

# Large Cap Value

LARGE CAP VALUE WRAP COMPOSITE • 1ST QUARTER 2010

## ABOUT NAVELLIER

### Portfolio Management:

Louis G. Navellier, *Chief Investment Officer*  
 Jim O'Leary, CFA, *Portfolio Manager*  
 Phillip Mitteldorf, *Portfolio Manager*

**Total Product Assets:** \$2.4 million

**Benchmark:** Russell 1000 Value

**Firm Background:** Navellier & Associates, Inc. is a registered investment advisor and was founded by Louis G. Navellier. Navellier has published its investment research since 1980, and has managed money for institutions and high net worth individuals since 1987.

**Total Firm Assets:** \$2.6 billion

**Objective:** The Navellier Large Cap Value Portfolio invests in large cap value stocks with significant potential for long-term capital appreciation.

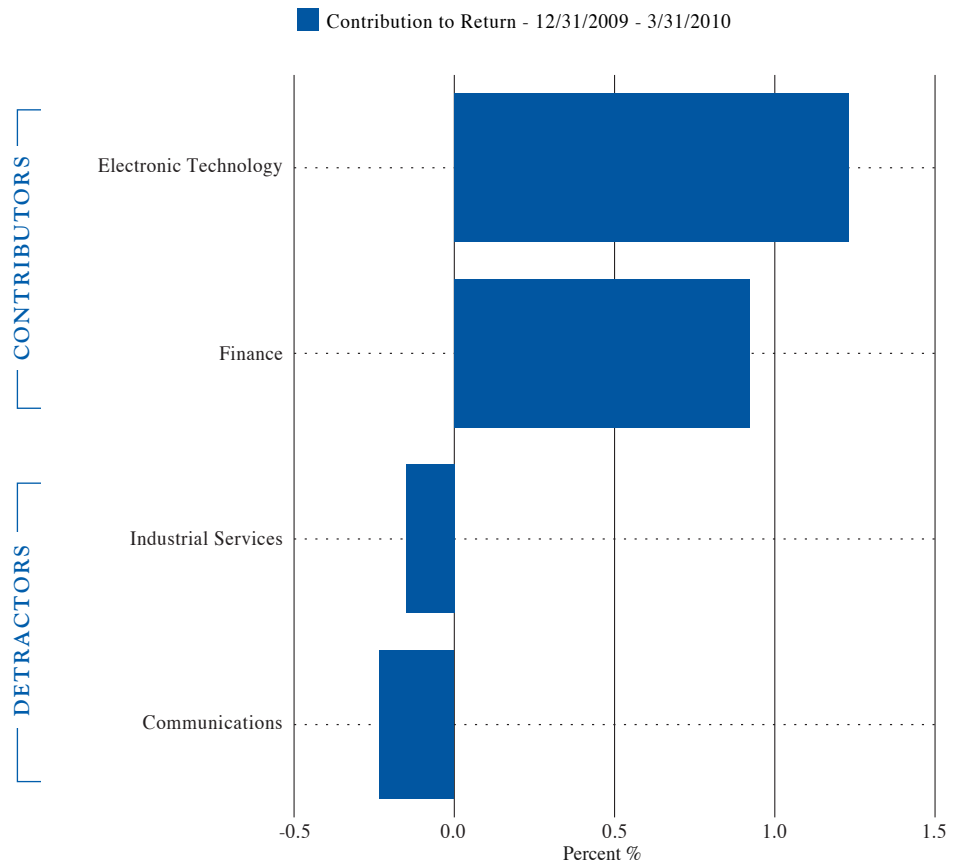
**Investment Process:** Navellier utilizes a highly disciplined quantitative process to identify inefficiently priced large cap value stocks with superior fundamentals relative to the underlying market. The investment process seeks to identify those stocks which have superior earnings, revenue, and return on equity relative to the general market.

*Performance results presented herein do not necessarily indicate future performance; investment in equity strategies involves substantial risk and has the potential for partial or complete loss of funds invested. Results presented include reinvestment of dividends and other earnings. See important disclosures at end of document.*

	Navellier Large Cap Value (Pure Gross) Wrap Composite	Navellier Large Cap Value (Net) Wrap Composite	Russell 1000 Value	Russell 1000
1 <sup>st</sup> Quarter	5.61%	5.29%	6.78%	5.70%

Source: Navellier & Associates, FactSet.

## SUPPLEMENTAL INFORMATION: TOP SECTOR CONTRIBUTORS AND DETRACTORS • LARGE CAP VALUE



Source: Navellier & Associates, FactSet.

The portfolio owned stocks within the industry sectors listed in the above chart. The chart shows the performance of these industry sectors, which have contributed either positively or negatively to overall portfolio performance. Portfolio attribution is taken from the strategy model and not from the composite, and performance, therefore, represents "pure gross" figures that do not take into account any fees or transaction costs.

For our complimentary market commentary, please visit [www.navellier.com](http://www.navellier.com) and click on Marketmail or Blogs!

## PERFORMANCE RETURNS

	Navellier Large Cap Value (Pure Gross) Wrap Composite	Navellier Large Cap Value (Net) Wrap Composite	Russell 1000 Value	Russell 1000
<b>Annualized Returns</b> <i>through 3/31/10</i>				
Year-to-Date	5.61%	5.29%	6.78%	5.70%
Trailing 1 Year	52.12%	50.19%	53.56%	51.60%
Trailing 3 Year	-0.12%	-1.47%	-7.33%	-3.98%
Trailing 5 Year	4.19%	2.51%	1.05%	2.31%
Trailing 7 Year	8.33%	6.61%	7.68%	7.31%
Trailing 10 Year	2.62%	0.98%	3.10%	-0.36%
Since Inception (3/1999)	2.47%	0.77%	3.55%	1.76%

<b>Yearly Returns</b> <i>through 3/31/10</i> <i>Yearly Performance beyond 10 years available upon request</i>				
YTD	5.61%	5.29%	6.78%	5.70%
2009	22.37%	20.79%	19.69%	28.43%
2008	-31.41%	-32.42%	-36.85%	-37.60%
2007	12.56%	10.96%	-0.17%	5.77%
2006	16.23%	14.09%	22.25%	15.46%
2005	4.96%	2.72%	7.05%	6.27%
2004	11.52%	9.69%	16.49%	11.40%
2003	27.13%	25.33%	30.03%	29.89%
2002	-19.65%	-20.87%	-15.52%	-21.65%
2001	-11.59%	-13.03%	-5.59%	-12.45%
2000	1.84%	0.06%	7.01%	-7.79%

<b>Quarterly Returns</b> <i>Quarterly Performance beyond 5 years available upon request</i>				
03/31/2010	5.61%	5.29%	6.78%	5.70%
12/31/2009	8.24%	7.91%	4.22%	6.07%
09/30/2009	16.67%	16.33%	18.24%	16.07%
06/30/2009	14.06%	13.63%	16.70%	16.50%
03/31/2009	-15.04%	-15.32%	-16.77%	-10.45%
12/31/2008	-20.17%	-20.48%	-22.18%	-22.48%
09/30/2008	-2.99%	-3.34%	-6.11%	-9.35%
06/30/2008	-2.52%	-2.96%	-5.31%	-1.89%
03/31/2008	-9.15%	-9.40%	-8.72%	-9.48%
12/31/2007	-0.13%	-0.52%	-5.80%	-3.23%
09/30/2007	4.36%	4.04%	-0.24%	1.98%
06/30/2007	7.85%	7.53%	4.93%	5.90%
03/31/2007	0.13%	-0.30%	1.24%	1.21%
12/31/2006	5.78%	5.21%	8.00%	6.95%
09/30/2006	5.18%	4.89%	6.22%	5.06%
06/30/2006	-0.18%	-0.65%	0.59%	-1.66%
03/31/2006	4.64%	4.07%	5.93%	4.49%
12/31/2005	-0.72%	-1.30%	1.27%	2.12%
09/30/2005	6.30%	5.72%	3.88%	3.95%
06/30/2005	0.31%	-0.29%	1.67%	2.05%

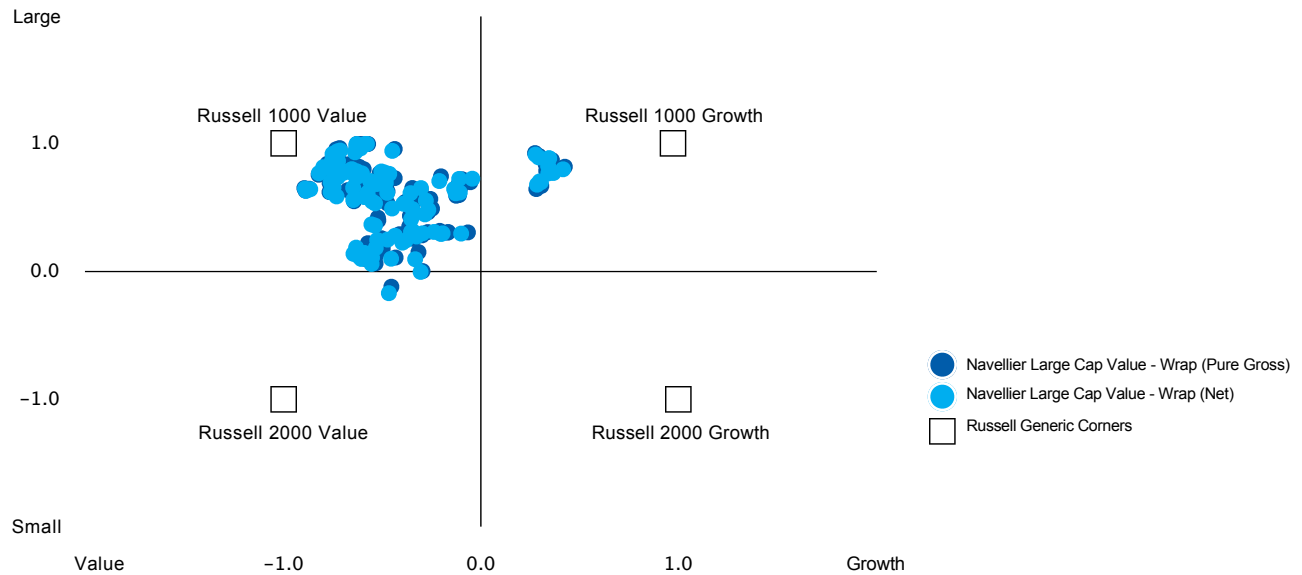
Source: Navellier & Associates, Factset.

Performance results presented herein do not necessarily indicate future performance; investment in equity strategies involves substantial risk and has the potential for partial or complete loss of funds invested. Results presented include reinvestment of dividends and other earnings. See important disclosures at end of document.

SUPPLEMENTAL INFORMATION

NAVELLIER LARGE CAP VALUE WRAP COMPOSITE

Manager Style from 3/1/1999 - 3/31/2010



Source: Navellier & Associates, Zephyr StyleADVISOR.

PORTFOLIO HIGHLIGHTS

Forecasted P/E	14.60
Average Forward 1 Year Earnings Growth	19.70%
Average Market Cap (millions)	59,379
Median Market Cap (millions)	28,158
Dividend Yield	1.48
Average Number of Holdings	40-60
Beta <sup>1</sup>	0.89
Standard Deviation <sup>2</sup>	15.89
R-Squared <sup>1</sup>	80.50
Average Annual Turnover <sup>3</sup>	122%

<sup>1</sup>Calculated vs. Russell 1000 Value since inception.

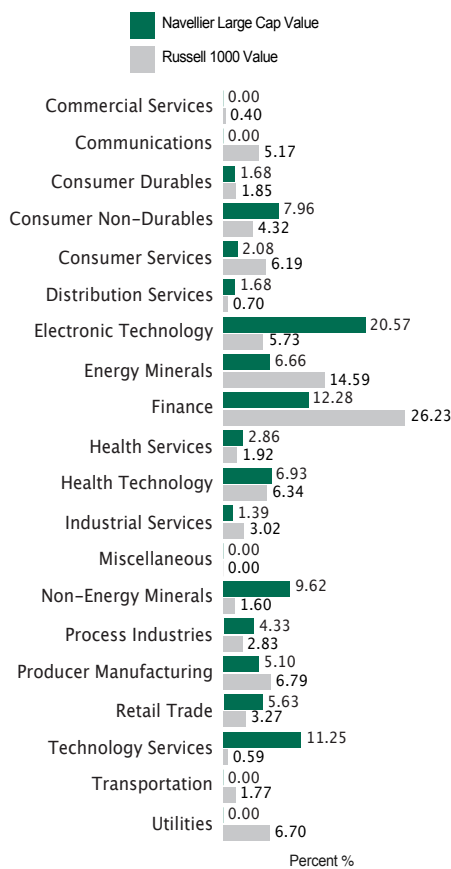
<sup>2</sup>Annualized standard deviation since inception

<sup>3</sup>Average Annual Turnover Since Inception. For Quarter, 1, 3, and 5 year turnover, go to [www.navellier.com/downloads/turnover.pdf](http://www.navellier.com/downloads/turnover.pdf)

Current portfolio characteristics can be found at [www.navellier.com/individual\\_investor/pa\\_portfolio\\_fundamentals.aspx](http://www.navellier.com/individual_investor/pa_portfolio_fundamentals.aspx), updated weekly.

Source: Navellier & Associates, FactSet.

SECTOR ALLOCATION



Source: Navellier & Associates, FactSet.

TOP 10 STOCK HOLDINGS

1.	Coca-cola Co	KO
2.	Freeport-McMoran Copper & Gold	FCX
3.	Oracle Corp	ORCL
4.	Intuitive Surgical Inc	ISRG
5.	Microsoft Corp	MSFT
6.	Cisco Systems Inc	CSCO
7.	Toronto Dominion Bank	TD
8.	Broadcom Corp	BRCM
9.	Intel Corp	INTC
10.	Netapp Inc	NTAP

Source: Navellier & Associates, FactSet.

# DISCLOSURE

## NAVELLIER LARGE CAP VALUE WRAP COMPOSITE

Reporting Currency U.S. Dollar | March 31, 2010

Year	Total Firm Assets (\$ Millions)	Total Composite Assets (\$ Millions)	Percentage of Firm Assets	Accounts at Year-End	Pure Gross Annual Return (%)	Net Annual Return (%)	Russell 1000® Value Index Annual Return (%)	Russell 1000® Index Annual Return (%)	Annual Composite Dispersion (%)
2009	2,643	2	<1%	7	22.37	20.79	19.69	28.43	0.69
2008	2,678	2	<1%	7	-31.41	-32.42	-36.85	-37.60	0.27
2007	4,712	3	<1%	9	12.56	10.96	-0.17	5.77	0.16
2006	4,376	4	<1%	14	16.23	14.09	22.25	15.46	0.25
2005	4,065	2	<1%	14	4.96	2.72	7.05	6.27	0.19
2004	2,385	3	<1%	16	11.52	9.69	16.49	11.40	0.48
2003	2,683	8	<1%	24	27.13	25.33	30.03	29.89	0.46
2002	2,623	7	<1%	30	-19.65	-20.87	-15.52	-21.65	1.23
2001	4,317	11	<1%	44	-11.59	-13.03	-5.59	-12.45	1.27
2000	5,991	7	<1%	36	1.84	0.06	7.02	-7.79	0.33

Wrap performance beyond 10 years available upon request.

**1. Compliance Statement** – Navellier & Associates, Inc. has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). Navellier & Associates, Inc., has been verified for the periods January 1, 1995 through June 30, 2009 by Ashland Partners & Company LLP. A copy of the verification report is available upon request.

**2. Definition of Firm** – Navellier & Associates, Inc. is a registered investment adviser established in 1987. Navellier & Associates, Inc. manages a variety of equity assets for primarily U.S. and Canadian institutional and retail clients.

**3. Composite Description** – The Navellier Large Cap Value Wrap Composite includes all discretionary Large Cap Value equity accounts that are charged a wrap fee and are managed with similar objectives for a full month, including those accounts no longer with the firm. The composite does not include any accounts or assets that are traded by third parties utilizing the Navellier Large Cap Value Model. There is no minimum account size for inclusion in the composite. Performance is calculated on a “time-weighted” and “asset-weighted” basis. Performance figures that are net of fees take into account advisory fees and any brokerage fees or commissions that have been deducted from the account. “Pure” gross-of-fees returns do not reflect the deduction of any trading costs, fees, or expenses, and are presented only as supplemental information. Therefore, actual returns will be reduced by advisory and other expenses incurred. Performance results are total returns and include the reinvestment of all income, including dividends. There have been no significant firm events that would affect the performance of the composite. The composite was created March 31, 2005. Valuations and returns are computed and stated in U.S. Dollars. Portfolio valuation sources are IDC, Factset, and Thompson. Performance is calculated using the “Modified Dietz Method.” At any given time, the composite may hold up to 15% in American Depositary Receipts (ADRs). Additional information regarding policies for calculating and reporting returns is available upon request.

**4. Management Fees** – The management fee schedule for accounts is generally 90 basis points; however, some incentive fee, fixed fee, and fulcrum fee accounts may be included. Fees are negotiable, and not all accounts included in the composite are charged the same rate. Bundled fee accounts make up 100% of the composite for all periods shown. Wrap fee schedules are provided by independent wrap sponsors and are available upon request from the respective wrap sponsor. The bundled fees include custody, trading expenses, and other expenses associated with the management of the account. The client is referred to the firm’s Form ADV Part II for a full disclosure of the fee schedule.

**5. Composite Dispersion** – If applicable, the dispersion of annual returns is measured by the standard deviation across asset-weighted portfolio returns represented within the composite for the full year.

**6. Benchmark** – The primary benchmark for the composite is the Russell 1000® Value Index. The Russell 1000® Value Index measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. The secondary benchmark for the composite is the Russell 1000® Index, which measures the performance of the 1,000 largest companies in the Russell 3000® Index, which represents approximately 92% of the total market capitalization of the Russell 3000® Index. These indices are considered reasonable measures of the performance of the large cap, value oriented U.S. companies. The returns for the Russell 1000® Value and Russell 1000® indices include the reinvestment of any dividends. The asset mix of large cap value equity accounts may not be precisely comparable to the presented indices. Presentation of index data does not reflect a belief by the Firm that the Russell 1000® Value or the Russell 1000® indices, or any other index, constitutes an investment alternative to any investment strategy presented in these materials or is necessarily comparable to such strategies.

**7. General Disclosure** – Actual results may differ from composite results depending upon the size of the account, custodian related costs, the inception

date of the account and other factors. **Performance results presented herein do not necessarily indicate future performance. Investment in equity strategies involves substantial risk and has the potential for partial or complete loss of funds invested. Results presented include reinvestment of all dividends and other earnings.** The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. The results presented were generated during a period of generally improving economic conditions in the U.S. and positive market performance. There can be no assurance that these favorable market conditions will occur again in the future. Navellier has no data regarding actual performance in different economic or market cycles or conditions. It should not be assumed that any securities recommendations made by Navellier & Associates, Inc. in the future will be profitable or equal the performance of securities made in this request. For a list of recommendations made by Navellier & Associates, Inc. for the preceding twelve months or to receive a complete list and description of Navellier & Associates, Inc.’s investment composites and/or a presentation that adheres to the GIPS standards, contact Tim Hope at (800) 365-8471, extension 416, or write to Navellier & Associates, Inc., One East Liberty, 3<sup>rd</sup> Floor, Reno, NV 89501, or e-mail timh@navellier.com.

All Information contained herein is stated as of the date referenced at the top of this page unless indicated otherwise. Past performance is no guarantee of future results.

**Navellier & Associates, Inc.**  
One East Liberty, Third Floor  
Reno, Nevada 89501

800-365-8471  
775-562-8212 fax

www.navellier.com