

**Golden Capital Management, LLC**  
**Large Cap Core Composite**  
**Presentation and Performance Disclosure (Part 1 of 2. See part 2 for important disclosures.)**

**Historical Returns – Institutional Large Cap Core Composite (Gross and Net of Fees)**

Period		Q1	Q2	Q3	Q4	Large Cap Core YTD	S&P 500 Index YTD	# of Accts.	Composite Dispersion	Market Value (mm)	% of Total Firm Discretionary Assets	Total Firm Discretionary Assets (mm)	Total Firm Assets (mm)
1998	Gross	17.34%	4.37%	-14.03%	25.09%	31.71%							
	Net	17.13%	4.18%	-14.20%	24.88%	30.75%	28.57%	2	3.5%	1,258	1.7%	73,181	73,181
1999	Gross	5.74%	8.30%	-4.09%	13.74%	24.92%							
	Net	5.54%	8.09%	-4.27%	13.57%	24.03%	21.05%	2	0.0%	3.6	2.5%	143.0	143.0
2000	Gross	2.61%	-0.78%	6.20%	-0.27%	7.82%							
	Net	2.42%	-0.97%	6.00%	-0.46%	7.02%	-9.16%	4	0.4%	6.1	1.5%	376.9	376.9
2001	Gross	-7.52%	8.91%	-15.26%	14.43%	-2.33%							
	Net	-7.69%	8.73%	-15.42%	14.23%	-3.03%	-11.91%	7	0.03%	116.7	23%	504.0	504.8
2002	Gross	1.16%	-5.65%	-16.58%	6.37%	-15.30%							
	Net	0.98%	-5.83%	-16.74%	6.17%	-15.95%	-22.15%	9	0.14%	171.2	33%	513.1	513.4
2003	Gross	-1.39%	12.81%	2.91%	13.19%	29.57%							
	Net	-1.58%	12.60%	2.72%	12.99%	28.62%	28.63%	30	0.19%	340.9	34%	1,016.3	1,019.3
2004	Gross	2.90%	0.16%	0.80%	10.57%	14.87%							
	Net	2.71%	-0.02%	0.61%	10.37%	14.02%	10.88%	32	0.15%	426.9	29%	1,497.3	1,504.9
2005	Gross	-1.43%	2.30%	4.22%	1.23%	6.37%							
	Net	-1.62%	2.11%	4.02%	1.04%	5.58%	4.90%	38	0.28%	484.7	22%	2,203.0	2,579.4
2006	Gross	4.85%	-2.95%	4.86%	6.91%	14.08%							
	Net	4.66%	-3.13%	4.66%	6.72%	13.24%	15.80%	30	0.13%	581.8	18%	3,162.0	3,985.6
2007	Gross	0.55%	6.28%	0.73%	-0.24%	7.38%							
	Net	0.36%	6.09%	0.53%	-0.43%	6.58%	5.50%	27	0.12%	674.5	17%	3,968.4	4,757.1
2008	Gross	-10.27%	-0.78%			-10.97%							
	Net	-10.45%	-0.96%			-11.31%	-11.92%	24	NA	591.4	16%	3,645.0	4,293.0

Trailing as of 6/30/08	Gross	Net	S&P 500
Quarter	-0.78%	-0.96%	-2.73%
Year-to-Date	-10.97%	-11.31%	-11.92%
1 Year	-10.54%	-11.22%	-13.12%
3 Year*	4.79%	4.01%	4.39%
5 Year*	9.20%	8.39%	7.57%
10 Year*	7.55%	6.75%	2.87%
Inception (12/31/95) *	12.60%	11.77%	7.81%

\*Returns greater than one year are annualized.

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

# Golden Capital Management, LLC

## Large Cap Core Composite

### Presentation and Performance Disclosure (Part 2 of 2)

---

#### **Large Cap Core Composite:**

The Large Cap Core Equity composite is comprised of fully discretionary, equity only separate accounts valued in excess of \$1 million and includes cash. The Large Cap Core portfolio is an actively managed value-biased portfolio of companies that exhibit the likelihood to meet or exceed earnings expectations. The dispersion of annual returns is measured by the standard deviation of the asset-weighted portfolio returns represented within the composite for the full year.

#### **Composite Guidelines:**

Portfolios are valued monthly on a trade date basis including accrued interest and dividends. Returns are calculated gross of taxes withheld on foreign dividends. Valuations and returns are presented in US Dollars. This composite was created April 1999. Gross of fees performance results are net of brokerage commissions and transaction costs but do not reflect the deduction of investment advisory fees and any other expenses that a client would have paid or actually paid. Net returns are calculated by deducting the maximum applicable advisory fee for this strategy of 0.75% annually, pro-rated on a quarterly basis. The advisory fees and other expenses incurred in the management of the account will reduce clients' investment return. Investment advisory fees for the Large Cap Core strategy are 0.75% on the first \$10 million, 0.65% on the next \$15 million and 0.50% over \$25 million (1.00% for total assets under \$5 million). Golden Capital Management's advisory fees are fully detailed in Part II of its Form ADV. Additional information regarding policies for calculating and reporting returns is available upon request.

#### **History of Track Record:**

Composite performance results and the percentage of total firm assets managed by Jeff C. Moser, CFA and Greg W. Golden, CFA from December 31, 1995 to March 31, 1999 were realized while employed at TradeStreet Investment Associates, Inc., a wholly owned investment subsidiary of Bank of America. For this time period, Golden Capital Management is utilizing two representative portfolios that were the most dominant accounts in the strategy while employed at TradeStreet Investment Associates, Inc. The performance from April 1, 1999 thru November 30, 2000 was realized while Golden Capital Management (founded by Messrs. Golden and Moser) operated as a division of Smith Asset Management Group, LLC, an SEC registered investment adviser. From December 2000 to the present, composite performance results and percentage of total firm assets reflect a composite of portfolios managed by Golden Capital Management, LLC.

#### **Definition of Firm:**

Golden Capital Management, LLC is a North Carolina based investment adviser registered under the Investment Advisers Act of 1940, specializing in core equity strategies.

#### **Additional Disclosures:**

Golden Capital Management, LLC has received a firm wide verification of GIPS compliance for the period 12/31/92 – 03/31/08. The Large Cap Core composite has received performance examination from 12/31/95 – 03/31/08. A complete list of composites is available upon request. The appropriate benchmark for this product is the S&P 500 Index. The S&P 500 Index is an unmanaged index of the shares of 500 widely held, predominantly large capitalization, common stocks. Past performance is no guarantee of future results. Stock market conditions vary from year to year, and can result in a decline in market value due to material market or economic conditions. From March 31, 1999 through December, 31, 2000, the minimum asset value for inclusion in the composite was \$500,000. This minimum threshold was changed to \$1 million beginning January 1, 2001. Accounts under \$1 million are considered de minimus and their weighting would be so small as to not have any impact on a composite's return. The "Total Firm Discretionary Assets" column represents the assets managed directly by the Firm, as it is defined for GIPS compliance. The "Total Firm Assets" column also includes advisory-only assets. On April 1, 2007, the product name was changed from Large Core Value to Large Cap Core. There has been no change to the underlying investment process.