

Nuance Concentrated Value Perspectives

Semi-Annual Report

June 30th, 2010



Commentary with President and Chief Investment Officer
Scott A. Moore, CFA

One Ward Parkway, Suite 126
 Kansas City, MO 64112
 816.743.7080
www.nuanceinvestments.com

Product Overview

•The Nuance Concentrated Value Composite is a classic value investment product investing primarily in the equity or equity-linked securities of United States based companies. The product will typically maintain 15-35 positions in the securities of companies that, in the opinion of the Nuance Investments team, have leading and sustainable market share positions, above average financial strength, and are trading at prices materially below our internally derived view of intrinsic value. The product's primary benchmark is the Russell 3000 Value Index. Clients may also compare the product to the Russell Midcap Value Index and the S&P 500 Index.

•A special note to our clients that we have chosen to change our primary index from the Russell Midcap Value Index to the Russell 3000 Value Index. The Russell Midcap Value Index will continue to be monitored and will become one of our two secondary indices along with the S&P 500 Index. We will continue to show both indices for performance comparison purposes, but determined that the all cap nature of the Russell 3000 Value Index was an overall better fit for our all cap Nuance Concentrated Value product.

Performance Update and Highlights

•Since its inception on November 13, 2008, the Nuance Concentrated Value Composite (through June 30, 2010) is up 25.86 percent (annualized and net of fees) versus the Russell 3000 Value Index up 8.64 percent, the Russell Midcap Value Index up 20.97 percent, the S&P 500 Index up 10.42 percent. We are pleased with our performance since the inception of Nuance Concentrated Value. For the nearly 20 months we have managed this product, the market has endured a financial collapse, fears of a depression, an actual recession, and more recent fears of a global economic collapse or at least slowing growth. Through it all, the market volatility has afforded your team ample buying opportunities of excellent companies.

•Year-to-date through June 30, 2010 the Nuance Concentrated Value Composite is down 1.66 percent (net of fees) versus the Russell 3000 Value Index down 4.82 percent, Russell Midcap Value Index down 0.88 percent, the S&P 500 Index down 6.65 percent. While the absolute return of the portfolio is a bit disappointing, the relative performance was reasonable for the first six months of 2010. Continued uncertainty surrounding the duration of this economic recession, the nature of the recovery that appears to have begun, debt levels at governments around the world that are strained, and the possibility of slowing emerging market growth have all led to a down market for the year. Importantly, your portfolio continues to evolve and maintains a group of companies that collectively represent some of the leading companies from around the world that we believe are attractively valued.

| 11/13/08 – 06/30/10 | YTD 2010 | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception APR | Since Inception Return |
|--|---------------|--------------|------------|------------|-------------|------------------------|---------------------------|
| Nuance Concentrated Value Composite | (1.66) | 24.14 | N/A | N/A | N/A | 25.86 | 45.39 |
| Russell 3000 Value Index | (4.82) | 17.57 | N/A | N/A | N/A | 8.64 | 14.44 |
| Russell Midcap Value Index | (0.88) | 28.91 | N/A | N/A | N/A | 20.97 | 36.31 |
| S&P 500 Index | (6.65) | 14.43 | N/A | N/A | N/A | 10.42 | 17.50 |

| | 11/13/2008 –to- 12/31/2008 | 2009 | YTD 2010 |
|--|----------------------------|--------------|---------------|
| Nuance Concentrated Value Composite | 3.80 | 42.44 | (1.66) |
| Russell 3000 Value Index | 0.38 | 19.78 | (4.82) |
| Russell Midcap Value Index | 2.47 | 34.20 | (0.88) |
| S&P 500 Index | (0.47) | 26.47 | (6.65) |

Please note: Commencement of the Nuance Concentrated Value Composite was 11/13/08. Return figures for the Nuance Concentrated Value Composite are provided by Advent Portfolio Exchange and are net of fees. The Primary benchmark for the Nuance Concentrated Value Composite is the Russell 3000 Value Index. The secondary benchmarks are the Russell Midcap Value Index and the S&P 500 Index. Return figures for all Indices are provided by Bloomberg. Periods over one year are annualized total return.

Portfolio Attribution and Investment Strategy Review

· The bright spots in your portfolio for the first six months of the year centered on the Healthcare, Information Technology and Consumer Staples sectors. STERIS Corporation, Beckman Coulter, Inc., General Mills Inc., and Xilinx Inc. were all positive contributors to performance during the first six months of the year.

· The Financial sector and the Industrial sectors were the primary disappointments for the first six months of 2010. Poor stock selection in Commercial Banks and an underweight stance in Real Estate Investment Trusts (REITS) were the primary reason for the Finance sector disappointment. In the Industrial sector, our investment in Granite Construction Inc. has been a disappointment thus far.

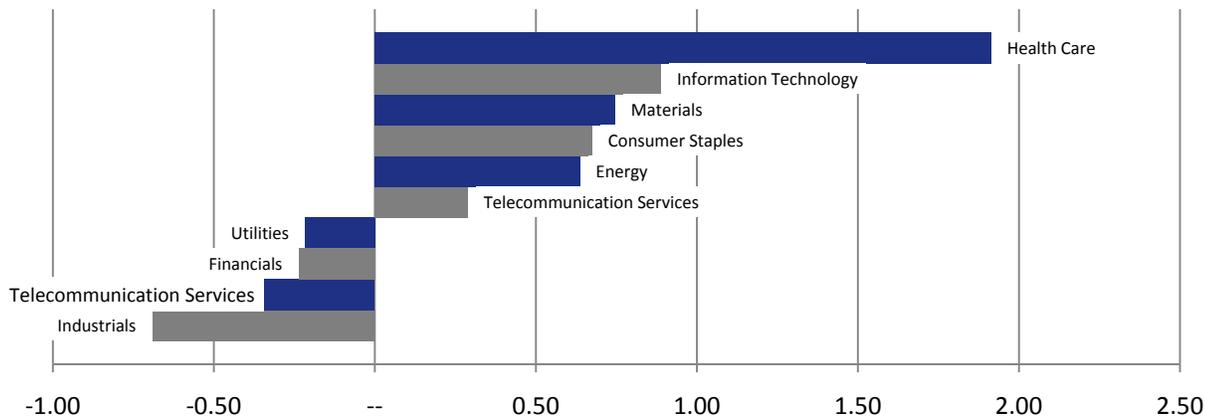
· From a sector weighting perspective, we continue to find opportunities in the Healthcare and the Information Technology sector. Remember that these opportunities are found and studied one company at a time and that the sector weighting is the result of the opportunity set presented by these individual investment opportunities rather than a broad macro call on the economy or the sector.

· We continue our underweight stance in Financials (primarily REITS) and the Consumer Discretionary sectors.

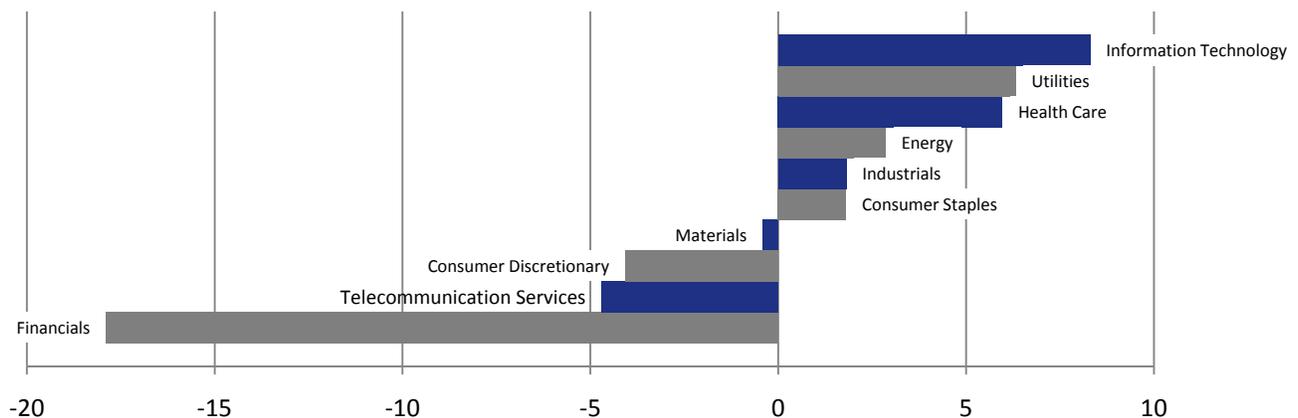
· Changes to our positions versus last month focused on the elimination of Merck & Co. Inc. we replaced that holding with 3M Corporation. This change was due to our opinion that 3M Corp. offered a better investment opportunity given the individual risk versus reward profiles of the two businesses. We will continue to monitor Merck & Co. Inc. for better opportunities to purchase the name in the future.

Nuance Concentrated Value Composite -vs- Russell 3000 Value Index

Portfolio Attribution - 12/31/09 – 06/30/10



Sector Diversification - 06/30/10



Please note: Sector Classifications are generally determined by referencing the Global Industry Classification Standard (GICS) Codes developed by Standard & Poor's and Morgan Stanley Capital International. Sector Allocations are a percent of equity investments and subject to change.

Statistics and Valuation Support

· We continue to be pleased with the overall composition of the portfolio. Remember that we are seeking to find investment opportunities in above average companies with better than average valuation support. Using the table below, you can see that the portfolio has a PE EPS Estimates Year 1 ratio of 13.2x versus the Russell 3000 Value Index of 16.2x. We are achieving this ratio with a portfolio of companies that have Returns on Assets of 6.9 percent versus the Russell 3000 Value Index of 4.7 percent. This dichotomy of above average companies selling at below average multiples is a recipe for outperformance over the long term in our opinion.

| Statistic | Nuance Mid Cap Value | Russell 3000 Value Index |
|-----------------------------|----------------------|--------------------------|
| Weighted Average Market Cap | 42.8 b | 54.7 b |
| Median Market Cap | 4.5 b | 0.7 b |
| PE Trailing 12 Months | 17.2 x | 24.3 x |
| PE EPS Estimates Year 1 | 13.2 x | 16.2 x |
| Dividend Yield | 2.89 % | 2.46 % |
| Price to Sales | 1.9 x | 1.8 x |
| Return on Assets | 6.9 % | 4.7 % |
| Return on Equity | 17.2 % | 11.9 % |
| Number of Securities | 26 | 1,968 |

Outlook

· The recent market sell-off appears related to the continued uncertainty surrounding the duration of this economic recession, the nature of the recovery that appears to have begun, debt levels at governments around the world that are strained, and the possibility of slowing emerging market growth. As is often the case, a material sell-off has once again fostered what appears to be excellent value-oriented opportunities for your portfolio.

· As we have written on numerous occasions and emphasize as a team each day we have never considered ourselves economists or in the business of making economic predictions. Rather, our team continues to focus on studying one company at a time insuring that each company we own maintains a sound and solid competitive position and insuring that the companies we own are undervalued based on our own internally derived view of sustainable cash flows and earnings.

· Importantly, as of today, our client's portfolios are comprised of leading market share companies, with solid financial strength, that are trading at significant discounts to our internal view of fair or intrinsic value.

· Please visit our website at www.nuanceinvestments.com for more information about our team, our process, and value investing. You can also get real-time access to the Nuance Investment website updates and information via traditional mail or e-mail. Simply contact us at client.services@nuanceinvestments.com or call 816-743-7080 to sign-up.

Thank you for your continued confidence and support,



Scott A. Moore, CFA