Strategy Profile

Total Return Taxable Fixed Income

Objective

Actively managed high-quality taxable bond account with a total return objective that seeks to provide income and preserve the client's principal over multiple interest rate cycles.

Highlights

- Separately managed accounts
- High credit quality securities & surveillance
- Institutional market access & trading
- Active total return fixed income management
- Boutique service & portfolio team access

Portfolio Characteristics

- Average Maturity: 12 - 20 years
- Average Number of Holdings (Per $1MM Account): 10 - 15
- Average Duration: 3 - 8 years
- Average Credit Rating: AA

Investment Philosophy

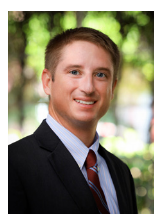
Cumberland Advisors manages taxable bond portfolios through a full interest rate cycle.

- Active approach to maturities & durations in response to market changes, credit quality and federal reserve policy.
- Our firm utilizes a disciplined approach to select high quality ('A' or better) investment grade liquid issues.
- Can include US Treasuries, Agencies, taxable municipal bonds, corporate bonds and mortgage backed securities.

Portfolio Managers

John R. Mousseau, CFA
CEO & Director of Fixed Income

Georgetown University,
BA Economics
Brown University, MA Economics



Daniel Himelberger
Portfolio Manager &
Fixed Income Analyst

University of South Florida,
BA Finance

Disclosure: Different types of investments involve varying degrees of risk, and there can be no assurance that the future performance of any specific investment, investment strategy, or product (including the investment strategies recommended of undertaken by Cumberland Advisors), equal any corresponding indicated historical performance level(s), be suitable for your portfolio or individual situation, or prove successful. The portfolio discussed above does not use leverage. It is not our intention to state or imply in any manner that past results and profitability are an indication of future performance. This does not constitute an offer to sell or the solicitation or recommendation of an offer to buy or sell any securities directly or indirectly herein. Taxable fixed income securities have the following known risks: credit, default, liquidity and interest rate. Credit risk involves the creditworthiness of the issuer affecting their ability to pay their debt obligations and take on additional debt at favorable rates. Default risk increases with a management failure, inadequate revenue streams to cover the debt service, or fraud. Liquidity risk impacts the ability to move out of a security while actively rebalancing portfolio durations to meet strategy adjustments. Interest rate risk comes from rising inflation eroding the real value of a fixed-income security's principal and the buying power of the interest payments.

Benchmark: Bloomberg U.S. Intermediate Government/Credit Index. This index is the Intermediate component of the U.S. Government/Credit Index. It consists of securities in the intermediate maturity range of the Government/Credit Index. Securities must have a maturity from 1 up to (but not including) 10 years. Additional benchmark: The Bloomberg Government/Credit Index is a market value-weighted index that tracks the daily price, coupon, and total return performance of fixed-rate, publicly placed, dollar-denominated obligations. Issuers include the U.S. Treasury, U.S. government agencies, quasi-federal corporations, and corporations whose debt is guaranteed by the U.S. goverment, and have at least $100 million par amount outstanding and at least one year to maturity. This index serves as a component of the Bloomberg U.S. Aggregate Bond Index. Prior to January 1, 2007 the primary benchmark was the Lehman Government/Credit Index.