
Peer Group Selection Methodology:

Expense Group Comparison:

The Expense Group includes 16 open-end, Small Value (Morningstar Category) funds with portfolio assets between \$200 million and \$950 million. Only front-end load or retail no-load funds with 12b-1/non-12b-1 distribution and service fees were included.

Standard Exclusions:

- all-inclusive/unified fee structure
- funds with non-asset based advisory fees (e.g. performance based fees)
- fund of funds (affiliated, unaffiliated, and mixed)
- hub & spoke/master-feeder fee structure
- index fund (pure and enhanced)
- not-for-profit fund management companies (e.g. Vanguard)
- 529 plan funds

Performance Universe Comparison:

The Performance Universe includes all open-end funds within the Small Value Morningstar Category, without exclusions. However, within each portfolio we identify only one share class (among multi-class portfolios), a designated Primary Class (usually "A Class"), which is used for the comparisons in this report. The Primary Class selected for inclusion in the Performance Universe may or may not have a 12b-1/non-12b-1 distribution and service fee.

Fund Summary:

Subject Fund Name:	Small Cap Fund
Morningstar Category ¹ :	Small Value
Investment Objective ² :	Small Company Equity
Expense Cap:	1.70%
Portfolio Average Net Assets—Latest Fiscal Year (MM):	\$ 401.0
Fiscal Year-End:	October 31, 2005
Portfolio Total Assets (MM) as of December 31, 2005:	\$ 747.9
Class A Shares:	\$ 272.7
Class B Shares:	\$ 37.6
Class C Shares:	\$ 66.5
Class I Shares:	\$ 371.1

Footnotes:

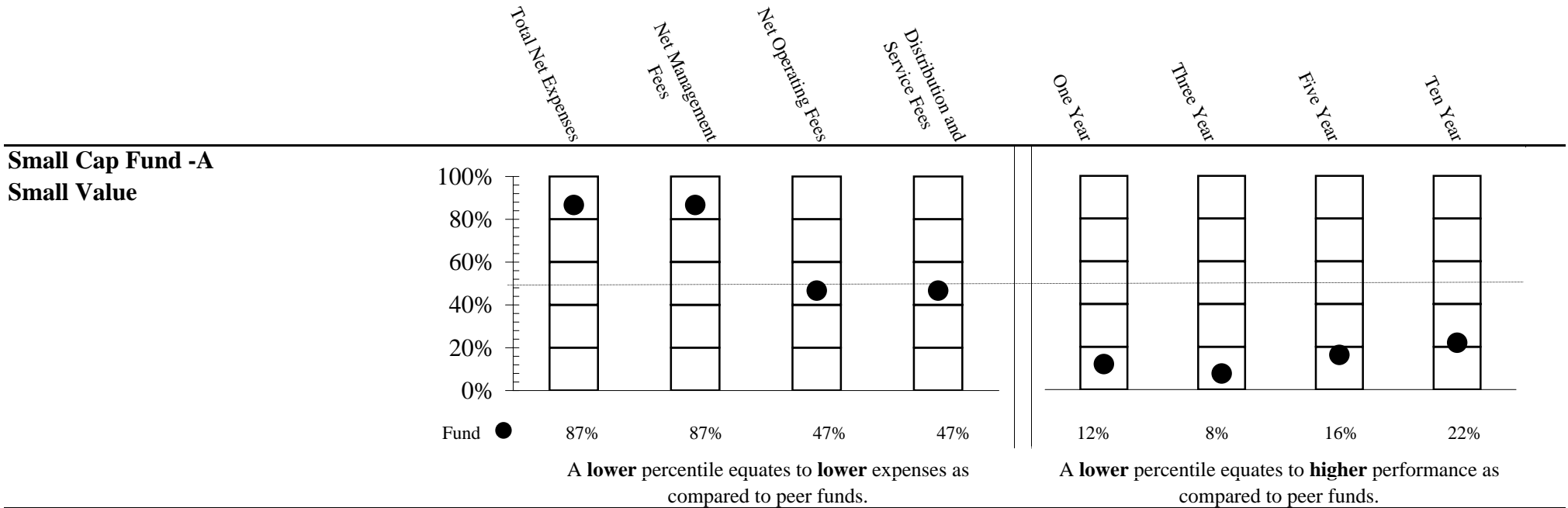
¹Morningstar Category is based on historic portfolio holdings, may not reflect current portfolio holdings.

²Investment Objective as stated in fund prospectus.

Executive Summary

Net Fees and Expenses vs. Expense Peer Group

Trailing Annualized Net Total Return vs. Performance Universe—ending 12/31/05

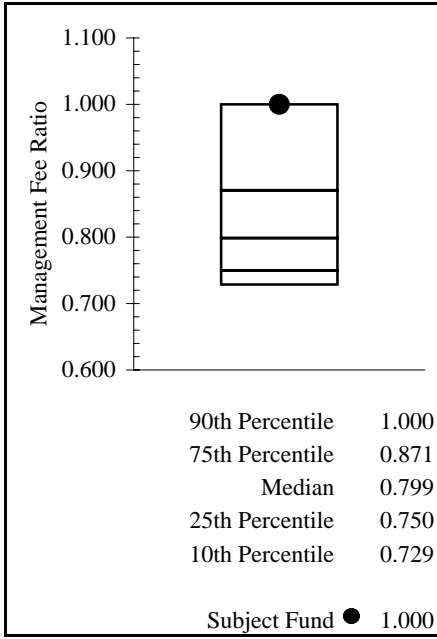


Observations

(observations to be added)

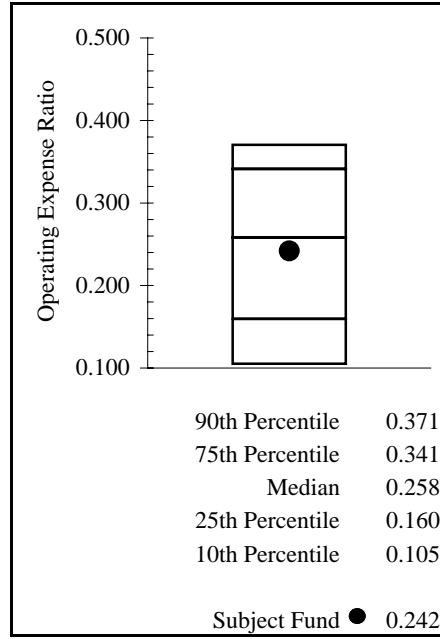
Expense Ratio Comparison:

Management Fees



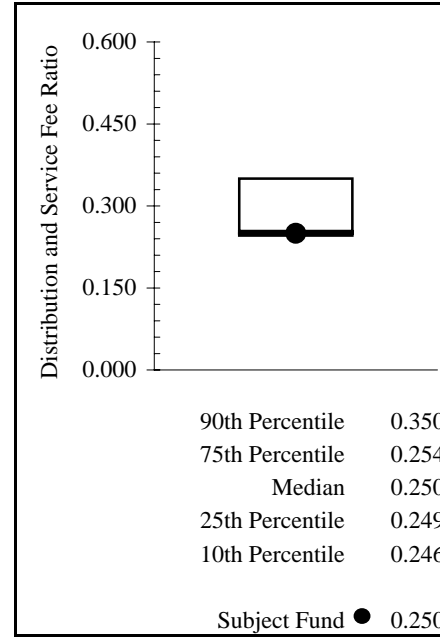
Robeco BostonPtnr Sm VI II-Inv	1.371
Gabelli Small Cap Growth -A	1.000
Small Cap Fund -A	1.000
JPMorgan Small Cap Value-A	0.902
Harris Insight Sml Cap Val-A	0.860
TA Idex Transam Sm Mid Val -A	0.837
Hotchkis & Wiley Sml Cap Val-A	0.821
Phoenix Small Cap Value -A	0.812
Columbia Small Cap Value I -A	0.785
Putnam Small Cap Value -A	0.757
AXA ENT Small Co Value -A	0.750
SB Small Cap Value-A	0.750
Scudder Small Co Value -A	0.749
Scudder Dreman Sml Cap Val -A	0.730
Franklin Small Cap Value -A	0.727
Van Kampen Small Cap Value -A	0.716

Operating Expenses



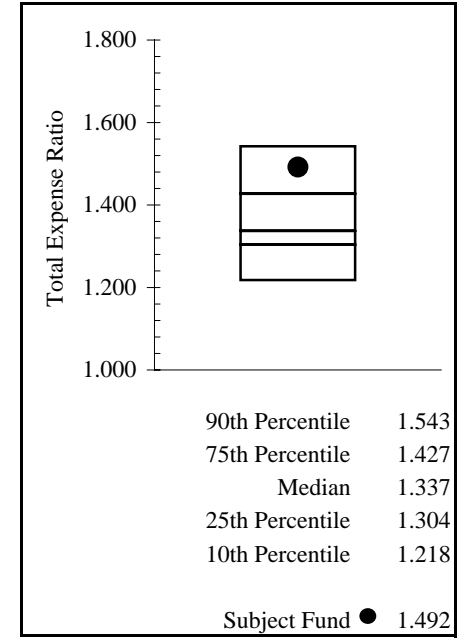
Van Kampen Small Cap Value -A	0.487
AXA ENT Small Co Value -A	0.393
Scudder Dreman Sml Cap Val -A	0.348
Putnam Small Cap Value -A	0.348
Phoenix Small Cap Value -A	0.339
Scudder Small Co Value -A	0.296
Columbia Small Cap Value I -A	0.287
Franklin Small Cap Value -A	0.274
Small Cap Fund -A	0.242
Hotchkis & Wiley Sml Cap Val-A	0.237
Gabelli Small Cap Growth -A	0.168
SB Small Cap Value-A	0.167
TA Idex Transam Sm Mid Val -A	0.137
Robeco BostonPtnr Sm VI II-Inv	0.108
JPMorgan Small Cap Value-A	0.102
Harris Insight Sml Cap Val-A	0.074

Distribution and Service Fees



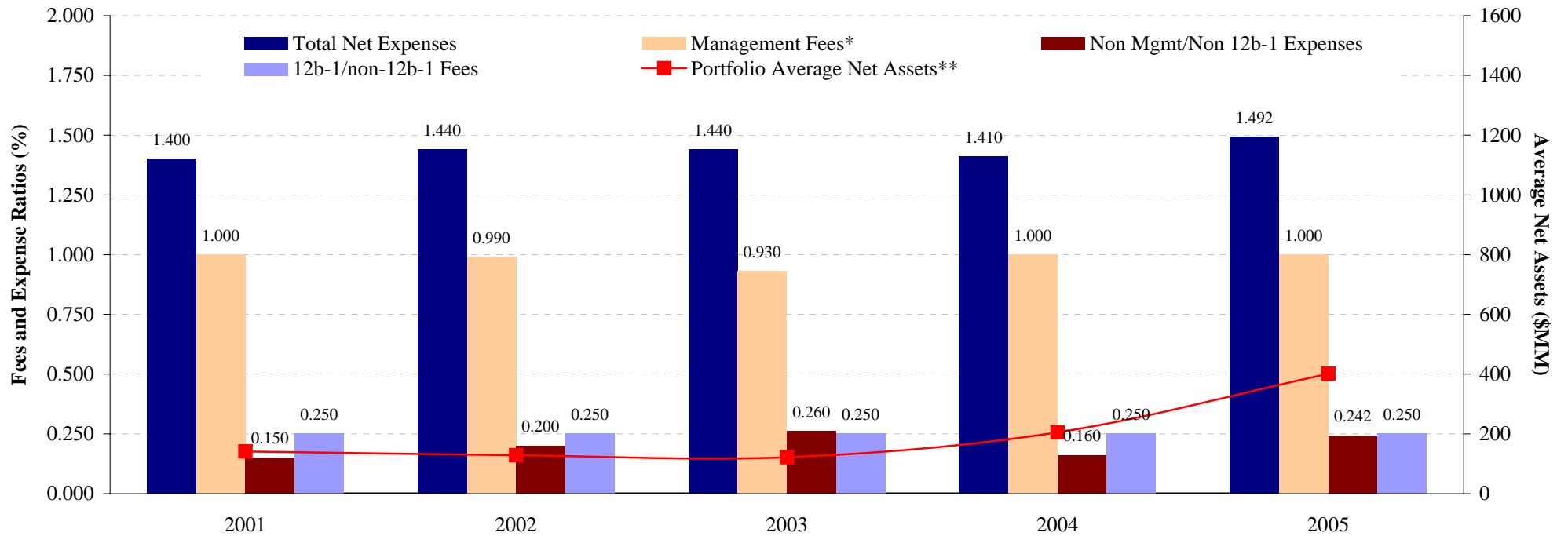
AXA ENT Small Co Value -A	0.450
Franklin Small Cap Value -A	0.350
TA Idex Transam Sm Mid Val -A	0.350
Robeco BostonPtnr Sm VI II-Inv	0.262
Gabelli Small Cap Growth -A	0.251
JPMorgan Small Cap Value-A	0.251
SB Small Cap Value-A	0.251
Phoenix Small Cap Value -A	0.250
Small Cap Fund -A	0.250
Columbia Small Cap Value I -A	0.249
Hotchkis & Wiley Sml Cap Val-A	0.249
Scudder Small Co Value -A	0.249
Van Kampen Small Cap Value -A	0.248
Harris Insight Sml Cap Val-A	0.246
Putnam Small Cap Value -A	0.245
Scudder Dreman Sml Cap Val -A	0.232

Total Expenses



Robeco BostonPtnr Sm VI II-Inv	1.741
AXA ENT Small Co Value -A	1.593
Small Cap Fund -A	1.492
Van Kampen Small Cap Value -A	1.451
Gabelli Small Cap Growth -A	1.419
Phoenix Small Cap Value -A	1.400
Franklin Small Cap Value -A	1.351
Putnam Small Cap Value -A	1.350
TA Idex Transam Sm Mid Val -A	1.324
Columbia Small Cap Value I -A	1.321
Scudder Dreman Sml Cap Val -A	1.310
Hotchkis & Wiley Sml Cap Val-A	1.307
Scudder Small Co Value -A	1.294
JPMorgan Small Cap Value-A	1.256
Harris Insight Sml Cap Val-A	1.179
SB Small Cap Value-A	1.168

Historical Total Expense Ratio Comparison: Small Cap Fund -A



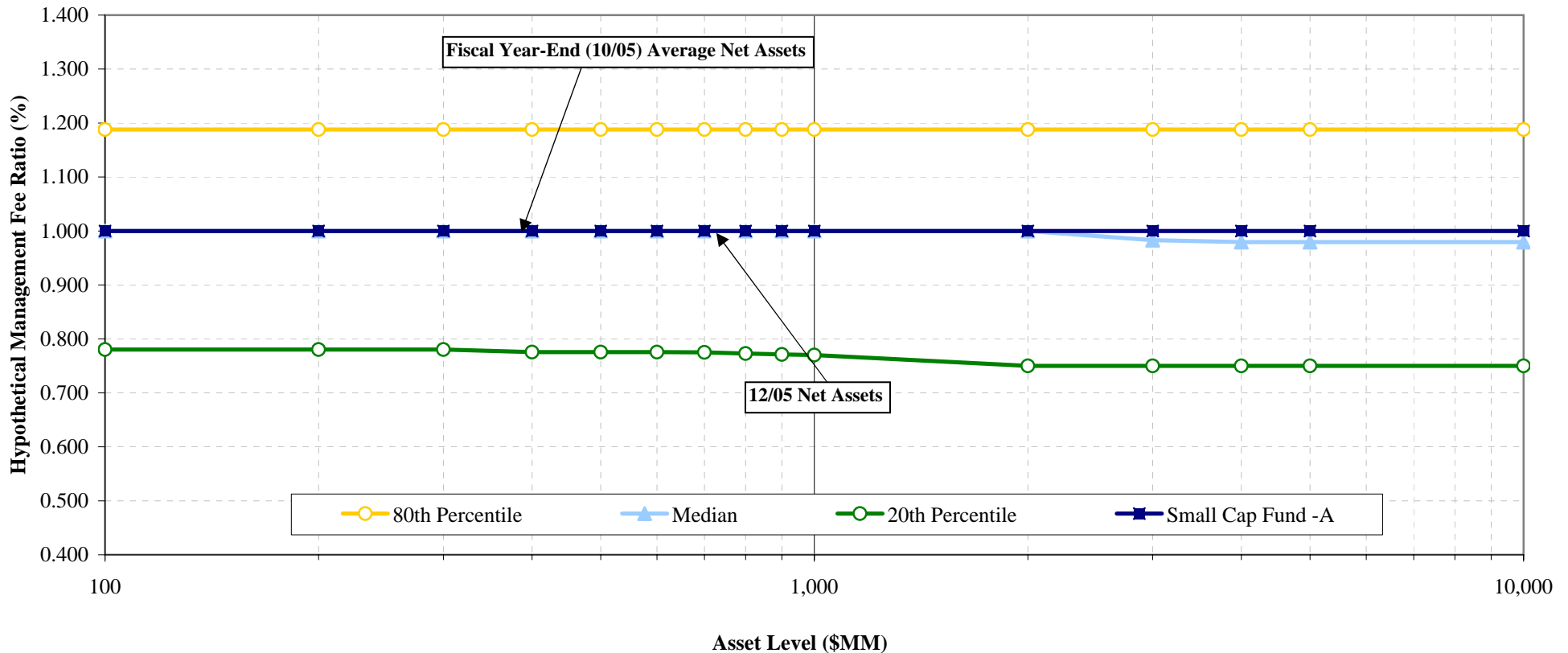
Footnotes:

*Management Fee Ratio combines Advisor Fee Ratio and Administrator Fee Ratio.

**Portfolio Average Net Assets includes all classes of shares of the portfolio.

All Similarly Invested Funds within Same Morningstar Category¹: Hypothetical Contractual Management² Fee Ratios at Rising Asset Levels

Explanation: In order to provide a broader perspective beyond the Expense Group, the chart below includes each portfolio within the Subject Fund's Morningstar Category¹. The purpose of the chart is two-fold: (1) to assist readers in determining whether the Subject Fund's current contractual management fee schedule is effectively utilizing breakpoints. A descending line equates to a lower contractual management fees due to the usage of breakpoints, and (2) to provide a perspective of contractual management fee ratios within the entire investment category. The Hypothetical Management Fee Ratio (y-axis) at rising Asset Levels (x-axis) are calculated using current contractual advisory schedules of each fund in the Subject Fund's Morningstar Category¹.



Footnotes:

¹Includes all active portfolios within the Morningstar Category (except for exclusions listed on page 3) as assigned by Morningstar Inc.

²Combines Contractual Advisory Fee Schedule and Contractual Administrator Fee Schedule. If a contractual administrator fee schedule is not disclosed, then the actual administrator fee as reported in the most recent annual report is substituted into the calculation.

Contractual Advisory Fee Schedule Comparison: Expense Group

Explanation: The chart maps the current contractual advisory fee schedule of each fund within the Expense Group. The chart highlights breakpoint utilization of each fund in the Expense Group. The contractual advisory fee, in some cases includes the fund administrator fees, as some funds do not breakout a separate administrator fee. Consequently, while the table may be helpful in understanding that breakpoints exist, it should not be used to compare overall levels of management (Advisory and Administration) fees.

Fund Name	Portfolio Average Net Assets ¹	-----Contractual Fee (%) Up To Given Asset Level (\$MM)-----															FYE Gross Advisory Fee (%)	Hypothetical Advisory Fee ³ (%) at \$500MM ⁴	
		250	500	1,000	1,500	2,000	2,500	5,000	6,500	7,500	10,000	11,500	12,500	16,500	21,500	LAST ²			
AXA ENT Small Co Value -A	589																0.750	0.750	0.750
Columbia Small Cap Value I -A	663		0.800	0.750													0.700	0.787	0.800
Franklin Small Cap Value -A	465		0.750	0.625													0.500	0.727	0.750
Gabelli Small Cap Growth -A	614																1.000	1.000	1.000
Harris Insight Sml Cap Val-A	338																0.700	0.700	0.700
Hotchkis & Wiley Sml Cap Val-A	671																0.750	0.750	0.750
JPMorgan Small Cap Value-A	937				0.740	0.700											0.600	0.756	0.740
Phoenix Small Cap Value -A	255			0.900		0.850											0.800	0.901	0.900
Putnam Small Cap Value -A	926		0.800	0.700	0.650				0.600			0.575		0.555	0.540	0.530	0.754	0.800	
Robeco BostonPtr Sm VI II-Inv	474																1.250	1.250	1.250
SB Small Cap Value-A	714																0.750	0.750	0.750
Scudder Dreman Sml Cap Val -A	653	0.750		0.720				0.700	0.680		0.650	0.640		0.630			0.620	0.731	0.735
Scudder Small Co Value -A	341		0.750														0.700	0.750	0.750
Small Cap Fund -A	401																1.000	1.000	1.000
TA Idex Transam Sm Mid Val -A	327		0.800														0.750	0.822	0.800
Van Kampen Small Cap Value -A	368		0.670	0.645													0.620	0.716	0.670

Footnotes:

¹Portfolio Average Net Assets includes all classes of shares of the portfolio.

²Represents the final breakpoint in the contractual advisory fee schedule.

³Hypothetical Advisory Fee is calculated using each fund's current contractual advisory schedule.

⁴Assumes that each peer fund has same asset level as the Subject Fund's average net assets (Figure rounded to the Subject Fund's average net assets).

How to Read the Fee Schedule Comparison:

TA Idex Transam Sm Mid Val -A:

First \$500 million.....0.800%

Over \$500 million.....0.750%

Additional Components of the Contractual Advisory Fee, based on N-SAR Disclosure:

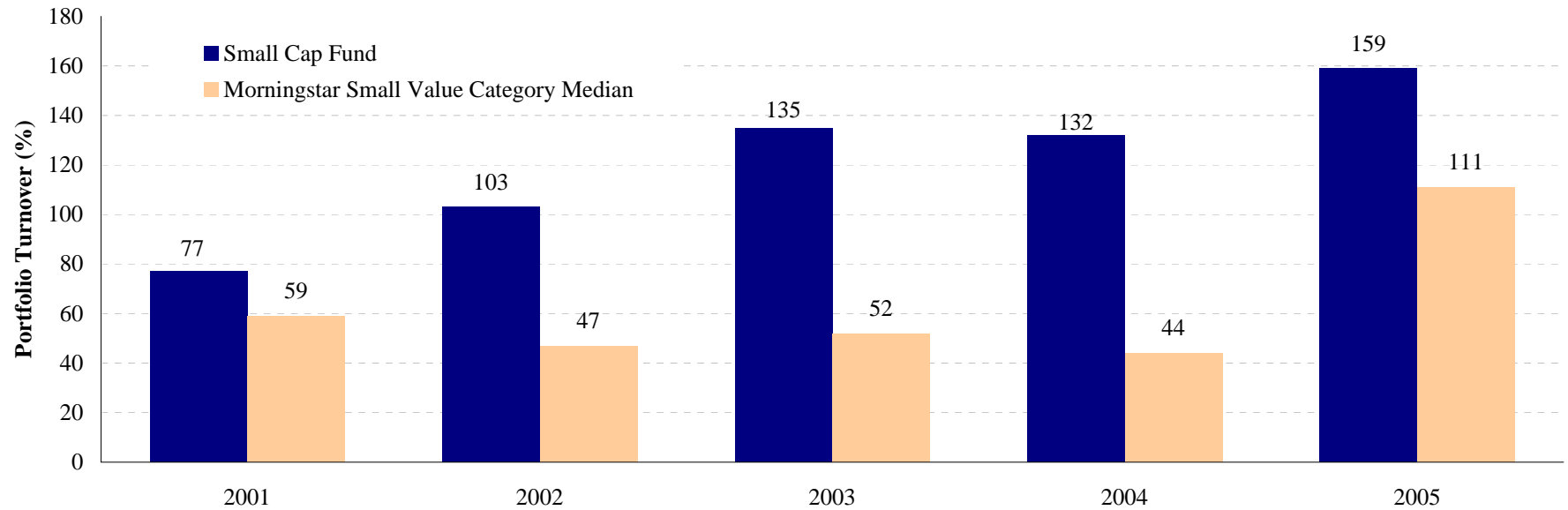
Explanation: The chart identifies additional components of the contractual advisory fee, other than investment management, for each fund in the Expense Group. The additional services rendered to a fund, outside of investment management, may lead to an investment advisor negotiating a higher advisory fee.

Portfolio Name	Average Net Assets (\$MM)	Gross Advisory Fee Ratio (%)	Net Advisory Fee Ratio (%)	Accounting	Auditing	Bookkeeping	Current Shrhldr Prospectus	Disinterested Dir Salary	Interested Dir Salary	Offer/Redemption Price	Legal	Office Rental	Other Officers Salary	Other	Printing	Registration	Trading Dept	
Robeco BostonPtnr Sm Cp Val II	474	1.250	1.250	Yes		Yes							Yes	Yes		Yes		Yes
Gabelli Small Cap Growth	614	1.000	1.000	Yes		Yes				Yes			Yes		Yes	Yes		Yes
MainStay Small Cap Opport	401	1.000	1.000			Yes				Yes			Yes		Yes			
TA Idex Transam Sml Mid Cp Val	327	0.822	0.822							Yes								Yes
Columbia Small Cap Value	663	0.787	0.785				Yes						Yes		Yes			Yes
Putnam Small Cap Value	926	0.754	0.754	Yes		Yes						Yes	Yes		Yes			Yes
AXA ENT Small Co Value	589	0.750	0.750			Yes				Yes			Yes		Yes	Yes		
Hotchkis & Wiley Sml Cap Val	671	0.750	0.750			Yes				Yes			Yes		Yes	Yes		Yes
SB Small Cap Value	714	0.750	0.750	Yes		Yes				Yes		Yes	Yes	Yes	Yes	Yes		Yes
Scudder Small Company Value	341	0.750	0.749			Yes				Yes			Yes	Yes	Yes			Yes
Phoenix Small Cap Value	255	0.901	0.742							Yes			Yes		Yes			Yes
JPMorgan Small Cap Value ¹	937	0.756	0.738															
Scudder Dreman Small Cap Val	653	0.731	0.731			Yes				Yes			Yes	Yes	Yes			Yes
Franklin Small Cap Value	465	0.727	0.727	Yes		Yes				Yes		Yes	Yes	Yes	Yes	Yes		Yes
Van Kampen Small Cap Value	368	0.716	0.716							Yes			Yes	Yes	Yes	Yes		Yes
Harris Insight Sml Cap Val	338	0.700	0.690			Yes							Yes					

Footnotes:

¹Additional Components of Contractual Advisory Fee were not reported in the N-SAR SEC filing.

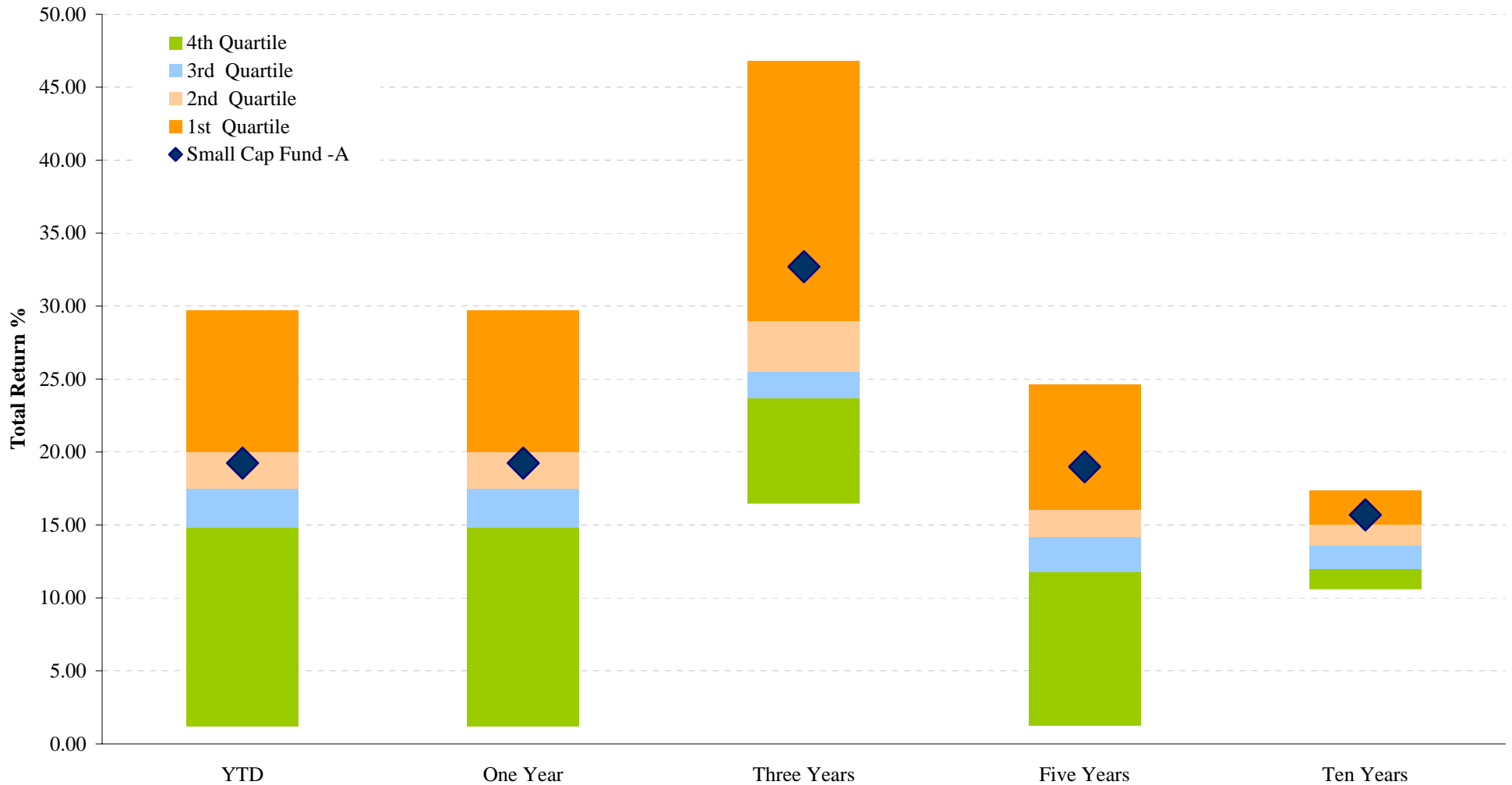
Historical Portfolio Turnover Comparison: Small Cap Fund



Number of Portfolio Observations in Morningstar Category	2001	2002	2003	2004	2005
	65	74	87	91	97

Trailing Annualized Net Total Return Comparison: Data provided by Morningstar Inc., as of December 2005

Explanation: Each bar represents the range of trailing period returns for each of 4 quartiles; the diamond marks the specific fund position as is determined by its performance within the Performance Universe¹. First Quartile: higher return.

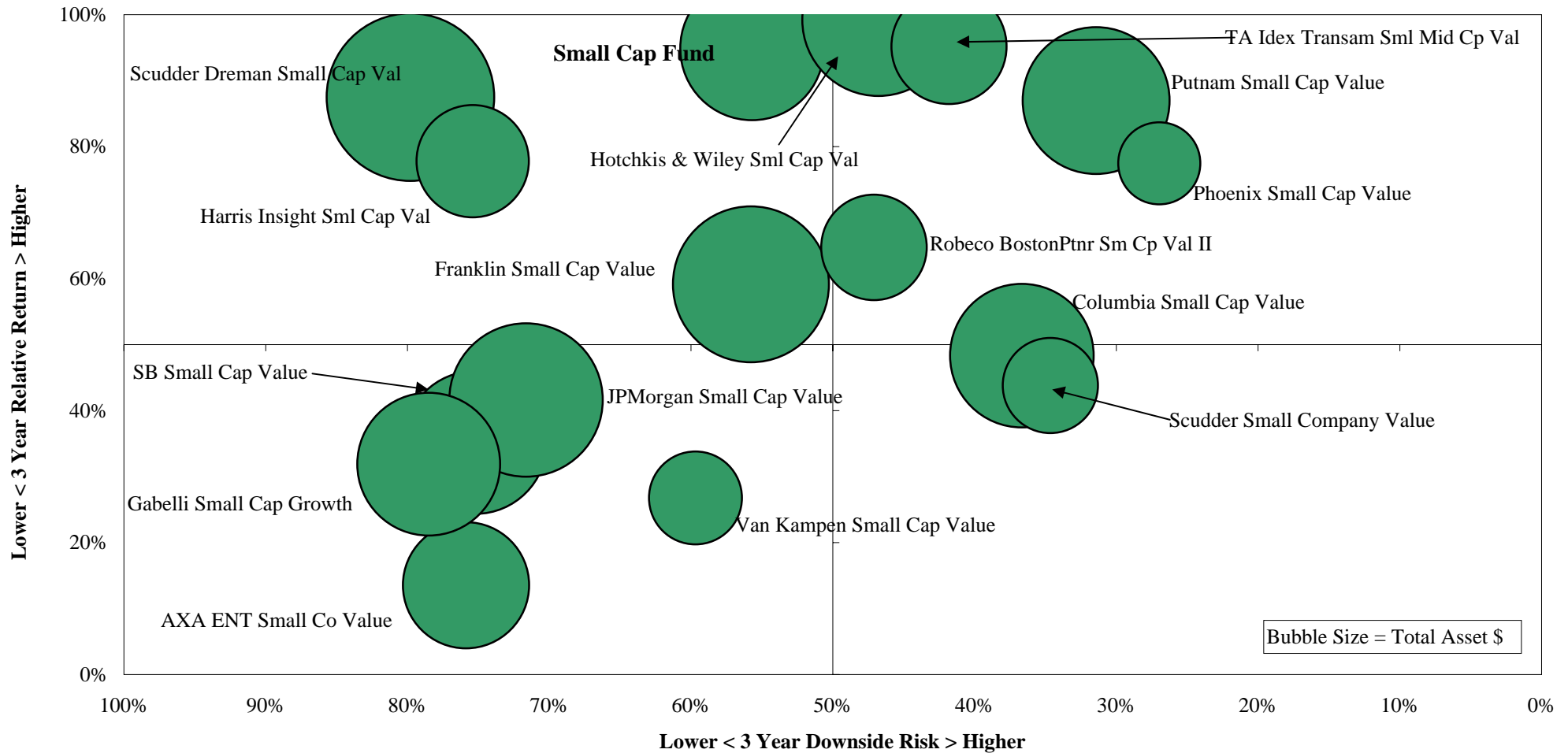


Footnotes:

¹A definition of the Performance Universe can be found on Peer Group Selection Methodology page of this report.

Assets¹ of the funds in the Expense Group² and their Total Return/Risk Ratios³:

Explanation: The position of each fund is determined by its risk-return score (percentile rankings of total return and downside risk), over the prior 3 years, within the Performance Universe⁴. Downside risk is measured by totaling all negative monthly returns over the past 36 months. Only funds with three-year return and risk history are plotted. **Top left quadrant: higher return, lower risk; bottom right quadrant: lower return, higher risk.**



Footnotes:

¹ Asset data provided by Strategic Insight, as of December 2005.

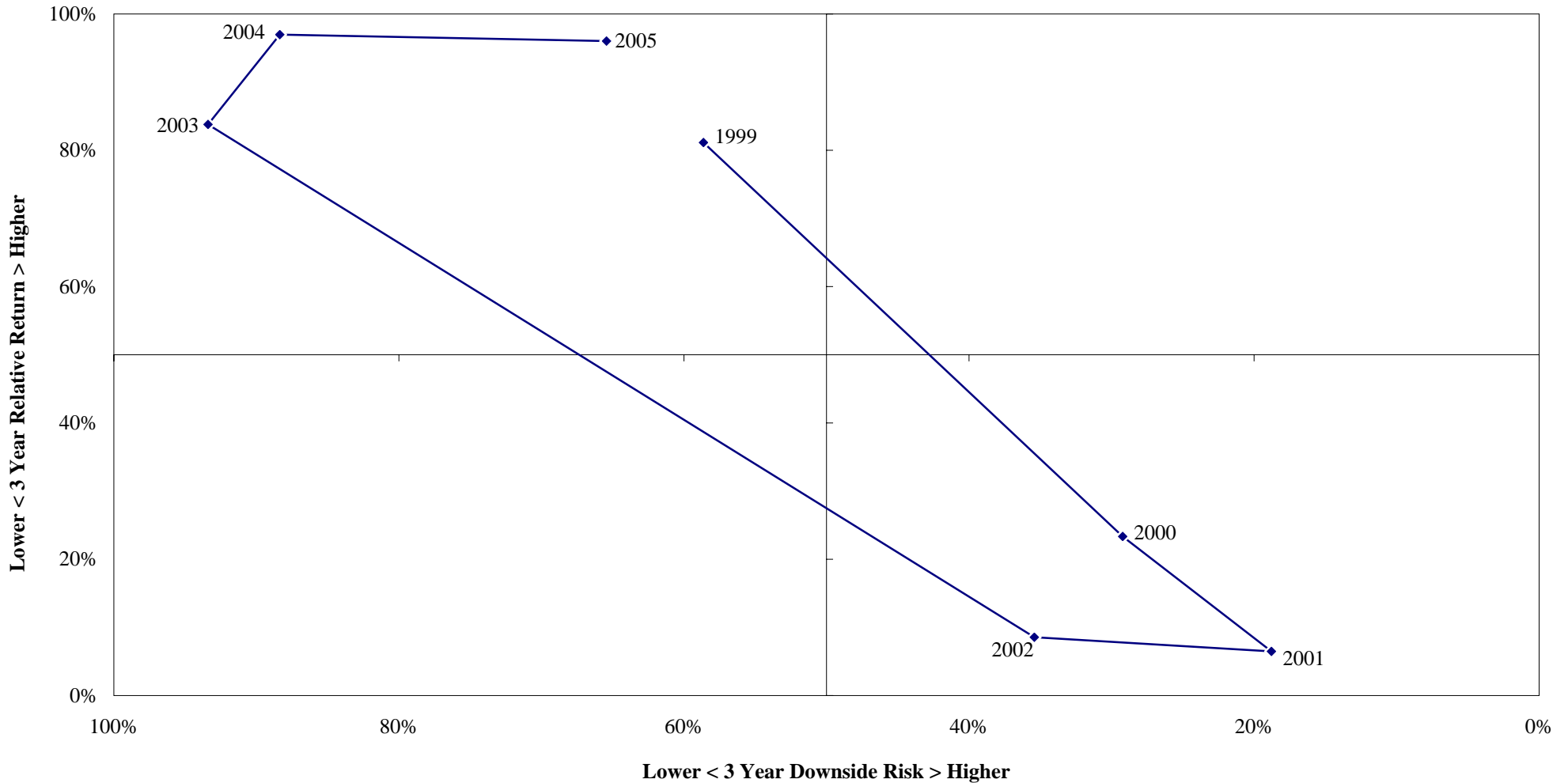
² A definition of the Expense Group can be found on Peer Group Selection Methodology page of this report.

³ Performance and risk data provided by S&P, as of December 2005.

⁴ A definition of the Performance Universe can be found on Peer Group Selection Methodology page of this report.

Total Return vs. Downside Risk—Rolling Three Year Periods: Data provided by S&P, as of December 2005

Explanation: This chart captures the risk-return profile of the Subject Fund over time, in comparison to other funds in the Performance Universe¹. Each point on the graph represents the trailing three-year results ending at the specified date. The position of each fund is determined by its risk-return score (percentile rankings of total return and downside risk), over the prior 3 years, within the Performance Universe¹. Downside risk is measured by totaling all negative monthly returns over the past 36 months. **Top left quadrant: higher return, lower risk; bottom right quadrant: lower return, higher risk.**



Footnotes:

¹A definition of the Performance Universe can be found on Peer Group Selection Methodology page of this report.

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