



**YieldQuest Advisors Composite Performance**

**Composite Performance by each Management Style through July 31, 2010**

COMPOSITE BENCHMARK	YTD Gross Return	YTD Net Return	1 Year Gross Return	1 Year Net Return	3 Year Gross Return (Annualized)	3 Year Net Return (Annualized)	5 Year Gross Return (Annualized)	5 Year Net Return (Annualized)	Since Inception Gross Return	Since Inception Net Return
<b>YQ Municipal Bond</b> <i>(From Apr 05)</i>	0.97%	0.60%	7.88%	7.11%	1.48%	0.75%	2.34%	1.63%	2.41%	1.72%
<b>BarCap Muni</b>	3.31%		9.61%		5.49%		4.75%		4.56%	
<b>YQ Taxable Bond</b> <i>(From Feb 05)</i>	3.11%	2.75%	13.84%	13.04%	1.89%	1.16%	3.10%	2.37%	2.59%	1.89%
<b>Barcap US Aggregate</b>	3.49%		9.50%		7.53%		5.95%		5.47%	
<b>YQ Individual Bonds</b> <i>(From Apr 08)</i>	3.10%	2.91%	6.59%	6.21%	NA	NA	NA	NA	6.21%	5.83%
<b>Barcap 7-year Muni</b>	3.55%		8.14%		NA		NA		6.38%	

**Composite and Benchmark Definitions:**

YQ Muni Bond: Accounts included are comprised of all actively managed fixed income accounts above \$100,000 that are managed to the Barclays Brothers Municipal Bond Index. These accounts primarily invest in intermediate duration investment grade securities and closed end funds both whose income is exempt from federal income tax.

YQ Taxable Bond: Accounts included are comprised of all actively managed fixed income accounts above \$100,000 that are managed to the Barclays Brothers Aggregate Bond Index. These accounts primarily invest in intermediate duration investment grade securities and closed end.

YQ Individual Bonds: Accounts included are comprised of all actively managed fixed-income accounts with assets greater than \$100,000 that are managed to the Barclays 7 year Municipal Bond Index. These accounts primarily invest in individual municipal bonds only, rated investment grade or higher by one of the major bond rating agencies.

The performance results have been compared to the Barcap Municipal Index, the Barcap US Aggregate Index and the Barcap 7-year Municipal Index.

The Barcap US Aggregate Index includes government securities, mortgage-backed securities, asset-backed securities and corporate securities to simulate the universe of bonds in the market. The maturities of the bonds in the index are more than one year. This index cannot be purchased, but it is tracked by bond index funds; there also has an iShare exchanged-traded fund (ETF) that tracks the index. The Indexes have not been selected to represent an appropriate benchmark to compare the composite's performance, but rather are disclosed to allow for comparison of the composite's performance to that of well-known and widely recognized indexes. Annualized Benchmark data was provided by Bloomberg.

The BarCap Municipal Bond Index covers the USD-denominated long term tax exempt bond market. The index has four main sectors: state and local general obligation bonds, revenue bonds, insured bonds, and prerefunded bonds. The index has a par value of at least \$7 million; issued as part of a transaction at least \$75 million. Investment-grade indices must have a minimum rating of Baa3/BBB-/BBB-, using the middle rating of Moody's, S&P, and Fitch, respectively. Maturity is at least 1 year until final maturity.

The Barcap 7-year Muni Bond Index is a sub-index of The BarCap Municipal Bond Index and therefore all of the above rules also apply. Maturity is at least 1 year until final maturity of between 6-8 years.



## YieldQuest Advisors Composite Performance

YieldQuest Advisors, LLC is an SEC registered independent investment firm established in 2004 and is not affiliated with a parent organization. YieldQuest Advisors manages a variety of equity and fixed income assets primarily for clients of other registered investment advisors. YieldQuest Advisors is the advisor to the YieldQuest funds. YieldQuest Advisors has been verified by Beacon Verification Services from the period of 1/1/05 through 6/30/10. A copy of the verification report is available upon request. Additional information regarding the firm's policies and procedures for calculating and reporting performance returns is also available on request.

For a complete presentation of any of the above composites and /or a list and description of all Firm Composites that adheres to the GIPS® standards, contact YieldQuest Advisors at (866) 978-3781 or write to YieldQuest Advisors, 3280 Peachtree Rd., Suite 2600, Atlanta, Ga. 30305 or e-mail your request to [info@yieldquest.com](mailto:info@yieldquest.com).

YieldQuest Advisors claims compliance with the Global Investment Performance Standards (GIPS®).

Valuations are computed and performance reported in U.S. Dollars.

Gross of Fees performance returns are presented before management fees and custodial fees, but after transaction costs.

Currently derivatives are only used within the mutual fund strategies where options, futures, forwards and credit swap instruments are utilized.

Net Performance results reflect the deduction of investment advisory fees. The Net Returns were netted down from the Gross Performance using the maximum management fee published in the Advisor's ADV, as opposed to actual fees which might have been lower.

The results shown include the reinvestment of all dividends and capital gains.

Past performance is no guarantee of future results. Inherent in any investment is the potential for loss.

The performance results are based upon the returns of fully discretionary client accounts that have been invested with the objective of achieving capital appreciation while protecting the portfolio from significant declines in value. This strategy definitions are listed below noting the \$100,000 minimum account value for each account within a composite.

The information pertains only to the specific investment strategies discussed above and should not be used to infer performance for any other investment strategy, as performance can vary from strategy to strategy. Each strategy is a composite of one or more accounts. No representation is being made that any account will or is likely to achieve profits or losses similar to those shown. Actual client accounts may experience losses.

A client's actual return will be reduced by the advisory fees and any other expenses which may be incurred in the management of an investment advisory account.

See YieldQuest's Form ADV, Part II for a complete description of the investment advisory fees customarily charged.

You should review this performance in the context of the market conditions during which it was achieved. For your reference, during these same time periods as of 3/31/10, the Index (Total Return) returns are noted. Index returns do not reflect sales charges, expenses or other fees that are reflected in the YieldQuest performance. The Indexes are unmanaged capitalization-weighted index of stocks or bonds designed to measure performance of the broad domestic economy through changes in the aggregate market values. Index holdings represent major industries.