



Portfolio Manager

Sebastian Leburn, CFA
Chief Investment Officer

A graduate of Florida State University, Mr. Leburn holds a master's degree in economics, a CFA Charter designation and FINRA Series 7 and 24 licenses. At Weiss, Mr. Leburn plays a crucial role in investment program strategy, design and development and is committed to setting the highest standards of professional excellence and integrity.

Program Summary

Investment Objective

Total return

Portfolio Composition

Up to 35 high-quality companies listed on U.S. stock exchanges with market capitalizations of at least \$500 million diversified across multiple sectors and industries

Risk Tolerance

Investors with a *moderate* risk tolerance looking for capital appreciation

Benchmark

S&P 500 Index

Inception Date

April 3, 2006

Minimum Initial Investment

\$150,000

Annual Management Fee

1.50%

Recommended Holding Period

Three-to-five years

Weiss Select Equity Portfolio

During the third quarter, equity markets worldwide continued their upward trajectory in hopes that the deepest recession since the Great Depression had come to an end. While it is almost certain that the third quarter resulted in positive economic growth, focus must now shift to the strength and sustainability of recovery.

We are concerned that any recovery could be subpar, at least by historical standards. Much of the improvement we've seen to date is a direct result of massive, yet temporary, government stimulus efforts that are not sustainable. Historically, the deeper the recession, the stronger the recovery. However, past recoveries have hinged on a strong consumer. Given today's high unemployment rate and unprecedented negative wage growth, consumers simply may not be willing to spend as aggressively as they have in previous recoveries.

What could this mean for equity investors? In our view, a shallow economic recovery will favor investing in high-quality companies with attractive valuations. Since the markets

bottomed in March, "low-quality" stocks have surged, while quality companies have seen their share prices rise more modestly. We see this trend changing as investors shift toward companies whose share prices have lagged. Indeed, since many quality companies continue to exhibit historically favorable valuations, these stocks may command a premium should markets become unsettled. Another benefit for equities: today's low interest rates. Investors tend to invest in other asset classes, such as equities, when rates are at such depressed levels.

The Weiss Select Equity Portfolio invests primarily in dividend-paying stocks of companies we believe have sustainable long-term competitive advantages. We prefer dividend-paying stocks because they provide current cash return, have long-term appreciation potential and tend to be lower risk than non-dividend payors.

During the third quarter, we sold our stakes in International Business Machines (IBM) and Barrick Gold Corp. (ABX). We still remain

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Weiss Select Equity Portfolio Highlights

The Weiss Select Equity Portfolio attempts to harness the power of TheStreet.com Ratings by investing in up to 35 high-quality companies that are "Buy" rated and that, in our view, have the following characteristics:

- ▶ Financial strength.
- ▶ Consistent profitability.
- ▶ Shareholder-focused management.
- ▶ Brand strength and market dominance.

The goal of the Weiss Select Equity Portfolio is to provide our clients with a total return that is greater than the S&P 500 Index over a full-market cycle.

Program Returns 9/30/09	3rd Qtr Total Return	YTD Total Return	1-Year Total Return	3-Year Annualized Return	Since Inception Annualized Return (4/3/06)	Since Inception Cumulative Return (4/3/06)
Weiss Select Equity Portfolio Net Returns	7.75%	4.85%	-4.94%	-3.89%	-2.46%	-8.35%
Weiss Select Equity Portfolio Gross Returns	8.20%	5.99%	-3.58%	-2.56%	-1.10%	-3.80%
S&P 500 Index	15.61%	19.26%	-6.91%	-5.43%	-3.63%	-12.12%

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fans of both companies, but find their stock prices no longer compelling at current valuations. Meanwhile, we are patiently waiting for the equity market as a whole to consolidate some of its record gains.

We wouldn't be surprised to witness some profit taking in the coming months, affording us opportunity to reduce our cash position with the objective of providing clients with solid, risk-adjusted long-term returns.

■ This material may contain forward-looking statements regarding intent and belief with regard to the program and the market in general. Readers are cautioned that such statements are not a guarantee of future performance and actual results may differ materially from those statements.

Asset Allocation as of 9/30/09



Important Disclaimers and Disclosures

Investment Risk

Past performance is not indicative of future results and as with any investment program it is possible to lose money by investing in the program. There are no guarantees that the program will be able to achieve its stated objectives.

International investing presents certain risks not associated with investing solely in the United States. These include, for instance, risks related to fluctuations in the value of the US dollar relative to the values of other currencies, custody arrangements made for foreign securities, political risks, differences in accounting procedures, and the lesser degree of public information required to be provided by non-US companies.

Suitability

The Weiss Select Equity Portfolio is suitable for investors with a **moderate** risk tolerance. The suitability of this program for IRAs, 401(k)s and other retirement plans is at the discretion of the plan's sponsor or fiduciary. Given that the equity market can be volatile and often unpredictable, we recommend that investors in this program have a long-term perspective and can accept a higher level of short- and intermediate-term volatility, in exchange for the potential of higher capital appreciation. The program may generate short-term capital gains, which may not be suitable for all investors. Please consult with your tax adviser before investing in the program. The recommended holding period for the program is three-to-five years. It is not recommended for keep-safe funds.

Performance

Returns are based on a composite of actual client accounts. Individual client returns may vary depending on, among other things, account opening date, contributions, withdrawals and fees. Actual fees may vary depending on, among other things, the applicable fee schedule and portfolio size.

Net returns cited include actual management fees, commissions, and other similar fees charged on transactions, and reinvestment of dividends, income and capital gains. **Gross returns** cited exclude management fees and are net of actual commissions and other similar fees charged on transactions, and include dividends, income and capital gains.

Benchmark

The S&P 500 Index is a capitalization-weighted index that consists of 500 large-cap US stocks that assumes the reinvestment of dividends and capital gains, and excludes management fees, transactions costs and expenses. The Portfolio may invest in

securities that are not included in the S&P 500 Index, and may vary its exposure depending on market conditions. As a result, the Portfolio's returns may differ from the performance of this broad-market index, particularly over the short term. **It is not possible to invest in an index.** Index return data source: Bloomberg

Important Disclosure

The program invests in stocks that are initially rated "BUY" by TheStreet.com Ratings at the time of purchase. If a stock held in the Portfolio is downgraded to a "HOLD," the program may continue to purchase the stock provided the portfolio manager believes the company remains of high quality and whose stock has the potential for long-term appreciation. Companies downgraded to "SELL" may be sold, however, the portfolio manager will consider the current market environment and any potential negative impact on the Portfolio in determining when to sell a downgraded stock.

From time to time, the Portfolio may utilize inverse index mutual funds and/or option contracts with the purpose of seeking to reduce the overall investment risk that would otherwise be associated with the securities in which it invests.

This program's portfolio may be rebalanced as deemed necessary by the portfolio manager. **Rebalancing may generate additional fees.**

In addition to the program's annual management fee, individual stock trading commissions are generated and are an additional cost to the client. **As the investment adviser of the program, we do not receive any of these commission dollars.**

On August 7, 2006, TheStreet.com, a leading provider of financial commentary, analysis and news, acquired certain assets of Weiss Ratings, Inc., a wholly owned subsidiary of the Weiss Group, Inc., and an affiliate of Weiss Capital Management, Inc. Under contractual agreement, Weiss Capital Management, of which Weiss Capital Securities is a subsidiary, will pay for research provided by TheStreet.com Ratings based on an annual usage fee.

The program may invest in the Weiss Treasury Only Money Market Fund for which Weiss Capital Management, Inc., or its affiliates, provide advisory, administrative, distribution and other services, and receive compensation. **An investment in the Weiss Treasury Only Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Fund.** A prospectus can be obtained online at www.WeissFund.com

For additional program information, please read the firm's ADV Part II before investing.