.7	60	28.7	60	0.0
2004	10.9	57	10.9	57	0.0
2005	4.9	67	4.9	67	0.0
2006	15.8	30	15.8	29	0.0
2007	5.5	54	5.5	54	0.0
2008	-37.0	37	-37.0	38	0.0
2009 (9 months)	19.4	73	19.3	74	0.1
Trailing 1-Year	-6.8 %	68	-6.9 %	69	0.1
Trailing 3-Year	-5.4	67	-5.4	68	0.0
Trailing 5-Year	1.0	69	1.0	70	0.0
Trailing 10-Year	-0.1	78	-0.2	79	0.1

GROWTH FUND OF AMERICA

RETURN SUMMARY

ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Growth Fund of America	13.4 %	84	27.3 %	38	-2.0 %	33	-2.7 %	35	3.9 %	26
Russell 1000 Growth Index	14.0	79	27.1	39	-1.9	33	-2.5	33	1.9	56

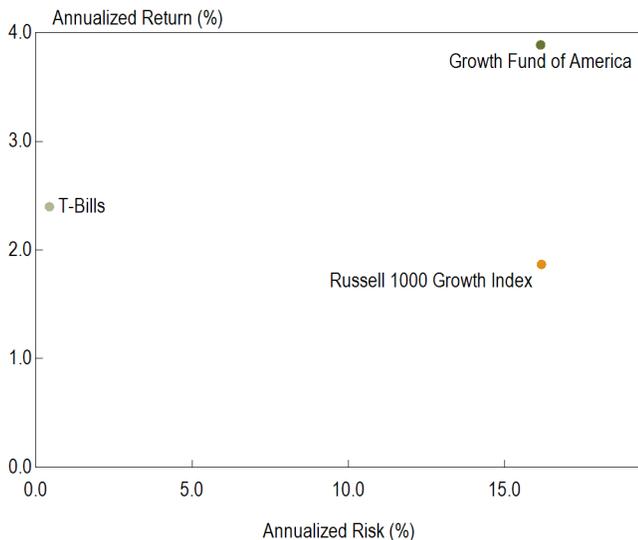
Investment Approach

Capital Research and Management is the sub-advisor for the Growth Fund of America. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

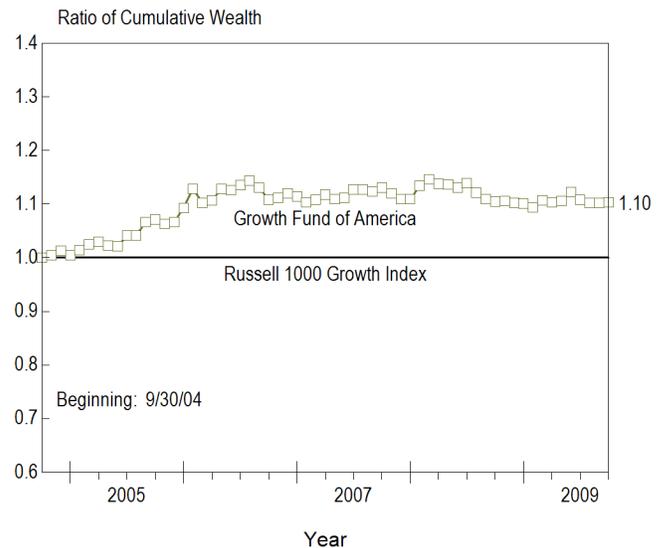
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the Fund is to provide long-term growth of capital by investing in a diversified portfolio of common stocks while using a growth-at-a-reasonable price strategy. The Fund may invest up to 15% of its assets in companies domiciled outside the U.S. This Fund is less volatile than most large cap growth funds.

As illustrated in the graphs below and the table above, Growth Fund of America has outperformed the Index over the trailing five-year period at approximately the same level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



Fund Information as of 09/30/2009

Fund Name	Growth Fund of America
Ticker	RGAFX
Category	Large Growth
Benchmark	Russell 1000 Growth Index
Expense Ratio	0.37%
Fund Assets (millions)	14,235.07
Share Class Inception Date	5/15/2002
Manager Tenure	8

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	5.44%
CONSUMER GOODS	7.22%
CONSUMER SERVICES	5.27%
ENERGY	9.31%
FINANCIAL SERVICES	11.02%
HARDWARE	10.23%
HEALTHCARE	11.50%
INDUSTRIAL MATERIALS	10.45%
MEDIA	3.28%
SOFTWARE	7.38%
TELECOMMUNICATION	6.94%
UTILITIES	0.83%

Top Holdings as of 09/30/2009

MICROSOFT CORPORATION	3.49%
GOOGLE, INC.	3.06%
ORACLE CORPORATION	2.53%
APPLE, INC.	2.04%
CISCO SYSTEMS, INC.	1.80%
BANK OF AMERICA CORPORATION	1.51%
COCA-COLA COMPANY	1.43%
PHILIP MORRIS INTERNATIONAL INC	1.32%
J.P. MORGAN CHASE & CO.	1.30%
MEDTRONIC, INC.	1.28%

HISTORICAL RETURNS

(BY YEAR)

	Growth Fund of America		Russell 1000 Growth Index		Return Difference
	Return	Rank	Return	Rank	
1998	31.8 %	14	38.7 %	6	-6.9
1999	45.7	22	33.2	33	12.5
2000	7.5	24	-22.4	93	29.9
2001	-12.3	51	-20.4	77	8.1
2002	-21.8	47	-27.9	79	6.1
2003	33.3	39	29.7	54	3.6
2004	12.2	48	6.3	88	5.9
2005	14.5	6	5.3	64	9.2
2006	11.2	66	9.1	76	2.1
2007	11.3	28	11.8	27	-0.5
2008	-38.9	55	-38.4	52	-0.5
2009 (9 months)	27.3	38	27.1	39	0.2
Trailing 1-Year	-2.0 %	33	-1.9 %	33	-0.1
Trailing 3-Year	-2.7	35	-2.5	33	-0.2
Trailing 5-Year	3.9	26	1.9	56	2.0
Trailing 10-Year	4.3	36	-2.6	96	6.9

VANGUARD TOTAL STOCK MARKET INDEX

RETURN SUMMARY ENDING 9/30/09

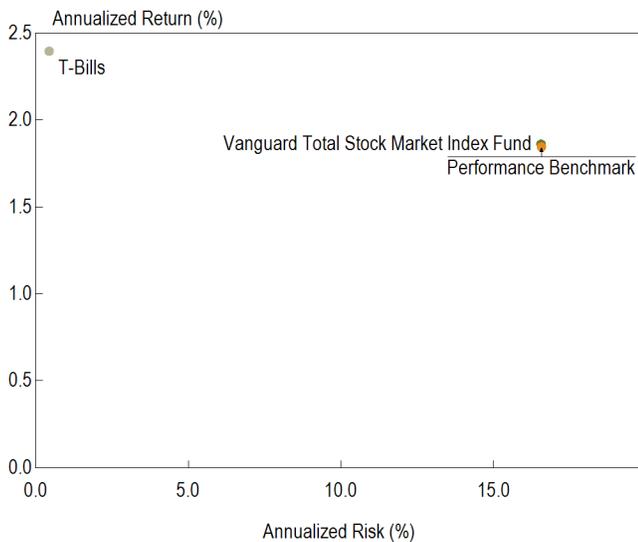
	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Total Stock Market Index Fund	16.5%	42	21.7%	63	-5.9%	62	-4.6%	58	1.9%	56
Performance Benchmark	16.5	43	21.6	63	-6.1	62	-4.7	59	1.8	57

Investment Strategy

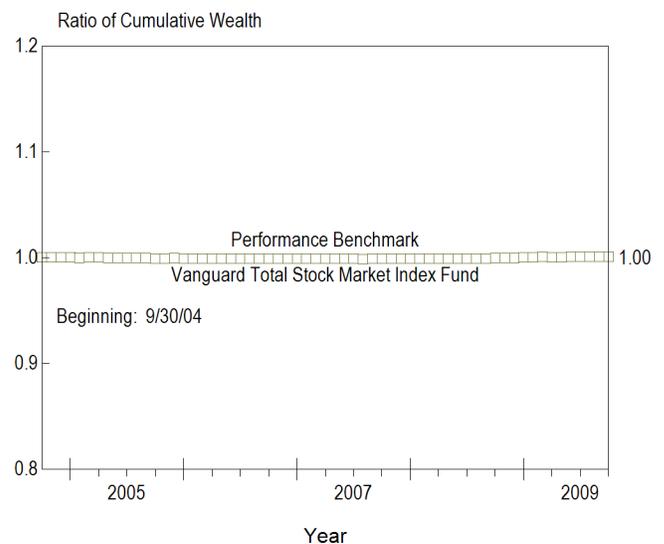
The objective of the Vanguard Total Stock Market Index Fund is to approximate the return of the MSCI U.S. Broad Market Index. The Vanguard Total Stock Market Index Fund utilizes a sampling technique that approximates the industry weightings and market capitalizations of the MSCI U.S. Broad Market Index. The Fund will replicate the weightings of the largest stocks in the Index and invest in a representative sample for the remaining portion. Through computer modeling techniques, management intends to match the Index's characteristics, including sector weightings, yield, price ratios, and risk.

As illustrated in the graphs below and the table above, Vanguard Total Stock Market Index Fund has closely tracked the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD TOTAL STOCK MARKET INDEX

Fund Information as of 09/30/2009

Fund Name	VANGUARD-T ST-AD
Ticker	VTSAX
Category	Large Blend
Benchmark	Performance Benchmark
Expense Ratio	0.06%
Fund Assets (millions)	25,590.18
Share Class Inception Date	11/13/2000
Manager Tenure	15

Sector Allocation as of 06/30/2009

BUSINESS SERVICES	4.68%
CONSUMER GOODS	10.12%
CONSUMER SERVICES	8.68%
ENERGY	11.23%
FINANCIAL SERVICES	14.34%
HARDWARE	9.61%
HEALTHCARE	12.79%
INDUSTRIAL MATERIALS	10.45%
MEDIA	2.31%
SOFTWARE	4.52%
TELECOMMUNICATION	6.54%
UTILITIES	4.05%

Top Holdings as of 06/30/2009

EXXONMOBIL CORPORATION	3.45%
MICROSOFT CORPORATION	1.90%
JOHNSON & JOHNSON	1.57%
PROCTER & GAMBLE COMPANY	1.50%
AT&T, INC.	1.46%
INTERNATIONAL BUSINESS MACHINES CORP	1.40%
CHEVRON CORPORATION	1.33%
APPLE, INC.	1.27%
J.P. MORGAN CHASE & CO.	1.27%
GENERAL ELECTRIC COMPANY	1.24%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Total Stock Market Index Fund		Performance Benchmark		Return Difference
	Return	Rank	Return	Rank	
1998	23.3 %	36	23.4 %	35	-0.1
1999	23.8	48	23.6	48	0.2
2000	-10.6	69	-10.9	70	0.3
2001	-10.9	44	-11.0	44	0.1
2002	-21.0	42	-20.9	42	-0.1
2003	31.4	46	31.7	45	-0.3
2004	12.6	45	12.6	45	0.0
2005	6.1	57	6.2	56	-0.1
2006	15.7	31	15.7	31	0.0
2007	5.6	53	5.6	53	0.0
2008	-36.9	37	-37.0	38	0.1
2009 (9 months)	21.7	63	21.6	63	0.1
Trailing 1-Year	-5.9 %	62	-6.1 %	62	0.2
Trailing 3-Year	-4.6	58	-4.7	59	0.1
Trailing 5-Year	1.9	56	1.8	57	0.1
Trailing 10-Year	0.9	69	0.9	69	0.0

J.P. MORGAN DIVERSIFIED MID CAP GROWTH

RETURN SUMMARY ENDING 9/30/09

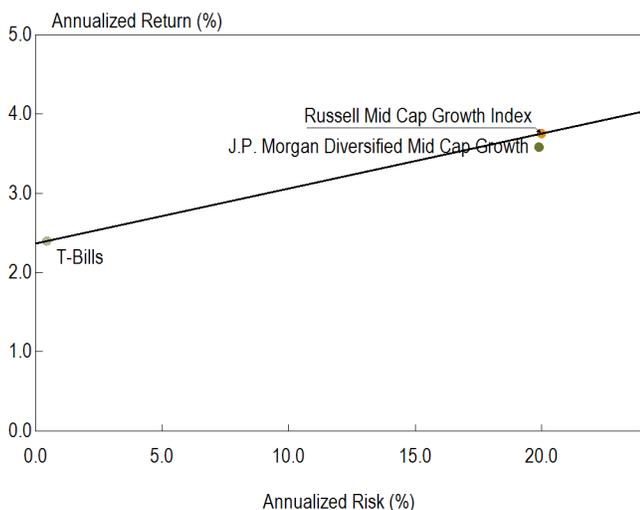
	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
J.P. Morgan Diversified Mid Cap Growth	16.8 %	38	32.9 %	21	-3.3 %	41	-2.9 %	38	3.6 %	30
Russell Mid Cap Growth Index	17.6	31	37.1	14	-0.4	27	-3.1	41	3.8	28

Investment Strategy

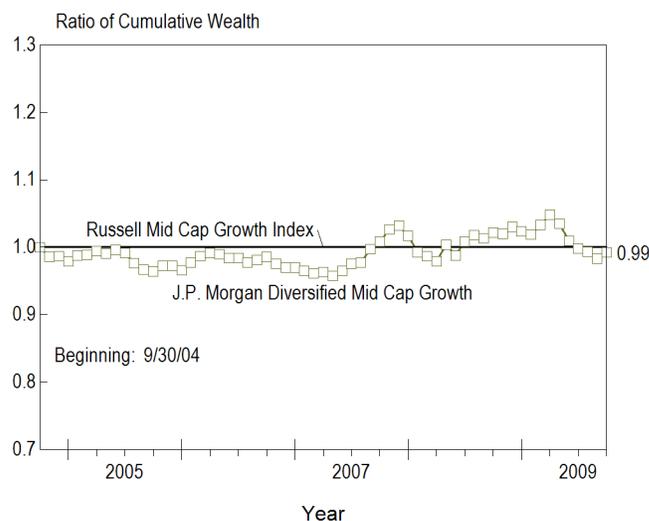
The J.P. Morgan Diversified Mid Cap Growth Fund seeks growth of capital and current income by investing primarily in equity securities. The Fund invests in common stocks of mid-cap companies with market capitalizations of \$1 billion to \$5 billion. The current benchmark is the Russell Mid Cap Growth Index; however, the Fund's actual allocations can vary from those in the Index. The Fund may use derivatives to hedge various investments.

As illustrated in the graphs below and the table above, J.P. Morgan Diversified Mid Cap Growth Fund has marginally underperformed the return of the Index with approximately the same level of risk over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



An explanation of the Performance Benchmark can be found in the Appendix.

J.P. MORGAN DIVERSIFIED MID CAP GROWTH

Fund Information as of 09/30/2009

Fund Name	JPMorgan:Dvds MCG;A
Ticker	OSGIX
Category	Mid-Cap Growth
Benchmark	Russell Mid Cap Growth Index
Expense Ratio	1.24%
Fund Assets (millions)	600.10
Share Class Inception Date	2/18/1992
Manager Tenure	5

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	10.19%
CONSUMER GOODS	6.48%
CONSUMER SERVICES	15.25%
ENERGY	6.06%
FINANCIAL SERVICES	12.31%
HARDWARE	12.50%
HEALTHCARE	11.07%
INDUSTRIAL MATERIALS	8.80%
MEDIA	1.43%
SOFTWARE	10.36%
TELECOMMUNICATION	3.01%
UTILITIES	0.00%

Top Holdings as of 09/30/2009

AMDOCS LTD.	2.61%
COGNIZANT TECHNOLOGY SOLUTIONS CORPORATION A	1.84%
PRECISION CASTPARTS CORP.	1.81%
LANDSTAR SYSTEM, INC.	1.58%
MARVELL TECHNOLOGY GROUP, LTD.	1.56%
AMPHENOL CORPORATION	1.42%
KOHL'S CORPORATION	1.40%
BROADCOM CORPORATION	1.33%
VCA ANTECH, INC.	1.28%
EXPRESS SCRIPTS	1.26%

HISTORICAL RETURNS

(BY YEAR)

	J.P. Morgan Diversified Mid Cap Growth		Russell Mid Cap Growth Index		Return Difference
	Return	Rank	Return	Rank	
1998	37.1 %	8	17.9 %	48	19.2
1999	28.7	39	51.3	18	-22.6
2000	5.6	27	-11.7	73	17.3
2001	-10.9	44	-20.2	76	9.3
2002	-20.4	39	-27.4	77	7.0
2003	26.5	75	42.7	16	-16.2
2004	12.6	45	15.5	28	-2.9
2005	10.6	22	12.1	14	-1.5
2006	11.0	67	10.7	69	0.3
2007	16.8	14	11.4	28	5.4
2008	-43.9	82	-44.3	83	0.4
2009 (9 months)	32.9	21	37.1	14	-4.2
Trailing 1-Year	-3.3 %	41	-0.4 %	27	-2.9
Trailing 3-Year	-2.9	38	-3.1	41	0.2
Trailing 5-Year	3.6	30	3.8	28	-0.2
Trailing 10-Year	3.9	40	2.2	56	1.7

VANGUARD MID CAP INDEX

RETURN SUMMARY ENDING 9/30/09

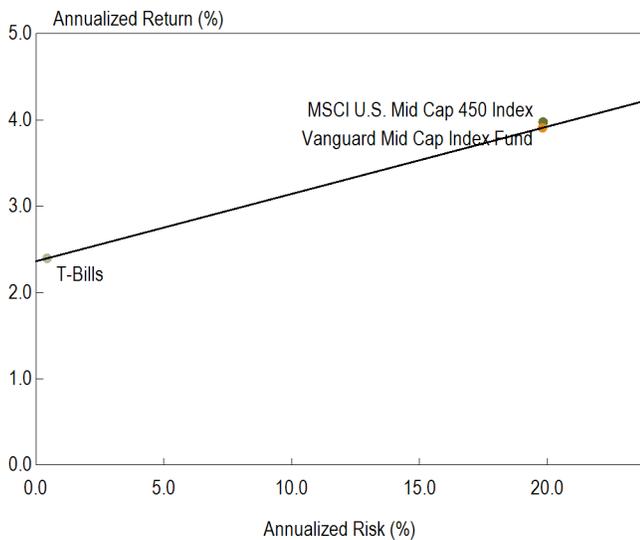
	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Mid Cap Index Fund	21.6%	9	31.8%	24	-1.9%	33	-4.3%	54	4.0%	25
MSCI U.S. Mid Cap 450 Index	21.6	9	31.7	24	-2.0	34	-4.4	55	3.9	26

Investment Strategy

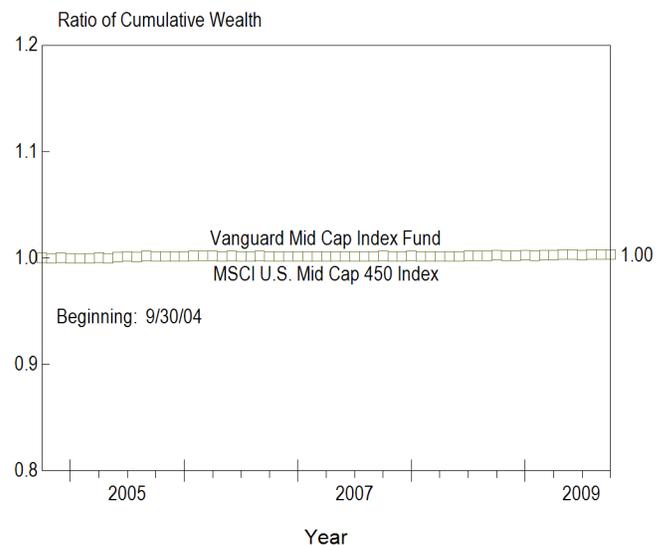
The Vanguard Mid Cap Index Fund seeks to replicate the performance of the MSCI U.S. Mid Cap 450 Index. In 2003, the Fund adopted the MSCI version of the mid-cap index. The Performance Benchmark consists of the S&P Mid Cap 400 Index prior to June 2003. In June 2003, the benchmark was changed to the MSCI Mid Cap 450 Index.

As illustrated in the graphs below and the table above, Vanguard Mid Cap Index Fund has matched the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



Fund Information as of 09/30/2009

Fund Name	VANGUARD-MC I-IS
Ticker	VMCIX
Category	Mid-Cap Blend
Benchmark	MSCI U.S. Mid Cap 450 Index
Expense Ratio	0.09%
Fund Assets (millions)	5,626.29
Share Class Inception Date	5/21/1998
Manager Tenure	11

Sector Allocation as of 06/30/2009

BUSINESS SERVICES	7.54%
CONSUMER GOODS	9.45%
CONSUMER SERVICES	9.83%
ENERGY	7.25%
FINANCIAL SERVICES	17.12%
HARDWARE	8.34%
HEALTHCARE	9.05%
INDUSTRIAL MATERIALS	14.13%
MEDIA	1.79%
SOFTWARE	4.53%
TELECOMMUNICATION	4.26%
UTILITIES	6.58%

Top Holdings as of 06/30/2009

BUNGE, LTD.	0.53%
FISERV, INC.	0.53%
LIFE TECHNOLOGIES CORP	0.52%
INTERCONTINENTALEXCHANGE, INC.	0.51%
COMPUTER SCIENCES CORPORATION	0.49%
ROCKWELL COLLINS, INC.	0.48%
EL PASO CORPORATION	0.47%
MCAFEE, INC.	0.47%
RANGE RESOURCES CORPORATION	0.47%
INTUITIVE SURGICAL, INC.	0.46%

HISTORICAL RETURNS
(BY YEAR)

	Vanguard Mid Cap Index Fund		MSCI U.S. Mid Cap 450 Index		Return Difference
	Return	Rank	Return	Rank	
1998 (7 months)	11.1 %	35	1.9 %	65	9.2
1999	15.5	68	34.3	32	-18.8
2000	18.4	10	-1.9	40	20.3
2001	-0.4	21	-6.4	33	6.0
2002	-14.5	16	-16.5	23	2.0
2003	34.3	36	39.0	23	-4.7
2004	20.5	10	20.5	10	0.0
2005	14.1	8	13.9	8	0.2
2006	13.8	48	13.7	49	0.1
2007	6.2	50	6.2	50	0.0
2008	-41.8	73	-41.8	73	0.0
2009 (9 months)	31.8	24	31.7	24	0.1
Trailing 1-Year	-1.9 %	33	-2.0 %	34	0.1
Trailing 3-Year	-4.3	54	-4.4	55	0.1
Trailing 5-Year	4.0	25	3.9	26	0.1
Trailing 10-Year	7.3	16	5.6	27	1.7

VANGUARD SMALL CAP INDEX

RETURN SUMMARY ENDING 9/30/09

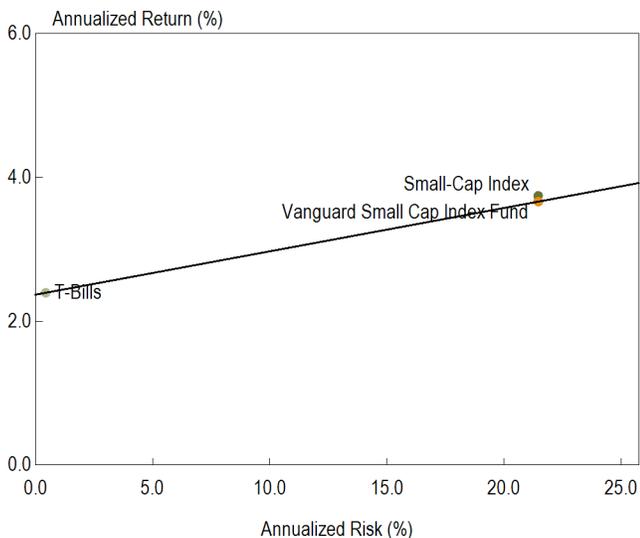
	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Small Cap Index Fund	21.8 %	8	30.9 %	27	-4.0 %	47	-2.7 %	36	3.7 %	28
Small-Cap Index	21.9	8	30.8	27	-4.2	49	-2.9	37	3.7	29

Investment Strategy

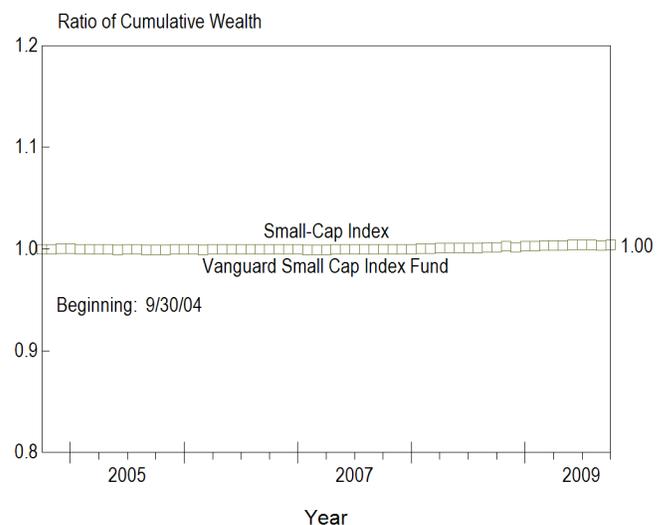
The Vanguard Small Cap Index Fund's strategy is designed to track the investment performance of the MSCI U.S. 1750 Small Cap Index, which is comprised of the 1,750 smallest stocks out of the 2,500 largest stocks. Prior to June 30, 2003, the Fund used a sampling technique to track the Russell 2000 Index. The Fund was moved from Admiral shares to the new Signal share class on October 6, 2007.

As illustrated in the graphs below and the table above, Vanguard Small Cap Index Fund has matched the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD SMALL CAP INDEX

Fund Information as of 09/30/2009

Fund Name	VANGUARD-SC I-AD
Ticker	VSMAX
Category	Small Blend
Benchmark	Small-Cap Index
Expense Ratio	0.15%
Fund Assets (millions)	1,931.55
Share Class Inception Date	11/13/2000
Manager Tenure	18

Sector Allocation as of 07/31/2009

BUSINESS SERVICES	9.17%
CONSUMER GOODS	9.07%
CONSUMER SERVICES	8.52%
ENERGY	4.30%
FINANCIAL SERVICES	19.65%
HARDWARE	9.02%
HEALTHCARE	11.15%
INDUSTRIAL MATERIALS	11.53%
MEDIA	2.04%
SOFTWARE	5.51%
TELECOMMUNICATION	4.51%
UTILITIES	4.20%

Top Holdings as of 07/31/2009

CMT MARKET LIQUIDITY RATE	0.74%
BROCADE COMMUNICATIONS SYSTEMS, INC.	0.28%
F5 NETWORKS, INC.	0.27%
GENWORTH FINANCIAL, INC.	0.27%
ON SEMICONDUCTOR CORPORATION	0.26%
MSCI, INC.	0.25%
DENDREON CORPORATION	0.24%
ROVI CORP	0.24%
AGL RESOURCES, INC.	0.23%
UNIVERSAL HEALTH SERVICES B	0.23%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Small Cap Index Fund		Small-Cap Index		Return Difference
	Return	Rank	Return	Rank	
1998	-2.6 %	87	-2.5 %	87	-0.1
1999	23.1	49	21.3	52	1.8
2000	-2.7	42	-3.0	43	0.3
2001	3.1	17	2.5	17	0.6
2002	-20.0	37	-20.5	40	0.5
2003	45.6	11	47.5	9	-1.9
2004	19.9	12	20.0	12	-0.1
2005	7.4	45	7.5	44	-0.1
2006	15.8	30	15.8	30	0.0
2007	1.2	79	1.2	79	0.0
2008	-36.0	30	-36.2	31	0.2
2009 (9 months)	30.9	27	30.8	27	0.1
Trailing 1-Year	-4.0 %	47	-4.2 %	49	0.2
Trailing 3-Year	-2.7	36	-2.9	37	0.2
Trailing 5-Year	3.7	28	3.7	29	0.0
Trailing 10-Year	5.8	26	5.7	26	0.1

LORD ABBETT DEVELOPING GROWTH

RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Lord Abnett Developing Growth Fund	14.3%	75	39.0%	11	-0.7%	28	3.2%	4	6.8%	5
Russell 2000 Growth Index	15.9	51	29.1	33	-6.3	64	-2.6	34	2.9	40

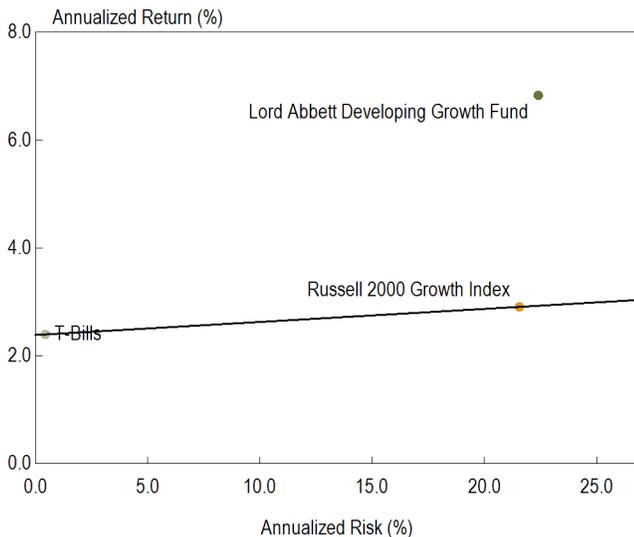
Investment Approach

Management of the Lord Abnett Developing Growth Fund employs a process of fundamental research to identify small cap companies that are entering a period of dramatic growth. Management begins by combining growth, balance sheet, and financial statement factors to identify a promising universe of approximately 400 stocks. Portfolio managers and analysts then undertake fundamental and industry research, including company, customer, and supplier visits, to select businesses with growth and earnings prospects. However, management sets valuation limits on purchase candidates, preferring to buy stocks at low valuations and then hold them throughout several growth stages.

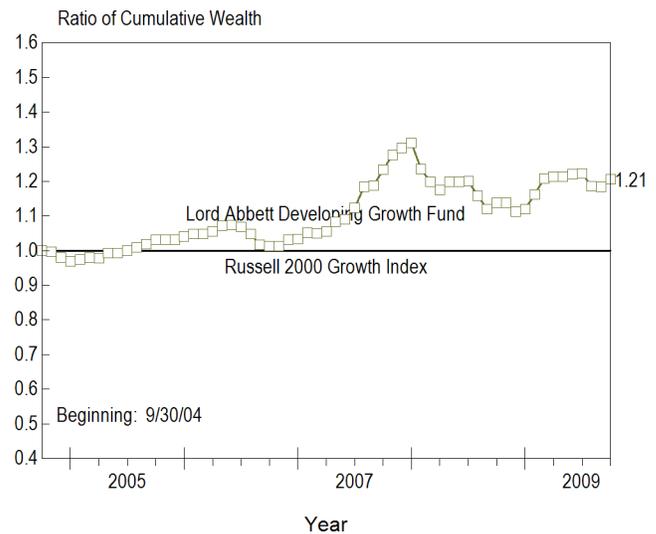
The Fund tends to feature sector diversification, albeit with substantial exposure to growth industries. The portfolio holds approximately 130 micro- and small-cap stocks.

As illustrated in the graphs below and the table above, Lord Abnett Developing Growth Fund has exceeded the return of the Index over the trailing five-year period at a slightly higher level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



LORD ABBETT DEVELOPING GROWTH

Fund Information as of 09/30/2009

Fund Name	Lord Abbett Dev Gro;A
Ticker	LAGWX
Category	Small Growth
Benchmark	Russell 2000 Growth Index
Expense Ratio	1.13%
Fund Assets (millions)	489.72
Share Class Inception Date	10/10/1973
Manager Tenure	6

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	12.23%
CONSUMER GOODS	5.74%
CONSUMER SERVICES	11.10%
ENERGY	2.10%
FINANCIAL SERVICES	8.32%
HARDWARE	18.68%
HEALTHCARE	15.74%
INDUSTRIAL MATERIALS	10.61%
MEDIA	0.98%
SOFTWARE	9.84%
TELECOMMUNICATION	2.63%
UTILITIES	1.73%

Top Holdings as of 09/30/2009

ENERNOC, INC.	1.97%
SILICON LABORATORIES, INC.	1.82%
NETLOGIC MICROSYSTEMS, INC.	1.69%
VISTAPRINT, LTD.	1.66%
CONCUR TECHNOLOGIES, INC.	1.64%
ALEXION PHARMACEUTICALS, INC.	1.62%
MERCADOLIBRE, INC.	1.55%
SUCCESSFACTORS, INC.	1.50%
LULULEMON ATHLETICA, INC	1.48%
LUMBER LIQUIDATORS, INC.	1.45%

HISTORICAL RETURNS

(BY YEAR)

	Lord Abbett Developing Growth Fund		Russell 2000 Growth Index		Return Difference
	Return	Rank	Return	Rank	
1998	8.3 %	69	1.2 %	82	7.1
1999	38.2	27	43.1	23	-4.9
2000	-17.7	86	-22.4	93	4.7
2001	-7.0	34	-9.2	39	2.2
2002	-29.5	84	-30.3	87	0.8
2003	40.1	21	48.5	8	-8.4
2004	6.0	89	14.3	35	-8.3
2005	11.9	15	4.2	78	7.7
2006	12.4	59	13.3	52	-0.9
2007	35.8	1	7.0	46	28.8
2008	-47.5	92	-38.5	52	-9.0
2009 (9 months)	39.0	11	29.1	33	9.9
Trailing 1-Year	-0.7 %	28	-6.3 %	64	5.6
Trailing 3-Year	3.2	4	-2.6	34	5.8
Trailing 5-Year	6.8	5	2.9	40	3.9
Trailing 10-Year	2.3	54	1.1	67	1.2

HEARTLAND VALUE INSTITUTIONAL

RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Heartland Value Institutional Fund	21.0%	11	39.2%	11	2.1%	17	-3.3%	43	3.0%	39
Russell 2000 Value Index	22.7	6	16.4	86	-12.6	95	-6.6	83	1.8	58

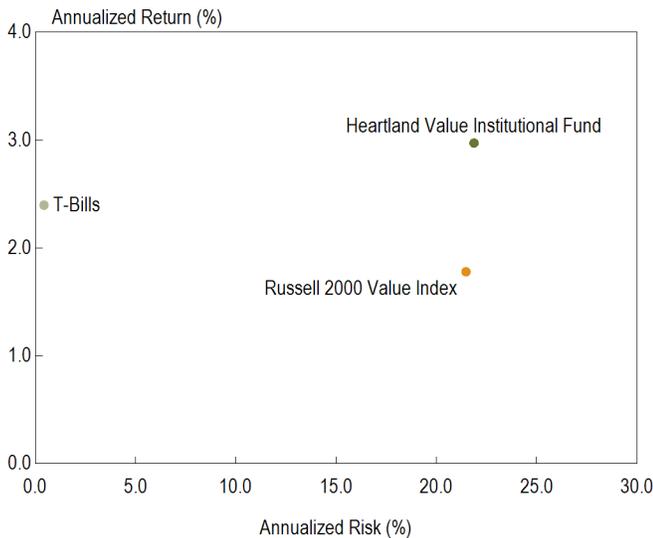
Investment Approach

The Heartland Value Fund seeks long-term capital appreciation through investments in small or micro cap securities selected under disciplined, value-oriented criteria. Management seeks companies whose stock prices do not reflect what Heartland believes to be the companies' intrinsic or potential values. A company's stock may be undervalued because it is under-followed by Wall Street analysts, misunderstood by investors, temporarily oversold or out-of-favor as a result of investor overreaction to unexpected news or an emerging, undiscovered opportunity.

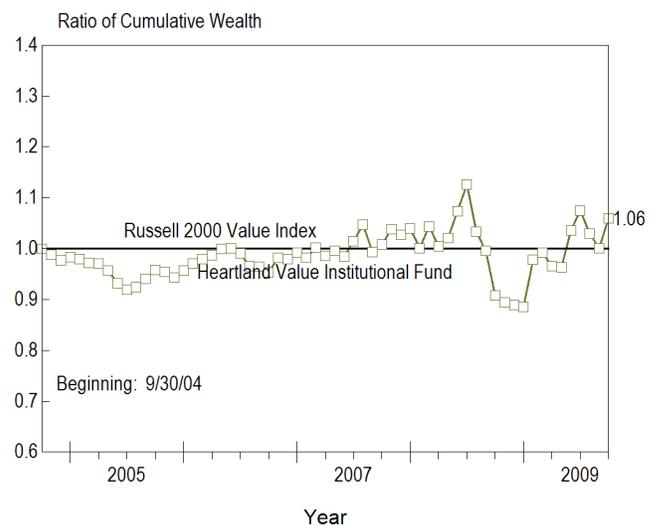
Heartland builds portfolios based on a bottom-up fundamental analysis of individual securities while avoiding over-concentration in a particular industry or industries. Heartland begins its search for investment ideas by performing a weekly computer screening of a universe of over 10,000 securities. The database is screened to find securities that have a market capitalization of \$750 million or less. The firm's analysts, using 10 value-based criteria referred to at Heartland as the "10 Point Grid", extensively research each security considered for purchase.

As illustrated in the graphs below and the table above, Heartland Value Fund has outperformed the Index over the trailing five-year period at a similar level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



Fund Information as of 09/30/2009

Fund Name	Heartland Val Inst
Ticker	HNTVX
Category	Small Value
Benchmark	Russell 2000 Value Index
Expense Ratio	0.99%
Fund Assets (millions)	55.08
Share Class Inception Date	5/1/2008
Manager Tenure	5

Sector Allocation as of 06/30/2009

BUSINESS SERVICES	8.04%
CONSUMER GOODS	12.98%
CONSUMER SERVICES	3.05%
ENERGY	6.96%
FINANCIAL SERVICES	7.54%
HARDWARE	9.19%
HEALTHCARE	22.00%
INDUSTRIAL MATERIALS	17.46%
MEDIA	0.61%
SOFTWARE	4.21%
TELECOMMUNICATION	4.95%
UTILITIES	2.40%

Top Holdings as of 06/30/2009

FORCE PROTECTION, INC.	4.29%
INTERDIGITAL, INC.	3.68%
ANALOGIC CORPORATION	3.52%
ACCURAY, INC.	2.45%
BIOSCRIP, INC.	2.32%
HOLLYSYS AUTOMATION TECHNOLOGIES LTD	2.08%
IAMGOLD CORPORATION	2.03%
ENCORE CAPITAL GROUP, INC.	2.00%
ROSETTA RESOURCES, INC.	1.76%
SWIFT ENERGY COMPANY	1.67%

HISTORICAL RETURNS

(BY YEAR)

	Heartland Value Institutional Fund		Russell 2000 Value Index		Return Difference
	Return	Rank	Return	Rank	
1998	-11.5 %	98	-6.5 %	93	-5.0
1999	25.0	45	-1.5	94	26.5
2000	2.0	33	22.8	6	-20.8
2001	29.5	1	14.0	7	15.5
2002	-11.5	10	-11.4	10	-0.1
2003	70.2	1	46.0	10	24.2
2004	9.1	74	22.2	6	-13.1
2005	2.0	92	4.7	71	-2.7
2006	28.0	1	23.5	3	4.5
2007	-5.5	95	-9.8	99	4.3
2008	-39.4	58	-28.9	8	-10.5
2009 (9 months)	39.2	11	16.4	86	22.8
Trailing 1-Year	2.1 %	17	-12.6 %	95	14.7
Trailing 3-Year	-3.3	43	-6.6	83	3.3
Trailing 5-Year	3.0	39	1.8	58	1.2
Trailing 10-Year	10.6	4	8.1	13	2.5

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RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		3 Years Ending 9/30/09		5 Years Ending 9/30/09	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
EuroPacific Growth Fund	19.6 %	35	34.9 %	23	8.9 %	18	1.4 %	10	10.1 %	6
MSCI All Country World ex-U.S. Index	19.7	33	36.4	20	5.9	33	-1.2	28	8.1	24

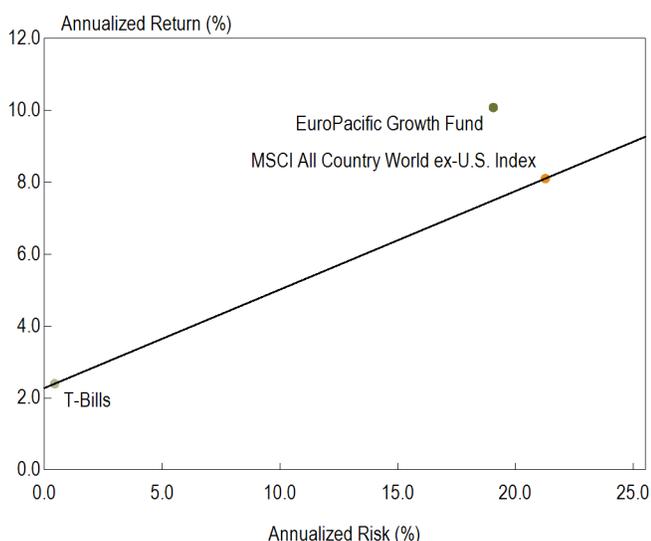
Investment Approach

Capital Research and Management is the sub-advisor for the EuroPacific Growth Fund. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

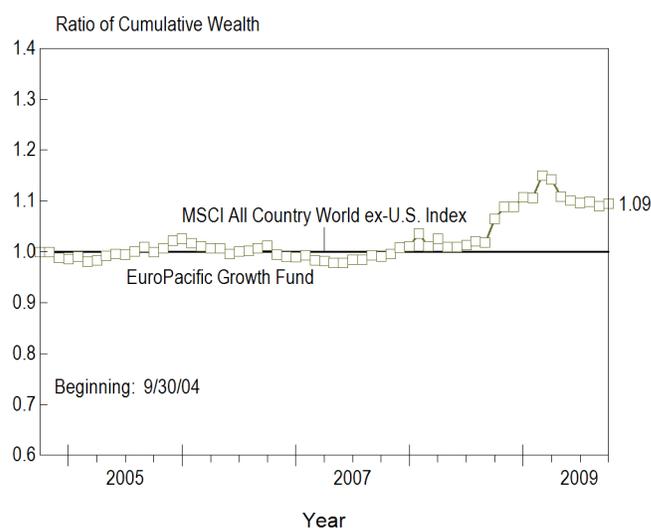
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the fund is to provide long-term growth of capital by investing in a diversified portfolio of international stocks while using a growth-at-a-reasonable price strategy.

As illustrated in the graphs below and the table above, EuroPacific Growth Fund has exceeded the return of the Index over the trailing five-year period at a lower level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/09



EUROPACIFIC GROWTH

Fund Information as of 09/30/2009

Fund Name	EuroPacific Growth Fund
Ticker	RERFX
Category	Foreign Large Blend
Benchmark	MSCI All Country World ex-U.S. Index
Expense Ratio	0.54%
Fund Assets (millions)	16,413.64
Share Class Inception Date	5/15/2002
Manager Tenure	8

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	1.38%
CONSUMER GOODS	15.92%
CONSUMER SERVICES	4.83%
ENERGY	8.68%
FINANCIAL SERVICES	19.77%
HARDWARE	3.68%
HEALTHCARE	11.76%
INDUSTRIAL MATERIALS	10.88%
MEDIA	1.11%
SOFTWARE	1.53%
TELECOMMUNICATION	9.54%
UTILITIES	3.23%

Top Holdings as of 09/30/2009

BAYER AG	2.64%
AMERICA MOVIL S.A.B. DE C.V. ADR L	2.25%
ANHEUSER-BUSCH INBEV SA	2.05%
ROCHE HOLDING AG	1.92%
BANCO SANTANDER SA	1.89%
NOVARTIS	1.85%
TELEFONICA, S.A.	1.72%
GAZPROM OAO (EDR)	1.57%
NOVO NORDISK A/S	1.51%
SAMSUNG ELECTRONICS	1.39%

HISTORICAL RETURNS

(BY YEAR)

	EuroPacific Growth Fund		MSCI All Country World ex-U.S. Index		Return Difference
	Return	Rank	Return	Rank	
1998	15.5 %	51	14.1 %	64	1.4
1999	57.0	17	30.6	58	26.4
2000	-17.8	69	-15.3	52	-2.5
2001	-12.2	10	-19.7	44	7.5
2002	-13.4	40	-14.9	50	1.5
2003	33.2	68	40.8	22	-7.6
2004	20.0	35	20.9	28	-0.9
2005	21.4	15	16.6	39	4.8
2006	22.2	79	26.7	45	-4.5
2007	19.2	12	16.7	25	2.5
2008	-40.4	21	-45.5	60	5.1
2009 (9 months)	34.9	23	36.4	20	-1.5
Trailing 1-Year	8.9 %	18	5.9 %	33	3.0
Trailing 3-Year	1.4	10	-1.2	28	2.6
Trailing 5-Year	10.1	6	8.1	24	2.0
Trailing 10-Year	6.2	24	4.1	41	2.1

EUROPACIFIC GROWTH

COUNTRY ALLOCATION/RETURNS

3 MONTHS ENDING 9/30/09

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	--	0.2 %	29.0 %
Belgium	0.1 %	0.7	28.7
Czech Republic*	--	0.1	22.6
Denmark	0.2	0.7	18.0
Finland	0.2	0.9	12.8
France	0.2	7.8	26.6
Germany	1.2	5.8	23.2
Greece	--	0.5	32.8
Hungary*	--	0.1	42.0
Ireland	0.7	0.2	19.2
Italy	0.2	2.7	27.0
Netherlands	0.2	1.8	31.2
Norway	--	0.5	26.5
Poland*	--	0.2	33.8
Portugal	--	0.2	20.2
Russia*	0.1	1.3	27.0
Spain	0.3	3.4	27.3
Sweden	--	1.8	25.4
Switzerland	2.8	5.5	22.7
United Kingdom	1.6	14.9	18.5
Asia/Pacific			
Australia	0.4 %	5.9 %	33.1 %
China*	0.4	3.7	7.8
Hong Kong	0.1	1.7	14.4
India*	0.2	1.6	19.6
Indonesia*	--	0.4	37.8
Japan	0.7	15.4	6.5
Korea*	0.2	2.9	34.5
Malaysia*	--	0.6	14.8
New Zealand	--	0.1	25.5
Philippines*	--	0.1	14.9
Singapore	--	1.0	19.4
Taiwan, China*	0.2	2.5	22.5
Thailand*	--	0.3	19.9
Americas			
Brazil*	1.1 %	3.3 %	27.4 %
Canada	4.1	7.2	18.3
Chile*	--	0.3	5.6
Colombia*	--	0.2	35.9
Mexico*	0.5	0.9	18.1
Peru*	--	0.1	44.0
United States	72.9	--	--
Other			
Egypt*	--	0.1 %	22.6 %
Israel*	0.9 %	0.6	10.3
Morocco*	--	0.1	-6.7
Other Countries*	0.1	--	--
South Africa*	--	1.5	14.4
Turkey*	--	0.3	32.4
Cash			
Cash	10.4 %	--	--
Total	100.0 %	100.0 %	19.7 %
Developed	85.9	78.8	
Emerging*	3.7	21.2	
Cash	10.4	--	

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

RETURN SUMMARY ENDING 9/30/09

	Third Quarter		Year-To-Date		1 Year Ending 9/30/09		Since Inception		Inception Date
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	
Vanguard FTSE All World ex-U.S. Index	19.9 %	30	34.7 %	23	5.2 %	34	-6.3 %	19	3/31/07
FTSE All World ex-U.S. Index	20.0	29	38.2	18	7.4	27	-5.8	17	

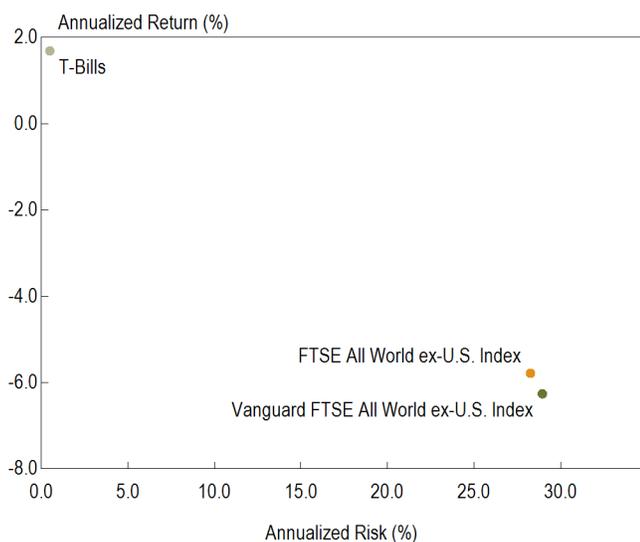
Investment Strategy

The Vanguard FTSE All World ex-U.S. Index Fund is designed to track the investment performance of the FTSE All World ex-U.S. Index which is comprised of approximately 47 developed and emerging countries, excluding the U.S., while including Canada.

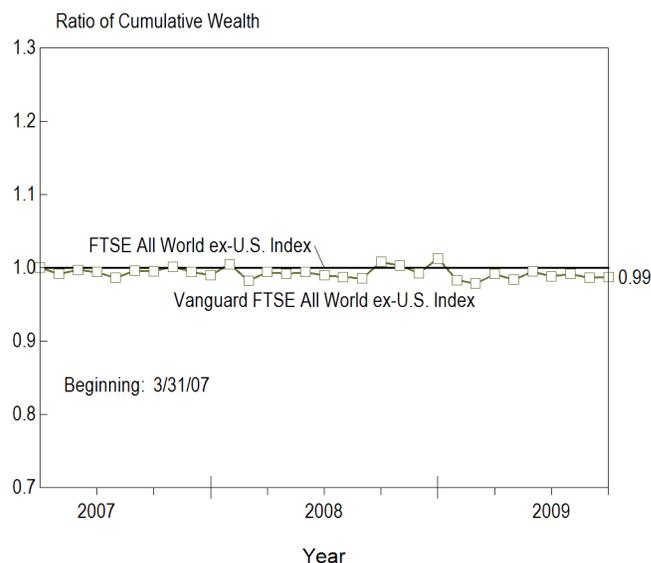
The Fund's year-to-date return has trailed the return of the Index. The discrepancy is due to the effects of fair value pricing which is employed by Vanguard. During the trailing one-year period, the Fund has lagged the Index also as a result of fair value pricing. Since the Fund's inception in March 2007, it has trailed the Index by 50 basis points.

As illustrated in the graphs below and the table above, FTSE All World ex-U.S. Index Fund has underperformed the return of the Index since its inception at a modestly higher risk level.

**ANNUALIZED RISK RETURN
2 YEARS 6 MONTHS ENDING 9/30/09**



**RATIO OF CUMULATIVE WEALTH
2 YEARS 6 MONTHS ENDING 9/30/09**



VANGUARD FTSE ALL WORLD EX-U.S. INDEX

Fund Information as of 09/30/2009

Fund Name	Vanguard FTSE AWIdxUS It
Ticker	VFWSX
Category	Foreign Large Blend
Benchmark	FTSE All World ex-U.S. Index
Expense Ratio	0.15%
Fund Assets (millions)	1,474.36
Share Class Inception Date	4/30/2007
Manager Tenure	3

Sector Allocation as of 06/30/2009

BUSINESS SERVICES	3.21%
CONSUMER GOODS	14.27%
CONSUMER SERVICES	4.19%
ENERGY	10.63%
FINANCIAL SERVICES	23.97%
HARDWARE	2.40%
HEALTHCARE	6.16%
INDUSTRIAL MATERIALS	16.56%
MEDIA	1.36%
SOFTWARE	0.82%
TELECOMMUNICATION	8.06%
UTILITIES	4.69%

Top Holdings as of 06/30/2009

BP PLC	1.22%
HSBC HOLDINGS PLC	1.18%
NESTLE	1.18%
TOTAL SA	1.05%
TELEFONICA, S.A.	0.85%
VODAFONE GROUP PLC	0.84%
BANCO SANTANDER SA	0.81%
TOYOTA MOTOR CORPORATION	0.80%
ROCHE HOLDING AG	0.79%
GLAXOSMITHKLINE PLC	0.76%

HISTORICAL RETURNS

(BY Years)

	Vanguard FTSE All World ex-U.S. Index		FTSE All World ex-U.S. Index	
	Return	Rank	Return	Rank
2007 (9 months)	12.7 %	22	13.9 %	15
2008	-44.0	48	-45.3	59
2009 (9 months)	34.7	23	38.2	18
Trailing 1-Year	5.2 %	34	7.4 %	27
Since Inception (3/31/07)	-6.3	19	-5.8	17

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RETURNS OF THE MAJOR CAPITAL MARKETS

	Third Quarter	Annualized Periods Ending 9/30/09				
		1-Year	3-Year	5-Year	10-Year	15-Year
Domestic Stock Indices:						
Dow Jones US Total Stock Index	16.3%	-6.2%	-4.8%	1.8%	0.9%	7.7%
S&P 500 Index	15.6	-6.9	-5.4	1.0	-0.2	7.6
Russell 3000 Index	16.3	-6.4	-5.1	1.6	0.7	7.7
Russell 1000 Value Index	18.2	-10.6	-7.9	0.9	2.6	8.5
Russell 1000 Growth Index	14.0	-1.9	-2.5	1.9	-2.6	6.4
Russell MidCap Value Index	23.6	-7.1	-5.7	3.5	7.4	10.3
Russell MidCap Growth Index	17.6	-0.4	-3.1	3.8	2.2	7.6
Russell 2000 Value Index	22.7	-12.6	-6.6	1.8	8.1	9.4
Russell 2000 Growth Index	15.9	-6.3	-2.6	2.9	1.1	4.7
Domestic Bond Indices:						
Barclays Capital Aggregate Index	3.7%	10.6%	6.4%	5.1%	6.3%	6.8%
Barclays Capital Govt/Credit Index	4.2	11.5	6.2	4.9	6.3	6.8
Barclays Capital Long Govt/Credit Index	8.5	18.4	6.9	6.0	7.8	8.4
Barclays Capital 1-3 Year Govt/Credit Index	1.4	6.2	5.4	4.3	4.9	5.4
Barclays Capital U.S. MBS Index	2.3	9.9	7.4	5.9	6.4	7.0
Barclays Capital High Yield Index	14.2	22.3	5.3	6.1	6.2	7.1
Barclays Capital Universal Index	4.5	10.9	6.1	5.2	6.4	6.9
Real Estate Indices:						
NCREIF Property Index	-3.3%	-22.1%	-1.3%	6.2%	7.8%	9.1%
NCREIF ODCE Index	-7.5	-35.7	-8.3	1.2	4.8	6.8
Dow Jones Real Estate Securities Index	35.9	-29.5	-13.9	1.1	9.5	9.1
FTSE NAREIT US Real Estate Index	33.3	-28.4	-12.4	1.4	9.5	9.1
Foreign/Global Stock Indices:						
MSCI All Country World Index	17.9%	-0.1%	-3.2%	4.6%	1.6%	5.8%
MSCI All Country World IMI	18.4	0.9	-3.4	4.6	2.1	5.6
MSCI All Country World ex-U.S. Index	19.7	5.9	-1.2	8.1	4.1	5.3
MSCI All Country World ex-U.S. IMI	20.1	7.3	-1.1	8.3	4.1	4.9
MSCI All Country World ex-U.S. Small Cap Index	22.9	20.1	-0.4	9.7	6.7	4.7
MSCI EAFE Index	19.5	3.2	-3.6	6.1	2.6	4.7
MSCI EAFE IMI	19.8	4.5	-3.5	6.3	2.5	4.5
MSCI EAFE Index (in local currency)	14.8	-1.7	-7.2	3.7	0.4	4.0
MSCI Emerging Markets IMI	21.2	21.5	8.4	17.6	11.0	4.0
Foreign Bond Indices:						
Citigroup World Gov't Bond Index	7.3%	16.1%	10.2%	7.1%	6.7%	6.6%
Citigroup Hedged World Gov't Bond Index	2.0	7.9	5.3	5.2	5.5	7.3
Cash Equivalents:						
Treasury Bills (30-Day)	0.0%	0.2%	2.1%	2.4%	2.5%	3.3%
EnnisKnupp STIF Index	0.1	0.9	3.3	3.5	3.4	4.1
Inflation Index:						
Consumer Price Index	0.1%	-1.3%	2.1%	2.6%	2.5%	2.5%

APPENDIX II

Benchmark Descriptions

iMoney Net Money Fund Average - An index made up of the entire universe of taxable money market mutual funds. The index currently represents 1,228 funds, or approximately 99 percent of all money fund assets.

Custom Benchmark (Personal Strategy Balanced) - A mix of 51% Dow Jones U.S. Total Stock Market Index, 30% Barclays Capital Aggregate Bond Index, 10% 90-Day Treasury Bills, and 9% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Growth) - A mix of 65% Dow Jones U.S. Total Stock Market Index, 20% Barclays Capital Aggregate Bond Index and 12% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Income) - A mix of 34% Dow Jones U.S. Total Stock Market Index, 40% Barclays Capital Aggregate Bond Index, 20% 90-Day Treasury Bills, and 6% MSCI EAFE Index.

Performance Benchmark (Vanguard Total Stock Market Index) - Dow Jones U.S. Total Stock Market Index until 4/30/2005, the MSCI U.S. Broad Market Index going forward.

Performance Benchmark (Vanguard Small Cap Index) - Russell 2000 Index until 6/30/2003, the MSCI U.S. 1750 Small Cap Index going forward.

EnnisKnupp GIC Index - This benchmark index is an average of the 2-, 3-, 4- and 5-year GICs as surveyed by T.Rowe Price.

Barclays Capital Aggregate Bond Index - 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.

MSCI All Country World ex-U.S. Free Index - A capitalization-weighted index of stocks representing 48 developed and emerging country stock markets, excluding the U.S. market.

MSCI U.S. 1750 Small Cap Index - An index representing the universe of small capitalization companies in the U.S. equity market. This index targets for inclusion 1,750 companies and represents approximately 12% of the capitalization of the U.S. equity market.

Benchmark Descriptions

S&P 500 Index - A capitalization-weighted index representing stocks chosen by Standard & Poor's, Inc. for their size, liquidity, stability and industry group representation. The companies in the S&P 500 Index are generally among the largest in their industries. Currently the Index comprises industrial, utility, financial and transportation stocks.

FTSE All World ex-U.S. Index - An index of stocks representing approximately 47 developed and emerging countries, excluding the U.S. while including Canada.

Russell 1000 Index - A capitalization-weighted index of the 1,000 largest publicly traded U.S. stocks by capitalization.

Russell 1000 Value Index - An Index that measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower I/B/E/S growth forecasts.

Russell 1000 Growth Index - An Index that measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher I/B/E/S growth forecasts.

Russell Mid Cap Index - A capitalization-weighted index consisting of the smallest 800 companies in the Russell 1000 Index. The Russell 1000 Index represents the 1,000 largest publicly traded stocks by capitalization.

Russell 2500 Index - A capitalization-weighted, small-cap stock index representing the performance of 2,500 domestic stocks. This Index represents approximately 22% of the domestic market. Its median market capitalization is approximately \$786 million.

Russell 2000 Index - A capitalization-weighted index of the smallest 2,000 stocks in the Russell 3000 Index. The Index excludes the largest- and smallest-capitalization issues in the domestic stock market.

Russell 2000 Value Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with lower price-to-book ratios and lower I/B/E/S earnings growth forecasts.

Russell 2000 Growth Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with higher price-to-book ratios and higher I/B/E/S earnings growth forecasts.

Dow Jones U.S. Total Stock Market Index - A capitalization-weighted stock index representing all domestic common stocks traded regularly on the organized exchanges. The Index is the broadest measure of the aggregate domestic stock market.

APPENDIX II

Universe Descriptions

U.S. Equity Ranks - A broad Morningstar universe of 2,067 U.S. stock mutual funds.

Fixed Income Ranks - A Morningstar universe of 625 fixed income mutual funds.

Non-U.S. Equity Ranks - A non-U.S. equity universe calculated by BNY Mellon Performance & Risk Analytics. The universe includes 97 non-U.S. stock managers with an aggregate market value of \$237.2 billion.



**Performance Report
Fourth Quarter 2009**

Milwaukee County Deferred
Compensation Plan

CONTENTS

- 1 Investment Highlights
- 2 Fund Monitoring System
- 3 Market Environment
- 4 Fixed Income Funds
- 5 Balanced Funds
- 6 U.S. Stock Funds
- 7 Non-U.S. Stock Funds
- 8 Appendices

All rates of return presented in this report for time periods greater than one year are annualized. Mutual fund rates of return are provided by Morningstar. Rates of return for the North Shore Savings Fund and the Stable Value Fund are provided by the investment manager. All rates of return contained in this report are net of investment management fees. Percentages in some exhibits may not add to 100% because of rounding.

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INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
North Shore Savings Fund	0.1 %	0.8 %	2.2 %	2.6 %
iMoney Net Money Fund Average	0.1	0.3	2.3	2.5
Stable Value Fund	1.1	4.7	4.8	4.7
EnnisKnupp GIC Index	1.0	4.5	4.6	4.3
PIMCO Total Return Institutional Fund	1.0	13.8	9.2	6.8
Barclays Capital Aggregate Bond Index	0.2	5.9	6.0	5.0

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
TRP PS Income	3.1 %	25.5 %	2.3 %	4.3 %
Custom Benchmark	2.2	14.0	1.0	3.4
TRP PS Balanced	4.1	32.6	0.3	3.8
Custom Benchmark	3.2	19.3	-0.8	2.9
TRP PS Growth	4.9	37.5	-2.5	2.6
Custom Benchmark	4.3	24.5	-2.8	2.3

Benchmark descriptions can be found in the Appendix.

INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 12/31/09

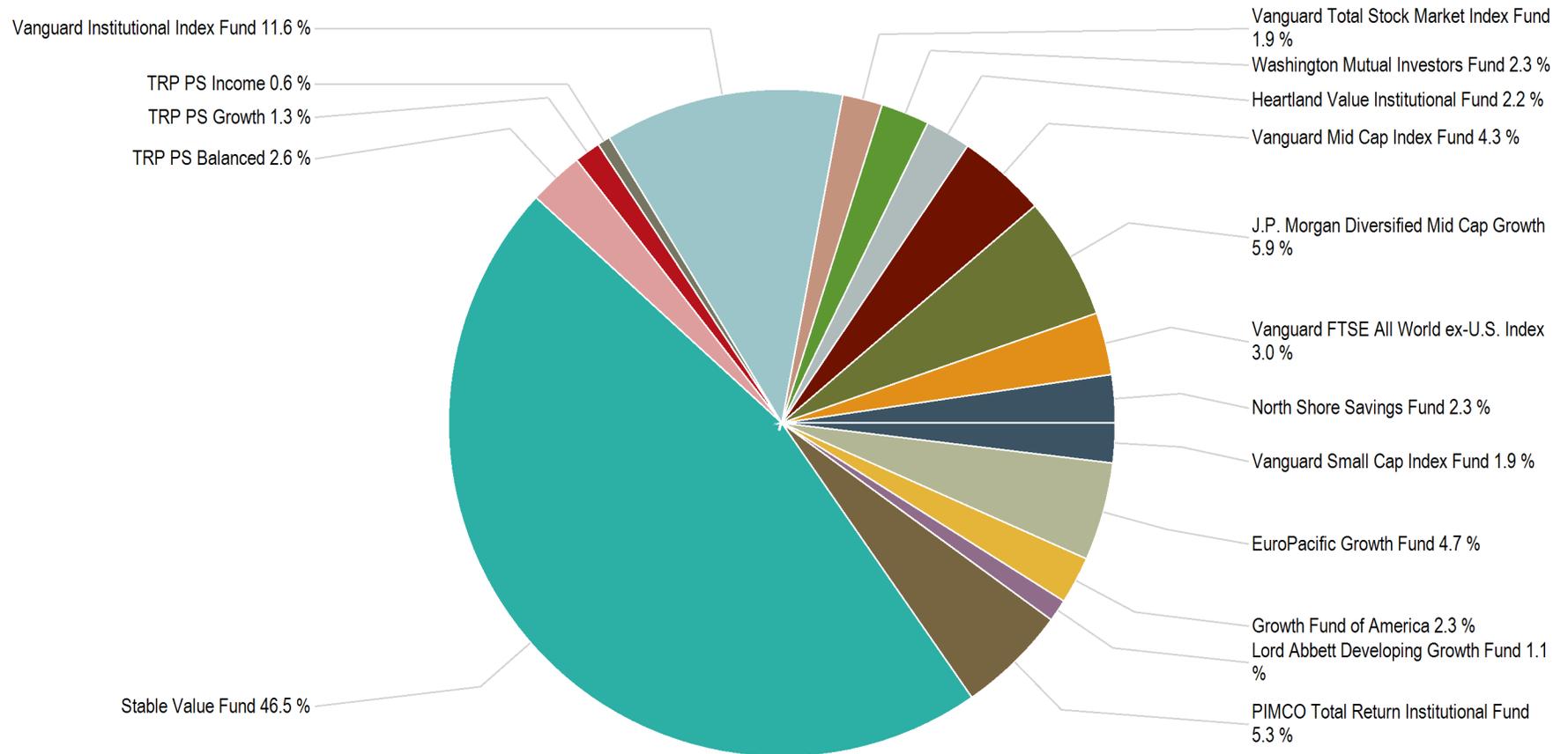
	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Washington Mutual Investors Fund	7.5 %	19.0 %	-6.1 %	0.2 %
Russell 1000 Value Index	4.2	19.7	-9.0	-0.3
Vanguard Institutional Index Fund	6.1	26.6	-5.6	0.5
S&P 500 Index	6.0	26.5	-5.6	0.4
Growth Fund of America	5.9	34.9	-2.8	3.2
Russell 1000 Growth Index	7.9	37.2	-1.9	1.6
Vanguard Total Stock Market Index Fund	5.9	28.8	-5.0	1.0
Performance Benchmark	5.9	28.8	-5.1	1.0
J.P. Morgan Diversified Mid Cap Growth	7.6	42.9	-2.2	2.8
Russell Mid Cap Growth Index	6.7	46.3	-3.2	2.4
Vanguard Mid Cap Index Fund	6.6	40.5	-4.6	2.4
MSCI U.S. Mid Cap 450 Index	6.6	40.5	-4.6	2.4
Vanguard Small Cap Index Fund	4.1	36.3	-4.1	1.9
Small-Cap Index	4.1	36.1	-4.2	1.8
Lord Abbett Developing Growth Fund	5.8	47.0	1.6	5.7
Russell 2000 Growth Index	4.1	34.5	-4.0	0.9
Heartland Value Institutional Fund	4.1	44.9	-6.0	1.6
Russell 2000 Value Index	3.6	20.6	-8.2	0.0

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
EuroPacific Growth Fund	3.5 %	39.5 %	-0.3 %	8.0 %
MSCI All Country World ex-U.S. Index	3.7	41.4	-3.5	5.8
Vanguard FTSE All World ex-U.S. Index	3.2	39.0	--	--
FTSE All World ex-U.S. Index	3.7	43.3	--	--

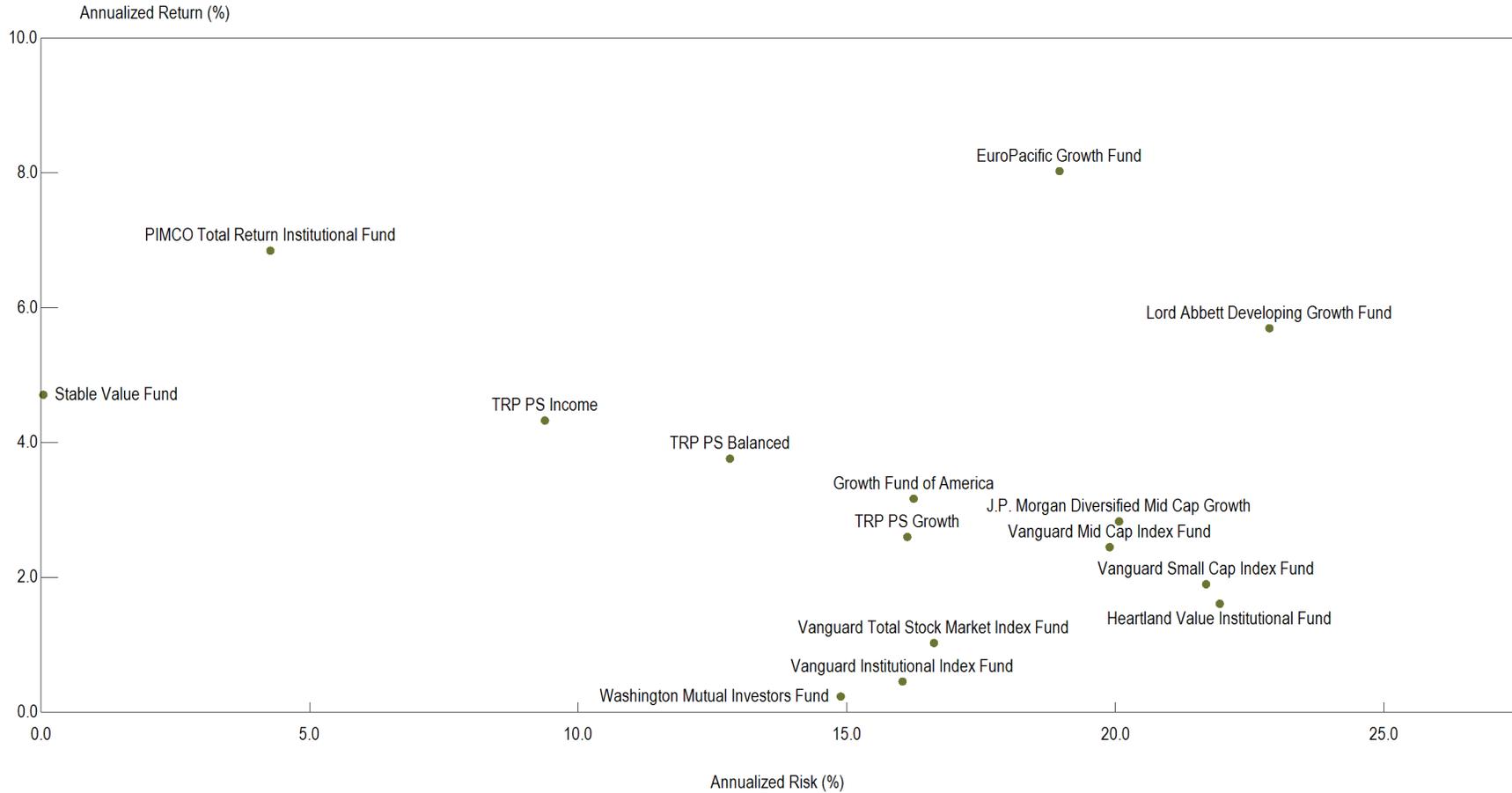
Benchmark descriptions can be found in the Appendix.

ASSET ALLOCATION
ACTUAL AS OF 12/31/09



INVESTMENT HIGHLIGHTS

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



Cash Flow Summary

Quarter Ending December 31, 2009

	Beginning Market Value	Withdrawals	Contributions	Net Cash Flow	Net Investment Change	Ending Market Value
EuroPacific Growth Fund	\$10,159,438	-\$674,894	\$763,224	\$88,330	\$350,858	\$10,598,626
Growth Fund of America	\$4,818,500	-\$219,867	\$227,081	\$7,214	\$286,196	\$5,111,910
Heartland Value Institutional Fund	\$4,718,232	-\$304,138	\$295,286	-\$8,851	\$186,463	\$4,895,844
J.P. Morgan Diversified Mid Cap Growth	\$12,742,003	-\$703,438	\$267,557	-\$435,881	\$942,593	\$13,248,715
Lord Abbett Developing Growth Fund	\$2,265,731	-\$179,008	\$187,773	\$8,765	\$128,845	\$2,403,341
North Shore Savings Fund	\$5,536,417	-\$511,111	\$161,814	-\$349,297	\$7,471	\$5,194,591
PIMCO Total Return Institutional Fund	\$10,692,124	-\$421,918	\$1,499,159	\$1,077,241	\$104,396	\$11,873,761
Stable Value Fund	\$102,218,187	-\$2,709,942	\$3,052,919	\$342,978	\$1,168,818	\$103,729,983
TRP PS Balanced	\$5,713,639	-\$253,053	\$219,318	-\$33,736	\$232,847	\$5,912,750
TRP PS Growth	\$2,676,086	-\$171,808	\$184,789	\$12,981	\$129,882	\$2,818,949
TRP PS Income	\$1,285,232	-\$27,953	\$85,214	\$57,261	\$40,756	\$1,383,249
Vanguard FTSE All World ex-U.S. Index	\$6,224,382	-\$572,414	\$889,985	\$317,570	\$194,761	\$6,736,713
Vanguard Institutional Index Fund	\$26,219,404	-\$2,475,574	\$610,413	-\$1,865,161	\$1,532,489	\$25,886,732
Vanguard Mid Cap Index Fund	\$8,332,542	-\$253,601	\$974,327	\$720,725	\$581,011	\$9,634,278
Vanguard Small Cap Index Fund	\$4,007,863	-\$383,775	\$491,314	\$107,539	\$165,712	\$4,281,114
Vanguard Total Stock Market Index Fund	\$4,073,779	-\$138,316	\$149,410	\$11,094	\$240,076	\$4,324,949
Washington Mutual Investors Fund	\$4,224,250	-\$193,860	\$876,496	\$682,636	\$336,442	\$5,243,328
Total	\$215,907,809	-\$10,194,671	\$10,936,078	\$741,407	\$6,629,617	\$223,278,833

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Factor	Rationale	Measurement
1. Short -Term Performance Concerns	Short term performance should never be the sole factor in a manager's assessment; however, short-term performance concerns should be monitored and understood.	Has the fund underperformed in three of the last four quarters?
2. Longer-Term Performance Concerns	Since past performance is not indicative of future performance, performance records must be considered carefully. Longer-term underperformance, and poor results compared to peers, may indicate that more competitive offerings are available.	Has the fund underperformed or fallen below the median fund in an appropriate peer group over the trailing 5 year period?
3. Investment Strategy Concerns	An investment option in a savings plan often serves a unique role; significant divergence from the strategy could indicate the fund is no longer appropriate for the Plan.	Has the fund diverged from its strategy?
4. Portfolio Management Concerns	The portfolio manager (or managers) responsible for the buy and sell decisions of the fund has a key role. Adverse changes could present performance challenges going forward.	Have there been adverse changes to the fund's management?
5. Organizational Concerns	A stable and strong organization is preferred. Adverse changes to the organization could negatively impact the fund's strategy, focus, resources, or management team.	Have there been adverse changes to the organization?

Each fund will be evaluated every quarter within this framework. The monitoring system will have a "generally indicated status" based on the number of affirmative answers to the above questions.

- **Green-Level Status.** No concerns; or only one affirmative response to measurement 1, 2, or 3.
- **Yellow-Level Status.** An investment fund receives a Yellow designation with two or three affirmative responses or if there is an affirmative response to measurement 4 or 5.
- **Red-Level Status.** An investment fund receives a Red designation when it has been on the Yellow status for more than two consecutive quarters or when there are four or more affirmative responses.

FUND MONITORING SYSTEM

If a manager is placed on the Red Level Status, a formal manager review will be conducted by EnnisKnupp. EnnisKnupp will review the concerns regarding the fund and recommend to the Committee whether it should be retained or terminated. If the fund is retained, and remains on red-status, it will be re-reviewed every six months.

Special Circumstances

In the event of a major change in the firm's ownership, performance, or staffing, EnnisKnupp may immediately recommend termination of a manager without placing a fund on a specific "status." Any fund monitoring system should only be used as a tool in a Committee's monitoring activities. The Committee has the right to take action on any fund regardless of its status in the monitoring system.

Applying the Fund Monitoring System to the Plan

The table on the following page has applied the fund monitoring system to the funds in the Milwaukee County Plan. As shown, all the funds except the Vanguard FTSE All World ex-U.S. Index Fund are currently on green status. The Vanguard FTSE All World ex-U.S. Index Fund is on yellow status as a result of underperforming three of the four trailing calendar quarters and underperforming since its inception. (The Vanguard FTSE index fund started in April 2007, therefore performance is based on a since-inception period and not a trailing five-year period.) Underperformance is due to the effects of fair value pricing which is employed by Vanguard. Differences in the Fund's performance and the Index's performance that result from fair value pricing typically wash over several quarters.

FUND MONITORING SYSTEM

Investment Fund Monitoring Summary:

	1.	2.	3.	4.	5.				
	Underperformed in 3 of 4 Trailing Calendar Quarters?	Underperformed Benchmark and/or Falls Below Median over Trailing Five Year Period?*	Diverged from Strategy?	Adverse Change in Portfolio Manager?	Adverse Organizational Change?	4th Quarter 2009 Status	3rd Quarter 2009 Status	2nd Quarter 2009 Status	1st Quarter 2009 Status
North Shore Savings Fund	No	No	No	No	No				
Stable Value Fund	No	No	No	No	No				
PIMCO Total Return Fund	No	No	No	No	No				
TRP PS Income	No	No	No	No	No				
TRP PS Balanced	No	No	No	No	No				
TRP PS Growth	No	No	No	No	No				
Washington Mutual Investors	No	No	No	No	No				
Vanguard Institutional Index	No	No	No	No	No				
Growth Fund of America	No	No	No	No	No				
Vanguard Total Stock Market	No	No	No	No	No				
JP Morgan Diversified Mid Cap Growth	No	No	No	No	No				
Vanguard Mid Cap Index	No	No	No	No	No				
Vanguard Small Cap Index	No	No	No	No	No				
Lord Abbett	No	No	No	No	No				
Heartland Value	No	No	No	No	No				
EuroPacific Growth	Yes	No	No	No	No				
Vanguard FTSE All World ex-U.S.	Yes	Yes*	No	No	No				

*The Vanguard FTSE All World ex-U.S. Fund started in April 2007. Therefore, performance is based on since-inception period.

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MARKET ENVIRONMENT
Fourth Quarter 2009

MARKET ENVIRONMENT

OVERVIEW

MAJOR MARKET RETURNS

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09	10 Years Ending 12/31/09
Dow Jones US Total Stock Index	5.8 %	28.6 %	-5.2 %	1.0 %	-0.2 %
MSCI All Country World ex-U.S. Index	3.7	41.4	-3.5	5.8	2.7
MSCI EAFE Index	2.2	31.8	-6.0	3.5	1.2
MSCI Emerging Markets Index	8.5	78.5	5.1	15.5	9.8
MSCI All Country World Index	4.6	34.6	-4.6	3.1	0.4
Barclays Capital Aggregate Bond Index	0.2	5.9	6.0	5.0	6.3

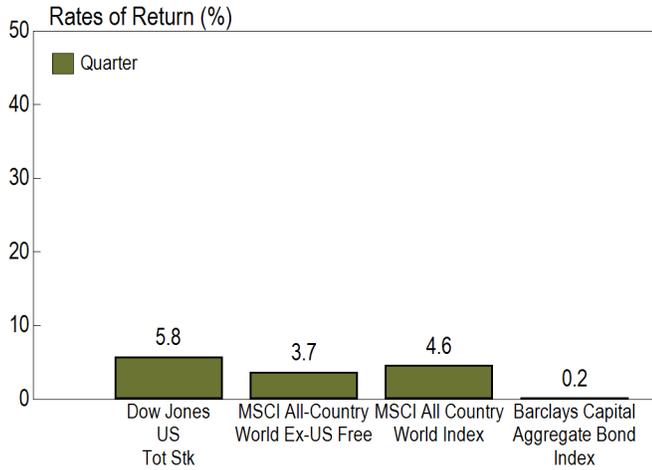
Global capital markets ended the quarter and year up, with all major markets delivering positive, though comparatively modest returns, as economic indicators hinted at stabilization. The Federal Open Markets Committee met twice during the quarter, in November and December, each time maintaining the target federal funds rate at 0.00-0.25%. It also stated that it would complete its purchase of \$1.25 trillion in agency securities and \$175 billion of agency debt by the end of the first quarter of 2010.

The Dow Jones U.S. Total Stock Market Index returned 5.8% for the fourth quarter of 2009, outperforming international equity markets for the first time since the first quarter of 2009. Growth stocks outperformed their value counterparts with the market placing greater emphasis on style than market capitalization. The technology and material sectors yielded the highest returns for both the quarter and trailing one-year period, while financials underperformed during the quarter and telecommunications lagged for the year. Financials returned -1.4% for the quarter and was the only sector to post a negative return during the fourth quarter.

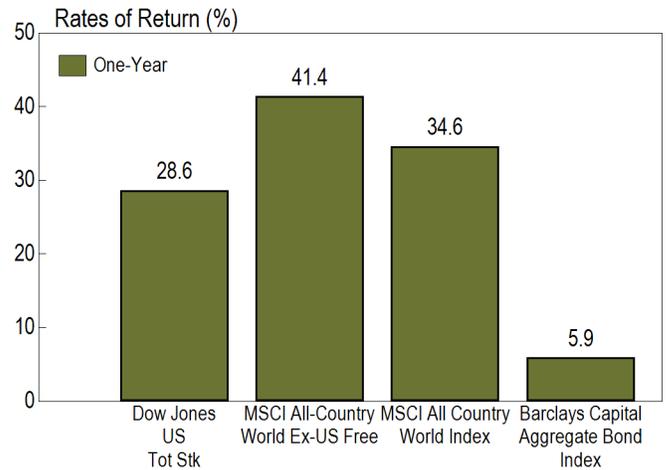
International equity markets underperformed their U.S. counterparts by 2.1 percentage points during the fourth quarter while at the same time significantly outpacing them for the year. In 2009, the MSCI All Country World ex-U.S. Index outperformed the Dow Jones U.S. Total Stock Market Index by 12.8 percentage points. International markets continued to outperform U.S. markets over the trailing one, three, five, and ten-year periods. Emerging markets continued to produce significantly greater returns than developed markets with the Latin America region delivering the highest return for the quarter and one-year period. Japan continued to be the weakest region, yielding a negative return for the quarter and a 6.3% gain for 2009.

The domestic fixed income market, as measured by the Barclays Capital Aggregate Bond Index returned 0.2% for the fourth quarter. High yield bonds continued to outperform all other sectors, returning 6.2% for the quarter and 58.2% for the year. Government securities underperformed the broad bond market amidst concern regarding an increased supply and investors' continued appetite for risk. It remains the only sector with a negative return for the trailing year. Long-term Treasury yields rose during the fourth quarter, leaving the yield curve steeper than it was exactly one year ago.

**MAJOR MARKET RETURNS
FOURTH QUARTER**

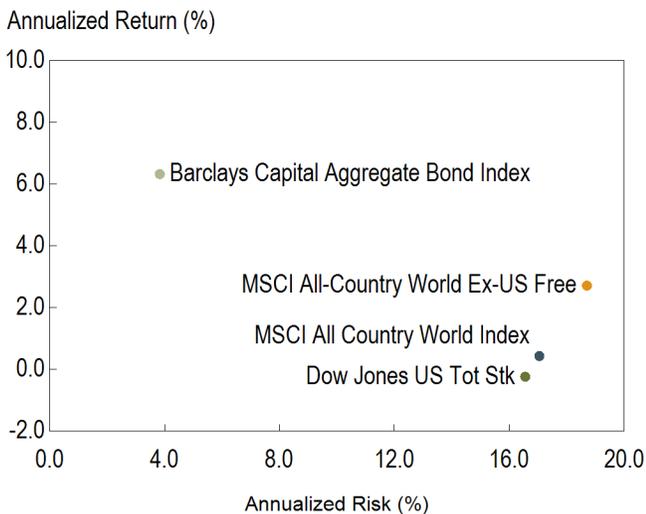


**MAJOR MARKET RETURNS
ONE-YEAR ENDING 12/31/09**

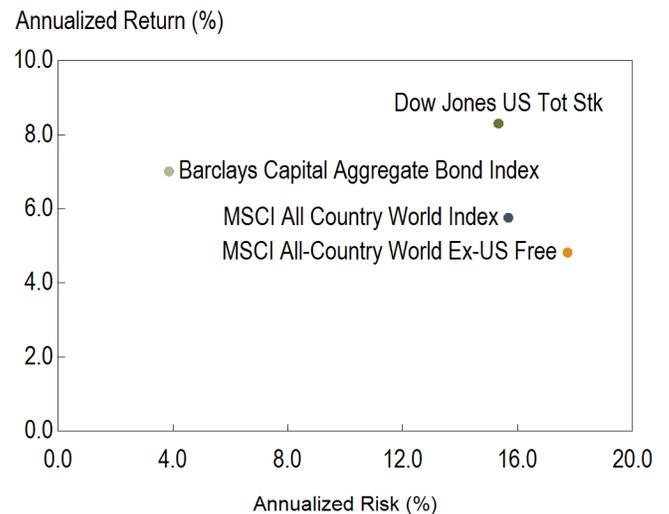


The exhibits above show the performance of the major capital markets during the fourth quarter and one-year periods.

**MARKET RISK/RETURN
10 YEARS ENDING 12/31/09**



**MARKET RISK/RETURN
20 YEARS ENDING 12/31/09**

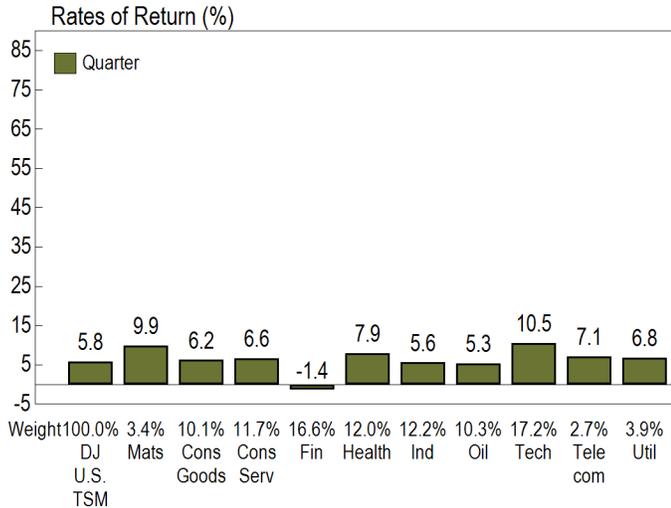


The exhibits above show the historical performance of the major capital markets and the amount of risk (volatility of returns) incurred. Points near the top of the chart represent a greater return and points near the right of the chart indicate greater volatility.

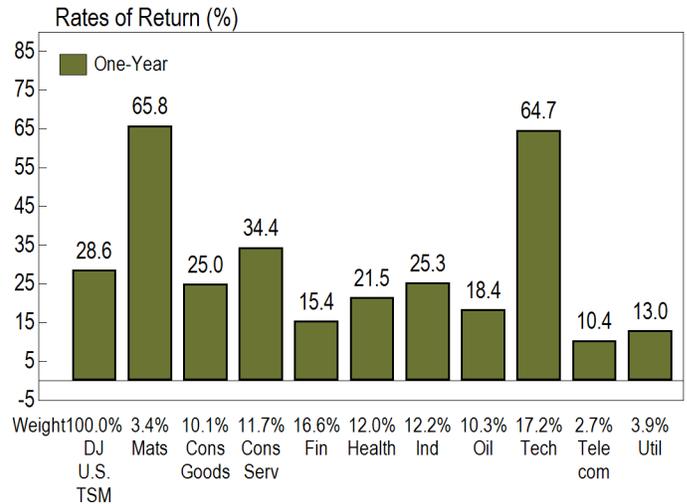
MARKET ENVIRONMENT

U.S. STOCK MARKET

SECTOR RETURNS FOURTH QUARTER



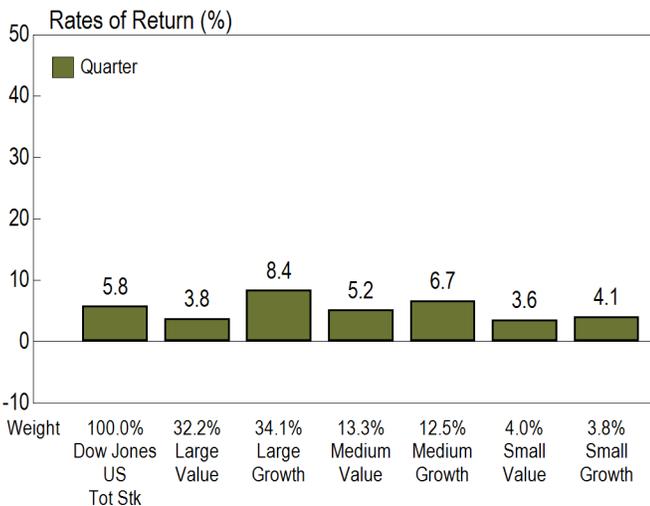
SECTOR RETURNS ONE-YEAR ENDING 12/31/09



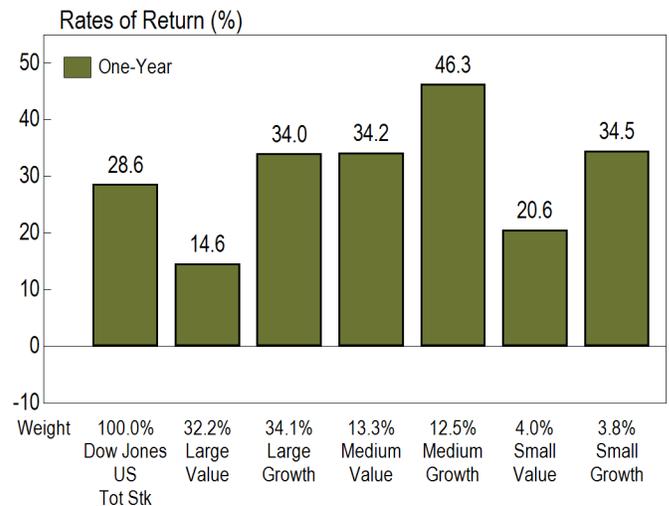
The Dow Jones U.S. Total Stock Market Index is the broadest available measure of the aggregate domestic stock market. It includes all domestic common stocks with readily available price information.

The exhibits above show the performance of the sectors that comprise the Dow Jones U.S. Total Stock Market Index. The percentage below each bar indicates the sector's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

STYLE RETURNS FOURTH QUARTER

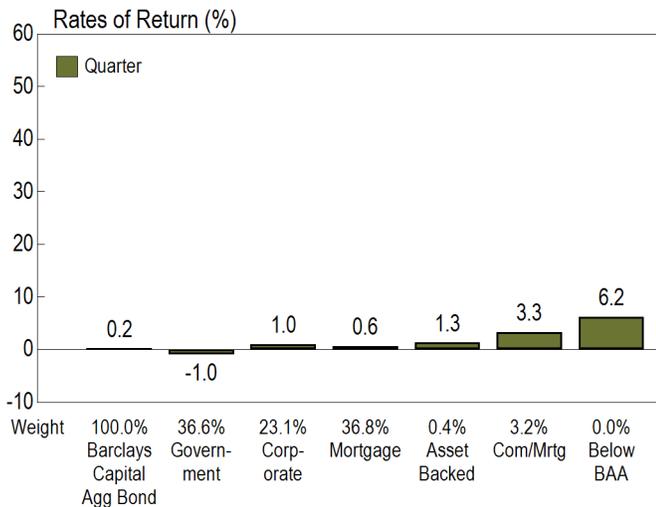


STYLE RETURNS ONE-YEAR ENDING 12/31/09

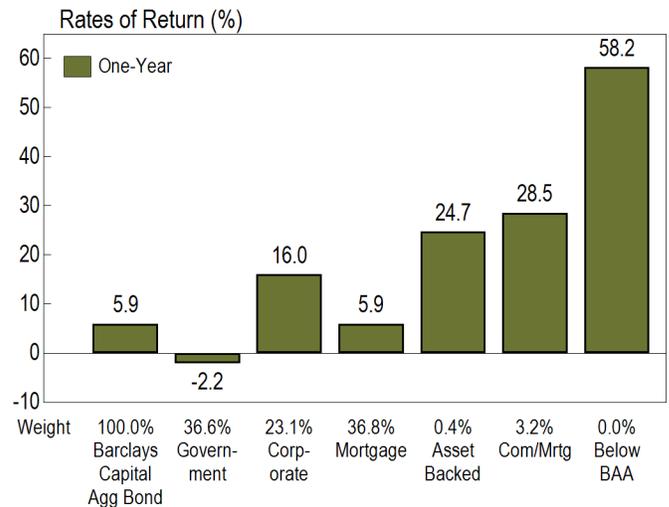


The exhibits above illustrate the performance of stock investment styles according to capitalization (large and small) and style characteristics (value and growth). The percentage below each bar indicates the segment's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

**SECTOR RETURNS
FOURTH QUARTER**



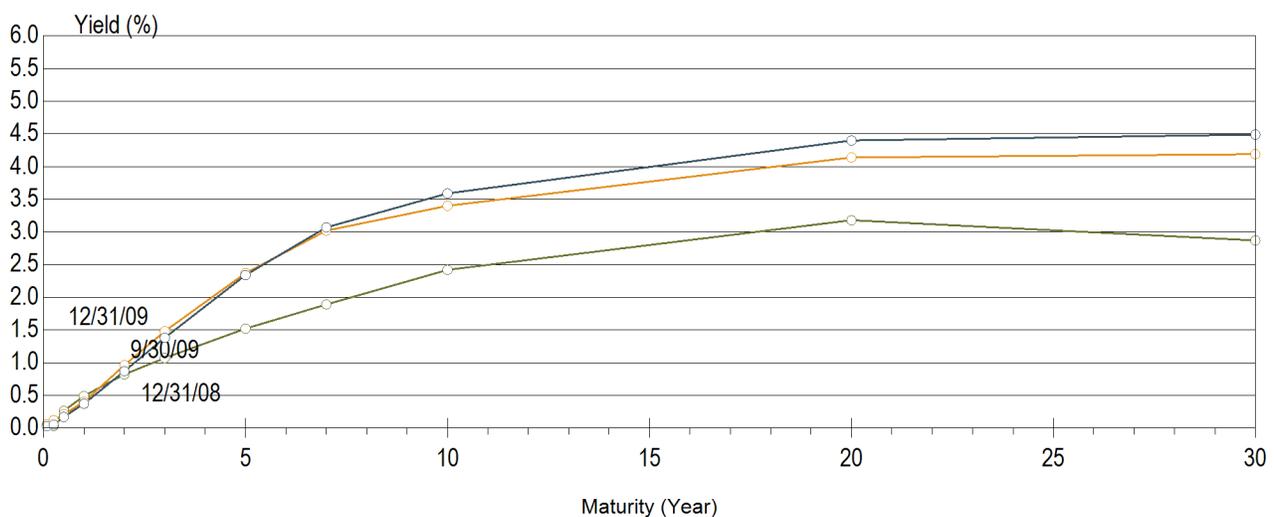
**SECTOR RETURNS
ONE-YEAR ENDING 12/31/09**



The Barclays Capital Aggregate Bond Index is a broad measure of the U.S. investment grade fixed income market. The Index consists of credit, government, and mortgage-backed securities and includes credit card, auto, and home equity loan-backed securities.

The exhibits above show the performance of the sectors that comprise the broad domestic bond market. The percentage below each bar indicates the sector's weight within the Barclays Capital Aggregate Bond Index at quarter-end.

U.S. TREASURY CURVE

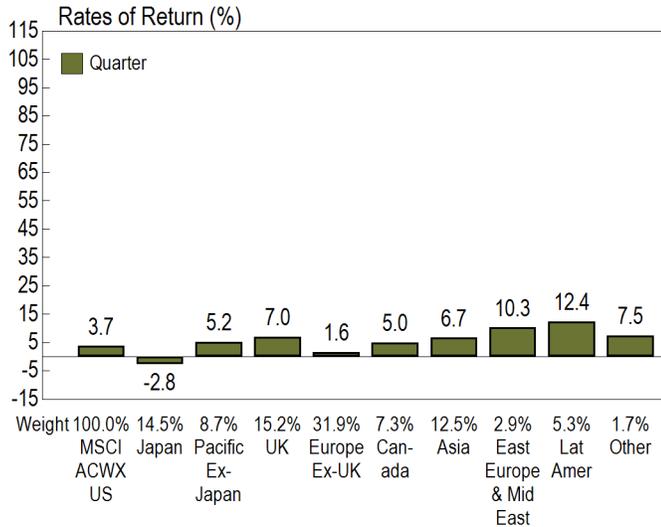


The exhibit above illustrates yields of Treasury securities of various maturities as of December 31, 2008, September 30, 2009, and December 31, 2009.

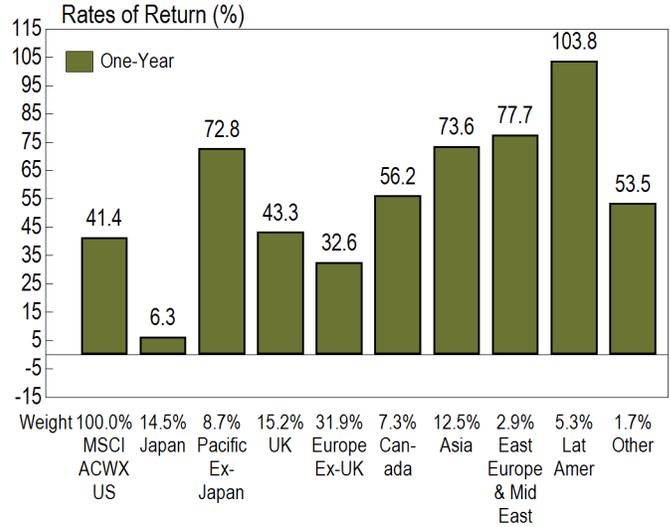
MARKET ENVIRONMENT

NON-U.S. STOCK MARKETS

**NON-U.S. STOCK MARKET RETURNS
FOURTH QUARTER**

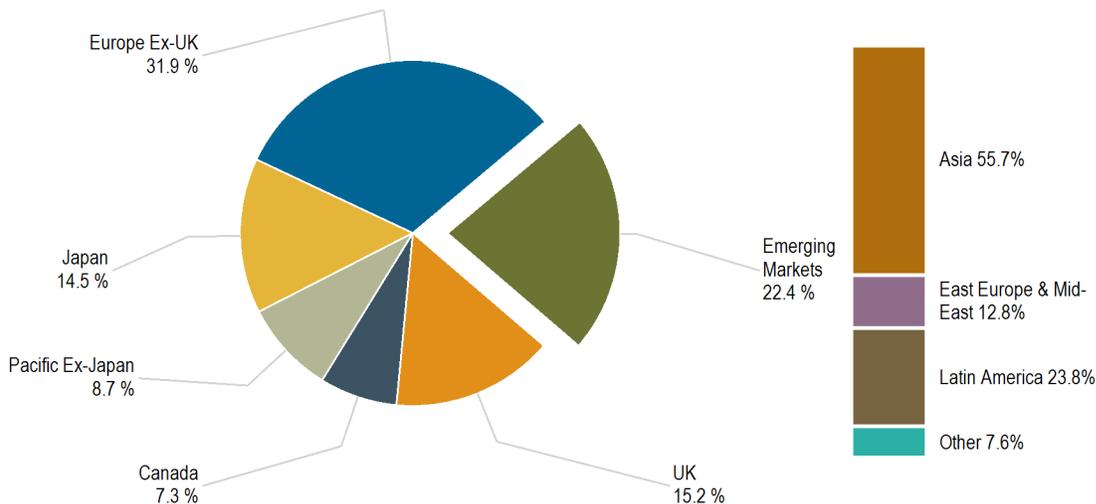


**NON-U.S. STOCK MARKET RETURNS
ONE-YEAR ENDING 12/31/09**



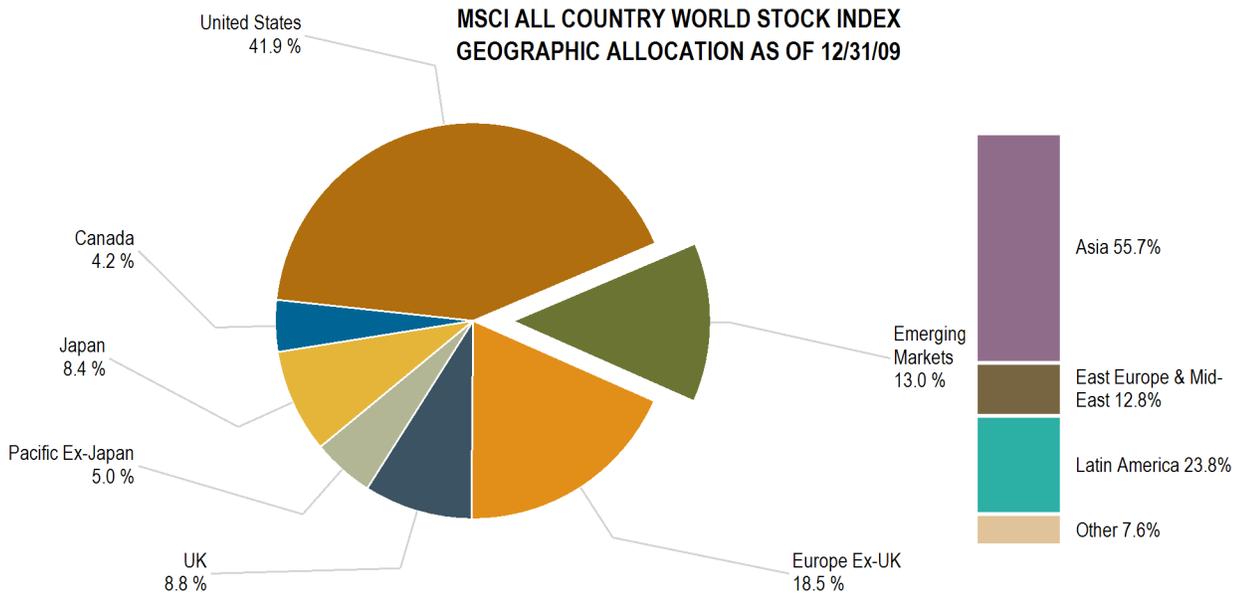
The MSCI All Country World ex-U.S. Index is a capitalization-weighted index of stocks representing 22 developed stock markets and 22 emerging stock markets around the world. The exhibits above show the performance of the regions that comprise the MSCI All Country World ex-U.S. Index at quarter-end.

**MSCI ALL COUNTRY WORLD EX-U.S. STOCK INDEX
GEOGRAPHIC ALLOCATION AS OF 12/31/09**



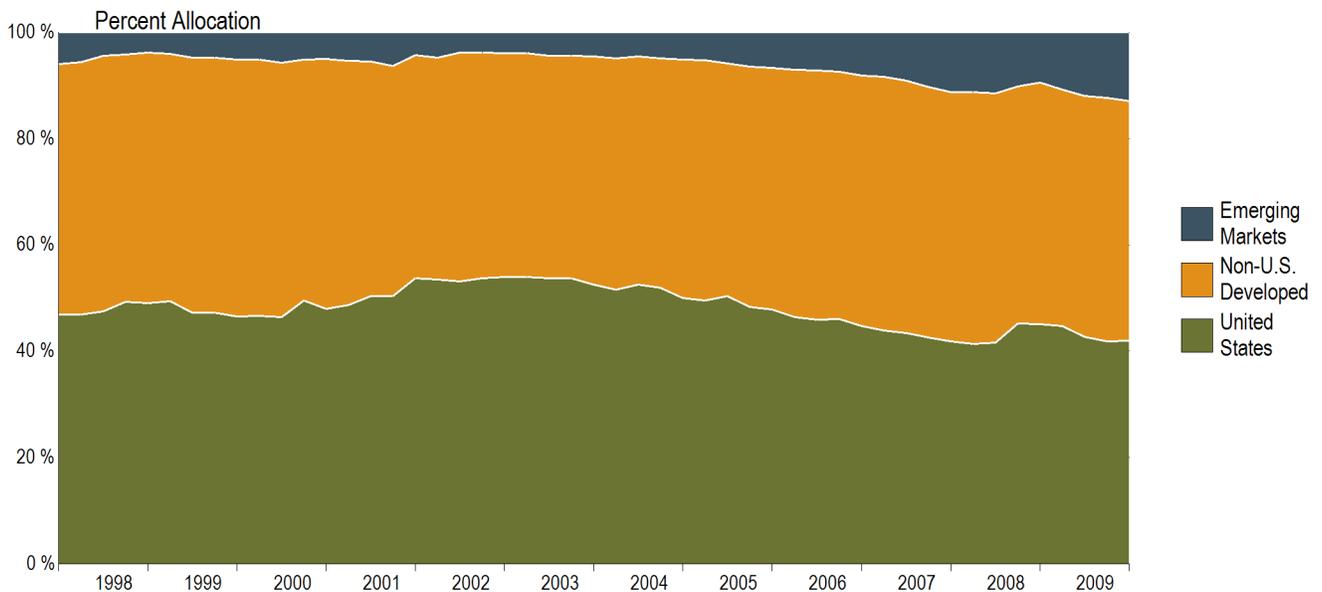
The exhibit above illustrates the percent each region represents of the non-U.S. stock market as measured by the MSCI All Country World ex-U.S. Index.

Note on Other: Includes South Africa, Egypt, and Morocco. Returns expressed are the weighted average returns.



The MSCI All Country World Index is a capitalization-weighted index of stocks representing 23 developed stock markets and 22 emerging stock markets around the world. The graph above shows the allocation to each region at quarter-end. Note on Other: Includes South Africa, Egypt, and Morocco.

ALLOCATION



The graph above shows the changes in the breakdown between the United States, non-U.S. developed markets, and emerging markets in the MSCI All Country World Index over time.

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**RETURN SUMMARY
ENDING 12/31/09**

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
North Shore Savings Fund	0.1 %	0.8 %	2.2 %	2.6 %
iMoney Net Money Fund Average	0.1	0.3	2.3	2.5

Investment Strategy

The objective of the North Shore Savings Fund is to preserve capital and provide current income, while maintaining a high level of liquidity. The Fund is FDIC insured. The Milwaukee County Investment Policy Statement requires that the savings account be with a "well-capitalized" bank, which means the bank has to have a risk-based capital ratio of at least 10%. This ratio takes into account the asset quality and loan-loss reserve coverage. As of 12/31/09 North Shore was "well capitalized".

**HISTORICAL RETURNS
(BY YEAR)**

	North Shore Savings Fund	iMoney Net Money Fund Average	Return Difference
	Return	Return	
1998	5.2%	5.0%	0.2
1999	4.8	4.6	0.2
2000	5.3	5.9	-0.6
2001	4.3	3.7	0.6
2002	1.6	2.1	-0.5
2003	1.4	0.9	0.5
2004	1.3	0.6	0.7
2005	2.8	1.7	1.1
2006	3.7	3.8	-0.1
2007	3.7	4.7	-1.0
2008	2.0	2.0	0.0
2009	0.8	0.3	0.5
Trailing 3-Year	2.2%	2.3%	-0.1
Trailing 5-Year	2.6	2.5	0.1
Trailing 10-Year	2.7	2.6	0.1

STABLE VALUE

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Stable Value Fund	1.1 %	4.7 %	4.8 %	4.7 %
EnnisKnupp GIC Index	1.0	4.5	4.6	4.3

Investment Strategy

The Stable Value Fund managed by Great-West seeks to provide a stable rate of return through current income while preserving capital. The Fund invests solely in fixed income securities rated AAA or those issued by the U.S. government and its agencies. The Fund will allocate assets to sectors that management believes offer increased yield potential.

HISTORICAL RETURNS (BY YEAR)

	Stable Value Fund	EnnisKnupp GIC Index	Return Difference
	Return	Return	
1998	6.3%	6.2%	0.1
1999	6.3	6.0	0.3
2000	6.5	6.4	0.1
2001	6.5	6.2	0.3
2002	5.7	5.1	0.6
2003	4.3	4.1	0.2
2004	4.2	3.9	0.3
2005	4.5	3.7	0.8
2006	4.8	4.1	0.7
2007	4.9	4.6	0.3
2008	4.8	4.7	0.1
2009	4.7	4.5	0.2
Trailing 3-Year	4.8 %	4.6 %	0.2
Trailing 5-Year	4.7	4.3	0.4
Trailing 10-Year	5.1	4.7	0.4

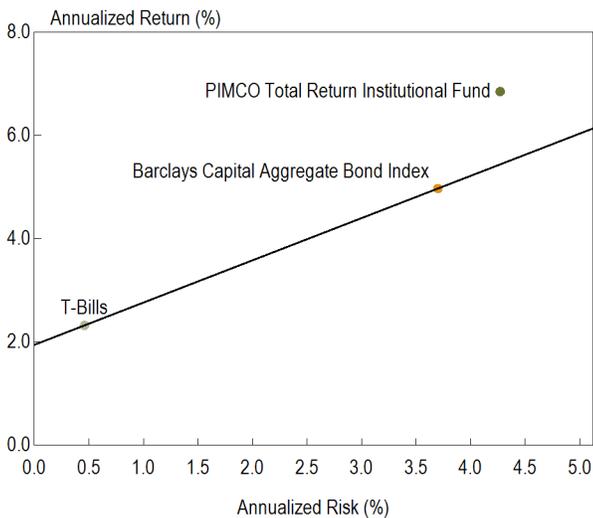
**RETURN SUMMARY
ENDING 12/31/09**

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
PIMCO Total Return Institutional Fund	1.0 %	13.8 %	9.2 %	6.8 %
Barclays Capital Aggregate Bond Index	0.2	5.9	6.0	5.0

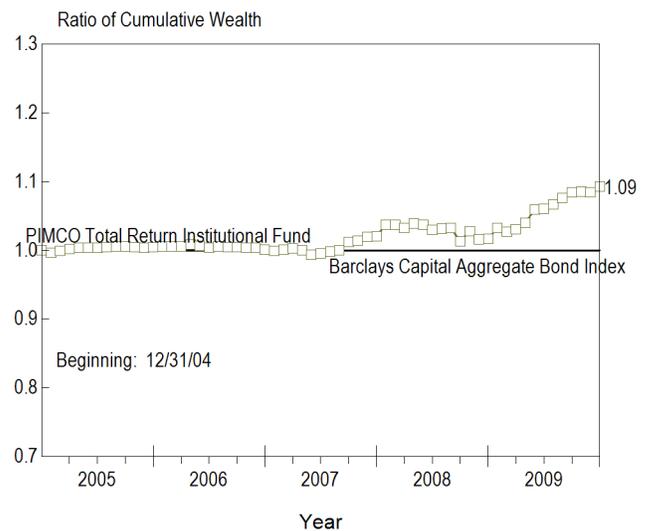
Investment Strategy

The PIMCO Total Return Fund, Institutional Shares, seeks total return consistent with preservation of capital. The Fund's strategy includes active sector rotation and moderate interest-rate anticipation. PIMCO's objective is to outperform the Barclays Capital Aggregate Bond Index without incurring greater risk by utilizing innovative investment techniques or identifying sector and issue buying opportunities. The Fund maintains a duration between 3 and 6 years and can invest up to 10% in issues rated below BBB but no lower than B. The Fund may invest up to 20% of assets in non-dollar bonds.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 12/31/09**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 12/31/09**



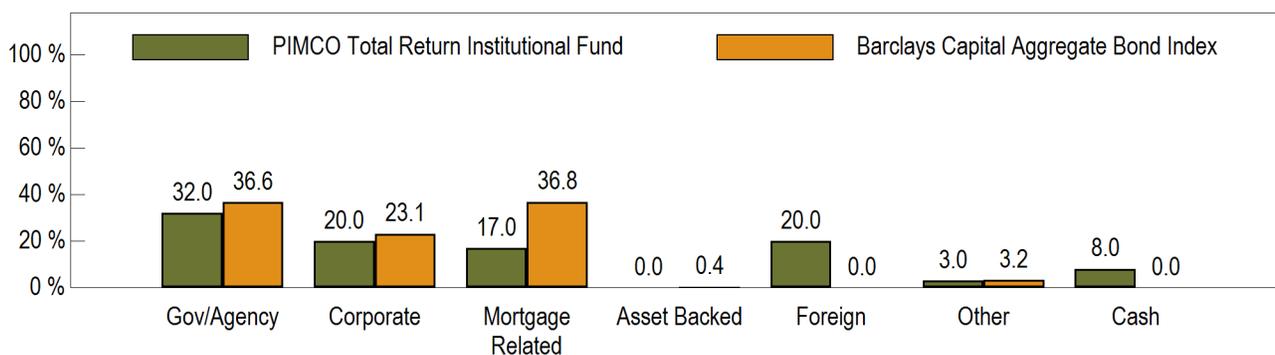
PIMCO TOTAL RETURN INSTL

Fund Information as of 12/31/2009

Fund Name	Pimco Fds Total Return Bd Fund I
Ticker	PTTRX
Category	Intermediate-Term Bond
Benchmark	Barclays Capital Aggregate Bond Index
Expense Ratio	0.46%
Fund Assets (millions)	115,919.44
Share Class Inception Date	5/11/1987
Manager Tenure	23

SECTOR ALLOCATION AS OF 12/31/09

PIMCO Total Return Institutional Fund



HISTORICAL RETURNS

(BY YEAR)

	PIMCO Total Return Institutional Fund	Barclays Capital Aggregate Bond Index	Return Difference
	Return	Return	
1998	9.8%	8.7%	1.1
1999	-0.3	-0.8	0.5
2000	12.1	11.6	0.5
2001	9.5	8.4	1.1
2002	10.2	10.3	-0.1
2003	5.6	4.1	1.5
2004	5.1	4.3	0.8
2005	2.9	2.4	0.5
2006	4.0	4.3	-0.3
2007	9.1	7.0	2.1
2008	4.8	5.2	-0.4
2009	13.8	5.9	7.9
Trailing 3-Year	9.2%	6.0%	3.2
Trailing 5-Year	6.8	5.0	1.8
Trailing 10-Year	7.7	6.3	1.4

RETURN SUMMARY
ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
TRP PS Income	3.1%	25.5%	2.3%	4.3%
Custom Benchmark	2.2	14.0	1.0	3.4

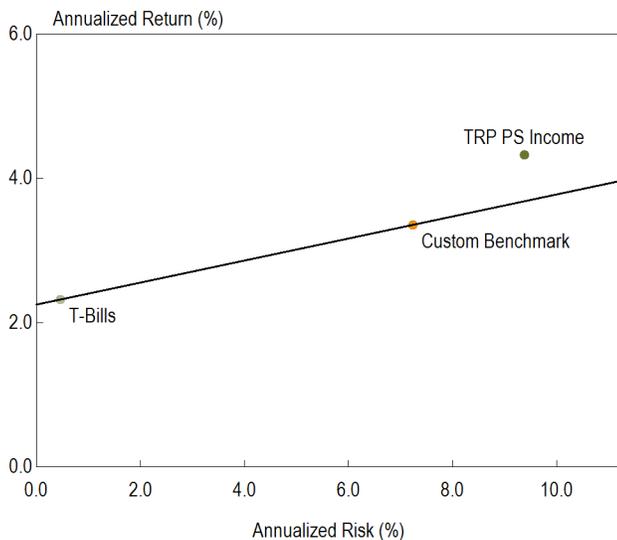
Investment Strategy

T. Rowe Price Personal Strategy Income Fund seeks to provide income, with a secondary goal of capital appreciation. The Fund invests in a variety of both stocks and bonds, with an emphasis on dividend-paying stocks and government and high-quality corporate, income-producing bonds.

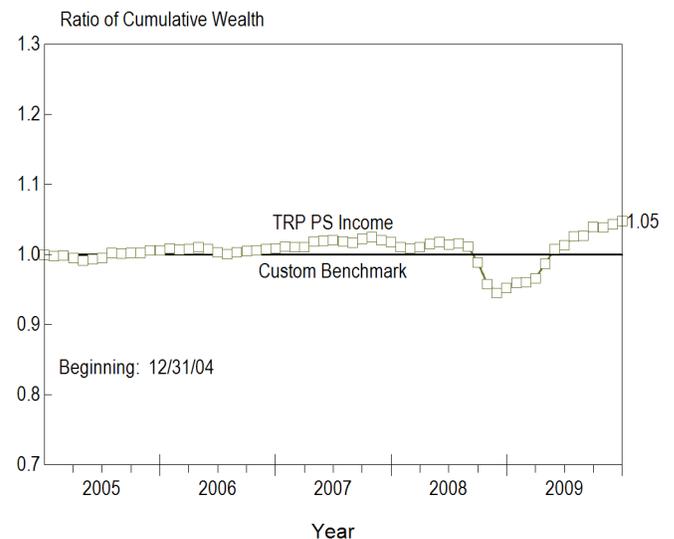
The Fund's target asset allocation is 40% stocks, 40% bonds, and 20% cash. Typically, the Fund maintains a 5% - 10% exposure to non-U.S. stocks. It is the most conservative of the three T. Rowe Price lifestyle funds.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Income Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 12/31/09



T. ROWE PRICE

PERSONAL STRATEGY INCOME

Fund Information as of 11/30/2009

Fund Name	T Rowe Price Prs Str:Inc
Ticker	PRSEX
Category	Conservative Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.72%
Fund Assets (millions)	818.96
Share Class Inception Date	7/29/1994
Manager Tenure	11

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	2.1%
CONSUMER GOODS	3.4%
CONSUMER SERVICES	5.1%
ENERGY	4.4%
FINANCIAL SERVICES	8.6%
HARDWARE	4.3%
HEALTHCARE	4.4%
INDUSTRIAL MATERIALS	4.9%
MEDIA	1.8%
SOFTWARE	1.5%
TELECOMMUNICATION	2.5%
UTILITIES	1.2%

Top Holdings as of 09/30/2009

T. ROWE PRICE RESERVE	12.7%
T. ROWE PRICE INSTL HIGH YIELD	6.3%
T. ROWE PRICE INSTL EMERGING MKTS BOND	5.2%
T. ROWE PRICE INSTL INTL BOND	4.5%
T. ROWE PRICE INSTL EMERGING MKTS EQ	1.9%
APPLE, INC.	0.9%
MICROSOFT CORPORATION	0.8%
UNITED STATES TREAS NTS 4%	0.8%
UNITED STATES TREAS NTS	0.7%
UNITED STATES TREAS NTS 3.125%	0.7%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Income	Custom Benchmark	Return Difference
	Return	Return	
1998	11.5%	14.1%	-2.6
1999	5.2	9.9	-4.7
2000	6.6	1.0	5.6
2001	0.9	-0.9	1.8
2002	-3.4	-4.1	0.7
2003	18.6	14.3	4.3
2004	9.9	7.4	2.5
2005	5.2	4.5	0.7
2006	9.6	9.3	0.3
2007	7.3	6.3	1.0
2008	-20.4	-14.9	-5.5
2009	25.5	14.0	11.5
Trailing 3-Year	2.3%	1.0%	1.3
Trailing 5-Year	4.3	3.4	0.9
Trailing 10-Year	5.3	3.3	2.0

* Fund information throughout the report is shown as of the most recent date available.

**RETURN SUMMARY
ENDING 12/31/09**

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
TRP PS Balanced	4.1 %	32.6 %	0.3 %	3.8 %
Custom Benchmark	3.2	19.3	-0.8	2.9

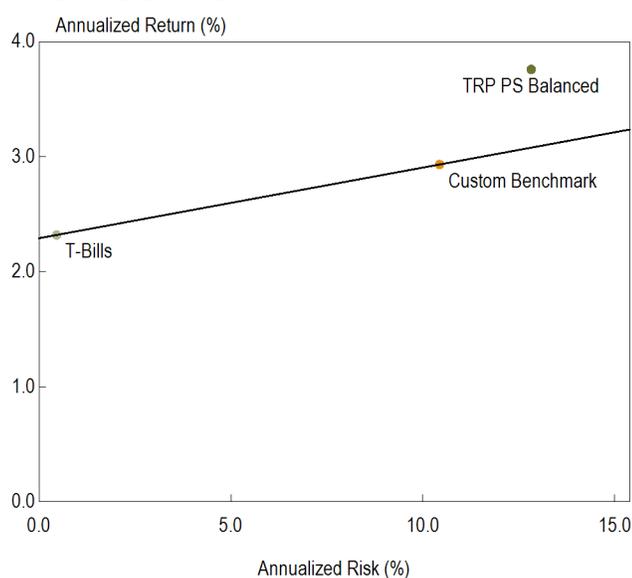
Investment Strategy

T. Rowe Price Personal Strategy Balanced Fund seeks both capital appreciation and income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, income-producing bonds.

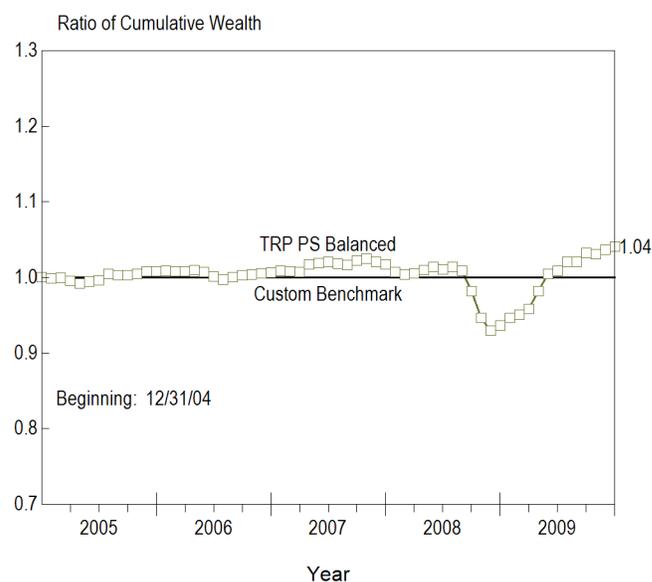
The Fund's neutral asset allocation is 60% stocks, 30% bonds, and 10% cash. Typically, the Fund maintains a 10% exposure to non-U.S. stocks. The balanced fund is the moderate fund relative to the three T. Rowe Price lifestyle funds in terms of expected risk and reward.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Balanced Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 12/31/09**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 12/31/09**



T. ROWE PRICE

PERSONAL STRATEGY BALANCED

Fund Information as of 11/30/2009

Fund Name	T Rowe Price Prs Str:Bal
Ticker	TRPBX
Category	Moderate Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.81%
Fund Assets (millions)	1,376.99
Share Class Inception Date	7/29/1994
Manager Tenure	11

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	3.1%
CONSUMER GOODS	4.9%
CONSUMER SERVICES	7.2%
ENERGY	6.3%
FINANCIAL SERVICES	12.3%
HARDWARE	6.1%
HEALTHCARE	6.3%
INDUSTRIAL MATERIALS	7.0%
MEDIA	2.5%
SOFTWARE	2.1%
TELECOMMUNICATION	3.5%
UTILITIES	1.8%

Top Holdings as of 09/30/2009

T. ROWE PRICE INSTL HIGH YIELD	3.8%
T. ROWE PRICE RESERVE	3.8%
T. ROWE PRICE INSTL EMERGING MKTS BOND	3.5%
T. ROWE PRICE INSTL INTL BOND	2.8%
T. ROWE PRICE INSTL EMERGING MKTS EQ	2.8%
APPLE, INC.	1.4%
MICROSOFT CORPORATION	1.1%
GOOGLE, INC.	0.9%
AMAZON.COM, INC.	0.9%
GOLDMAN SACHS GROUP, INC.	0.9%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Balanced	Custom Benchmark	Return Difference
	Return	Return	
1998	13.9%	17.4%	-3.5
1999	8.0	14.4	-6.4
2000	5.6	-3.0	8.6
2001	-2.5	-4.7	2.2
2002	-7.7	-9.2	1.5
2003	24.4	20.4	4.0
2004	12.6	9.6	3.0
2005	6.4	5.6	0.8
2006	11.9	12.1	-0.2
2007	7.7	6.5	1.2
2008	-29.3	-23.2	-6.1
2009	32.6	19.3	13.3
Trailing 3-Year	0.3%	-0.8%	1.1
Trailing 5-Year	3.8	2.9	0.9
Trailing 10-Year	4.8	2.5	2.3

RETURN SUMMARY
ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
TRP PS Growth	4.9 %	37.5 %	-2.5 %	2.6 %
Custom Benchmark	4.3	24.5	-2.8	2.3

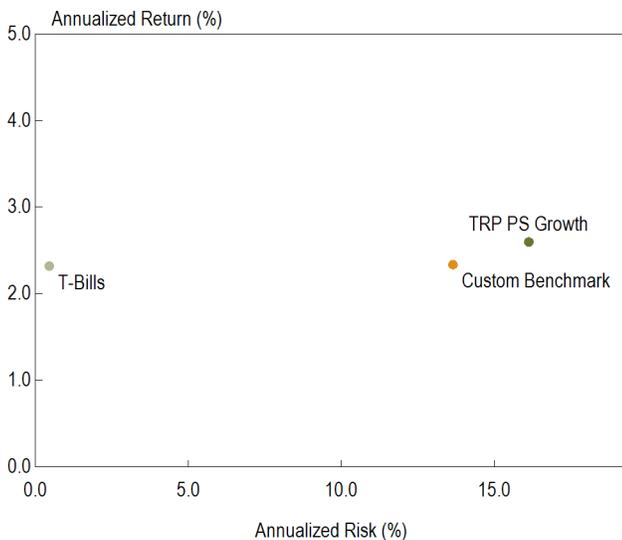
Investment Strategy

T. Rowe Price Personal Strategy Growth Fund seeks capital appreciation, with a secondary goal of income. The Fund invests in a variety of both stocks and bonds, with an emphasis on blue-chip, dividend-paying stocks, government and high-quality corporate, and income-producing bonds.

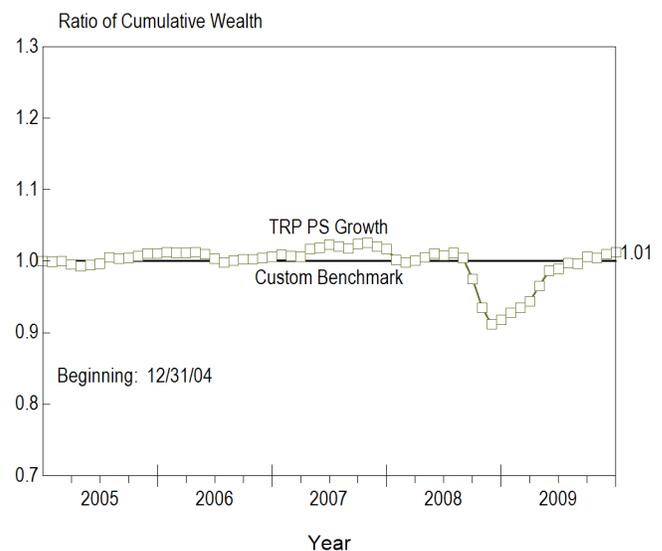
The Fund's neutral asset allocation is 80% stocks and 20% bonds. Typically, the Fund maintains a 15% - 25% exposure to non-U.S. stocks. The growth fund has the highest expected risk/reward profile of the three T. Rowe Price lifestyle funds.

As illustrated in the graphs below and the table above, T. Rowe Price Personal Strategy Growth Fund has exceeded the Index over the trailing five-year period at a higher level of risk.

ANNUALIZED RISK RETURN
5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 12/31/09



T. ROWE PRICE

PERSONAL STRATEGY GROWTH

Fund Information as of 11/30/2009

Fund Name	T Rowe Price Prs Str:Gro
Ticker	TRSGX
Category	Large Blend
Benchmark	Custom Benchmark
Expense Ratio	0.91%
Fund Assets (millions)	1,033.18
Share Class Inception Date	7/29/1994
Manager Tenure	11

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	4.0%
CONSUMER GOODS	6.4%
CONSUMER SERVICES	9.4%
ENERGY	8.2%
FINANCIAL SERVICES	16.0%
HARDWARE	8.0%
HEALTHCARE	8.3%
INDUSTRIAL MATERIALS	9.0%
MEDIA	3.3%
SOFTWARE	2.8%
TELECOMMUNICATION	4.6%
UTILITIES	2.3%

Top Holdings as of 09/30/2009

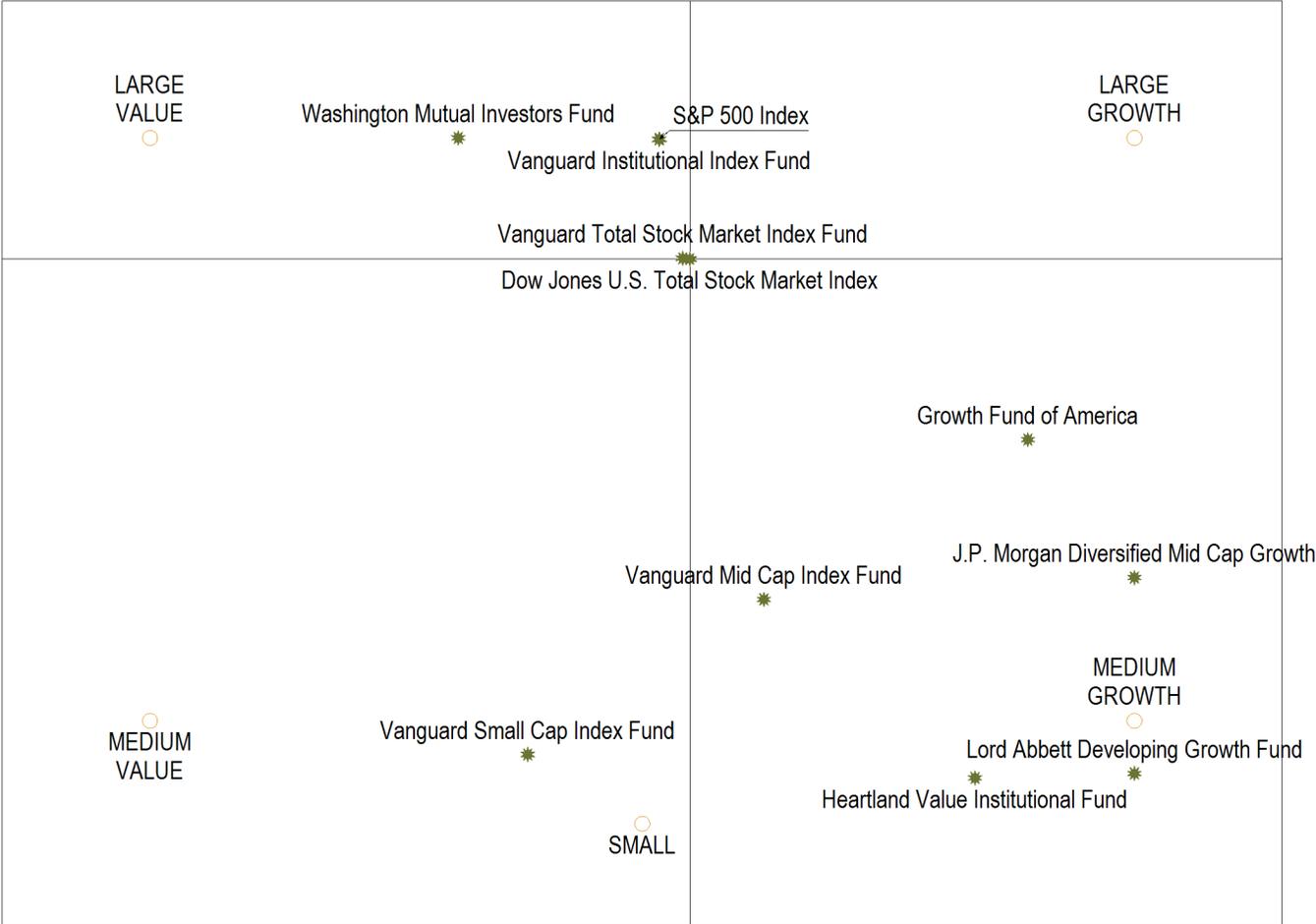
T. ROWE PRICE INSTL EMERGING MKTS EQ	3.0%
T. ROWE PRICE RESERVE	2.0%
APPLE, INC.	1.8%
T. ROWE PRICE INSTL HIGH YIELD	1.6%
T. ROWE PRICE INSTL EMERGING MKTS BOND	1.5%
MICROSOFT CORPORATION	1.5%
GOOGLE, INC.	1.2%
T. ROWE PRICE INSTL INTL BOND	1.2%
GOLDMAN SACHS GROUP, INC.	1.1%
AMAZON.COM, INC.	1.1%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Growth	Custom Benchmark	Return Difference
	Return	Return	
1998	15.6%	20.6%	-5.0
1999	11.2	18.9	-7.7
2000	4.7	-7.0	11.7
2001	-6.0	-8.4	2.4
2002	-12.4	-14.4	2.0
2003	29.3	26.6	2.7
2004	15.0	11.8	3.2
2005	7.6	6.5	1.1
2006	14.1	14.7	-0.6
2007	7.8	6.7	1.1
2008	-37.6	-30.8	-6.8
2009	37.5	24.5	13.0
Trailing 3-Year	-2.5%	-2.8%	0.3
Trailing 5-Year	2.6	2.3	0.3
Trailing 10-Year	3.8	1.5	2.3

EFFECTIVE STYLE MAP
 5 YEARS ENDING 12/31/09



WASHINGTON MUTUAL INVESTORS

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Washington Mutual Investors Fund	7.5 %	19.0 %	-6.1 %	0.2 %
Russell 1000 Value Index	4.2	19.7	-9.0	-0.3
S&P 500 Index	6.0	26.5	-5.6	0.4

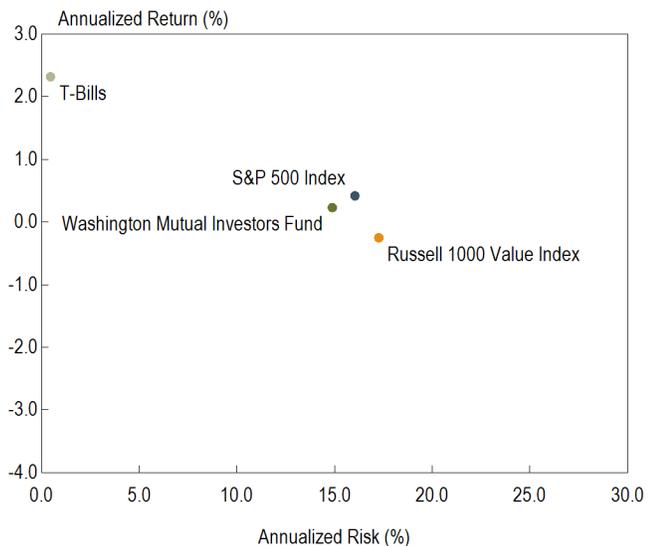
Investment Strategy

Washington Mutual Investors Fund seeks both income and growth of capital. Management prefers companies that have paid consistent dividends and by mandate excludes those that derive their primary revenues from alcohol or tobacco. In particular, they seek companies that have paid dividends in at least nine of the last ten years.

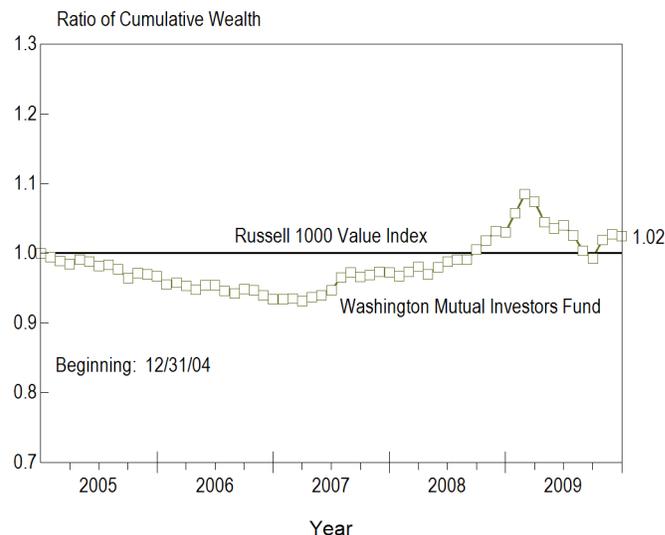
Capital Research & Management (the American Funds family) provides investment services for this Fund. Management looks for stocks with strong long-term prospects selling at low prices. The Fund may invest up to 5% of assets in securities of non-U.S. issuers.

As illustrated in the graphs below and the table above, Washington Mutual Investors Fund has outperformed the Russell 1000 Value Index over the trailing five-year period at a lower level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



Fund Information as of 12/31/2009

Fund Name	AMERICAN-WA-A
Ticker	AWSHX
Category	Large Value
Benchmark	Russell 1000 Value Index
Expense Ratio	0.67%
Fund Assets (millions)	38,906.06
Share Class Inception Date	7/31/1952
Manager Tenure	6

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	4.06%
CONSUMER GOODS	10.54%
CONSUMER SERVICES	6.30%
ENERGY	14.21%
FINANCIAL SERVICES	7.74%
HARDWARE	4.66%
HEALTHCARE	14.13%
INDUSTRIAL MATERIALS	17.00%
MEDIA	0.44%
SOFTWARE	1.40%
TELECOMMUNICATION	8.21%
UTILITIES	10.43%

Top Holdings as of 09/30/2009

CHEVRON CORPORATION	4.89%
AT&T, INC.	3.94%
VERIZON COMMUNICATIONS INC.	3.76%
ROYAL DUTCH SHELL PLC ADR B	3.64%
MERCK & CO., INC.	3.24%
COCA-COLA COMPANY	2.61%
MCDONALD'S CORPORATION	2.52%
BOEING COMPANY	2.47%
UNITED TECHNOLOGIES	2.47%
ABBOTT LABORATORIES	2.39%

HISTORICAL RETURNS

(BY YEAR)

	Washington Mutual Investors Fund	Russell 1000 Value Index	Return Difference	S&P 500 Index	Return Difference
	Return	Return		Return	
1998	19.4 %	15.6 %	3.8	28.6 %	-9.2
1999	1.2	7.3	-6.1	21.0	-19.8
2000	9.1	7.0	2.1	-9.1	18.2
2001	1.5	-5.6	7.1	-11.9	13.4
2002	-14.8	-15.5	0.7	-22.1	7.3
2003	25.8	30.0	-4.2	28.7	-2.9
2004	9.9	16.5	-6.6	10.9	-1.0
2005	3.5	7.1	-3.6	4.9	-1.4
2006	18.0	22.2	-4.2	15.8	2.2
2007	4.0	-0.2	4.2	5.5	-1.5
2008	-33.1	-36.8	3.7	-37.0	3.9
2009	19.0	19.7	-0.7	26.5	-7.5
Trailing 3-Year	-6.1 %	-9.0 %	2.9	-5.6 %	-0.5
Trailing 5-Year	0.2	-0.3	0.5	0.4	-0.2
Trailing 10-Year	2.8	2.5	0.3	-0.9	3.7

VANGUARD INSTITUTIONAL INDEX

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Vanguard Institutional Index Fund	6.1 %	26.6 %	-5.6 %	0.5 %
S&P 500 Index	6.0	26.5	-5.6	0.4

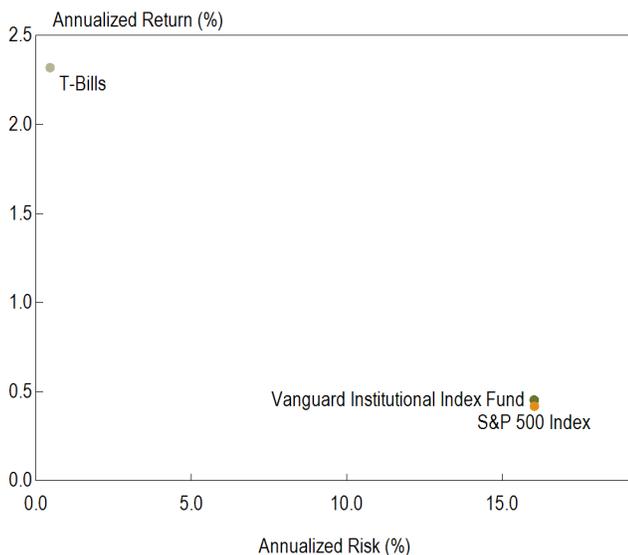
Investment Strategy

The Vanguard Institutional Index Fund is designed to approximate the performance of the S&P 500 Stock Index. The Fund holds a capitalization-weighted position in all 500 securities of the S&P 500 Stock Index.

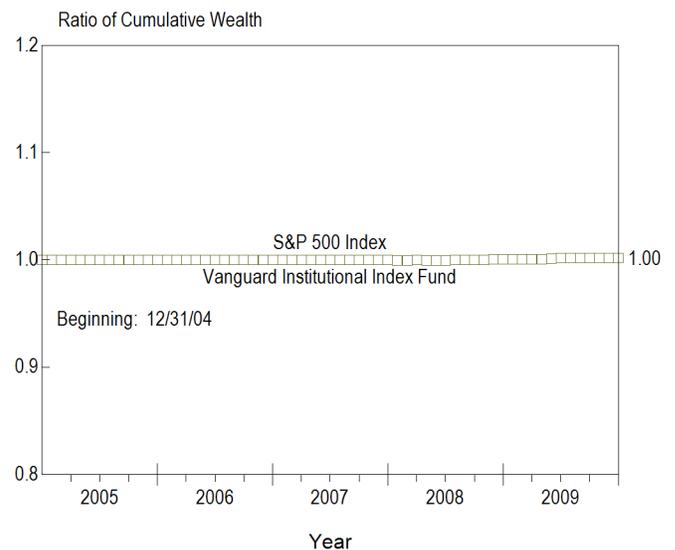
Management uses S&P 500 Index futures to manage fund inflows and outflows.

As illustrated in the graphs below and the table above, Vanguard Institutional Index Fund has tracked the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



Fund Information as of 12/31/2009

Fund Name	VANGUARD-INST-IS
Ticker	VINIX
Category	Large Blend
Benchmark	S&P 500 Index
Expense Ratio	0.05%
Fund Assets (millions)	44,401.04
Share Class Inception Date	7/31/1990
Manager Tenure	5

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	3.31%
CONSUMER GOODS	10.84%
CONSUMER SERVICES	8.54%
ENERGY	11.73%
FINANCIAL SERVICES	15.16%
HARDWARE	10.99%
HEALTHCARE	12.37%
INDUSTRIAL MATERIALS	10.70%
MEDIA	2.51%
SOFTWARE	4.43%
TELECOMMUNICATION	5.40%
UTILITIES	3.64%

Top Holdings as of 09/30/2009

EXXONMOBIL CORPORATION	3.52%
MICROSOFT CORPORATION	2.14%
GENERAL ELECTRIC COMPANY	1.86%
J.P. MORGAN CHASE & CO.	1.84%
PROCTER & GAMBLE COMPANY	1.80%
JOHNSON & JOHNSON	1.79%
APPLE, INC.	1.77%
AT&T, INC.	1.70%
INTERNATIONAL BUSINESS MACHINES CORP	1.67%
BANK OF AMERICA CORPORATION	1.56%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Institutional Index Fund	S&P 500 Index	Return Difference
	Return	Return	
1998	28.8%	28.6%	0.2
1999	21.2	21.0	0.2
2000	-8.9	-9.1	0.2
2001	-11.9	-11.9	0.0
2002	-22.0	-22.1	0.1
2003	28.7	28.7	0.0
2004	10.9	10.9	0.0
2005	4.9	4.9	0.0
2006	15.8	15.8	0.0
2007	5.5	5.5	0.0
2008	-37.0	-37.0	0.0
2009	26.6	26.5	0.1
Trailing 3-Year	-5.6%	-5.6%	0.0
Trailing 5-Year	0.5	0.4	0.1
Trailing 10-Year	-0.9	-0.9	0.0

GROWTH FUND OF AMERICA

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Growth Fund of America	5.9%	34.9%	-2.8%	3.2%
Russell 1000 Growth Index	7.9	37.2	-1.9	1.6

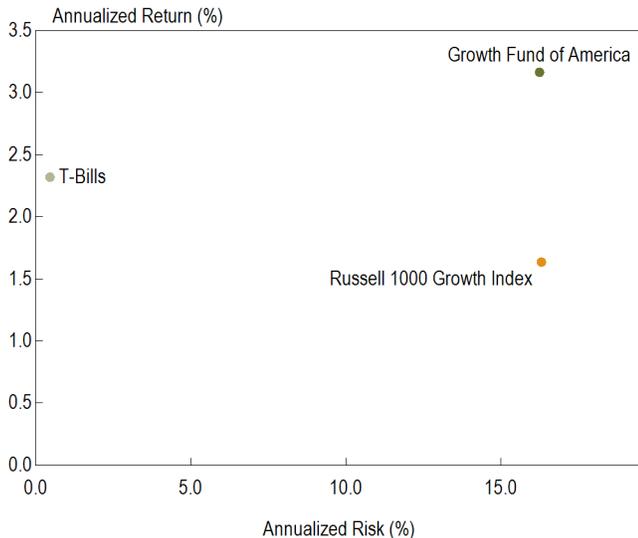
Investment Approach

Capital Research and Management is the sub-advisor for the Growth Fund of America. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

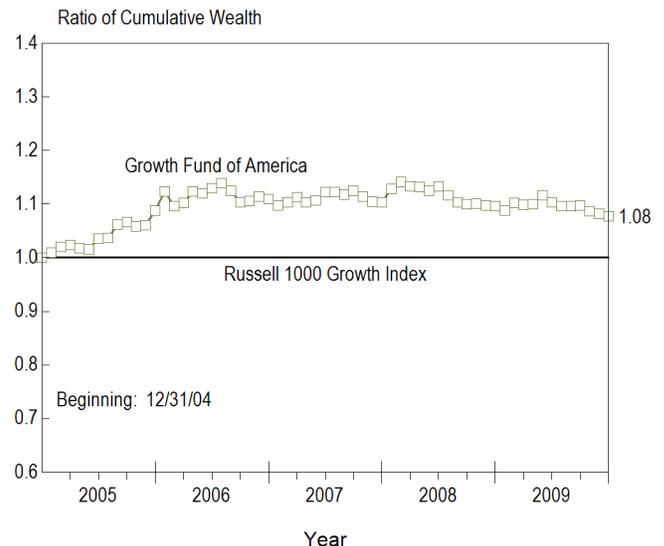
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the Fund is to provide long-term growth of capital by investing in a diversified portfolio of common stocks while using a growth-at-a-reasonable price strategy. The Fund may invest up to 15% of its assets in companies domiciled outside the U.S. This Fund is less volatile than most large cap growth funds.

As illustrated in the graphs below and the table above, Growth Fund of America has outperformed the Index over the trailing five-year period at approximately the same level of risk.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 12/31/09**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 12/31/09**



Fund Information as of 12/31/2009

Fund Name	Mutual Fund
Ticker	RGAFX
Category	Large Growth
Benchmark	Russell 1000 Growth Index
Expense Ratio	0.40%
Fund Assets (millions)	15,294.99
Share Class Inception Date	5/15/2002
Manager Tenure	8

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	5.44%
CONSUMER GOODS	7.22%
CONSUMER SERVICES	5.27%
ENERGY	9.47%
FINANCIAL SERVICES	11.02%
HARDWARE	10.98%
HEALTHCARE	11.50%
INDUSTRIAL MATERIALS	10.30%
MEDIA	3.28%
SOFTWARE	7.38%
TELECOMMUNICATION	6.19%
UTILITIES	0.83%

Top Holdings as of 09/30/2009

MICROSOFT CORPORATION	3.49%
GOOGLE, INC.	3.06%
ORACLE CORPORATION	2.53%
APPLE, INC.	2.04%
CISCO SYSTEMS, INC.	1.80%
BANK OF AMERICA CORPORATION	1.51%
COCA-COLA COMPANY	1.43%
PHILIP MORRIS INTERNATIONAL INC	1.32%
J.P. MORGAN CHASE & CO.	1.30%
MEDTRONIC, INC.	1.28%

HISTORICAL RETURNS

(BY YEAR)

	Growth Fund of America	Russell 1000 Growth Index	Return Difference
	Return	Return	
1998	31.8%	38.7%	-6.9
1999	45.7	33.2	12.5
2000	7.5	-22.4	29.9
2001	-12.3	-20.4	8.1
2002	-21.8	-27.9	6.1
2003	33.3	29.7	3.6
2004	12.2	6.3	5.9
2005	14.5	5.3	9.2
2006	11.2	9.1	2.1
2007	11.3	11.8	-0.5
2008	-38.9	-38.4	-0.5
2009	34.9	37.2	-2.3
Trailing 3-Year	-2.8%	-1.9%	-0.9
Trailing 5-Year	3.2	1.6	1.6
Trailing 10-Year	2.6	-4.0	6.6

VANGUARD TOTAL STOCK MARKET INDEX

RETURN SUMMARY ENDING 12/31/09

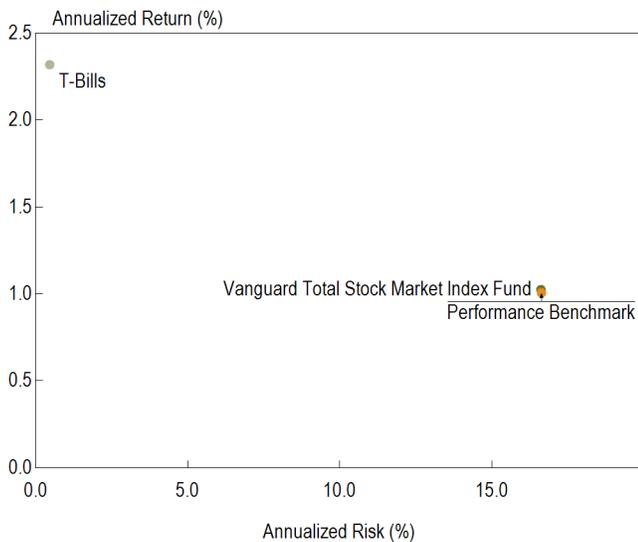
	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Vanguard Total Stock Market Index Fund	5.9 %	28.8 %	-5.0 %	1.0 %
Performance Benchmark	5.9	28.8	-5.1	1.0

Investment Strategy

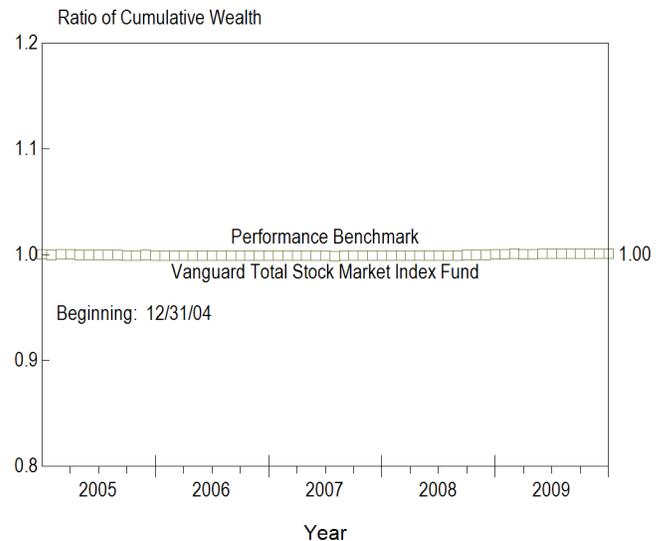
The objective of the Vanguard Total Stock Market Index Fund is to approximate the return of the MSCI U.S. Broad Market Index. The Vanguard Total Stock Market Index Fund utilizes a sampling technique that approximates the industry weightings and market capitalizations of the MSCI U.S. Broad Market Index. The Fund will replicate the weightings of the largest stocks in the Index and invest in a representative sample for the remaining portion. Through computer modeling techniques, management intends to match the Index's characteristics, including sector weightings, yield, price ratios, and risk.

As illustrated in the graphs below and the table above, Vanguard Total Stock Market Index Fund has closely tracked the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD TOTAL STOCK MARKET INDEX

Fund Information as of 09/30/2009

Fund Name	VANGUARD-T ST-AD
Ticker	VTSAX
Category	Large Blend
Benchmark	Performance Benchmark
Expense Ratio	0.06%
Fund Assets (millions)	25,590.18
Share Class Inception Date	11/13/2000
Manager Tenure	15

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	4.54%
CONSUMER GOODS	9.96%
CONSUMER SERVICES	8.59%
ENERGY	11.00%
FINANCIAL SERVICES	15.98%
HARDWARE	10.41%
HEALTHCARE	12.02%
INDUSTRIAL MATERIALS	10.99%
MEDIA	2.61%
SOFTWARE	4.55%
TELECOMMUNICATION	5.08%
UTILITIES	3.71%

Top Holdings as of 09/30/2009

EXXONMOBIL CORPORATION	2.87%
MICROSOFT CORPORATION	1.78%
GENERAL ELECTRIC COMPANY	1.49%
PROCTER & GAMBLE COMPANY	1.45%
JOHNSON & JOHNSON	1.44%
APPLE, INC.	1.42%
J.P. MORGAN CHASE & CO.	1.41%
AT&T, INC.	1.37%
INTERNATIONAL BUSINESS MACHINES CORP	1.36%
BANK OF AMERICA CORPORATION	1.25%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Total Stock Market Index Fund	Performance Benchmark	Return Difference
	Return	Return	
1998	23.3%	23.4%	-0.1
1999	23.8	23.6	0.2
2000	-10.6	-10.9	0.3
2001	-10.9	-11.0	0.1
2002	-21.0	-20.9	-0.1
2003	31.4	31.7	-0.3
2004	12.6	12.6	0.0
2005	6.1	6.2	-0.1
2006	15.7	15.7	0.0
2007	5.6	5.6	0.0
2008	-36.9	-37.0	0.1
2009	28.8	28.8	0.0
Trailing 3-Year	-5.0%	-5.1%	0.1
Trailing 5-Year	1.0	1.0	0.0
Trailing 10-Year	-0.2	-0.2	0.0

J.P. MORGAN DIVERSIFIED MID CAP GROWTH

RETURN SUMMARY ENDING 12/31/09

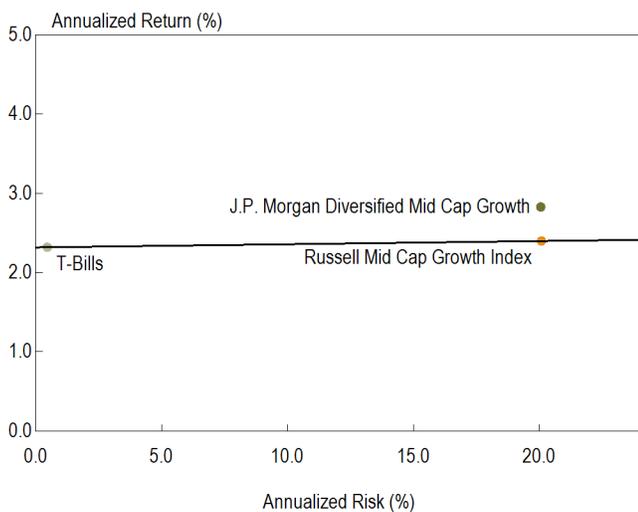
	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
J.P. Morgan Diversified Mid Cap Growth	7.6 %	42.9 %	-2.2 %	2.8 %
Russell Mid Cap Growth Index	6.7	46.3	-3.2	2.4

Investment Strategy

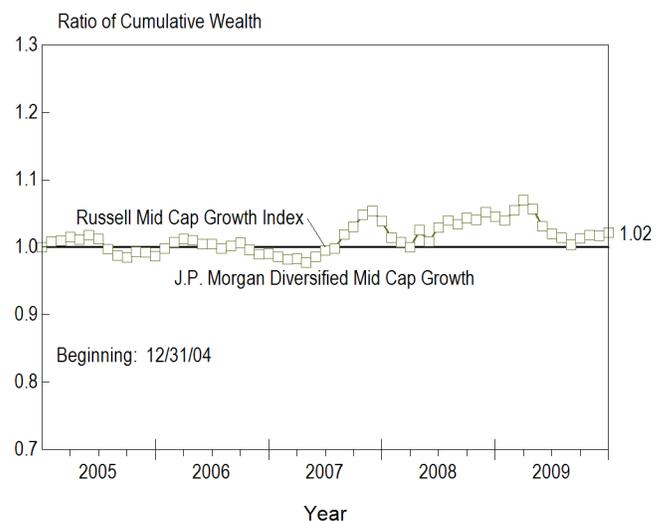
The J.P. Morgan Diversified Mid Cap Growth Fund seeks growth of capital and current income by investing primarily in equity securities. The Fund invests in common stocks of mid-cap companies with market capitalizations of \$1 billion to \$5 billion. The current benchmark is the Russell Mid Cap Growth Index; however, the Fund's actual allocations can vary from those in the Index. The Fund may use derivatives to hedge various investments.

As illustrated in the graphs below and the table above, J.P. Morgan Diversified Mid Cap Growth Fund has outperformed the return of the Index with approximately the same level of risk over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



An explanation of the Performance Benchmark can be found in the Appendix.

J.P. MORGAN DIVERSIFIED MID CAP GROWTH

Fund Information as of 12/31/2009

Fund Name	JPMorgan:Dvds MCG;A
Ticker	OSGIX
Category	Mid-Cap Growth
Benchmark	Russell Mid Cap Growth Index
Expense Ratio	1.24%
Fund Assets (millions)	615.31
Share Class Inception Date	2/18/1992
Manager Tenure	5

Sector Allocation as of 11/30/2009

BUSINESS SERVICES	10.43%
CONSUMER GOODS	7.49%
CONSUMER SERVICES	15.75%
ENERGY	5.47%
FINANCIAL SERVICES	12.58%
HARDWARE	11.54%
HEALTHCARE	11.32%
INDUSTRIAL MATERIALS	8.93%
MEDIA	1.68%
SOFTWARE	11.14%
TELECOMMUNICATION	2.94%
UTILITIES	0.00%

Top Holdings as of 11/30/2009

AMDOCS LTD.	2.52%
COGNIZANT TECHNOLOGY SOLUTIONS CORPORATION A	2.05%
UNITEDHEALTH GROUP, INC.	1.67%
AMPHENOL CORPORATION	1.53%
PRECISION CASTPARTS CORP.	1.49%
MARVELL TECHNOLOGY GROUP, LTD.	1.46%
EXPRESS SCRIPTS	1.37%
NETAPP, INC.	1.37%
W.W. GRAINGER, INC.	1.37%
SOUTHWESTERN ENERGY COMPANY	1.32%

HISTORICAL RETURNS

(BY YEAR)

	J.P. Morgan Diversified Mid Cap Growth	Russell Mid Cap Growth Index	Return Difference
	Return	Return	
1998	37.1%	17.9%	19.2
1999	28.7	51.3	-22.6
2000	5.6	-11.7	17.3
2001	-10.9	-20.2	9.3
2002	-20.4	-27.4	7.0
2003	26.5	42.7	-16.2
2004	12.6	15.5	-2.9
2005	10.6	12.1	-1.5
2006	11.0	10.7	0.3
2007	16.8	11.4	5.4
2008	-43.9	-44.3	0.4
2009	42.9	46.3	-3.4
Trailing 3-Year	-2.2%	-3.2%	1.0
Trailing 5-Year	2.8	2.4	0.4
Trailing 10-Year	2.1	-0.5	2.6

VANGUARD MID CAP INDEX

RETURN SUMMARY ENDING 12/31/09

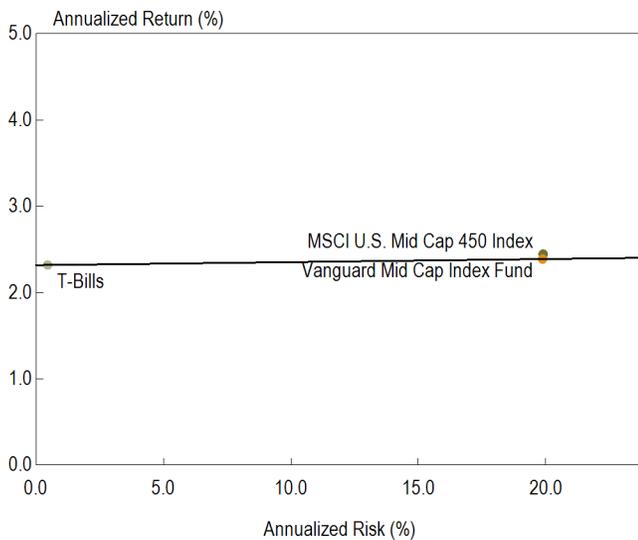
	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Vanguard Mid Cap Index Fund	6.6 %	40.5 %	-4.6 %	2.4 %
MSCI U.S. Mid Cap 450 Index	6.6	40.5	-4.6	2.4

Investment Strategy

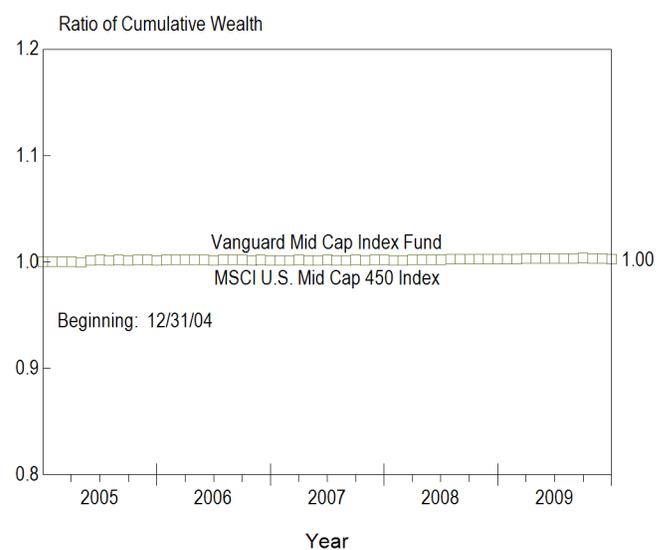
The Vanguard Mid Cap Index Fund seeks to replicate the performance of the MSCI U.S. Mid Cap 450 Index. In 2003, the Fund adopted the MSCI version of the mid-cap index. The Performance Benchmark consists of the S&P Mid Cap 400 Index prior to June 2003. In June 2003, the benchmark was changed to the MSCI Mid Cap 450 Index.

As illustrated in the graphs below and the table above, Vanguard Mid Cap Index Fund has matched the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



Fund Information as of 12/31/2009

Fund Name	VANGUARD-MC I-IS
Ticker	VMCIX
Category	Mid-Cap Blend
Benchmark	MSCI U.S. Mid Cap 450 Index
Expense Ratio	0.09%
Fund Assets (millions)	5,960.13
Share Class Inception Date	5/21/1998
Manager Tenure	12

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	6.47%
CONSUMER GOODS	9.14%
CONSUMER SERVICES	10.24%
ENERGY	8.60%
FINANCIAL SERVICES	18.15%
HARDWARE	8.75%
HEALTHCARE	9.07%
INDUSTRIAL MATERIALS	13.32%
MEDIA	2.24%
SOFTWARE	5.54%
TELECOMMUNICATION	2.28%
UTILITIES	6.09%

Top Holdings as of 09/30/2009

INTUITIVE SURGICAL, INC.	0.59%
DISCOVER FINANCIAL SERVICES	0.51%
HARTFORD FINANCIAL SERVICES GROUP, INC.	0.51%
MARVELL TECHNOLOGY GROUP, LTD.	0.50%
BUNGE, LTD.	0.49%
HCP, INC.	0.49%
CAMERON INTERNATIONAL CORPORATION	0.48%
CONSOL ENERGY, INC.	0.48%
LIFE TECHNOLOGIES CORP	0.48%
WESTERN DIGITAL CORPORATION	0.48%

HISTORICAL RETURNS
(BY YEAR)

	Vanguard Mid Cap Index Fund	MSCI U.S. Mid Cap 450 Index	Return Difference
	Return	Return	
1998 (7 months)	11.1%	1.9%	9.2
1999	15.5	34.3	-18.8
2000	18.4	-1.9	20.3
2001	-0.4	-6.4	6.0
2002	-14.5	-16.5	2.0
2003	34.3	39.0	-4.7
2004	20.5	20.5	0.0
2005	14.1	13.9	0.2
2006	13.8	13.7	0.1
2007	6.2	6.2	0.0
2008	-41.8	-41.8	0.0
2009	40.5	40.5	0.0
Trailing 3-Year	-4.6%	-4.6%	0.0
Trailing 5-Year	2.4	2.4	0.0
Trailing 10-Year	6.3	3.8	2.5

VANGUARD SMALL CAP INDEX

RETURN SUMMARY

ENDING 12/31/09

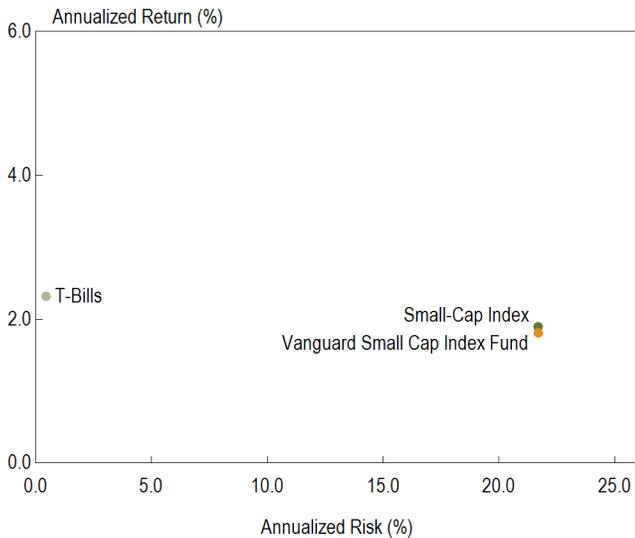
	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Vanguard Small Cap Index Fund	4.1%	36.3%	-4.1%	1.9%
Small-Cap Index	4.1	36.1	-4.2	1.8

Investment Strategy

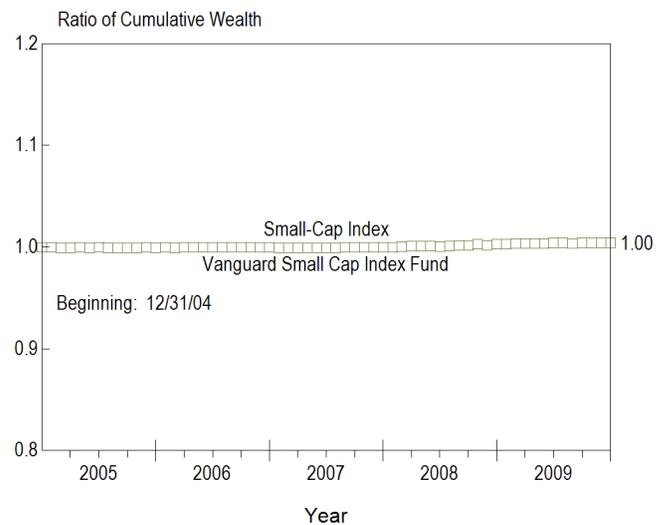
The Vanguard Small Cap Index Fund's strategy is designed to track the investment performance of the MSCI U.S. 1750 Small Cap Index, which is comprised of the 1,750 smallest stocks out of the 2,500 largest stocks. Prior to June 30, 2003, the Fund used a sampling technique to track the Russell 2000 Index. The Fund was moved from Admiral shares to the new Signal share class on October 6, 2007.

As illustrated in the graphs below and the table above, Vanguard Small Cap Index Fund has approximated the return of the Index over the trailing five-year period.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



An explanation of the Performance Benchmark can be found in the Appendix.

VANGUARD SMALL CAP INDEX

Fund Information as of 12/31/2009

Fund Name	VANGUARD-SC I-AD
Ticker	VSMAX
Category	Small Blend
Benchmark	Small-Cap Index
Expense Ratio	0.15%
Fund Assets (millions)	1,992.41
Share Class Inception Date	11/13/2000
Manager Tenure	18

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	9.25%
CONSUMER GOODS	9.21%
CONSUMER SERVICES	8.48%
ENERGY	5.01%
FINANCIAL SERVICES	21.05%
HARDWARE	8.34%
HEALTHCARE	10.76%
INDUSTRIAL MATERIALS	11.82%
MEDIA	2.06%
SOFTWARE	5.60%
TELECOMMUNICATION	4.29%
UTILITIES	3.85%

Top Holdings as of 09/30/2009

GENWORTH FINANCIAL, INC.	0.47%
AMERICAN INTERNATIONAL GROUP	0.43%
ROVI CORP	0.28%
SL GREEN REALTY CORPORATION	0.26%
ASHLAND, INC.	0.25%
DENDREON CORPORATION	0.25%
F5 NETWORKS, INC.	0.25%
AEROPOSTALE, INC.	0.24%
HUMAN GENOME SCIENCES	0.24%
MSCI, INC.	0.24%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Small Cap Index Fund	Small-Cap Index	Return Difference
	Return	Return	
1998	-2.6%	-2.5%	-0.1
1999	23.1	21.3	1.8
2000	-2.7	-3.0	0.3
2001	3.1	2.5	0.6
2002	-20.0	-20.5	0.5
2003	45.6	47.5	-1.9
2004	19.9	20.0	-0.1
2005	7.4	7.5	-0.1
2006	15.8	15.8	0.0
2007	1.2	1.2	0.0
2008	-36.0	-36.2	0.2
2009	36.3	36.1	0.2
Trailing 3-Year	-4.1%	-4.2%	0.1
Trailing 5-Year	1.9	1.8	0.1
Trailing 10-Year	4.4	4.3	0.1

LORD ABBETT DEVELOPING GROWTH

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Lord Abbett Developing Growth Fund	5.8 %	47.0 %	1.6 %	5.7 %
Russell 2000 Growth Index	4.1	34.5	-4.0	0.9

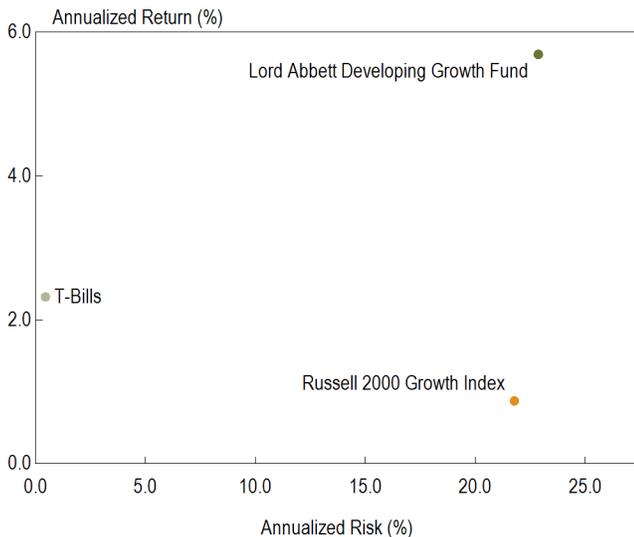
Investment Approach

Management of the Lord Abbett Developing Growth Fund employs a process of fundamental research to identify small cap companies that are entering a period of dramatic growth. Management begins by combining growth, balance sheet, and financial statement factors to identify a promising universe of approximately 400 stocks. Portfolio managers and analysts then undertake fundamental and industry research, including company, customer, and supplier visits, to select businesses with growth and earnings prospects. However, management sets valuation limits on purchase candidates, preferring to buy stocks at low valuations and then hold them throughout several growth stages.

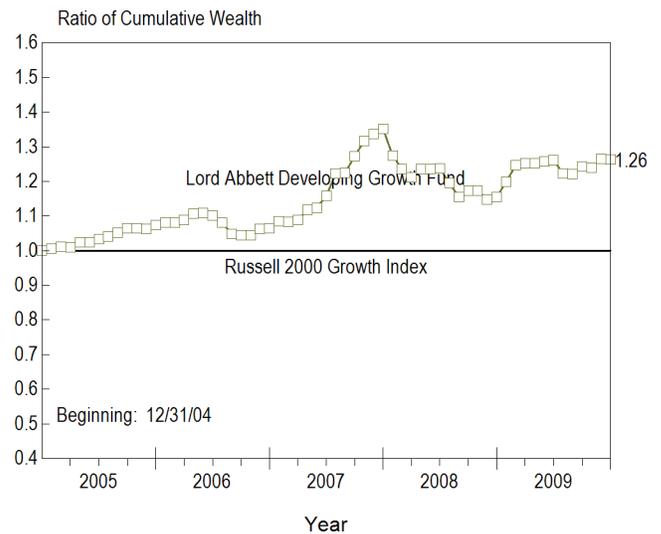
The Fund tends to feature sector diversification, albeit with substantial exposure to growth industries. The portfolio holds approximately 130 micro- and small-cap stocks.

As illustrated in the graphs below and the table above, Lord Abbett Developing Growth Fund has exceeded the return of the Index over the trailing five-year period at a slightly higher level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



LORD ABBETT DEVELOPING GROWTH

Fund Information as of 12/31/2009

Fund Name	Lord Abbett Dev Gro;A
Ticker	LAGWX
Category	Small Growth
Benchmark	Russell 2000 Growth Index
Expense Ratio	1.28%
Fund Assets (millions)	526.74
Share Class Inception Date	10/10/1973
Manager Tenure	6

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	12.23%
CONSUMER GOODS	5.74%
CONSUMER SERVICES	11.10%
ENERGY	2.10%
FINANCIAL SERVICES	8.32%
HARDWARE	18.68%
HEALTHCARE	15.74%
INDUSTRIAL MATERIALS	10.61%
MEDIA	0.98%
SOFTWARE	9.84%
TELECOMMUNICATION	2.63%
UTILITIES	1.73%

Top Holdings as of 09/30/2009

ENERNOC, INC.	1.97%
SILICON LABORATORIES, INC.	1.82%
NETLOGIC MICROSYSTEMS, INC.	1.69%
VISTAPRINT, LTD.	1.66%
CONCUR TECHNOLOGIES, INC.	1.64%
ALEXION PHARMACEUTICALS, INC.	1.62%
MERCADOLIBRE, INC.	1.55%
SUCCESSFACTORS, INC.	1.50%
LULULEMON ATHLETICA, INC	1.48%
LUMBER LIQUIDATORS, INC.	1.45%

HISTORICAL RETURNS

(BY YEAR)

	Lord Abbett Developing Growth Fund	Russell 2000 Growth Index	Return Difference
	Return	Return	
1998	8.3%	1.2%	7.1
1999	38.2	43.1	-4.9
2000	-17.7	-22.4	4.7
2001	-7.0	-9.2	2.2
2002	-29.5	-30.3	0.8
2003	40.1	48.5	-8.4
2004	6.0	14.3	-8.3
2005	11.9	4.2	7.7
2006	12.4	13.3	-0.9
2007	35.8	7.0	28.8
2008	-47.5	-38.5	-9.0
2009	47.0	34.5	12.5
Trailing 3-Year	1.6%	-4.0%	5.6
Trailing 5-Year	5.7	0.9	4.8
Trailing 10-Year	0.6	-1.4	2.0

HEARTLAND VALUE INSTITUTIONAL

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
Heartland Value Institutional Fund	4.1 %	44.9 %	-6.0 %	1.6 %
Russell 2000 Value Index	3.6	20.6	-8.2	0.0

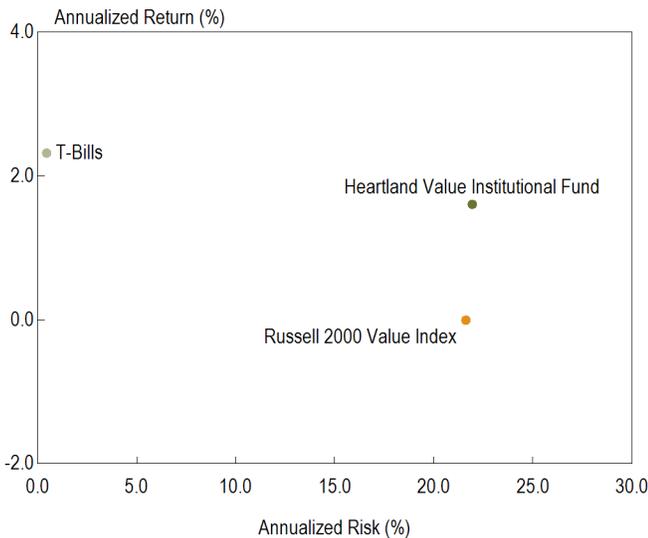
Investment Approach

The Heartland Value Fund seeks long-term capital appreciation through investments in small or micro cap securities selected under disciplined, value-oriented criteria. Management seeks companies whose stock prices do not reflect what Heartland believes to be the companies' intrinsic or potential values. A company's stock may be undervalued because it is under-followed by Wall Street analysts, misunderstood by investors, temporarily oversold or out-of-favor as a result of investor overreaction to unexpected news or an emerging, undiscovered opportunity.

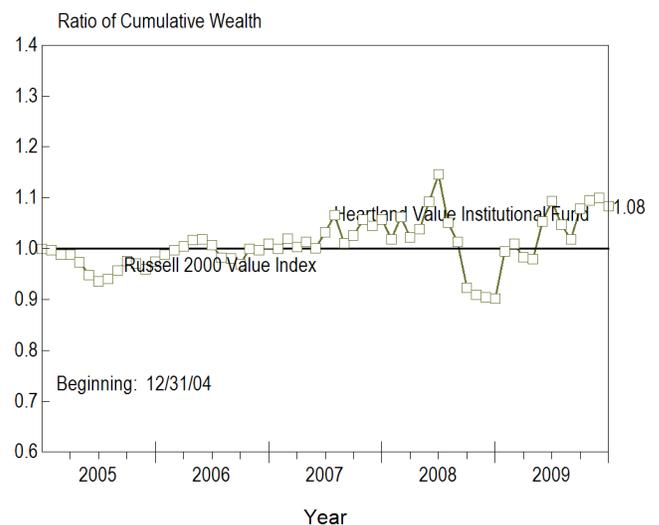
Heartland builds portfolios based on a bottom-up fundamental analysis of individual securities while avoiding over-concentration in a particular industry or industries. Heartland begins its search for investment ideas by performing a weekly computer screening of a universe of over 10,000 securities. The database is screened to find securities that have a market capitalization of \$750 million or less. The firm's analysts, using 10 value-based criteria referred to at Heartland as the "10 Point Grid", extensively research each security considered for purchase.

As illustrated in the graphs below and the table above, Heartland Value Fund has outperformed the Index over the trailing five-year period at a similar level of risk.

ANNUALIZED RISK RETURN 5 YEARS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 12/31/09



Fund Information as of 12/31/2009

Fund Name	Heartland Val Inst
Ticker	HNTVX
Category	Small Value
Benchmark	Russell 2000 Value Index
Expense Ratio	0.99%
Fund Assets (millions)	57.45
Share Class Inception Date	5/1/2008
Manager Tenure	6

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	7.75%
CONSUMER GOODS	10.50%
CONSUMER SERVICES	2.89%
ENERGY	8.38%
FINANCIAL SERVICES	6.51%
HARDWARE	7.00%
HEALTHCARE	23.09%
INDUSTRIAL MATERIALS	17.52%
MEDIA	0.64%
SOFTWARE	4.98%
TELECOMMUNICATION	4.44%
UTILITIES	3.41%

Top Holdings as of 09/30/2009

ANALOGIC CORPORATION	2.96%
INTERDIGITAL, INC.	2.92%
HOLLYSYS AUTOMATION TECHNOLOGIES LTD	2.59%
FORCE PROTECTION, INC.	2.30%
BASIC SANITATION COMPANY OF THE STATE OF SAO PAULO ADR	2.24%
BIOSCRIP, INC.	2.22%
ACCURAY, INC.	2.00%
SWIFT ENERGY COMPANY	1.99%
ROSETTA RESOURCES, INC.	1.85%
SHERRITT INTERNATIONAL CORP	1.81%

HISTORICAL RETURNS

(BY YEAR)

	Heartland Value Institutional Fund	Russell 2000 Value Index	Return Difference
	Return	Return	
1998	-11.5%	-6.5%	-5.0
1999	25.0	-1.5	26.5
2000	2.0	22.8	-20.8
2001	29.5	14.0	15.5
2002	-11.5	-11.4	-0.1
2003	70.2	46.0	24.2
2004	9.1	22.2	-13.1
2005	2.0	4.7	-2.7
2006	28.0	23.5	4.5
2007	-5.5	-9.8	4.3
2008	-39.4	-28.9	-10.5
2009	44.9	20.6	24.3
Trailing 3-Year	-6.0%	-8.2%	2.2
Trailing 5-Year	1.6	0.0	1.6
Trailing 10-Year	8.9	8.3	0.6

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**RETURN SUMMARY
ENDING 12/31/09**

	Fourth Quarter	1 Year Ending 12/31/09	3 Years Ending 12/31/09	5 Years Ending 12/31/09
EuroPacific Growth Fund	3.5 %	39.5 %	-0.3 %	8.0 %
MSCI All Country World ex-U.S. Index	3.7	41.4	-3.5	5.8

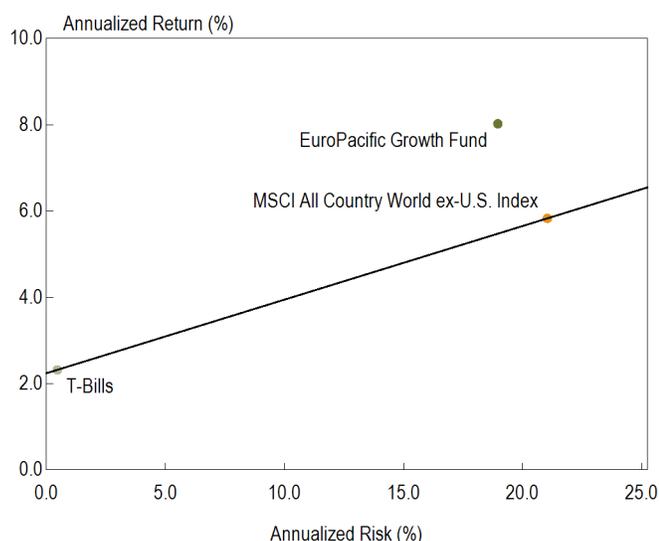
Investment Approach

Capital Research and Management is the sub-advisor for the EuroPacific Growth Fund. Capital Research uses a multiple-counselor system in managing the portfolio's assets. The portfolio is divided into segments and the counselors manage their respective segments autonomously. The research analysts are responsible for making the investment decisions for one of the segments.

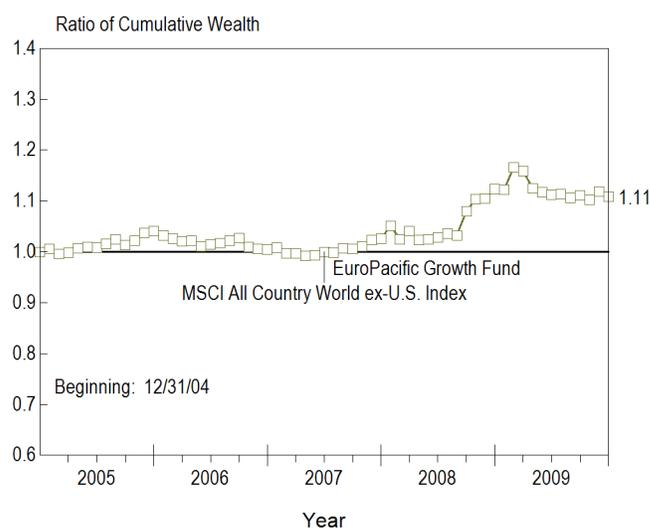
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the fund is to provide long-term growth of capital by investing in a diversified portfolio of international stocks while using a growth-at-a-reasonable price strategy.

As illustrated in the graphs below and the table above, EuroPacific Growth Fund has exceeded the return of the Index over the trailing five-year period at a lower level of risk.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 12/31/09**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 12/31/09**



EUROPACIFIC GROWTH

Fund Information as of 12/31/2009

Fund Name	AMERICAN-EU-R5
Ticker	RERFX
Category	Foreign Large Blend
Benchmark	MSCI All Country World ex-U.S. Index
Expense Ratio	0.54%
Fund Assets (millions)	17,707.71
Share Class Inception Date	5/15/2002
Manager Tenure	9

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	1.38%
CONSUMER GOODS	15.92%
CONSUMER SERVICES	4.83%
ENERGY	8.73%
FINANCIAL SERVICES	19.11%
HARDWARE	3.68%
HEALTHCARE	11.17%
INDUSTRIAL MATERIALS	10.68%
MEDIA	1.11%
SOFTWARE	1.53%
TELECOMMUNICATION	9.54%
UTILITIES	3.23%

Top Holdings as of 09/30/2009

BAYER AG	2.64%
AMERICA MOVIL S.A.B. DE C.V. ADR L	2.25%
ANHEUSER-BUSCH INBEV SA	2.05%
ROCHE HOLDING AG	1.92%
BANCO SANTANDER SA	1.89%
NOVARTIS	1.85%
TELEFONICA, S.A.	1.72%
GAZPROM OAO (EDR)	1.57%
NOVO NORDISK A/S	1.51%
SAMSUNG ELECTRONICS	1.39%

HISTORICAL RETURNS

(BY YEAR)

	EuroPacific Growth Fund	MSCI All Country World ex-U.S. Index	Return Difference
	Return	Return	
1998	15.5%	14.1%	1.4
1999	57.0	30.6	26.4
2000	-17.8	-15.3	-2.5
2001	-12.2	-19.7	7.5
2002	-13.4	-14.9	1.5
2003	33.2	40.8	-7.6
2004	20.0	20.9	-0.9
2005	21.4	16.6	4.8
2006	22.2	26.7	-4.5
2007	19.2	16.7	2.5
2008	-40.4	-45.5	5.1
2009	39.5	41.4	-1.9
Trailing 3-Year	-0.3%	-3.5%	3.2
Trailing 5-Year	8.0	5.8	2.2
Trailing 10-Year	3.9	2.7	1.2

EUROPACIFIC GROWTH

COUNTRY ALLOCATION/RETURNS

3 MONTHS ENDING 12/31/09

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	0.7 %	0.2 %	-9.8 %
Belgium	2.5	0.7	1.6
Czech Republic*	--	0.1	-6.9
Denmark	1.8	0.6	-2.8
Finland	0.6	0.8	-3.5
France	9.3	7.8	2.1
Germany	9.4	5.7	2.2
Greece	0.4	0.4	-22.4
Hungary*	0.2	0.1	3.5
Ireland	0.8	0.2	-2.7
Italy	1.7	2.4	-2.7
Netherlands	2.0	1.9	3.8
Norway	0.8	0.6	14.9
Poland*	0.1	0.3	12.9
Portugal	0.2	0.2	0.4
Russia*	2.2	1.4	10.5
Spain	4.3	3.2	1.3
Sweden	1.3	1.8	3.6
Switzerland	8.1	5.4	3.8
United Kingdom	9.9	15.2	7.0
Asia/Pacific			
Australia	2.7 %	5.9 %	4.9 %
China*	3.3	4.0	7.7
Hong Kong	1.1	1.6	3.6
India*	2.8	1.7	7.7
Indonesia*	0.5	0.4	5.1
Japan	8.9	14.6	-2.8
Korea*	2.2	2.8	2.3
Malaysia*	0.1	0.6	6.7
New Zealand	--	0.1	-0.1
Philippines*	0.3	0.1	9.7
Singapore	0.2	1.0	9.8
Taiwan, China*	1.8	2.5	8.1
Thailand*	--	0.3	1.1
Americas			
Brazil*	3.6 %	3.8 %	12.9 %
Canada	3.2	7.3	5.0
Chile*	--	0.3	15.3
Colombia*	--	0.1	-1.1
Mexico*	3.2	1.0	13.7
Peru*	--	0.1	0.8
United States	--	--	5.9
Other			
Egypt*	--	0.1 %	-6.2 %
Israel*	1.2 %	0.6	14.0
Morocco*	--	0.0	-7.1
Other Countries*	0.4	--	--
South Africa*	1.3	1.5	9.4
Turkey*	0.4	0.3	9.1
Cash			
Cash	6.5 %	--	--
Total	100.0 %	100.0 %	3.7 %
Developed	69.9	77.6	
Emerging*	23.6	22.4	
Cash	6.5	--	

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

RETURN SUMMARY ENDING 12/31/09

	Fourth Quarter	1 Year Ending 12/31/09	Since Inception	Inception Date
Vanguard FTSE All World ex-U.S. Index	3.2 %	39.0 %	-4.6 %	3/31/07
FTSE All World ex-U.S. Index	3.7	43.3	-4.0	

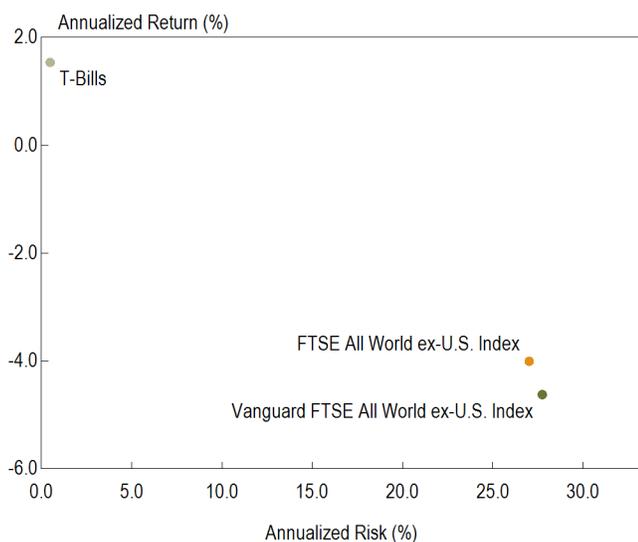
Investment Strategy

The Vanguard FTSE All World ex-U.S. Index Fund is designed to track the investment performance of the FTSE All World ex-U.S. Index which is comprised of approximately 47 developed and emerging countries, excluding the U.S., while including Canada.

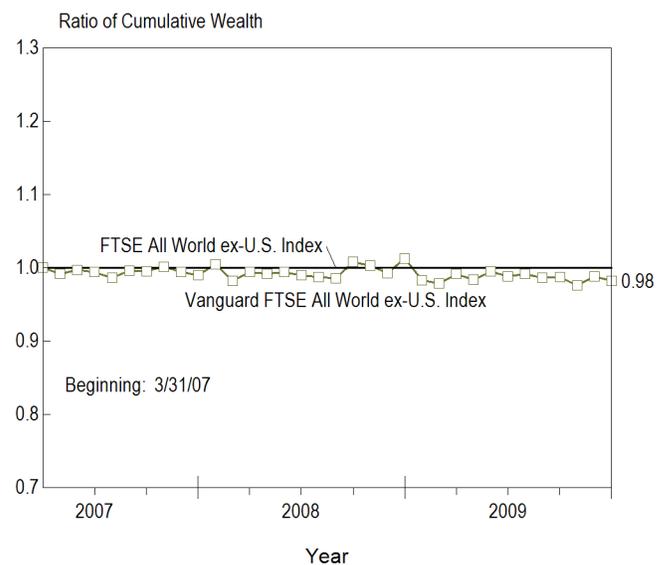
The Fund's year-to-date return has trailed the return of the Index. The discrepancy is due to the effects of fair value pricing which is employed by Vanguard. During the trailing one-year period, the Fund has lagged the Index also as a result of fair value pricing. Since the Fund's inception in April 2007, it has trailed the Index by 60 basis points.

As illustrated in the graphs below and the table above, FTSE All World ex-U.S. Index Fund has underperformed the return of the Index since its inception at a modestly higher risk level.

ANNUALIZED RISK RETURN 2 YEARS 9 MONTHS ENDING 12/31/09



RATIO OF CUMULATIVE WEALTH 2 YEARS 9 MONTHS ENDING 12/31/09



VANGUARD FTSE ALL WORLD EX-U.S. INDEX

Fund Information as of 12/31/2009

Fund Name	Vanguard FTSE AWIdexUS It
Ticker	VFWSX
Category	Foreign Large Blend
Benchmark	FTSE All World ex-U.S. Index
Expense Ratio	0.15%
Fund Assets (millions)	1,981.37
Share Class Inception Date	4/30/2007
Manager Tenure	3

Sector Allocation as of 09/30/2009

BUSINESS SERVICES	3.26%
CONSUMER GOODS	13.96%
CONSUMER SERVICES	4.45%
ENERGY	10.38%
FINANCIAL SERVICES	25.98%
HARDWARE	2.54%
HEALTHCARE	5.98%
INDUSTRIAL MATERIALS	16.28%
MEDIA	1.33%
SOFTWARE	0.93%
TELECOMMUNICATION	7.58%
UTILITIES	4.49%

Top Holdings as of 09/30/2009

HSBC HOLDINGS PLC	1.34%
BP PLC	1.13%
NESTLE	1.06%
TOTAL SA	0.96%
BANCO SANTANDER SA	0.90%
TELEFONICA, S.A.	0.86%
VODAFONE GROUP PLC	0.80%
NOVARTIS	0.77%
ROCHE HOLDING AG	0.77%
BHP BILLITON LIMITED	0.75%

HISTORICAL RETURNS

(BY Years)

	Vanguard FTSE All World ex-U.S. Index	FTSE All World ex-U.S. Index
	Return	Return
2007 (9 months)	12.7 %	13.9 %
2008	-44.0	-45.3
2009	39.0	43.3
Since Inception (3/31/07)	-4.6 %	-4.0 %

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RETURNS OF THE MAJOR CAPITAL MARKETS

	Fourth Quarter	Annualized Periods Ending 12/31/09				
		1-Year	3-Year	5-Year	10-Year	15-Year
Domestic Stock Indices:						
Dow Jones US Total Stock Index	5.8%	28.6%	-5.2%	1.0%	-0.2%	8.1%
S&P 500 Index	6.0	26.5	-5.6	0.4	-0.9	8.0
Russell 3000 Index	5.9	28.3	-5.4	0.8	-0.2	8.1
Russell 1000 Value Index	4.2	19.7	-9.0	-0.3	2.5	8.9
Russell 1000 Growth Index	7.9	37.2	-1.9	1.6	-4.0	6.9
Russell MidCap Value Index	5.2	34.2	-6.6	2.0	7.6	10.9
Russell MidCap Growth Index	6.7	46.3	-3.2	2.4	-0.5	8.2
Russell 2000 Value Index	3.6	20.6	-8.2	0.0	8.3	9.9
Russell 2000 Growth Index	4.1	34.5	-4.0	0.9	-1.4	5.0
Domestic Bond Indices:						
Barclays Capital Aggregate Index	0.2%	5.9%	6.0%	5.0%	6.3%	6.8%
Barclays Capital Govt/Credit Index	-0.2	4.5	5.8	4.7	6.3	6.8
Barclays Capital Long Govt/Credit Index	-2.6	1.9	5.6	5.0	7.7	8.1
Barclays Capital 1-3 Year Govt/Credit Index	0.4	3.8	5.2	4.3	4.9	5.4
Barclays Capital U.S. MBS Index	0.6	5.9	7.0	5.8	6.5	7.0
Barclays Capital High Yield Index	6.2	58.2	6.0	6.5	6.7	7.6
Barclays Capital Universal Index	0.6	8.6	5.8	5.0	6.4	6.9
Real Estate Indices:						
NCREIF Property Index	-2.1%	-16.9%	-3.4%	4.7%	7.3%	8.8%
NCREIF ODCE Index	-3.7	-30.4	-10.6	-0.2	4.0	6.5
Dow Jones Real Estate Securities Index	9.0	29.0	-13.9	-0.2	10.5	9.7
FTSE NAREIT US Real Estate Index	9.4	28.0	-12.4	0.3	10.6	9.8
Foreign/Global Stock Indices:						
MSCI All Country World Index	4.6%	34.6%	-4.6%	3.1%	0.4%	6.2%
MSCI All Country World IMI	4.5	36.4	-4.8	3.1	0.8	6.1
MSCI All Country World ex-U.S. Index	3.7	41.4	-3.5	5.8	2.7	5.7
MSCI All Country World ex-U.S. IMI	3.7	43.6	-3.4	6.0	2.7	5.4
MSCI All Country World ex-U.S. Small Cap Index	3.1	62.9	-3.5	6.9	6.5	5.3
MSCI EAFE Index	2.2	31.8	-6.0	3.5	1.2	4.9
MSCI EAFE IMI	1.8	33.2	-6.1	3.7	1.1	4.8
MSCI EAFE Index (in local currency)	3.3	24.7	-8.3	3.0	-1.0	4.2
MSCI Emerging Markets IMI	9.0	82.4	5.6	15.8	9.1	5.3
Foreign Bond Indices:						
Citigroup World Gov't Bond Index	-2.1%	4.4%	8.6%	4.5%	6.6%	6.4%
Citigroup Hedged World Gov't Bond Index	0.1	2.4	5.1	4.8	5.3	7.2
Cash Equivalents:						
Treasury Bills (30-Day)	0.0%	0.1%	1.7%	2.3%	2.4%	3.2%
EnnisKnupp STIF Index	0.1	0.5	2.9	3.4	3.3	4.0
Inflation Index:						
Consumer Price Index	0.0%	2.7%	2.3%	2.6%	2.5%	2.5%

APPENDIX II

Benchmark Descriptions

iMoney Net Money Fund Average - An index made up of the entire universe of taxable money market mutual funds. The index currently represents 1,228 funds, or approximately 99 percent of all money fund assets.

Custom Benchmark (Personal Strategy Balanced) - A mix of 51% Dow Jones U.S. Total Stock Market Index, 30% Barclays Capital Aggregate Bond Index, 10% 90-Day Treasury Bills, and 9% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Growth) - A mix of 65% Dow Jones U.S. Total Stock Market Index, 20% Barclays Capital Aggregate Bond Index and 12% MSCI EAFE Index.

Custom Benchmark (Personal Strategy Income) - A mix of 34% Dow Jones U.S. Total Stock Market Index, 40% Barclays Capital Aggregate Bond Index, 20% 90-Day Treasury Bills, and 6% MSCI EAFE Index.

Performance Benchmark (Vanguard Total Stock Market Index) - Dow Jones U.S. Total Stock Market Index until 4/30/2005, the MSCI U.S. Broad Market Index going forward.

Performance Benchmark (Vanguard Small Cap Index) - Russell 2000 Index until 6/30/2003, the MSCI U.S. 1750 Small Cap Index going forward.

EnnisKnupp GIC Index - This benchmark index is an average of the 2-, 3-, 4- and 5-year GICs as surveyed by T.Rowe Price.

Barclays Capital Aggregate Bond Index - 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.

MSCI All Country World ex-U.S. Free Index - A capitalization-weighted index of stocks representing 48 developed and emerging country stock markets, excluding the U.S. market.

MSCI U.S. 1750 Small Cap Index - An index representing the universe of small capitalization companies in the U.S. equity market. This index targets for inclusion 1,750 companies and represents approximately 12% of the capitalization of the U.S. equity market.

Benchmark Descriptions

S&P 500 Index - A capitalization-weighted index representing stocks chosen by Standard & Poor's, Inc. for their size, liquidity, stability and industry group representation. The companies in the S&P 500 Index are generally among the largest in their industries. Currently the Index comprises industrial, utility, financial and transportation stocks.

FTSE All World ex-U.S. Index - An index of stocks representing approximately 47 developed and emerging countries, excluding the U.S. while including Canada.

Russell 1000 Index - A capitalization-weighted index of the 1,000 largest publicly traded U.S. stocks by capitalization.

Russell 1000 Value Index - An Index that measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower I/B/E/S growth forecasts.

Russell 1000 Growth Index - An Index that measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher I/B/E/S growth forecasts.

Russell Mid Cap Index - A capitalization-weighted index consisting of the smallest 800 companies in the Russell 1000 Index. The Russell 1000 Index represents the 1,000 largest publicly traded stocks by capitalization.

Russell 2500 Index - A capitalization-weighted, small-cap stock index representing the performance of 2,500 domestic stocks. This Index represents approximately 22% of the domestic market. Its median market capitalization is approximately \$786 million.

Russell 2000 Index - A capitalization-weighted index of the smallest 2,000 stocks in the Russell 3000 Index. The Index excludes the largest- and smallest-capitalization issues in the domestic stock market.

Russell 2000 Value Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with lower price-to-book ratios and lower I/B/E/S earnings growth forecasts.

Russell 2000 Growth Index - A capitalization-weighted index representing those companies within the Russell 2000 Index with higher price-to-book ratios and higher I/B/E/S earnings growth forecasts.

Dow Jones U.S. Total Stock Market Index - A capitalization-weighted stock index representing all domestic common stocks traded regularly on the organized exchanges. The Index is the broadest measure of the aggregate domestic stock market.

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