

	2003	2004	2005	2006	2007	2008	2009	2010	2011
Morgan Dempsey Small/Micro Value	31.74%	22.40%	15.50%	18.61%	10.67%	-13.62%	20.83%	25.68%	1.73%
Russell 2000 Value	46.02%	22.25%	4.70%	23.48%	-9.77%	-28.93%	20.57%	24.51%	-5.50%
Russell Micro Value	63.46%	20.92%	3.15%	21.81%	-13.13%	-34.93%	17.50%	28.35%	-10.34%
Russell 2000	45.62%	18.32%	4.56%	18.35%	-1.56%	-33.80%	27.19%	26.85%	-4.17%

	2011	1 Year	3 Years	5 Years	7 Years	Cumulative
Morgan Dempsey Small/Micro Value	1.73%	1.73%	15.60%	8.11%	10.59%	251.4%
Russell 2000 Value	-5.50%	-5.50%	12.36%	-1.87%	2.34%	120.3%
Russell Micro Value	-10.34%	-10.34%	10.58%	-5.23%	-0.57%	102.4%
Russell 2000	-4.17%	-4.17%	15.63%	0.15%	3.20%	128.1%

	Annualized Standard Deviation		Sharpe Ratio		R-Squared	
	3 year	5 year	3 year	5 year	3 year	5 year
Morgan Dempsey Small/Micro Value	21.5%	20.0%	0.72	0.40	NA	NA
Russell 2000 Value	26.4%	24.9%	0.47	-0.08	94.5%	90.4%
Russell Micro Value	27.8%	25.7%	0.38	-0.20	93.5%	88.9%
Russell 2000	25.3%	24.5%	0.62	0.01	95.9%	92.2%

	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	0.79	0.77	4.96%	9.29%	4.96%	9.28%
Russell Micro Value	0.75	0.74	6.55%	11.96%	6.54%	11.95%
Russell 2000	0.83	0.79	2.08%	7.63%	2.08%	7.63%

Net Performance Analysis 12/31/11

Sharpe Ratio measures excess return per unit of Standard Deviation risk

Risk Free Rate (3 month T-bill) **0.02%**

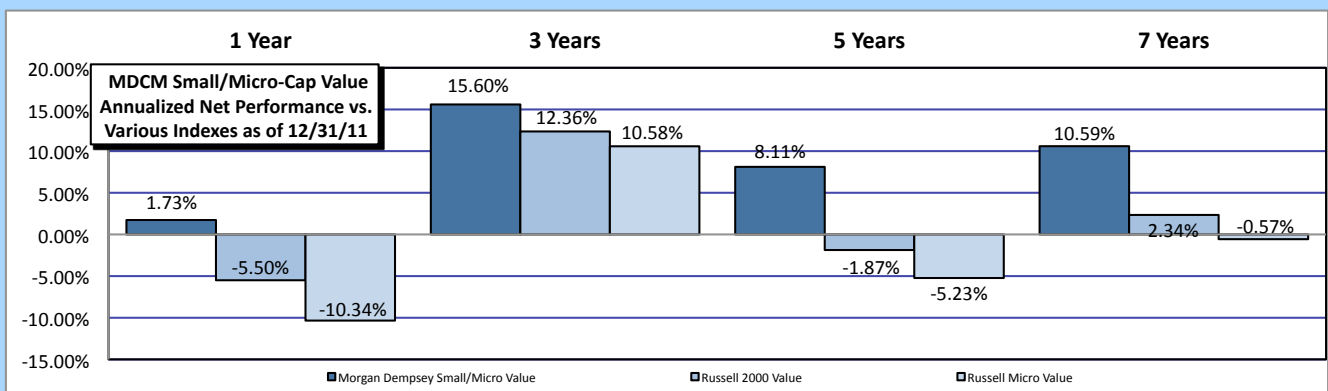
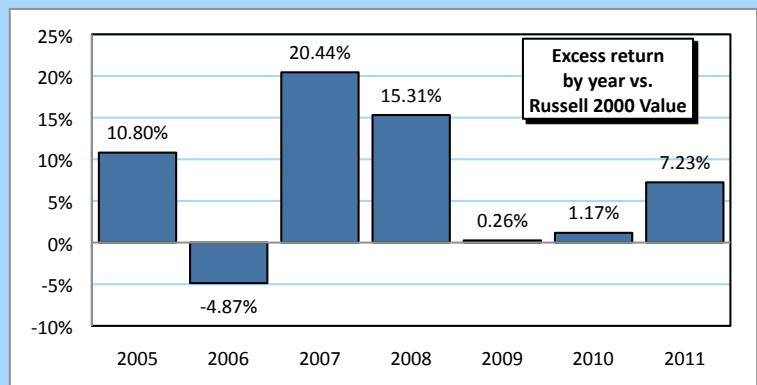
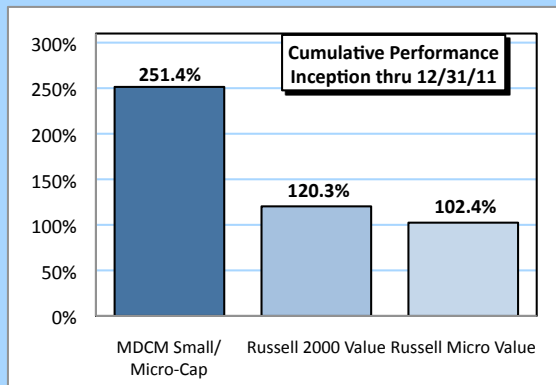
Standard Deviation is a measure of volatility and indicates the spread of return data around the mean

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%	7.71%	-4.27%	4.92%	-3.76%	6.61%		-5.57%	6.16%
2003	Jan	-6.71%		-2.82%		-1.15%			-2.77%	
	Feb	2.86%		-3.36%		-2.11%			-3.02%	
	Q1	-4.45%	-8.31%	1.07%	-5.08%	0.74%	-2.52%		1.29%	-4.49%
	Apr	4.46%		9.50%		9.22%			8.27%	
	May	9.48%		10.21%		11.04%			10.73%	
	Q2	3.84%	18.75%	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%	5.99%	-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%	14.15%	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	0.42%	7.23%	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%	2.86%	5.08%	0.85%	4.94%	-0.15%		4.21%	0.47%
	July	-2.48%		-4.60%		-5.39%			-6.73%	
	Aug	-1.48%		0.98%		-0.60%			-0.51%	
	Q3	4.32%	0.23%	3.96%	0.15%	3.94%	-2.25%		4.69%	-2.86%
	Oct	1.46%		1.55%		1.04%			1.97%	
	Nov	6.85%		8.87%		8.74%			8.67%	
	Q4	2.13%	10.72%	2.39%	13.20%	4.16%	14.44%		2.96%	14.09%
2005	Jan	-3.00%		-3.87%		-3.09%			-4.17%	
	Feb	0.52%		1.99%		0.76%			1.69%	
	Q1	3.79%	1.20%	-2.06%	-3.98%	-2.93%	-5.21%		-2.86%	-5.34%
	Apr	-5.61%		-5.16%		-5.44%			-5.73%	
	May	6.21%		6.10%		4.66%			6.55%	
	Q2	4.92%	5.18%	4.42%	5.08%	4.19%	3.11%		3.86%	4.32%
	July	7.72%		5.69%		6.54%			6.34%	
	Aug	-0.24%		-2.30%		-1.65%			-1.85%	
	Q3	0.85%	8.37%	-0.17%	3.09%	-0.38%	4.38%		0.31%	4.69%
	Oct	-2.99%		-2.51%		-2.07%			-3.10%	
	Nov	5.08%		4.06%		3.34%			4.85%	
	Q4	-1.78%	0.12%	-0.77%	0.66%	-0.10%	1.10%		-0.46%	1.13%
2006	Jan	10.53%		8.27%		8.30%			8.97%	
	Feb	-2.71%		-0.01%		0.04%			-0.28%	
	Q1	5.70%	13.66%	4.84%	13.51%	5.12%	13.89%		4.85%	13.94%
	Apr	0.20%		0.27%		0.17%			-0.02%	
	May	-4.66%		-4.14%		-4.39%			-5.62%	
	Q2	-2.59%	-6.94%	1.23%	-2.70%	0.44%	-3.81%		0.64%	-5.02%
	July	-2.24%		-1.39%		-2.34%			-3.25%	
	Aug	3.67%		2.99%		2.67%			2.96%	
	Q3	0.90%	2.26%	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	-0.47%	9.66%	0.87%	9.03%	2.15%	10.12%		0.33%	8.90%
2007	Jan	1.84%		1.50%		0.94%			1.67%	
	Feb	1.51%		-1.23%		-1.02%			-0.79%	
	Q1	4.52%	8.05%	1.21%	1.46%	1.28%	1.19%		1.07%	1.95%
	Apr	3.81%		1.04%		0.66%			1.80%	
	May	4.70%		3.67%		2.78%			4.10%	
	Q2	2.25%	11.13%	-2.33%	2.30%	-1.39%	2.02%		-1.47%	4.41%
	July	-4.78%		-8.51%		-8.15%			-6.84%	
	Aug	1.34%		2.00%		0.18%			2.27%	
	Q3	2.79%	-0.81%	0.45%	-6.26%	0.64%	-7.40%		1.72%	-3.09%
	Oct	-0.36%		1.09%		-0.31%			2.87%	
	Nov	-6.29%		-7.49%		-8.23%			-7.18%	
	Q4	-0.49%	-7.08%	-0.85%	-7.28%	-0.67%	-9.13%		-0.06%	-4.57%
2008	Jan	-5.62%		-4.10%		-4.60%			-6.82%	
	Feb	-2.45%		-3.97%		-3.35%			-3.71%	
	Q1	4.77%	-3.54%	1.51%	-6.52%	0.47%	-7.36%		0.42%	-9.90%
	Apr	3.46%		3.16%		0.95%			4.19%	
	May	6.83%		3.42%		2.56%			4.59%	
	Q2	-6.08%	3.81%	-9.60%	-3.55%	-10.88%	-7.73%		-7.70%	0.58%
	July	4.07%		5.13%		5.67%			3.70%	
	Aug	2.69%		4.75%		3.59%			3.61%	
	Q3	-7.18%	-0.80%	-4.69%	4.96%	-4.51%	4.53%		-7.97%	-1.12%
	Oct	-13.64%		-19.98%		-18.96%			-20.80%	
	Nov	-3.97%		-11.58%		-13.88%			-11.83%	
	Q4	4.87%	-13.03%	6.15%	-24.89%	4.37%	-27.16%		5.80%	-26.12%
2009	Jan	-8.83%		-14.28%		-14.11%			-11.12%	
	Feb	-10.42%		-13.89%		-14.82%			-12.15%	
	Q1	9.69%	-10.42%	8.88%	-19.63%	8.69%	-20.48%		8.93%	-14.95%
	Apr	13.20%		15.87%		16.56%			15.46%	
	May	2.62%		2.16%		2.39%			3.01%	
	Q2	-1.14%	14.84%	-0.32%	17.99%	0.79%	20.29%		1.47%	20.68%
	July	5.53%		11.56%		10.58%			9.63%	
	Aug	2.62%		4.73%		5.16%			2.87%	
	Q3	4.44%	13.10%	5.02%	22.70%	5.85%	23.09%		5.77%	19.28%
	Oct	-5.00%		-6.64%		-8.99%			-6.79%	
	Nov	2.77%		3.18%		1.01%			3.14%	
	Q4	6.36%	3.84%	7.57%	3.62%	8.56%	-0.20%		8.05%	3.88%

2010	Jan	-3.25%		-2.93%		-1.65%		-3.68%	
	Feb	3.17%		4.64%		5.30%		4.50%	
	Q1	6.48%	6.29%	8.32%	10.03%	8.88%	12.76%	8.14%	8.85%
	Apr	7.27%		7.00%		10.18%		5.66%	
	May	-6.57%		-8.45%		-9.32%		-7.59%	
	Q2	-6.30%	-6.09%	-8.73%	-10.59%	-9.57%	-9.65%	-7.75%	-9.93%
	July	7.26%		7.14%		6.29%		6.87%	
	Aug	-6.21%		-7.52%		-9.37%		-7.40%	
	Q3	9.57%	10.23%	10.74%	9.72%	10.93%	6.86%	12.46%	11.29%
	Oct	4.15%		3.87%		4.71%		4.09%	
	Nov	4.17%		2.54%		3.48%		3.47%	
	Q4	5.29%	14.23%	8.31%	15.36%	8.81%	17.90%	7.94%	16.25%
	2011	Jan	-0.71%		0.05%		-0.68%		-0.26%
Feb		6.38%		5.08%		5.53%		5.48%	
Q1		4.94%	10.84%	1.39%	6.59%	0.94%	5.80%	2.59%	7.93%
Apr		1.60%		1.62%		0.39%		2.64%	
May		-1.60%		-1.79%		-2.91%		-1.87%	
Q2		-3.33%	-3.35%	-2.46%	-2.65%	-2.53%	-5.00%	-2.31%	-1.61%
July		-0.72%		-3.31%		-2.49%		-3.61%	
Aug		-6.89%		-8.83%		-10.24%		-8.70%	
Q3		-9.83%	-16.65%	-10.92%	-21.47%	-10.77%	-21.90%	-11.21%	-21.86%
Oct		12.16%		14.41%		13.00%		15.14%	
Nov		1.74%		-0.20%		-0.79%		-0.36%	
Q4		-0.16%	13.93%	1.57%	15.97%	1.89%	14.23%	0.66%	15.48%

SMALL/MICRO-CAP VALUE INSTITUTIONAL COMPOSITE - ANNUAL DISCLOSURE PRESENTATION

Year End	Total Firm Assets (millions)	Composite Assets (USD) (millions)	Number of Accounts	% of Non-Fee-Paying	Annual Performance Results Composite		Russell 2000 Value Index	Composite Dispersion
					Gross	Net		
2011	186	125	26	0%	2.83%	1.73%	-5.5%	.36%
2010	213	49	10	0%	26.86%	25.68%	24.51%	.49%
2009	173	5	8	0%	21.96%	20.83%	20.58%	.33%
2008	141	3	5	0%	-12.75%	-13.62%	-28.92%	N.A.
2007	188	4	5	0%	11.74%	10.67%	-9.78%	N.A.
2006	190	3	4	0%	19.74%	18.61%	23.48%	N.A.
2005	69	3	4	0%	16.60%	15.5%	4.71%	N.A.
2004	73	2	4	0%	23.57%	22.40%	22.25%	N.A.
2003	137	.4	1	100%	32.98%	31.73%	46.03%	N.A.

N.A. -Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

Morgan Dempsey Capital Management, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Morgan Dempsey has been independently verified for the periods June 30, 2000 through September 30, 2011.

Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Small Micro Cap Value Institutional composite has been examined for the periods January 1, 2004 through September 30, 2011. The verification and performance examination reports are available upon request.

Small/Micro-Cap Value Institutional Composite was created June 30, 2010 and contains fully discretionary Small/Micro-Capitalization Value, US domiciled, long only equity, commission based accounts and for comparison purposes is measured against the Russell 2000 Value Index. The minimum account size for this composite is \$100,000. The firm maintains a complete list and description of composites, which is available upon request.

Morgan Dempsey Capital Management, LLC is an independent investment management and advisory firm registered under the Investment Advisers Act of 1940. MDCM was established in 1994. The assets reflected in this investment performance begin with the 3rd Quarter 2002. The number of portfolios in the composite is as of yearend.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Results for Q4 2002 and Calendar year 2003 were from one account managed and researched exclusively by Brian Rafn at a previous investment advisory firm. Beginning January 1, 2010, composite policy requires the creation of a temporary portfolio for a client initiated significant cash flow of at least 10% of portfolio assets. The creation of such a temporary account occurs on the date in which the significant cash flow occurs and the temporary account is combined with the corresponding composite account at the month end after the cash flow is fully invested. The U.S. Dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. Net of fee performance was calculated using MDCM's maximum Small/Micro-Cap Value annual management fee of 1.1%, equally applied on a monthly basis. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

The investment management fee schedule for the Small/Micro Cap Value composite are as follows: first 25 million +1.1%, next 25 million = 1.0%, next 30 million = 0.95 bp, above 80 million = 0.85. Actual investment advisory fees incurred by clients may vary.

Small and Micro-Cap stocks may be subject to a higher degree of risk than more established company securities. Small and Micro-Cap stocks may be less liquid which can potentially increase trading costs. The composition and market volatility of the Russell 2000 Value, Russell 2000 and Russell Micro-cap Value, which are unmanaged market value-weighted indices, and the composition and volatility of the portfolios managed by MDCM are materially different.

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.

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There can be no assurance that MDCM's future recommendations and account performance results will be favorable, or that losses will not occur in any client's account. The information contained herein is not a guarantee, or warranty by Morgan Dempsey Capital Management, LLC, nor its employees for any loss you may incur as result of the given information.

Unless otherwise noted, performance results discussed in company communications and advertisements are net of fees and taken from our performance composite for the time period specified. Further detailed disclosure information is contained in our Form ADV Part IIA which is available upon request.

Factors such as the size and performance of specific securities positions in accounts, the length of time certain positions are held, the timing of purchases and sales during the reporting period, client objectives, cyclical securities price trends, favorable and unfavorable news pertaining to securities, market trends and other factors all influence performance results materially. For these reasons, actual client account performance for any style would only match MDCM's total performance by coincidence. Upon request MDCM will provide a complete list of all recommendations made within the past year.

The data used for this report was obtained from sources deemed reliable and then organized by the staff at MDCM. Performance calculations were prepared using standard industry software and were not audited by any third party. Some information provided on MDCM's website or in company communications reflects opinions, and as such are not facts. These opinions are subject to change with changes in economic conditions and new information. Therefore, this information should not be used as a basis for an investment decision.

Any question regarding this information should be brought to the attention of Morgan Dempsey Capital Management, LLC.



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