



Alpha Seasonal Strategies

Large-Cap Power Index

The Large-Cap Power Index is constructed by holding the Dow Industrials from November 1 through May 31; then holding the Barclays Capital Intermediate Treasury Index.



**Seasonal Patterns
Dow Industrials
1988 - 2009**

YEAR	DOW INDUSTRIALS		DOW INDUSTRIALS	
	% CHANGE JUN 1 - OCT 31	INVESTING \$ 1,000	% CHANGE NOV 1 - MAY 31	INVESTING \$ 1,000
1988	7.2%	\$ 1,072	18.4%	\$ 1,184
1989	7.9%	\$ 1,157	11.5%	\$ 1,320
1990	-14.2%	\$ 993	27.4%	\$ 1,682
1991	2.4%	\$ 1,017	12.9%	\$ 1,899
1992	-4.0%	\$ 976	11.2%	\$ 2,112
1993	5.6%	\$ 1,031	4.0%	\$ 2,196
1994	5.0%	\$ 1,083	16.4%	\$ 2,556
1995	7.4%	\$ 1,163	20.5%	\$ 3,080
1996	7.7%	\$ 1,253	23.1%	\$ 3,791
1997	2.1%	\$ 1,279	20.9%	\$ 4,583
1998	-2.8%	\$ 1,243	24.3%	\$ 5,697
1999	2.2%	\$ 1,270	-1.1%	\$ 5,634
2000	4.9%	\$ 1,332	0.4%	\$ 5,657
2001	-16.3%	\$ 1,115	10.7%	\$ 6,262
2002	-14.7%	\$ 951	7.0%	\$ 6,700
2003	11.7%	\$ 1,062	5.3%	\$ 7,055
2004	-0.8%	\$ 1,054	5.8%	\$ 7,464
2005	0.6%	\$ 1,060	8.6%	\$ 8,106
2006	9.1%	\$ 1,156	14.5%	\$ 9,281
2007	3.0%	\$ 1,191	-7.8%	\$ 8,557
2008	-25.4%	\$ 888	-6.8%	\$ 7,975
2009	15.5%	\$ 1,026	TBA	TBA
Losing Periods	7		3	
Winning Periods	15		18	
22 Yr Gain / (Loss)		\$ 26.00		\$ 6,975.00
Compound Annual Return		0.0%		10.5%

Note: Dividends included. Data Source: Callan Associates Database.



**Dow Industrials
Calendar Year Returns
1989 - 2009**

YEAR	DOW INDUSTRIALS	INVESTING \$ 1,000	ALPHA LARGE-CAP POWER INDEX	INVESTING \$ 1,000
1989	31.6%	\$ 1,316	29.2%	\$ 1,292
1990	0.6%	\$ 1,324	21.2%	\$ 1,566
1991	24.7%	\$ 1,651	29.1%	\$ 2,022
1992	7.3%	\$ 1,772	17.1%	\$ 2,368
1993	17.0%	\$ 2,073	15.1%	\$ 2,726
1994	5.0%	\$ 2,177	0.8%	\$ 2,748
1995	37.0%	\$ 2,982	31.7%	\$ 3,619
1996	28.7%	\$ 3,838	24.8%	\$ 4,517
1997	24.9%	\$ 4,794	28.0%	\$ 5,782
1998	18.1%	\$ 5,662	28.6%	\$ 7,436
1999	27.2%	\$ 7,202	26.2%	\$ 9,384
2000	-4.8%	\$ 6,856	-5.1%	\$ 8,905
2001	-5.4%	\$ 6,486	20.7%	\$ 10,748
2002	-15.0%	\$ 5,513	5.7%	\$ 11,361
2003	28.3%	\$ 7,073	13.5%	\$ 12,895
2004	5.3%	\$ 7,448	9.3%	\$ 14,094
2005	1.7%	\$ 7,575	0.4%	\$ 14,150
2006	19.1%	\$ 9,022	13.1%	\$ 16,004
2007	8.9%	\$ 9,825	10.3%	\$ 17,652
2008	-31.9%	\$ 6,691	-5.6%	\$ 16,663
2009	22.7%	\$ 8,210	7.8%	\$ 17,963

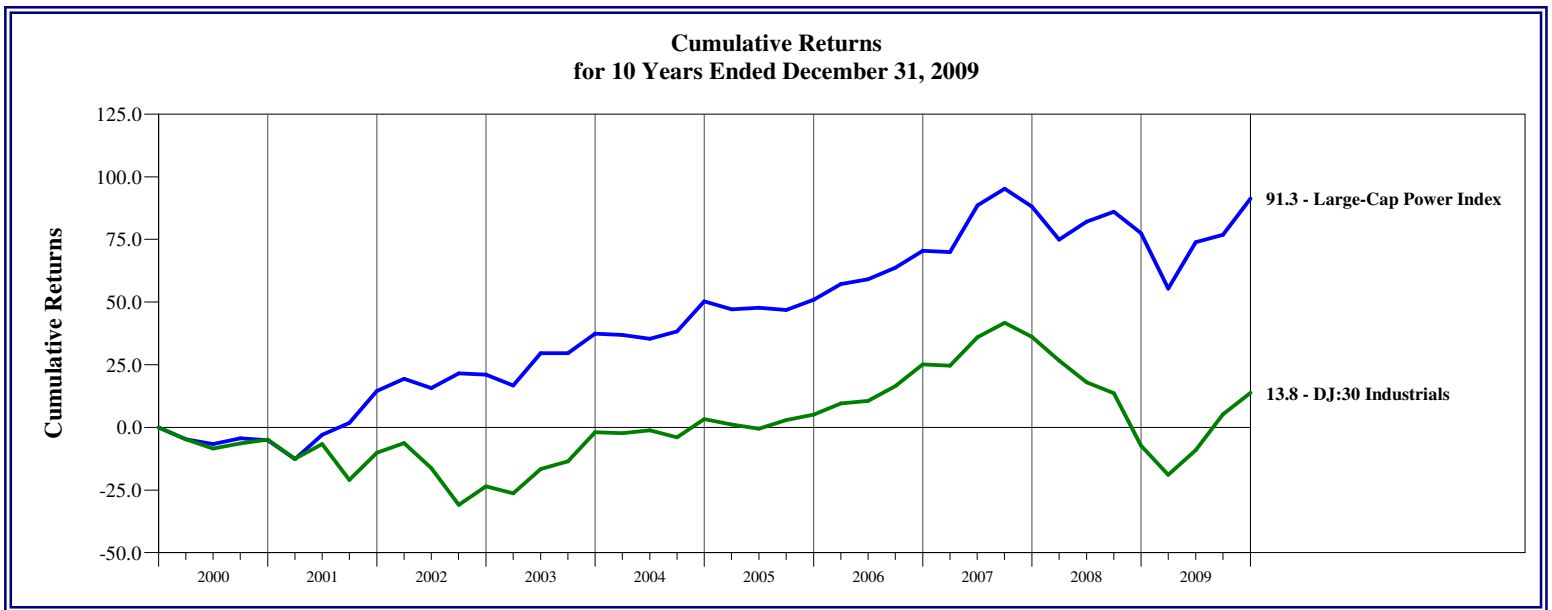
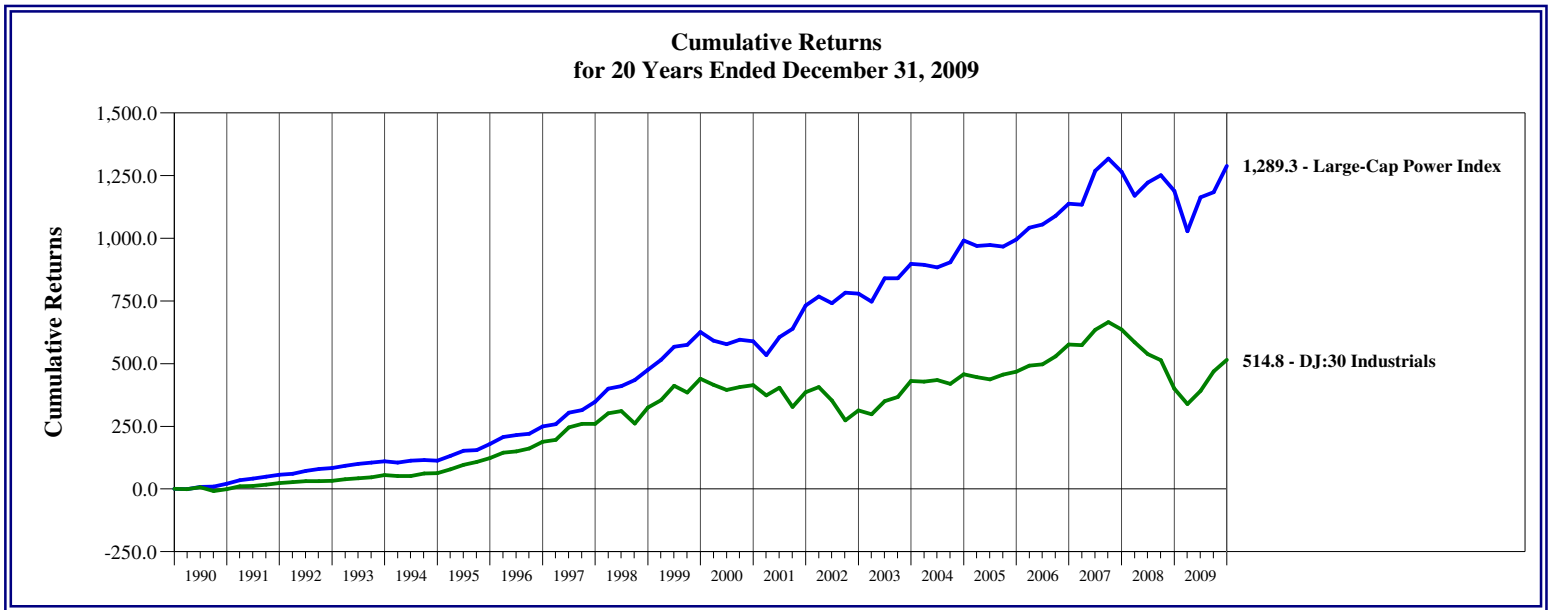
Compound Annual Return

21 Yrs	10.5%	14.7%
10 Yrs	1.3%	6.7%
5 Yrs	2.0%	5.0%

Note: All data with dividends. The Large-Cap Power Index is constructed by holding the Dow from November 1 through May 31, then holding the Barclays Capital Intermediate Treasury Index from June 1 through October 31. Data Source: Callan Associates Database.



Large-Cap Power Index



Disclosure: The Large-Cap Power Index is constructed by holding the Dow Industrials from November 1 to May 31; then holding the Barclays Capital Intermediate Government Index.

Disclosure to Power Index Data and Illustrations

Alpha Power Indexes are not investable. Indexes are mathematical formulations, not investment vehicles. Index funds, EFTs and other investment instruments may attempt to replicate their benchmark indexes but will always deviate from the exact returns of the index by the effects of fees, trading expenses, rebalancing errors, and other factors.

Alpha Power Indexes were created in 2009 using an explicit and objective policy to combine an equity index with a fixed-income index over pre-determined and rigorously applied time periods. No representation is made that accounts managed by Alpha, which seek to replicate the indexes, will provide identical performance.

In as much as the Alpha Power Indexes were created in 2009, all previous data must be considered hypothetical when assessing the indexes as models for managed accounts. Backtested or hypothetical data must be approached with caution because it is constructed with hindsight and may not reflect material conditions that could affect a manager's decision process, thus altering the application of the discipline.

Past performance does not guarantee future performance. While Alpha believes that the factors which have historically "skewed" market returns into the "power zone" (consisting of the time period from late October to late May) will continue to affect the market statistically over time, there can be no guarantee that this effect will persist or that it will have the same intensity as past time periods.

Alpha provides a "net-of-fees and expenses" illustration of the simulated managed accounts for each Power Index under the documentation "Alpha Power Index Portfolios." These illustrations are "model" performance illustrations and do not reflect actual client accounts.

The data used to construct the Power Indexes were obtained from a database provided by Callan Associates, one of the oldest and largest institutional investment consultants in the U.S. While Alpha believes that the data is accurate, we cannot guarantee it to be so.

The Power Indexes for the Russell 2000 and the S&P MidCap 400 begin at the inception of those indexes.

