

SFA Performance Results

The current exclusive equity buy list of Staton Financial Advisors (SFA) at 4/1/09 was composed of 30 of our trademarked *America's Finest Companies*® and Warren Buffett's Berkshire Hathaway/BRK.

As a group, these 31 stocks together **1) provide a growing stream of dependable rising annual income, 2) have exceptional financial strength, 3) generally possess what Buffett would term a "wide business moat," and 4) sell for a well-below-market P/E with a well-above-market dividend yield.**

On April 7, the P/E for the S&P 500 was 54.8 on trailing 12 months earnings and a dividend yield of 3.0%. For the SFA buy list, the respective numbers were 11.4 and 4.5%.

The 10-year period ended March 31, 2009 for U.S. stocks (as measured by the Standard & Poor's 500 and Dow Jones) was the worst (including every 10-year period encompassing the Great Depression) stretching all the way back to 1834. Including dividends reinvested quarterly, the S&P 500 produced a negative total return of **-26.23%** while the Dow industrials produced a negative total return of **-22.2%**.

In marked contrast, assuming an equal dollar amount invested in each of the 31 Staton picks at March 31, 1999 and quarterly dividends reinvested (with no rebalancing), the portfolio nearly doubled in value with a 10-year total return of **+91.71%**.

Important Disclosures

The indicated performance results are hypothetical, reflect the performance of a static pool of stocks selected with the benefit of hindsight, and do not represent actual recommendations, investments or any trading activity. As such the results do not reflect the impact that material economic and market factors might have had on Staton Financial's investment decision-making throughout the period indicated and should not be regarded as indicative of the skill of Staton Financial as an investment adviser..

Hypothetical performance results may have significant inherent limitations. Hypothetical investing and/or trading does not involve financial risk, and no hypothetical investing or trading record can completely account for the impact of financial risk associated with actual investing or trading. There are numerous other factors related to the markets in general and to the implementation of any specific investing or trading strategy which cannot be fully accounted for in the preparation of hypothetical performance results and all of which can adversely affect actual investing or trading results.

No representation is being made that any account will or is likely to achieve profits or losses similar to those shown. To the contrary, clients may experience investment losses.

The hypothetical performance results shown include the reinvestment of all dividends, but do not reflect the deduction of Staton Financial's investment advisory fees. Investors should note that returns of actual accounts are reduced by advisory fees and any other expenses which a client agrees to incur due to an adviser's management of an investment advisory account.