



STAR™ II Philosophy
Employing a Disciplined Approach Focused on Risk Adjusted Returns Across ALL Market Environments Leads to Superior Investment Results.

Our Core and Satellite Approach

CORE GLOBAL ASSET CLASSES

Positioned to capture positive returns wherever they occur

- ★ U.S. Large Cap Equity
- ★ U.S. Small Cap Equity
- ★ Foreign Large Cap Equity
- ★ Diversified Emerging Markets
- ★ Real Estate
- ★ U.S. Fixed-Income
- ★ World Bond

Core Asset Classes remain constant while Individual Fund Selections change

SATELLITE INVESTMENTS

Positioned to capture Tactical Opportunities

- ★ Aggressive Income
- ★ Market Neutral
- ★ Global macro
- ★ Specialty Bonds

Satellite Investments are tactically used to take advantage of opportunities in the market, beyond that of the Core Asset Classes.

The Partnervest Advisory Team utilizes a proprietary quantitative modeling process that seeks to find investments that provide consistent returns with low risk and high relative returns. The selection process covers multiple time periods to ensure investments rise to the top of their class in all market environments.

**The STAR™II quantitative approach
narrows the universe of available funds from 25,000 to under 20.**

Core Asset Class Funds

“Positioned to Capture Positive Returns Wherever They Occur”

	Funds
U.S. Large Cap Equity	Parnassus Equity Income Fund
U.S. Small/ Mid Cap Equity	Royce Value Fund Royce Premier Fund*
Foreign Large Blend	Thornburg International Value Fund Janus Overseas
Diversified Emerging Markets	Oppenheimer Developing Markets Lazard Emerging Markets Equity Fund*
Real Estate	CGM Realty Fund
U.S. Fixed-Income	PIMCO Total Return Fund, PIMCO GNMA Fund, Vanguard Short-Term Federal Fund
World Bond	Oppenheimer International Bond Fund

Satellite Investments

“Positioned to Capture Tactical Opportunities”

	Funds
Long-Short	TFS Market Neutral Fund ** Goldman Sachs Absolute Return Tracker Hussman Strategic Growth
Global Macro	Ivy Asset Strategy Fund
Aggressive Income	Forward Select Income Fund *** JP Morgan Alerian MLP Index ETN iShares US Preferred ETF
U.S. High Yield	Blackrock High Yield
Emerging Markets Bond	PIMCO Emerging Market Bond

Fund presentations are for illustrative purposes only and selections are subject to change without notice. An investor should read a fund's prospectus before investing. This is not an offer or solicitation for the purchase or sale of securities. Contact your Investment Advisor Representative for advice concerning your particular situation.

* Soft Closed as of July 19th - No longer available to new investors

** Closed (HARD) No new purchases for existing shareholders

*** These funds closed to new investors except through the STAR™ program