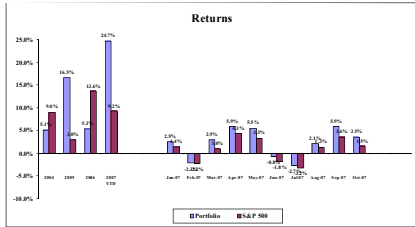


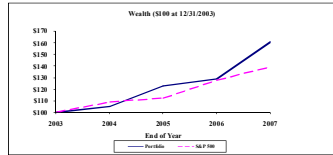
| PERFORMANCE YTD |                       | 10/31/2007 |          |
|-----------------|-----------------------|------------|----------|
|                 |                       | Portfolio  | S&P 500  |
| 12/31/06        | Beginning Value       | 102,193    | 1,418.33 |
|                 | Realized Gain (Loss)  | 2,507      |          |
|                 | Unrealized Gain       | 21,201     |          |
|                 | Interest Dividends    | 1,465      |          |
|                 | Net Gain (Loss)       | 25,262     |          |
|                 | Addition              |            |          |
|                 | Total Portfolio Value | 127,655    |          |
|                 | Latest Cash           | 7,733      |          |
|                 | Latest Market Value   | 119,922    |          |
|                 | Total Portfolio Value | 127,655    | 1,449.33 |
| 10/31/07        | Returns               | 24.67%     | 9.24%    |
|                 | Transaction Costs     | 9,375      |          |

| PERFORMANCE Monthly |           |          |           |           |         | 10/31/2007 |  |
|---------------------|-----------|----------|-----------|-----------|---------|------------|--|
| Date                | Value     | S&P 500  | Portfolio | Portfolio | S&P 500 |            |  |
| 12/31/04            | \$ 45,168 | 1,011.95 | 2004      | 6.09%     | 6.09%   |            |  |
| 12/31/05            | 71,278    | 1,248.29 | 2005      | 16.54%    | 3.09%   |            |  |
| 12/31/06            | 102,293   | 1,418.33 | 2006      | 5.29%     | 13.62%  |            |  |
| 2007 YTD            | 127,655   | 1,549.38 | 2007 YTD  | 24.67%    | 9.24%   |            |  |
| 12/31/06            | 102,293   | 1,418.33 |           |           |         |            |  |
| 1/31/07             | 104,973   | 1,438.24 | Jan 07    | 2.52%     | 1.41%   |            |  |
| 2/28/07             | 102,491   | 1,406.82 | Feb 07    | -2.17%    | -2.10%  |            |  |
| 3/31/07             | 105,006   | 1,420.86 | Mar 07    | 2.93%     | 1.00%   |            |  |
| 4/30/07             | 111,808   | 1,482.37 | Apr 07    | 6.57%     | 4.33%   |            |  |
| 5/31/07             | 118,108   | 1,538.62 | May 07    | 5.55%     | 3.25%   |            |  |
| 6/30/07             | 117,201   | 1,503.28 | Jun 07    | -0.77%    | -1.70%  |            |  |
| 7/31/07             | 114,082   | 1,458.27 | Jul 07    | -2.66%    | -3.20%  |            |  |
| 8/31/07             | 116,468   | 1,471.59 | Aug 07    | 2.09%     | 1.29%   |            |  |
| 9/30/07             | 123,341   | 1,527    | Sep 07    | 5.85%     | 3.85%   |            |  |
| 10/31/07            | 127,655   | 1,549    | Oct 07    | 3.52%     | 1.48%   |            |  |
| 11/30/07            |           |          |           |           |         |            |  |
| 12/31/07            |           |          |           |           |         |            |  |



| PORTFOLIO                     |          |            |              |        |               |              |               |        |        |        |               | 10/31/2007    |        |
|-------------------------------|----------|------------|--------------|--------|---------------|--------------|---------------|--------|--------|--------|---------------|---------------|--------|
| Symbol                        | Industry | Market Cap | Market Value | Weight | Current Price | Market Value | Current Price | Gain   | Loss   | Return | % of 14 Index | % of 14 Index | % Over |
| <b>Consumer Discretionary</b> |          |            |              |        |               |              |               |        |        |        |               |               |        |
| IT Educational                | ES       | 12/31/06   | 66.37        | 60     | 3.982         | 127.19       | 7.631         | 3,649  | 91.6%  | 6.0%   | 5.2%          | 9.8%          | -2.1%  |
| Nature                        | NVR      | 12/31/06   | 3.98         | 400    | 1,592         | 3.75         | 1,590         | (2)    | -0.1%  | 1.2%   | 1.2%          |               |        |
| <b>Consumer Staples</b>       |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Wal-Mart                      | WMT      | 12/31/06   | 46.18        | 70     | 3,233         | 45.21        | 3,165         | (68)   | -2.1%  | 2.5%   | 6.8%          | 18.1%         | -4.3%  |
| CVS/Canada                    | CVS      | 6/1/07     | 38.56        | 60     | 2,312         | 41.66        | 2,590         | 187    | 7.2%   | 2.0%   |               |               |        |
| SaveValu                      | SWU      | 6/1/07     | 48.36        | 50     | 2,437         | 38.75        | 1,938         | (499)  | -20.5% | 1.5%   |               |               |        |
| <b>Energy</b>                 |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Chesapeake Energy             | CHK      | 12/31/06   | 29.03        | 60     | 1,743         | 39.48        | 2,369         | 626    | 35.9%  | 1.9%   | 5.2%          | 12.3%         | -4.1%  |
| ConocoPhillips                | COP      | 12/31/06   | 71.95        | 50     | 3,598         | 84.96        | 4,248         | 651    | 18.1%  | 3.3%   |               |               |        |
| <b>Financials</b>             |          |            |              |        |               |              |               |        |        |        |               |               |        |
| MetLife                       | MET      | 12/31/06   | 29.78        | 60     | 1,787         | 31.62        | 1,897         | 110    | 6.2%   | 1.5%   | 9.4%          | 18.2%         | -8.7%  |
| Financial SPDR                | XLF      | 12/31/06   | 36.73        | 300    | 11,025        | 33.73        | 10,119        | (906)  | -8.2%  | 7.9%   |               |               |        |
| <b>Healthcare</b>             |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Healthcare SPDR               | XLV      | 12/31/06   | 33.49        | 250    | 8,373         | 36.01        | 9,003         | 630    | 7.5%   | 7.1%   | 7.1%          | 11.4%         | -4.4%  |
| <b>Industrials</b>            |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Cardinal                      | CHD      | 12/31/06   | 56.50        | 30     | 1,695         | 68.41        | 2,052         | 357    | 21.1%  | 1.6%   | 9.8%          | 11.3%         | -2.3%  |
| Exxon                         | TXE      | 12/31/06   | 64.58        | 50     | 3,229         | 74.15        | 3,708         | 479    | 14.8%  | 2.9%   |               |               |        |
| GrainTech Internat            | GFT      | 5/10/07    | 13.13        | 300    | 3,958         | 18.90        | 5,670         | 1,712  | 43.3%  | 4.4%   |               |               |        |
| <b>Information Technology</b> |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Arrow                         | ARW      | 12/31/06   | 31.55        | 50     | 1,578         | 39.08        | 1,990         | 422    | 26.7%  | 1.6%   | 7.9%          | 16.6%         | -8.7%  |
| Quality Systems               | QSI      | 12/31/06   | 37.27        | 60     | 2,236         | 36.23        | 2,174         | (62)   | -2.8%  | 1.7%   |               |               |        |
| United Online                 | UNIT     | 12/31/06   | 13.28        | 150    | 1,992         | 17.60        | 2,640         | 648    | 32.5%  | 2.1%   |               |               |        |
| Microsoft                     | MSFT     | 12/31/06   | 29.86        | 90     | 2,687         | 30.81        | 3,113         | 426    | 23.3%  | 2.6%   |               |               |        |
| <b>Materials</b>              |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Alcoa                         | AA       | 5/3/07     | 14.96        | 60     | 2,114         | 39.59        | 2,375         | 259    | 12.2%  | 1.9%   | 6.8%          | 3.2%          | 3.6%   |
| Intrix                        | ITN      | 5/3/07     | 91.64        | 30     | 2,748         | 92.58        | 2,777         | 9      | 0.3%   | 2.2%   |               |               |        |
| Freight-McMoran               | FCX      | 6/1/07     | 78.80        | 30     | 2,383         | 117.68       | 3,530         | 1,148  | 48.2%  | 2.8%   |               |               |        |
| <b>Telecommunication</b>      |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Verizon Comm ADIR             | VZ       | 12/31/06   | 15.78        | 175    | 2,763         | 33.07        | 5,787         | 3,024  | 109.4% | 6.3%   | 18.2%         | 3.7%          | 6.9%   |
| China Mobile                  | CHL      | 12/31/06   | 43.22        | 70     | 3,025         | 103.68       | 7,258         | 4,232  | 139.9% | 5.7%   |               |               |        |
| <b>Utilities</b>              |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Enbridge                      | ENB      | 12/31/06   | 46.94        | 70     | 3,286         | 64.00        | 4,480         | 1,194  | 36.3%  | 3.5%   | 3.5%          | 2.5%          | 6.1%   |
| <b>Index</b>                  |          |            |              |        |               |              |               |        |        |        |               |               |        |
| Diamond                       | DIA      | 12/31/06   | 124.52       | 200    | 24,954        | 138.95       | 27,790        | 2,836  | 13.6%  | 21.8%  |               |               |        |
|                               |          |            |              |        | \$ 98,721     | Cash         | \$ 111,000    | 21,280 |        | 6.1%   |               |               |        |
|                               |          |            |              |        |               | Cash         | \$ 1,022,500  |        |        | 108.6% |               |               |        |
|                               |          |            |              |        |               | Portfolio    | \$ 127,655    |        |        |        |               |               |        |

| Year | Portfolio | Returns | S&P 500   | Returns |
|------|-----------|---------|-----------|---------|
| 2003 | \$ 100.00 |         | \$ 100.00 |         |
| 2004 | \$ 105.09 | 5.09%   | \$ 106.99 | 8.99%   |
| 2005 | \$ 122.67 | 16.69%  | \$ 112.26 | 3.06%   |
| 2006 | \$ 128.95 | 5.29%   | \$ 127.65 | 13.62%  |
| 2007 | \$ 168.71 | 34.97%  | \$ 129.34 | 8.26%   |



| Performance |        | Monthly Returns (12/05-12/2007) |         |
|-------------|--------|---------------------------------|---------|
| Month       | Return | SMI                             | S&P 500 |
| Jan-05      | 0.84%  | 0.86%                           |         |
| Feb-05      | 5.29%  | 1.93%                           |         |
| Mar-05      | -0.24% | -1.93%                          |         |
| Apr-05      | -2.47% | -2.03%                          |         |
| May-05      | 4.59%  | 3.20%                           |         |
| Jun-05      | -4.63% | -4.03%                          |         |
| Jul-05      | 4.68%  | 3.60%                           |         |
| Aug-05      | 2.15%  | -1.12%                          |         |
| Sep-05      | 6.03%  | 6.82%                           |         |
| Oct-05      | -3.80% | -4.43%                          |         |
| Nov-05      | -0.95% | -1.52%                          |         |
| Dec-05      | 0.32%  | 0.12%                           |         |
| Jan-06      | -0.73% | -2.57%                          |         |
| Feb-06      | -3.90% | 0.80%                           |         |
| Mar-06      | 0.81%  | 1.11%                           |         |
| Apr-06      | 0.64%  | 1.12%                           |         |
| May-06      | -4.93% | -3.09%                          |         |
| Jun-06      | 2.47%  | 0.81%                           |         |
| Jul-06      | -0.67% | 0.81%                           |         |
| Aug-06      | 1.68%  | 2.12%                           |         |
| Sep-06      | 6.16%  | 2.40%                           |         |
| Oct-06      | 2.18%  | 3.15%                           |         |
| Nov-06      | 2.22%  | 1.85%                           |         |
| Dec-06      | 2.08%  | 1.20%                           |         |
| Jan-07      | 2.47%  | 1.41%                           |         |
| Feb-07      | -2.17% | -2.18%                          |         |
| Mar-07      | 2.93%  | 1.00%                           |         |
| Apr-07      | 6.57%  | 4.33%                           |         |
| May-07      | 5.49%  | 3.25%                           |         |
| Jun-07      | -0.77% | -1.70%                          |         |
| Jul-07      | -2.66% | -3.20%                          |         |
| Aug-07      | 2.09%  | 1.29%                           |         |
| Sep-07      | 5.85%  | 3.85%                           |         |
| Oct-07      | 3.52%  | 1.48%                           |         |
| Nov-07      |        |                                 |         |
| Dec-07      |        |                                 |         |