

**PAA Research SMID Cap Long/Short Equity Portfolio - Starting Value \$100 Million**

3/1/2010

**LONG POSITIONS**

Company Name	Ticker	Average Cost	Current Stock Price	Starting Shares Held	Current Shares Held	Initial Market Value	Current Market Value	Portfolio Weighting	Gain/(Loss)	Return	Shares Outstanding	Market Cap (\$MM)	Beta	Beta Weighting	Average Volume	Average \$ Volume
Imperial Sugar Company	IPSU	\$14.02	\$14.51	570,613	580,613	8,140,194	\$8,244,695	7.61%	\$284,500	3.50%	12.2	\$177.0	1.12	8.5%	163,000	\$2,365,130
The Brink's Company	BCO	\$25.98	\$25.84	288,684	368,684	9,578,410	\$9,526,795	8.61%	-\$51,616	-0.54%	45.6	\$1,178.3	1.13	9.7%	401,000	\$10,361,840
THQ, Inc.	THQI	\$5.31	\$6.12	1,121,495	1,721,495	9,143,826	\$10,535,549	9.52%	\$1,391,723	15.22%	67.5	\$413.1	2.31	22.0%	1,360,000	\$8,323,200
American Reprographics Company	ARP	\$8.53	\$7.28	527,550	927,550	7,912,002	\$6,752,564	6.10%	-\$1,159,438	-14.65%	45.3	\$329.8	2.25	13.7%	212,000	\$1,543,360
Fifth Third Bank	FITB	\$12.24	\$12.24	200,000	200,000	2,448,000	\$2,448,000	2.21%	\$0	0.00%	795.0	\$9,730.9	2.35	5.2%	24,520,000	\$300,124,800
Thomas Weisel Partners Group	TWPG	\$4.47	\$4.25	896,861	1,620,861	7,244,141	\$6,888,659	6.22%	-\$355,481	-4.91%	31.7	\$134.7	1.35	8.4%	85,000	\$361,250
Administaff, Inc.	ASF	\$18.55	\$18.55	175,000	175,000	3,246,250	\$3,246,250	2.93%	\$0	0.00%	25.7	\$476.7	1.23	3.6%	416,000	\$7,716,800
Global Cash Access	GCA	\$7.04	\$7.42	571,429	958,429	6,751,003	\$7,111,543	6.43%	\$360,540	5.34%	72.4	\$536.8	1.70	10.9%	330,000	\$2,448,600
Signet Jewelers	SIG	\$22.75	\$28.92	175,824	100,824	2,293,746	\$2,915,830	2.63%	\$622,084	27.12%	85.5	\$2,472.7	2.09	5.5%	448,000	\$12,956,160
World Wrestling Entertainment Inc.	WVVE	\$13.86	\$17.44	216,450	188,450	2,611,917	\$3,286,568	2.97%	\$674,651	25.83%	72.9	\$1,271.4	0.61	1.8%	183,000	\$3,191,520
GLG Partners, Inc.	GLG	\$2.88	\$2.69	1,075,000	2,400,000	6,919,625	\$6,456,000	5.83%	-\$463,625	-6.70%	303.0	\$815.1	1.00	5.8%	874,000	\$2,351,060
Herman Miller, Inc.	MLHR	\$15.79	\$18.60	189,994	279,994	4,421,105	\$5,207,888	4.71%	\$786,783	17.80%	55.9	\$1,039.4	1.20	5.6%	405,000	\$7,533,000
Acuity Brands	AYI	\$33.44	\$39.48	98,000	160,000	5,349,800	\$6,316,800	5.71%	\$967,000	18.08%	42.4	\$1,675.1	1.43	8.2%	359,000	\$14,173,320
Patterson-UTI Energy, Inc.	PTEN	\$12.89	\$15.37	232,739	182,739	2,355,506	\$2,808,698	2.54%	\$453,193	19.24%	153.6	\$2,361.0	1.39	3.5%	6,710,000	\$103,132,700
Texas Roadhouse	TXRH	\$10.08	\$13.55	272,817	272,817	2,749,995	\$3,696,670	3.34%	\$946,675	34.42%	70.2	\$950.7	1.05	3.5%	1,070,000	\$14,498,500
Energy Recovery, Inc.	ERII	\$6.08	\$6.51	430,000	460,000	2,797,700	\$2,994,600	2.71%	\$196,900	7.04%	50.2	\$326.5	1.00	2.7%	382,000	\$2,486,820
Intrepid Potash	IPI	\$23.78	\$28.51	105,130	70,130	1,667,691	\$1,999,406	1.81%	\$331,715	19.89%	75.0	\$2,139.1	1.00	1.8%	1,800,000	\$51,318,000
Lithia Motors Inc.	LAD	\$6.08	\$6.84	340,000	485,000	2,946,800	\$3,317,400	3.00%	\$370,600	12.58%	25.8	\$176.5	1.60	4.8%	502,000	\$3,438,680
Navigant Consulting	NCI	\$12.29	\$11.90	160,643	350,643	4,310,505	\$4,172,652	3.77%	-\$137,854	-3.20%	50.0	\$595.0	0.31	1.2%	237,000	\$2,820,300
Resources Connection, Inc.	RECN	\$14.95	\$17.47	133,779	0	0	\$0	0.00%	\$0	16.86%	45.4	\$792.8	1.03	0.0%	287,000	\$5,013,890
AK Steel	AKS	\$20.34	\$22.23	109,000	109,000	2,217,060	\$2,423,070	2.19%	\$206,010	9.29%	96.7	\$2,150.5	2.07	4.5%	9,760,000	\$216,964,800
CoStar Group, Inc.	CSGP	\$38.77	\$39.63	85,000	85,000	3,368,550	\$3,368,550	3.04%	\$73,100	2.22%	20.4	\$808.5	1.24	3.8%	96,000	\$3,804,480
Pool Corporation	POOL	\$18.29	\$20.24	95,000	118,000	2,157,930	\$2,388,320	2.16%	\$230,390	10.68%	49.0	\$991.0	1.41	3.0%	423,000	\$8,561,520
ProShares UltraShort 20+ Year Treasury	TBT	\$46.70	\$46.99	68,000	87,000	3,975,900	\$4,088,130	3.69%	\$112,230	2.82%	101.1	\$4,751.6	1.00	3.7%	6,030,000	\$283,349,700
Briggs and Stratton	BGG	\$17.22	\$17.82	130,000	186,500	3,211,980	\$3,323,430	3.00%	\$111,450	3.47%	50.0	\$891.0	0.93	2.8%	574,000	\$10,228,680
<b>TOTAL</b>						<b>107,746,537</b>	<b>\$113,698,068</b>	<b>102.7%</b>	<b>\$5,951,531</b>	<b>5.5%</b>	<b>AVERAGE</b>	<b>\$1,487.4</b>		<b>144.4%</b>	<b>2,305,080</b>	<b>\$43,162,524</b>

**SHORT POSITIONS**

Company Name	Ticker	Average Cost	Current Stock Price	Starting Shares Held	Current Shares Held	Initial Market Value	Current Market Value	Portfolio Weighting	Gain/(Loss)	Return	Shares Outstanding	Market Cap (\$MM)	Beta	Beta Weighting	Average Volume	Average \$ Volume
Corinthian Colleges, Inc.	COCO	\$19.32	\$16.71	232,919	207,919	4,016,995	\$3,474,326	3.14%	-\$542,669	-13.51%	87.1	\$1,455.6	0.38	1.2%	2,630,000	\$43,947,300
Blue Nile, Inc.	NILE	\$53.40	\$53.33	74,906	62,906	3,359,180	\$3,354,777	3.03%	\$4,403	0.13%	14.5	\$774.9	1.66	5.0%	248,000	\$13,225,840
ITT Educational Services, Inc.	ESI	\$101.29	\$107.37	34,554	39,554	4,006,425	\$4,246,913	3.84%	-\$240,488	-6.00%	37.7	\$4,048.9	0.24	0.9%	1,100,000	\$118,107,000
HNI Corporation	HNI	\$21.08	\$23.80	142,315	115,315	2,430,840	\$2,744,497	2.48%	-\$313,657	-12.90%	45.0	\$1,070.8	1.78	4.4%	202,000	\$4,807,600
Sturm, Ruger & Company	RGR	\$12.35	\$11.80	241,352	185,352	2,288,805	\$2,187,154	1.98%	-\$101,652	-4.44%	19.1	\$224.9	0.31	0.6%	243,000	\$2,867,400
Lincoln Educational Services Corporation	LINC	\$21.73	\$22.85	92,039	171,039	3,716,677	\$3,908,241	3.53%	-\$191,564	-5.15%	26.9	\$613.5	0.29	1.0%	165,000	\$3,770,250
Washington Post Company	WPO	\$434.72	\$431.00	4,597	6,697	3,780,785	\$3,748,407	3.39%	\$32,378	0.86%	9.4	\$4,051.4	0.84	2.8%	28,000	\$12,068,000
Cliffs Natural Resources	CLF	\$46.54	\$59.08	37,000	45,000	2,094,350	\$2,658,600	2.40%	-\$564,250	-26.94%	131.0	\$7,738.3	2.70	6.5%	4,830,000	\$285,356,400
Shutterfly, Inc.	SFLY	\$17.64	\$20.23	125,000	85,000	1,499,400	\$1,719,550	1.55%	-\$220,150	-14.68%	78.2	\$1,581.8	1.73	2.7%	256,000	\$5,178,880
Range Resources	RRC	\$47.01	\$51.23	42,544	47,544	2,235,043	\$2,435,679	2.20%	-\$200,636	-8.98%	157.3	\$8,056.4	2.52	5.5%	2,640,000	\$135,247,200
The Toro Company	TTC	\$44.27	\$44.27	33,000	33,000	1,460,910	\$1,460,910	1.32%	\$0	0.00%	34.1	\$1,507.4	1.45	1.9%	241,000	\$10,669,070
LoopNet, Inc.	LOOP	\$9.57	\$9.72	340,000	340,000	3,253,800	\$3,304,800	2.99%	-\$51,000	-1.57%	42.0	\$408.2	1.37	4.1%	112,000	\$1,088,640
Radioshack	RSH	\$19.69	\$19.69	88,000	88,000	1,732,720	\$1,732,720	1.57%	\$0	0.00%	55.4	\$1,091.6	2.13	3.3%	383,000	\$7,541,270
Spherion Corp.	SFN	\$6.24	\$7.93	220,000	310,000	1,933,300	\$2,458,300	2.22%	-\$525,000	-27.16%	55.9	\$443.1	1.20	2.7%	423,000	\$3,354,390
Toll Brothers, Inc.	TOL	\$19.75	\$19.01	85,000	85,000	1,678,750	\$1,615,850	1.46%	\$62,900	3.75%	165.3	\$3,142.4	1.04	1.5%	3,460,000	\$65,774,600
Cameron International Corporation	CAM	\$41.52	\$41.52	37,000	37,000	1,536,240	\$1,536,240	1.39%	\$0	0.00%	240.7	\$9,993.9	1.59	2.2%	213,000	\$8,843,760
Zion's Bancorp	ZION	\$16.67	\$18.30	92,138	171,138	2,853,377	\$3,131,825	2.83%	-\$278,449	-9.76%	126.4	\$2,313.1	0.87	2.5%	8,740,000	\$159,942,000
Boston Property Group	BXP	\$56.17	\$68.28	26,705	41,705	2,342,570	\$2,847,617	2.57%	-\$505,048	-21.56%	138.6	\$9,462.2	1.57	4.0%	1,660,000	\$113,344,800
Citi Trends inc.	CTRN	\$29.59	\$30.22	64,433	64,433	1,906,572	\$1,947,165	1.76%	-\$40,593	-2.13%	14.7	\$443.9	1.51	2.7%	143,000	\$4,321,460
Vistaprint NV	VPRT	\$51.03	\$59.16	25,006	62,006	3,163,870	\$3,668,275	3.31%	-\$504,405	-15.94%	42.8	\$2,532.6	1.50	5.0%	587,000	\$34,726,920
Brandywine Realty Trust	BDN	\$9.58	\$11.11	104,384	219,384	2,101,699	\$2,437,356	2.20%	-\$335,658	-15.97%	128.6	\$1,428.5	2.52	5.6%	1,860,000	\$20,664,600
American Greetings Corporation	AM	\$19.19	\$20.11	85,000	76,000	1,458,300	\$1,528,360	1.38%	-\$70,060	-4.80%	39.5	\$793.3	2.17	3.0%	507,000	\$10,195,770
Hubbell Inc.	HUBB	\$45.82	\$47.78	54,000	54,000	2,474,280	\$2,580,120	2.33%	-\$105,840	-4.28%	56.5	\$2,698.6	1.06	2.5%	227,000	\$10,846,060
Brunswick Corporation	BC	\$11.98	\$11.98	120,000	120,000	1,437,600	\$1,437,600	1.30%	\$0	0.00%	88.4	\$1,059.5	2.80	3.6%	1,190,000	\$14,256,200
World Acceptance Corp.	WRLD	\$32.01	\$39.64	55,000	85,000	2,720,550	\$3,369,400	3.04%	-\$648,850	-23.85%	16.3	\$644.2	1.92	5.8%	269,000	\$10,663,160
<b>TOTAL</b>						<b>61,483,039</b>	<b>\$65,534,684</b>	<b>59.2%</b>	<b>-\$4,051,645</b>	<b>-6.6%</b>	<b>AVERAGE</b>	<b>\$2,703.2</b>		<b>81.1%</b>	<b>1,294,280</b>	<b>\$44,032,343</b>

<b>Net Portfolio Position</b>	<b>\$48,163,385</b>	<b>43.5%</b>	
<b>Net Position (Beta)</b>	<b>63.3%</b>		<b>Portfolio Launch 9/3/09</b>
<b>Gross Exposure</b>	<b>\$179,232,752</b>	<b>162.0%</b>	<b>2009</b>
<b>Net Cash</b>	<b>\$8,277,852</b>		<b>Year-to Date</b>
<b>Total Portfolio Value</b>	<b>\$110,662,692</b>		<b>Inception to Date</b>
			<b>6.6%</b>
			<b>3.8%</b>
			<b>10.7%</b>