

Summary of Investments

| | Total Cost | Market Value | % of Total Portfolio | Current Yield | Estimated Annual Income |
|-----------------------------------|---------------------|---------------------|----------------------|---------------|-------------------------|
| Cash/Cash Equivalent | | | | | |
| CASH & CASH EQUIVALENT | 82,597.87 | 82,597.87 | 4.8 | 0.0 | 8.26 |
| TOTAL Cash/Cash Equivalent | 82,597.87 | 82,597.87 | 4.8 | 0.0 | 8.26 |
| Equities | | | | | |
| FINANCIALS | 268,651.35 | 386,792.55 | 22.6 | 1.8 | 6,980.80 |
| ENERGY | 174,614.84 | 231,287.35 | 13.5 | 0.8 | 1,934.40 |
| MATERIALS | 149,185.72 | 220,053.55 | 12.9 | 0.9 | 1,984.60 |
| HEALTH CARE | 92,711.24 | 191,108.80 | 11.2 | 0.2 | 461.00 |
| CONSUMER STAPLES | 95,745.77 | 160,806.70 | 9.4 | 1.9 | 3,093.60 |
| INDUSTRIALS | 125,980.95 | 153,368.90 | 9.0 | 0.3 | 445.00 |
| UTILITIES | 93,755.33 | 119,495.50 | 7.0 | 4.5 | 5,319.20 |
| INFORMATION TECHNOLOGY | 70,110.82 | 100,378.65 | 5.9 | 1.1 | 1,130.80 |
| TELECOMMUNICATION SERVICES | 24,548.89 | 34,266.50 | 2.0 | 0.0 | 0.00 |
| CONSUMER DISCRETIONARY | 27,363.95 | 31,025.00 | 1.8 | 1.2 | 372.30 |
| TOTAL Equities | 1,122,668.86 | 1,628,583.50 | 95.2 | 1.3 | 21,721.70 |
| TOTAL Accruals | 383.15 | 383.15 | 0.0 | | |
| TOTAL PORTFOLIO | 1,205,649.88 | 1,711,564.52 | 100.0 | 1.3 | 21,729.96 |

Portfolio Performance (%) - Gross of Fees

| | Latest Month | Latest 3 Months | Year To Date | 1 Year | 3 Year* | 5 Year* | Since Inception* |
|--------------------|--------------|-----------------|--------------|--------|---------|---------|------------------|
| Total | 7.62 | 10.05 | 10.05 | 75.31 | N/A | N/A | 35.81 |
| RUSSELL 2500 VALUE | 7.35 | 9.57 | 9.57 | 67.17 | N/A | N/A | 28.81 |

*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 | | | | | | | | | | |
| | | | | | 82,597.87 | | 82,597.87 | 4.8 | 0.0 | 8.26 |
| TOTAL Cash/Cash Equivalent | | | | | 82,597.87 | | 82,597.87 | 4.8 | 0.0 | 8.26 |
| Equities | | | | | | | | | | |
| CONSUMER DISCRETIONARY | | | | | 27,363.95 | | 31,025.00 | 1.8 | 1.2 | 372.30 |
| | 950587105 | WEN | 6,205 | 4.41 | 27,363.95 | 5.00 | 31,025.00 | 1.8 | 1.2 | 372.30 |
| CONSUMER STAPLES | | | | | 95,745.77 | | 160,806.70 | 9.4 | 1.9 | 3,093.60 |
| | 191219104 | CCE | 2,060 | 8.72 | 17,962.03 | 27.66 | 56,979.60 | 3.3 | 1.3 | 741.60 |
| | 832696405 | SJM | 650 | 43.07 | 27,995.50 | 60.26 | 39,169.00 | 2.3 | 2.3 | 910.00 |
| | 579780206 | MKC | 950 | 29.92 | 28,422.77 | 38.36 | 36,442.00 | 2.1 | 2.7 | 988.00 |
| | 786514208 | SWY | 1,135 | 18.82 | 21,365.47 | 24.86 | 28,216.10 | 1.6 | 1.6 | 454.00 |
| ENERGY | | | | | 174,614.84 | | 231,287.35 | 13.5 | 0.8 | 1,934.40 |
| | 109178103 | BEXP | 2,410 | 10.61 | 25,566.53 | 15.95 | 38,439.50 | 2.2 | 0.0 | 0.00 |
| | 28336L109 | EP | 2,900 | 6.77 | 19,639.20 | 10.84 | 31,436.00 | 1.8 | 0.4 | 116.00 |
| | 30225X103 | EXH | 985 | 17.77 | 17,504.81 | 24.17 | 23,807.45 | 1.4 | 0.0 | 0.00 |
| | 346091705 | FST | 1,790 | 27.27 | 48,817.60 | 25.82 | 46,217.80 | 2.7 | 0.0 | 0.00 |
| | 886423102 | TDW | 780 | 40.23 | 31,378.62 | 47.27 | 36,870.60 | 2.2 | 2.1 | 780.00 |
| | 969457100 | WMB | 2,360 | 13.44 | 31,708.08 | 23.10 | 54,516.00 | 3.2 | 1.9 | 1,038.40 |
| FINANCIALS | | | | | 268,651.35 | | 386,792.55 | 22.6 | 1.8 | 6,980.80 |
| | 208464883 | CNO | 9,835 | 4.46 | 43,905.81 | 6.22 | 61,173.70 | 3.6 | 0.0 | 0.00 |
| | 316773100 | FITB | 4,740 | 10.56 | 50,055.88 | 13.56 | 64,274.40 | 3.8 | 0.3 | 189.60 |
| | 37247D106 | GNW | 3,045 | 10.59 | 32,260.48 | 18.34 | 55,845.30 | 3.3 | 0.0 | 0.00 |
| | 42217K106 | HCN | 875 | 40.91 | 35,792.62 | 45.23 | 39,576.25 | 2.3 | 6.0 | 2,380.00 |
| | 681936100 | OHI | 3,190 | 13.38 | 42,669.85 | 19.49 | 62,173.10 | 3.6 | 6.6 | 4,083.20 |
| | 78442P106 | SLM | 5,625 | 5.35 | 30,108.58 | 12.52 | 70,425.00 | 4.1 | 0.0 | 0.00 |
| | 938824109 | WFSL | 1,640 | 20.65 | 33,858.13 | 20.32 | 33,324.80 | 1.9 | 1.0 | 328.00 |
| HEALTH CARE | | | | | 92,711.24 | | 191,108.80 | 11.2 | 0.2 | 461.00 |
| | 112463104 | BKD | 3,410 | 5.77 | 19,679.58 | 20.83 | 71,030.30 | 4.2 | 0.0 | 0.00 |
| | 681904108 | OCR | 1,650 | 23.88 | 39,398.37 | 28.29 | 46,678.50 | 2.7 | 0.3 | 148.50 |
| | 714290103 | PRGO | 1,250 | 26.91 | 33,633.29 | 58.72 | 73,400.00 | 4.3 | 0.4 | 312.50 |
| INDUSTRIALS | | | | | 125,980.95 | | 153,368.90 | 9.0 | 0.3 | 445.00 |
| | 343412102 | FLR | 890 | 43.77 | 38,953.59 | 46.51 | 41,393.90 | 2.4 | 1.1 | 445.00 |
| | 884315102 | TNB | 1,675 | 24.09 | 40,357.84 | 39.24 | 65,727.00 | 3.8 | 0.0 | 0.00 |
| | 92345Y106 | VRSK | 1,640 | 28.46 | 46,669.52 | 28.20 | 46,248.00 | 2.7 | 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 | | | | | 70,110.82 | | 100,378.65 | 5.9 | 1.1 | 1,130.80 | |
| | ANIXTER INTERNATIONAL INC | 035290105 | AXE | 840 | 32.44 | 27,249.26 | 46.85 | 39,354.00 | 2.3 | 0.0 | |
| | HARRIS CORP. | 413875105 | HRS | 1,285 | 33.36 | 42,861.56 | 47.49 | 61,024.65 | 3.6 | 1.9 | |
| MATERIALS | | | | | 149,185.72 | | 220,053.55 | 12.9 | 0.9 | 1,984.60 | |
| | CROWN HOLDINGS INC | 228368106 | CCK | 2,230 | 19.08 | 42,546.84 | 26.96 | 60,120.80 | 3.5 | 0.0 | |
| | MEADWESTVACO CORP. | 583334107 | MWV | 1,955 | 16.05 | 31,370.51 | 25.55 | 49,950.25 | 2.9 | 3.6 | |
| | OWENS ILLINOIS | 690768403 | OI | 1,910 | 23.65 | 45,177.80 | 35.54 | 67,881.40 | 4.0 | 0.0 | |
| | WEYERHAEUSER COMPANY | 962166104 | WY | 930 | 32.36 | 30,090.57 | 45.27 | 42,101.10 | 2.5 | 0.4 | |
| TELECOMMUNICATION SERVICES | | | | | 24,548.89 | | 34,266.50 | 2.0 | 0.0 | 0.00 | |
| | SBA COMMUNICATIONS | 78388J106 | SBAC | 950 | 25.84 | 24,548.89 | 36.07 | 34,266.50 | 2.0 | 0.0 | |
| UTILITIES | | | | | 93,755.33 | | 119,495.50 | 7.0 | 4.5 | 5,319.20 | |
| | ONEOK INC | 682680103 | OKE | 1,670 | 30.52 | 50,962.05 | 45.65 | 76,235.50 | 4.5 | 3.9 | |
| | VECTREN CORPORATION | 92240G101 | VVC | 1,750 | 24.45 | 42,793.28 | 24.72 | 43,260.00 | 2.5 | 5.5 | |
| TOTAL Equities | | | | | | 1,122,668.86 | | 1,628,583.50 | 95.2 | 1.3 | 21,721.70 |
| Total Accruals | | | | | | | | 383.15 | 0.0 | | |
| TOTAL PORTFOLIO | | | | | | 1,205,649.88 | | 1,711,564.52 | 100 | 1.3 | 21,729.96 |

Purchases

| Trade Date | Settle Date | Quantity | Security | Price | Amount |
|------------------------|-------------|----------|--------------------------|-------|-------------------|
| Purchases | | | | | |
| 1/7/2010 | 1/12/2010 | 1,640 | WASHINGTON FEDERAL, INC. | 20.61 | 33,858.13 |
| 1/8/2010 | 1/13/2010 | 2,550 | FIFTH THIRD BANCORP | 11.18 | 28,616.87 |
| 1/8/2010 | 1/13/2010 | 365 | FLUOR CORPORATION | 49.30 | 18,000.74 |
| 1/11/2010 | 1/14/2010 | 695 | VERISK ANALYTICS | 29.85 | 20,771.60 |
| 1/12/2010 | 1/15/2010 | 70 | FLUOR CORPORATION | 48.85 | 3,420.24 |
| 1/12/2010 | 1/15/2010 | 135 | VERISK ANALYTICS | 30.10 | 4,068.66 |
| 2/5/2010 | 2/10/2010 | 7,080 | CONSECO INC | 4.36 | 31,149.88 |
| 2/12/2010 | 2/18/2010 | 2,755 | CONSECO INC | 4.62 | 12,755.93 |
| 2/12/2010 | 2/18/2010 | 290 | MEADWESTVACO CORP. | 22.75 | 6,599.24 |
| 3/19/2010 | 3/24/2010 | 1,790 | FOREST OIL CORP | 27.23 | 48,817.60 |
| Total Purchases | | | | | 208,058.89 |

Sales

| Trade Date | Settle Date | Quantity | Security | Price | Amount |
|--------------------|-------------|----------|-------------------------|-------|-------------------|
| Sales | | | | | |
| 1/7/2010 | 1/12/2010 | 1,075 | MEADWESTVACO CORP. | 29.01 | 31,167.53 |
| 1/7/2010 | 1/12/2010 | 4,840 | NV ENERGY INC | 11.99 | 57,926.04 |
| 1/11/2010 | 1/14/2010 | 290 | PPG INDUSTRIES | 61.50 | 17,832.74 |
| 2/5/2010 | 2/10/2010 | 385 | HEALTH CARE REIT | 40.86 | 15,715.92 |
| 2/11/2010 | 2/17/2010 | 2,250 | DEAN FOODS | 14.37 | 32,233.53 |
| 3/9/2010 | 3/12/2010 | 1,305 | GENWORTH FINANCIAL INC. | 16.43 | 21,394.28 |
| 3/12/2010 | 3/17/2010 | 875 | EXTERRAN HOLDINGS | 25.95 | 22,666.76 |
| 3/12/2010 | 3/17/2010 | 890 | HERSHEY COMPANY | 42.15 | 37,474.31 |
| Total Sales | | | | | 236,411.11 |

Gains/Losses

| Sell Date | Purchase Date | Shares/ Par Value | Security | Proceeds(\$) | Cost Basis(\$) | Gains/Loss | |
|-----------|---------------|----------------------|--------------------|--------------|----------------|----------------|---------------|
| | | | | | | Short Term(\$) | Long Term(\$) |
| 1/7/2010 | 10/30/2008 | 740 | MEADWESTVACO CORP. | 21,454.86 | 9,342.80 | 0.00 | 12,112.06 |
| 1/7/2010 | 4/21/2009 | 335 | MEADWESTVACO CORP. | 9,712.67 | 4,511.14 | 5,201.53 | 0.00 |
| 1/7/2010 | 10/30/2008 | 4,840 | NV ENERGY INC | 57,926.04 | 38,403.95 | 0.00 | 19,522.09 |
| 1/11/2010 | 6/24/2009 | 290 | PPG INDUSTRIES | 17,832.74 | 12,454.49 | 5,378.25 | 0.00 |
| 2/5/2010 | 10/30/2008 | 385 | HEALTH CARE REIT | 15,715.92 | 15,989.28 | 0.00 | -273.36 |
| 2/11/2010 | 10/30/2008 | 2,250 | DEAN FOODS | 32,233.53 | 46,559.48 | 0.00 | -14,325.95 |

Gains/Losses

| Sell Date | Purchase Date | Shares/ Par Value | Security | Proceeds(\$) | Cost Basis(\$) | Gains/Loss | |
|------------------------------------|---------------|----------------------|-------------------------|-------------------|-------------------|------------------|------------------|
| | | | | | | Short Term(\$) | Long Term(\$) |
| 3/9/2010 | 10/30/2009 | 1,305 | GENWORTH FINANCIAL INC. | 21,394.28 | 13,759.27 | 7,635.01 | 0.00 |
| 3/12/2010 | 10/30/2008 | 875 | EXTERRAN HOLDINGS | 22,666.76 | 16,785.04 | 0.00 | 5,881.72 |
| 3/12/2010 | 10/30/2008 | 890 | HERSHEY COMPANY | 37,474.31 | 32,473.61 | 0.00 | 5,000.70 |
| Total Realized Gains/Losses | | | | 236,411.11 | 190,279.06 | 18,214.79 | 27,917.26 |

| Income | | |
|-------------------------------------|------------------------------|-----------------|
| Pay Date | Security | Amount |
| 1/4/2010 | EL PASO CORP. | 29.00 |
| 1/5/2010 | FLUOR CORPORATION | 56.88 |
| 1/14/2010 | SAFeway INC. | 113.50 |
| 1/15/2010 | MCCORMICK & CO. | 247.00 |
| 1/21/2010 | FIFTH THIRD BANCORP | 21.90 |
| 2/12/2010 | ONEOK INC | 734.80 |
| 2/16/2010 | OMEGA HEALTHCARE | 1,020.80 |
| 2/19/2010 | HEALTH CARE REIT | 856.80 |
| 3/1/2010 | WEYERHAEUSER COMPANY | 46.50 |
| 3/1/2010 | MEADWESTVACO CORP. | 382.95 |
| 3/1/2010 | JM SMUCKER | 227.50 |
| 3/1/2010 | VECTREN CORPORATION | 595.00 |
| 3/15/2010 | HERSHEY COMPANY | 284.80 |
| 3/15/2010 | OMNICARE, INC. | 37.13 |
| 3/15/2010 | WENDY'S/ARBY'S GROUP | 93.08 |
| 3/16/2010 | PERRIGO CO. | 78.13 |
| 3/16/2010 | TIDEWATER INC | 195.00 |
| 3/18/2010 | HARRIS CORP. | 282.70 |
| 3/25/2010 | COCA-COLA ENTERPRISES | 185.40 |
| 3/29/2010 | WILLIAMS COS, INC. | 259.60 |
| Total Dividends | | 5,748.47 |
| 1/29/2010 | January Short Term Interest | 0.81 |
| 2/26/2010 | February Short Term Interest | 0.25 |
| 3/31/2010 | March Short Term Interest | 0.58 |
| Total Cash & Equivalents | | 1.64 |
| Total Income | | 5,750.11 |

Quarterly Commentary

SMID cap equities began the year 2010 with a whimper but finished this first quarter with a roar. The market returned about -3% in January, but then went positive in February and even more so in March. This makes for the 4th consecutive positive quarter and a greater than 65% SMID cap equity market return for the past 12 months (as measured by the Russell 2500 or Russell 2500 Value indices). Diverging from last year's dominance by the Growth segment, first quarter 2010 was lead modestly by the Value side. The Russell 2500 Value returned 9.6% vs the Russell 2500 at 9.2%. However, consistent to most of 2009, return leadership came from smaller stocks (those under \$500 million in market cap), stocks priced under \$5 a share, and companies with zero to negative earnings. GW Capital's holdings mainly remain outside of these parameters.

Sector leaders and laggards continued to present a problem for the thematic component of GW Capital managed portfolios last quarter, as happened in much of 2009. The runaway market sector winner for the quarter, returning greater than half its nearest sector, was 2009's sector winner as well: Consumer Discretionary. On the flip side, one of the lagging sectors was Energy. In terms of portfolio make-up, GW Capital 's significant underweight to Consumer Discretionary stocks remains in place. At the same time, our Energy overweight remains. Add this up and you get a challenging environment for a GW Capital SMID Cap equity portfolio to outperform. Throw in one more item, the strength in returns for the second best market sector last quarter, Financial Services (where GW Capital is underweight against the Russell 2500 Value benchmark by our 25% maximum sector weighting limit), and we've dug a hole that can be very difficult to climb out in a single quarter.

But climb we did.

Even with those headwinds highlighted in the previous paragraphs, GW Capital SMID portfolios outperformed their SMID Cap benchmarks in the first quarter. Outperformance was driven by solid returns from issue selection primarily within Financial Services. We also had strong performance from select names in Healthcare and Energy -- helping to propel portfolios to an overall outperformance position for the quarter. Finally, we had a name in the Consumer Staples area receive an offer to acquire a significant portion of their business, providing a solid boost in valuation in that stock. On the downside, we had some names in Consumer Staples, Materials and the Consumer Discretionary area that underperformed by double-digits, mitigating some of the positive impact by this quarter's winners.

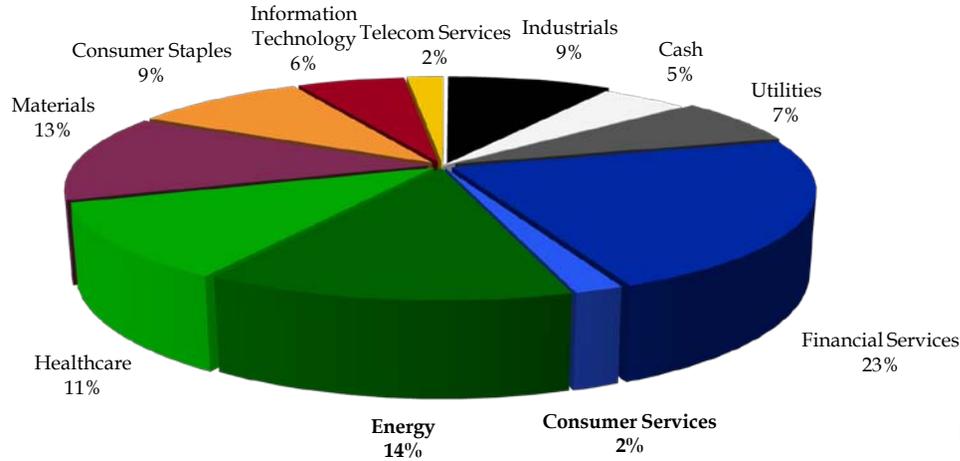
First quarter was about average for transactions in terms of new buys (3) and outright sells (4). We sold 2 stocks in the Consumer Staples sector, 1 Utility company and a Chemicals/Materials firm. On the buy side, we added 2 positions that were already held in our Small Cap portfolios – a Financial Services company and an Energy stock – plus we purchased a new Bank stock. We also were relatively active in terms of paring-back some names and adding to others.

Looking ahead, with a 100+% rally in the Russell 2500 and 2500 Value indices since the March 2009 low, we remain somewhat cautious on the market. However, seeing stabilization in the economy and the US financial system has made us modestly more constructive on the potential for economic recovery. We continue to seek opportunities to position the portfolio accordingly. As always, 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

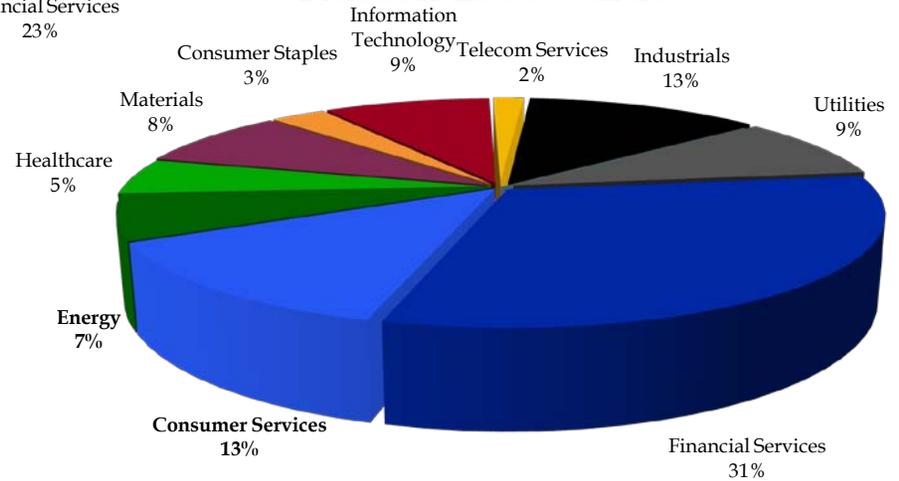
**Ormond Beach General
Employees Pension Plan**



Largest Variances vs. Russell 2500 V

Energy: +7%
Consumer Services: -11%

Russell 2500 Value*



* Source: Frank Russell Co. GICS Classification