

Hewitt **ennisknupp**

An Aon Company

Performance Report
Third Quarter 2010

Milwaukee County Deferred
Compensation Plan

(This page left blank intentionally)

CONTENTS

- 1 Investment Highlights
- 2 Fund Monitoring System
- 3 Market Environment
- 4 Retirement Funds
- 5 Index Funds
- 6 Active Funds
- 7 Appendicies

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.

(This page left blank intentionally)

INVESTMENT HIGHLIGHTS

RETURN SUMMARY ENDING 9/30/10

	Third Quarter		Year-To-Date		1 Year Ending 9/30/10		3 Years Ending 9/30/10		5 Years Ending 9/30/10	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
TRP PS Income	8.1 %	16	6.5 %	44	9.7 %	34	2.0 %	36	5.0 %	22
Custom Benchmark	6.0	69	5.4	63	7.8	70	0.8	53	3.8	51
TRP PS Balanced	10.1	13	6.3	26	10.6	26	-0.5	28	4.2	23
Custom Benchmark	8.2	60	5.5	44	8.9	54	-1.4	39	3.3	39
TRP PS Growth	11.9	28	5.5	36	10.7	33	-4.1	26	2.7	22
Custom Benchmark	10.4	72	5.6	35	10.1	43	-3.7	22	2.6	25

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Target Retirement Income Fund	5.5 %	6.8 %	9.0 %	3.4 %	4.7 %
Target Retirement Income Benchmark	5.5	6.8	9.1	3.2	4.7
Vanguard Target Retirement 2005 Fund	6.1	6.7	9.3	1.7	4.3
Target Retirement 2005 Benchmark	6.2	6.8	9.4	1.7	4.2
Vanguard Target Retirement 2010 Fund	7.6	6.6	9.8	0.3	--
Target Retirement 2010 Benchmark	7.7	6.7	10.0	0.2	--
Vanguard Target Retirement 2015 Fund	8.6	6.4	9.9	-0.9	3.6
Target Retirement 2015 Benchmark	8.7	6.5	10.1	-1.0	3.5
Vanguard Target Retirement 2020 Fund	9.4	6.1	10.0	-2.0	--
Target Retirement 2020 Benchmark	9.5	6.2	10.2	-2.1	--
Vanguard Target Retirement 2025 Fund	10.1	5.7	10.1	-3.2	2.7
Target Retirement 2025 Benchmark	10.2	5.9	10.3	-3.2	2.7
Vanguard Target Retirement 2030 Fund	11.0	5.4	10.2	-4.2	--
Target Retirement 2030 Benchmark	11.0	5.5	10.4	-4.3	--
Vanguard Target Retirement 2035 Fund	11.7	5.2	10.2	-4.9	2.2
Target Retirement 2035 Benchmark	11.7	5.2	10.4	-5.0	2.2
Vanguard Target Retirement 2040 Fund	11.8	5.1	10.2	-4.8	--
Target Retirement 2040 Benchmark	11.7	5.2	10.4	-5.0	--
Vanguard Target Retirement 2045 Fund	11.8	5.2	10.2	-4.8	2.4
Target Retirement 2045 Benchmark	11.7	5.2	10.4	-5.0	2.3
Vanguard Target Retirement 2050 Fund	11.8	5.2	10.3	-4.8	--
Target Retirement 2050 Benchmark	11.7	5.2	10.4	-5.0	--

Benchmark descriptions can be found in the Appendix.

INVESTMENT HIGHLIGHTS

RETURN SUMMARY

ENDING 9/30/10

	Third Quarter		Year-To-Date		1 Year Ending 9/30/10		3 Years Ending 9/30/10		5 Years Ending 9/30/10	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
Vanguard Total Bond Market Index	2.5%	91	8.0%	67	8.1%	84	7.5%	50	6.3%	43
Barclays Capital Aggregate Bond Index	2.5	90	7.9	70	8.2	83	7.4	51	6.2	46
Vanguard Institutional Index Fund	11.3	53	3.9	64	10.2	61	-7.1	65	0.7	60
S&P 500 Index	11.3	53	3.9	64	10.2	61	-7.2	66	0.6	60
Vanguard Total Stock Market Index Fund	11.6	47	5.0	55	11.1	53	-6.2	56	1.2	52
Performance Benchmark	11.6	47	5.0	55	11.1	53	-6.3	57	1.2	52
Vanguard Mid Cap Index Fund	13.0	38	10.6	29	17.9	20	-4.4	43	2.4	47
MSCI U.S. Mid Cap 450 Index	13.0	38	10.6	29	18.0	19	-4.4	43	2.4	47
Vanguard Small Cap Index Fund	12.1	36	10.6	28	15.2	37	-2.8	33	2.7	39
Small-Cap Index	12.1	36	10.6	28	15.1	37	-3.0	37	2.6	40
Vanguard FTSE All World ex-U.S. Index	17.8	37	4.3	34	7.6	34	-6.9	24	--	--
FTSE All World ex-U.S. Index	16.9	60	4.3	32	8.2	29	-6.5	22	5.3	14

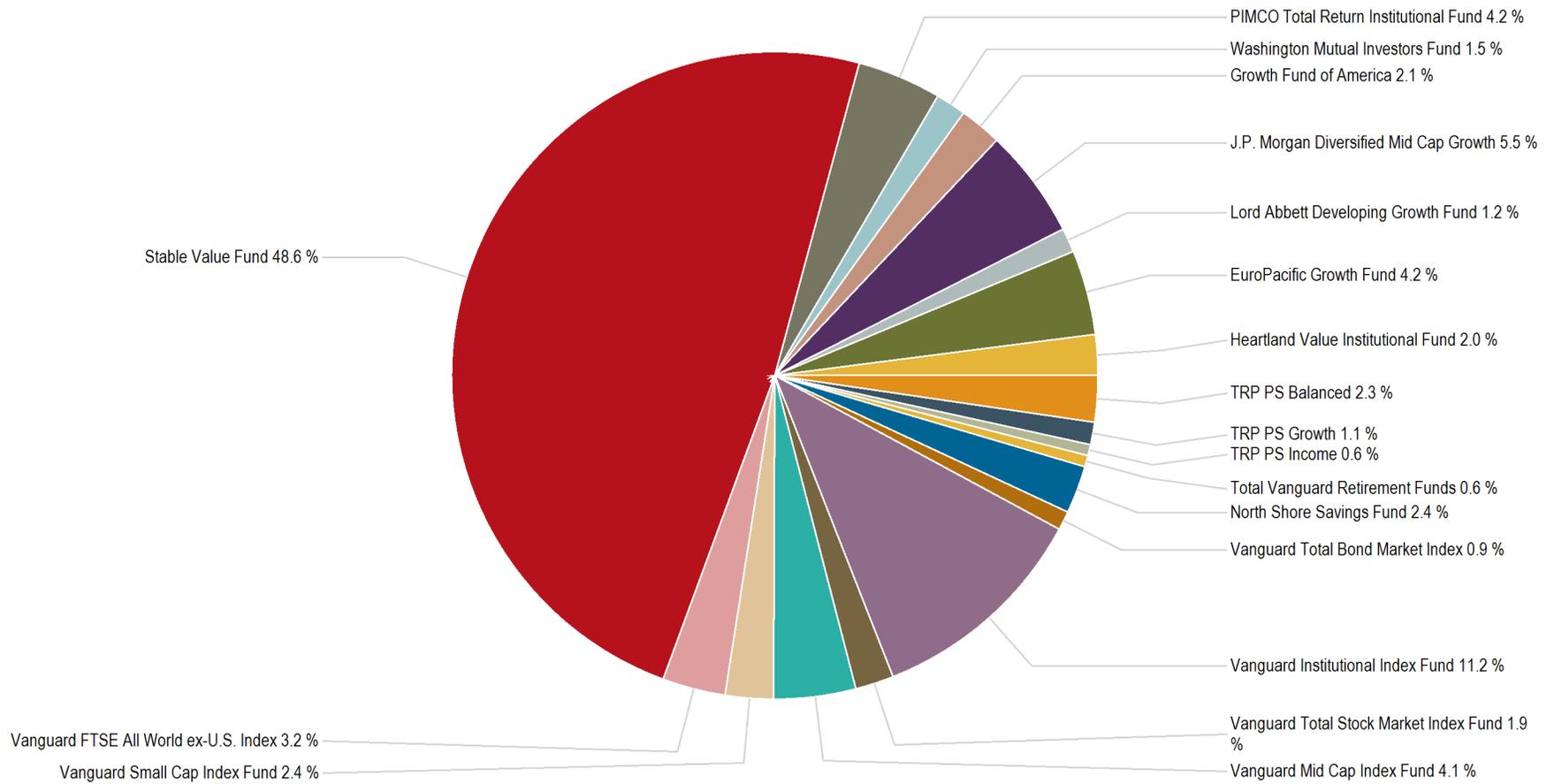
RETURN SUMMARY

ENDING 9/30/10

	Third Quarter		Year-To-Date		1 Year Ending 9/30/10		3 Years Ending 9/30/10		5 Years Ending 9/30/10	
	Return	Rank	Return	Rank	Return	Rank	Return	Rank	Return	Rank
North Shore Savings Fund	0.1%	--	0.3%	--	0.4%	--	1.3%	--	2.3%	--
iMoney Net Money Fund Average	0.2	--	0.3	--	0.3	--	1.2	--	2.3	--
Stable Value Fund	1.1	--	3.3	--	4.5	--	4.7	--	4.7	--
Hueler Stable Value Index	0.8	--	2.3	--	3.1	--	3.8	--	4.2	--
Barclays Capital 1-3 Yr. Govt.	0.6	--	2.5	--	2.6	--	4.3	--	4.5	--
PIMCO Total Return Institutional Fund	3.8	16	9.8	21	10.9	32	10.8	3	8.4	2
Barclays Capital Aggregate Bond Index	2.5	90	7.9	70	8.2	83	7.4	51	6.2	46
Washington Mutual Investors Fund	12.0	12	4.4	20	12.3	6	-7.6	36	0.7	26
Russell 1000 Value Index	10.1	62	4.5	19	8.9	35	-9.4	68	-0.5	54
S&P 500 Index	11.3	28	3.9	25	10.2	22	-7.2	31	0.6	28
Growth Fund of America	10.8	84	2.1	77	8.1	81	-6.4	64	1.8	41
Russell 1000 Growth Index	13.0	43	4.4	38	12.7	33	-4.4	38	2.1	36
J.P. Morgan Diversified Mid Cap Growth	14.4	35	8.8	68	17.1	43	-4.7	41	3.2	38
Russell MidCap Growth Index	14.6	30	10.9	42	18.3	29	-3.9	35	2.9	43
Lord Abbett Developing Growth Fund	16.5	5	16.0	6	22.7	5	-2.3	24	7.0	2
Russell 2000 Growth Index	12.8	41	10.2	40	14.8	50	-3.7	37	2.3	41
Heartland Value Institutional Fund	8.4	80	4.4	91	8.6	94	-4.3	60	2.2	49
Russell 2000 Value Index	9.7	59	7.9	67	11.8	72	-5.0	72	0.7	71
EuroPacific Growth Fund	16.9	60	3.8	39	7.3	35	-4.4	8	6.1	9
MSCI All Country World ex-U.S. Index	16.6	70	3.7	40	7.6	34	-7.4	27	4.3	19

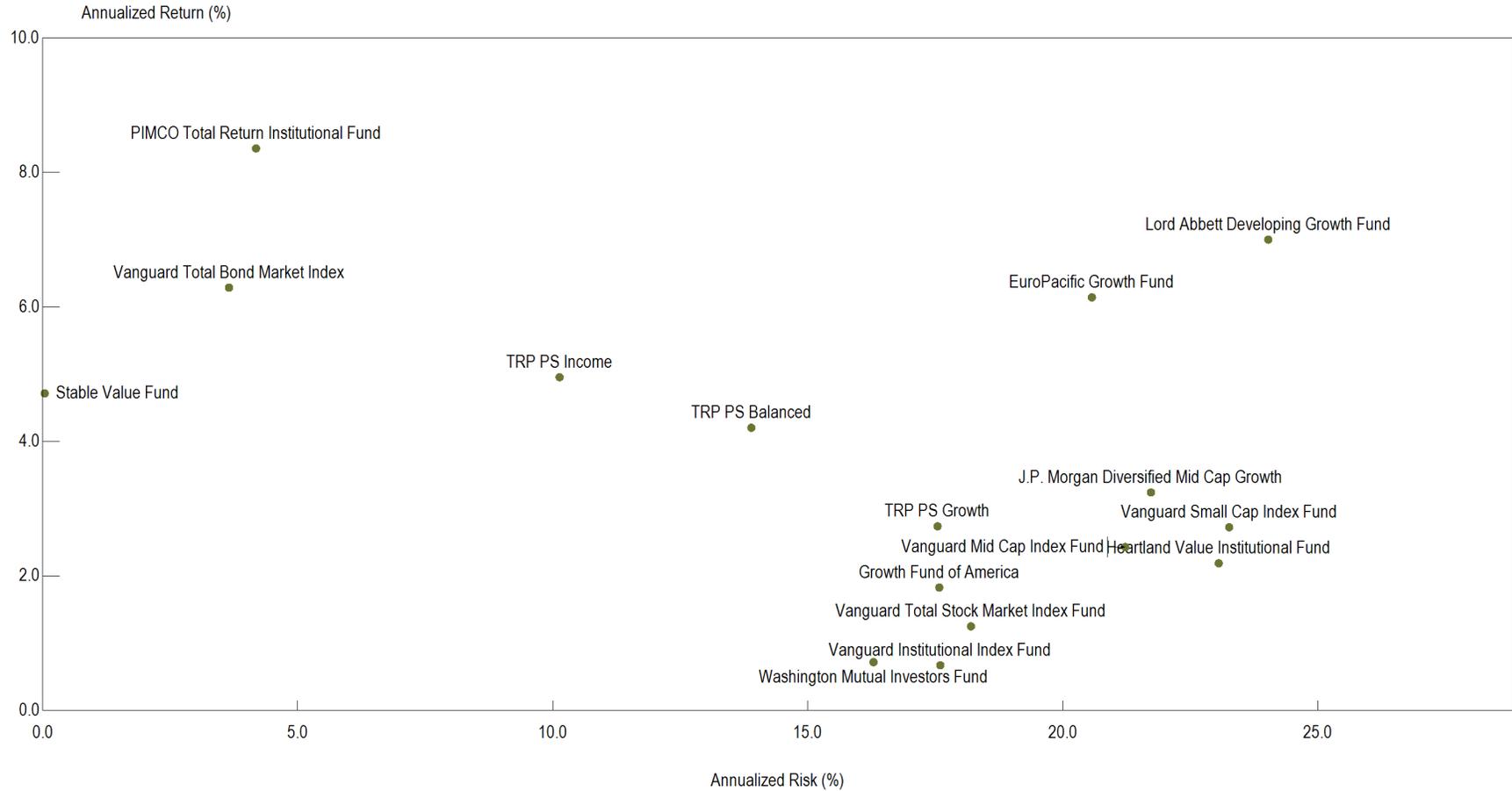
Benchmark descriptions can be found in the Appendix.

ASSET ALLOCATION
ACTUAL AS OF 9/30/10



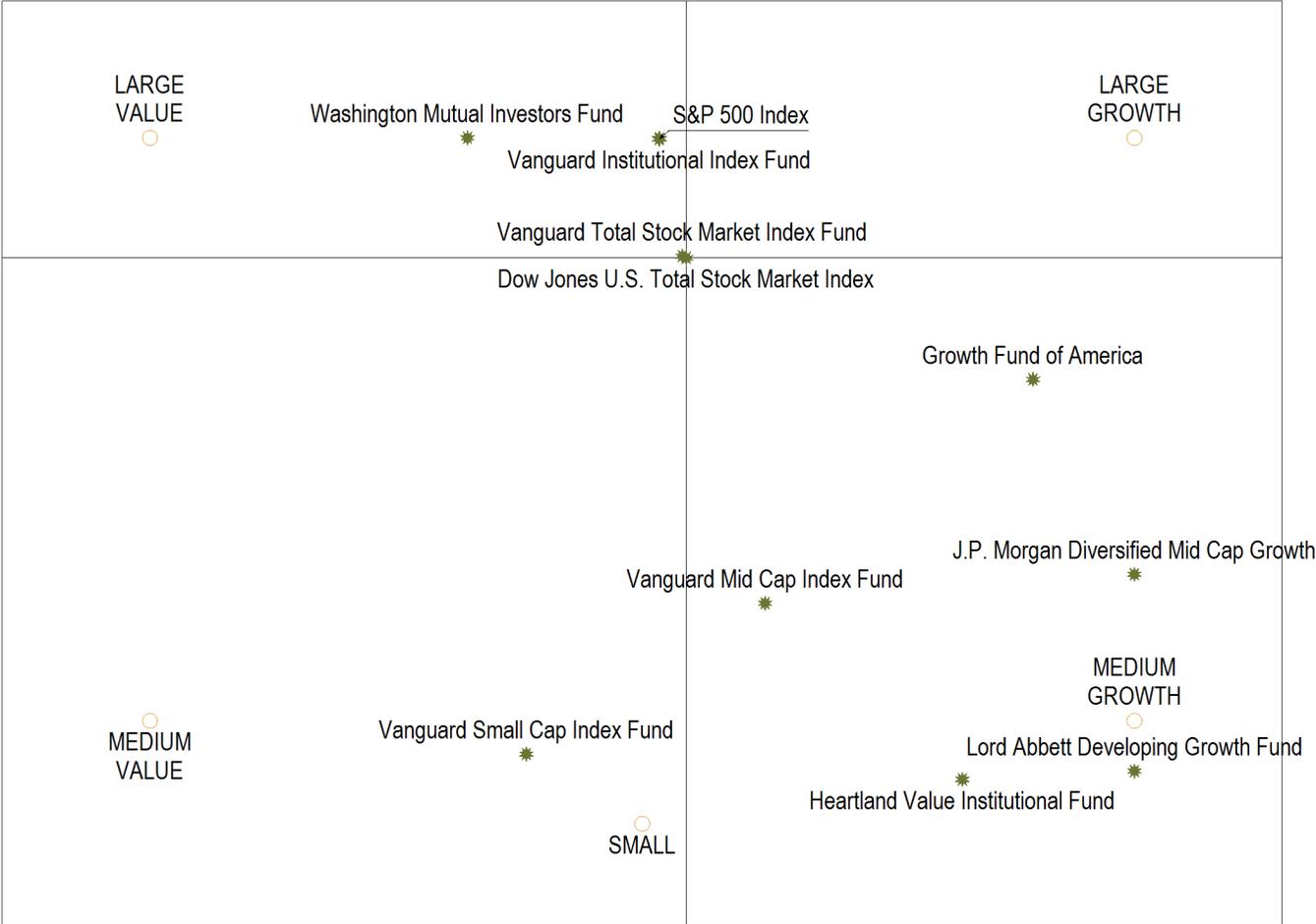
INVESTMENT HIGHLIGHTS

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/10



U.S. STOCK FUNDS - INVESTMENT STYLE

EFFECTIVE STYLE MAP
5 YEARS ENDING 9/30/10



INVESTMENT HIGHLIGHTS

Cash Flow Summary

Quarter Ending September 30, 2010

	Beginning Market Value	Withdrawals	Contributions	Net Cash Flow	Net Investment Change	Ending Market Value
TRP PS Income	\$1,400,508	-\$219,117	\$31,324	-\$187,793	\$106,973	\$1,319,688
TRP PS Balanced	\$5,491,969	-\$602,029	\$107,372	-\$494,657	\$537,097	\$5,534,410
TRP PS Growth	\$2,674,308	-\$421,496	\$113,165	-\$308,331	\$311,054	\$2,677,031
Vanguard Target Retirement Income Fund	\$170,745	-\$22,476	\$45,050	\$22,574	\$9,067	\$202,386
Vanguard Target Retirement 2005 Fund	\$0	\$0	\$26,089	\$26,089	\$686	\$26,775
Vanguard Target Retirement 2010 Fund	\$116,902	\$0	\$140,899	\$140,899	\$14,057	\$271,858
Vanguard Target Retirement 2015 Fund	\$45,247	\$0	\$194,780	\$194,780	\$9,624	\$249,651
Vanguard Target Retirement 2020 Fund	\$5,170	-\$32,084	\$285,317	\$253,233	\$8,900	\$267,303
Vanguard Target Retirement 2025 Fund	\$21,873	-\$4	\$78,413	\$78,410	\$4,021	\$104,303
Vanguard Target Retirement 2030 Fund	\$46,486	-\$4,158	\$41,077	\$36,919	\$5,860	\$89,265
Vanguard Target Retirement 2035 Fund	\$19,928	\$0	\$106,075	\$106,075	\$6,190	\$132,193
Vanguard Target Retirement 2040 Fund	\$216	\$0	\$2,603	\$2,603	\$107	\$2,926
Vanguard Target Retirement 2045 Fund	\$36,166	-\$25,659	\$0	-\$25,659	\$2,262	\$12,769
Vanguard Target Retirement 2050 Fund	\$665	\$0	\$2,456	\$2,456	\$163	\$3,285
Vanguard Total Bond Market Index	\$2,378,412	-\$580,040	\$402,251	-\$177,790	\$49,430	\$2,250,053
Vanguard Institutional Index Fund	\$23,646,577	-\$979,732	\$1,382,942	\$403,210	\$2,668,229	\$26,718,017
Vanguard Total Stock Market Index Fund	\$4,355,986	-\$477,792	\$245,761	-\$232,030	\$480,134	\$4,604,090
Vanguard Mid Cap Index Fund	\$9,454,489	-\$1,199,135	\$362,433	-\$836,702	\$1,181,438	\$9,799,225
Vanguard Small Cap Index Fund	\$4,352,231	-\$228,523	\$1,074,850	\$846,328	\$562,441	\$5,761,000
Vanguard FTSE All World ex-U.S. Index	\$5,945,211	-\$377,613	\$901,979	\$524,366	\$1,076,706	\$7,546,282
North Shore Savings Fund	\$6,115,112	-\$649,636	\$236,367	-\$413,269	\$3,533	\$5,705,376
Stable Value Fund	\$111,841,054	-\$4,331,252	\$7,569,085	\$3,237,833	\$1,229,879	\$116,308,766
PIMCO Total Return Institutional Fund	\$9,086,417	-\$540,544	\$1,155,516	\$614,972	\$356,079	\$10,057,468
Washington Mutual Investors Fund	\$3,939,445	-\$4,266,729	\$178,354	-\$4,088,375	\$148,930	\$0
Washington Mutual Investors (R6)	\$0	-\$561,132	\$3,895,479	\$3,334,346	\$298,926	\$3,633,273
Growth Fund of America	\$4,675,554	-\$4,802,061	\$62,133	-\$4,739,928	\$64,374	\$0
Growth Fund of America (R6)	\$0	-\$111,283	\$4,742,888	\$4,631,605	\$429,743	\$5,061,349
J.P. Morgan Diversified Mid Cap Growth	\$11,890,433	-\$12,185,389	\$110,257	-\$12,075,131	\$184,699	\$0
J.P. Morgan Diversified Mid Cap Growth Select	\$0	-\$310,489	\$11,931,342	\$11,620,853	\$1,505,088	\$13,125,941
Lord Abbett Developing Growth Fund	\$2,540,263	-\$2,599,091	\$47,383	-\$2,551,707	\$11,444	\$0
Lord Abbett Developing Growth Fund (I)	\$0	-\$31,287	\$2,524,938	\$2,493,651	\$400,057	\$2,893,708
Heartland Value Institutional Fund	\$4,560,901	-\$228,528	\$153,434	-\$75,094	\$376,009	\$4,861,816
EuroPacific Growth Fund	\$9,474,981	-\$10,150,068	\$172,117	-\$9,977,952	\$502,970	\$0
EuroPacific Growth Fund (R6)	\$0	-\$702,198	\$9,773,468	\$9,071,270	\$1,047,581	\$10,118,851
Total	\$224,287,250	-\$46,639,546	\$48,097,600	\$1,458,054	\$13,593,751	\$239,339,054

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.

If a manager is placed on the "Red" Level Status, a formal manager review will be conducted by Hewitt EnnisKnupp. Hewitt 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, Hewitt 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 Growth Fund of America Fund are currently on "Green" status. The Growth Fund of America Fund is currently in "yellow" status as a result of underperformance. The Vanguard FTSE All World ex-U.S. Index Fund changed from "Yellow" status to "Green" status as a result of recent outperformance. The Vanguard FTSE All World ex-U.S. Index Fund has trailed its benchmark during its since-inception 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. We are comfortable with Vanguard's use of fair value pricing, as this is a typical methodology used by many mutual fund managers. We expect that the discrepancy between the Vanguard Index fund and the index will continue to decrease over longer-term periods.

FUND MONITORING SYSTEM

Investment Fund Monitoring Summary:

	1.	2.	3.	4.	5.				
	Underperformed in 3 of 4 Trailing Calendar Quarters?	Underperformed Benchmark over Trailing Five Year Period?*	Diverged from Strategy?	Adverse Change in Portfolio Manager?	Adverse Organizational Change?	3rd Quarter 2010 Status	2nd Quarter 2010 Status	1st Quarter 2010 Status	4th Quarter 2009 Status
North Shore Savings 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				
Vanguard Total Bond Market Index	No	No	No	No	No				
Vanguard Institutional Index	No	No	No	No	No				
Vanguard Total Stock Market	No	No	No	No	No				
Vanguard Mid Cap Index	No	No	No	No	No				
Vanguard Small Cap Index	No	No	No	No	No				
Vanguard FTSE All World ex-U.S.	No	Yes*	No	No	No				
Stable Value Fund	No	No	No	No	No				
PIMCO Total Return Fund	No	No	No	No	No				
Washington Mutual Investors	No	No	No	No	No				
Growth Fund of America	Yes	Yes	No	No	No				
JP Morgan Diversified Mid Cap Growth	Yes	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				

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

FUND MONITORING SYSTEM

Investment Fund Monitoring Summary:

	1.	2.	3.	4.	5.			
	Underperformed in 3 of 4 Trailing Calendar Quarters?	Underperformed Benchmark over Trailing Five Year Period?*	Diverged from Strategy?	Adverse Change in Portfolio Manager?	Adverse Organizational Change?	3rd Quarter 2010 Status	2nd Quarter 2010 Status	1st Quarter 2010 Status
Vanguard Target Retirement Income Fund	No	No	No	No	No			
Vanguard Target Retirement 2005 Fund	No	No	No	No	No			
Vanguard Target Retirement 2010 Fund	No	No	No	No	No			
Vanguard Target Retirement 2015 Fund	Yes	No	No	No	No			
Vanguard Target Retirement 2020 Fund	No	No	No	No	No			
Vanguard Target Retirement 2025 Fund	Yes	No	No	No	No			
Vanguard Target Retirement 2030 Fund	No	No	No	No	No			
Vanguard Target Retirement 2035 Fund	No	No	No	No	No			
Vanguard Target Retirement 2040 Fund	Yes	No	No	No	No			
Vanguard Target Retirement 2045 Fund	No	No	No	No	No			
Vanguard Target Retirement 2050 Fund	No	No	No	No	No			

*The Vanguard Target Retirement Funds 2010, 2020, 2030, 2040, 2050 began in July 2006. Therefore, performance is based on since-inception period.

MARKET ENVIRONMENT
Third Quarter 2010

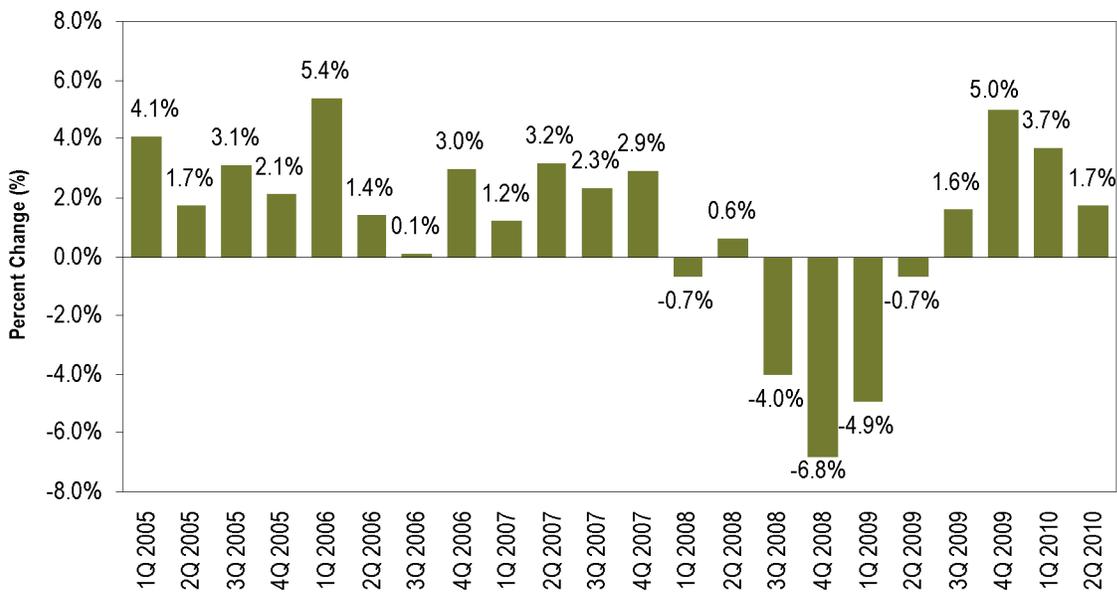
MARKET ENVIRONMENT

MACRO HIGHLIGHTS

The U.S. Federal Reserve (Fed) met twice during the third quarter. The Fed Funds target rate was left unchanged at 0%-.25%. Justification for holding the rate steady was subdued inflation trends and low rates of resource utilization. The quarter was dominated by talk of a double dip as fears continued to mount about the state of the world economy. Expectations for higher interest rates have been pushed out further as central banks have increased concern over the strength of recovery. The Fed is expected to implement a second phase of quantitative easing, by the purchasing of U.S. Treasuries.

According to the final estimate released by the Bureau of Economic Analysis, real GDP increased 1.7% in the second quarter of 2010. This was an upward revision of 0.1 percentage points from the second estimate in August. Purchasing by U.S. residents of goods and services increased to 5.1% in the second quarter, compared to an increase of 3.9% in the first. The notable deceleration in real GDP from 3.7% in the first quarter 2010 was attributable to an increase in imports and a decrease in inventory investment.

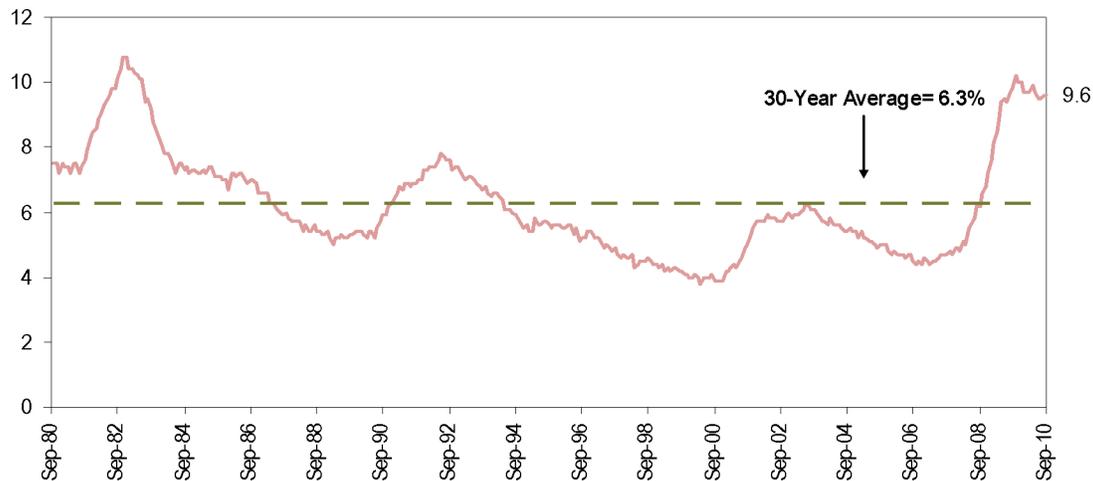
Quarterly Gross Domestic Product (Annualized)



Source: Bureau of Economics Statistics

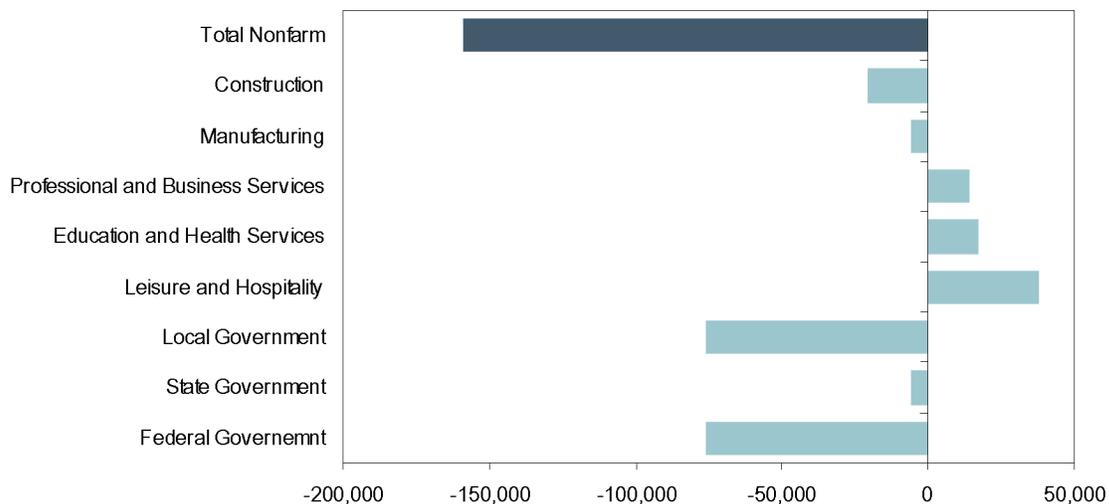
According to the Bureau of Labor Statistics, the unemployment rate remained unchanged at 9.6% in September as government employment declined by 159,000 workers, reflecting both a drop in the number of temporary jobs (2010 Census being a contributing factor) and job losses at the local government level, decreasing by 76,000 in September. Nonfarm payrolls shed 95,000 jobs in September while private-sector employment continued to modestly increase. Within the private-sector, job growth was experienced with the hospitality and healthcare industries. Construction employment remained weak. Healthcare employment (within education and health services) rose by 24,000 in September and has risen an average of 21,000 per month over the course of 2010. The unemployment rate, shown on the following page, remains at 9.6%, a level not approached since the early 1980s.

**Unemployment Rate
As of September 2010**



Source: Bureau of Labor Statistics

**One Month Change in Nonfarm Payroll Employment
September 2010**



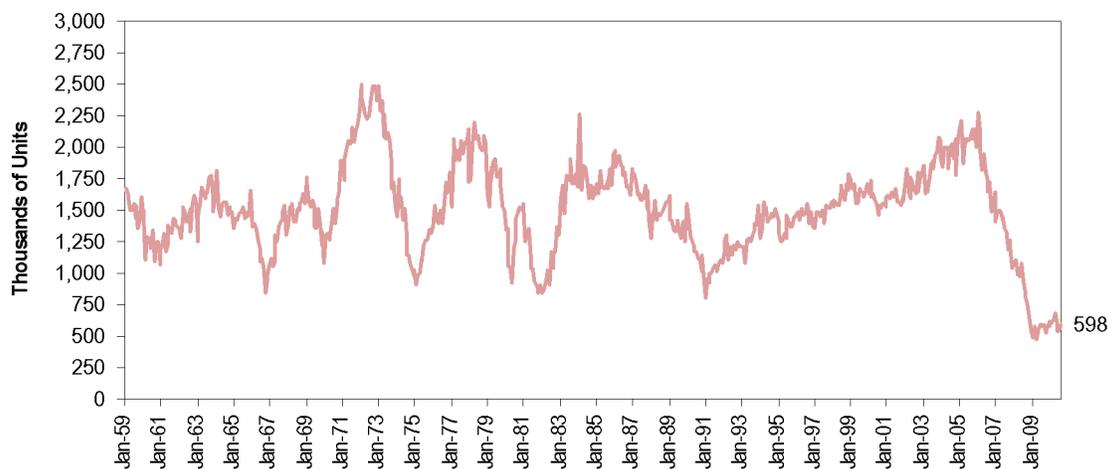
Source: Bureau of Labor Statistics

New housing starts increased 10.5% to a seasonally adjusted annual rate of 598,000 units in August, according to the U.S. Commerce Department. The rate is 2.2% higher than in August 2009. Single-family housing starts increased 4.3% accounting for 438,000 units of all new housing. Building permits for homes increased 1.8% in August, but was 6.7% below the level of August 2009. Builders cut back the production of new homes due to the oversupply of finished homes unsold in the market. The new housing starts can be found on the following page.

MARKET ENVIRONMENT

MACRO HIGHLIGHTS

U.S. Private Owned Housing Starts
Seasonally Adjusted Annual Rate
As of August 2010



Source: U.S. Census Bureau

According to the Bureau of Labor Statistics, September's Consumer Price Index for all urban consumers (CPI-U) increased 0.1% month-over-month on a seasonally adjusted basis. For the second consecutive month, the food index increased contributing to the overall seasonally adjusted increase this month. Four of the six major grocery store food group indexes increased in September as the food index posted its largest increase since October 2008. Within the energy component, the gasoline index rose again in September, leading to a third consecutive increase in the energy index despite a decline in the household energy index. The fuel oil commodities index increased 0.8% in September resulting in an 11.8% twelve month increase on a seasonally unadjusted basis. Overall the energy index rose 3.8% over the last year, with gasoline up 5.1 percent. The CPI-U increased 1.1% over the trailing twelve months.

The core CPI, which excludes volatile food and energy prices, remained unchanged in September, as was the case in August. The shelter index remained unchanged for the second month in a row. The indexes for used cars and trucks, apparel, furnishing and operations, and recreation declined during the month of September, offsetting a sharp increase in the index for medical care and new vehicles. The medical care commodity index increased 0.3% in September for a second straight month resulting in a positive 2.6% twelve month change on a seasonally unadjusted basis. Over the last twelve months, core CPI has risen 0.8 percent, the lowest twelve month increase since March 1961, with the shelter component down 0.4 percent.

After declining for three consecutive months during the second quarter, the Producer Price Index (PPI) increased 0.4% in August and 0.4% in September on a seasonally adjusted basis. At the earlier stages of processing, prices received by manufacturers of intermediate goods increased 0.5 percent as the crude goods index declined 0.5 percent. On an unadjusted basis, prices for finished goods rose 4.0% over the last twelve months. This signified the eleventh straight year-over-year rise.

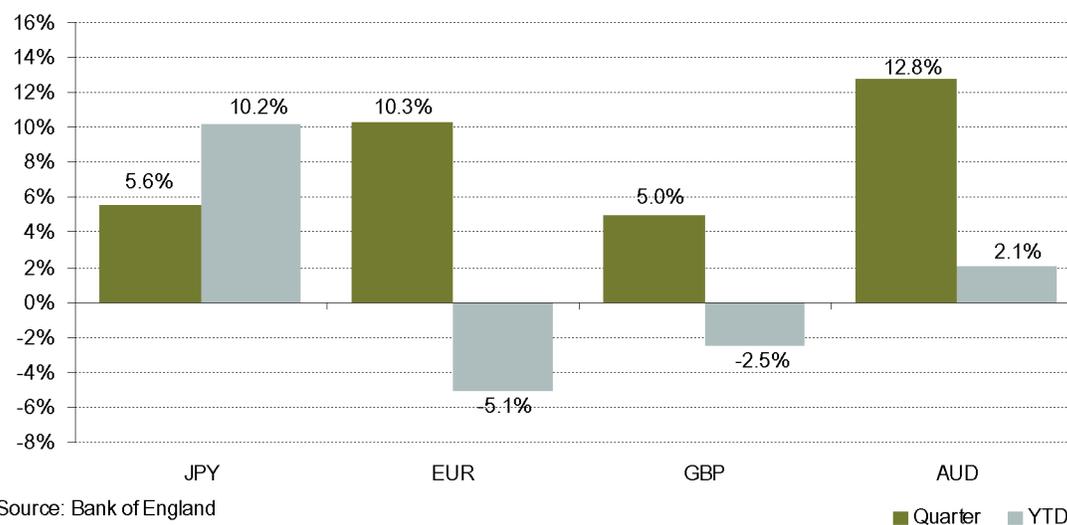
MAJOR MARKET RETURNS

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10	10 Years Ending 9/30/10
Dow Jones US Total Stock Index	11.5 %	5.2 %	11.3 %	-6.3 %	1.2 %	0.3 %
MSCI All Country World ex-U.S. Index	16.6	3.7	7.6	-7.4	4.3	4.3
MSCI EAFE Index	16.5	1.1	3.3	-9.5	2.0	2.6
MSCI Emerging Markets Index	18.0	10.8	20.2	-1.5	12.7	13.4
MSCI All Country World Index	14.3	3.6	8.4	-7.5	2.4	1.6
Barclays Capital Aggregate Bond Index	2.5	7.9	8.2	7.4	6.2	6.4

U.S. equity markets rebounded posting positive returns in the third quarter. Rebounding from the low of the year that occurred near the end of the second quarter, equity markets were quite volatile during the third quarter with nearly all of the gains being derived from September's strong returns. All U.S. equity economic sectors posted positive returns in the third quarter with materials (21.4%) leading the charge. From a style perspective, growth outperformed value for the third quarter. Despite mixed economic data wavering consumer confidence, markets reacted favorably to further speculation that the economy would not slide back into a recession.

Developed international equities and emerging markets increased 16.5% and 18.0%, respectively. Banking shares and energy companies led the advance while the decline in the U.S. dollar versus most other currencies proved beneficial to investors holding unhedged non-U.S. equity securities. The euro appreciated 10.3%, the Australian dollar nearly 13%, and the Japanese yen nearly 6% versus the U.S. dollar. The four major emerging markets regions all posted positive returns during the third quarter and over the year-to-date period. Returns for the emerging markets regions ranged between 15.8% to 21.8% during the quarter.

Select Currencies Versus the U.S. Dollar
Ending September 2010



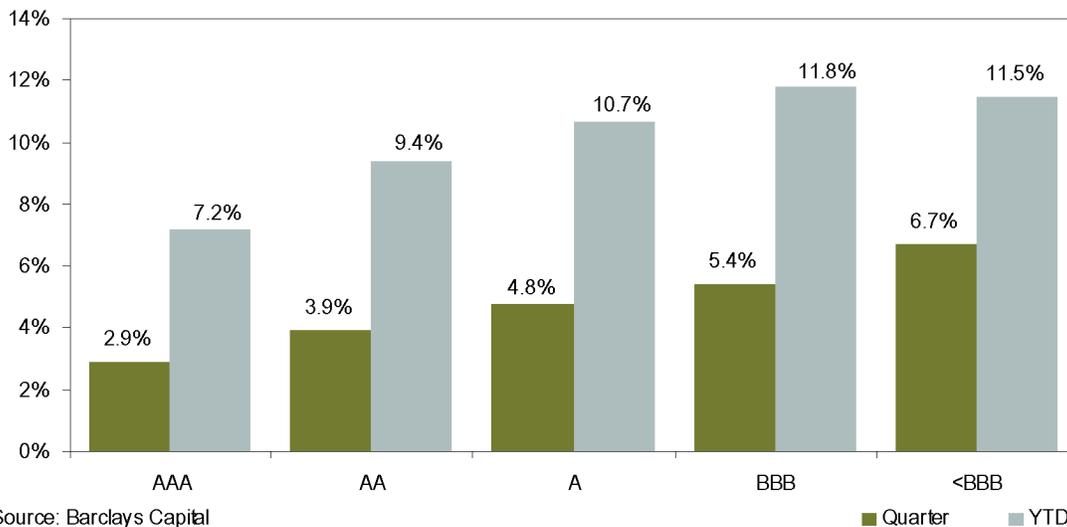
Source: Bank of England

MARKET ENVIRONMENT

MARKET HIGHLIGHTS

The yield curve fell across all maturities during the third quarter, with the yields on the 10- and 30-year bonds falling 43 and 20 basis points, respectively. The yield on the two-year note hit a historic low and finished the quarter at 0.42%. The spread between the three-month and 30-year maturities narrowed from 3.7% to 3.5%. Broad market bond returns were positive during the third quarter (+2.5%), contributing to a return of 7.9% for the year-to-date period. Returns were driven by rising bond prices during the third quarter (+1.6%), coupled with gains from coupon income (+1.0%). For the year-to-date period, both bond price changes and coupon income were positive, providing bond holders with competitive total returns. Mortgage-backed securities trailed the rest of the bond market during the third quarter (+0.6%) and year-to-date period (+2.5%), due to significant spread widening over concerns of possible government action. Long-term government bonds significantly outperformed shorter-term government bonds in the quarter and year-to-date, reflecting the reduction in longer maturity yields. And, continuing the trend from 2009, high yield bonds and lower rated investment-grade securities (BBB) outperformed higher quality bonds in the third quarter and year-to-date. Among high yield bonds, financials led the way with double digit returns to banking, brokerage, and insurance company issues.

**Fixed Income Returns By Quality
Ending September 2010**



MARKET ENVIRONMENT

MARKET HIGHLIGHTS

Through September 30, 2010

Credit Spreads (bps) (Based on Barclays indices and OAS ^a)	Dec-09	Jun-10	Sep-10	Quarterly Chg (bps)	YTD Chg (bps)	Quarterly Return (%)	YTD Return (%)
Agency Fixed-Rate MBS	19	9	86	77	67	0.6	5.2
CMBS	473	368	304	-64	-169	6.4	19.3
ABS	100	83	71	-12	-29	2.5	7.5
IG Corporates	172	193	175	-18	3	4.7	10.8
IG Financials	226	249	215	-34	-11	5.1	10.0
Convertibles	916	800	838	38	-78	9.8	9.4
High Yield	617	700	621	-79	4	6.7	11.5
Ba	453	536	459	-77	6	7.3	12.6
B	567	676	598	-78	31	6.5	10.3
Caa	868	983	950	-33	82	5.9	10.0
Quality Spread (Caa-Ba)	415	447	491	44	76	-	-
Treasury Yields (% unless noted)							
3-month	0.05	0.16	0.15	-1	10	0.1	0.1
2-year	1.14	0.61	0.42	-19	-72	0.6	2.5
5-year	2.68	1.78	1.26	-52	-142	3.3	10.0
10-year	3.84	2.93	2.51	-42	-133	4.5	14.4
30-year	4.64	3.89	3.68	-21	-96	4.7	20.6
3m-10y Spread (bps)	379	277	236	-41	-143	-	-
2y-10y Spread (bps)	270	232	209	-23	-61	-	-
TIPS Breakevens^b (percentage points of implied inflation; negative = deflation)							
2-year BE	1.24	0.57	0.64	7	-60	-	-
5-year BE	1.95	1.52	1.28	-24	-67	-	-
10-year BE	2.41	1.84	1.82	-2	-59	-	-
30-year BE	2.55	2.19	2.07	-12	-48	-	-
Liquidity Indicators (bps)							
3-mo LIBOR	25	53	29	-24	4	-	-
LIBOR-OIS Spread ^c	9	33	11	-22	2	-	-
TED Spread ^d	20	36	13	-23	-7	-	-
Conventional Fixed Rate Mortgage							
30-year	5.18%	4.68%	4.32%	-36	-86	-	-

^a Option-adjusted spread is the spread after removing embedded options, e.g., prepay, callable; better for cross-sector comparison.

^b TIPS Breakevens are the nominal Treasury yield minus the TIPS yield, and represent market expectations for inflation.

^c LIBOR-OIS is the spread between 3-month LIBOR and the overnight indexed swap rate, and is an indicator of banks' willingness to lend.

^d TED Spread is the difference between 3-month LIBOR and the 3-month T-bill yield, and is a measure of risk premium to lend.

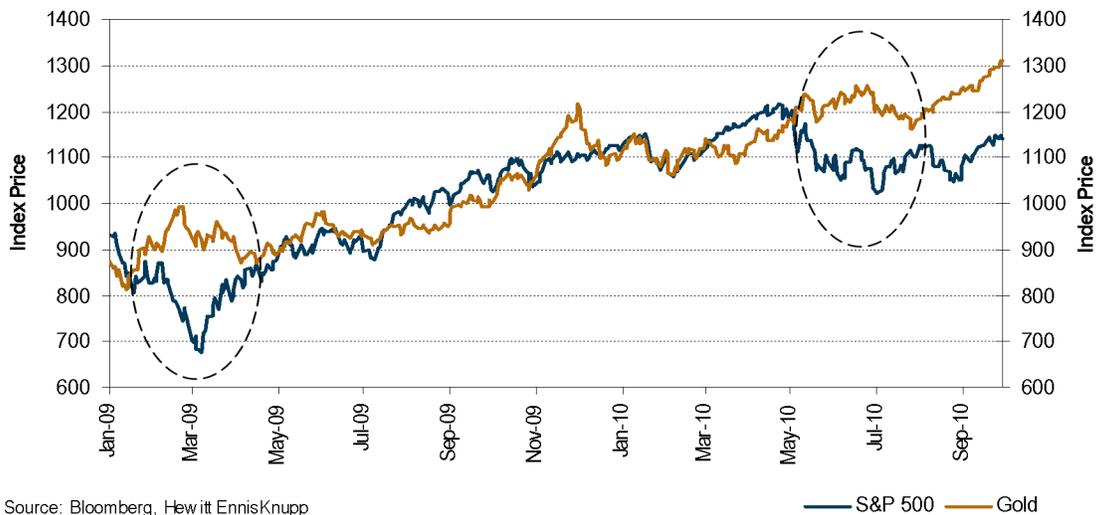
Source: Bloomberg, LehmanLive, Mortgage Bankers Association

MARKET ENVIRONMENT

MAJOR MARKET ISSUES

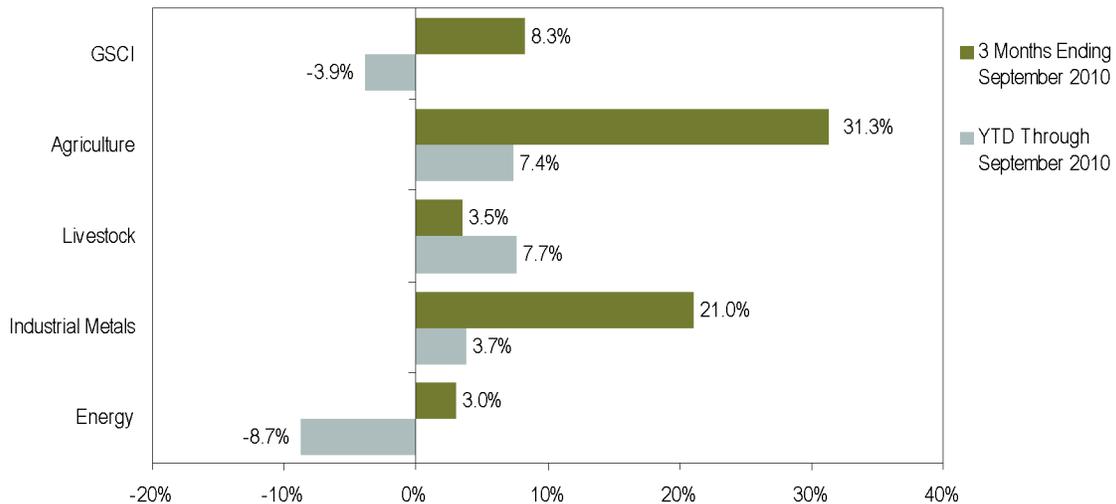
Commodity prices exhibited strong returns over the third quarter. Strength in emerging markets and a weaker U.S. dollar were key drivers for the quarter. Price momentum behind precious metals, particularly gold, has surged over recent months taking prices to an all-time high. Gold has continued to benefit, in some instances, from investors looking to hedge against a rise in risk aversion. The chart below illustrates where a sell-off in the S&P 500, a proxy for risk aversion in the market, coincides with a jump in gold prices. Other metals, such as silver and copper, had strong returns for the quarter with both up over 15 percent. Wheat prices surged after Russia announced a ban on grain exports, which drove up the price of corn and other substitutes.

S&P 500 vs. Gold Daily Closing Prices
Ending September 2010



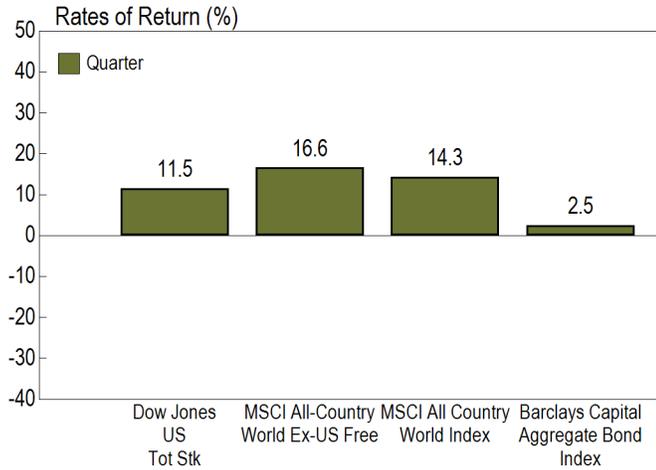
Source: Bloomberg, Hewitt EnnisKnupp

Commodity Market Highlights
S&P GSCI

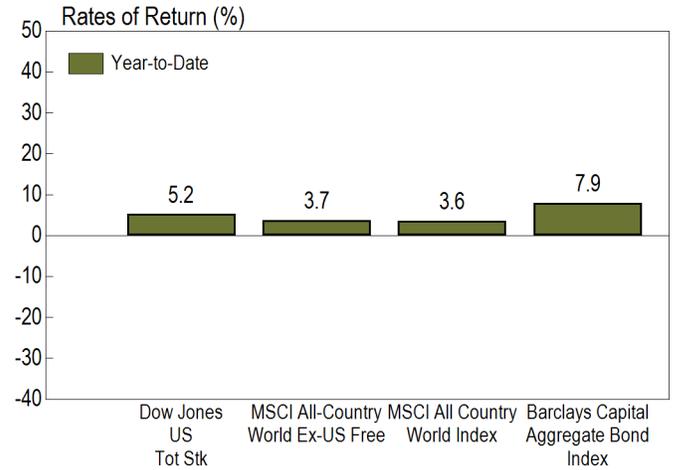


Source: Bloomberg

**MAJOR MARKET RETURNS
THIRD QUARTER**

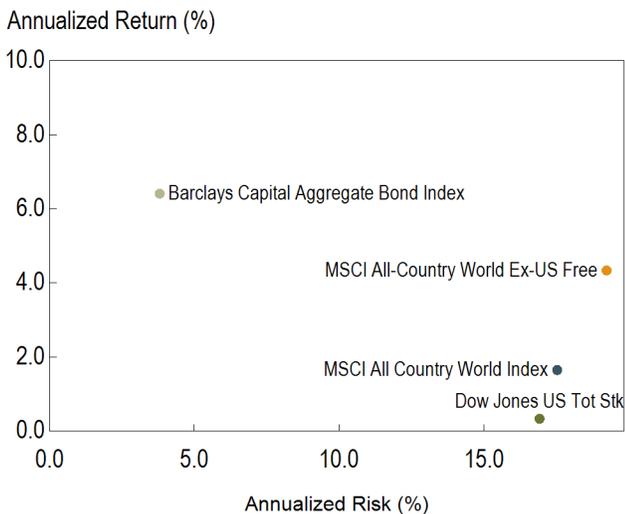


**MAJOR MARKET RETURNS
YEAR-TO-DATE ENDING 9/30/10**

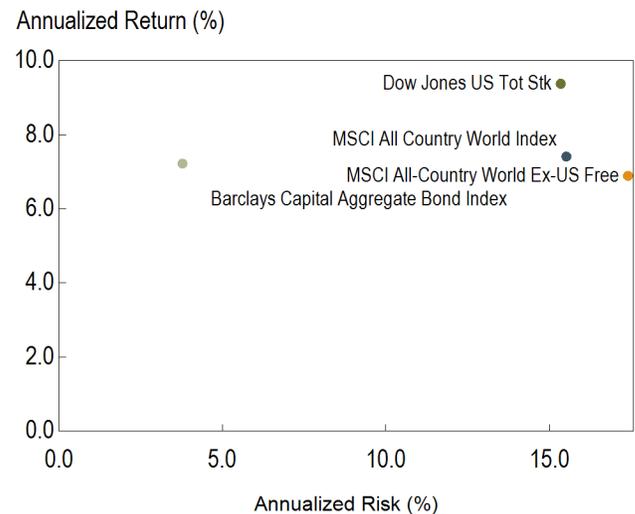


The exhibits above show the performance of the major capital markets during the third quarter and year-to-date periods.

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



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

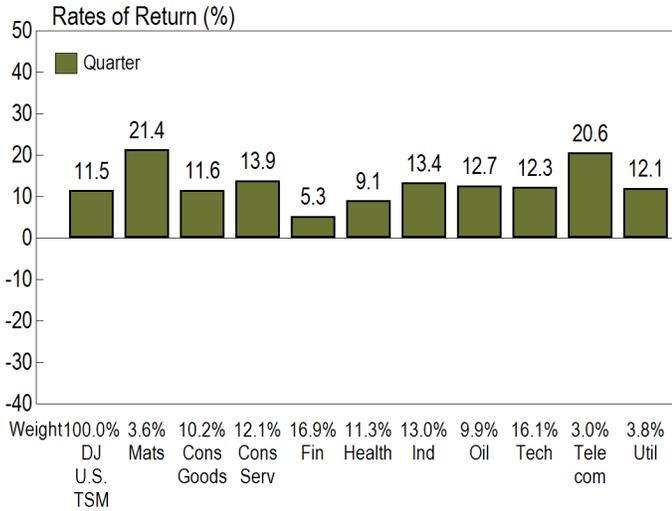


The exhibits above show the historical performance of the major capital markets and the amount of risk (volatility of returns) incurred. Points near the top of the chart represent a greater return and points near the right of the chart indicate greater volatility.

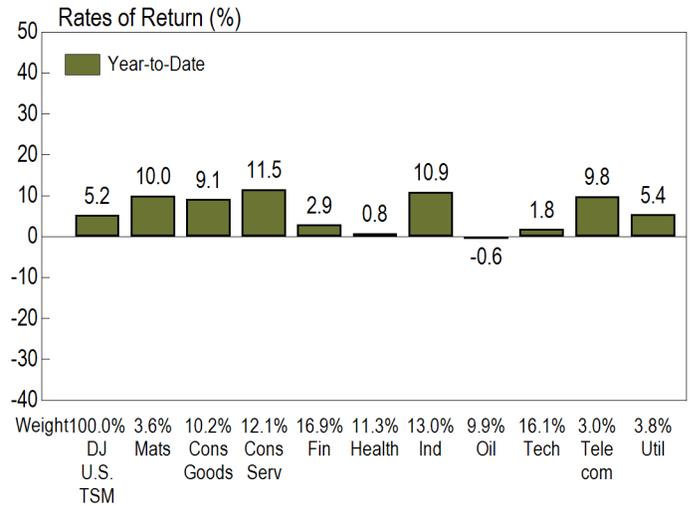
MARKET ENVIRONMENT

U.S. STOCK MARKET

SECTOR RETURNS THIRD QUARTER



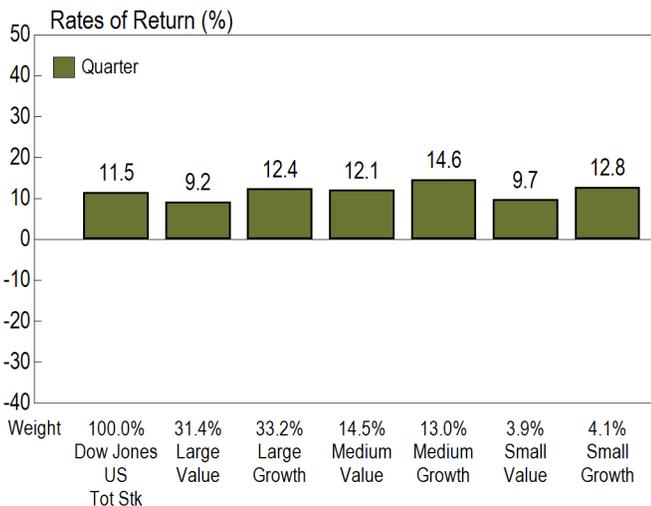
SECTOR RETURNS YEAR-TO-DATE ENDING 9/30/10



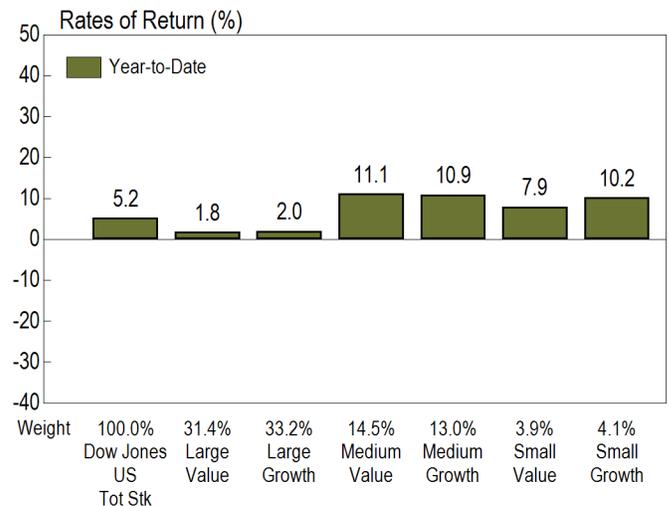
The Dow Jones U.S. Total Stock Market Index is the broadest available measure of the aggregate U.S. stock market. It includes all U.S. common stocks with readily available price information.

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

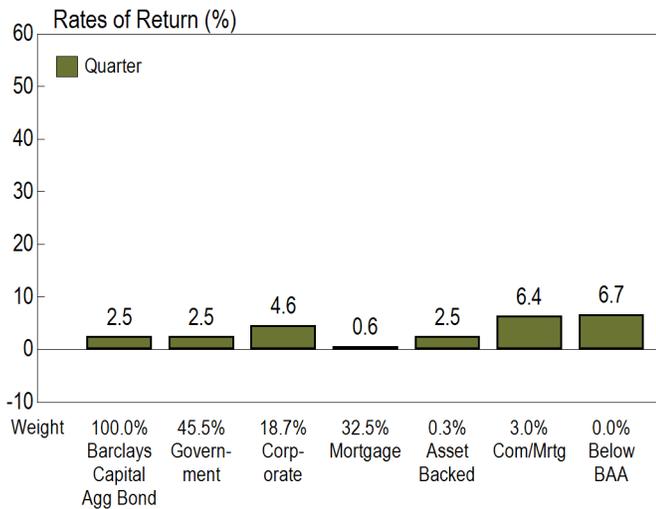


STYLE RETURNS YEAR-TO-DATE ENDING 9/30/10

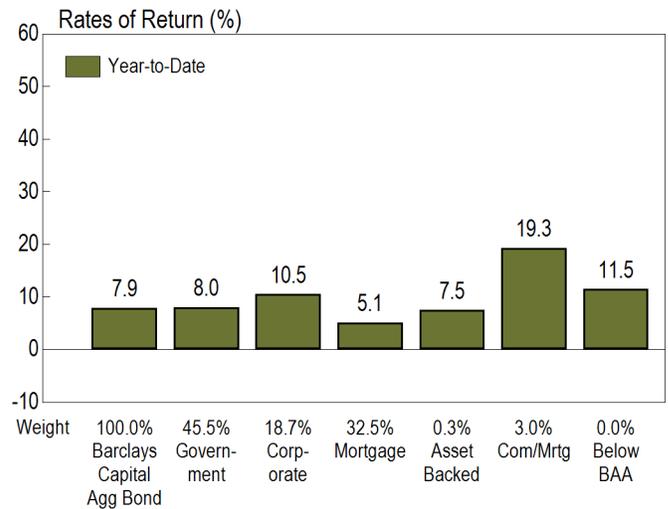


The exhibits above illustrate the performance of stock investment styles according to capitalization (large and small) and style characteristics (value and growth). The percentage below each bar indicates the segment's weight within the Dow Jones U.S. Total Stock Market Index at quarter-end.

**SECTOR RETURNS
THIRD QUARTER**



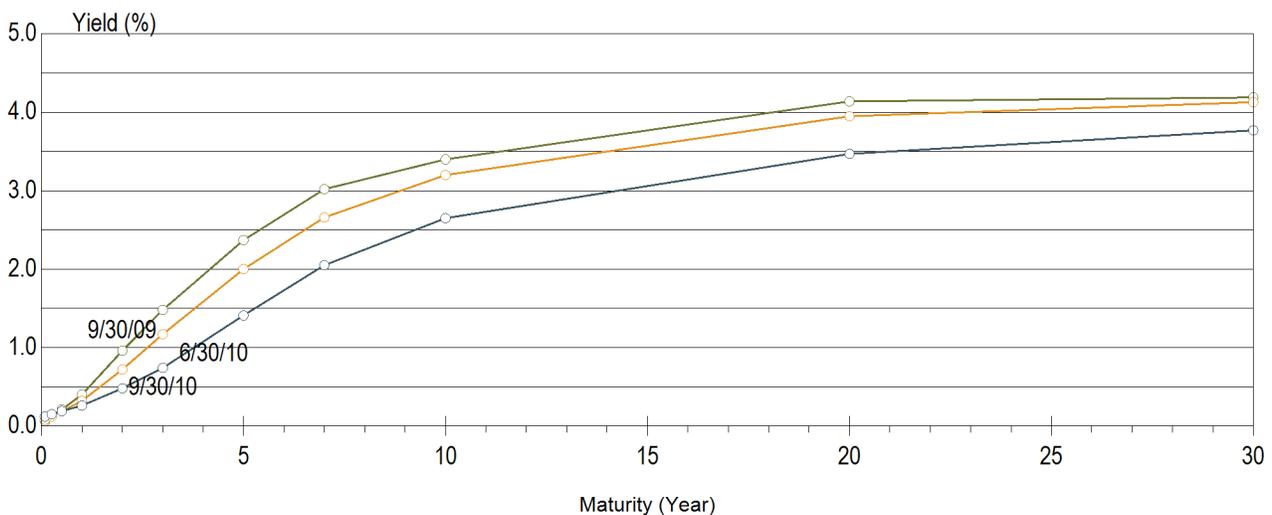
**SECTOR RETURNS
YEAR-TO-DATE ENDING 9/30/10**



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

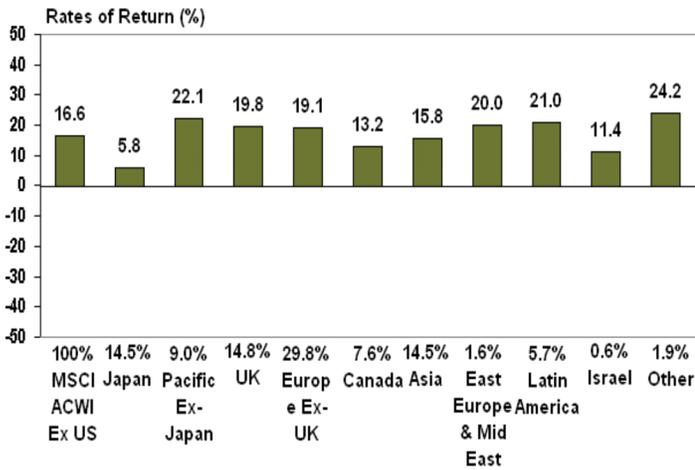


The exhibit above illustrates yields of Treasury securities of various maturities as of September 30, 2010 (Blue), June 30, 2010 (Gold), and September 30, 2009 (Green).

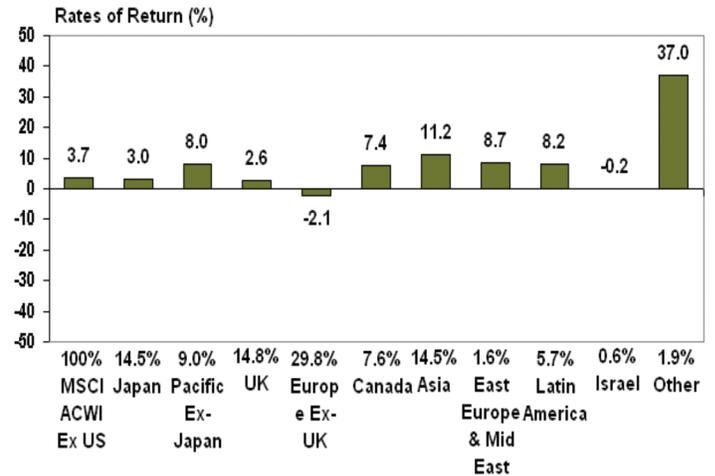
MARKET ENVIRONMENT

NON-US STOCK MARKETS

NON-U.S. STOCK MARKET RETURNS
THIRD QUARTER

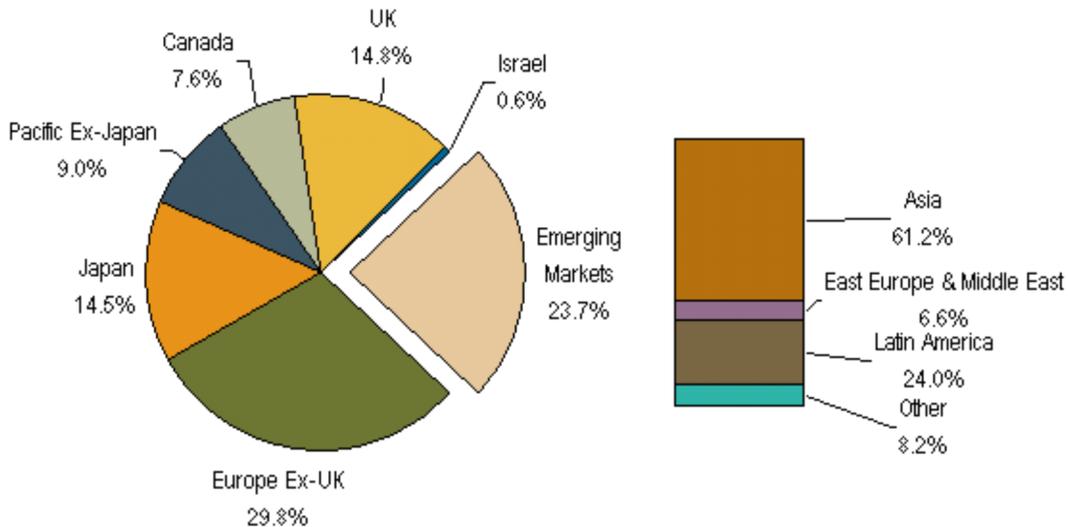


NON-U.S. STOCK MARKET RETURNS
YEAR-TO-DATE ENDING 9/30/2010



The MSCI All Country World ex-U.S. Index is a capitalization-weighted index of stocks representing 23 developed stock markets and 21 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.

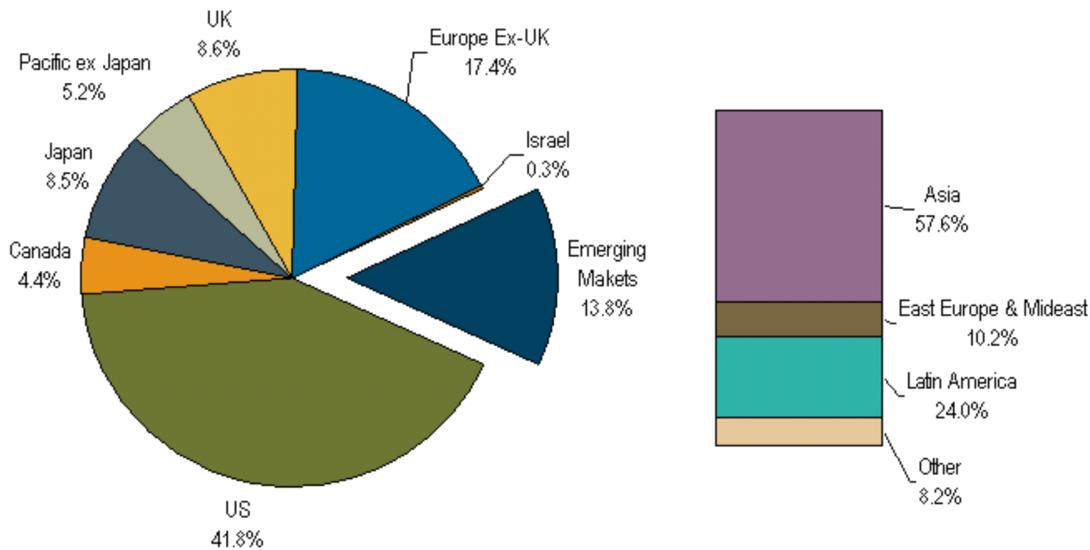
**MSCI ALL-COUNTRY WORLD EX-U.S. STOCK INDEX
GEOGRAPHIC ALLOCATION AS OF 9/30/2010**



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.

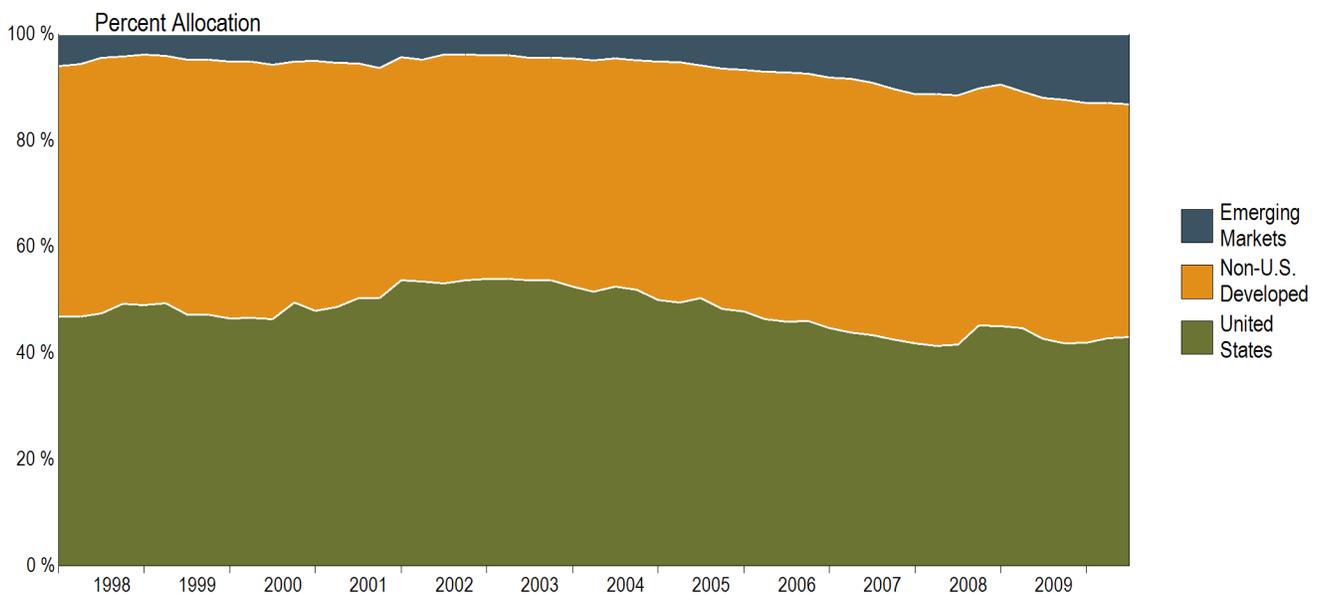
Note on Other: Includes South Africa, Egypt, and Morocco. Returns expressed are the weighted average returns.

**MSCI ALL-COUNTRY WORLD STOCK INDEX
 GEOGRAPHIC ALLOCATION AS OF 9/30/2010**



The MSCI All Country World Index is a capitalization-weighted index of stocks representing 24 developed stock markets and 21 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.

(This page left blank intentionally)

RETURN SUMMARY
ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
TRP PS Income	8.1%	6.5%	9.7%	2.0%	5.0%
Custom Benchmark	6.0	5.4	7.8	0.8	3.8

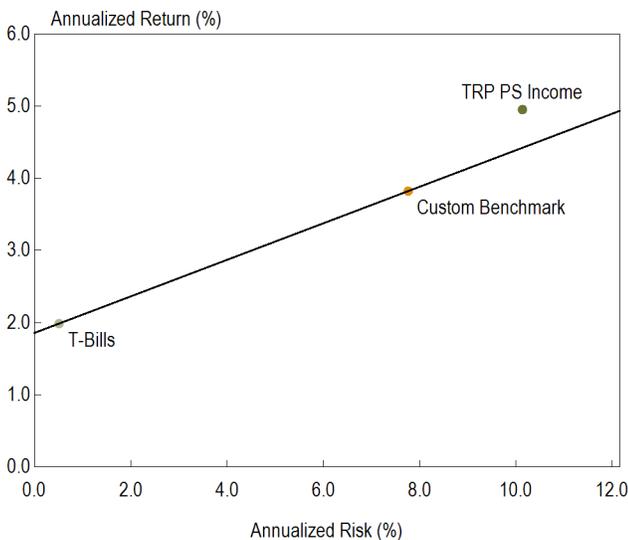
Investment Strategy

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.

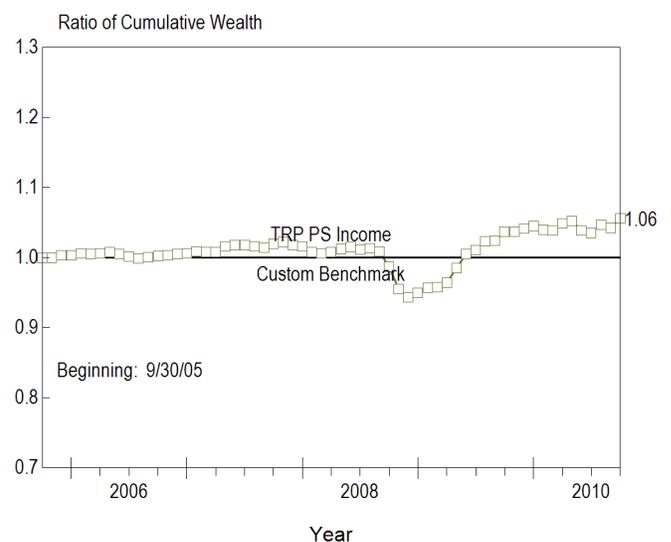
The Fund's target asset allocation is 40% stocks, 40% bonds, and 20% cash. Typically, the Fund maintains a 5% - 10% exposure to non-U.S. stocks. It is the most conservative of the three T. Rowe Price lifestyle funds.

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 9/30/10



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10



T. ROWE PRICE

PERSONAL STRATEGY INCOME

Fund Information as of 09/30/2010

Fund Name	T Rowe Price Prs Str:Inc
Ticker	PRSIX
Category	Conservative Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.66%
Fund Assets (\$mm)	891.60
Share Class Inception Date	7/29/1994
Manager Tenure	12

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	1.9%
CONSUMER GOODS	3.3%
CONSUMER SERVICES	4.5%
ENERGY	4.3%
FINANCIAL SERVICES	8.0%
HARDWARE	3.8%
HEALTHCARE	3.6%
INDUSTRIAL MATERIALS	6.1%
MEDIA	2.0%
SOFTWARE	0.9%
TELECOMMUNICATION	3.3%
UTILITIES	1.3%

Top Holdings as of 09/30/2010

RESERVE INVT FDS	11.2%
T. ROWE PRICE INSTL HIGH YIELD	7.8%
T. ROWE PRICE INSTL EMERGING MKTS BOND	6.3%
T. ROWE PRICE INSTL INTL BOND	5.8%
T. ROWE PRICE INSTL EMERGING MKTS EQ	1.7%
APPLE, INC.	1.2%
US TREASURY NOTE 3.125%	1.2%
US TREASURY NOTE 1.75%	1.0%
GOOGLE, INC.	0.8%
US TREASURY NOTE 2.625%	0.8%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Income	Custom Benchmark	Return Difference
	Return	Return	
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
2010 (9 months)	6.5	5.4	1.1
Trailing 1-Year	9.7%	7.8%	1.9
Trailing 3-Year	2.0	0.8	1.2
Trailing 5-Year	5.0	3.8	1.2
Trailing 10-Year	5.5	3.6	1.9

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

RETURN SUMMARY
ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
TRP PS Balanced	10.1%	6.3%	10.6%	-0.5%	4.2%
Custom Benchmark	8.2	5.5	8.9	-1.4	3.3

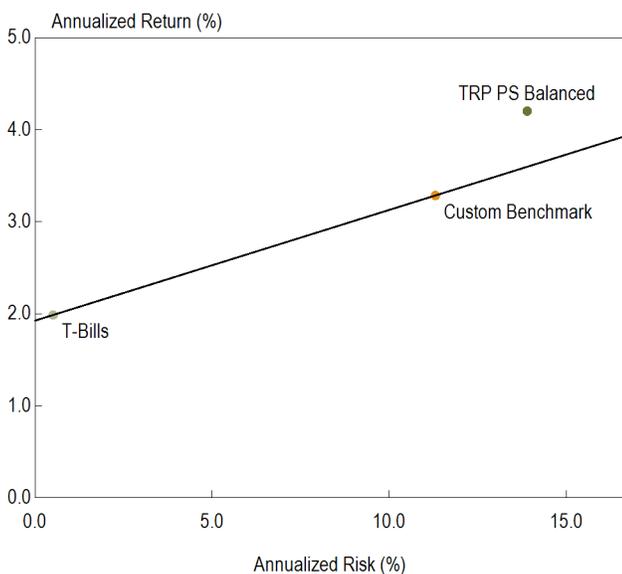
Investment Strategy

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.

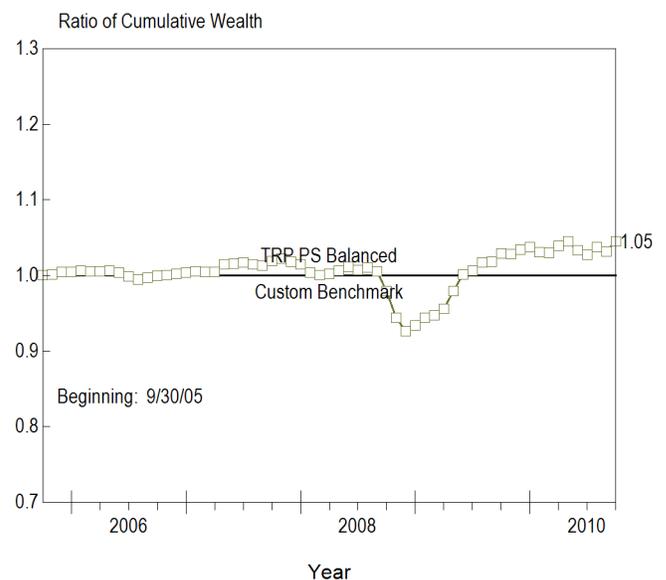
The Fund's neutral asset allocation is 60% stocks, 30% bonds, and 10% cash. Typically, the Fund maintains a 10% exposure to non-U.S. stocks. The balanced fund is the moderate fund relative to the three T. Rowe Price lifestyle funds in terms of expected risk and reward.

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 9/30/10



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10



T. ROWE PRICE

PERSONAL STRATEGY BALANCED

Fund Information as of 09/30/2010

Fund Name	PRICE-PERS BALAN
Ticker	TRPBX
Category	Moderate Allocation
Benchmark	Custom Benchmark
Expense Ratio	0.77%
Fund Assets (\$mm)	1,508.10
Share Class Inception Date	7/29/1994
Manager Tenure	12

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	2.8%
CONSUMER GOODS	4.7%
CONSUMER SERVICES	6.6%
ENERGY	6.2%
FINANCIAL SERVICES	11.7%
HARDWARE	5.6%
HEALTHCARE	5.2%
INDUSTRIAL MATERIALS	8.9%
MEDIA	2.9%
SOFTWARE	1.3%
TELECOMMUNICATION	4.7%
UTILITIES	1.9%

Top Holdings as of 09/30/2010

T. ROWE PRICE INSTL HIGH YIELD	5.1%
T. ROWE PRICE INSTL EMERGING MKTS BOND	4.1%
T. ROWE PRICE INSTL INTL BOND	3.7%
T. ROWE PRICE INSTL EMERGING MKTS EQ	2.5%
RESERVE INVT FDS	2.2%
APPLE, INC.	1.8%
GOOGLE, INC.	1.2%
US TREASURY NOTE 1.75%	1.1%
AMAZON.COM, INC.	1.1%
US TREASURY NOTE 2.625%	0.9%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Balanced	Custom Benchmark	Return Difference
	Return	Return	
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
2010 (9 months)	6.3	5.5	0.8
Trailing 1-Year	10.6%	8.9%	1.7
Trailing 3-Year	-0.5	-1.4	0.9
Trailing 5-Year	4.2	3.3	0.9
Trailing 10-Year	5.0	2.9	2.1

RETURN SUMMARY
ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
TRP PS Growth	11.9%	5.5%	10.7%	-4.1%	2.7%
Custom Benchmark	10.4	5.6	10.1	-3.7	2.6

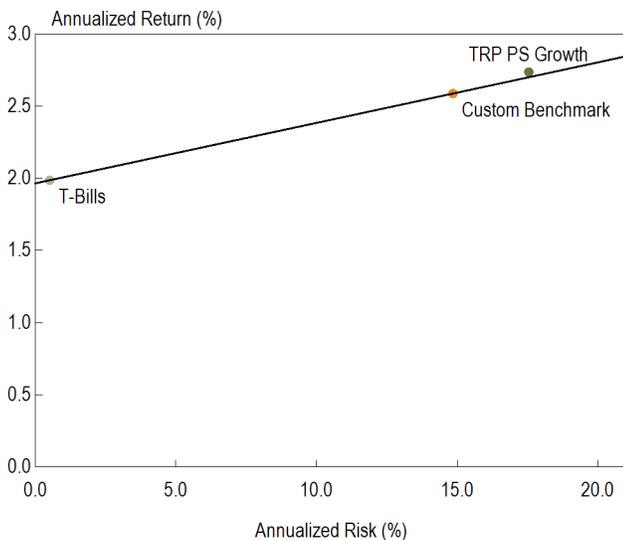
Investment Strategy

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.

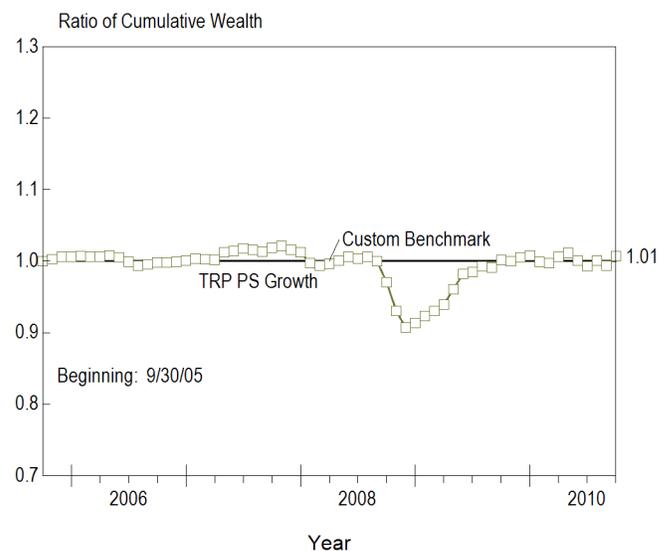
The Fund's neutral asset allocation is 80% stocks and 20% bonds. Typically, the Fund maintains a 15% - 25% exposure to non-U.S. stocks. The growth fund has the highest expected risk/reward profile of the three T. Rowe Price lifestyle funds.

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

ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/10



RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10



T. ROWE PRICE

PERSONAL STRATEGY GROWTH

Fund Information as of 09/30/2010

Fund Name	T Rowe Price Prs Str:Gro
Ticker	TRSGX
Category	Large Blend
Benchmark	Custom Benchmark
Expense Ratio	0.85%
Fund Assets (\$mm)	1,039.97
Share Class Inception Date	7/29/1994
Manager Tenure	12

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	3.7%
CONSUMER GOODS	6.1%
CONSUMER SERVICES	8.6%
ENERGY	8.2%
FINANCIAL SERVICES	15.4%
HARDWARE	7.4%
HEALTHCARE	6.8%
INDUSTRIAL MATERIALS	11.7%
MEDIA	3.8%
SOFTWARE	1.7%
TELECOMMUNICATION	6.2%
UTILITIES	2.5%

Top Holdings as of 09/30/2010

T. ROWE PRICE INSTL EMERGING MKTS EQ	3.2%
APPLE, INC.	2.3%
T. ROWE PRICE INSTL HIGH YIELD	2.3%
T. ROWE PRICE INSTL EMERGING MKTS BOND	1.9%
T. ROWE PRICE INSTL INTL BOND	1.7%
GOOGLE, INC.	1.6%
AMAZON.COM, INC.	1.4%
SCHLUMBERGER, LTD.	1.0%
J.P. MORGAN CHASE & CO.	1.0%
DANAHER CORPORATION	1.0%

HISTORICAL RETURNS

(BY YEAR)

	TRP PS Growth	Custom Benchmark	Return Difference
	Return	Return	
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
2010 (9 months)	5.5	5.6	-0.1
Trailing 1-Year	10.7%	10.1%	0.6
Trailing 3-Year	-4.1	-3.7	-0.4
Trailing 5-Year	2.7	2.6	0.1
Trailing 10-Year	4.0	2.1	1.9

VANGUARD TARGET RETIREMENT FUNDS

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Target Retirement Income Fund	5.5%	6.8%	9.0%	3.4%	4.7%
Target Retirement Income Benchmark	5.5	6.8	9.1	3.2	4.7
Vanguard Target Retirement 2005 Fund	6.1	6.7	9.3	1.7	4.3
Target Retirement 2005 Benchmark	6.2	6.8	9.4	1.7	4.2
Vanguard Target Retirement 2010 Fund	7.6	6.6	9.8	0.3	--
Target Retirement 2010 Benchmark	7.7	6.7	10.0	0.2	--
Vanguard Target Retirement 2015 Fund	8.6	6.4	9.9	-0.9	3.6
Target Retirement 2015 Benchmark	8.7	6.5	10.1	-1.0	3.5
Vanguard Target Retirement 2020 Fund	9.4	6.1	10.0	-2.0	--
Target Retirement 2020 Benchmark	9.5	6.2	10.2	-2.1	--
Vanguard Target Retirement 2025 Fund	10.1	5.7	10.1	-3.2	2.7
Target Retirement 2025 Benchmark	10.2	5.9	10.3	-3.2	2.7
Vanguard Target Retirement 2030 Fund	11.0	5.4	10.2	-4.2	--
Target Retirement 2030 Benchmark	11.0	5.5	10.4	-4.3	--
Vanguard Target Retirement 2035 Fund	11.7	5.2	10.2	-4.9	2.2
Target Retirement 2035 Benchmark	11.7	5.2	10.4	-5.0	2.2
Vanguard Target Retirement 2040 Fund	11.8	5.1	10.2	-4.8	--
Target Retirement 2040 Benchmark	11.7	5.2	10.4	-5.0	--
Vanguard Target Retirement 2045 Fund	11.8	5.2	10.2	-4.8	2.4
Target Retirement 2045 Benchmark	11.7	5.2	10.4	-5.0	2.3
Vanguard Target Retirement 2050 Fund	11.8	5.2	10.3	-4.8	--
Target Retirement 2050 Benchmark	11.7	5.2	10.4	-5.0	--

Investment Strategy

The Vanguard Target Retirement Funds are designed to aid investors who do not wish to make asset allocation decisions themselves. Each of the Funds invests in several Vanguard index funds in a mix that coincides with the risk profile of the targeted retirement date for the participant. As the participant moves closer toward the targeted retirement date, the asset allocation of the Fund becomes more risk-averse, focusing more on fixed income and less on equities.

VANGUARD TARGET RETIREMENT FUNDS

Vanguard Target Retirement Income Fund

Domestic Stocks	23.9%
International Stocks	6.1
Nominal Bonds	45.2
Inflation-Protected Bonds	19.9
Cash	4.9

Vanguard Target Retirement 2005 Fund

Domestic Stocks	28.0%
International Stocks	7.0
Nominal Bonds	43.9
Inflation-Protected Bonds	17.4
Cash	3.7

Vanguard Target Retirement 2010 Fund

Domestic Stocks	39.4%
International Stocks	9.8
Nominal Bonds	40.2
Inflation-Protected Bonds	10.4
Cash	0.2

Vanguard Target Retirement 2015 Fund

Domestic Stocks	47.3%
International Stocks	12.3
Nominal Bonds	39.9
Inflation-Protected Bonds	0.5
Cash	0.0

Vanguard Target Retirement 2020 Fund

Domestic Stocks	53.7%
International Stocks	13.3
Nominal Bonds	33.0
Inflation-Protected Bonds	0.0
Cash	0.0

Vanguard Target Retirement 2025 Fund

Domestic Stocks	59.6%
International Stocks	15.2
Nominal Bonds	25.2
Inflation-Protected Bonds	0.0
Cash	0.0

Vanguard Target Retirement 2030 Fund

Domestic Stocks	65.7%
International Stocks	16.4
Nominal Bonds	17.9
Inflation-Protected Bonds	0.0
Cash	0.0

Vanguard Target Retirement 2035 Fund

Domestic Stocks	71.7%
International Stocks	17.9
Nominal Bonds	10.4
Inflation-Protected Bonds	0.0
Cash	0.0

Vanguard Target Retirement 2040 Fund

Domestic Stocks	72.1%
International Stocks	17.9
Nominal Bonds	10.0
Inflation-Protected Bonds	0.0
Cash	0.0

Vanguard Target Retirement 2045 Fund

Domestic Stocks	72.0%
International Stocks	18.0
Nominal Bonds	10.0
Inflation-Protected Bonds	0.0
Cash	0.0

Vanguard Target Retirement 2050 Fund

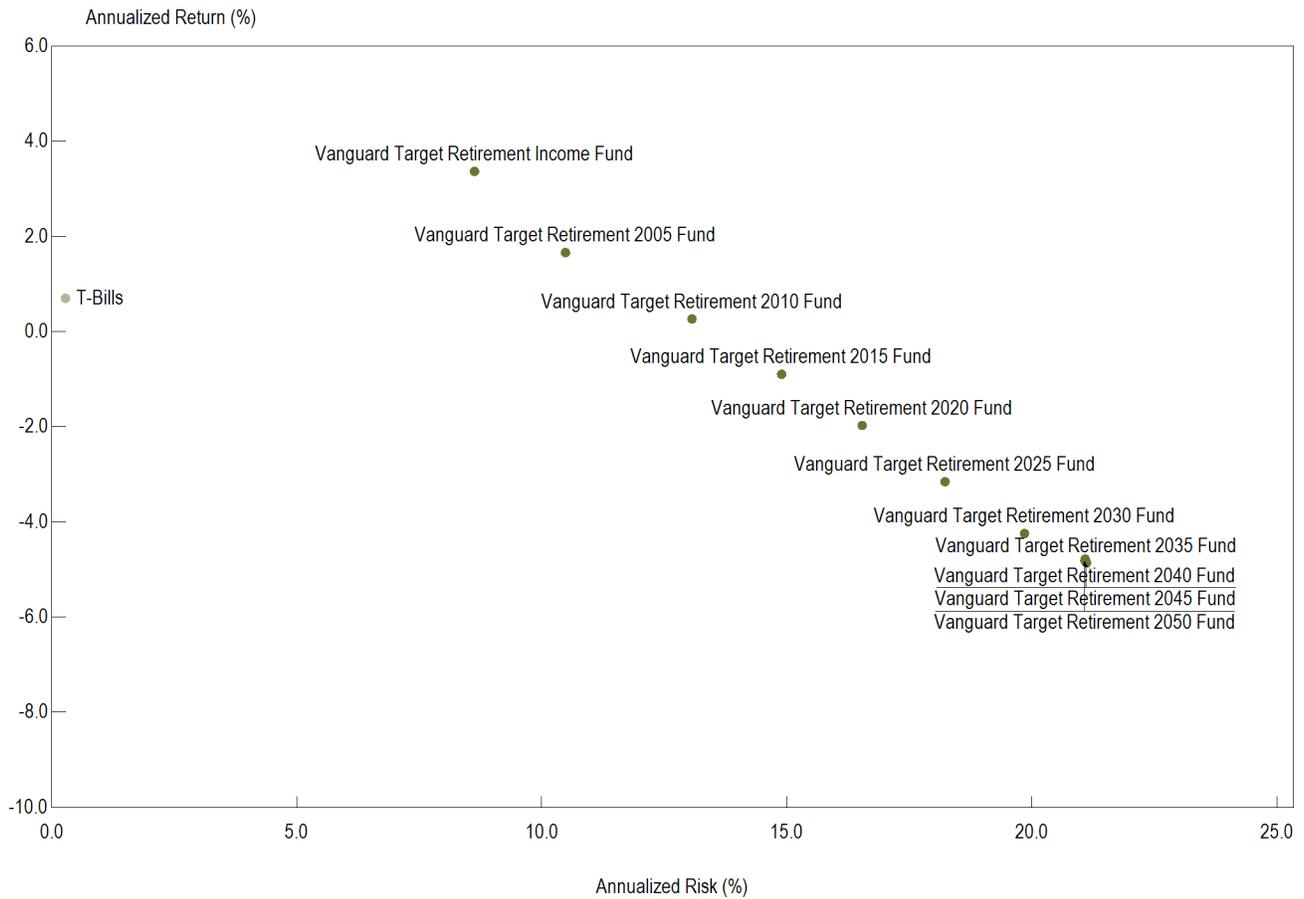
Domestic Stocks	72.0%
International Stocks	18.0
Nominal Bonds	10.0
Inflation-Protected Bonds	0.0
Cash	0.0

Asset Allocation Table

The tables above illustrate the asset allocations for the Vanguard Retirement Funds as of September 30, 2010.

VANGUARD TARGET RETIREMENT FUNDS

ANNUALIZED RISK RETURN 3 YEARS ENDING 9/30/10



(This page left blank intentionally)

VANGUARD TOTAL BOND MARKET INDEX

RETURN SUMMARY ENDING 9/30/10

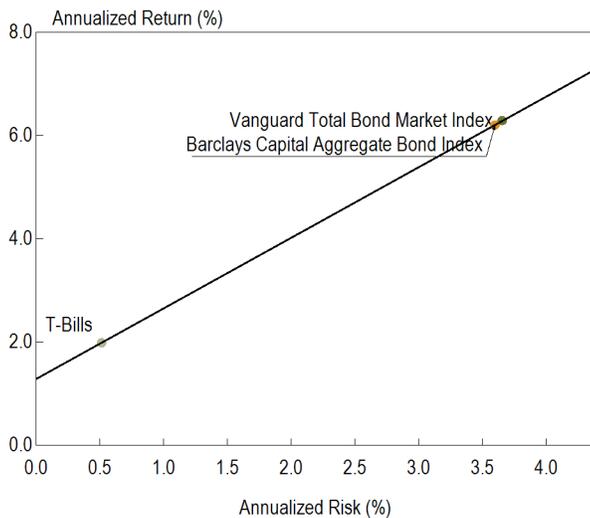
	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Total Bond Market Index	2.5%	8.0%	8.1%	7.5%	6.3%
Barclays Capital Aggregate Bond Index	2.5	7.9	8.2	7.4	6.2

Investment Strategy

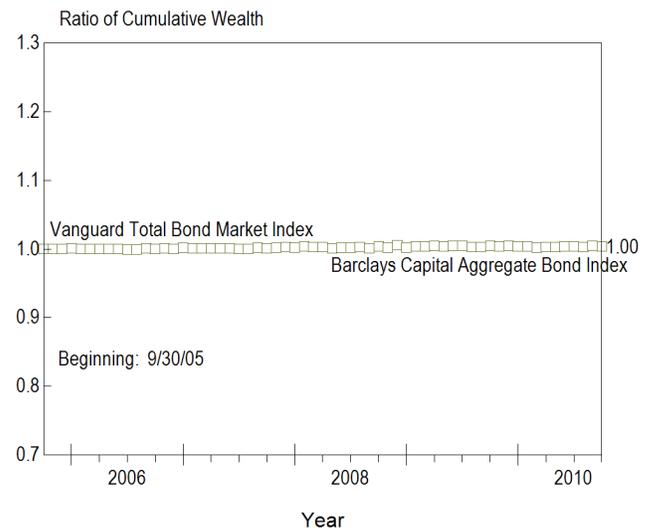
The Vanguard Total Bond Market Index Fund seeks to replicate the performance of the Barclays Capital Aggregate Bond Index. The Fund holds U.S. government and agency securities, high-quality corporate bonds, and mortgage-backed issues.

The Fund attempts to simulate the market's performance by holding a sampling of the more than 4,000 bonds in the Barclays Capital Aggregate Bond Index. Characteristics of the Fund, including interest-rate sensitivity and sector weightings, closely match those of the Index.

ANNUALIZED RISK RETURN 5 YEARS ENDING 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



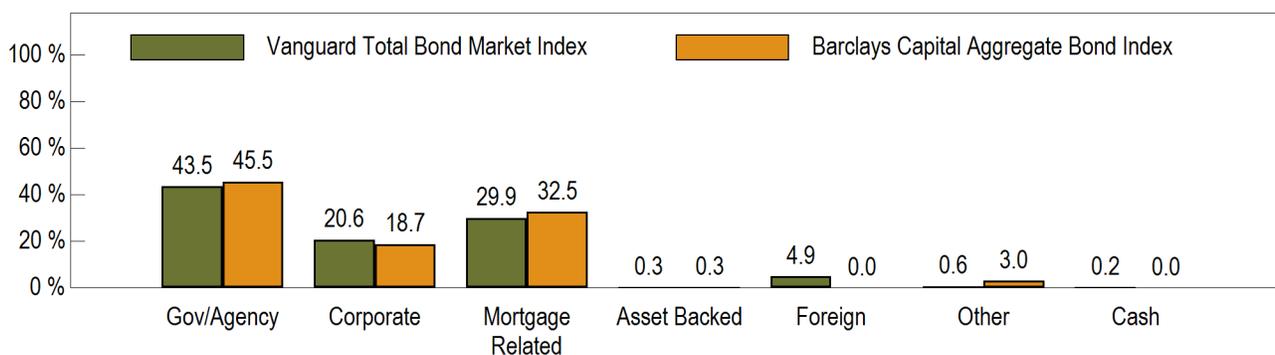
VANGUARD TOTAL BOND MARKET INDEX

Fund Information as of 09/30/2010

Fund Name	VANGUARD-TOT-INS
Ticker	VBTIX
Category	Intermediate-Term Bond
Benchmark	Barclays Capital Aggregate Bond Index
Expense Ratio	0.07%
Fund Assets (\$mm)	20,299.85
Share Class Inception Date	9/18/1995
Manager Tenure	18

SECTOR ALLOCATION AS OF 9/30/10

Vanguard Total Bond Market Index



HISTORICAL RETURNS

(BY YEAR)

	Vanguard Total Bond Market Index	Barclays Capital Aggregate Bond Index	Return Difference
	Return	Return	
2000	11.5%	11.6%	-0.1
2001	8.6	8.4	0.2
2002	8.4	10.3	-1.9
2003	4.1	4.1	0.0
2004	4.4	4.3	0.1
2005	2.5	2.4	0.1
2006	4.4	4.3	0.1
2007	7.0	7.0	0.0
2008	5.2	5.2	0.0
2009	6.1	5.9	0.2
2010 (9 months)	8.0	7.9	0.1
Trailing 1-Year	8.1%	8.2%	-0.1
Trailing 3-Year	7.5	7.4	0.1
Trailing 5-Year	6.3	6.2	0.1
Trailing 10-Year	6.3	6.4	-0.1

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Institutional Index Fund	11.3%	3.9%	10.2%	-7.1%	0.7%
S&P 500 Index	11.3	3.9	10.2	-7.2	0.6

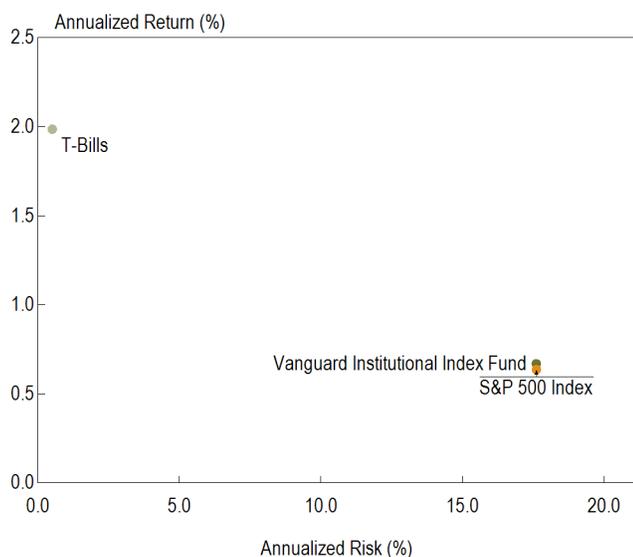
Investment Strategy

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.

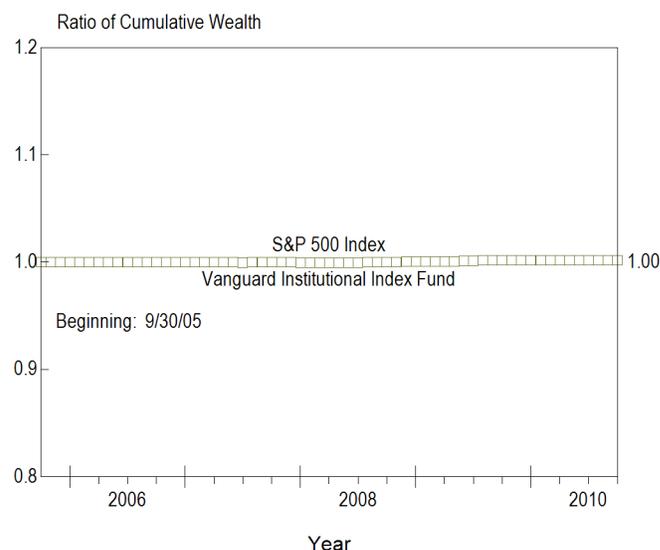
Management uses S&P 500 Index futures to manage fund inflows and outflows.

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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



VANGUARD INSTITUTIONAL INDEX

Fund Information as of 09/30/2010

Fund Name	VANGUARD-INST-IS
Ticker	VINIX
Category	Large Blend
Benchmark	S&P 500 Index
Expense Ratio	0.05%
Fund Assets (\$mm)	48,658.31
Share Class Inception Date	7/31/1990
Manager Tenure	6

Sector Allocation as of 06/30/2010

BUSINESS SERVICES	3.21%
CONSUMER GOODS	11.32%
CONSUMER SERVICES	8.76%
ENERGY	10.44%
FINANCIAL SERVICES	15.80%
HARDWARE	11.26%
HEALTHCARE	11.17%
INDUSTRIAL MATERIALS	10.49%
MEDIA	2.92%
SOFTWARE	4.17%
TELECOMMUNICATION	4.77%
UTILITIES	3.61%

Top Holdings as of 06/30/2010

EXXONMOBIL CORPORATION	3.12%
APPLE, INC.	2.45%
MICROSOFT CORPORATION	1.88%
PROCTER & GAMBLE COMPANY	1.85%
JOHNSON & JOHNSON	1.74%
INTERNATIONAL BUSINESS MACHINES CORP	1.69%
GENERAL ELECTRIC COMPANY	1.65%
J.P. MORGAN CHASE & CO.	1.56%
BANK OF AMERICA CORPORATION	1.54%
AT&T, INC.	1.53%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Institutional Index Fund	S&P 500 Index	Return Difference
	Return	Return	
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
2010 (9 months)	3.9	3.9	0.0
Trailing 1-Year	10.2%	10.2%	0.0
Trailing 3-Year	-7.1	-7.2	0.1
Trailing 5-Year	0.7	0.6	0.1
Trailing 10-Year	-0.4	-0.4	0.0

VANGUARD TOTAL STOCK MARKET INDEX

RETURN SUMMARY

ENDING 9/30/10

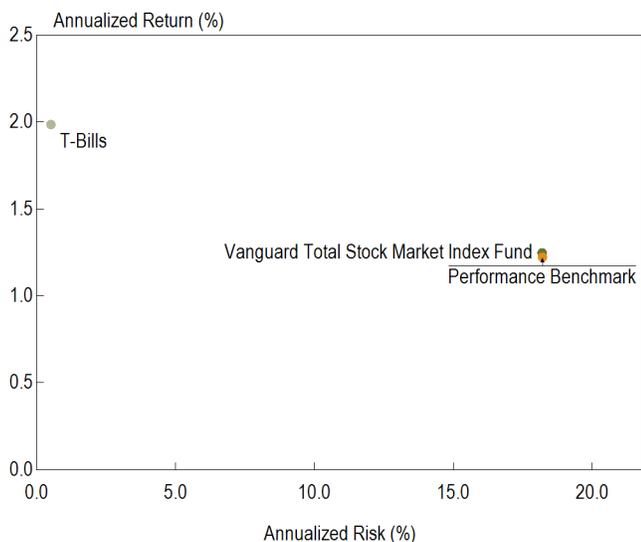
	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Total Stock Market Index Fund	11.6%	5.0%	11.1%	-6.2%	1.2%
Performance Benchmark	11.6	5.0	11.1	-6.3	1.2

Investment Strategy

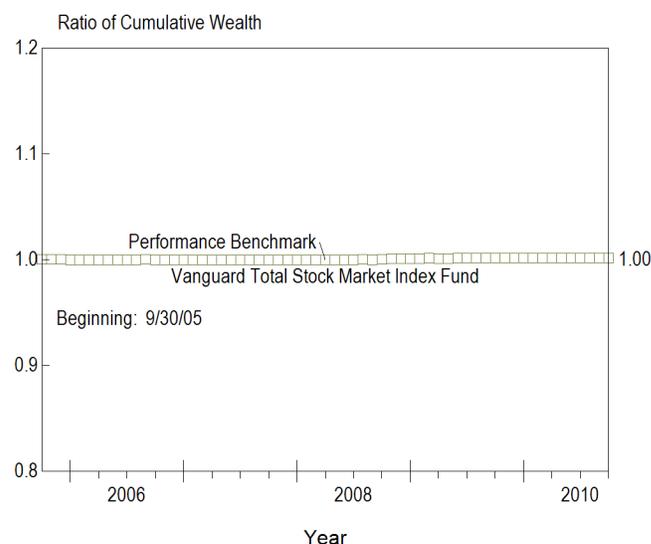
The objective of the Vanguard Total Stock Market Index Fund is to approximate the return of the MSCI U.S. Broad Market Index. The Vanguard Total Stock Market Index Fund utilizes a sampling technique that approximates the industry weightings and market capitalizations of the MSCI U.S. Broad Market Index. 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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



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

VANGUARD TOTAL STOCK MARKET INDEX

Fund Information as of 09/30/2010

Fund Name	Vanguard Index Tr Total Stk Mkt
Ticker	VITSX
Category	Large Blend
Benchmark	Performance Benchmark
Expense Ratio	0.06%
Fund Assets (\$mm)	20,519.00
Share Class Inception Date	7/7/1997
Manager Tenure	16

Sector Allocation as of 06/30/2010

BUSINESS SERVICES	4.32%
CONSUMER GOODS	10.65%
CONSUMER SERVICES	8.80%
ENERGY	9.81%
FINANCIAL SERVICES	15.95%
HARDWARE	10.68%
HEALTHCARE	11.33%
INDUSTRIAL MATERIALS	10.94%
MEDIA	2.85%
SOFTWARE	4.39%
TELECOMMUNICATION	4.67%
UTILITIES	3.65%

Top Holdings as of 06/30/2010

EXXONMOBIL CORPORATION	2.52%
APPLE, INC.	1.98%
MICROSOFT CORPORATION	1.58%
PROCTER & GAMBLE COMPANY	1.51%
JOHNSON & JOHNSON	1.41%
INTERNATIONAL BUSINESS MACHINES CORP	1.39%
GENERAL ELECTRIC COMPANY	1.33%
J.P. MORGAN CHASE & CO.	1.26%
BANK OF AMERICA CORPORATION	1.25%
AT&T, INC.	1.24%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Total Stock Market Index Fund	Performance Benchmark	Return Difference
	Return	Return	
2000	-10.5%	-10.9%	0.4
2001	-10.8	-11.0	0.2
2002	-20.9	-20.9	0.0
2003	31.5	31.7	-0.2
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
2010 (9 months)	5.0	5.0	0.0
Trailing 1-Year	11.1%	11.1%	0.0
Trailing 3-Year	-6.2	-6.3	0.1
Trailing 5-Year	1.2	1.2	0.0
Trailing 10-Year	0.4	0.3	0.1

RETURN SUMMARY ENDING 9/30/10

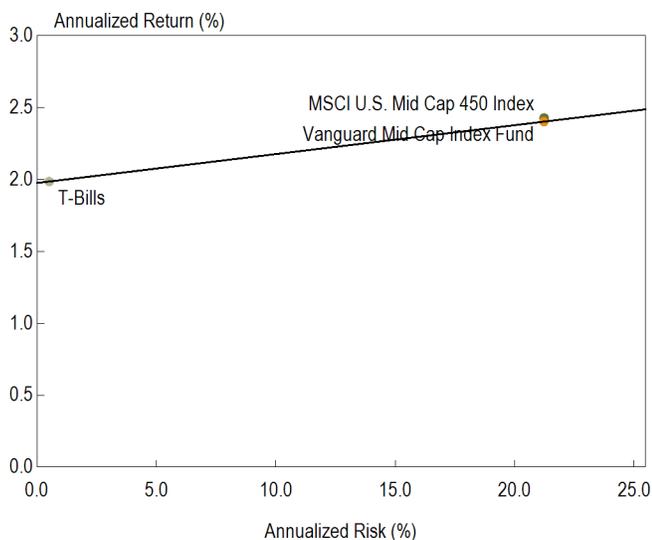
	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Mid Cap Index Fund	13.0%	10.6%	17.9%	-4.4%	2.4%
MSCI U.S. Mid Cap 450 Index	13.0	10.6	18.0	-4.4	2.4

Investment Strategy

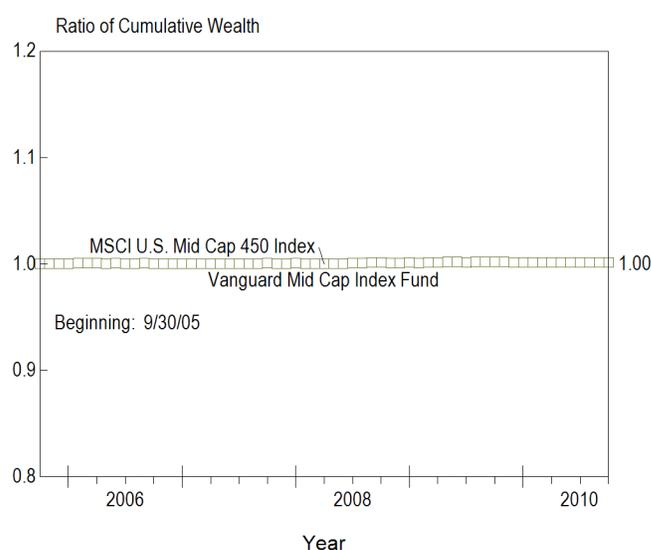
The Vanguard Mid Cap Index Fund seeks to replicate the performance of the MSCI U.S. Mid Cap 450 Index. In 2003, the Fund adopted the MSCI version of the mid-cap index. The Performance Benchmark consists of the S&P Mid Cap 400 Index prior to June 2003. In June 2003, the benchmark was changed to the MSCI 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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



VANGUARD MID CAP INDEX

Fund Information as of 09/30/2010

Fund Name	VANGUARD-MC I-IS
Ticker	VMCIX
Category	Mid-Cap Blend
Benchmark	MSCI U.S. Mid Cap 450 Index
Expense Ratio	0.08%
Fund Assets (\$mm)	7,128.22
Share Class Inception Date	5/21/1998
Manager Tenure	12

Sector Allocation as of 06/30/2010

BUSINESS SERVICES	5.67%
CONSUMER GOODS	9.42%
CONSUMER SERVICES	10.63%
ENERGY	7.63%
FINANCIAL SERVICES	18.48%
HARDWARE	8.66%
HEALTHCARE	9.08%
INDUSTRIAL MATERIALS	12.76%
MEDIA	3.21%
SOFTWARE	5.39%
TELECOMMUNICATION	2.62%
UTILITIES	6.34%

Top Holdings as of 06/30/2010

MEAD JOHNSON NUTRITION COMPANY	0.57%
SALESFORCE.COM, INC.	0.54%
SANDISK CORPORATION	0.54%
DR PEPPER SNAPPLE GROUP, INC.	0.53%
HCP, INC.	0.53%
HOSPIRA, INC.	0.53%
DELTA AIR LINES, INC.	0.52%
AMERISOURCEBERGEN CORPORATION	0.50%
HOST HOTELS & RESORTS, INC.	0.48%
LIFE TECHNOLOGIES CORP	0.48%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Mid Cap Index Fund	MSCI U.S. Mid Cap 450 Index	Return Difference
	Return	Return	
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
2010 (9 months)	10.6	10.6	0.0
Trailing 1-Year	17.9%	18.0%	-0.1
Trailing 3-Year	-4.4	-4.4	0.0
Trailing 5-Year	2.4	2.4	0.0
Trailing 10-Year	5.2	4.0	1.2

RETURN SUMMARY ENDING 9/30/10

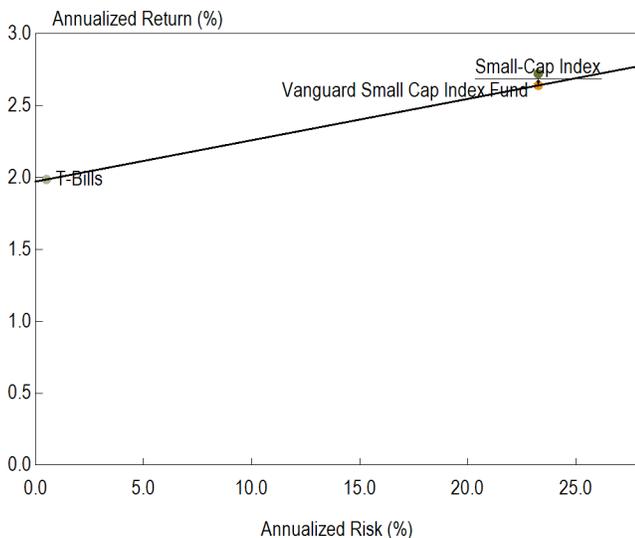
	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Vanguard Small Cap Index Fund	12.1%	10.6%	15.2%	-2.8%	2.7%
Small-Cap Index	12.1	10.6	15.1	-3.0	2.6

Investment Strategy

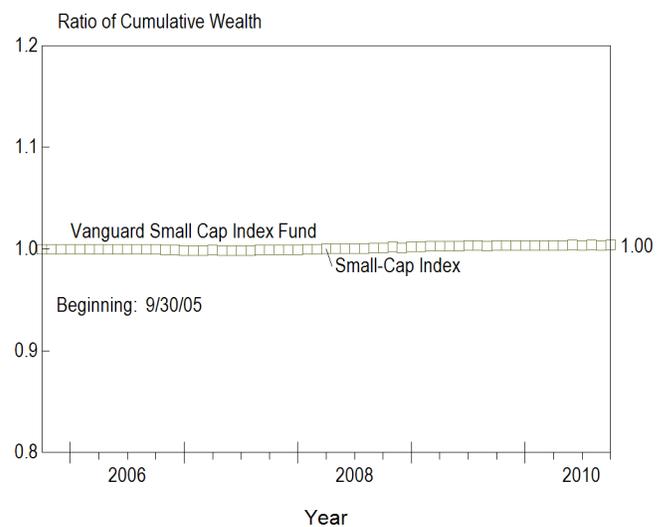
The Vanguard Small Cap Index Fund's strategy is designed to track the investment performance of the MSCI U.S. 1750 Small Cap Index, which is comprised of the 1,750 smallest stocks out of the 2,500 largest stocks. Prior to June 30, 2003, the Fund used a sampling technique to track the Russell 2000 Index. 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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



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

VANGUARD SMALL CAP INDEX

Fund Information as of 09/30/2010

Fund Name	Vanguard Sm-Cp Idx;Sig
Ticker	VSISX
Category	Small Blend
Benchmark	Small-Cap Index
Expense Ratio	0.14%
Fund Assets (\$mm)	2,011.44
Share Class Inception Date	12/15/2006
Manager Tenure	19

Sector Allocation as of 06/30/2010

BUSINESS SERVICES	9.44%
CONSUMER GOODS	10.34%
CONSUMER SERVICES	8.46%
ENERGY	4.77%
FINANCIAL SERVICES	21.09%
HARDWARE	7.55%
HEALTHCARE	10.47%
INDUSTRIAL MATERIALS	11.84%
MEDIA	1.64%
SOFTWARE	5.22%
TELECOMMUNICATION	4.24%
UTILITIES	3.71%

Top Holdings as of 06/30/2010

CMT MARKET LIQUIDITY RATE	0.52%
VALEANT PHARMACEUTICALS INTERNATIONAL	0.32%
UAL CORPORATION	0.27%
CORE LABORATORIES N.V.	0.26%
CONTINENTAL AIRLINES, INC. B	0.24%
MSCI INC	0.24%
CHIMERA INVESTMENT CORPORATION	0.23%
ESSEX PROPERTY TRUST	0.23%
SKYWORKS SOLUTIONS, INC.	0.23%
AEROPOSTALE, INC.	0.22%

HISTORICAL RETURNS

(BY YEAR)

	Vanguard Small Cap Index Fund	Small-Cap Index	Return Difference
	Return	Return	
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	15.7	15.8	-0.1
2007	1.3	1.2	0.1
2008	-36.0	-36.2	0.2
2009	36.3	36.1	0.2
2010 (9 months)	10.6	10.6	0.0
Trailing 1-Year	15.2%	15.1%	0.1
Trailing 3-Year	-2.8	-3.0	0.2
Trailing 5-Year	2.7	2.6	0.1
Trailing 10-Year	5.0	5.0	0.0

VANGUARD FTSE ALL WORLD EX-U.S. INDEX

RETURN SUMMARY ENDING 9/30/10

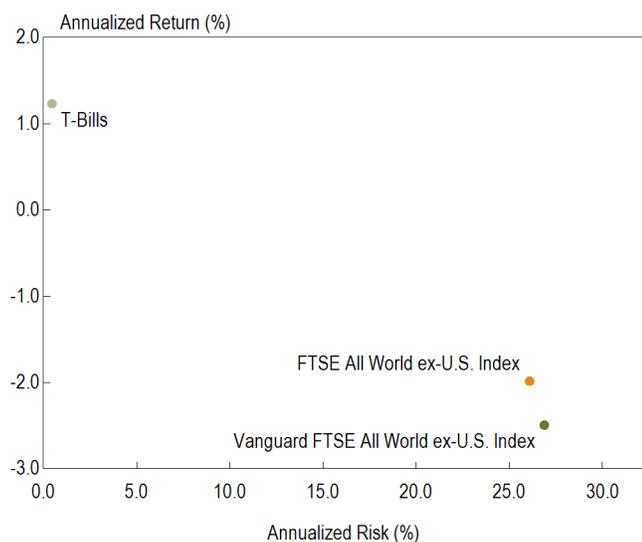
	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	Since Inception	Inception Date
Vanguard FTSE All World ex-U.S. Index	17.8%	4.3%	7.6%	-6.9%	-2.5%	3/31/07
FTSE All World ex-U.S. Index	16.9	4.3	8.2	-6.5	-2.0	

Investment Strategy

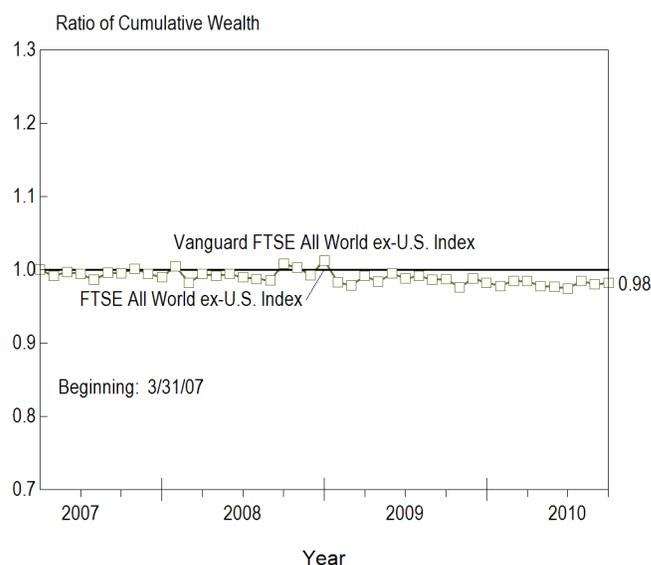
The Vanguard FTSE All World ex-U.S. Index Fund is designed to track the investment performance of the FTSE All World ex-U.S. Index which is comprised of approximately 46 developed and emerging countries, excluding the U.S., while including Canada.

The Fund has trailed its benchmark due to the effects of fair value pricing which is employed by Vanguard. Since the Fund's inception in April 2007, it has trailed the Index by 50 basis points.

ANNUALIZED RISK RETURN 3 YEARS 6 MONTHS ENDING 9/30/10



RATIO OF CUMULATIVE WEALTH 3 YEARS 6 MONTHS ENDING 9/30/10



VANGUARD FTSE ALL WORLD EX-U.S. INDEX

Fund Information as of 09/30/2010

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 (\$mm)	3,921.41
Share Class Inception Date	4/30/2007
Manager Tenure	4

Sector Allocation as of 06/30/2010

BUSINESS SERVICES	2.94%
CONSUMER GOODS	13.67%
CONSUMER SERVICES	4.08%
ENERGY	9.20%
FINANCIAL SERVICES	23.73%
HARDWARE	2.89%
HEALTHCARE	6.05%
INDUSTRIAL MATERIALS	16.75%
MEDIA	1.01%
SOFTWARE	1.30%
TELECOMMUNICATION	6.78%
UTILITIES	4.23%

Top Holdings as of 06/30/2010

NESTLE SA	1.29%
HSBC HOLDINGS PLC	1.17%
NOVARTIS AG	0.81%
VODAFONE GROUP PLC	0.80%
TOTAL SA	0.78%
BHP BILLITON LIMITED	0.77%
ROCHE HOLDING AG	0.71%
BP PLC	0.66%
ROYAL DUTCH SHELL PLC	0.66%
GLAXOSMITHKLINE PLC	0.65%

HISTORICAL RETURNS

(BY Years)

	Vanguard FTSE All World ex-U.S. Index	FTSE All World ex-U.S. Index	Return Difference
	Return	Return	
2007 (9 months)	12.7%	13.9%	-1.2
2008	-44.0	-45.3	1.3
2009	39.0	43.3	-4.3
2010 (9 months)	4.3	4.3	0.0
Trailing 1-Year	7.6%	8.2%	-0.6
Trailing 3-Year	-6.9	-6.5	-0.4
Since Inception (3/31/07)	-2.5	-2.0	-0.5

**RETURN SUMMARY
ENDING 9/30/10**

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
North Shore Savings Fund	0.1%	0.3%	0.4%	1.3%	2.3%
iMoney Net Money Fund Average	0.2	0.3	0.3	1.2	2.3

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 9/30/10 North Shore was "well capitalized".

**HISTORICAL RETURNS
(BY YEAR)**

	North Shore Savings Fund	iMoney Net Money Fund Average	Return Difference
	Return	Return	
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	0.2	0.6
2010 (9 months)	0.3	0.3	0.0
Trailing 1-Year	0.4%	0.3%	0.1
Trailing 3-Year	1.3	1.2	0.1
Trailing 5-Year	2.3	2.3	0.0
Trailing 10-Year	2.3	2.1	0.2

STABLE VALUE

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Stable Value Fund	1.1 %	3.3 %	4.5 %	4.7 %	4.7 %
Hueler Stable Value Index	0.8	2.3	3.1	3.8	4.2
Barclays Capital 1-3 Yr. Govt.	0.6	2.5	2.6	4.3	4.5

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 will allocate assets to sectors that management believes offer increased yield potential.

HISTORICAL RETURNS (BY YEAR)

	Stable Value Fund	Hueler Stable Value Index	Return Difference	Barclays Capital 1-3 Yr. Govt.	Return Difference
	Return	Return		Return	
2000	6.5 %	6.5 %	0.0	8.2 %	-1.7
2001	6.5	6.2	0.3	8.5	-2.0
2002	5.7	5.6	0.1	6.0	-0.3
2003	4.3	4.7	-0.4	2.0	2.3
2004	4.2	4.3	-0.1	1.1	3.1
2005	4.5	4.4	0.1	1.7	2.8
2006	4.8	4.8	0.0	4.1	0.7
2007	4.9	4.9	0.0	7.1	-2.2
2008	4.8	4.6	0.2	6.7	-1.9
2009	4.7	3.1	1.6	1.4	3.3
2010 (9 months)	3.3	2.3	1.0	2.5	0.8
Trailing 1-Year	4.5 %	3.1 %	1.4	2.6 %	1.9
Trailing 3-Year	4.7	3.8	0.9	4.3	0.4
Trailing 5-Year	4.7	4.2	0.5	4.5	0.2
Trailing 10-Year	4.9	4.7	0.2	4.4	0.5

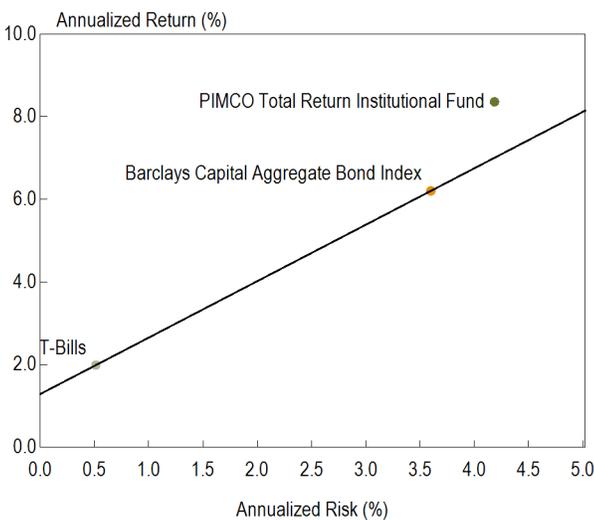
**RETURN SUMMARY
ENDING 9/30/10**

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
PIMCO Total Return Institutional Fund	3.8 %	9.8 %	10.9 %	10.8 %	8.4 %
Barclays Capital Aggregate Bond Index	2.5	7.9	8.2	7.4	6.2

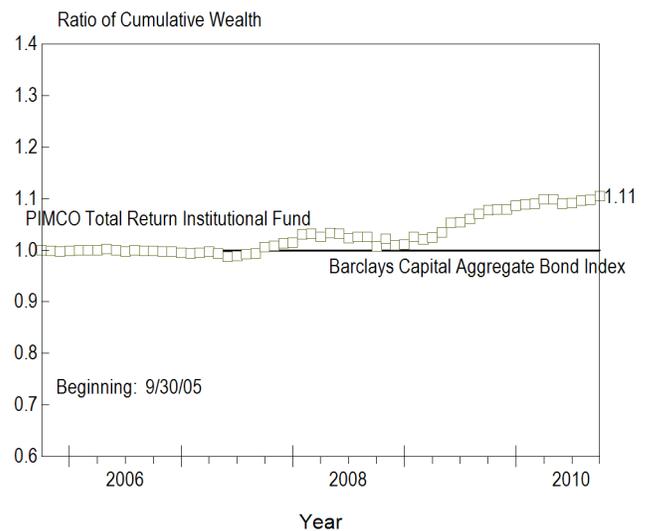
Investment Strategy

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 three and six years and can invest up to 10% in issues rated below BBB, but no lower than B-rated. The Fund may invest up to 20% of assets in non-dollar bonds (currency) and up to 30% in non-U.S. bonds.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/10**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10**

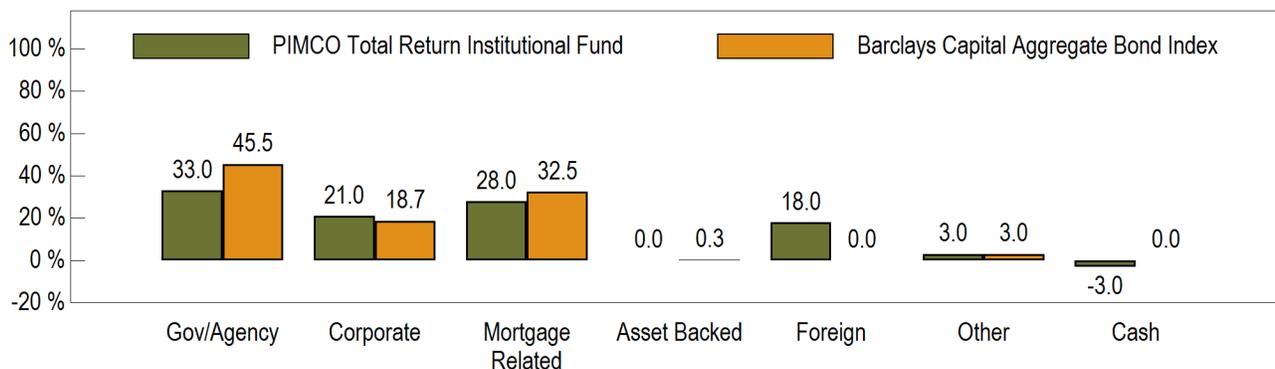


PIMCO TOTAL RETURN INSTL

Fund Information as of 09/30/2010

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 (\$mm)	144,752.18
Share Class Inception Date	5/11/1987
Manager Tenure	23

SECTOR ALLOCATION AS OF 9/30/10 PIMCO Total Return Institutional Fund



HISTORICAL RETURNS

(BY YEAR)

	PIMCO Total Return Institutional Fund	Barclays Capital Aggregate Bond Index	Return Difference
	Return	Return	
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
2010 (9 months)	9.8	7.9	1.9
Trailing 1-Year	10.9%	8.2%	2.7
Trailing 3-Year	10.8	7.4	3.4
Trailing 5-Year	8.4	6.2	2.2
Trailing 10-Year	7.9	6.4	1.5

**RETURN SUMMARY
ENDING 9/30/10**

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Washington Mutual Investors Fund	12.0%	4.4%	12.3%	-7.6%	0.7%
Russell 1000 Value Index	10.1	4.5	8.9	-9.4	-0.5
S&P 500 Index	11.3	3.9	10.2	-7.2	0.6

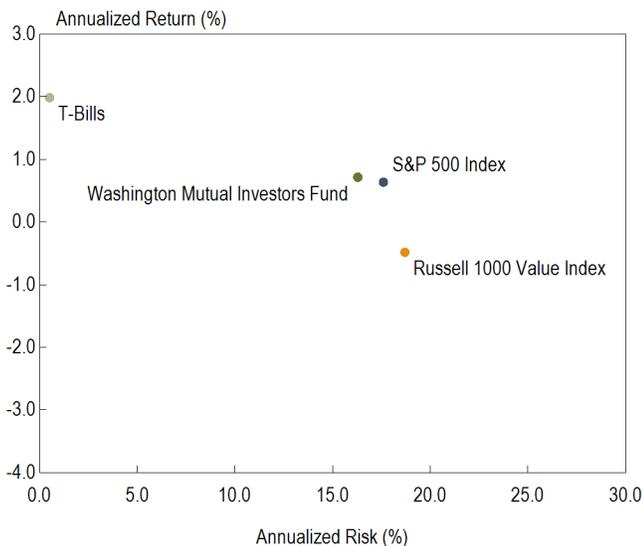
Investment Strategy

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.

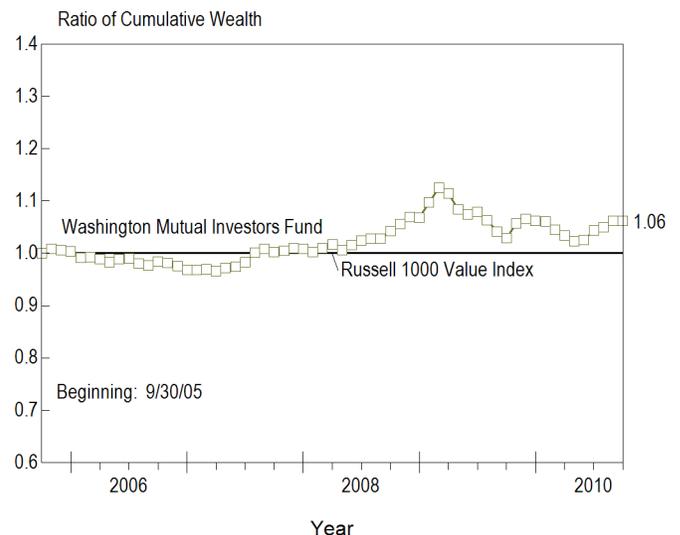
Capital Research & Management (the American Funds family) provides investment services for this Fund. Management looks for stocks with strong long-term prospects selling at low prices. The Fund may invest up to 5% of assets in securities of non-U.S. issuers.

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 9/30/10**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10**



WASHINGTON MUTUAL INVESTORS

Fund Information as of 09/30/2010

Fund Name	AMERICAN-WA-A
Ticker	AWSHX
Category	Large Value
Benchmark	Russell 1000 Value Index
Expense Ratio	0.70%
Fund Assets (\$mm)	36,847.54
Share Class Inception Date	7/31/1952
Manager Tenure	32

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	3.20%
CONSUMER GOODS	10.42%
CONSUMER SERVICES	6.55%
ENERGY	13.13%
FINANCIAL SERVICES	8.69%
HARDWARE	3.99%
HEALTHCARE	13.11%
INDUSTRIAL MATERIALS	17.89%
MEDIA	1.20%
SOFTWARE	1.94%
TELECOMMUNICATION	7.29%
UTILITIES	9.30%

Top Holdings as of 09/30/2010

CHEVRON CORPORATION	5.43%
VERIZON COMMUNICATIONS INC.	4.06%
MERCK & CO INC	3.88%
ROYAL DUTCH SHELL PLC ADR B	3.18%
MCDONALD'S CORPORATION	3.07%
AT&T, INC.	2.71%
COCA-COLA COMPANY	2.39%
BOEING COMPANY	2.24%
UNITED TECHNOLOGIES	2.02%
KRAFT FOODS, INC.	1.89%

HISTORICAL RETURNS

(BY YEAR)

	Washington Mutual Investors Fund	Russell 1000 Value Index	Return Difference	S&P 500 Index	Return Difference
	Return	Return		Return	
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
2010 (9 months)	4.4	4.5	-0.1	3.9	0.5
Trailing 1-Year	12.3 %	8.9 %	3.4	10.2 %	2.1
Trailing 3-Year	-7.6	-9.4	1.8	-7.2	-0.4
Trailing 5-Year	0.7	-0.5	1.2	0.6	0.1
Trailing 10-Year	3.0	2.6	0.4	-0.4	3.4

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Growth Fund of America	10.8%	2.1%	8.1%	-6.4%	1.8%
Russell 1000 Growth Index	13.0	4.4	12.7	-4.4	2.1

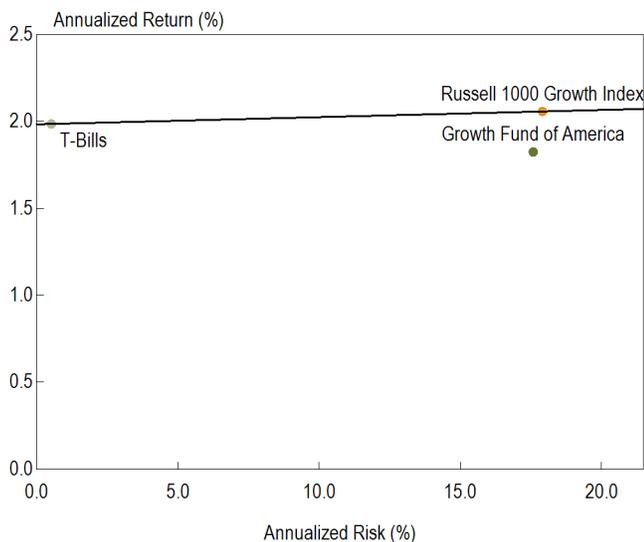
Investment Approach

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.

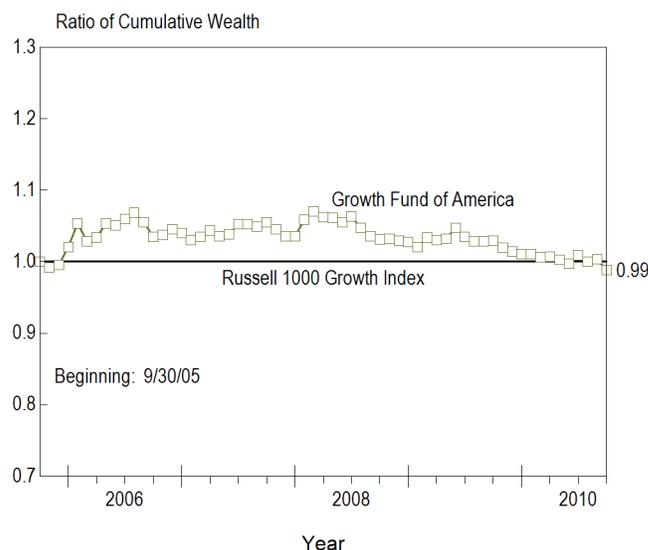
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the Fund is to provide long-term growth of capital by investing in a diversified portfolio of common stocks while using 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 modestly trailed the Index over the trailing five-year period at approximately the same level of risk.

**ANNUALIZED RISK RETURN
5 YEARS ENDING 9/30/10**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10**



GROWTH FUND OF AMERICA

Fund Information as of 09/30/2010

Fund Name	Mutual Fund
Ticker	RGAFX
Category	Large Growth
Benchmark	Russell 1000 Growth Index
Expense Ratio	0.40%
Fund Assets (\$mm)	13,944.77
Share Class Inception Date	5/15/2002
Manager Tenure	25

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	4.72%
CONSUMER GOODS	6.80%
CONSUMER SERVICES	8.08%
ENERGY	9.02%
FINANCIAL SERVICES	10.03%
HARDWARE	8.26%
HEALTHCARE	10.98%
INDUSTRIAL MATERIALS	11.30%
MEDIA	4.43%
SOFTWARE	6.72%
TELECOMMUNICATION	7.37%
UTILITIES	0.60%

Top Holdings as of 09/30/2010

ORACLE CORPORATION	3.53%
GOOGLE, INC.	3.35%
MICROSOFT CORPORATION	2.33%
APPLE, INC.	1.64%
US TREASURY NOTE 3.5%	1.64%
UNION PACIFIC CORPORATION	1.33%
J.P. MORGAN CHASE & CO.	1.31%
PHILIP MORRIS INTERNATIONAL INC	1.26%
MERCK & CO INC	1.20%
CORNING INC.	1.13%

HISTORICAL RETURNS

(BY YEAR)

	Growth Fund of America	Russell 1000 Growth Index	Return Difference
	Return	Return	
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
2010 (9 months)	2.1	4.4	-2.3
Trailing 1-Year	8.1 %	12.7 %	-4.6
Trailing 3-Year	-6.4	-4.4	-2.0
Trailing 5-Year	1.8	2.1	-0.3
Trailing 10-Year	1.1	-3.4	4.5

RETURN SUMMARY ENDING 9/30/10

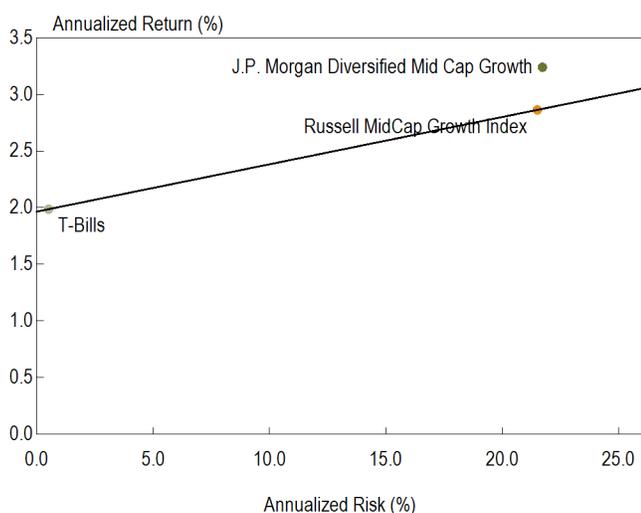
	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
J.P. Morgan Diversified Mid Cap Growth	14.4 %	8.8 %	17.1 %	-4.7 %	3.2 %
Russell MidCap Growth Index	14.6	10.9	18.3	-3.9	2.9

Investment Strategy

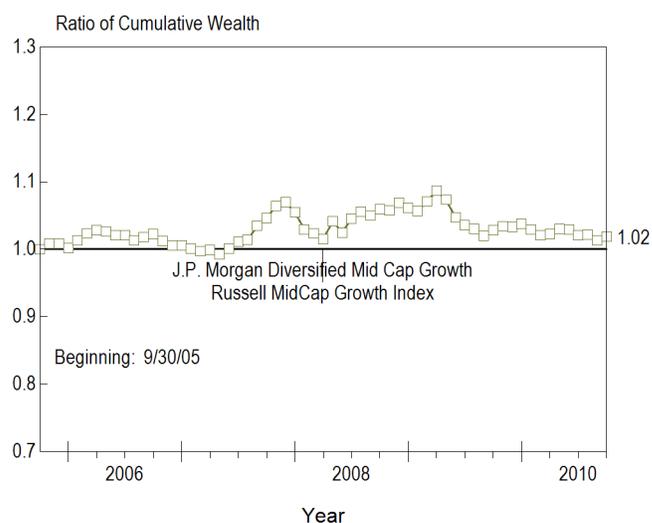
The J.P. Morgan Diversified Mid Cap Growth Fund seeks growth of capital and current income by investing primarily in equity securities. The Fund invests in common stocks of mid-cap companies with market capitalizations of \$1 billion to \$5 billion. The current benchmark is the Russell Mid Cap Growth 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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



J.P. MORGAN DIVERSIFIED MID CAP GROWTH

Fund Information as of 09/30/2010

Fund Name	JPMorgan:Dvds MCG;A
Ticker	OSGIX
Category	Mid-Cap Growth
Benchmark	Russell MidCap Growth Index
Expense Ratio	1.24%
Fund Assets (\$mm)	603.80
Share Class Inception Date	2/18/1992
Manager Tenure	6

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	10.68%
CONSUMER GOODS	14.74%
CONSUMER SERVICES	10.20%
ENERGY	5.45%
FINANCIAL SERVICES	8.55%
HARDWARE	13.85%
HEALTHCARE	11.76%
INDUSTRIAL MATERIALS	7.31%
MEDIA	2.87%
SOFTWARE	9.50%
TELECOMMUNICATION	2.58%
UTILITIES	0.00%

Top Holdings as of 09/30/2010

CUMMINS, INC.	2.75%
VALEANT PHARMACEUTICALS INTERNATIONAL INC	2.27%
NETAPP, INC.	2.00%
W.W. GRAINGER, INC.	1.84%
JPMORGAN LIQUID ASSETS MONEY MARKET FUND	1.83%
MICROS SYSTEMS, INC.	1.56%
PHILLIPS-VAN HEUSEN CORPORATION	1.53%
SCRIPPS NETWORKS INTERACTIVE, INC.	1.47%
AMPHENOL CORPORATION	1.45%
MARVELL TECHNOLOGY GROUP, LTD.	1.44%

HISTORICAL RETURNS

(BY YEAR)

	J.P. Morgan Diversified Mid Cap Growth	Russell MidCap Growth Index	Return Difference
	Return	Return	
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
2010 (9 months)	8.8	10.9	-2.1
Trailing 1-Year	17.1%	18.3%	-1.2
Trailing 3-Year	-4.7	-3.9	-0.8
Trailing 5-Year	3.2	2.9	0.3
Trailing 10-Year	0.5	-0.9	1.4

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Lord Abnett Developing Growth Fund	16.5%	16.0%	22.7%	-2.3%	7.0%
Russell 2000 Growth Index	12.8	10.2	14.8	-3.7	2.3

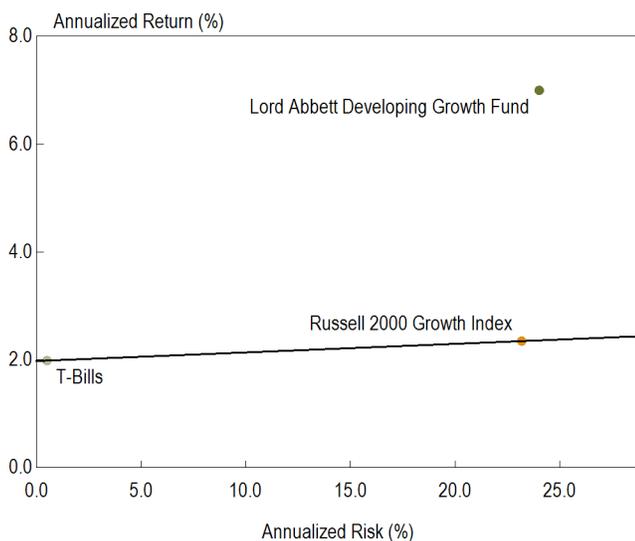
Investment Approach

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.

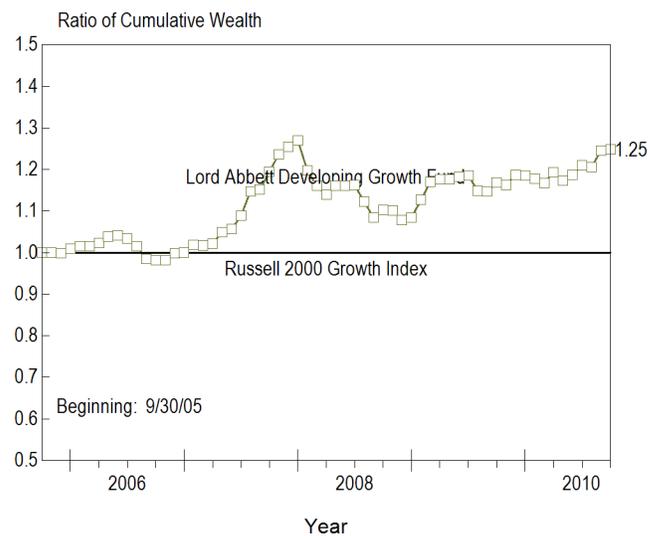
The Fund tends to feature sector diversification, albeit with substantial exposure to growth industries. The portfolio holds approximately 115 micro- and small-cap stocks.

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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



LORD ABBETT DEVELOPING GROWTH

Fund Information as of 09/30/2010

Fund Name	Lord Abbett Dev Gro;A
Ticker	LAGWX
Category	Small Growth
Benchmark	Russell 2000 Growth Index
Expense Ratio	1.28%
Fund Assets (\$mm)	628.02
Share Class Inception Date	10/10/1973
Manager Tenure	9

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	9.29%
CONSUMER GOODS	9.02%
CONSUMER SERVICES	8.78%
ENERGY	2.82%
FINANCIAL SERVICES	5.00%
HARDWARE	14.29%
HEALTHCARE	14.67%
INDUSTRIAL MATERIALS	12.59%
MEDIA	1.44%
SOFTWARE	14.36%
TELECOMMUNICATION	4.61%
UTILITIES	0.00%

Top Holdings as of 09/30/2010

ARUBA NETWORKS, INC.	1.72%
OPENTABLE, INC.	1.70%
NXSTAGE MEDICAL, INC.	1.65%
VERIFONE SYSTEMS INC	1.63%
VANCEINFO TECHNOLOGIES INC. ADR	1.58%
ENERNOC, INC.	1.53%
ACME PACKET, INC.	1.52%
FORTINET, INC.	1.50%
THORATEC LABORATORIES CORPORATION	1.49%
TRINA SOLAR LIMITED ADR	1.45%

HISTORICAL RETURNS

(BY YEAR)

	Lord Abbett Developing Growth Fund	Russell 2000 Growth Index	Return Difference
	Return	Return	
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
2010 (9 months)	16.0	10.2	5.8
Trailing 1-Year	22.7%	14.8%	7.9
Trailing 3-Year	-2.3	-3.7	1.4
Trailing 5-Year	7.0	2.3	4.7
Trailing 10-Year	3.3	-0.1	3.4

RETURN SUMMARY ENDING 9/30/10

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
Heartland Value Institutional Fund	8.4 %	4.4 %	8.6 %	-4.3 %	2.2 %
Russell 2000 Value Index	9.7	7.9	11.8	-5.0	0.7

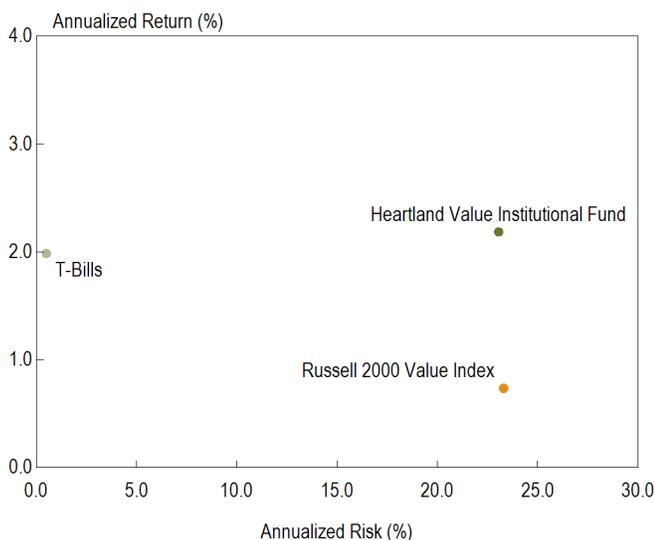
Investment Approach

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.

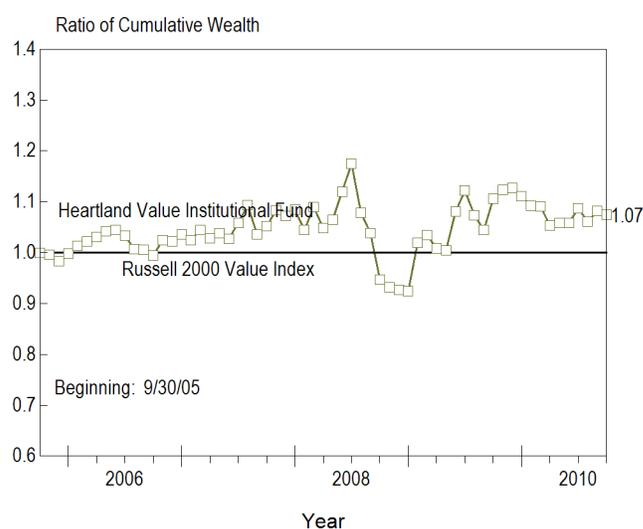
Heartland builds portfolios based on a bottom-up fundamental analysis of individual securities while avoiding over-concentration in a particular industry or industries. Heartland begins its search for investment ideas by performing a weekly computer screening of a universe of over 10,000 securities. 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 9/30/10



RATIO OF CUMULATIVE WEALTH 5 YEARS ENDING 9/30/10



HEARTLAND VALUE INSTITUTIONAL

Fund Information as of 09/30/2010

Fund Name	Heartland Val Inst
Ticker	HNTVX
Category	Small Value
Benchmark	Russell 2000 Value Index
Expense Ratio	0.94%
Fund Assets (\$mm)	40.33
Share Class Inception Date	5/1/2008
Manager Tenure	26

Sector Allocation as of 07/31/2010

BUSINESS SERVICES	7.78%
CONSUMER GOODS	8.61%
CONSUMER SERVICES	5.47%
ENERGY	10.33%
FINANCIAL SERVICES	7.89%
HARDWARE	8.29%
HEALTHCARE	20.39%
INDUSTRIAL MATERIALS	15.32%
MEDIA	0.61%
SOFTWARE	4.20%
TELECOMMUNICATION	5.78%
UTILITIES	3.46%

Top Holdings as of 07/31/2010

INTERDIGITAL, INC.	4.08%
ANALOGIC CORPORATION	3.69%
GAMMON GOLD, INC.	3.05%
BASIC SANITATION COMPANY OF THE STATE OF SAO PAULO ADR	2.38%
ACCURAY, INC.	2.31%
FORCE PROTECTION, INC.	1.91%
ENCORE CAPITAL GROUP, INC.	1.89%
FEDERAL SIGNAL CORP	1.75%
UNIT CORPORATION	1.75%
SHERRITT INTERNATIONAL CORP	1.70%

HISTORICAL RETURNS

(BY YEAR)

	Heartland Value Institutional Fund	Russell 2000 Value Index	Return Difference
	Return	Return	
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
2010 (9 months)	4.4	7.9	-3.5
Trailing 1-Year	8.6%	11.8%	-3.2
Trailing 3-Year	-4.3	-5.0	0.7
Trailing 5-Year	2.2	0.7	1.5
Trailing 10-Year	9.3	7.7	1.6

**RETURN SUMMARY
ENDING 9/30/10**

	Third Quarter	Year-To-Date	1 Year Ending 9/30/10	3 Years Ending 9/30/10	5 Years Ending 9/30/10
EuroPacific Growth Fund	16.9%	3.8%	7.3%	-4.4%	6.1%
MSCI All Country World ex-U.S. Index	16.6	3.7	7.6	-7.4	4.3

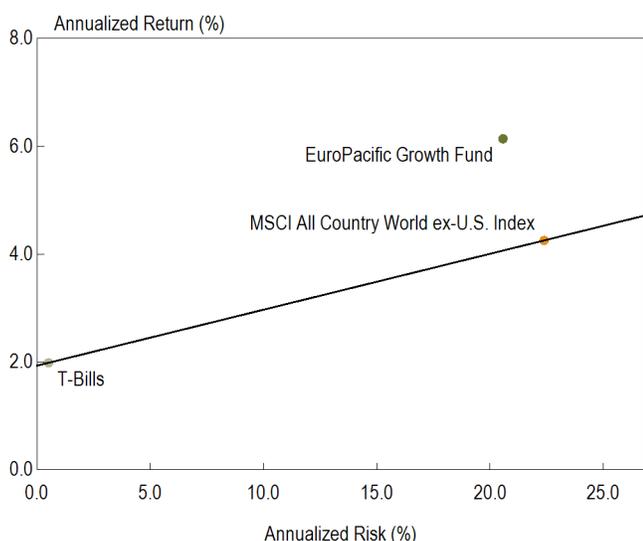
Investment Approach

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.

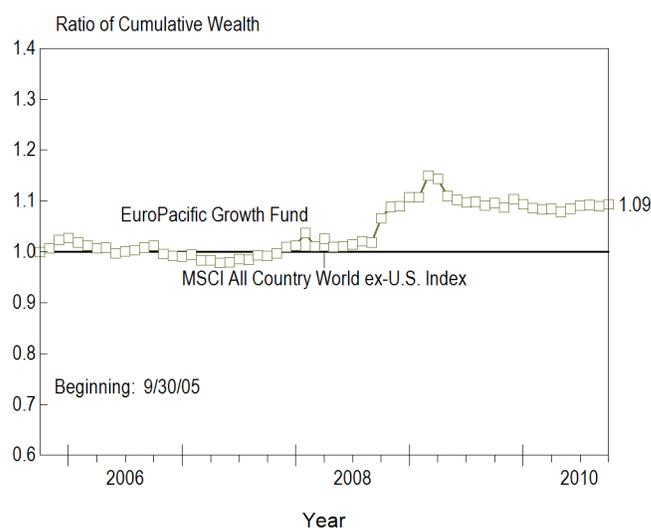
The Capital Research and Management Investment Committee is responsible for making sure the portfolio stays within its limits and adheres to its investment policies. The objective of the fund is to provide long-term growth of capital by investing in a diversified portfolio of international stocks while 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 9/30/10**



**RATIO OF CUMULATIVE WEALTH
5 YEARS ENDING 9/30/10**



EUROPACIFIC GROWTH

Fund Information as of 09/30/2010

Fund Name	AMERICAN-EU-R5
Ticker	RERFX
Category	Foreign Large Blend
Benchmark	MSCI All Country World ex-U.S. Index
Expense Ratio	0.56%
Fund Assets (\$mm)	15,593.56
Share Class Inception Date	5/15/2002
Manager Tenure	27

Sector Allocation as of 09/30/2010

BUSINESS SERVICES	2.38%
CONSUMER GOODS	16.94%
CONSUMER SERVICES	4.69%
ENERGY	6.35%
FINANCIAL SERVICES	18.72%
HARDWARE	3.97%
HEALTHCARE	10.57%
INDUSTRIAL MATERIALS	11.90%
MEDIA	1.20%
SOFTWARE	1.36%
TELECOMMUNICATION	9.58%
UTILITIES	1.75%

Top Holdings as of 09/30/2010

AMERICA MOVIL S.A.B. DE C.V. ADR L	2.77%
ANHEUSER-BUSCH INBEV SA	2.37%
NOVO NORDISK A/S	2.26%
NOVARTIS AG	2.22%
BAYER AG	2.06%
DAIMLER AG	1.72%
PRUDENTIAL PLC	1.36%
SOFTBANK CORPORATION	1.35%
NESTLE SA	1.29%
UBS AG	1.26%

HISTORICAL RETURNS

(BY YEAR)

	EuroPacific Growth Fund	MSCI All Country World ex-U.S. Index	Return Difference
	Return	Return	
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
2010 (9 months)	3.8	3.7	0.1
Trailing 1-Year	7.3%	7.6%	-0.3
Trailing 3-Year	-4.4	-7.4	3.0
Trailing 5-Year	6.1	4.3	1.8
Trailing 10-Year	5.5	4.3	1.2

EUROPACIFIC GROWTH

COUNTRY ALLOCATION/RETURNS

3 MONTHS ENDING 9/30/10

	Manager Allocation	Index Allocation	Index Return
Europe			
Austria	0.7 %	0.2 %	28.3 %
Belgium	2.6	0.7	19.6
Czech Republic*	--	0.1	17.1
Denmark	2.4	0.7	17.7
Finland	0.6	0.8	26.6
France	7.9	7.0	20.8
Germany	8.2	5.5	16.7
Greece	0.5	0.2	18.8
Hungary*	0.2	0.1	27.0
Ireland	0.7	0.2	-3.6
Italy	1.1	2.0	19.8
Netherlands	1.6	1.8	16.3
Norway	0.8	0.6	29.4
Poland*	0.1	0.4	35.5
Portugal	0.2	0.2	20.5
Russia*	1.2	1.4	13.4
Spain	3.2	2.6	27.5
Sweden	1.5	2.2	24.7
Switzerland	7.8	5.4	13.3
United Kingdom	10.6	14.8	19.8
Asia/Pacific			
Australia	1.9 %	5.9 %	23.6 %
China*	4.9	4.3	10.7
Hong Kong	1.6	1.8	21.9
India*	3.6	1.9	15.4
Indonesia*	0.8	0.6	17.7
Japan	9.5	14.5	5.8
Korea*	3.1	3.2	17.2
Malaysia*	--	0.7	18.9
New Zealand	--	0.1	13.3
Philippines*	0.4	0.1	29.1
Singapore	0.7	1.2	15.8
Taiwan, China*	2.0	2.5	19.0
Thailand*	--	0.4	32.4
Americas			
Brazil*	2.2 %	3.9 %	21.7 %
Canada	3.3	7.6	13.2
Chile*	--	0.4	32.6
Colombia*	--	0.2	32.4
Mexico*	3.3	1.0	11.5
Peru*	--	0.2	24.9
United States	--	--	11.4
Other			
Egypt*	0.1 %	0.1 %	10.6 %
Israel	0.8	0.6	11.4
Morocco*	--	0.0	8.3
Other Countries*	0.2	--	--
South Africa*	1.6	1.8	25.4
Turkey*	0.2	0.4	31.9
Cash			
Cash	7.9 %	0.0 %	--
Total	100.0 %	100.0 %	16.6 %
Developed	68.2	76.3	
Emerging*	23.9	23.7	
Cash	7.9	0.0	

(This page left blank intentionally)

RETURNS OF THE MAJOR CAPITAL MARKETS

	Third Quarter	Annualized Periods Ending 9/30/10				
		1-Year	3-Year	5-Year	10-Year	15-Year
Domestic Stock Indices:						
Dow Jones US Total Stock Index	11.5%	11.3%	-6.3%	1.2%	0.3%	6.6%
S&P 500 Index	11.3	10.2	-7.2	0.6	-0.4	6.5
Russell 3000 Index	11.5	11.0	-6.6	0.9	0.1	6.6
Russell 1000 Value Index	10.1	8.9	-9.4	-0.5	2.6	7.4
Russell 1000 Growth Index	13.0	12.7	-4.4	2.1	-3.4	5.3
Russell MidCap Value Index	12.1	16.9	-4.8	2.0	7.8	9.8
Russell MidCap Growth Index	14.6	18.3	-3.9	2.9	-0.9	7.0
Russell 2000 Value Index	9.7	11.8	-5.0	0.7	7.7	9.0
Russell 2000 Growth Index	12.8	14.8	-3.7	2.3	-0.1	3.9
Domestic Bond Indices:						
Barclays Capital Aggregate Index	2.5%	8.2%	7.4%	6.2%	6.4%	6.4%
Barclays Capital Govt/Credit Index	3.3	8.7	7.5	6.1	6.5	6.4
Barclays Capital Long Govt/Credit Index	5.9	13.6	10.2	7.3	8.4	7.9
Barclays Capital 1-3 Year Govt/Credit Index	0.9	3.3	4.6	4.7	4.6	5.1
Barclays Capital U.S. MBS Index	0.6	5.7	7.5	6.4	6.3	6.4
Barclays Capital High Yield Index	6.7	18.4	8.7	8.4	8.0	7.3
Barclays Capital Universal Index	2.9	8.9	7.3	6.3	6.6	6.6
Real Estate Indices:						
NCREIF Property Index	3.9%	5.8%	-4.6%	3.7%	7.2%	8.9%
NCREIF ODCE Index	5.2	6.0	-11.3	-1.0	4.1	6.7
Dow Jones Real Estate Securities Index	13.2	30.1	-7.2	1.3	9.9	10.4
FTSE NAREIT US Real Estate Index	12.8	30.3	-6.1	1.9	10.4	10.3
Foreign/Global Stock Indices:						
MSCI All Country World Index	14.3%	8.4%	-7.5%	2.4%	1.6%	5.6%
MSCI All Country World IMI	14.5	9.3	-7.4	2.4	2.0	5.5
MSCI All Country World ex-U.S. Index	16.6	7.6	-7.4	4.3	4.3	5.6
MSCI All Country World ex-U.S. IMI	16.8	8.5	-7.0	4.5	4.7	5.4
MSCI All Country World ex-U.S. Small Cap Index	18.4	15.6	-4.5	6.4	8.8	6.2
MSCI EAFE Index	16.5	3.3	-9.5	2.0	2.6	4.5
MSCI EAFE IMI	16.6	3.8	-9.2	2.1	2.8	4.6
MSCI EAFE Index (in local currency)	7.1	2.5	-10.5	-0.9	-0.8	4.0
MSCI Emerging Markets IMI	18.3	21.6	-0.9	13.3	13.4	6.2
Foreign Bond Indices:						
Citigroup World Gov't Bond Index	10.4%	4.5%	8.4%	7.3%	8.0%	5.7%
Citigroup Hedged World Gov't Bond Index	1.9	4.8	5.7	4.8	5.2	6.6
Cash Equivalents:						
Treasury Bills (30-Day)	0.0%	0.1%	0.7%	2.0%	2.0%	2.9%
EnnisKnupp STIF Index	0.1	0.3	1.6	3.0	2.8	3.7
Inflation Index:						
Consumer Price Index	0.2%	1.1%	1.6%	1.9%	2.3%	2.4%

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.

Hueler Stable Value Pooled Fund Index - is an equal-weighted total return average across all participating funds in the Hueler Universe and represents approximately 75% of the stable value pooled funds available to the marketplace. All participating stable value pooled funds are available to investors through employer sponsored retirement plans. The returns are gross of investment management fees.

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 44 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.

Barclays Capital 1-3 Year Government Index - A market value-weighted index consisting of U.S. government bonds with one to three years to maturity and an outstanding par value of \$250 million or greater.

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 46 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.

Benchmark Descriptions

Vanguard Target Retirement Income Benchmark - A mix of 24% MSCI U.S. Broad Market Index, 5% MSCI EAFE Index, 1% MSCI Emerging Markets Index, 45% Barclays Capital Aggregate Bond Index, 20% Barclays Capital TIPS Index, and 5% Citigroup 3-Month Treasury Index.

Vanguard Target Retirement 2005 Benchmark - A mix of 29% MSCI U.S. Broad Market Index, 5% MSCI EAFE Index, 2% MSCI Emerging Markets Index, 43% Barclays Capital Aggregate Bond Index, 17% Barclays Capital TIPS Index, and 4% Citigroup 3-Month Treasury Index.

Vanguard Target Retirement 2010 Benchmark - A mix of 40% MSCI U.S. Broad Market Index, 7% MSCI EAFE Index, 3% MSCI Emerging Markets Index, 40% Barclays Capital Aggregate Bond Index, and 10% Barclays Capital TIPS Index.

Vanguard Target Retirement 2015 Benchmark - A mix of 48% MSCI U.S. Broad Market Index, 9% MSCI EAFE Index, 3% MSCI Emerging Markets Index, and 40% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2020 Benchmark - A mix of 54% MSCI U.S. Broad Market Index, 10% MSCI EAFE Index, 3% MSCI Emerging Markets Index, and 32% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2025 Benchmark - A mix of 60% MSCI U.S. Broad Market Index, 11% MSCI EAFE Index, 4% MSCI Emerging Markets Index, and 25% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2030 Benchmark - A mix of 66% MSCI U.S. Broad Market Index, 13% MSCI EAFE Index, 4% MSCI Emerging Markets Index, and 17% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2035 Benchmark - A mix of 72% MSCI U.S. Broad Market Index, 14% MSCI EAFE Index, 4% MSCI Emerging Markets Index, and 10% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2040 Benchmark - A mix of 72% MSCI U.S. Broad Market Index, 14% MSCI EAFE Index, 4% MSCI Emerging Markets Index, and 10% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2045 Benchmark - A mix of 72% MSCI U.S. Broad Market Index, 14% MSCI EAFE Index, 4% MSCI Emerging Markets Index, and 10% Barclays Capital Aggregate Bond Index.

Vanguard Target Retirement 2050 Benchmark - A mix of 72% MSCI U.S. Broad Market Index, 14% MSCI EAFE Index, 4% MSCI Emerging Markets Index, and 10% Barclays Capital Aggregate Bond Index.