

**SIPHRON CAPITAL MANAGEMENT**

LARGE CAP GROWTH EQUITY COMPOSITE  
1 October 1992 through 31 December 2011

Year	Composite Gross Return (%)	Composite Net Return (%)	S&P 500 Return (%)	R1000 Growth Return (%)	Number of Portfolios	Internal Dispersion (%)	Composite Assets (\$ M)	Firm Assets (\$ M)
2011	8.0	7.4	2.1	2.6	12	0.1	128	132
2010	16.0	15.4	15.1	16.7	14	0.2	194	197
2009	20.1	19.5	26.5	37.2	14	1.6	177	179
2008	-27.2	-27.6	-37.0	-38.4	17	0.3	194	197
2007	8.1	7.6	5.5	11.8	17	0.1	275	278
2006	15.0	14.4	15.8	9.1	19	0.1	279	284
2005	0.6	0.1	4.9	5.3	22	0.1	359	359
2004	11.8	11.3	10.9	6.3	25	0.3	332	332
2003	21.6	21.1	28.7	29.8	27	0.5	306	306
2002	-13.3	-13.7	-22.1	-27.9	28	0.3	265	265
2001	-11.4	-11.7	-11.9	-20.4	22	0.5	754	758
2000	-4.7	-5.0	-9.1	-22.4	25	1.2	1,067	1,067
1999	13.6	13.2	21.0	33.2	27	0.6	1,259	1,259
1998	28.0	27.6	28.6	38.7	23	0.9	980	980
1997	37.1	36.7	33.4	30.5	19	1.6	695	695
1996	24.5	24.0	23.0	23.1	13	3.2	372	372
1995	38.2	37.5	37.6	37.2	2	1.7	251	251
1994	7.4	6.7	1.3	2.7	2	0.3	209	209
1993	19.0	18.4	10.1	2.9	2	2.1	214	214
4Q92	6.3	6.1	5.0	7.0	2	NA	188	188

Siphron Capital Management claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Siphron Capital Management has not been independently verified.

*Notes:*

1. Siphron Capital Management (SCM), established in 1992, is an independent investment advisory firm that is not affiliated with any parent organization. SCM is registered with the Securities & Exchange Commission and incorporated in the state of California. SCM manages U.S.-based equity portfolios for a variety of institutional and individual clients. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.
2. The SCM Large Cap Equity Composite contains all fee-paying discretionary portfolios that invest in large-cap U.S. equities with SCM's growth-oriented investment philosophy seeking long-term capital appreciation while minimizing risk relative to the overall market. All accounts included in the composite are within the same investment guidelines. There is no minimum portfolio size for inclusion in the composite. Eligible new portfolios are added to the composite when they have been fully invested for one full calendar month. Terminated accounts remain in the historical figures. The composite creation date and the effective date of compliance with GIPS® is October 1, 1992. A complete list of composite descriptions is available upon request.
3. The composite is measured against the Standard and Poor's 500 Index. For general market comparison purposes, the composite is also measured against the Russell 1000 Growth Index. Both indexes do not charge advisory fees. An investor cannot invest directly in an index.
4. Valuations are computed and performance is reported in U.S. Dollars.
5. Gross-of-fees returns are presented before management fees, custodial fees, and withholding taxes, but after all trading expenses. Net of fees performance was calculated using actual management fees. Composite dispersion is calculated as the standard deviation of portfolio results for the entire year. Performance numbers shown are the asset-weighted, time-weighted, total return composite results. Valuation is done at month-end, with additional valuations to accurately reflect large external cash flows (defined as > 10% of portfolio value); period returns are geometrically linked to obtain the quarterly and annual results. Trade date valuations are used to calculate performance. Accrual accounting is used for dividends. Only full calendar months are included in the calculation and there are no segments of balanced portfolios. Performance is actual performance and does not include model or simulated portfolios. Past performance is not a guarantee of future results.
6. The three-year annualized ex-post standard deviation measures the variability of the composite and the benchmark returns for the preceding three-year period. For the SCM composite, the 3-year standard deviation was 16.78; for the S&P 500 Index it was 18.97. Internal dispersion is calculated using the equal-weighted standard deviation of the annual gross returns of portfolios that were included in the composite for the entire calendar year.
7. Investment management fees are generally charged based upon the size of the portfolio as follows, and are also stated on SCM's Form ADV2. Standard Fee Schedule: For accounts up to \$25 million: 0.75% per annum. For accounts over \$25 million but less than \$50 million: 0.65% per annum. For accounts greater than \$50 million but less than \$100 million: 0.55% per annum. For accounts over \$100 million, fees are negotiable. Actual investment advisory fees may vary.