

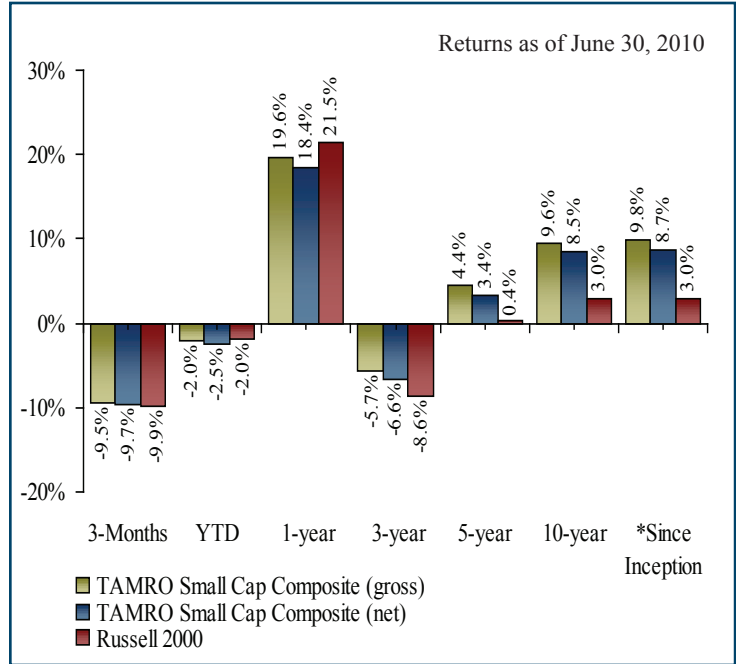


TAMRO Small Cap

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Correction Continues, But Fundamentals Improving

After rising almost uninterruptedly since the trough in March 2009, stocks corrected sharply in the second quarter of 2010, wiping out gains reached in the first quarter. Weakness was widespread across the market cap spectrum with large cap stocks retreating more than small caps. Sector weakness was severe in the commodity sectors, namely energy and materials, but finance in large cap and consumer discretionary in small cap also suffered noticeably. While the sharpness of the correction surprised many, when put in context of the rise from the March 2009 lows, it should not be viewed as unusual. We continue to be optimistic that the economic expansion will progress due to fiscal and monetary stimulus, low inflation, improving corporate balance sheets and three quarters of positive economic growth. Although employment growth has been a laggard at this stage in the cycle, hours worked continues to creep upward, increasing the probability that job growth will eventually follow.



The previously identified headwinds of increased regulation and taxation are still a concern and to this we add the potential delay in recovery in Europe. This reinforces our thesis that the overall recovery will be slower than normal and the sharp correction in stocks corroborates this premise. While we did not expect a linear march upward in stocks, the correction in May and June was more severe than we had expected. There is a silver lining - improved valuation of many leading companies. Yes, it is a fearful recovery; however, we remain ever vigilant for long-term investment opportunities.

For the second quarter the TAMRO Small Cap Composite (gross of fees) declined 9.49%, compared with a drop of 9.92% for the benchmark, the Russell 2000 Index.

Portfolio Positioning

It is very easy to cite reasons to be fearful about the current environment. However, we learned long ago not to discuss fundamentals irrespective of valuation and we believe the markets are discounting most of the concerns on which investors are focused. We consider the recent downdraft an opportunity to own leading companies in diverse sectors at very attractive values. We have not veered from our investment strategy and companies we classify as *Leaders* or *Innovators* comprise 83% of the portfolio.

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Through our bottom-up analysis, we have identified the most opportunities in the consumer discretionary sector, followed by financials and information technology. These sectors represent the largest weightings in the portfolio. The lowest sector weights, on both an absolute basis and relative to the benchmark, are in the utilities, energy and materials sectors. Shifts in portfolio positioning have been modest over the last quarter and are the result of company-specific decisions rather than macro-economic calls. Of course we do not have a crystal ball that will signal when the correction will have run its course; however, we do have confidence in the investments we have identified for the upturn.

* Composite Inception: June 7, 2000. Periods greater than one year are annualized. Past performance is not a guarantee of future results. In addition to the normal risks associated with investing, investments in smaller companies typically exhibit higher volatility. Please see fully-compliant composite performance disclosure presentation located on the last page of this document. The Russell 2000® Index measures the performance of the 2,000 smallest companies in the Russell 3000® Index.

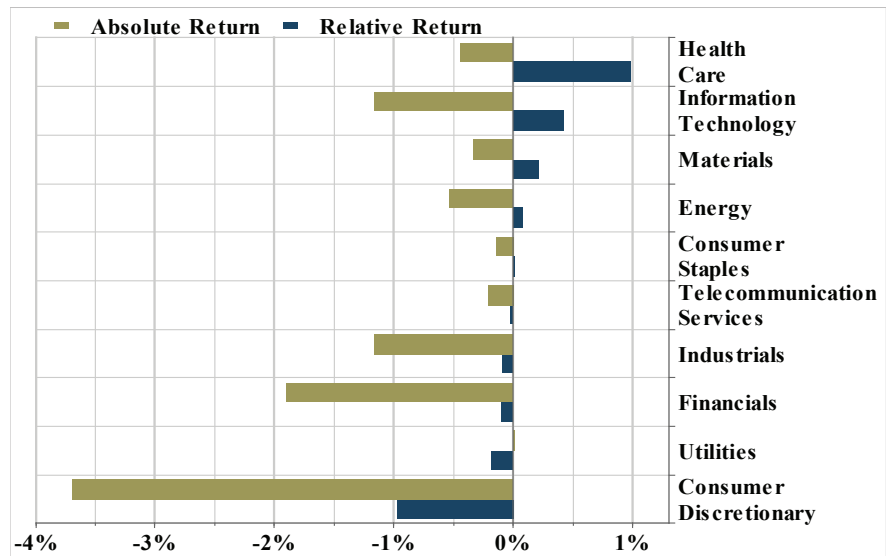
Second Quarter 2010 Attribution Analysis

All sectors of both the composite portfolio and the Russell 2000 had negative absolute returns in the second quarter. On a relative basis, the composite portfolio outperformed the benchmark due to positive stock selection primarily in the health care, technology and materials sectors. The consumer discretionary sector was the main detractor from performance, with both a negative selection and allocation effect.

How to read the sector attribution chart

Of the -9.49% (gross of fee) total return for the second quarter, how much did each sector contribute? How does that compare relative to the index? Referring to the adjacent chart, you will see that consumer staples was the best performing sector on an absolute basis, with only a slightly negative return, while health care was the best performing sector on a relative basis, adding nearly 1.0% to relative return compared with the benchmark sector return. Conversely, consumer discretionary was the worst performing sector on both an absolute and a relative basis, detracting 3.7% from absolute return and subtracting nearly 1.0% from relative performance.

Quarterly Sector Attribution
Representative Small Cap Account vs. Russell 2000



Stock Attribution

Name	Ticker	Avg. Wt.	Contribution to Return	Comment
<u>Top 5 Contributors to Performance</u>				
Advisory Board	ABCO	2.5%	.7%	accelerating revenues; management raised guidance for the year
Acme Packet	APKT	1.9%	.5%	strong revenues; management raised guidance for the year
Netezza	NZ	2.3%	.1%	strong revenue growth
SeaChange Int'l	SEAC	1.0%	.1%	improving profit growth
TreeHouse Foods	THS	2.1%	.1%	strong top line growth as company continues to gain market share
<u>Top 5 Detractors from Performance</u>				
Liz Claiborne	LIZ	.8%	-.7%	missed revenues and earnings target as restructuring unfolds
NETGEAR	NTGR	1.7%	-.6%	profit taking due to uncertainty regarding consumer spending plans
Winnebago Industries	WGO	1.5%	-.5%	uncertainty in demand for big ticket purchases resulted in profit taking; company executing well on bottom line
Janus Capital Group	JNS	1.1%	-.5%	outflows at INTECH not sufficiently offset by other business units
Aaron's	AAN	1.8%	-.4%	management lowered guidance for year due to concerns on employment

Past performance is not a guarantee of future results. In addition to the normal risks associated with investing, investments in smaller companies typically exhibit higher volatility. The Russell 2000® Index measures the performance of the 2,000 smallest companies in the Russell 3000® Index. To obtain information about the calculation methodology used to select the representative small cap portfolio's largest contributors to and detractors from performance or to obtain a list showing every holding's contribution to the account's performance during the measurement period, contact tamro@tamrocapital.com. Representative account performance attribution and the holdings identified throughout this document do not represent all securities purchased, sold, held or otherwise recommended for advisory clients and are presented as supplemental to the fully-compliant composite performance presentation located on the last page of this document. Nothing in this document should be considered recommendation to purchase or sell any particular security.

Quarterly Transactions

Purchases

Glacier Bancorp (GBCI) – regional bank

Precision Drilling (PDS) – energy services to the oil and gas industry

Royal Gold (RGLD) – precious metals royalties

Texas Industries (TXI) – cement and aggregate used in construction

Texas Roadhouse (TXRH) – casual dining restaurant

These five stocks became full positions in the second quarter either through direct purchases, market appreciation, or a combination of the two. Please see the paragraphs below for a brief description of each company and the reason for purchase.

Glacier Bancorp (category: *Leader*; sector: Financials) is a regional multi-bank holding company providing commercial banking services in 60 communities in Montana, Idaho, Utah, Washington, Wyoming and Colorado. Led by an experienced management team, Glacier has grown via an opportunistic acquisition strategy that targets rural markets with limited competition. While the company's financial performance and share price came under sharp pressure during the economic downturn, Glacier remained profitable, did not reduce its dividend and refused TARP funding. Today, the company is well capitalized relative to its peers and we believe it is positioned to benefit from both organic and acquired growth going forward.

Precision Drilling (category: *Laggard*; sector: Energy) drills natural gas and oil wells with its fleet of 371 rigs, stationed throughout North America. With a focus on horizontal and directional drilling, the company is well positioned to serve energy companies seeking to extract natural gas and crude oil from shale and other unconventional reservoirs. These fields have recently sparked a multi-year renaissance in North American exploration activity. Concerns about a glut of natural gas have caused commodity prices to plummet, dragging down shares of land drillers like PDS and providing an attractive entry point. Operationally, the company has a new management team, increased U.S. capacity from a recent acquisition, and a new, more focused corporate structure that should enable PDS to benefit from a rebound in North American and international drilling activity. In addition, PDS's rigs have a higher concentration in directional drilling than the overall industry. While commodity price movements are highly uncertain, we expect PDS shares to outperform the commodity based on the company's position in key fields and its renewed focus.

Royal Gold (category: *Leader*; sector: Materials) is a precious metals royalty company engaged in the acquisition and management of precious metal royalty interests, with an emphasis on gold. The company's unique business model enables investors to capture value in the precious metals sector without incurring many of the operating risks associated with owning and managing physical assets. The business model can also lend itself to significant cash generation and a high level of profitability. Today, RGLD owns royalties on 189 properties on six continents, including royalties on 32 producing mines and 24 development stage projects. Led by an experienced management team, RGLD used its capital position to invest in several attractive assets during the recent downturn. We believe that those investments, along with increasing investment demand for precious metals, leaves RGLD positioned to produce significant earnings growth going forward.

Texas Industries (category: *Laggard*; sector: Materials) is a leading supplier of cement, aggregate and consumer product building materials. The company's primary markets are Texas and California, the nation's most populous states, the two largest cement markets in the U.S. and the largest recipients of federal highway construction funding. Texas Industries has achieved leading positions in both markets while maintaining a low-cost profile. The recent recession led to a sharp drop in demand for the company's products. However, a substantial capital investment program through the downturn and an aggressive restructuring effort leaves Texas Industries positioned to improve productivity and profitability as the economy gains strength. Also, outside investors successfully campaigned for governance changes that have management better focused on improving shareholder returns.

Texas Roadhouse (category: *Leader*; sector: Consumer Discretionary) restaurants offer a steak-focused menu with made-from-scratch food at attractive prices. The company is one of the few in the industry that grew revenues and earnings in both 2008 and 2009, attributed to strong unit economics, value positioning, and continued expansion. While such performance is admirable, the tough economic environment restrained sales, profitability and unit growth below achievable levels. We believe performance could improve when the consumer spending freeze of the past two years begins to thaw. Returns should be further enhanced by falling development costs. As a relatively small chain, we think Texas Roadhouse has the opportunity to profitably reinvest its cash flow for several years.

TAMRO Small Cap Strategy

- Investment Categories:

<i>Leaders</i>	66%
<i>Laggards</i>	17%
<i>Innovators</i>	17%

- Number of Holdings: 57
- Trailing 1-yr Turnover: 66%
- Annualized 3-yr Turnover: 72%
- Weighted Average Market Cap: \$1.2B

Sales

The following full positions were sold from the portfolio in the second quarter:

Name	Ticker	Reason for Sale
Gannett	GCI	took profits as market cap approached \$5 billion and stocks with better upside/downside ratios were identified
Hornbeck Offshore Services	HOS	travails in the Gulf of Mexico have clouded the outlook for deep water drilling
Janus Capital Group	JNS	loss of confidence in execution due to management/employee attrition and need for development of additional products to widen offering
Knight Capital Group	KCG	while depressed, stock was sold to provide funding for similarly depressed, but higher-confidence names
NBTY	NBTY	took profits after a strong 12-month run, as stock reacted to news that future margins may be depressed by a shift in product mix
Willbros Group	WG	recent acquisition entails integration risk and is dilutive to shareholders

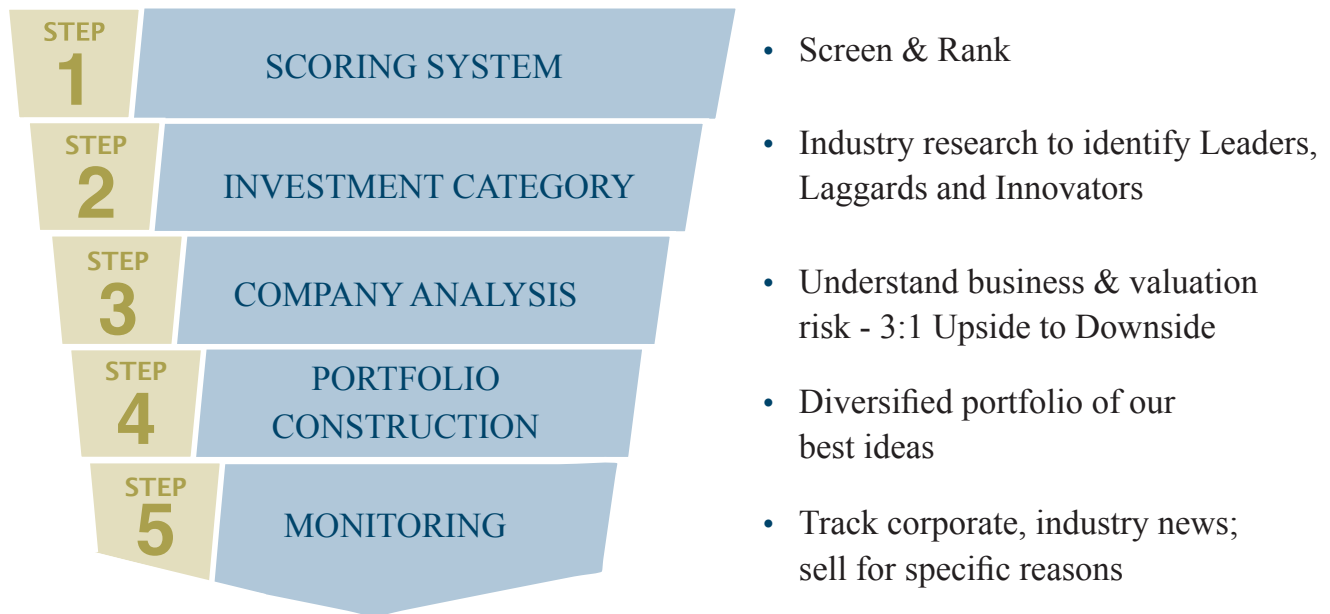
Investment Process Review

TAMRO's 5-step investment process is integral to maintaining our commitment to our client's goals. We would like to take this opportunity to review this process with you.

Our investment process focuses on bottom-up stock selection with the goal of identifying companies that possess a sustainable competitive advantage combined with an attractive valuation. Portfolio investments must meet the specific criteria of one of TAMRO's three investment categories:

- *Leaders* – companies that have executed above their peer group over the long term, but face short-term operational or industry challenges
- *Laggards* – restructuring candidates with new or reinvigorated management who have a successful track record that can drive profitability higher
- *Innovators* – companies with a history of introducing new products or services that are either developed internally, licensed or acquired

Disciplined Steps to Success



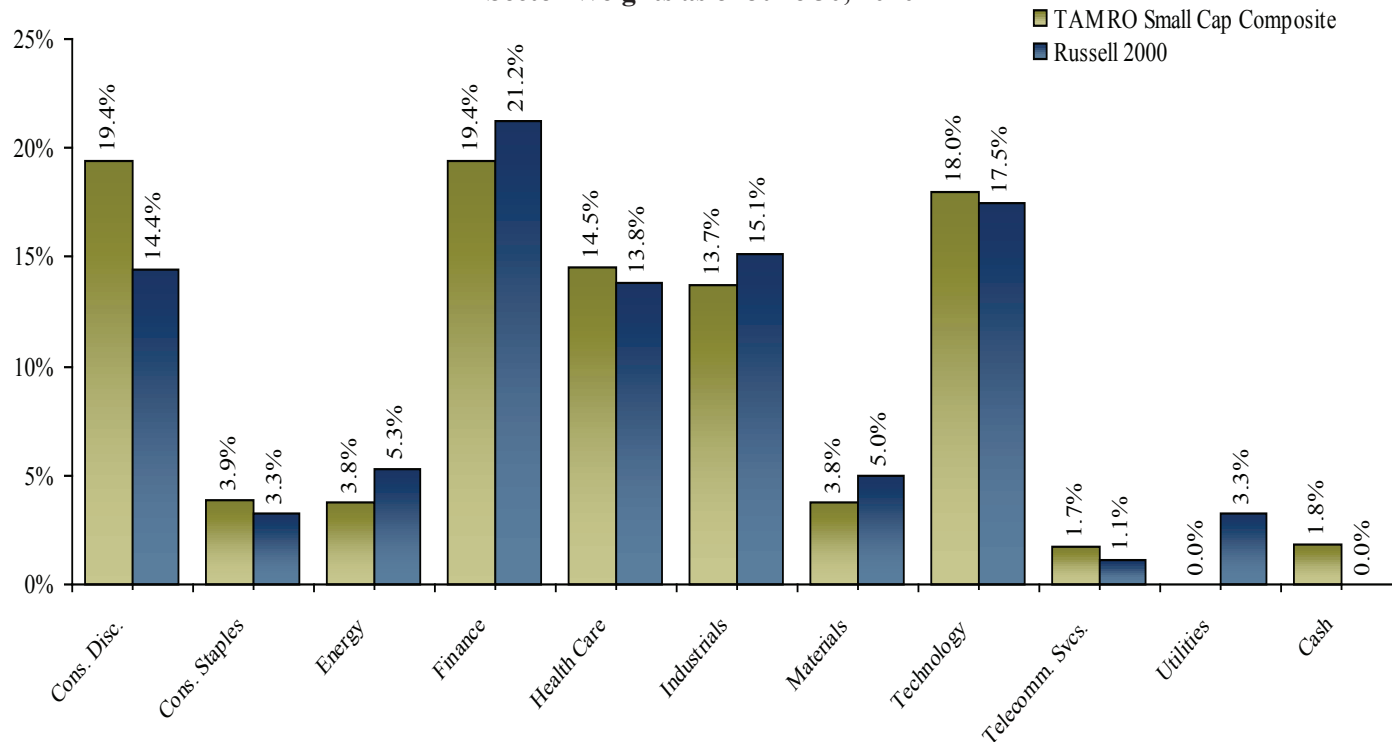
Process Overview

We use an internally-developed scoring system to first screen and rank the universe of companies. We then focus our attention on the companies that rank in the top 30% and spend the bulk of our time performing fundamental analysis. We look at industry competitors, review financial statements and study management, seeking to identify companies that satisfy the criteria of one of our three investment categories. Those companies that pass this test and, by our calculation, have an upside opportunity at least three times greater than the downside risk represent attractive investment opportunities and are potential additions to the portfolio.

Our bottom-up research results in portfolios of 50 to 70 of our best investment ideas. To ensure diversification, we have set parameters for how much we can over or underweight sectors and a typical position size is 1.5% to 2%. How we are positioned at the industry and investment category level is a result of where we see opportunity at the stock level.

We monitor our stocks closely to ensure that company and industry performance is consistent with our investment thesis. We will part company with a stock due to stretched valuation, loss of confidence in management or more attractive relative opportunities.

Sector Weights as of June 30, 2010



Top Ten Holdings

1.	Advisory Board	ABCO	3.1%
2.	Redwood Trust	RWT	2.5%
3.	Netezza	NZ	2.5%
4.	Forward Air	FWRD	2.3%
5.	BJ's Restaurants	BJRI	2.3%
6.	Bank of the Ozarks	OZRK	2.2%
7.	Treehouse Foods	THS	2.2%
8.	3PAR	PAR	2.2%
9.	Morningstar	MORN	2.2%
10.	Corporate Executive Board	EXBD	2.1%

Advisory Board (category: *Leader*; sector: Health Care) provides best-practice research to over 2,700 member organizations, most of which are health care related. The company offers about 40 programs to gain access to researchers who are on-call to investigate and report on the best ways common industry challenges have been addressed. Typical programs range from general management issues like IT strategy and physician leadership to business performance and benchmarking in areas such as revenue cycle and supply chain management. The recent economic turmoil has interrupted Advisory Board's growth trajectory that has existed throughout most of this decade, but we believe health care reform is likely to increase demand for the company's programs from both existing and new customers.

Source: TAMRO Capital Partners LLC

Sector Weights and Top Ten Holdings are presented to illustrate an example of the securities in which an individual portfolio may be invested and may not be representative of the small cap strategy's current or future investments. There is no assurance that any of the stocks are currently held in the portfolio or will be purchased in the future. The stocks identified in the Top Ten Holdings chart do not represent all of the investments held in the portfolio and are presented as supplemental to the fully-compliant composite performance disclosure presentation located on the last page of this document. The strategy's top ten holdings and sector weightings may change at any time. It should not be assumed that any investment was or will be profitable. Past performance is not a guarantee of future results. To request a complete list of all recommendations made within the past year, contact tamro@tamrocapital.com.

The Russell 2000® Index measures the performance of the 2,000 smallest companies in the Russell 3000® Index.

Redwood Trust (category: *Leader*; sector: Financials) is a real estate investment trust (REIT) that invests in real estate loans and securities (as opposed to owning and managing actual properties). Key to Redwood's competitive advantage is expertise in credit analysis driven by an experienced management team. The firm's stock came under significant pressure due to the sharp downturn in residential and commercial real estate. The company's strong capital position enabled it to purchase attractive assets at a deep discount to their underlying value. As the real estate market has improved, so has the value of the company's investments. If those trends continue, profits and the share price should move higher.

Netezza (category: *Innovator*; sector: Technology) provides data warehouse solutions, which enable companies to get in-depth information from all of the data they collect. Netezza revolutionized the delivery of this functionality with a best-in-class "appliance" solution that can be plugged directly into an existing network, requires less administration and is more productive at a price point far below the industry average. This reduced total cost of ownership significantly expands the market and creates a barrier as Netezza's competitors' solutions are high-cost, high-margin products that bring significant consulting revenues for their channel partners. Management has a history of success in the space and its strategy has carved out a niche leadership position that continues to gain momentum. A healthy financial position, which provided flexibility to invest for growth during the downturn, is enabling significant market share gains as the increasing need for quick, accurate and reasonably priced information tools is generating demand for the company's products.

Forward Air (category: *Leader*; sector: Industrials) operates a niche airport-to-airport cargo business shipping large cargo (greater than 750 lbs.) for other carriers. Customers include passenger airlines, freight forwarders, logistics companies and less-than-truckload carriers (FedEx, UPS, etc.). The company's service offers the advantage of time-definite delivery without the expense of air carriage. As with all transportation companies, Forward is experiencing unprecedented declines in shipment volume, exacerbated by an irrational pricing environment. The experienced management team has taken swift action to bring its cost structure in line with current shipment volumes without sacrificing service. The negative macroeconomic sentiment provided an entry point for a position in Forward. Because of Forward's asset-lite business model, profitability, returns on equity and capital, and cash flow generation are still attractive relative to most transportation businesses. And when economic activity resumes, we expect Forward to exploit its first-mover advantage to gain a larger foothold with its customers and accelerate profitability.

BJ's Restaurants (category: *Leader*; sector: Consumer Discretionary) is a high-volume casual dining chain with a broad-based menu offering signature items including deep-dish pizza and handcrafted beer. The company has strengthened its management team over the past several years, bringing in several executives with experience successfully growing chains with similar characteristics. We think the company has a strong concept that is even better poised for growth since management upgraded systems and standards over the past three years. While the economy has adversely impacted sales and profitability, the increased availability of real estate and quality people could provide a long-term boost to the company as it continues growing.

Bank of the Ozarks (category: *Leader*; sector: Financials) is a bank holding company that provides retail and commercial banking products and services primarily in Arkansas and eastern Texas. Led by its founder and a tenured management team, Bank of the Ozarks has consistently grown earnings and its dividend over the long term while lending conservatively to residential and commercial borrowers. A well-capitalized balance sheet and strong operating results through the recent economic downturn allowed the company to participate in an FDIC assisted acquisition on very attractive terms. That transaction and a robust capital position should drive further earnings growth as the economy continues to improve.

Treehouse Foods (category: *Laggard*; sector: Consumer Staples) is a private label and food service manufacturer of numerous products, including: pickles, non-dairy creamer, soups, jams, salad dressings and infant foods. We believe this to be a promising niche given the desire of North American retailers to improve profitability by enhancing private label offerings and a greater consumer demand for value-oriented products. TreeHouse's strategy is to improve operations and efficiency while gaining additional scale through acquisitions. We expect that the company, led by an experienced and proven management team, will successfully navigate what can be a competitive and volatile industry.

3PAR (category: *Innovator*; sector: Technology) is a provider of utility storage for mid-sized to large companies. The company's products are sold on an "as needed" basis, which increases the inherent value to its clients due to lower upfront costs, and have unmatched functionality with the ability to add capacity as required. The management team is comprised of industry veterans, mainly from Hewlett Packard. Weakness in technology capital expenditures depressed the stock's valuation near term, thus providing a long-term investment opportunity.

Morningstar (category: *Leader*; sector: Industrials) is a leading provider of investment information to all types of investors. This founder-led management team is laser focused on creating unique, valuable content and distributing it over multiple distribution platforms to capture maximum value. The operating leverage in this model is reflected in the above-average revenue growth and profitability relative to other financial publishing peers. Assets under advisement and subscriber growth have both been challenged with the recent financial market turmoil, which presented an attractive entry point in the stock. We believe the company has significant growth opportunities in international expansion, additional product offerings and broader distribution channels.

Corporate Executive Board (category: *Leader*; sector: Industrials) provides data and consulting tools to Fortune 500 companies, enabling their executives to deliver superior business outcomes. The company's core asset is its unique database to which members contribute. With better data, Corporate Executive Board is able to attract additional high-quality members, who then help to generate better data, creating a virtuous circle business. The challenge has been maintaining growth rates, but with improving business conditions the number of membership subscriptions is likely to increase, which should cause the contract value of those subscriptions to rise as well. Revenue and earnings growth are likely to follow, given the leverage in the company's business model. Meanwhile, the currently depressed valuation offers a favorable risk-reward proposition.

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For more information

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Small Cap Composite

ANNUAL DISCLOSURE PRESENTATION

Year End	Total Firm Assets (millions)	Composite Assets		Annual Performance Results			
		U.S. Dollars (millions)	Number of Accounts	Composite Gross	Composite Net	Russell 2000	Composite Dispersion
2009	1,248	1,225	95	34.56%	33.25%	27.17%	0.8%
2008	670	654	110	-31.93%	-32.64%	-33.79%	0.8%
2007	757	622	162	1.29%	0.28%	-1.57%	0.6%
2006	629	468	117	29.54%	28.28%	18.37%	0.2%
2005	324	289	91	3.51%	2.48%	4.55%	0.2%
2004	285	254	61	13.59%	12.47%	18.33%	0.3%
2003	105	83	9	58.65%	57.13%	47.25%	N.A.
2002	55	41	Five or fewer	-9.29%	-10.20%	-20.48%	N.A.
2001	55	47	Five or fewer	20.47%	19.30%	2.49%	N.A.
2000	3	1	Five or fewer				

N.A. – Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

Small Cap Composite consists of fully discretionary small cap equity accounts. For comparison purposes, the composite is measured against the Russell 2000 Index. Since December 31, 2002, the minimum account size for this composite is \$200 thousand. Prior to December 31, 2002, the minimum account size for this composite was \$1 million.

TAMRO Capital Partners LLC has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

TAMRO Capital Partners LLC is a registered investment adviser. On June 30, 2007 TAMRO closed on a management led buyout from ABN AMRO Asset Management Holdings, Inc. and is now a successor to the legal entity previously registered under the name TAMRO Capital Partners LLC. The team responsible for managing client accounts remained with the firm.

The firm assets shown in the chart above are those managed by TAMRO Capital Partners LLC, and prior to June 30, 2007 assets included those managed for an affiliated firm. To request a copy of TAMRO's Form ADV Part II or a complete list and description of composites, contact Betsy Markus at 703-740-1000.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Beginning December 1, 2000, non-fee-paying accounts are not included in this composite. For the period June 7, 2000 through November 30, 2000 this composite included one non-fee-paying account representing 100% of the composite assets. Past performance is not indicative of future results. The information provided in this report should not be considered recommendation to purchase or sell any particular security.

The vast majority of the number of accounts that closed in TAMRO's small cap strategy during 2008 and 2009 were separate accounts that existed within a couple of wealth advisory programs. During 2008, 72 small cap separate accounts closed, with 69 of those accounts being wealth advisory. Those 69 accounts made up 41% of the small cap separate account assets lost during the year. In 2009, 40 small cap separate accounts closed, with 39 of those accounts being wealth advisory. Those 39 accounts represented 56% of the small cap separate account assets lost during the year.

The Small Cap Composite includes bundled fee accounts. Bundled fees include trading expenses and custody fees. Prior to 2003, bundled fee accounts were not included in the composite. At December 31, 2003, these accounts made up approximately 5% of the composite. Between December 31, 2004 and December 31, 2008, these accounts composed 2% to 15% of the composite. At December 31, 2009, these accounts composed approximately 1% of the composite.

The U.S. Dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. Gross of fee performance results presented following 2002 are shown as supplemental information only, as transaction expenses imbedded in bundled fees have not been deducted. Transaction fees incurred by bundled fee accounts when trading away from the custodial broker have been deducted from gross of fee performance. Net of fee performance was calculated using the highest management fee in the Small Cap Equity fee schedule: 1.00% on the first \$10 million; 0.90% on the next \$20 million; 0.80% on the next \$20 million; 0.70% on assets over \$50 million. Actual investment advisory fees incurred by clients may vary. The annual composite dispersion is an asset-weighted standard deviation calculated for the accounts in the composite the entire year. Additional information regarding policies for calculating and reporting returns is available upon request.

The Small Cap Composite was created June 7, 2000. Compliance with the GIPS has been verified firm-wide by Ashland Partners & Company LLP from June 5, 2000 through March 31, 2010.