PORTFOLIO STRATEGY AND OBJECTIVE

The primary objective of the Goizueta Equity Fund is to earn a return in excess of its benchmark (S&P500 Index), while incurring a comparable amount of risk. The Fund attempts to achieve this objective by making long-only investments in equity securities across various industries and sectors. While investing predominantly in long positions of domestic equities, it will also consider investments in foreign company American Depository Receipts traded on major US stock exchanges. The Fund seeks to outperform the benchmark through the active management of a focused portfolio of both growth and value-oriented stocks selected after rigorous fundamental analysis.

FUND FACTS

**Top 10 Holdings**
- Washington Mutual: WM (4.79%)
- The Hartford Group: HIG (4.78%)
- Illinois Tool Works: ITW (4.70%)
- Gannet Co.: GCI (4.66%)
- Aflac Inc.: AFL (4.06%)
- Intel Corp.: INTC (4.04%)
- Pfizer: PFE (3.89%)
- United Technologies: UTX (3.88%)
- Motorola: MOT (3.82%)
- Western Union: WU (3.76%)

PERFORMANCE SNAPSHOT

<table>
<thead>
<tr>
<th></th>
<th>Equity Portion</th>
<th>Net Asset Value</th>
<th>S&amp;P500 Index</th>
</tr>
</thead>
<tbody>
<tr>
<td>January</td>
<td>1.37%</td>
<td>1.40%</td>
<td>1.41%</td>
</tr>
<tr>
<td>February</td>
<td>-0.87%</td>
<td>-0.70%</td>
<td>-2.18%</td>
</tr>
<tr>
<td>Year-to-Date</td>
<td>0.48%</td>
<td>0.69%</td>
<td>-0.81%</td>
</tr>
</tbody>
</table>

- Standard Deviation (YTD): 1.58% (Equity Portion), 1.48% (Net Asset Value), 2.54% (S&P500 Index)
- Annualized Volatility (YTD): 2.24% (Equity Portion), 2.10% (Net Asset Value), 3.59% (S&P500 Index)
- Beta: 0.91 (Equity Portion), 0.85 (Net Asset Value), 1.00 (S&P500 Index)
- Sharpe Ratio (YTD): 0.07 (Equity Portion), 0.22 (Net Asset Value), -0.46 (S&P500 Index)
- # of Companies: 32 (Equity Portion), 32 (Net Asset Value), 500 (S&P500 Index)
- P/E Ratio (trailing): 15.3x (Equity Portion), 14.3x (Net Asset Value), 16.0x (S&P500 Index)
- P/E forward: 12.1x (Equity Portion), 11.3x (Net Asset Value), 13.2x (S&P500 Index)
- Dividend Yield: 2.12% (Equity Portion), 1.98% (Net Asset Value), 1.77% (S&P500 Index)
- P/B Ratio: 2.9x (Equity Portion), 2.7x (Net Asset Value), 2.7x (S&P500 Index)
- Correlation to the Index: 0.93 (Equity Portion), 0.93 (Net Asset Value)

**NAV Growth**

- NAV: Equity Portion $975, S&P500 Index $972
- Growth of US$1,000: $1,005, S&P500 Index $1,020

MANAGEMENT TEAM COMMENT

World markets took a hit on Feb. 27th with growth concerns in China – driving the local market down 8.8%. The contagious growth concerns was exacerbated in the U.S. with the release of an 8% drop in durables orders early that same day, and served as a sell-off excuse for U.S. markets as well – the S&P 500 only had one negative month in 2006. More volatile emerging markets took even steeper losses. Markets now seem more concerned over the impact of a Chinese slowdown on an already decelerating U.S. economy.

U.S. equity indices shared this concern, and the S&P 500 lost 3.47% on that day, wiping out the 2.2% gains up to that point. Our Fund followed suit and lost 0.7% in the month (vs. a 2.18% loss for the Index). Our performance YTD is still positive and reflects the defensive stance of our positions with low valuation levels and a low beta.
PERFORMANCE HIGHLIGHTS

Energy: -2.2%
Materials: 1.3%
Industrials: 1.9%
Cons. Disc.: 1.3%
Cons. Staples: 1.9%
Healthcare: -2.3%
Financials: -3.0%
I. T.: -2.8%
Telecom: -3.3%
Utilities: -2.9%
Portfolio: -0.7%
S&P 500: -4.0%

-0.00% -1.00% -2.00% -3.00% -4.00%
0.00% 1.00% 2.00% 3.00% 4.00% 5.00% 6.00%
### Energy
- **Magellan Midstream Partners** (MMP) 200 shares at $42.10, Current Mkt. value $8,420.00, % of Portfolio 9.62, % of Assets 11.33.
- **Exxon Mobile** (XOM) 80 shares at $71.68, Current Mkt. value $5,734.40, % of Portfolio 8.97, % of Assets 11.33.
- **Conoco Phillips** (COP) 130 shares at $65.32, Current Mkt. value $8,491.60, % of Portfolio 2.87, % of Assets 11.33.
- **BP Plc** (BP) 95 shares at $51.54, Current Mkt. value $4,866.30, % of Portfolio 1.97, % of Assets 11.33.

### Materials
- **Dow Chemicals** (DOW) 125 shares at $43.78, Current Mkt. value $5,734.40, % of Portfolio 1.94, % of Assets 11.33.
- **Basf BF** 40 shares at $101.77, Current Mkt. value $4,070.80, % of Portfolio 1.37, % of Assets 11.33.

### Industrials
- **Illinois Tool Works ITW** 270 shares at $51.64, Current Mkt. value $13,942.80, % of Portfolio 4.71, % of Assets 11.33.
- **United Parcel Service** (UPS) 115 shares at $70.19, Current Mkt. value $8,071.85, % of Portfolio 2.73, % of Assets 11.33.
- **United Technologies** (UTX) 176 shares at $65.64, Current Mkt. value $11,552.64, % of Portfolio 3.90, % of Assets 11.33.

### Consumer Discretionary
- **Gannet Co.** (GCI) 225 shares at $61.26, Current Mkt. value $13,783.50, % of Portfolio 4.65, % of Assets 11.33.
- **Abercrombie & Fitch** (ANF) 115 shares at $78.10, Current Mkt. value $8,981.50, % of Portfolio 3.03, % of Assets 11.33.
- **CBS Corporation Class A** (CBSA) 217 shares at $30.40, Current Mkt. value $6,596.80, % of Portfolio 2.23, % of Assets 11.33.

### Consumer Staples
- **Altria Group Inc.** (MO) 95 shares at $84.28, Current Mkt. value $8,006.60, % of Portfolio 2.70, % of Assets 11.33.
- **Anheuser-Busch** (BUD) 125 shares at $49.04, Current Mkt. value $6,130.00, % of Portfolio 2.07, % of Assets 11.33.
- **Dean Foods** (DF) 160 shares at $45.03, Current Mkt. value $7,204.80, % of Portfolio 2.43, % of Assets 11.33.
- **Proctor and Gamble** (PG) 95 shares at $63.49, Current Mkt. value $6,031.55, % of Portfolio 2.04, % of Assets 11.33.

### Healthcare
- **Pfizer** (PFE) 460 shares at $24.96, Current Mkt. value $11,481.60, % of Portfolio 3.88, % of Assets 11.33.
- **Abbott Laboratories** (ABT) 125 shares at $54.62, Current Mkt. value $6,827.50, % of Portfolio 2.31, % of Assets 11.33.
- **Aetna** (AET) 210 shares at $44.22, Current Mkt. value $9,286.20, % of Portfolio 3.14, % of Assets 11.33.
- **Cigna** (CI) 65 shares at $142.50, Current Mkt. value $9,262.50, % of Portfolio 3.13, % of Assets 11.33.

### Financials
- **Capital One Fin. Corp.** (COF) 130 shares at $77.03, Current Mkt. value $10,013.90, % of Portfolio 3.38, % of Assets 20.84.
- **Aflac Inc.** (AFL) 255 shares at $47.24, Current Mkt. value $12,046.20, % of Portfolio 3.97, % of Assets 20.84.
- **The Hartford Group** (HIG) 150 shares at $94.56, Current Mkt. value $14,184.00, % of Portfolio 4.79, % of Assets 20.84.
- **Western Union** (WU) 520 shares at $21.67, Current Mkt. value $11,268.40, % of Portfolio 4.30, % of Assets 20.84.
- **Washington Mutual** (WM) 330 shares at $43.08, Current Mkt. value $14,216.40, % of Portfolio 4.80, % of Assets 20.84.

### Information Technology
- **Intel Corp.** (INTC) 610 shares at $19.86, Current Mkt. value $12,114.60, % of Portfolio 4.09, % of Assets 16.37.
- **Motorola** (MOT) 600 shares at $18.52, Current Mkt. value $11,112.00, % of Portfolio 3.75, % of Assets 16.37.
- **Affiliated Computer Services** (ACS) 152 shares at $51.97, Current Mkt. value $7,899.44, % of Portfolio 2.67, % of Assets 16.37.
- **Applied Materials Inc.** (AMAT) 480 shares at $18.57, Current Mkt. value $8,913.60, % of Portfolio 3.01, % of Assets 16.37.
- **Microsoft Corp.** (MSFT) 300 shares at $84.51, Current Mkt. value $8,451.00, % of Portfolio 2.85, % of Assets 16.37.

### Telecom
- **Verizon Comm.** (VZ) 270 shares at $37.40, Current Mkt. value $10,098.00, % of Portfolio 3.41, % of Assets 16.37.

### Utilities
- **Pepco Holdings** (POM) 400 shares at $26.58, Current Mkt. value $10,632.00, % of Portfolio 3.59, % of Assets 16.37.

### Total Equity Portfolio
- Total Equity Portfolio $296,144.98, % of Portfolio 93.22, % of Assets 11.33.

### Cash
- Cash $21,541.95, % of Portfolio n.a., % of Assets 6.78.

### Net Asset Value
- Net Asset Value $317,686.93, % of Portfolio 100.00, % of Assets 3.59.

### S&P 500 Index
- S&P 500 Index 1,406.82, % of Portfolio -0.70, % of Assets -2.18.

---

**GOIZUETA INVESTMENT MANAGEMENT TEAM**

Lucio Aldworth……………………………………President
lucio_aldworth@bus.emory.edu

Matt Karwelies…………………Director of Research and Trading
matt_karwelies@bus.emory.edu

Matt Mishan…………………Director of Portfolio Management
matthew_mishan@bus.emory.edu

John Bezanson…………………………GBS Affairs Liaison
john_bezanson@bus.emory.edu

For further information, please refer to:
http://www.bus.emory.edu/Goizueta_Investment_Management