

	2003	2004	2005	2006	2007	2008	2009
Morgan Dempsey Small/Micro Value	31.68%	22.59%	15.47%	18.57%	10.83%	-13.99%	20.44%
Russell 2000 Value	46.03%	22.25%	4.71%	23.48%	-9.78%	-28.93%	20.57%
Russell Micro Value	63.46%	20.92%	3.15%	21.81%	-13.13%	-34.93%	17.50%
Russell 2000	47.25%	18.33%	4.55%	18.37%	-1.57%	-31.44%	27.19%

Calendar Year Returns (net)

	YTD	1 Year	3 Years	5 Years	Annualized (Inception)	Cumulative
Morgan Dempsey Small/Micro Value	20.44%	20.44%	4.71%	9.47%	14.87%	173.3%
Russell 2000 Value	20.57%	20.57%	-8.22%	-0.01%	9.04%	87.2%
Russell Micro Value	17.50%	17.50%	-12.74%	-3.55%	8.10%	75.9%
Russell 2000	27.19%	27.19%	-4.96%	1.22%	9.59%	94.3%

Performance as of 12/31/09

	Annualized Standard Deviation		Sharpe Ratio		R-Squared	
	3 year	5 year	3 year	5 year	3 year	5 year
Morgan Dempsey Small/Micro Value	20.1%	18.1%	0.23	0.52	NA	NA
Russell 2000 Value	26.0%	21.6%	-0.32	0.00	88.5%	84.3%
Russell Micro Value	26.3%	21.9%	-0.49	-0.16	87.0%	82.4%
Russell 2000	24.9%	21.1%	-0.20	0.05	89.2%	86.3%

Performance Analysis

	Beta vs. various indexes		Alpha Annualized vs. various indexes		Jensen's Alpha vs. various indexes	
	3 year	5 year	3 year	5 year	3 year	5 year
Morgan Dempsey Small/Micro Value						
Russell 2000 Value	0.73	0.77	10.86%	9.25%	10.84%	9.23%
Russell Micro Value	0.71	0.75	14.69%	12.21%	14.67%	12.19%
Russell 2000	0.76	0.79	8.39%	8.23%	8.38%	8.21%

Performance Analysis

Sharpe Ratio measures excess return per unit of Standard Deviation risk

Risk Free Rate (3 month T-bill)

0.06%

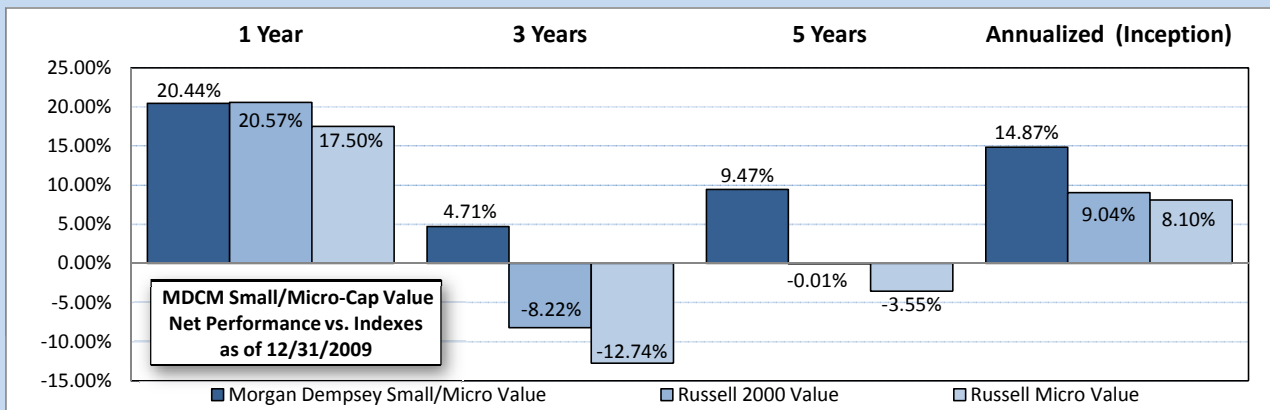
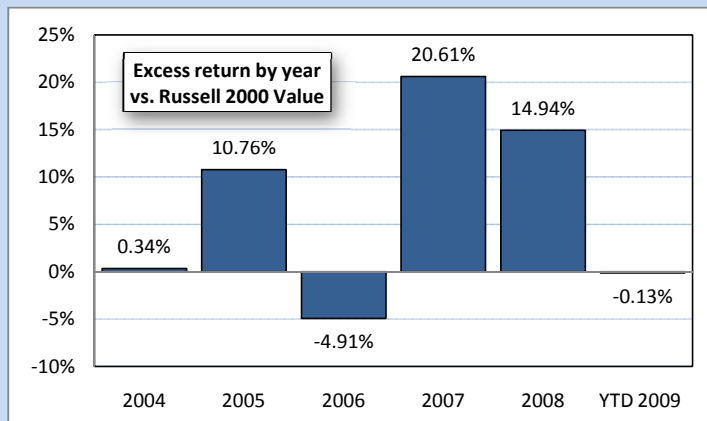
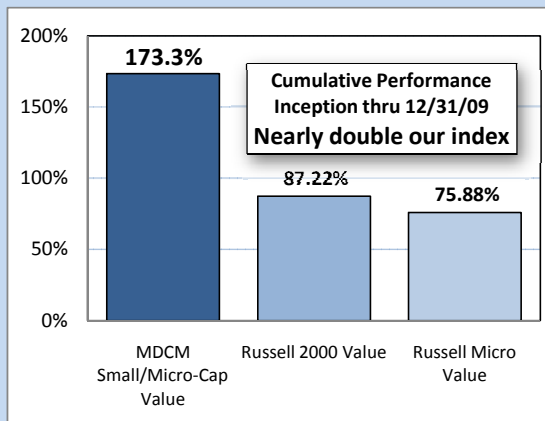
Standard Deviation is a measure of volatility and indicates the spread of return data around the mean

R-Squared indicates what percent of the portfolio's total volatility is explained by movements in the benchmark (correlation)

Beta measures average portfolio volatility relative to the benchmark index

Alpha measures excess return from the strategy over a benchmark using Beta as risk

Jensen's Alpha represents the average return over and above that predicted by the capital asset pricing model (CAPM)



	MDCM Small/Micro Value (NET)			Russell 2000 Value		Russell Micro-Cap Value		Russell 2000	
	Month	Quarter		Month	Quarter	Month	Quarter	Month	Quarter
2002	Oct	3.97%		1.50%		1.30%		3.21%	
	Nov	6.23%		7.98%		9.35%		8.92%	
	Q4	-2.48%	7.70%	-4.27%	4.92%	-3.76%	6.61%	-5.57%	6.16%
	Jan	-6.71%		-2.82%		-1.15%		-2.77%	
2003	Feb	2.86%		-3.36%		-2.11%		-3.02%	
	Q1	-4.45%	-8.32%	1.07%	-5.08%	0.74%	-2.52%	1.29%	-4.49%
	Apr	4.46%		9.50%		9.22%		9.48%	
	May	9.48%		10.21%		11.04%		10.73%	
	Q2	3.84%	18.74%	1.69%	22.72%	3.81%	25.90%	1.81%	23.42%
	July	2.58%		4.99%		7.32%		6.26%	
	Aug	9.00%		3.80%		4.45%		4.58%	
	Q3	-5.21%	5.98%	-1.15%	7.72%	1.02%	13.24%	-1.85%	9.08%
	Oct	6.69%		8.15%		8.77%		8.40%	
	Nov	4.57%		3.84%		4.35%		3.55%	
	Q4	2.32%	14.14%	3.62%	16.37%	3.63%	17.62%	2.03%	14.52%
	2004	Jan	3.62%		3.46%		6.15%		4.34%
Feb		3.05%		1.94%		1.35%		0.90%	
Q1		0.41%	7.21%	1.38%	6.92%	0.64%	8.27%	0.93%	6.26%
Apr		-1.90%		-5.17%		-4.90%		-5.10%	
May		-0.51%		1.21%		0.05%		1.59%	
Q2		5.39%	2.85%	5.08%	0.85%	4.94%	-0.15%	4.21%	0.47%
July		-2.45%		-4.60%		-5.39%		-6.73%	
Aug		-1.44%		0.98%		-0.60%		-0.51%	
Q3		4.31%	0.28%	3.96%	0.15%	3.94%	-2.25%	4.69%	-2.86%
Oct		1.53%		1.55%		1.04%		1.97%	
Nov		6.86%		8.87%		8.74%		8.67%	
Q4		2.20%	10.87%	2.39%	13.20%	4.16%	14.44%	2.96%	14.09%
2005	Jan	-3.03%		-3.87%		-3.09%		-4.17%	
	Feb	0.51%		1.99%		0.76%		1.69%	
	Q1	3.81%	1.17%	-2.06%	-3.98%	-2.93%	-5.21%	-2.86%	-5.34%
	Apr	-5.58%		-5.16%		-5.44%		-5.73%	
	May	6.20%		6.10%		4.66%		6.55%	
	Q2	4.92%	5.20%	4.42%	5.08%	4.19%	3.11%	3.86%	4.32%
	July	7.65%		5.69%		6.54%		6.34%	
	Aug	-0.24%		-2.30%		-1.65%		-1.85%	
	Q3	0.89%	8.34%	-0.17%	3.09%	-0.38%	4.38%	0.31%	4.69%
	Oct	-2.95%		-2.51%		-2.07%		-3.10%	
	Nov	5.08%		4.06%		3.34%		4.85%	
	Q4	-1.79%	0.14%	-0.77%	0.66%	-0.10%	1.10%	-0.46%	1.13%
2006	Jan	10.55%		8.27%		8.30%		8.97%	
	Feb	-2.70%		-0.01%		0.04%		-0.28%	
	Q1	5.71%	13.70%	4.84%	13.51%	5.12%	13.89%	4.85%	13.94%
	Apr	0.20%		0.27%		0.17%		-0.02%	
	May	-4.68%		-4.14%		-4.39%		-5.62%	
	Q2	-2.59%	-6.97%	1.23%	-2.70%	0.44%	-3.81%	0.64%	-5.02%
	July	-2.25%		-1.39%		-2.34%		-3.25%	
	Aug	3.68%		2.99%		2.67%		2.96%	
	Q3	0.90%	2.25%	0.98%	2.55%	0.69%	0.96%	0.83%	0.44%
	Oct	4.38%		5.09%		5.30%		5.76%	
	Nov	5.55%		2.85%		2.38%		2.63%	
	Q4	-0.48%	9.63%	0.87%	9.03%	2.15%	10.12%	0.33%	8.90%
2007	Jan	1.86%		1.50%		0.94%		1.67%	
	Feb	1.49%		-1.23%		-1.02%		-0.79%	
	Q1	4.52%	8.04%	1.21%	1.46%	1.28%	1.19%	1.07%	1.95%
	Apr	3.80%		1.04%		0.66%		1.80%	
	May	4.72%		3.67%		2.78%		4.10%	
	Q2	2.26%	11.15%	-2.33%	2.30%	-1.39%	2.02%	-1.46%	4.41%
	July	-4.78%		-8.51%		-8.15%		-6.84%	
	Aug	1.47%		2.00%		0.18%		2.27%	
	Q3	2.77%	-0.71%	0.45%	-6.26%	0.64%	-7.40%	1.72%	-3.09%
	Oct	-0.38%		1.09%		-0.31%		2.87%	
	Nov	-6.27%		-7.49%		-8.23%		-7.18%	
	Q4	-0.43%	-7.04%	-0.85%	-7.28%	-0.67%	-9.13%	-0.06%	-4.57%
2008	Jan	-5.61%		-4.10%		-4.60%		-6.82%	
	Feb	-2.46%		-3.97%		-3.35%		-3.71%	
	Q1	4.76%	-3.56%	1.51%	-6.52%	0.47%	-7.36%	0.42%	-9.90%
	Apr	3.45%		3.16%		0.95%		4.19%	
	May	6.84%		3.42%		2.56%		4.59%	
	Q2	-6.11%	3.76%	-9.60%	-3.55%	-10.88%	-7.73%	-7.70%	0.58%
	July	4.05%		5.13%		5.67%		3.70%	
	Aug	2.70%		4.75%		3.59%		3.61%	
	Q3	-7.20%	-0.84%	-4.69%	4.96%	-4.51%	4.53%	-4.69%	2.40%
	Oct	-13.74%		-19.98%		-18.96%		-20.80%	
	Nov	-4.07%		-11.58%		-13.88%		-11.83%	
	Q4	4.77%	-13.31%	6.15%	-24.89%	4.37%	-27.16%	5.80%	-26.12%
2009	Jan	-8.83%		-14.28%		-14.11%		-11.12%	
	Feb	-10.45%		-13.89%		-14.82%		-12.15%	
	Q1	9.71%	-10.44%	8.88%	-19.63%	8.69%	-20.48%	8.93%	-14.95%
	Apr	13.07%		15.87%		16.56%		15.46%	
	May	2.55%		2.16%		2.39%		3.01%	
	Q2	-1.15%	14.61%	-0.32%	17.99%	0.79%	20.29%	1.47%	20.68%
	July	5.50%		11.56%		10.58%		9.63%	
	Aug	2.62%		4.73%		5.16%		2.87%	
	Q3	4.46%	13.08%	5.02%	22.70%	5.85%	23.09%	5.77%	19.28%
	Oct	-5.07%		-6.64%		-8.99%		-6.79%	
	Nov	2.77%		3.18%		1.01%		3.14%	
	Q4	6.37%	3.76%	7.57%	3.62%	8.56%	-0.20%	8.05%	3.88%

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1. Compliance Statement: Morgan Dempsey Capital Management, LLC has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). 2. Definition of Firm: Morgan Dempsey Capital Management, LLC is an independent investment management and advisory firm registered under the Investment Advisors Act of 1940. MDCM was established in 1994. The assets reflected in this investment performance beginning with the 3rd quarter 2002 were managed by Brian Rafn, V.P portfolio manager, director of research of MDCM. 3. Composite Description: The small cap value equity composite includes all fully discretionary, fully invested, fee-paying accounts that are managed in the firm's small cap value equity model. The composite includes only U.S. small cap value stocks. The composite does not include any accounts which employ leverage, nor does it include any wrap accounts. The minimum account size for inclusion into the small cap value equity composite is \$100,000.00. 4. Benchmark: For comparison purposes, a benchmark of the Russell 2000 Value Index is used. The Russell 2000 Value Index is constructed to provide a comprehensive and unbiased barometer of the small-cap value market. Based on ongoing empirical research of investment manager behavior, the methodology used to determine growth probability approximates the aggregate small-cap value managers opportunity set. Securities in the Value Index generally have a lower price-to-book and price-earnings ratios than those in the Growth Index. 5. Calculation Methodology: The composite performance results are net and gross of fees and are expressed in U.S. Dollars for the full historical period. They are time-weighted rates of return presenting total returns, net of commissions and transaction costs. Performance results reflect the reinvestment of dividends and other earnings and are presented gross and net of investment management fees and taxes. Additional information regarding the policies for calculating and reporting returns is available upon request. 6. List of Composites: The composite was created June 30, 2002. A complete list and description of firm composites is available upon request. 7. Total firm assets represent total discretionary assets managed by MDCM. The number of portfolios in the composite is as of year end. The quarterly standard deviation is calculated as the average dispersion from the mean return of all accounts included in the Composite for the quarter. The annual standard deviation is the calculated average dispersion of accounts in the Composite for the full year. Note 1:n/a (<5 portfolios). During 2002 and the first quarter of 2003 results relate to one account and the account used was not the same from year to year. 8. The above table reflects past performance. Past performance does not guarantee future results. A client's investment return may be lower or higher than the performance shown above. Clients may suffer an investment loss. Returns reflect the reinvestment of dividends and other earnings. 9. Gross performance result calculations include the deduction of securities transaction charges but not investment advisory fees. The results include the reinvestment of all dividends and other income. Actual portfolio returns are reduced by the amount of such fees. Over time, the deduction of fees reduce the value of a portfolio on a compounded basis. 10. Net performance result calculations include the deduction of securities transaction charges and investment advisory fees. The results include the reinvestment of all dividends and other income. 11. Historical net performance numbers are calculated using the highest management fee charged by MDCM. (1.00%). 12. Fees: Standard management fees for the composite are as follows: first \$10,000,000=1.00% MDCM will negotiate fees for a structured small account program. MDCM will negotiate fees for accounts of substantial size. 13. Percentage of composite represented by non-fee paying accounts = 0.00%. 14. One-on-One Presentation: This report is used exclusively for one-on-one presentations to qualified individuals, pension funds, universities and other institutions.

Year	# of Portfolios	Composite Assets	Firm Assets	Composite Dispersion	Composite Gross of Fees	Composite Net of Fees	Benchmark Performance
2003	1	\$363,200	\$137,315,376	0.00%	32.87%	31.68%	46.03%
2004	3	\$2,225,425	\$72,707,427	0.00%	23.82%	22.59%	22.25%
2005	6	\$3,140,055	\$68,492,815	0.01%	16.60%	15.47%	4.71%
2006	7	\$3,904,553	\$190,286,996	0.20%	19.73%	18.55%	23.48%
2007	8	\$4,556,445	\$186,950,509	0.43%	11.94%	10.83%	-9.78%
2008	10	\$4,642,480	\$145,295,212	2.37%	-13.11%	-13.99%	-28.93%
2009	12	\$6,547,423	\$172,535,243	0.84%	21.64%	20.44%	20.57%

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