SMALL CAP QUALITY SELECT PORTFOLIO

Third Quarter 2011

KAYNE ANDERSON RUDNICK

INVESTMENT MANAGEMENT

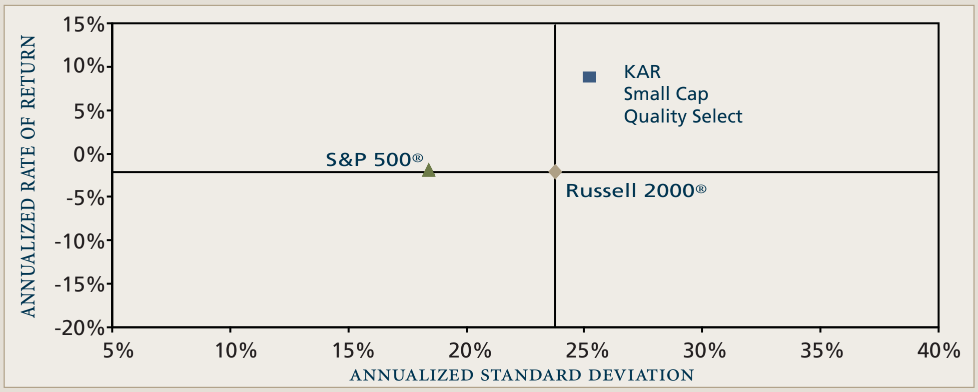
A VIRTUS INVESTMENT PARTNER

PORTFOLIO STRATEGY

Our goal is to provide exceptional investment results by owning a focused portfolio of businesses with enduring competitive protections that enable them to earn high returns on capital. We focus our efforts in the market for smaller companies where we believe these opportunities can more easily be found at attractive prices due to less investor participation and Wall Street focus. We employ thorough fundamental research in an attempt to understand the advantages and risks of a business so that we can more accurately assess its value. We do not attempt to forecast the market, but instead try to understand individual companies and their worth so that we are in a position to recognize attractive prices when they arise. We do not use leverage.

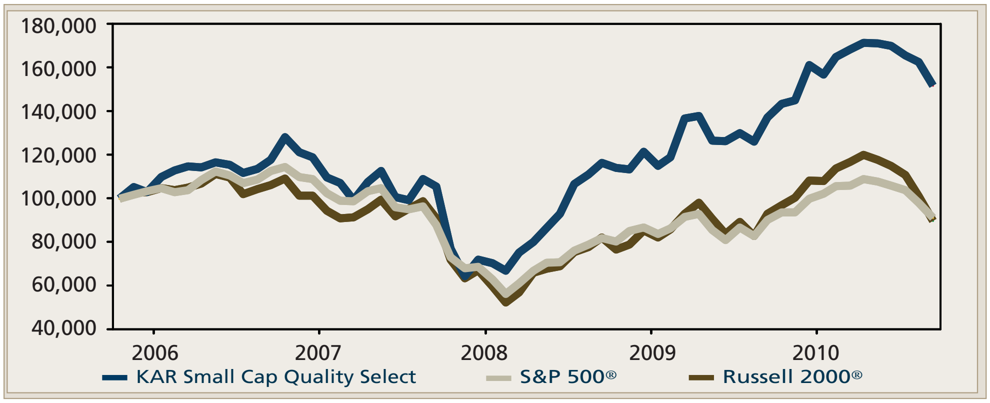
RISK-RETURN ANALYSIS

Inception to September 30, 2011*



GROWTH OF $100,000

Inception to September 30, 2011*



HISTORICAL RETURNS

	KAR Small Cap Quality Select (gross)	KAR Small Cap Quality Select (net)†	Russell 2000®
ANNUALIZED RETURNS (%)* *as of September 30, 2011*			
3rd Quarter	-10.77	-11.05	-21.87
One Year	10.58	9.21	-3.53
Three Years	12.87	11.39	-0.37
Inception‡	8.85	7.56	-2.15
ANNUAL RETURNS (%)			
2010	32.68	30.58	26.85
2009	68.54	66.67	27.17
2008	-39.41	-40.05	-33.79
2007	15.46	14.18	-1.57

*All periods less than one year are total returns and are not annualized.
†Net of all fees and expenses. Assumes a 1.25% annual fee.
‡November 1, 2006

PORTFOLIO HIGHLIGHTS

Style: Small Cap

Index: Russell 2000®

Portfolio Inception: 2006

Number of Holdings: 6-12

INVESTMENT MANAGEMENT TEAM

NAMES	YEARS *of research experience*
Robert Schwarzkopf, CFA *Chief Investment Officer*	30
Doug Foreman, CFA *Director of Equities*	25
Todd Beiley, CFA *Portfolio Manager + Senior Research Analyst*	12
Jon Christensen, CFA *Senior Research Analyst*	16
Julie Kutasov *Senior Research Analyst*	10
Craig Stone *Senior Research Analyst*	22
Craig Thrasher, CFA *Research Analyst*	6
Gregory Toppe, CFA *Research Analyst*	11

PERFORMANCE STATISTICS

Inception to September 30, 2011*

	KAR Small Cap Quality Select	Russell 2000®
CUMULATIVE RETURN	51.73	-10.15
ANNUALIZED STANDARD DEVIATION	25.26	23.75
ALPHA	11.59	0.00
BETA	0.89	1.00
UPSIDE CAPTURE	113.0	100.00
DOWNSIDE CAPTURE	88.9	100.00
R-SQUARED	69.80	100.00

*November 1, 2006

This material is deemed supplemental and complements the performance and disclosure at the end of this presentation. For further details on the composite, please see the disclosure statement at the end of this presentation. Past performance is no guarantee of future results. Data is obtained from FactSet Research systems and is assumed to be reliable.

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DISCLOSURE

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

Kayne Anderson Rudnick Investment Management, LLC, a wholly owned subsidiary of Virtus Investment Partners, Ltd., is a registered investment advisor under the Investment Advisers Act of 1940. Kayne Anderson Rudnick Investment Management, LLC manages a variety of equity and fixed-income strategies focusing exclusively on securities the firm defines as high quality.

The composite is defined as all fully discretionary, non-wrap fee Small Cap Quality Select portfolios (including cash) under management for at least one full quarter. The minimum account size for this composite is $250,000. For comparison purposes, the composite is measured against the Russell 2000® Index. The Russell 2000® Index is a market capitalization-weighted index of the 2,000 smallest companies in the Russell Universe, which comprises the 3,000 largest U.S. companies. The index is calculated on a total-return basis with dividends reinvested. The composite was created in November 2006. The firm maintains a complete list and description of composites, which is available upon request.

Accounts that experience a significant cash flow, defined as aggregate flows that exceed 25% of the beginning of period market value, are removed from the composite for the quarter the significant cash flow occurs. The account remains excluded until it has been invested without further significant cash flows for one full calendar quarter. Additional information regarding the firm's policies and procedures for calculating and reporting performance and for the treatment of significant cash flows is available upon request.

The performance information is supplied for reference. Past performance is no guarantee of future results. Results will vary among accounts. The U.S. dollar is the currency used to express performance. Returns are presented gross of management fees and withholding taxes, and net of transaction fees and include the reinvestment of all income.

The current management fee schedule is 1.25% for all asset amounts. Actual management fees charged may vary depending on applicable fee schedules and portfolio size, among other things. Additional information may be found in Part IIA of Form ADV, which is available on request. Gross returns will be reduced by investment management fees, performance fees and other expenses that may be incurred in the management of the account. Prior to April 1, 2010, Net returns have been calculated after deduction of actual investment management fees. After April 1, 2010, Net returns have been calculated after the deduction of an assumed maximum annual fee of 1.25%.

If applicable, the annual standard deviation presented is an asset-weighted calculation of performance dispersion for accounts in the composite for the entire year.

Year	Total Firm Assets ($ millions)	Total Composite Assets ($ millions)	Accounts at Year End†	Gross Annual Return (%)	Net Annual Return (%)	Russell 2000® Index Annual Return	Annual Standard Deviation
2006*	6,523	0.3	<5	3.03	2.87	2.97	N/A
2007	5,392	2	<5	15.46	14.18	(1.57)	N/A
2008	3,445	1	<5	(39.41)	(40.05)	(33.79)	N/A
2009	4,010	3	<5	68.54	66.67	27.17	N/A
2010	4,729	3	9	32.68	30.58	26.85	N/A

*Performance calculations are for the two months ended December 31, 2006. 4Q2006 fees approximated.
†Total Accounts at Year End was "Less than 5" due to the strategy's Fund structure during the time periods presented.