

**Independent Verifier's Report**

Century Management  
805 Las Cimas Parkway, Suite 430  
Austin, Texas 78746

We have verified the compliance of Century Management (the "Company") with the requirements of the Global Investment Performance Standards (GIPS®) on a firm-wide basis from September 16, 1974 through September 30, 2007 and whether the Company's processes and procedures are designed to properly construct composites, calculate performance results and present composite information in compliance with the GIPS standards. In addition, we have examined the performance results in the accompanying disclosures of the Company's *CM Value I Composite* from September 16, 1974 through September 30, 2007. The Company's management is responsible for compliance with the GIPS standards, the design of its processes and procedures, and for the Quarterly Performance, and Annual Disclosure Presentations. Our responsibility is to express an opinion based on our verification and performance examination.

Our verification was conducted in accordance with the verification procedures set forth in the GIPS standards. Also our performance examination was conducted in accordance with the procedures set forth in the Guidance Statement on GIPS Performance Examinations. These procedures included examining, on a test basis, evidence about the Company's compliance with the GIPS standards, evaluating the design of the Company's processes and procedures referred to above, performing the procedures for a performance examination and performing any other procedures we considered necessary in the circumstances. We believe that the procedures completed provide a reasonable basis for our opinion.

In our opinion, the Company, in all material respects, has complied on a firm-wide basis with the composite construction requirements of the GIPS standards as adopted by the CFA Institute. Additionally, the Company's processes and procedures are designed to calculate and present performance results in compliance with the GIPS standards. Also, in our opinion, the performance in the accompanying disclosures of the Company's *CM Value I Composite*, for the period stated above, reflects results that comply with the calculation requirements of the GIPS standards in all material respects. The Quarterly Performance, and Annual Disclosure Presentations are an integral part of this opinion.

*Ashland Partners & Co, LLP*  
Ashland Partners & Company LLP  
November 28, 2007

**CENTURY MANAGEMENT**  
**CM VALUE I COMPOSITE**  
**QUARTERLY PERFORMANCE PRESENTATION**

*Asset-Weighted Returns GROSS of Management Fees (annualized for periods greater than one year)*

*Results have been calculated in U.S. Dollars*

	<u>Quarter</u>	<u>1</u> <u>Year</u>	<u>2</u> <u>Years</u>	<u>3</u> <u>Years</u>	<u>4</u> <u>Years</u>	<u>5</u> <u>Years</u>	<u>6</u> <u>Years</u>	<u>7</u> <u>Years</u>	<u>8</u> <u>Years</u>	<u>9</u> <u>Years</u>	<u>10</u> <u>Years</u>
4Q - 1997	0.35%										
1Q - 1998	8.19%										
2Q - 1998	(1.11%)										
3Q - 1998	(13.59%)	(7.23%)									
4Q - 1998	11.75%	3.31%									
1Q - 1999	(6.39%)	(10.61%)									
2Q - 1999	17.44%	6.16%									
3Q - 1999	2.35%	25.74%	8.01%								
4Q - 1999	18.61%	33.47%	17.42%								
1Q - 2000	29.89%	85.18%	28.66%								
2Q - 2000	0.27%	58.11%	29.55%								
3Q - 2000	6.09%	63.89%	43.55%	24.11%							
4Q - 2000	4.98%	45.05%	39.14%	25.99%							
1Q - 2001	5.13%	17.40%	47.45%	24.79%							
2Q - 2001	10.36%	29.22%	42.93%	29.44%							
3Q - 2001	(15.26%)	3.21%	30.06%	28.60%	18.52%						
4Q - 2001	12.97%	11.07%	26.93%	29.07%	22.08%						
1Q - 2002	6.31%	12.31%	14.83%	34.66%	21.55%						
2Q - 2002	0.76%	2.54%	15.11%	27.96%	22.12%						
3Q - 2002	(14.56%)	3.39%	3.30%	20.48%	21.78%	15.33%					
4Q - 2002	9.80%	0.49%	5.65%	17.42%	21.24%	17.42%					
1Q - 2003	(8.49%)	(13.50%)	(1.43%)	4.48%	20.55%	13.55%					
2Q - 2003	19.68%	2.74%	2.64%	10.83%	21.13%	17.97%					
3Q - 2003	4.08%	25.16%	13.76%	10.13%	21.63%	22.44%	16.91%				
4Q - 2003	10.97%	26.49%	12.74%	12.18%	19.63%	22.27%	18.89%				
1Q - 2004	4.56%	44.53%	11.81%	11.98%	13.31%	25.01%	18.21%				
2Q - 2004	1.25%	22.27%	12.08%	8.81%	13.59%	21.35%	18.68%				
3Q - 2004	0.56%	18.14%	21.60%	15.20%	12.08%	20.93%	21.72%	17.08%			
4Q - 2004	3.47%	10.15%	18.04%	11.87%	11.67%	17.67%	20.16%	17.60%			
1Q - 2005	1.83%	7.28%	24.52%	10.28%	10.79%	12.08%	21.86%	16.58%			
2Q - 2005	3.97%	10.16%	16.06%	11.44%	9.15%	12.89%	19.41%	17.42%			
3Q - 2005	3.93%	13.85%	15.98%	18.96%	14.86%	12.43%	19.72%	20.56%	16.68%		
4Q - 2005	1.37%	11.54%	10.85%	15.83%	11.79%	11.65%	16.62%	18.89%	16.82%		
1Q - 2006	4.11%	14.04%	10.61%	20.92%	11.21%	11.43%	12.40%	20.71%	16.26%		
2Q - 2006	0.02%	9.71%	9.93%	13.90%	11.00%	9.26%	12.36%	17.97%	16.43%		
3Q - 2006	5.01%	10.85%	12.34%	14.24%	16.88%	14.05%	12.16%	18.41%	19.30%	16.01%	
4Q - 2006	5.65%	15.52%	13.52%	12.38%	15.76%	12.53%	12.28%	16.47%	18.47%	16.68%	
1Q - 2007	(0.77%)	10.11%	12.06%	10.44%	18.12%	10.99%	11.21%	12.07%	19.33%	15.56%	
2Q - 2007	5.33%	15.96%	12.79%	11.90%	14.41%	11.98%	10.35%	12.86%	17.72%	16.38%	
3Q - 2007	(4.53%)	5.42%	8.10%	9.98%	11.97%	14.49%	12.56%	11.18%	16.70%	17.67%	14.91%

Past performance is not indicative of future results. The Independent Verifier's Report and the Annual Disclosure Presentation are an integral part of this presentation.

**CENTURY MANAGEMENT**  
**CM VALUE I COMPOSITE**  
**QUARTERLY PERFORMANCE PRESENTATION**

*Asset-Weighted Returns NET of Management Fees (annualized for periods greater than one year)*

*Results have been calculated in U.S. Dollars*

	<u>Quarter</u>	<u>1</u> <u>Year</u>	<u>2</u> <u>Years</u>	<u>3</u> <u>Years</u>	<u>4</u> <u>Years</u>	<u>5</u> <u>Years</u>	<u>6</u> <u>Years</u>	<u>7</u> <u>Years</u>	<u>8</u> <u>Years</u>	<u>9</u> <u>Years</u>	<u>10</u> <u>Years</u>
4Q - 1997	0.08%										
1Q - 1998	7.87%										
2Q - 1998	(1.38%)										
3Q - 1998	(13.83%)	(8.26%)									
4Q - 1998	11.45%	2.17%									
1Q - 1999	(6.62%)	(11.56%)									
2Q - 1999	17.13%	5.04%									
3Q - 1999	2.10%	24.46%	6.86%								
4Q - 1999	18.33%	32.14%	16.19%								
1Q - 2000	29.58%	83.37%	27.35%								
2Q - 2000	0.02%	56.58%	28.25%								
3Q - 2000	5.83%	62.30%	42.13%	22.83%							
4Q - 2000	4.71%	43.62%	37.76%	24.70%							
1Q - 2001	4.88%	16.25%	46.00%	23.53%							
2Q - 2001	10.09%	27.95%	41.54%	28.15%							
3Q - 2001	(15.47%)	2.20%	28.79%	27.33%	17.31%						
4Q - 2001	12.70%	10.00%	25.69%	27.80%	20.85%						
1Q - 2002	6.09%	11.26%	13.73%	33.36%	20.35%						
2Q - 2002	0.54%	1.61%	14.02%	26.74%	20.93%						
3Q - 2002	(14.76%)	2.47%	2.33%	19.34%	20.60%	14.18%					
4Q - 2002	9.51%	(0.43%)	4.65%	16.30%	20.07%	16.25%					
1Q - 2003	(8.70%)	(14.31%)	(2.36%)	3.49%	19.40%	12.44%					
2Q - 2003	19.38%	1.74%	1.68%	9.77%	19.97%	16.82%					
3Q - 2003	3.83%	23.93%	12.69%	9.08%	20.47%	21.26%	15.75%				
4Q - 2003	10.71%	25.29%	11.69%	11.12%	18.48%	21.10%	17.71%				
1Q - 2004	4.30%	43.13%	10.74%	10.92%	12.23%	23.81%	17.06%				
2Q - 2004	0.99%	21.08%	10.99%	7.77%	12.50%	20.19%	17.52%				
3Q - 2004	0.32%	16.99%	20.41%	14.10%	11.00%	19.77%	20.54%	15.93%			
4Q - 2004	3.21%	9.07%	16.89%	10.81%	10.60%	16.54%	19.00%	16.44%			
1Q - 2005	1.59%	6.23%	23.31%	9.22%	9.73%	11.00%	20.69%	15.44%			
2Q - 2005	3.72%	9.10%	14.93%	10.36%	8.10%	11.81%	18.26%	16.28%			
3Q - 2005	3.68%	12.75%	14.85%	17.80%	13.76%	11.35%	18.57%	19.39%	15.52%		
4Q - 2005	1.12%	10.46%	9.76%	14.71%	10.72%	10.58%	15.50%	17.74%	15.67%		
1Q - 2006	3.85%	12.93%	9.53%	19.74%	10.13%	10.36%	11.32%	19.55%	15.13%		
2Q - 2006	(0.25%)	8.61%	8.85%	12.78%	9.92%	8.20%	11.27%	16.83%	15.29%		
3Q - 2006	4.73%	9.71%	11.22%	13.11%	15.72%	12.94%	11.07%	17.26%	18.14%	14.86%	
4Q - 2006	5.37%	14.31%	12.38%	11.26%	14.61%	11.43%	11.19%	15.33%	17.31%	15.52%	
1Q - 2007	(1.02%)	8.96%	10.92%	9.34%	16.95%	9.90%	10.12%	10.98%	18.17%	14.42%	
2Q - 2007	5.06%	14.76%	11.64%	10.79%	13.27%	10.87%	9.27%	11.76%	16.57%	15.23%	
3Q - 2007	(4.81%)	4.30%	6.97%	8.86%	10.84%	13.34%	11.45%	10.08%	15.56%	16.51%	13.76%

Past performance is not indicative of future results. The Independent Verifier's Report and the Annual Disclosure Presentation are an integral part of this presentation.

## CM VALUE I COMPOSITE

### Annual Disclosure Presentation

Year	End of Period Assets	Percent of Firm's Total Assets	Number of Accounts	CM Value I Composite Returns		Composite Dispersion	S&P 500 ADJ Index	Russell 2000 ADJ Index
				Gross	Net			
1975	\$186,356	52%	7	5.91 %	3.25 %	11.63 %	37.30 %	– %
1976	475,584	66%	9	42.62	40.24	21.96	23.96	–
1977	547,354	69%	9	22.17	20.22	3.70	(7.43)	–
1978	620,270	65%	10	16.99	14.65	3.34	6.47	–
1979	1,226,398	67%	11	30.89	28.81	15.95	18.47	43.07
1980	2,010,252	71%	16	26.02	24.12	13.00	32.40	38.60
1981	3,776,149	74%	24	16.18	14.63	15.06	(5.01)	2.03
1982	5,388,218	75%	31	20.85	19.33	10.17	21.57	24.95
1983	8,450,244	79%	42	29.45	27.71	12.60	22.59	29.13
1984	10,723,599	79%	53	8.17	6.60	6.92	6.39	(7.30)
1985	14,376,166	69%	67	25.20	23.52	8.44	31.95	31.05
1986	20,317,640	63%	79	30.34	28.65	12.89	19.08	5.68
1987	23,691,457	61%	88	9.08	7.75	7.79	5.22	(8.80)
1988	29,228,501	54%	93	18.44	17.06	6.11	16.57	25.02
1989	33,791,714	51%	102	14.43	13.06	8.47	31.65	16.26
1990	25,539,922	50%	96	(8.03)	(9.17)	5.02	(3.14)	(19.48)
1991	25,089,603	54%	88	15.27	13.94	3.90	30.45	46.04
1992	23,010,365	52%	82	8.41	7.11	3.53	7.62	18.41
1993	24,016,087	50%	83	11.82	10.48	3.29	10.09	18.88
1994	25,933,654	55%	96	3.89	2.82	4.14	1.27	(1.82)
1995	30,192,105	64%	98	15.38	14.16	5.31	37.53	28.45
1996	39,409,203	66%	143	24.18	22.86	13.63	22.99	16.49
1997	52,926,015	68%	241	19.28	17.97	6.61	33.34	22.36
1998	68,990,553	70%	283	3.31	2.17	6.09	28.57	(2.55)
1999	82,723,028	70%	232	33.47	32.14	12.90	21.03	21.26
2000	135,447,686	65%	278	45.05	43.62	10.62	(9.15)	(3.02)
2001	252,340,729	55%	358	11.07	10.00	2.87	(11.92)	2.49
2002	395,530,804	52%	577	0.49	(0.43)	3.02	(22.14)	(20.48)
2003	732,252,292	51%	781	26.49	25.29	4.67	28.62	47.25
2004	1,173,197,360	57%	1133	10.15	9.07	2.75	10.92	18.33
2005	2,101,742,206	73%	1787	11.54	10.46	2.52	4.88	4.55
2006	3,402,671,155	85%	2594	15.52	14.31	2.39	15.80	18.37
2007 YTD	3,534,338,095	87%	2708	(0.22)	(1.02)	N/A	9.15	3.16
<b>32.75 years Annualized Returns</b>				<b>16.62 %</b>	<b>15.15 %</b>		<b>13.53 %</b>	<b>13.08 %</b>

Please see the composite disclosures on the next page

CM VALUE I Composite primarily invests in stocks, bonds, and cash. The focus of this composite is to find undervalued securities that over time will produce above average returns with a lower degree of risk than that of the general market. Portfolios in this composite are not constrained by market capitalization (size). Therefore, a significant portion of portfolio assets may be invested in micro cap, small cap, medium cap, large cap, or mega cap companies with one market capitalization being more heavily weighted over the other at any given time. In addition, there are times where portfolios in this composite will be invested in bonds and cash. Historically, cash and cash equivalent positions have ranged from 2% to 60% of the composite for extended periods of time. However, the long term average has been approximately 21%. The CM Value I Composite was created September 16, 1974. Prior to 2004 the composite was named the CM Standard Value Composite.

Benchmarks are used for information purposes only, the composite portfolios are not managed to reflect the benchmark. S&P 500 ADJ Index is widely regarded as the best single gauge of the U.S. equities market as it includes a representative sample of 500 leading companies in leading industries of the U.S. economy. Russell 2000 ADJ Index Measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 10% of the total market capitalization of the Russell 3000 Index.

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

Century Management is an independent registered investment adviser. The firm maintains a complete list and description of composites, which is available upon request.

The annual composite dispersion presented is an equal-weighted standard deviation calculated for the accounts in the composite the entire year.

The U.S. Dollar is the currency used to express performance. Returns are presented gross and net of management fees and include the reinvestment of all income. Gross of fees performance returns are presented before management and custodial fees but net of all trading expenses. Net of fees performance returns are calculated using the actual management fees applied quarterly. Net returns are reduced by all fees and transaction costs incurred. Additional information regarding the policies for calculating and reporting returns is available upon request.

The investment management fee schedule for the composite is 1.25% on the first \$2 million, 1.10% on the next \$1 million, 1.00% on the next \$7 million, 0.95% on the next \$10 million, 0.90% on the next \$15 million, and 0.85% on the remainder. A performance fee option is also available to perspective clients starting an account with at least \$5 million. Actual investment advisory fees incurred by clients may vary.

Past performance is not indicative of future results.