

Morningstar Analysis Peter Di Teresa, Consultant 1-15-2010

Portfolio Manager

Bryan C. Krug, since February 2006. BS Miami Univ. Richard T. Farmer School of Business. Joined firm January 2001 as a high yield analyst, became assistant portfolio manager January 2004.

Basic Characteristics

Krug focuses on bottom-up research rather than making top-down calls. His portfolio combines core holdings and total return picks. The core holdings are issues from solid companies that offer good income with lower volatility while the total return holdings are often out of favor bonds that have the potential to recover while also yielding enough to compensate for their risks. The portions of the portfolio dedicated to core and total return holdings will vary depending on the opportunities Krug finds.

Strengths

Krug isn't as cautious as his predecessor and the fund has been more competitive since he took over. In the first full year with Krug at the helm, the fund posted a top-decile return. Thus far, the risk profile of the fund is still better than most in the high yield category. Although the fund's loss was significant in absolute terms, it held up significantly better than most high yield funds in 2008.

Issues

This is Krug's first stint as a lead manager, though he has prior experience as an assistant manager. The fund is likely to be riskier than in its more-conservative past but Krug's strategy is still a relatively temperate one.

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

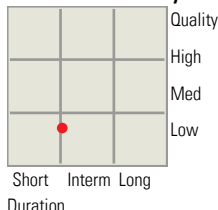
Investment style reflects most-recent portfolio and may differ from historical style. A fund's Morningstar category assignment is based on averaging its portfolios for the preceding three years.

Morningstar Category High Yield Bond
Benchmark Index Citi High Yield Market

Fund Inception Date
A: 07-03-2000 C: 07-31-1997 Y: 12-30-1998
E: 04-02-2007

Portfolio Profile as of 12-31-2009

Current Investment Style



Portfolio Statistics

	12-31	Rel	Cat
Avg Credit Quality	B		B
Avg Eff Maturity Years	4.3		0.8
Avg Eff Duration Years	3.6		1.0
Avg Weighted Coupon	9.2		1.1
Turnover Ratio %	77.0		

Credit Analysis	Rel		Coupon Range	Rel	
	12-31	Cat		12-31	Cat
AAA	0.0	0.0	0% PIK	0.0	--
AA	0.1	0.4	0 to 8%	28.8	0.9
A	0.5	0.3	8 to 11%	53.5	0.9
BBB	5.7	0.8	11 to 13%	16.0	1.9
BB	21.8	0.8	Over 13%	1.7	7.1
B	51.4	1.4			
Below B	20.6	0.9			
NR/NA	0.0	0.0			

Performance as of 12-31-2009

	3 Mo	YTD	1 Yr	3 Yr	5 Yr	Incept
A (NAV)	4.88	46.30	46.30	6.75	6.39	7.12
A (Load-adj)	-1.15	37.89	37.89	4.67	5.13	6.45
E (NAV)	4.81	46.04	46.04	--	--	5.78
E (Load-adj)	-1.22	37.64	37.64	--	--	3.53
Category	5.61	46.70	46.70	3.08	4.32	1.32*
Index	6.12	55.19	55.19	5.40	5.98	4.96*

* Since E shares inception.

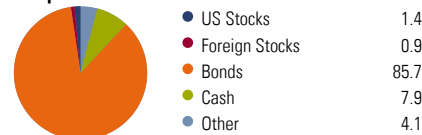
Risk Measures

	12-31	Index	Cat
Std Deviation 3 Yr	--	17.16	15.40
Std Deviation 5 Yr	--	13.46	12.19

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

Fund Expense Ratio 1.60

Composition



Morningstar Sectors

	12-31	Rel	Cat
US Government	0.0		0.0
US Treasury	0.0		0.0
TIPS	0.0		0.0
US Agency	0.0		0.0
Mortgage	0.0		0.0
Mortgage Pass-thru	0.0		0.0
Mortgage CMO	0.0		0.0
Mortgage ARM	0.0		--
Credit	91.9		1.1
US Corporate	88.8		1.1
Asset-backed	0.0		0.0
Convertible	2.5		1.5
Municipal	0.6		19.7
Inflation-Protected	0.0		--
Foreign	8.1		0.8
Foreign Corporate	8.1		0.8
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%.

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