

Summary of Investments

	Total Cost	Market Value	% of Total Portfolio	Current Yield	Estimated Annual Income
Cash/Cash Equivalent					
CASH & CASH EQUIVALENT	48,962.66	48,962.66	6.0	0.0	4.90
TOTAL Cash/Cash Equivalent	48,962.66	48,962.66	6.0	0.0	4.90
Equities					
FINANCIALS	156,562.38	194,841.80	23.9	2.0	3,972.80
MATERIALS	113,253.78	130,564.58	16.0	1.0	1,341.00
ENERGY	93,942.49	125,281.75	15.4	0.8	1,050.60
INDUSTRIALS	78,654.16	94,578.40	11.6	0.4	403.75
CONSUMER DISCRETIONARY	48,124.21	49,387.65	6.1	0.6	314.70
HEALTH CARE	17,747.32	46,906.35	5.8	0.2	76.25
INFORMATION TECHNOLOGY	32,787.39	41,113.95	5.0	2.4	1,005.00
UTILITIES	23,641.61	34,680.80	4.3	4.1	1,416.80
TELECOMMUNICATION SERVICES	21,197.99	29,016.00	3.6	0.0	0.00
CONSUMER STAPLES	13,782.40	19,369.60	2.4	2.6	512.00
TOTAL Equities	599,693.73	765,740.88	94.0	1.3	10,092.90
TOTAL Accruals	151.38	151.38	0.0		
TOTAL PORTFOLIO	648,807.77	814,854.92	100.0	1.2	10,097.80

Portfolio Performance (%) - Gross of Fees

	Latest Month	Latest 3 Months	Year To Date	1 Year	3 Year*	5 Year*	Since Inception*
Total	9.88	8.44	7.01	16.47	N/A	N/A	20.97
RUSSELL 2500 VALUE	9.86	11.39	9.64	14.74	N/A	N/A	15.86

*Annualized for periods more than one year

Portfolio Appraisal

				Average		Current		%	Current	Estimated
	Cusip	Symbol	Quantity	Cost	Total Cost	Price	Market Value	Portfolio	Yield	Annual
										Income
Cash/Cash Equivalent										
	PRINCIPAL CASH				48,962.66		48,962.66	6.0	0.0	4.90
TOTAL Cash/Cash Equivalent					48,962.66		48,962.66	6.0	0.0	4.90
Equities										
CONSUMER DISCRETIONARY					48,124.21		49,387.65	6.1	0.6	314.70
	42805T105	HTZ	2,420	10.22	24,737.88	10.59	25,627.80	3.1	0.0	0.00
	950587105	WEN	5,245	4.46	23,386.33	4.53	23,759.85	2.9	1.3	314.70
CONSUMER STAPLES					13,782.40		19,369.60	2.4	2.6	512.00
	832696405	SJM	320	43.07	13,782.40	60.53	19,369.60	2.4	2.6	512.00
ENERGY					93,942.49		125,281.75	15.4	0.8	1,050.60
	109178103	BEXP	1,185	10.61	12,576.02	18.75	22,218.75	2.7	0.0	0.00
	28336L109	EP	2,140	8.28	17,713.54	12.38	26,493.20	3.3	0.3	85.60
	30225X103	EXH	485	17.73	8,599.26	22.71	11,014.35	1.4	0.0	0.00
	346091705	FST	880	27.27	23,999.71	29.70	26,136.00	3.2	0.0	0.00
	886423102	TDW	385	40.23	15,488.16	44.81	17,251.85	2.1	2.2	385.00
	969457100	WMB	1,160	13.42	15,565.80	19.11	22,167.60	2.7	2.6	580.00
FINANCIALS					156,562.38		194,841.80	23.9	2.0	3,972.80
	12621E103	CNO	4,830	4.47	21,583.47	5.54	26,758.20	3.3	0.0	0.00
	316773100	FITB	2,330	10.59	24,665.01	12.03	28,029.90	3.4	0.3	93.20
	37247D106	GNW	1,495	10.60	15,841.38	12.22	18,268.90	2.2	0.0	0.00
	42217K106	HCN	430	40.90	17,586.87	47.34	20,356.20	2.5	5.8	1,186.80
	52602E102	LPS	465	33.18	15,426.56	33.23	15,451.95	1.9	1.2	186.00
	681936100	OHI	1,570	13.38	21,000.53	22.45	35,246.50	4.3	6.4	2,260.80
	78442P106	SLM	2,765	5.38	14,876.69	11.55	31,935.75	3.9	0.0	0.00
	938824109	WFSL	1,230	20.80	25,581.87	15.28	18,794.40	2.3	1.3	246.00
HEALTH CARE					17,747.32		46,906.35	5.8	0.2	76.25
	112463104	BKD	1,675	5.70	9,546.96	16.31	27,319.25	3.4	0.0	0.00
	714290103	PRGO	305	26.89	8,200.36	64.22	19,587.10	2.4	0.4	76.25
INDUSTRIALS					78,654.16		94,578.40	11.6	0.4	403.75
	343412102	FLR	435	44.07	19,172.35	49.53	21,545.55	2.6	1.0	217.50
	462846106	IRM	745	22.33	16,632.48	22.34	16,643.30	2.0	1.1	186.25
	884315102	TNB	825	24.13	19,903.50	41.02	33,841.50	4.2	0.0	0.00
	92345Y106	VRSK	805	28.50	22,945.83	28.01	22,548.05	2.8	0.0	0.00

Portfolio Appraisal

				Average		Current		%	Current	Estimated
	Cusip	Symbol	Quantity	Cost	Total Cost	Price	Market Value	Portfolio	Yield	Annual
										Income
Equities										
INFORMATION TECHNOLOGY					32,787.39		41,113.95	5.0	2.4	1,005.00
HARRIS CORP.	413875105	HRS	630	33.43	21,058.98	44.29	27,902.70	3.4	2.3	630.00
KLA TENCOR	482480100	KLAC	375	31.28	11,728.41	35.23	13,211.25	1.6	2.8	375.00
MATERIALS					113,253.78		130,564.58	16.0	1.0	1,341.00
CROWN HOLDINGS INC	228368106	CCK	1,095	19.08	20,891.83	28.66	31,382.70	3.9	0.0	0.00
MEADWESTVACO CORP	583334107	MWV	960	16.39	15,738.78	24.38	23,404.80	2.9	3.8	883.20
OWENS ILLINOIS	690768403	OI	940	23.65	22,234.10	28.06	26,376.40	3.2	0.0	0.00
WEYERHAEUSER COMPANY	962166104	WY	1,243	21.73	27,015.25	15.76	19,589.68	2.4	1.3	248.60
YAMANA GOLD, INC.	98462Y100	AUY	2,615	10.47	27,373.82	11.40	29,811.00	3.7	0.7	209.20
TELECOMMUNICATION SERVICES					21,197.99		29,016.00	3.6	0.0	0.00
SBA COMMUNICATIONS	78388J106	SBAC	720	29.44	21,197.99	40.30	29,016.00	3.6	0.0	0.00
UTILITIES					23,641.61		34,680.80	4.3	4.1	1,416.80
ONEOK INC	682680103	OKE	770	30.70	23,641.61	45.04	34,680.80	4.3	4.1	1,416.80
TOTAL Equities					599,693.73		765,740.88	94.0	1.3	10,092.90
Total Accruals							151.38	0.0		
TOTAL PORTFOLIO					648,807.77		814,854.92	100	1.2	10,097.80

Purchases

Trade Date	Settle Date	Quantity	Security	Price	Amount
Purchases					
7/14/2010	7/19/2010	175	KLA TENCOR	31.04	5,438.51
7/14/2010	7/19/2010	200	KLA TENCOR	31.44	6,289.90
9/29/2010	10/4/2010	385	IRON MOUNTAIN	22.21	8,553.43
9/30/2010	10/5/2010	360	IRON MOUNTAIN	22.43	8,079.05
Total Purchases					28,360.89

Sales

Trade Date	Settle Date	Quantity	Security	Price	Amount
Sales					
7/13/2010	7/16/2010	470	MCCORMICK & CO.	38.72	18,179.29
9/21/2010	9/24/2010	810	OMNICARE, INC.	22.06	17,835.32
9/27/2010	9/30/2010	310	PERRIGO CO.	65.79	20,391.70
Total Sales					56,406.31

Gains/Losses

Sell Date	Purchase Date	Shares/ Par Value	Security	Proceeds(\$)	Cost Basis(\$)	Gains/Loss	
						Short Term(\$)	Long Term(\$)
7/13/2010	12/9/2008	250	MCCORMICK & CO.	9,669.84	7,383.37	0.00	2,286.47
7/13/2010	2/25/2009	130	MCCORMICK & CO.	5,028.31	3,949.45	0.00	1,078.86
7/13/2010	2/26/2009	90	MCCORMICK & CO.	3,481.14	2,735.13	0.00	746.01
9/21/2010	6/23/2009	360	OMNICARE, INC.	7,926.81	8,714.41	0.00	-787.60
9/21/2010	6/23/2009	140	OMNICARE, INC.	3,082.65	3,408.90	0.00	-326.25
9/21/2010	8/11/2009	310	OMNICARE, INC.	6,825.86	7,208.00	0.00	-382.14
9/27/2010	5/22/2009	310	PERRIGO CO.	20,391.70	8,347.02	0.00	12,044.68
Total Realized Gains/Losses				56,406.31	41,746.28	0.00	14,660.03

Income		
Pay Date	Security	Amount
7/1/2010	EL PASO CORP.	22.35
7/2/2010	FLUOR CORPORATION	56.88
7/14/2010	YAMANA GOLD, INC.	39.23
7/20/2010	MCCORMICK & CO.	122.20
7/22/2010	FIFTH THIRD BANCORP	23.30
7/23/2010	WASHINGTON FEDERAL, INC.	61.50
8/13/2010	ONEOK INC	354.20
8/16/2010	OMEGA HEALTHCARE	565.20
8/20/2010	HEALTH CARE REIT	296.70
9/1/2010	MEADWESTVACO CORP.	220.80
9/1/2010	JM SMUCKER	128.00
9/1/2010	KLA TENCOR	93.75
9/13/2010	WILLIAMS COS, INC.	145.00
9/14/2010	PERRIGO CO.	38.44
9/15/2010	OMNICARE, INC.	26.33
9/15/2010	WENDY'S/ARBY'S GROUP	78.68
9/15/2010	TIDEWATER INC	96.25
9/16/2010	WEYERHAEUSER CORPORATE ACTION CASH-IN LIEU OF PARTIAL SHARES	5.43
9/16/2010	LENDER PROCESSING SERVICES	46.50
9/17/2010	HARRIS CORP.	157.50
Total Dividends		2,578.24
7/30/2010	July Short Term Interest	0.18
8/31/2010	August Short Term Interest	0.18
9/30/2010	September Short Term Interest	0.20
Total Cash & Equivalents		0.56
Total Income		2,578.80

Quarterly Commentary

As fans of the neighborhood park playground know, popular attractions include the swings and the seesaws. The third quarter of 2010 saw plenty of activity in the US Small-Mid (SMID) Cap market that reflected both of these play toys. Significant market swings included July's positive 7.0% US SMID Cap Equity return (as measured by the Russell 2500 index). Not to be outdone, August dropped about 5.9%, nearly negating July's strong rally. But the ride hadn't finished yet. September comes along and delivers the highest ever September US SMID Cap return. For fans of the playground seesaw, the past four months have looked like this: June -7.1%, July +7.0%, August -5.9%, September +11.4%. Such swings and seesaws can make for a wild ride, but for those without iron stomachs, can also lead to a bout of motion sickness. Even having invested for clients in the US equity market for 20 years, the GW Capital team can still get queasy on such wild rides.

For the quarter, GW Capital's SMID cap portfolios underperformed both the Russell 2500 Value index and the Core index. Underperformance can be attributed primarily to the issue selection side of the ledger. Thematically, portfolios modestly benefited from our overall sector exposures last quarter when compared to the Value index.

Per our commentary tradition, let's begin on themes. The Growth segment of the SMID market outperformed the Value segment last quarter. Topping the positive market returners was the Materials sector. Also included on the relative upside were Consumer Discretionary, Consumer Staples and Energy. On the downside, Financials and Healthcare lagged. Specific to GW Capital portfolios, our significant overweight to Materials was correct, but we didn't get as much out of the individual issues as the market sector - more on that under the issue selection discussion. Our underweight to Consumer Discretionary again hurt returns, as it has for 6 out of the 7 past quarters. However, on the positive side, our overweight to Energy aided returns, as well as our self-disciplined limit of 25% maximum weighting in the Financial sector as compared to the 33% weight of the index. Financials were the worst performer by a long shot last quarter.

Dialing down to Issue Selection, on the plus side, about half the names in the portfolio delivered positive double digit returns last quarter, lead by several Energy and Financial stocks. Unfortunately, the portfolio also featured a handful of names with negative returns, including one Energy and a few Financial stocks. But the issue selection underperformance was not relegated to just the Energy and Financial sector. GW Capital's sector performance for the primary GICS sectors underperformed against the market sector return across the board, with exception of Telecom Services where our single holding there beat. Among this disappointing result, the most significant contribution to relative underperformance came from our holdings in Materials. Although our Materials stocks delivered positive double digit returns in aggregate that beat the broad Value benchmark, the return for specifically the Materials market sector significantly outperformed our holdings in Materials. The index sector returns were driven by strong performance in more front-line, commodity based Materials companies, whereas a good portion of our holdings are not direct commodity plays. In a quarter featuring such a strong market return, the portfolio easily gets held back by any stock with negative returns, or even those with a more subdued positive return.

After a second quarter with relatively average transaction activity, the third quarter saw a little less holding movement than normal. We purchased two new names, a Technology company and an Industrial in the corporate services industry. We sold outright two holdings, a Consumer Staples stock and a Healthcare stock that had been one of our underperformers in the portfolio.

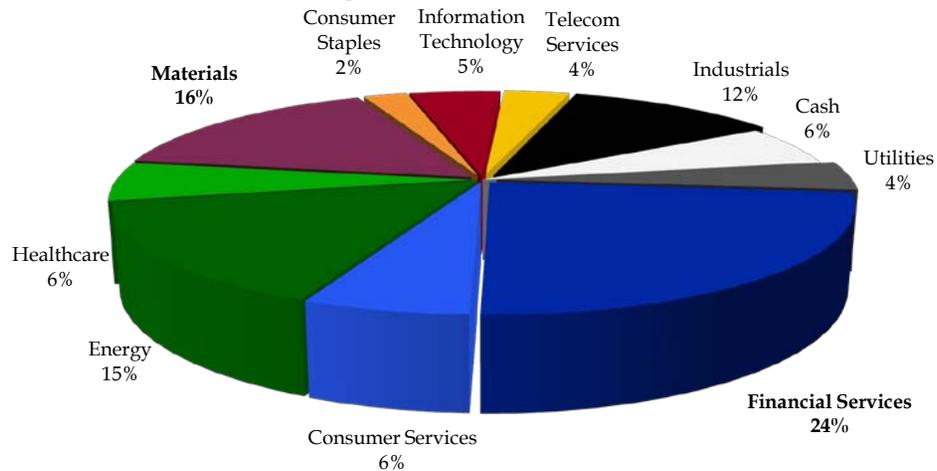
Quarterly Commentary

Looking ahead, we continue to characterize the equity market and economic recovery of being in the variety of 2 steps forward, 1 step back. The 3rd quarter is a key case in point, with very dramatic seesaw activity featuring a couple months of forward steps and a month with a decent backward step. We remain constructive on the overall direction of recovery, although very cognizant that it likely falls into a slower-growth bracket. As we are very prone to do, looking at the US corporate bond market helps to give us some insights. Investment grade and High Yield spreads remain in a reasonable range given the current state of economic uncertainty as well as the historically low level of Treasury yields. This stabilization in the credit markets helps to substantiate our viewpoint and outlook. Nonetheless, we are constantly evaluating (and re-evaluating) our outlook while seeking new thematic and bottom-up opportunities, and will remain vigilant in our portfolio management approach.

All views expressed in this commentary reflect the opinions and analysis of GW Capital's portfolio management team as of the date of this report and are subject to change without notice. This report is for informational purposes only and is not intended as an offer or solicitation with respect to the purchase or sale of any security. Please note: circumstances within individual accounts may not align with the general commentary provided in this writing. GW Capital in no way guarantees future performance or that GW Capital's outlook will come to fruition. Although the statements of fact and data in this report have been obtained from, and are based upon, sources that the firm believes to be reliable, we do not guarantee their accuracy, and any such information may be incomplete or condensed. Past performance is not a guarantee of future results. Investing in stocks entails the risks of market volatility. The value of all types of stocks may increase or decrease over varying time periods. Small-capitalization companies may lack the financial resources, product diversification and competitive strengths of larger companies. In addition, the securities of small-capitalization companies may not trade as readily as, and be subject to higher volatility than, those of larger, more established companies. Portfolios that invest a large percentage of assets in only one industry sector (or in only a few sectors) are more vulnerable to price fluctuation than portfolios that diversify among a broad range of sectors. Investors cannot invest directly in an index. The performance of unmanaged indexes reflects no deductions for fees, expenses or taxes which would affect performance of actively managed assets.

Sector Selection

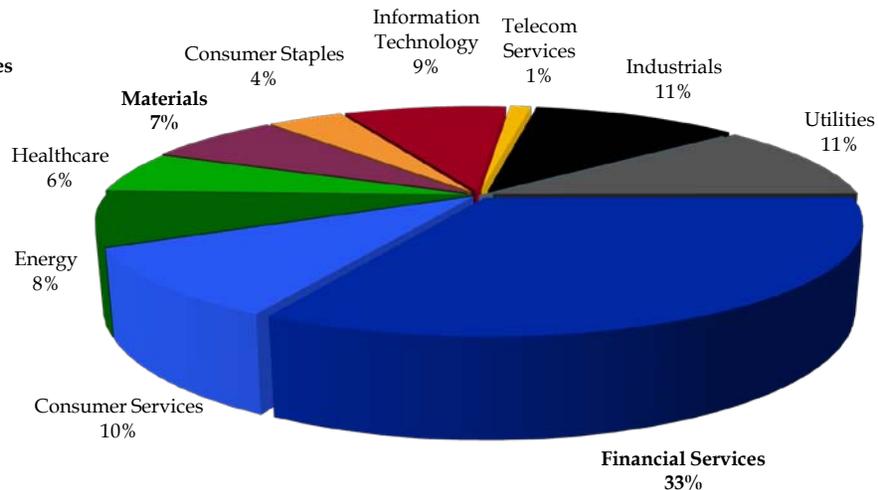
**Ormond Beach
Firefighters Pension Plan**



Largest Variances vs. Russell 2500 V

Materials: +9%
Financial Services: -9%

Russell 2500 Value*



* Source: Frank Russell Co. GICS Classification