



Summit Investment Management, Ltd.

PERFORMANCE (% Total Return)

	Gross of Fees					Net of Fees				
	2006 9 Mos.	2005	2004	2003	3-Yr. 2005	2006 9 Mos.	2005	2004	2003	3-Yr. 2005
Benchmark 50 Composite	2.48	21.43	27.81	39.76	29.45	1.71	20.22	26.53	38.37	28.2
Benchmark 100 Composite	4.40	20.38	26.95	38.81	28.49	3.62	19.18	25.68	37.43	27.2
Russell 1000	6.49	6.27	11.4	29.89	15.42	--	--	--	--	--
Large Cap 50+ Composite	9.10	14.19	19.7	--	--	8.28	13.05	18.5	--	--
S&P 500	8.53	4.91	10.88	--	--	--	--	--	--	--
Midcap 50 Composite	-0.82	16.68	29.9	--	--	-1.56	15.52	28.61	--	--
Russell Midcap	5.88	12.65	20.22	--	--	--	--	--	--	--
Smallcap 100+ Composite	6.15	20.76	--	--	--	5.35	19.56	--	--	--
Russell 2000	7.78	4.55	--	--	--	--	--	--	--	--

CHARACTERISTICS

As of 9/30/06

	BENCHMARK 50	BENCHMARK 100	Russell 1000	LARGECAP 50+	S&P 500	MIDCAP 50	Russell Midcap	SMALLCAP 100+	Russell 2000
P/E 1-Yr Forecast	13.4	13.8	19.2	13.4	17.9	13.3	20.0	14.1	23.6
P/E (ex-negative earnings)	20.1	20.2	23.8	16.8	19.9	17.6	24.4	20.4	28.8
Return on Equity (5-Yr Average)	18.3	18.9	16.2	21.4	17.6	22.4	15.4	12.5	4.6
Return on Equity (T4Q)	24.3	22.7	18.6	26.3	19.0	24.5	17.3	21.2	8.4
EPS Growth (5-Year)	26.8	21.7	12.7	20.9	11.8	25.9	13.3	14.9	11.6
EPS Growth (5-Year Est.)	30.9	24.1	14.3	20.8	12.6	28.4	13.9	17.0	10.9
Dividend Yield	0.9	0.9	1.4	1.2	1.5	0.8	1.32	0.4	1.1
Price/Book Value	4.6	4.2	4.3	4.1	4.0	4.1	3.7	4.2	3.2
Price/Sales	3.0	2.7	2.6	2.3	2.2	2.2	2.6	1.9	5.2
Price/Cash Flow	15.0	14.4	14.4	13.6	13.4	13.6	15.6	14.4	18.4
Average Market Cap (Bil)	20.3	17.3	14.4	32.0	25.5	5.1	5.3	1.4	0.8
Median Market Cap (Bil)	9.2	8.0	5.0	21.1	12.5	4.5	3.9	1.2	0.6

Sector Weightings **

Energy	2.0	7.0	7.6	12.0	8.9	2.0	6.3	8.0	5.4
Materials	8.0	6.0	3.3	6.0	2.9	8.0	5.7	6.0	4.2
Industrials	8.0	14.0	10.9	12.0	10.8	8.0	11.5	22.0	14.6
Consumer Discretionary	16.0	13.0	11.4	12.0	10.7	16.0	20.2	9.0	18.6
Consumer Staples	0.0	0.0	10.3	0.0	10.7	0.0	6.4	3.0	3.3
Health Care	6.0	7.0	12.0	14.0	12.5	6.0	10.3	3.0	12.9
Financials	44.0	33.0	21.3	34.0	20.7	44.0	15.1	16.0	16.3
Information Technology	14.0	18.0	15.8	10.0	15.9	14.0	14.6	29.0	20.4
Telecommunication Services	2.0	2.0	3.5	0.0	3.5	2.0	2.1	2.0	1.8
Utilities	0.0	0.0	3.8	0.0	3.4	0.0	7.7	2.0	2.9

**Sector Weightings reflect the S&P GICS sector definitions. Past performance is no guarantee of future results. The Summit composites are constructed of similarly managed unconstrained, discretionary accounts in accordance with industry calculation standards. New accounts are included in their first full calendar month of operation. Performance is based on time-weighted, total returns including resigned accounts. Performance results reflect the reinvestment of dividends and other earnings. Gross of Fees performance is determined by deducting the maximum transaction fee of 0.4% per year. Net of Fees performance is determined by deducting the maximum fee of 1.0% per year from the gross returns. Summit's exact fees are described in part II of Form ADV. The composite inceptions are as follows: Largecap 50 and Midcap 50 January 1, 2004, Benchmark 100 and Benchmark 50 December 1, 2002, Smallcap 100+ September 1, 2004. The composition and market volatility of the Russell 1000, Russell Midcap, S&P 500 and Russell 2000 indices, and the composition and volatility of the portfolios managed by Summit are materially different. The results presented were achieved during generally upward trending market conditions.



October 30, 2006

Third Quarter 2006 Results

The Benchmark 50 and Benchmark 100 portfolios underperformed during the third quarter as our quantitative process did not immediately adjust to some sudden changes in market leadership that occurred during the period. Three changes that negatively impacted the portfolio were, 1.) A big shift in preference for very large cap stocks, 2.) The reversal to the downside for the Energy sector and our overweight position in that sector and, 3.) A sharp rebound in the Healthcare area and our underweight allocation to these stocks.

According to data provide by Lipper, large-cap mutual funds outperformed small-cap funds by 544 basis points for the quarter. Although the Benchmark portfolios have been gradually moving into larger cap stocks over the past year (currently at 38%), it was not enough given the dominant moves experienced by the mega caps.

The energy sector for the market declined 5.8% during the quarter while the healthcare sector led all sectors with a 9.76% gain. The Benchmark portfolios are no longer overweight energy but continue underweight healthcare. We suspect that at least some of the strength in healthcare stemmed from the mega cap phenomenon and that we may see some increased exposure to this area if economic growth slows further. However, the economy is not likely to soften much more, in our opinion.

History shows that our Benchmark portfolios have from time to time underperformed the market only to recover and resume their respective uptrends. We see no reason why this will not occur again. Our selection process is fundamentally based and the market always turns back to fundamentals in the end.

The portfolios reported the following third quarter results after all fees and expenses.

Benchmark 50 -	-5.18%	Large Cap 50 -	-0.31%	Smallcap 100 -	-4.78%
Benchmark 100 -	-3.40%	Mid Cap 50 -	-7.78%		