



Portfolio Manager

Steve Chapman
Vice President

Mr. Chapman is a graduate of Florida Atlantic University and holds FINRA Series 7, 24, 53, 63, and 65 securities licenses.

Program Summary

Investment Objective

Current income with growth

Portfolio Composition

80% fixed income mutual funds;
20% equity mutual funds

Risk Tolerance

Investors with a *moderate* risk tolerance looking for a higher level of current income, plus growth

Benchmarks

S&P 500 Index, MSCI EAFE® Index,
Barclays Capital Agg. Bond Index

Inception Date

November 13, 2003

Minimum Initial Investment

\$50,000

Annual Management Fee

1.25%

Recommended Holding Period

Three-to-five years

The Weiss Diversified Income Plus Program

Equity markets have persistently struggled ever since May's stock market "Flash Crash." Quality bonds, Treasuries, gold and the U.S. dollar advanced in another flight-to-quality trade as major economic concerns continue to persist.

Additionally, notable spikes in volatility over the last two months indicate that investors are worried about prospects for the future. In my experience, sizable stock market drops have almost always been preceded by big, neurotic swings in stock market activity.

Consequently, we have essentially moved to a near-zero position in the equity portion of the Diversified Income Plus Program due to the lopsided risk/

reward proposition and downside potential that equities present. In the fixed-income portion of the program, we have been selectively and systematically upgrading the quality of the fixed-income fund holdings but maintaining a stable cash flow.

Bond investors appear to be more skeptical of existing credit ratings now that the major rating agencies have begun to reevaluate and cut credit ratings on many issuers to more fairly reflect ongoing credit deterioration. Therefore, building a portfolio of high-quality bond holdings is critical at this time.

There is a bifurcation developing in

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The Weiss Diversified Income Plus Program Highlights

- ▶ Seeks to produce consistent income, but includes a modest allocation to specialty stock mutual funds for capital appreciation potential.
- ▶ Aims for 80 percent allocation to income investments and an equity component of up to 20 percent.
- ▶ Each fund selection is dynamically monitored and adjusted based on: performance, overall market conditions, our economic outlook, and other factors with substitutions made as necessary.
- ▶ Funds with greater price stability, lower volatility (risk) and fund expenses as compared to their peers are preferred and included, whenever possible.
- ▶ Because we participate in a 'no-transaction fee' mutual-fund platform, we have access to a wide universe of funds, without paying a sales load to buy these funds.

Program Returns thru 6/30/10	2nd Qtr Total Return	YTD Total Return	1-Year Total Return	3-Year Annualized Return	5-Year Annualized Return	Since Inception Annualized Return (11/13/03)	Since Inception Cumulative Return (11/13/03)
Weiss Diversified Income PLUS Program Net Returns	0.57%	3.14%	17.63%	0.72%	3.39%	4.01%	29.73%
Weiss Diversified Income PLUS Program Gross Returns	0.87%	3.76%	19.05%	1.96%	4.67%	5.30%	40.85%
S&P 500 Index	-11.43%	-6.65%	14.43%	-9.81%	-0.79%	1.63%	11.28%
MSCI EAFE Index	-13.75%	-12.93%	6.38%	-12.94%	1.35%	5.10%	39.08%
Barclays Capital Aggregate Bond Index ¹	3.49%	5.33%	9.50%	7.55%	5.54%	5.37%	41.41%

¹ Benchmark name was officially changed from Lehman Aggregate Bond Index effective November 2008

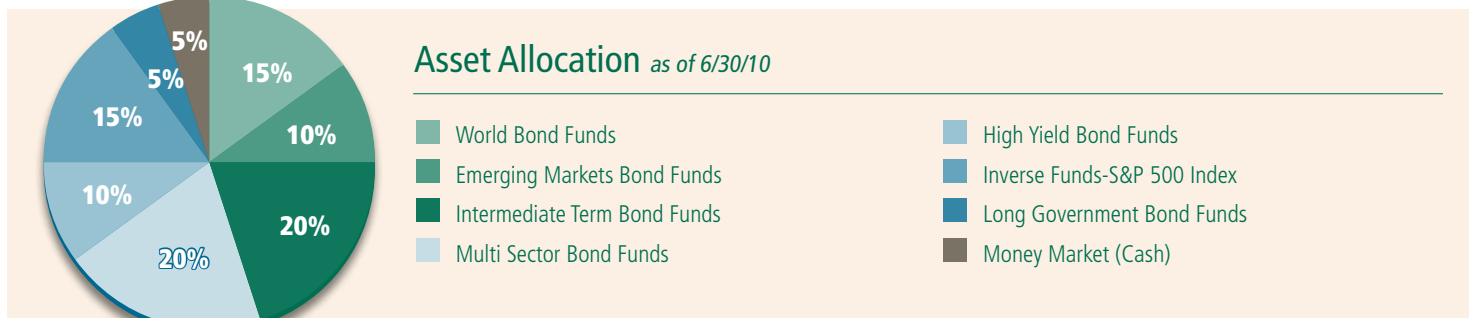
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the bond market between higher and lower quality credits. Should another “flight to quality” ensue, as we suspect it will, we want to own these higher quality investments and position ourselves to be a potential beneficiary of

this activity. Simply put, we want to own what I believe the rest of the market will want to own when it happens. Overall, we are pleased with the performance of this strategy year-to-date as it has produced a positive total return net of fees, and it continues to produce a solid

cash flow.

■ 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.



Important Disclaimers and Disclosures

Investment Risk

Past performance is not indicative of future returns and there are no guarantees that the Program will achieve its stated objectives. It is possible to lose money by investing in the Program.

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 of non-US companies.

Inverse and leveraged ETFs and mutual funds are highly complex financial instruments that may be utilized in pursuit of the Program's overall investment objectives. Due to the effects of compounding, their performance over long periods of time can differ significantly from their stated objectives.

Suitability

The Weiss Diversified Income Plus Program is suitable for investors with a **moderate** risk tolerance seeking a higher level of current income, plus growth. Suitability of the Program for IRAs, 401(k)s and other retirement plans is at the discretion of the plan sponsor or fiduciary. The Program does not consider investment potential in terms of taxable consequences. Please consult your tax advisor prior to investing in the strategy. **A three-to-five year holding period is recommended.**

Performance

The Program's performance depends on the mutual funds in which it invests. In turn, performance of the mutual funds depends on the performance of the underlying investments.

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, 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 comprises 500 large-cap US stocks. The *Morgan Stanley Capital International Europe Australasia Far East (MSCI EAFE®) Index* is a capitalization-weighted index that monitors the performance of stocks from Europe, Asia, Australia and New Zealand. The *Barclays Capital Aggregate Bond Index®* is a market-value weighted index of taxable investment-grade, fixed-rate debt issues, including government, corporate, asset-backed and mortgage-backed securities. These indices assume reinvestment of dividends and capital gains, and exclude management fees, transactions costs and expenses. Although these indices represent a significant portion of the universe from which portfolio manager may find value, the Program may invest in securities not included in these indices, and may select funds containing commodities, real estate, currencies, natural resources and precious metals. The Program may also utilize inverse-index funds. **It is not possible to invest in an index.** Index return data source: Bloomberg.

Important Disclosures

In addition to the management fee charged for participation in the program, transaction costs are generated at an additional cost to the client. WCM does not receive any of these commission dollars. The mutual funds used in the Program may impose a minimum holding period to avoid redemption fees. Redemption fees, if any, are charged to the client and received by the mutual fund itself and not WCM. Mutual fund shares are also subject to expenses that are shared indirectly by all shareholders. **WCM does not receive any special compensation or financial incentive from any mutual fund company in this investment program.**

This program's portfolio may be rebalanced as deemed necessary. **Rebalancing may generate additional fees to investors in the Program.**

This program's portfolio manager, Steven P. Chapman, was named to the Rydex/SGL Dynamic Advisory Board in August 2009. Mr. Chapman may select from the Rydex family of funds in the management of WCM programs for which he is portfolio manager. Mr. Chapman is not compensated for his role on the board and WCM does not receive commissions or any other compensation for choosing Rydex funds for its managed programs.

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