

Morningstar Analysis Brian Killian, Senior Analyst 1-15-2010

Portfolio Manager

Chris Sebald, CFA, since August 2003. BS Univ. of Minnesota, MBA Univ. of Minnesota. Sebald worked for Advantus Capital Management from 1992 to 1997. From 1997 to 2003, he was a portfolio manager at AEGON USA Investment Management. He returned to subadvisor Advantus in 2003 as a portfolio manager. David Land, CFA, since April 2005. BA Thomas More College, MBA Univ. of Cincinnati. Land has been in the investment industry since 1998. He worked for subadvisor Advantus from 2000 to 2003, then for AXA Investment Managers. He returned to Advantus as a portfolio manager in April 2004. Thomas Houghton, CFA, since April 2005. Houghton has served as a portfolio manager with Advantus Capital since August 2003.

Basic Characteristics

Sebald and his team of fixed-income analysts employ a bottom-up research approach in an effort to find attractive individual securities and manage risk. They also rely on strategic sector rotations and will overweight sectors they believe will provide better income over time. Because he doesn't make interest-rate bets, Sebald keeps the portfolio diversified across a broad range of maturities, provided that the underlying fundamentals support the buy decisions in those issues.

Strengths

After Sebald took over in 2003, the fund's A shareclass annual returns were above average until 2007. The fund's Morningstar risk is below average.

Issues

Relative performance was very poor in 2007 and weak in 2008, which dragged down the fund's trailing return rankings.

This Fund Report is only approved for use by investors purchasing shares of the Fund in connection with the InvestEd Program. It is not approved for any other use. This Fund Report has been provided by Morningstar Associates, LLC. Please note that Morningstar is paid a fee based partly on assets invested in the InvestEd Program.

Investors should consider the investment objectives, risks, charges and expenses associated with the InvestEd Plan carefully before investing. This and other information is found in the InvestEd Program Overview Account Application and prospectus, all of which can be obtained from your financial advisor. Please read these materials carefully before investing.

A fund's Morningstar category assignment is based on averaging its portfolios for the preceding three years.

As with any mutual fund, the value of the Fund's shares will change, and you could lose money on your investment.

Fixed income securities are subject to interest rate risk and, as such, the net asset value of the fund may fall as interest rates rise. As with any mutual fund, the value of the Fund's shares will change, and you could lose money on your investment. An investment in the Fund is not a bank deposit and is not insured or guaranteed by the FDIC or any other government agency. These and other risks are more fully described in the Fund's prospectus.

Portfolio information is subject to change and is not intended to represent any past or future investment recommendations.

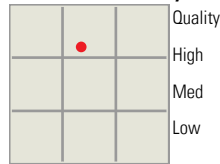
Investment style reflects most-recent portfolio and may differ from historical style. A fund's Morningstar category assignment is based on averaging its portfolios for the preceding three years.

Morningstar Category Intermediate-Term Bond
Benchmark Index Citigroup BIG

Fund Inception Date
A: 08-14-1987 C: 12-08-2003 Y: 12-08-2003
E: 04-02-2007

Portfolio Profile as of 12-31-2009

Current Investment Style



Short Interm Long
Duration

Portfolio Statistics

	12-31	Rel
Avg Credit Quality	AA	AA
Avg Eff Maturity Years	7.2	1.2
Avg Eff Duration Years	4.4	1.0
Avg Weighted Coupon	5.5	1.0
Turnover Ratio %	441.0	

Credit Analysis	Rel		Coupon Range	Rel	
	12-31	Cat		12-31	Cat
AAA	58.8	1.0	0% PIK	0.0	--
AA	1.1	0.2	0 to 8%	93.1	1.1
A	9.4	0.7	8 to 11%	6.9	0.5
BBB	24.6	1.5	11 to 13%	0.0	0.0
BB	3.2	1.0	Over 13%	0.0	0.0
B	0.6	0.3			
Below B	0.0	0.0			
NR/NA	2.4	2.1			

Performance as of 12-31-2009

	3 Mo	YTD	1 Yr	3 Yr	5 Yr	Incept
A (NAV)	1.74	13.96	13.96	1.71	2.22	6.10
A (Load-adj)	-4.11	7.41	7.41	-0.28	1.02	5.82
E (NAV)	1.74	14.03	14.03	--	--	1.04
E (Load-adj)	-4.11	7.48	7.48	--	--	-1.11
Category	1.19	13.97	13.97	4.45	3.84	3.82*
Index	0.02	5.06	5.06	6.43	5.22	6.44*

* Since E shares inception.

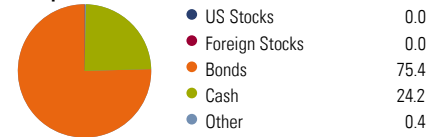
Risk Measures

	12-31	Index	Cat
Std Deviation 3 Yr	--	4.50	5.97
Std Deviation 5 Yr	--	3.94	4.94

Standard deviation is a measure of how volatile a fund's returns are.

Fund Expense Ratio 1.37

Composition



Morningstar Sectors

	12-31	Rel
US Government	16.2	0.7
US Treasury	12.7	0.9
TIPS	0.8	1.1
US Agency	2.7	0.3
Mortgage	42.7	1.8
Mortgage Pass-thru	16.8	1.1
Mortgage CMO	26.0	3.1
Mortgage ARM	0.0	--
Credit	38.3	1.3
US Corporate	33.4	1.2
Asset-backed	4.9	1.9
Convertible	0.0	0.0
Municipal	0.0	0.0
Inflation-Protected	0.0	--
Foreign	2.7	0.4
Foreign Corporate	2.7	0.5
Foreign Government	0.0	0.0
Cash	0.0	0.0

Data quoted is past performance and current performance may be higher or lower. Past performance is no guarantee of future results. Investment return and principal value of an investment will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. Please visit www.invested529.com for the most recent month-end performance. Performance at net asset value does not include the effect of sales charges. Class A and Class E share performance, including sales charges, reflects the maximum applicable sales charge of 5.75%.

Shares are offered as part of the Arizona Family College Savings Fund, a 529 plan administered by the Arizona Commission for Postsecondary Education (the "Program"). Accounts are held in trust for the benefit of the Arizona Commission for Postsecondary Education in its capacity as Trustee of the Family College Savings Program Trust Fund (the "Trust"). An investment in the Program constitutes a purchase of an interest in the Trust, a municipal fund security. Accounts are not insured by the State of Arizona, the Trust, the Arizona Commission for Postsecondary Education, or any other governmental entity, the InvestEd Program, or any affiliated or related party, and neither the principal deposited nor the investment return is guaranteed by any of the above referenced parties.