

IMS Focus 30 Portfolio

as of June 30, 2009

INVESTMENT OBJECTIVE

Long-term growth from capital appreciation.

INVESTMENT PROCESS

Construct a portfolio of approximately 30 stocks that range in size from micro to mega cap. Concentrate on companies that produce 15% or greater returns on equity with a debt to capital ratio less than industry average. Sectors are over or underweighted in an effort to outperform the broader markets.

DISTINGUISHING FEATURES

- Flexible, multi-disciplinary process.
- Multi cap style.
- Use divergent sector bets in an effort to outperform.
- Opportunistically invest in developed and emerging countries.
- Concentrate on companies with returns on equity exceeding 15% and a debt to capital ratio less than industry average
- Portfolio manager has two decades experience as a CFO of two publicly-traded companies and is skilled at interpreting financial statements, particularly SEC filings, and understanding a company's intrinsic worth.

PORTFOLIO MANAGERS

Mr. Wendell is lead portfolio manager for the Focus 30 Strategy and is former president and founder of Juniper Capital, a Eugene-based RIA with \$65 million. With 26 years investment management experience, Mr. Wendell has served as senior financial executive and director of several Oregon-based companies in the public and private sector, including Bohemia, Inc., International Kings Table, Inc., Obie Media, and Umpqua Feather Merchants. Currently, Mr. Wendell serves on the Board of Directors of Agate Resources Inc., a Eugene-based company developing technology-driven solutions for healthcare management. Mr. Wendell received a BS degree in Business from Portland State University and an MBA in Finance and Accounting from the University of Oregon.

Reid Weaver is a research analyst. With seven years industry experience, he is a Level III CFA candidate and received a BS degree from the University of Oregon.

Cameron Martin is a portfolio manager. Prior to joining IMS in 2008, Mr. Martin managed discretionary portfolios at Smith Barney. With 12 years industry experience, he graduated from the University of Oregon in 1993.

PORTFOLIO FACTS

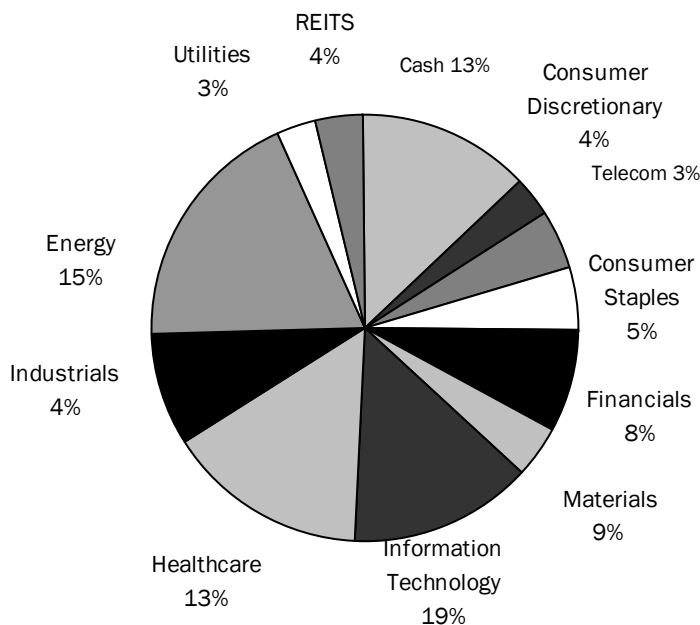
Assets:	\$3.6 million
Number of holdings:	32
Average weighted yield:	2.3%
Average market cap:	\$44.39 billion
Trailing P/E:	15.5x

TOP TEN HOLDINGS

Apple, Inc.	4.9%
Gilead Sciences, Inc.	4.3%
BHP Billiton	3.9%
Quality Systems	3.7%
Atwood Oceanics	3.7%
Petroleo Brasileiro	3.7%
Bank of Nova Scotia	3.5%
Annaly Mgt.	3.5%
Taseko Mines Ltd	3.4%
CPFL Energia	3.1%

Holdings and weightings as of 6/30/2009, subject to change.

ASSET ALLOCATION



PERFORMANCE

Average annual total returns as of 6/30/2009

	1-YR	3-YR	5-YR	Since Inception*
IMS Focus 30	-36.10%	-8.28%	-0.93%	6.65%
Russell 3000	-26.54%	-8.33%	-1.82%	3.34%
S&P 500 Index	-26.21%	-8.22%	-2.24%	2.69%

*12/31/2002. Performance above is gross of any management fees. Please see the reverse for important disclosure.

IMS Focus 30 Composite

Year	Gross Composite Return	Net Composite Return	Benchmark Return (Russell 3000)	Accounts at Year-end	Dispersion (%)	Total Composite Assets (\$ mil)	Composite Assets as a Percentage of Firm Assets (%)	Total Firm Assets (\$ mil)
2003	56.35%	54.85%	31.06%	6	NA	5	N/A	N/A
2004	12.35%	10.85%	11.95%	8	1.04	4	N/A	N/A
2005	6.98%	5.48%	6.12%	8	NA	4	N/A	N/A
2006	9.51%	8.01%	15.71%	5	NA	3	N/A	N/A
2007	20.89%	19.40%	5.14%	5	NA	4	1	656
2008	-41.07%	-42.57%	-37.30%	7	2.44	3.2	1.1	279

IMS Capital Management has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Notes:

1. For the purpose of complying with the GIPS standards, the firm is defined as IMS Capital Management (“IMS” or the “Firm”), an independent investment advisor registered under the Investment Advisers Act of 1940, that manages mutual funds, retail portfolios and institutional portfolios. The firm’s wrap account business is defined separately. A complete list and description of the firm’s composites, as well as additional information regarding policies for calculating and reporting returns, are available upon request.

2. The IMS Focus 30 Portfolio includes all fully discretionary, fee paying portfolios that invest in approximately 30 stocks that are designed to outperform the broader market with an acceptable level of risk. Portfolios that participate in the composite must have assets equal to or exceeding \$200,000. The IMS Focus 30 Composite was created in January 2008.

3. The benchmark for the IMS Focus 30 Composite is the Russell 3000 Index. The benchmark returns are provided to represent the investment environment during the time periods shown. For comparison purposes, the index is fully invested, which includes the reinvestment of dividends and capital gains. The returns for the index do not include any transaction costs, management fees or other costs.

4. Returns are presented in US Dollars.

5. All returns are presented net of non-reclaimable withholding taxes, if any, and reflect the reinvestment of dividends and other earnings. Gross returns are presented before the deduction of management fees but after all trading expenses. Net returns reflect the deduction of model management fees. Net returns are derived using the maximum fixed fee rate in effect for the respective time period. The management fee schedule currently in effect is as follows: 1.50% on the first \$500,000, 1.20% on the next \$500,000, 1.00% on the next \$5,000,000, 0.75% on the next \$20 million, 0.60% on the next \$25 million and 0.50% on the next \$50+ million.

6. Dispersion is calculated using the equal-weighted standard deviation of annual returns of all portfolios that were included in the composite for the entire year. For periods with five or fewer portfolios included for the entire year, “N/A” is noted as the dispersion is not considered meaningful.