Prepared Exclusively For:

Watertown Local Development Corp

Date:
February 17, 2012

Cyril Mouaikel

Senior Vice President

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RBC Wealth Management

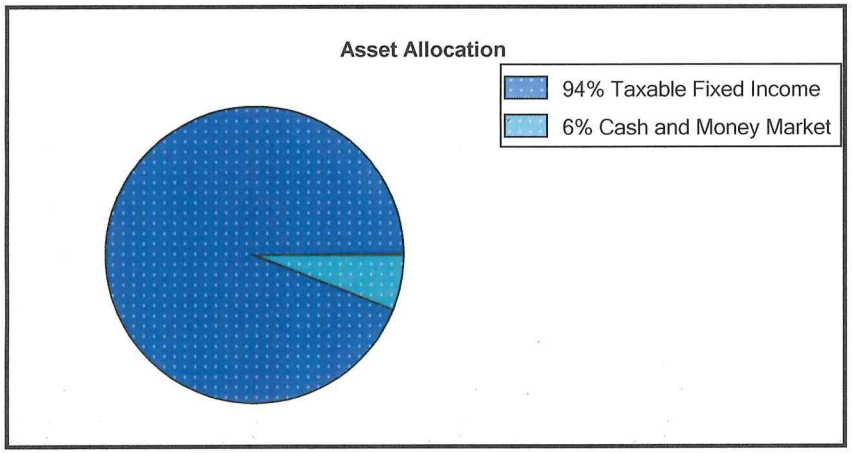
111 Washington Street
Watertown, NY 13601
315.788.4200

Prepared for:
WATERTOWN LOCAL DEVELOPMENT CORP
82 PUBLIC SQUARE
WATERTOWN NY 13601-2622

Portfolio Summary

As of February 14, 2012
For Account: 302-62421

Prepared by:
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Equity Sector Analysis Summary

	% of Equities	% of S&P 500 Index
Consumer Discretionary	0%	11%
Consumer Staples	0%	11%
Energy	0%	12%
Finance	0%	14%
Health Care	0%	12%
Industrials	0%	11%
Information Technology	0%	20%
Materials	0%	3%
Telecommunications	0%	3%
Utilities	0%	3%
Mutual Funds, ETFs & Preferreds	0%	0%
Total	0%	100%

US Equities

Large Cap	0%
Mid Cap	0%
Small Cap	0%
Other	0%

International Equities

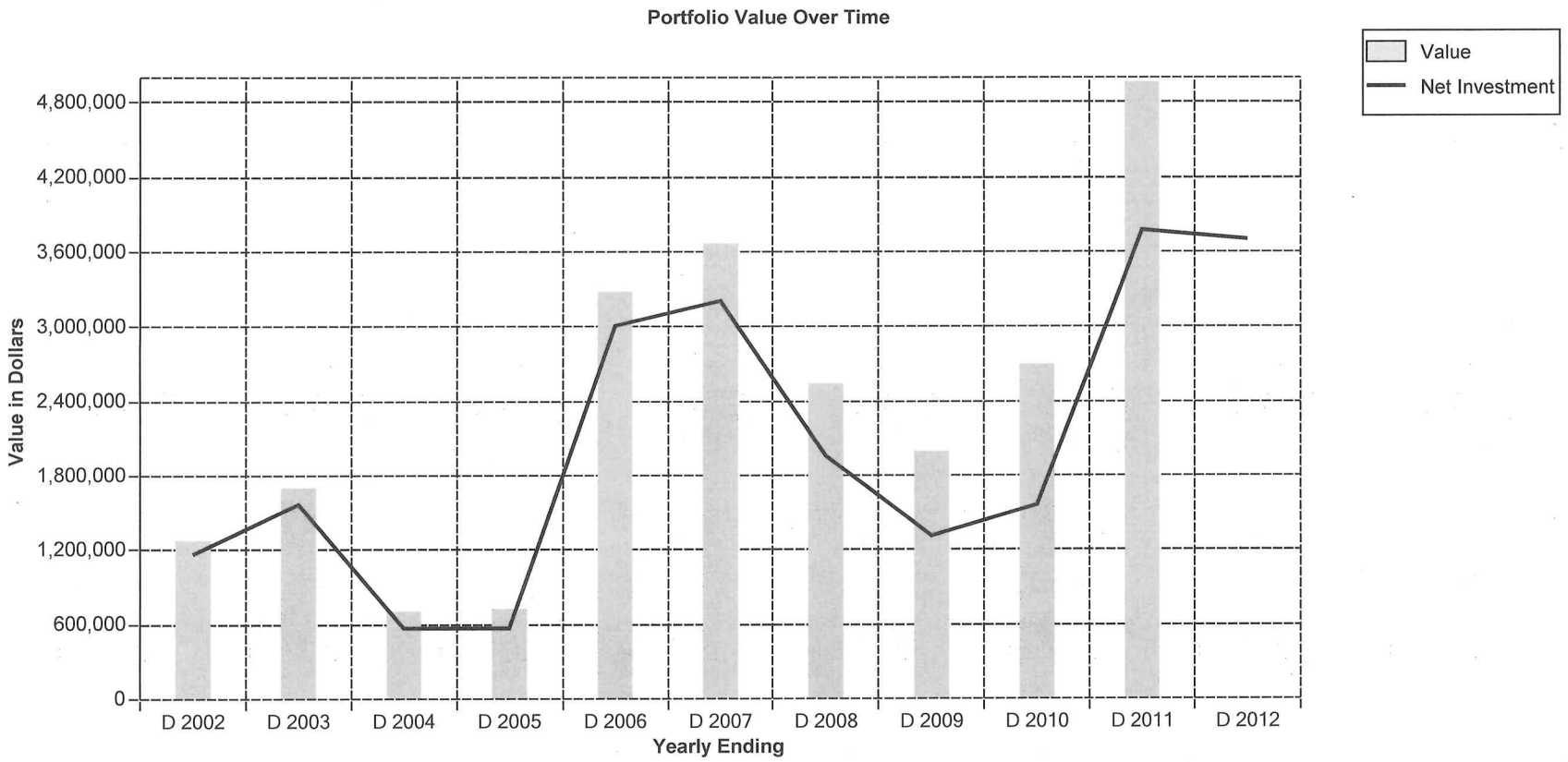
Developed Markets	0%
Emerging Markets	0%

Top Holdings (%)

Security Description	Economic Sector	Asset Class	% of Portfolio
CIT BK SALT LAKE CITY UT		Cert. Of Deposit	6%
GOLDMAN SACHS BK USA NY		Cert. Of Deposit	6%
BARCLAYS BK DEL RETAIL		Cert. Of Deposit	6%
BANK OF CHINA NEW YOR		Cert. Of Deposit	6%
GE CAP RETAIL BK DRAPER		Cert. Of Deposit	6%
MONEY MARKETS		Cash & MMF Balances	6%
MERCANTILE BK MICH GRAND		Cert. Of Deposit	3%
STATE BK INDIA NEW YO		Cert. Of Deposit	3%
GE CAP FINL INC RETAIL C		Cert. Of Deposit	3%
AMERICAN EXPRESS CENTURI		Cert. Of Deposit	3%
Total			48%

Portfolio Summary

As of February 14, 2012
For Account: 302-62421



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Watertown Local Development

Portfolio Valuation
As of February 13, 2012

Account: 302-62421

Quantity	Security	Symbol	Purchase Date	Average Unit Cost	Total Cost	Market Price	Market Value	Unrealized Gain/Loss	Current Yield	Annual Income	% of Portfolio
Cash and Money Markets											
3,703.970000	CASH			N/A	N/A		3,703.97	N/A		0.37	0.08
246,474.930000	US GOVT MONEY MARKET FUND	TURXX		N/A	N/A		246,474.93	N/A		24.65	5.59
	Cash and Money Markets Subtotal				**N/A**		**250,178.90**	**N/A**		**25.02**	**5.67**
Taxable Fixed Income											
100,000.000000	ALLY BK MIDVALE UTAH 2.350% DUE 08/13/2015	02004M-F5-7	08/09/10	100.000	100,000.00	102.543	102,543.00	2,543.00	2.29 %	2,350.00	2.33
100,000.000000	ALLY BK MIDVALE UTAH CD 1.1% 13 1.100% DUE 11/25/2013	02005Q-XW-8	11/18/11	100.000	100,000.00	100.091	100,091.00	91.00	1.1 %	1,098.49	2.27
100,000.000000	AMERICAN EXPRESS CENTURION BK 1.450% DUE 05/27/2014	02587D-AP-3	05/18/11	100.000	100,000.00	100.350	100,350.00	350.00	1.44 %	1,450.00	2.28
148,000.000000	AMERICAN EXPRESS CENTURION BK 1.150% DUE 11/04/2013	02587D-FT-0	10/26/11	100.000	148,000.00	100.241	148,356.68	356.68	1.15 %	1,699.67	3.36
247,000.000000	BANK OF CHINA NEW YORK CITY 1.100% DUE 12/30/2013	06425H-VQ-6	12/21/11	100.000	247,000.00	99.973	246,933.31	-66.69	1.1 %	2,720.72	5.60
247,000.000000	BARCLAYS BK DEL RETAIL 2.000% DUE 12/28/2016	06740K-FN-2	12/21/11	100.000	247,000.00	99.513	245,797.11	-1,202.89	2.01 %	4,946.77	5.57
100,000.000000	BMO HARRIS BK NATL ASSN CHICAG 2.000% DUE 02/04/2022	05573J-AA-2	07/20/11	100.000	100,000.00	100.813	100,813.00	813.00	1.98 %	2,008.22	2.29
100,000.000000	BMW BK NORTH AMER SALT LAKE 2.300% DUE 03/11/2016	05568P-J3-2	03/08/11	100.000	100,000.00	101.456	101,456.00	1,456.00	2.27 %	2,300.00	2.30
145,000.000000	BMW BK NORTH AMER SALT LAKE 1.050% DUE 05/28/2013	05568P-L9-6	05/18/11	100.000	145,000.00	100.362	145,524.90	524.90	1.05 %	1,522.50	3.30
247,000.000000	CIT BK SALT LAKE CITY UTAH 1.900% DUE 05/28/2013	17284A-MB-1	05/20/10	100.000	247,000.00	101.712	251,228.64	4,228.64	1.87 %	4,693.00	5.70

Watertown Local Development

Portfolio Valuation

As of February 13, 2012

Account: 302-62421

Quantity	Security	Symbol	Purchase Date	Average Unit Cost	Total Cost	Market Price	Market Value	Unrealized Gain/Loss	Current Yield	Annual Income	% of Portfolio
100,000.000000	DISCOVER BK GREENWOOD DEL CD 2 2.100% DUE 03/30/2016	254670-B6-8	03/23/11	100.000	100,000.00	101.408	101,408.00	1,408.00	2.07 %	2,100.00	2.30
98,000.000000	DORAL BK CATANO P R 2.650% DUE 02/12/2014	25811L-RX-9	02/05/10	100.000	98,000.00	102.845	100,788.10	2,788.10	2.58 %	2,597.00	2.29
95,000.000000	FIRSTBANK P R SANTURCE 4.000% DUE 12/24/2012	337629-N3-9	12/18/08	100.000	95,000.00	102.936	97,789.20	2,789.20	3.89 %	3,483.33	2.22
100,000.000000	GE CAP FINL INC RETAIL 1.800% DUE 05/20/2015	36160T-SP-2	05/18/11	100.000	100,000.00	100.816	100,816.00	816.00	1.79 %	1,800.00	2.29
148,000.000000	GE CAP FINL INC RETAIL CD 1.75 1.750% DUE 11/23/2015	36160T-C4-6	11/18/11	100.000	148,000.00	100.162	148,239.76	239.76	1.75 %	2,586.45	3.36
248,000.000000	GE CAP RETAIL BK DRAPER UTAH 2.050% DUE 10/28/2016	36159C-5K-8	10/26/11	100.000	248,000.00	100.011	248,027.28	27.28	2.05 %	5,090.96	5.62
97,000.000000	GIBRALTAR PRIVATE BK & TR FLA 2.900% DUE 05/12/2015	37475P-BW-1	05/04/10	100.000	97,000.00	100.564	97,547.08	547.08	2.88 %	2,813.00	2.21
247,000.000000	GOLDMAN SACHS BK USA NY CD 1.7 1.750% DUE 12/29/2015	38143A-EQ-4	12/21/11	100.000	247,000.00	99.907	246,770.29	-229.71	1.75 %	4,328.42	5.60
95,000.000000	LEHMAN COML BK SALT LAKE CITY 4.800% DUE 08/13/2012	52520K-XY-8	08/05/08	100.000	95,000.00	101.661	96,577.95	1,577.95	4.72 %	4,560.00	2.19
97,000.000000	MERCANTILE BK MICH GRAND 2.500% DUE 11/07/2014	58740X-WV-8	05/04/10	100.000	97,000.00	103.144	100,049.68	3,049.68	2.42 %	2,425.00	2.27
150,000.000000	MERCANTILE BK MICH GRAND 2.000% DUE 07/21/2015	58740X-XJ-4	01/12/11	100.000	150,000.00	101.005	151,507.50	1,507.50	1.98 %	3,000.00	3.44
95,000.000000	NATIONAL CITY BK CLEVELAND 4.000% DUE 04/09/2012	635349-FM-0	04/03/08	100.000	95,000.00	100.515	95,489.25	489.25	3.98 %	1,900.00	2.17
97,000.000000	STATE BK INDIA CHICAGO ILL 3.000% DUE 12/26/2014	856283-MJ-2	02/18/10	100.000	97,000.00	104.159	101,034.23	4,034.23	2.88 %	2,910.00	2.29
150,000.000000	STATE BK INDIA NEW YORK NY 1.500% DUE 10/28/2014	856284-B6-0	10/26/11	100.000	150,000.00	100.101	150,151.50	151.50	1.5 %	2,253.08	3.40
100,000.000000	STATE BK INDIA NEW YORK NY 2.050% DUE 01/27/2017	856284-C7-7	01/11/12	100.000	100,000.00	99.419	99,419.00	-581.00	2.06 %	2,047.19	2.25

Watertown Local Development

Portfolio Valuation

As of February 13, 2012

Account: 302-62421

Quantity	Security	Symbol	Purchase Date	Average Unit Cost	Total Cost	Market Price	Market Value	Unrealized Gain/Loss	Current Yield	Annual Income	% of Portfolio
95,000.000000	WACHOVIA BK FSB HOUSTON TEX 4.250% DUE 04/09/2013	92979H-BG-0	04/03/08	100.000	95,000.00	103.328	98,161.60	3,161.60	4.11 %	4,037.50	2.23
300,000.000000	G N M A PASS THRU POOL 008022M 1.625% DUE 07/20/2022	36202J-4F-2	05/19/06	N/A	N/A	103.322	3,979.08	N/A	1.57 %	62.58	0.09
100,000.000000	NEW YORK ST URBAN DEV CORP 2.626% DUE 12/15/2014 *Original Cost: $101095 Premium Amortized: $278*	650035-UX-4	02/08/11	100.816	100,816.69	104.612	104,612.00	3,795.30	2.51 %	2,626.00	2.37
50,000.000000	BANK OF AMERICA CORP CALL NT 5.900% DUE 12/28/2025 *Original Cost: $50631 Premium Amortized: $453*	06048W-EV-8	03/01/11	100.354	50,177.48	98.177	49,088.50	-1,088.98	6.01 %	2,950.00	1.11
25,000.000000	CITIGROUP FDG INC MED TERM SR 5.250% DUE 04/28/2025 *Original Cost: $25508 Premium Amortized: $181*	1730T0-HZ-5	06/03/11	101.305	25,326.30	99.602	24,900.50	-425.80	5.27 %	1,312.50	0.56
50,000.000000	GENERAL ELEC CAP CORP 4.375% DUE 09/16/2020 *Original Cost: $50088 Premium Amortized: $5*	36962G-4R-2	05/18/11	100.165	50,082.64	104.026	52,013.00	1,930.35	4.21 %	2,187.50	1.18
50,000.000000	GOLDMAN SACHS GROUP INC 3.700% DUE 08/01/2015 *Original Cost: $51338 Premium Amortized: $271*	38141E-A7-4	03/02/11	102.134	51,067.07	102.451	51,225.50	158.42	3.61 %	1,850.00	1.16
50,000.000000	HSBC FIN CORP HSBC FIN FR 3.500% DUE 02/15/2016 *Original Cost: $50635 Premium Amortized: $113*	40429X-ZC-3	03/01/11	101.043	50,521.67	97.736	48,868.00	-1,653.67	3.58 %	1,750.00	1.11
50,000.000000	JPMORGAN CHASE & CO 3.450% DUE 03/01/2016 *Original Cost: $50792 Premium Amortized: $141*	46625H-HX-1	03/02/11	101.302	50,651.11	103.124	51,562.00	910.88	3.35 %	1,725.00	1.17
50,000.000000	MORGAN STANLEY D W DISC 4.000% DUE 09/22/2020 *Original Cost: $50183 Premium Amortized: $64*	61745E-E3-1	02/23/11	100.236	50,118.29	95.682	47,841.00	-2,277.29	4.18 %	2,000.00	1.08
50,000.000000	PARTNER RE FIN B LLC 5.500% DUE 06/01/2020 *Original Cost: $50739 Premium Amortized: $55*	70213B-AA-9	04/05/11	101.367	50,683.89	103.764	51,882.00	1,198.10	5.3 %	2,750.00	1.18

Prepared for:
WATERTOWN LOCAL DEVELOPMENT CORP
82 PUBLIC SQUARE
WATERTOWN NY 13601-2622

Portfolio Summary by Bond Type

As of February 13, 2012
For Account: 302-62421

Prepared by:
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Bond Type	Quantity	Net Cost	Market Value	Unrealized Gain/Loss	Est. Taxable Annual Income	Est. Tax Exempt Annual Income	Average Maturity	Average Purchase Yield	% of Portfolio
Cert. Of Deposit	3,546,000	3,546,000	3,576,870	30,870	72,721	0	3.07	2.06 %	85.98 %
Mortgage Backed / Asset Backed	300,000	0	3,979	0	63	0	10.50	0 %	0.10 %
Taxable Municipal Bonds	100,000	100,817	104,612	3,517	2,626	0	2.92	2.33 %	2.51 %
Corporate Investment Grade	375,000	378,628	377,381	(2,535)	16,525	0	7.72	2.54 %	9.07 %
International Fixed Income	100,000	100,000	97,263	(2,738)	4,000	0	6.63	2.00 %	2.34 %
Total	**4,421,000**	**4,125,445**	**4,160,104**	**29,115**	**95,935**	**0**	**4.04**	**2.11 %**	**100.00 %**

Distribution by Maturity

Maturity	Market Value	% of Portfolio
12 Months and less	289,856	6.97 %
1 year to 5 years 12 Months	3,491,806	83.94 %
6 years to 10 years 12 Months	304,453	7.32 %
11 years to 20 years 12 months	73,989	1.78 %
21 years and Greater	0	0.00 %

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Bond Maturity Summary

As of February 13,2012
For Account: 302-62421

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Year	Quantity	Market Value	Maturity Value	Est. Annual Income	Current Yield
2012	285,000	289,856	285,000	9,943	3.43 %
2013	982,000	990,296	982,000	15,772	1.59 %
2014	642,000	656,986	642,000	14,258	2.17 %
2015	892,000	898,649	892,000	18,726	2.08 %
2016	845,000	846,456	845,000	19,899	2.35 %
2017	100,000	99,419	100,000	2,050	2.06 %
2020	150,000	151,736	150,000	6,938	4.57 %
2021	50,000	47,925	50,000	2,000	4.17 %
2022	400,000	104,792	100,000	2,063	1.97 %
2025	75,000	73,989	75,000	4,263	5.76 %

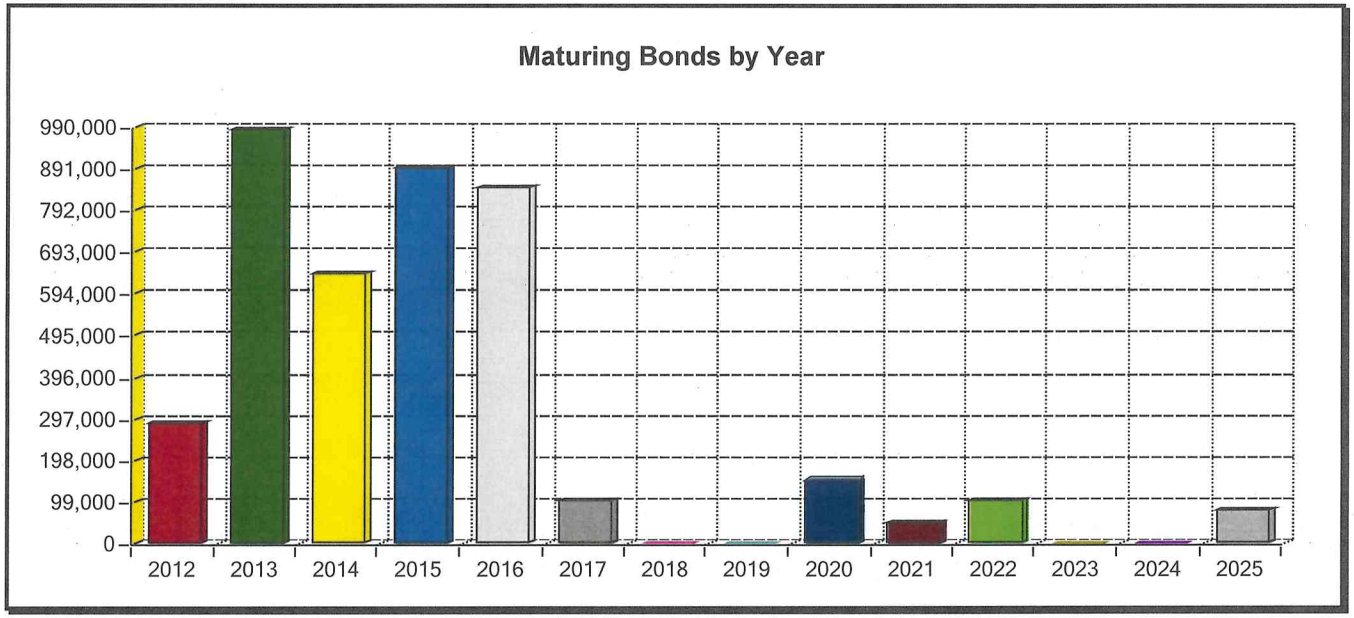
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Prepared on: February 14, 2012

Bond Maturity Summary

As of February 13,2012
For Account: 302-62421

Year	Quantity	Market Value	Maturity Value	Est. Annual Income	Current Yield
Totals	**4,421,000**	**4,160,104**	**4,121,000**	**95,910**	**2.31 %**



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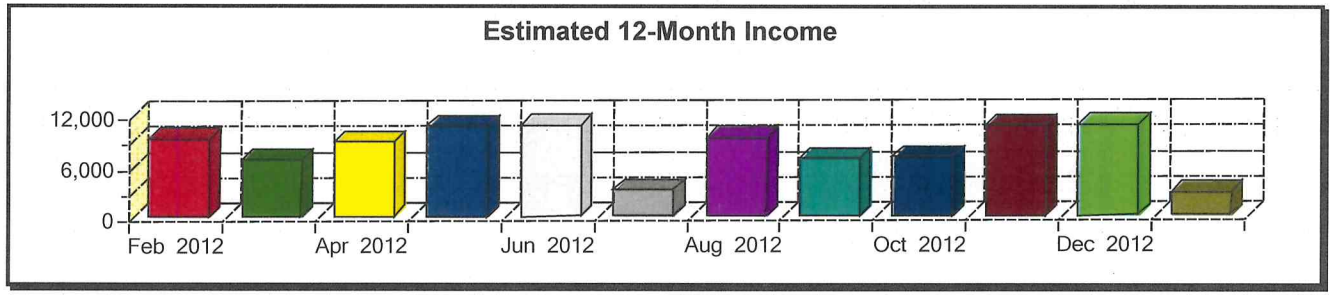
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Estimated Monthly Income Summary

February 2012 through January 2013
As of February 13, 2012
For Account: 302-62421

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Month	Est. Income
February - 2012	9,259
March - 2012	6,697
April - 2012	8,792
May - 2012	10,581
June - 2012	10,710
July - 2012	3,063
August - 2012	9,250
September - 2012	6,697
October - 2012	6,882
November - 2012	10,588
December - 2012	10,693
January - 2013	2,749
Total	**95,960**



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Prepared for:
WATERTOWN LOCAL DEVELOPMENT CORP
82 PUBLIC SQUARE
WATERTOWN NY 13601-2622

Portfolio Performance Report

As of January 31, 2012
For Account: 302-62421

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	Last Twelve Months 02/01/2011 to 01/31/2012	Last 3 Years 02/01/2009 to 01/31/2012 *Annualized*	Last 5 Years 02/01/2007 to 01/31/2012 *Annualized*
Portfolio Performance (Time-weighted Rate of Return)	**2.02%**	**8.11%**	**6.82%**
Starting Value	3,402,103	2,538,969	3,274,628
Starting Accrued Interest	16,880	20,755	25,004
Net Cash Flows	1,425,000	1,743,000	690,000
Current Value	4,905,491	4,905,491	4,905,491
Ending Accrued Interest	23,637	23,637	23,637
Performance Comparisons			
SCG3T-40%,SLBBI-60%	5.83%	4.51%	4.57%
STANDARD & POOR'S AVERAGES	4.22%	19.25%	0.33%
MSCI EAFE	-9.19%	13.89%	-3.39%
BARCLAYS CAPITAL BOND INDEX	9.79%	7.54%	6.79%
CITIGROUP 3 MONTH TREASURY BILL	0.04%	0.10%	1.27%

- CITIGROUP 3 MONTH TREASURY BILL INDEX: Measures monthly return equivalents of simple yield averages for the last three 3-Month Treasury Bills that are not marked to market, assuming the purchase of equal dollar amounts of 3-Month Treasury Bills at the beginning of each of the prior three months. The benchmark is often used as a measure of cash equivalent performance in the United States.
- BARCLAYS CAPITAL BOND INDEX: Consists of the Barclays Capital Government/Credit Bond Index, which is composed of all bonds that are investment grade and have at least one year to maturity.
- STANDARD & POORS AVERAGES (S&P 500): Capitalization weighted benchmark that tracks broad-based changes in the U.S. stock market. This index of 500 common stocks is comprised of 400 industrial, 20 transportation, 40 utility, and 40 financial companies. The index is calculated on a total return basis with dividends reinvested.
- MSCI EAFE (Europe, Australasia and Far East) INDEX: Represents stock market indices from 21 developed countries outside of North America. This benchmark is often used as an aggregate measure of common stock performance in modern economies around the world, excluding the U.S. and Canada.

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Prepared on: February 13, 2012

DOMESTIC BALANCED

As of December 31, 2011

In Percentages, Based on U.S. Dollars	ANNUALIZED TOTAL RETURNS 1 Year	3 Year	5 Year	10 Year	CALENDAR PERIOD TOTAL RETURNS Last Month	Fourth Quarter	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	CUMULATIVE TOTAL RETURNS 3 Year	5 Year	10 Year
20 / 80 Allocation (S&P 500 / BarCap Aggregate Bond) [1]	6.89	8.51	5.42	5.43	1.08	3.26	6.89	8.55	10.12	-4.56	6.76	6.56	2.98	5.67	8.77	3.37	27.77	30.19	69.75
40 / 60 Allocation (S&P 500 / BarCap Aggregate Bond) [1]	5.84	10.12	4.20	4.98	1.07	5.40	5.84	10.41	14.28	-13.65	6.51	8.82	3.51	6.99	13.56	-3.33	33.54	22.83	62.50
50 / 50 Allocation (S&P 500 / BarCap Aggregate Bond) [1]	5.28	10.88	3.54	4.70	1.06	6.47	5.28	11.29	16.34	-17.94	6.37	9.96	3.76	7.65	16.01	-6.60	36.31	18.98	58.34
60 / 40 Allocation (S&P 500 / BarCap Aggregate Bond) [1]	4.69	11.60	2.84	4.40	1.05	7.54	4.69	12.13	18.40	-22.06	6.22	11.11	4.01	8.30	18.48	-9.82	38.98	15.05	53.86
70 / 30 Allocation (S&P 500 / BarCap Aggregate Bond) [1]	4.08	12.28	2.12	4.07	1.05	8.61	4.08	12.92	20.44	-26.03	6.06	12.27	4.24	8.95	20.99	-12.97	41.55	11.05	49.09
80 / 20 Allocation (S&P 500 / BarCap Aggregate Bond) [1]	3.45	12.93	1.36	3.72	1.04	9.68	3.45	13.68	22.47	-29.83	5.88	13.44	4.47	9.60	23.52	-16.08	44.01	6.99	44.06

DOMESTIC FIXED INCOME

As of December 31, 2011

In Percentages, Based on U.S. Dollars	ANNUALIZED TOTAL RETURNS 1 Year	3 Year	5 Year	10 Year	CALENDAR PERIOD TOTAL RETURNS Last Month	Fourth Quarter	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	CUMULATIVE TOTAL RETURNS 3 Year	5 Year	10 Year
Barclays Capital Aggregate Bond	7.84	6.77	6.50	5.78	1.10	1.12	7.84	6.54	5.93	5.24	6.96	4.33	2.43	4.34	4.11	10.27	21.72	37.01	75.39
Barclays Capital Credit Bond	8.35	10.89	6.80	6.34	1.94	1.70	8.35	8.47	16.04	-3.08	5.11	4.26	1.96	5.24	7.70	10.53	36.37	38.92	84.99
Barclays Capital 1-3 Year Government Bond	1.56	1.79	3.80	3.38	0.06	0.21	1.56	2.40	1.41	6.66	7.10	4.12	1.73	1.07	2.02	6.01	5.46	20.47	39.48
Barclays Capital Government Bond	9.02	4.01	6.56	5.59	0.89	0.84	9.02	5.53	-2.19	12.38	8.66	3.48	2.65	3.48	2.36	11.50	12.52	37.40	72.34
Barclays Capital Government Intermediate Bond	6.07	3.54	5.86	4.89	0.53	0.68	6.07	4.98	-0.32	10.43	8.46	3.84	1.68	2.33	2.29	9.64	11.01	32.96	61.12
Barclays Capital Government Long Bond	29.15	7.46	10.79	8.94	3.01	1.80	29.15	9.43	-12.19	22.69	9.65	2.06	6.61	7.94	2.61	16.99	24.09	66.94	135.38
Barclays Capital Government-Credit Bond	8.74	6.60	6.55	5.86	1.29	1.18	8.74	6.59	4.53	5.71	7.25	3.77	2.34	4.21	4.68	11.02	21.15	37.35	76.66
Barclays Capital Government-Credit Intermediate Bond	5.80	5.64	5.88	5.20	0.78	0.84	5.80	5.89	5.24	5.08	7.40	4.07	1.57	3.04	4.30	9.82	17.91	33.08	66.00
Barclays Capital Government-Credit Long Bond	22.49	11.20	9.71	8.55	3.41	2.57	22.49	10.16	1.92	8.45	6.60	2.73	5.34	8.56	5.88	14.84	37.51	58.97	127.07
Barclays Capital U.S. Corporate Investment Grade Bond	8.15	11.84	6.82	6.36	2.14	1.93	8.15	9.00	18.67	-4.93	4.56	4.31	1.67	5.40	8.24	10.12	39.89	39.06	85.26
Barclays Capital U.S. Mortgage-Backed Securities	6.23	5.83	6.54	5.69	0.70	0.88	6.23	5.37	5.88	8.34	6.90	5.22	2.61	4.70	3.07	8.75	18.52	37.26	73.93
Barclays Capital Municipal Bond	10.70	8.57	5.23	5.38	1.90	2.12	10.70	2.38	12.91	-2.47	3.37	4.85	3.53	4.47	5.32	9.60	27.97	29.01	68.88
Citigroup 3-Month Treasury Bill	0.08	0.12	1.37	1.86	0.00	0.01	0.08	0.13	0.17	1.80	4.74	4.76	3.00	1.24	1.07	1.71	0.37	7.02	20.18
Citigroup 6-Month Certificate of Deposit (CD)	0.39	0.81	2.31	2.47	0.04	0.11	0.39	0.44	1.61	3.75	5.46	5.13	3.28	1.47	1.29	2.04	2.45	12.11	27.65
Citigroup Broad Investment Grade (BIG) Bond	7.85	6.40	6.69	5.89	1.11	1.09	7.85	6.30	5.06	7.02	7.22	4.33	2.57	4.48	4.20	10.09	20.45	38.21	77.26
Citigroup Inflation-Linked Securities	14.01	10.15	8.07	7.62	0.22	2.72	14.01	6.46	10.12	-1.17	11.61	0.40	2.86	8.40	8.26	16.71	33.65	47.42	108.50
Credit Suisse First Boston High Yield Bond	5.46	22.99	7.12	9.07	2.47	6.02	5.46	14.40	54.21	-26.17	2.66	11.92	2.26	11.96	27.93	3.11	86.05	41.02	138.35
Credit Suisse First Boston Leveraged Loan	1.80	17.49	3.31	4.70	0.51	2.72	1.80	9.97	44.88	-28.75	1.87	7.35	5.68	5.61	11.00	1.11	62.18	17.71	58.27
Merrill Lynch All Convertibles, All Qualities	-5.18	18.19	2.10	4.88	0.19	4.29	-5.18	16.77	49.13	-35.73	4.53	12.83	1.01	9.61	27.15	-8.58	65.12	10.93	61.09
Merrill Lynch All Convertibles, Excluding 144A, All Qualities	-5.53	17.48	1.90	4.64	0.10	4.18	-5.53	15.81	48.22	-35.78	5.53	12.63	0.92	9.02	26.81	-8.83	62.15	9.89	57.46
Merrill Lynch High Yield Master II	4.38	23.72	7.34	8.59	2.48	6.18	4.38	15.19	57.51	-26.39	2.19	11.77	2.74	10.87	28.15	-1.89	89.39	42.47	128.04
Merrill Lynch Municipals, 1-3 Years	2.37	2.61	3.53	3.06	0.28	0.32	2.37	1.29	4.21	5.16	4.69	3.25	1.41	1.28	2.08	4.96	8.05	18.96	35.16
Merrill Lynch Municipals, 3-7 Years	6.89	5.79	5.71	5.03	1.31	1.40	6.89	3.35	7.16	5.92	5.28	3.42	1.27	2.91	4.22	10.10	18.39	32.02	63.29
Merrill Lynch Municipals, 7-12 Years	12.48	8.72	6.60	6.15	2.43	3.15	12.48	4.04	9.81	2.23	4.78	4.61	2.76	4.24	5.63	11.46	28.50	37.64	81.61
Merrill Lynch Municipals, 12-22 Years	13.41	10.69	5.53	6.09	2.22	2.64	13.41	1.80	17.47	-6.25	2.94	5.33	4.37	6.15	6.57	10.95	35.61	30.87	80.59
Merrill Lynch Municipal Securities	11.09	9.14	5.22	5.72	1.98	2.11	11.09	2.25	14.45	-3.95	3.29	4.96	3.94	5.45	6.18	10.73	30.01	28.97	74.43

GLOBAL and INTERNATIONAL FIXED INCOME

As of December 31, 2011

In Percentages, Based on U.S. Dollars	ANNUALIZED TOTAL RETURNS 1 Year	3 Year	5 Year	10 Year	CALENDAR PERIOD TOTAL RETURNS Last Month	Fourth Quarter	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	CUMULATIVE TOTAL RETURNS 3 Year	5 Year	10 Year
Citigroup World Government Bond	6.35	4.68	7.13	7.77	0.86	-0.12	6.35	5.17	2.55	10.89	10.95	6.12	-6.88	10.35	14.91	19.49	14.71	41.13	111.32
Citigroup Non-U.S. Dollar World Government Bond	5.17	4.92	7.23	8.36	0.84	-0.48	5.17	5.21	4.39	10.11	11.46	6.94	-9.20	12.14	18.52	21.99	15.51	41.75	123.16
J.P. Morgan Emerging Markets Bond Index (EMBI) Global	8.46	15.92	8.08	11.04	1.18	5.12	8.46	12.05	28.18	-10.92	6.28	9.89	10.73	11.73	25.66	13.11	55.79	47.49	185.01

INFLATION and REAL ASSETS

As of December 31, 2011

In Percentages, Based on U.S. Dollars	ANNUALIZED TOTAL RETURNS 1 Year	3 Year	5 Year	10 Year	CALENDAR PERIOD TOTAL RETURNS Last Month	Fourth Quarter	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002	CUMULATIVE TOTAL RETURNS 3 Year	5 Year	10 Year
Consumer Price Index for All Urban Consumers (CPI-U) [3]	3.02	2.40	2.24	2.50	0.01	-0.06	3.02	1.40	2.78	-0.04	4.11	2.53	3.35	3.34	2.04	2.50	7.36	11.73	27.97
Dow Jones UBS Commodity Index	-13.32	6.39	-2.07	6.63	-3.75	0.35	-13.32	16.83	18.91	-35.65	16.23	2.07	21.36	9.15	23.93	25.90	20.42	-9.93	90.02
S&P GSCI	-1.18	6.93	-2.79	5.64	-2.11	8.96	-1.18	9.03	13.48	-46.49	32.67	-15.09	25.55	17.28	20.72	32.07	22.27	-13.19	73.03

Sources: Bloomberg Financial Markets, Morningstar and Zephyr Associates.

1. Allocations between indices are rebalanced to the indices' target weightings at the beginning of each month.
2. Morgan Stanley Capital International (MSCI) indices are calculated assuming the maximum possible dividend reinvestment (With Gross Dividends). The amounts reinvested represent the dividends distributed to investors residing in the home countries of component companies.
3. Most recent month represents a consensus estimate figure. All prior months represent actual as-reported figures.

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