



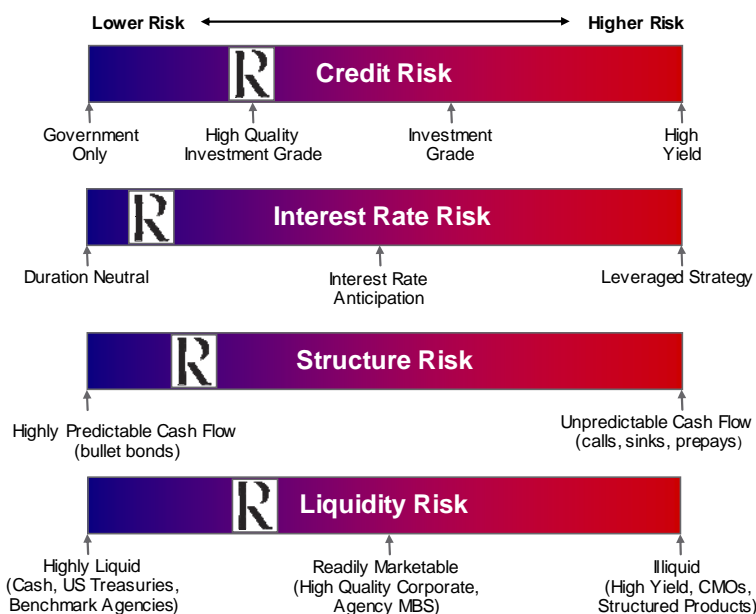
## Fixed Income Portfolio Management

**Firm Introduction:** Founded in 1991, Reinhart Partners, Inc. is a Mequon, Wisconsin based investment advisor with \$3.4 billion under management. We have a talented team of professionals dedicated to one goal – to exceed our clients' investment objectives through the active management of equity and fixed income portfolios.

### Investment Management Philosophy

**Quality, stability, and predictability** are the hallmarks of Reinhart Partners fixed income management philosophy. We believe that successful fixed income management is a product of understanding the role bonds play in a specific client's investment strategy and developing unique portfolios to meet the objectives of that client.

### Range of Investment Options



### Our Philosophy

- **High Quality** – Primarily “A” rated or better.
- **Duration Neutral** – Portfolio duration within 20% of the benchmark index.
- **Well Structured** – Predictable cash flows at the portfolio and security levels.
- **Highly Liquid** – Invest in highly liquid bonds, primarily from large issuers with multiple securities across the yield curve.

### Portfolio Management Team

**Michael J. Wachter, CFA**  
22 years of experience  
Marquette University – MBA  
University of Wisconsin – BA

**Peter G. Altobelli, CFA**  
15 years of experience  
University of Wisconsin – BBA

**Adam J. Lynch**  
2 years of experience  
UW - Milwaukee – BBA

**Douglas J. Fry, CFA**  
20 years of experience  
Marquette University – MBA  
UW - Whitewater – BBA

**William F. Ford, CFA**  
11 years of experience  
Kellogg School of Mgmt. – MBA  
Stanford University – MS & BS

**Sarah L. Thompson**  
1 year of experience  
Marquette University

**Katherine M. Doyle**  
12 years of experience  
Marquette University – MBA  
Colorado College – BA



# Reinhart Partners, Inc.

## Active Core Composite

Performance through December 31, 2010

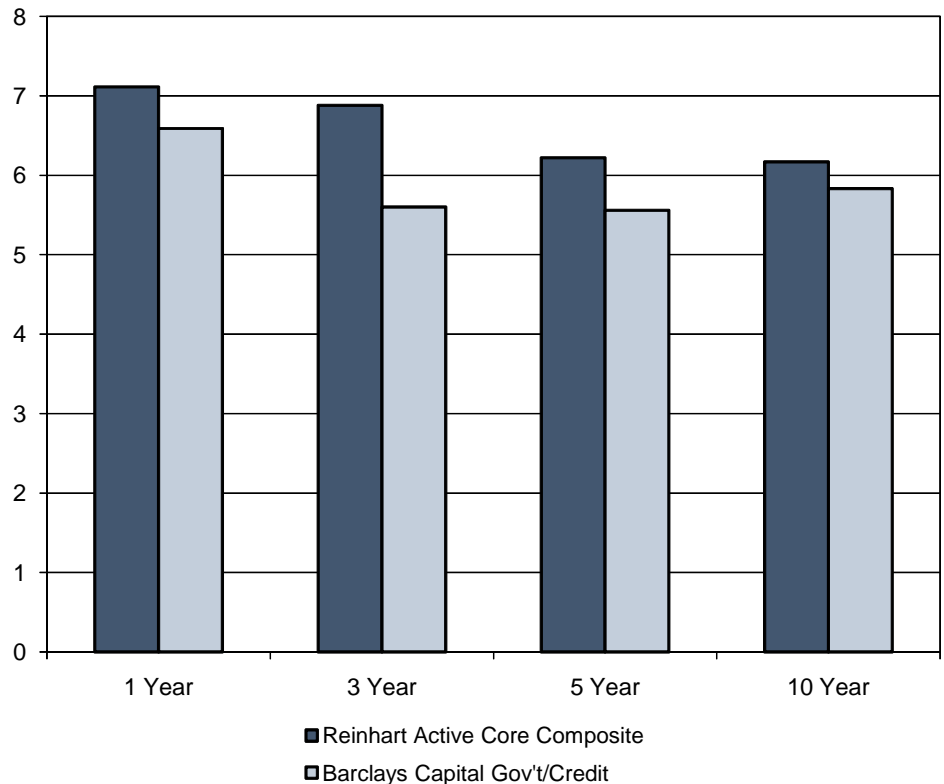
The Reinhart Partners Active Core Composite represents portfolios managed against broad market bond indices with moderate latitude given for duration, maturity and quality guidelines. Total rate of return is emphasized with low or limited volatility.

Quality Distribution		
	Reinhart	BCGC
Treasury	10.2	51.9 %
Agency	8.3	11.0
AAA	20.7	3.4
AA	11.8	6.4
A	44.5	14.5
BBB	4.6	12.7
under BBB	0.0	0.0
<b>Total</b>	<b>100.0</b>	<b>100.0 %</b>

Asset Allocation		
	Reinhart	BCGC
Treasury	10.2	51.9 %
Agency	4.7	11.1
Mortgage Backed	3.9	0.0
Industrial	34.2	16.0
Utility	8.6	3.4
Finance	22.2	10.4
Municipal	1.1	0.0
Asset Backed	10.5	0.0
Cash	4.8	0.0
Other	0.0	7.3
<b>Total</b>	<b>100.0</b>	<b>100.0 %</b>

Portfolio Fundamentals		
	Reinhart	BCGC
Yield to Maturity	2.70	2.55 %
Average Coupon	4.96	3.85 %
Average Maturity	6.61	7.60
Effective Duration	4.82	5.47
Convexity	0.262	0.294

### Annual Investment Performance



Annual Total Rates of Return											
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Reinhart Active Core Composite</b>	<b>7.11</b>	<b>9.33</b>	<b>4.25</b>	<b>6.44</b>	<b>4.06</b>	<b>2.75</b>	<b>4.5</b>	<b>4.20</b>	<b>10.81</b>	<b>8.53</b>	<b>11.98</b>
Barclays Capital Gov't/Credit	6.59	4.52	5.71	7.23	3.78	2.34	4.21	4.68	11.02	8.51	11.84

Annualized Total Rates of Return				
	1 Year	3 Year	5 Year	10 Year
<b>Reinhart Active Core Composite</b>	<b>7.11</b>	<b>6.88</b>	<b>6.22</b>	<b>6.17</b>
Barclays Capital Gov't/Credit	6.59	5.60	5.56	5.83

Reinhart Partners, Inc. (Reinhart) is a privately held, independent investment advisor registered with the Securities and Exchange Commission. Reinhart provides investment management services for equity, fixed income and balanced accounts to taxable and tax-exempt clients. Reinhart has prepared and presented this report in compliance with the Global Investment Presentation Standards (GIPS®). All performance is based in US Dollars. No leverage is used in the portfolios represented in any composite. Performance is stated gross of fees and reflect the reinvestment of dividends, capital gains and interest. Trade date accounting is used in the calculation of portfolio returns. Composites are asset weighted. Account returns are time weighted. The Reinhart Partners Active Core composite contains 5 portfolios with assets of \$100 million. This represents 3% of total firm assets. Portfolios under \$1 million are excluded from the composite. Only fee-paying, non-restricted, fully discretionary, fixed income only accounts, managed for the full calendar quarter using the Active Core strategy, are included in the composite. Prior to 1/1/04, fixed income segments of balanced accounts were included in the composite and cash was allocated using beginning of the period weights. Prior to 1/1/03, the minimum account size for composite inclusion was \$250,000. Reinhart's standard fixed income fee schedule is as follows: 0.30% on the first \$25 million; 0.25% on the next \$50 million; 0.20% on the next \$50 million; and 0.15% on amounts over \$125 million. The inception date of this composite is 3/31/96. Annual composite returns (net of fees): 1996(3/31-12/31)=5.35%; 1997=9.03%; 1998=10.13%; 1999=-1.72%; 2000=11.60%; 2001=8.30%; 2002=10.57%; 2003=3.98%; 2004=4.25%; 2005=2.54%; 2006=3.85%; 2007=6.21%; 2008=4.03%; 2009=9.10%; 2010=6.89%. Annual composite gross returns standard deviation: 1997=0.50; 1998=0.00; 1999=0.16; 2000=0.39; 2001=0.56; 2002=0.40; 2003=0.31; 2004=0.28; 2005=0.16; 2006=0.23; 2007=0.35; 2008=0.93; 2009=0.82; 2010=0.36. Results represent past performance and do not guarantee future results. A complete list and description of the firm's composites is available upon request. For more information on our composites, please visit our website at [www.reinhart-partnersinc.com](http://www.reinhart-partnersinc.com).