

Summary of Investments

	Total Cost	Market Value	% of Total Portfolio	Current Yield	Estimated Annual Income
Cash/Cash Equivalent					
CASH & CASH EQUIVALENT	90,105.88	90,105.88	6.2	0.0	9.01
TOTAL Cash/Cash Equivalent	90,105.88	90,105.88	6.2	0.0	9.01
Equities					
FINANCIALS	277,779.67	344,703.45	23.8	2.0	7,024.00
MATERIALS	200,713.08	231,457.02	16.0	1.0	2,379.00
ENERGY	166,244.13	221,429.00	15.3	0.8	1,861.40
INDUSTRIALS	140,393.07	167,775.50	11.6	0.4	715.00
CONSUMER DISCRETIONARY	85,225.31	87,461.85	6.0	0.6	557.40
HEALTH CARE	30,832.75	83,037.95	5.7	0.2	135.00
INFORMATION TECHNOLOGY	58,260.95	73,032.75	5.0	2.4	1,785.00
UTILITIES	41,502.03	61,254.40	4.2	4.1	2,502.40
TELECOMMUNICATION SERVICES	37,939.69	51,382.50	3.6	0.0	0.00
CONSUMER STAPLES	24,549.90	34,502.10	2.4	2.6	912.00
TOTAL Equities	1,063,440.58	1,356,036.52	93.8	1.3	17,871.20
TOTAL Accruals	267.80	267.80	0.0		
TOTAL PORTFOLIO	1,153,814.26	1,446,410.20	100.0	1.2	17,880.21

Portfolio Performance (%) - Gross of Fees

	Latest Month	Latest 3 Months	Year To Date	1 Year	3 Year*	5 Year*	Since Inception*
Total	9.86	8.41	6.83	16.27	N/A	N/A	20.85
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				90,105.88		90,105.88	6.2	0.0	9.01
TOTAL Cash/Cash Equivalent					90,105.88		90,105.88	6.2	0.0	9.01
Equities										
CONSUMER DISCRETIONARY					85,225.31		87,461.85	6.0	0.6	557.40
	42805T105	HTZ	4,285	10.22	43,776.36	10.59	45,378.15	3.1	0.0	0.00
	950587105	WEN	9,290	4.46	41,448.95	4.53	42,083.70	2.9	1.3	557.40
CONSUMER STAPLES					24,549.90		34,502.10	2.4	2.6	912.00
	832696405	SJM	570	43.07	24,549.90	60.53	34,502.10	2.4	2.6	912.00
ENERGY					166,244.13		221,429.00	15.3	0.8	1,861.40
	109178103	BEXP	2,095	10.62	22,259.03	18.75	39,281.25	2.7	0.0	0.00
	28336L109	EP	3,785	8.40	31,787.08	12.38	46,858.30	3.2	0.3	151.40
	30225X103	EXH	855	17.56	15,011.03	22.71	19,417.05	1.3	0.0	0.00
	346091705	FST	1,550	27.27	42,272.22	29.70	46,035.00	3.2	0.0	0.00
	886423102	TDW	680	40.23	27,355.72	44.81	30,470.80	2.1	2.2	680.00
	969457100	WMB	2,060	13.38	27,559.05	19.11	39,366.60	2.7	2.6	1,030.00
FINANCIALS					277,779.67		344,703.45	23.8	2.0	7,024.00
	12621E103	CNO	8,550	4.47	38,252.19	5.54	47,367.00	3.3	0.0	0.00
	316773100	FITB	4,120	10.68	43,986.38	12.03	49,563.60	3.4	0.3	164.80
	37247D106	GNW	2,645	10.60	28,043.08	12.22	32,321.90	2.2	0.0	0.00
	42217K106	HCN	755	40.87	30,859.30	47.34	35,741.70	2.5	5.8	2,083.80
	52602E102	LPS	825	33.19	27,377.94	33.23	27,414.75	1.9	1.2	330.00
	681936100	OHI	2,785	13.38	37,252.51	22.45	62,523.25	4.3	6.4	4,010.40
	78442P106	SLM	4,895	5.46	26,745.32	11.55	56,537.25	3.9	0.0	0.00
	938824109	WFSL	2,175	20.81	45,262.95	15.28	33,234.00	2.3	1.3	435.00
HEALTH CARE					30,832.75		83,037.95	5.7	0.2	135.00
	112463104	BKD	2,965	5.50	16,316.41	16.31	48,359.15	3.3	0.0	0.00
	714290103	PRGO	540	26.88	14,516.34	64.22	34,678.80	2.4	0.4	135.00
INDUSTRIALS					140,393.07		167,775.50	11.6	0.4	715.00
	343412102	FLR	770	44.58	34,329.61	49.53	38,138.10	2.6	1.0	385.00
	462846106	IRM	1,320	22.32	29,468.98	22.34	29,488.80	2.0	1.1	330.00
	884315102	TNB	1,465	24.29	35,584.40	41.02	60,094.30	4.2	0.0	0.00
	92345Y106	VRSK	1,430	28.68	41,010.08	28.01	40,054.30	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					58,260.95		73,032.75	5.0	2.4	1,785.00
HARRIS CORP.	413875105	HRS	1,120	33.45	37,462.45	44.29	49,604.80	3.4	2.3	1,120.00
KLA TENCOR	482480100	KLAC	665	31.28	20,798.50	35.23	23,427.95	1.6	2.8	665.00
MATERIALS					200,713.08		231,457.02	16.0	1.0	2,379.00
CROWN HOLDINGS INC	228368106	CCK	1,940	19.08	37,013.84	28.66	55,600.40	3.8	0.0	0.00
MEADWESTVACO CORP	583334107	MWV	1,705	16.42	28,003.99	24.38	41,567.90	2.9	3.8	1,568.60
OWENS ILLINOIS	690768403	OI	1,670	23.65	39,501.00	28.06	46,860.20	3.2	0.0	0.00
WEYERHAEUSER COMPANY	962166104	WY	2,202	21.69	47,762.32	15.76	34,703.52	2.4	1.3	440.40
YAMANA GOLD, INC.	98462Y100	AUY	4,625	10.47	48,431.93	11.40	52,725.00	3.6	0.7	370.00
TELECOMMUNICATION SERVICES					37,939.69		51,382.50	3.6	0.0	0.00
SBA COMMUNICATIONS	78388J106	SBAC	1,275	29.76	37,939.69	40.30	51,382.50	3.6	0.0	0.00
UTILITIES					41,502.03		61,254.40	4.2	4.1	2,502.40
ONEOK INC	682680103	OKE	1,360	30.52	41,502.03	45.04	61,254.40	4.2	4.1	2,502.40
TOTAL Equities					1,063,440.58		1,356,036.52	93.8	1.3	17,871.20
Total Accruals							267.80	0.0		
TOTAL PORTFOLIO					1,153,814.26		1,446,410.20	100	1.2	17,880.21

Purchases

Trade Date	Settle Date	Quantity	Security	Price	Amount
Purchases					
7/14/2010	7/19/2010	310	KLA TENCOR	31.04	9,633.93
7/14/2010	7/19/2010	355	KLA TENCOR	31.44	11,164.57
9/29/2010	10/4/2010	685	IRON MOUNTAIN	22.21	15,218.44
9/30/2010	10/5/2010	635	IRON MOUNTAIN	22.43	14,250.54
Total Purchases					50,267.48

Sales

Trade Date	Settle Date	Quantity	Security	Price	Amount
Sales					
7/13/2010	7/16/2010	830	MCCORMICK & CO.	38.72	32,103.85
9/21/2010	9/24/2010	1,440	OMNICARE, INC.	22.06	31,707.25
9/27/2010	9/30/2010	550	PERRIGO CO.	65.79	36,178.82
Total Sales					99,989.92

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	400	MCCORMICK & CO.	15,471.73	11,813.40	0.00	3,658.33
7/13/2010	2/25/2009	250	MCCORMICK & CO.	9,669.83	7,595.10	0.00	2,074.73
7/13/2010	2/26/2009	180	MCCORMICK & CO.	6,962.28	5,470.25	0.00	1,492.03
9/21/2010	6/23/2009	550	OMNICARE, INC.	12,110.41	13,313.69	0.00	-1,203.28
9/21/2010	6/23/2009	280	OMNICARE, INC.	6,165.30	6,817.80	0.00	-652.50
9/21/2010	8/11/2009	610	OMNICARE, INC.	13,431.54	14,183.48	0.00	-751.94
9/27/2010	5/22/2009	540	PERRIGO CO.	35,521.02	14,539.99	0.00	20,981.03
9/27/2010	6/18/2009	10	PERRIGO CO.	657.80	268.82	0.00	388.98
Total Realized Gains/Losses				99,989.92	74,002.53	0.00	25,987.39

Income		
Pay Date	Security	Amount
7/1/2010	EL PASO CORP.	40.70
7/2/2010	FLUOR CORPORATION	103.75
7/14/2010	YAMANA GOLD, INC.	69.38
7/20/2010	MCCORMICK & CO.	215.80
7/22/2010	FIFTH THIRD BANCORP	41.20
7/23/2010	WASHINGTON FEDERAL, INC.	108.75
8/13/2010	ONEOK INC	625.60
8/16/2010	OMEGA HEALTHCARE	1,002.60
8/20/2010	HEALTH CARE REIT	520.95
9/1/2010	MEADWESTVACO CORP.	392.15
9/1/2010	JM SMUCKER	228.00
9/1/2010	KLA TENCOR	166.25
9/13/2010	WILLIAMS COS, INC.	257.50
9/14/2010	PERRIGO CO.	68.13
9/15/2010	OMNICARE, INC.	46.80
9/15/2010	WENDY'S/ARBY'S GROUP	139.35
9/15/2010	TIDEWATER INC	170.00
9/16/2010	WEYERHAEUSER CORPORATE ACTION CASH-IN LIEU OF PARTIAL SHARES	13.90
9/16/2010	LENDER PROCESSING SERVICES	82.50
9/17/2010	HARRIS CORP.	280.00
	Total Dividends	4,573.31
7/30/2010	July Short Term Interest	0.34
8/31/2010	August Short Term Interest	0.35
9/30/2010	September Short Term Interest	0.38
	Total Cash & Equivalent	1.07
	Total Income	4,574.38

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.

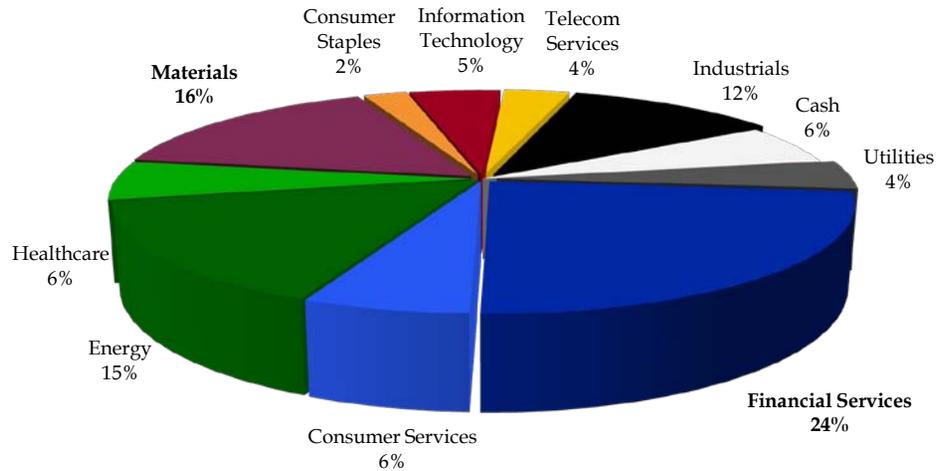
Quarterly Commentary

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

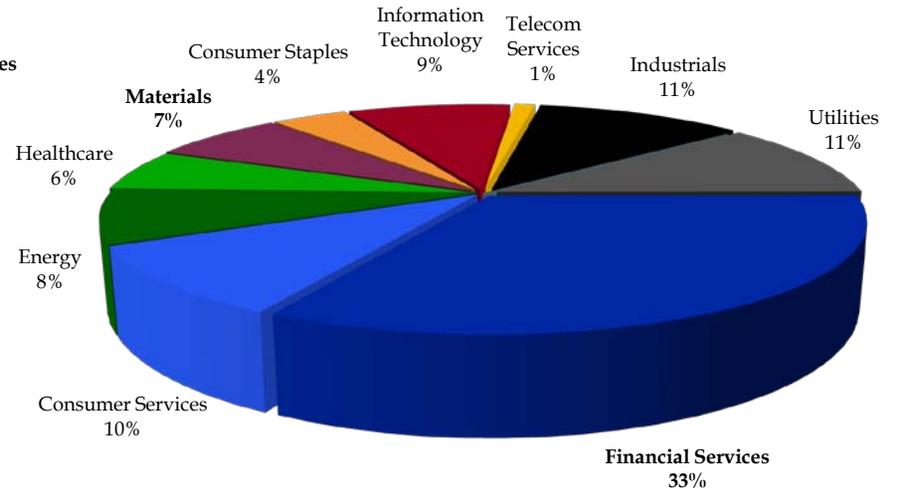
**Ormond Beach General
Employees Pension Plan**



Largest Variances vs. Russell 2500 V

Materials: +9%
Financial Services: -9%

Russell 2500 Value*



* Source: Frank Russell Co. GICS Classification