

Northstar Investment Advisors, LLC

**FARRELL-NORTHSTAR
RETIREMENT INCOME INDEX**

FNRI Index / S&P Certified

Objectives

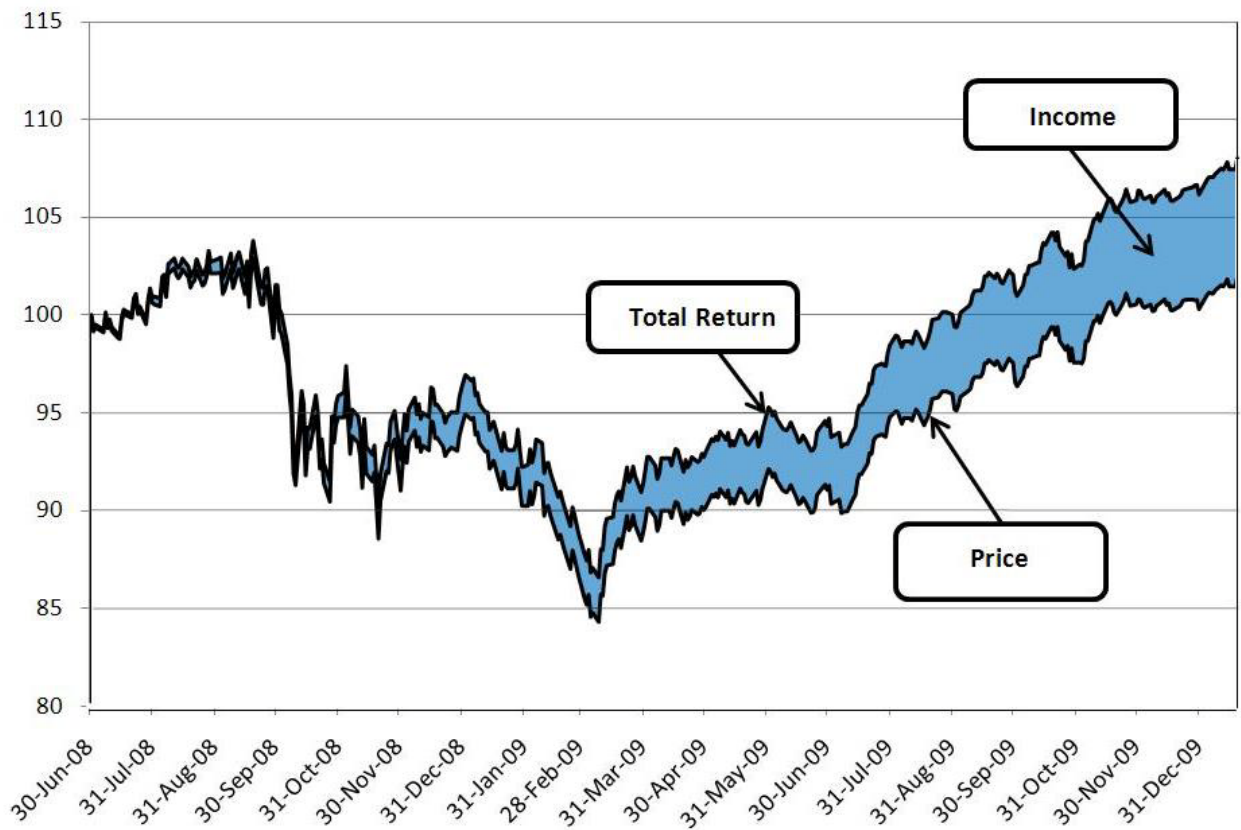
The FNRI Index is an investment benchmark designed to reflect the unique investment objectives of investors who must live off the returns on their investment capital.

The index is structured to achieve the following four investment objectives:

1. Current and Stable Income
2. Growing Income
3. Principal Protection
4. Capital Gains.

The index objectives are listed in order of priority and importance, and securities are selected for the index based on their likelihood of meeting those objectives. For instance, having a stream of stable income for the next year is more important to a retired investor than the potential for capital gains 20 years from now. But capital gains are a necessary component and must be incorporated into the index objectives.

Performance



The FNRI Index had a start date of June 30, 2008, which was just prior to the severe market declines resulting from the credit crisis. Thus, the FNRI Index has been stress tested in one of the most extreme market environments most retired investors will ever see.

The FNRI Index has been certified by Standard & Poor's, and we receive a daily price and total return value for the index.

The FNRI Index value started at 100 on June 30, 2008, and at the market low of March 9, 2009, the FNRI Index had a value of 86.6, or roughly a 13.4% decline. The modest decline demonstrates the index's ability to provide substantial principal stability in extreme markets.

Moreover, the FNRI Index delivered cash flow (bond interest and stock dividends) of over 4% per year, and approximately 85% of the equities in the index have either maintained or increased their dividends through that 18 month period.

Currently, the FNRI Index value is 106.25 as of January 25, 2010, which is a positive total return of more than 6% over the last 18 months. The price component of the FNRI Index is at 100.3, which indicates that approximately 6% of the total return over this period has been provided from the cash flow.

The cash flow nature of the FNRI Index is what makes it unique. It is designed to hold securities that can provide a steady and reliable source of income in the absence of capital gains. Thus, during periods of declining or stagnating markets, the index continues to provide cash to the retired investor for distributions, while still providing significant principal protection and the opportunity for long-term capital gains.

Composition

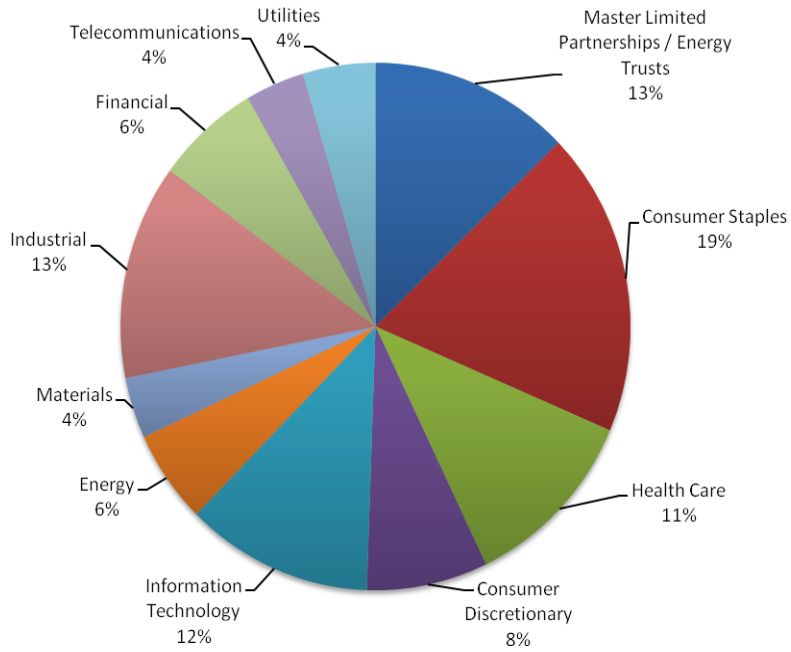
The index is comprised of approximately 55% fixed income securities and 45% equities.

Fixed Income. The fixed income securities are a combination of high-quality corporate debt, agency, and U.S. Treasury bonds. The fixed income holdings provide for guaranteed income even in the most difficult markets, and a healthy dose of principal stability to protect the investor's total portfolio value. The duration of the bond portfolio is approximately 5 to 6 years.

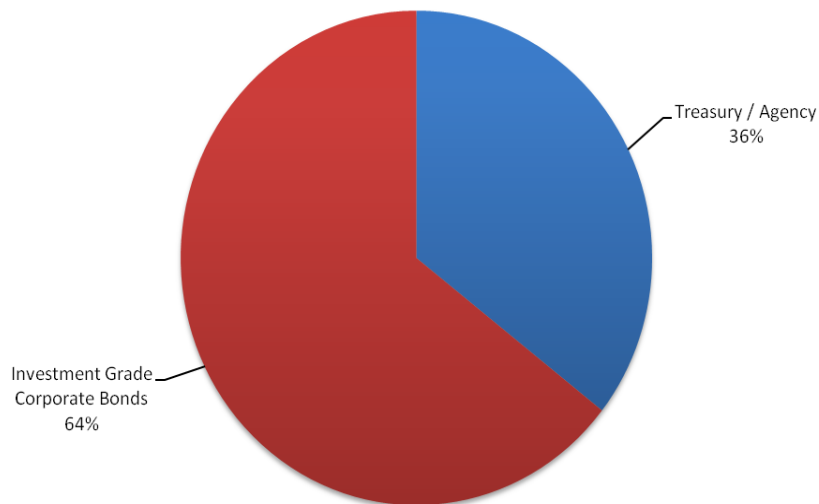
Equities. The equities consist of dividend paying stocks in the 10 major stock market sectors. The stocks are selected for their ability to not only pay a current and meaningful dividend, but for their ability to grow their dividend over the years. The financial strength of these firms provides both a reliable source of current income and a source of growing income to combat the effects of inflation.

These charts show the weightings of equities and fixed income within their respective asset classes. The figures are current as of 1/29/10. Weightings may change given varying sector performance, or at Northstar's discretion.

Equities: 45.4% of FNRI



Fixed Income: 54.5% of FNRI



Because equities represent less than half of the index value, during bear markets, the declining equity values have less of an effect on the investor's portfolio, thus preserving more of the investor's total capital. Yet, there is sufficient equity exposure such that in bull markets the capital gains on the equity side will add to the index's total return.

Because the focus of the index is to hold securities that can provide stable and growing income, the equity holdings are equally weighted. Thus, a dividend cut from one company does not have an outsized effect on the index's total income as it would in a market capitalization weighted index, where a cut or elimination from one large company can significantly reduce the index's total income capacity. An equally weighted portfolio is a more appropriate index for retired investors seeking income as an important component of their equity holdings.

If you are interested in receiving more detailed information about the Farrell-Northstar Retirement Income Index and its components, please contact us at (303) 832-2300 or email cfarrell@northstarinvest.com

Disclosures

The Farrell-Northstar Retirement Income Index is a list of fixed income and equity securities. The FNRI Index is for informational and educational purposes only. Investors cannot invest in an index and the FNRI Index does not represent an actual security or portfolio. Past performance is no guarantee of future returns. FNRI Index returns have been certified by Standard & Poor's. Consult your individual financial advisor prior to making any financial decisions. Investing involves multiple risks, including but not limited to the permanent loss of capital.