Netols Asset Management
Small Cap Value Composite

Year Ended Dec. 31	Annual Composite Gross Return (%)	Annual Composite Net Return (%)	Russell 2000 Value Benchmark Return (%)	Number Of Portfolios	Composite Dispersion (%)	Composite Market Value (USD MM)	Percent of Non-Fee Paying Portfolios	Percent Of Firm Assets	Total Firm Assets (USD MM)
2000**	6.39	6.39	8.09	1	*	1.35	100%	40%	3.40
2001	44.56	44.27	14.02	2	*	2.69	73%	36%	7.42
2002	-17.27	-17.72	-11.42	5	*	3.70	38%	55%	6.70
2003	79.64	78.69	46.02	6	*	8.15	32%	52%	15.60
2004	17.96	17.34	22.25	15	0.58	88.39	0%	48%	185.22
2005	7.17	6.70	4.70	22	0.49	212.82	0%	96%	221.72
2006	17.95	17.38	23.49	29	0.20	393.27	0%	84%	470.64
YTD 2007	12.92	12.59	3.80	37	N/A	472.25	0%	90%	522.91

*Measure not considered significant with 5 or less accounts in the composite for the entire year.
**Partial year from October 1, 2000 (firm inception) to December 31, 2000.
Disclaimer: *Returns are shown gross & net of fees. Please refer to full disclosure below.*

- Netols Asset Management, Inc. (the “Company” or “Netols”), a registered investment advisor, was established in 2000. The Company provides asset management services focused on producing competitive returns using a specialized small cap investment approach.
- The Company has prepared and presented this report in compliance with the CFA Institute’s Global Investment Performance Standards – 2006 Version Performance Presentation Standards (“GIPS”) (formerly known as AIMR-PPS) for the period October 1, 2000 through June 30, 2007. The CFA Institute has not been involved with the preparation or review of this report.
- The various composites include all assets of all portfolios when the Company has discretionary investment authority. The Company’s composites exclude assets from portfolios that have not been fully invested into the portfolios designated investment strategy, or whose values are less than $250,000. The Company’s composites include non-fee paying portfolios, which represented 0% of the Netols Small Cap Value Composite as of June 30, 2007. Once a portfolio has met the above criteria, it is included in the respective composite in the following month. Portfolios that change investment strategies are transferred to other composites in the first full monthly reporting period that the portfolios are managed under the new strategy. The history of terminated portfolios is included in the composites for all periods prior to termination. Currently the Company maintains three composites. The composites are as follows: Netols Small Cap Value, Netols Family Opportunistic, and Custom Managed composites. No alteration of the composites, as presented, has occurred due to changes in personnel.
- The Netols Small Cap Value composite contains all assets under management from discretionary portfolios that are fully invested in the Company’s Small Cap investment strategy. The composite was created in October 2000. The Company also maintains a Netols Family Opportunistic and Custom Managed composites.
- The Company calculates quarterly composite returns using a time-weighted monthly linked percentage return formula. Portfolio returns are calculated monthly. The composite calculations weight portfolio returns for the size of each portfolio using beginning of the month values. Actual returns are calculated on a full accrual method and are net of all transaction costs. Performance shown includes the reinvestment of income dividends as well as realized capital gains, and is calculated using United States dollars. Leverage is not used in equity composite accounts.
- Performance is shown gross and net of fees paid by the client. Performance shown includes the reinvestment of income and dividends. Gross performance figures do not reflect the deduction of investment advisory fees and custodial fees, but do reflect trading commissions. A client’s gross returns will be reduced by advisory fees and any other expenses incurred in the management of the account. Descriptions of Netols Asset Management’s fees are described in Part II of Form ADV, as well as below.
- Security transactions are recognized on a trade date basis. Interest income is recognized on an accrual basis. Dividend income is recognized upon the date of declaration. The market value of each portfolio is determined monthly and represents the sum of the portfolio’s total assets, including accrued interest, cash and cash equivalents, short-term investments and securities valued at current market prices. Returns are denominated in U.S. dollars.
- Composite dispersion measures represent the consistency of the Company’s composite performance with respect to the individual portfolio returns within a composite. The dispersion of returns is measured as the asset-weighted standard deviation of the returns within the composite. Dispersion only includes those portfolios that have been included in the composite for the entire year. This eliminates any inaccuracies created by annualizing partial year returns. Composite dispersion is not presented for periods with five or fewer accounts because they are not considered statistically representative.
- Past performance is not indicative of future results, and investing in securities may result in a loss of principal. Other methods may produce different results and the results for individual portfolios and for different periods may vary depending on market conditions and the composition of the portfolio. Care should be used when comparing these results to those published by other investment advisers, other investment vehicles and unmanaged indices due to possible differences in calculation methods.
- Firm assets and performance results are calculated and expressed in U.S. dollars.
- Fees are based upon a percentage of assets. The standard fee for equities is based on the following fee schedule. Fees are billed in arrears each quarter. Not all clients are billed based on the standard fee schedule.
- 1.00% (100 basis points) on all mandates
- The primary benchmark is the Russell 2000 Value Index. This Index measures the performance of approximately 1300 small capitalization stocks.