



The Guardian Portfolios

The Guardian Portfolios are designed to provide you with the opportunity to use actively managed investment strategies to further diversify your assets. Our portfolios use a combination of innovative strategies that seek to lower volatility without compromising performance.

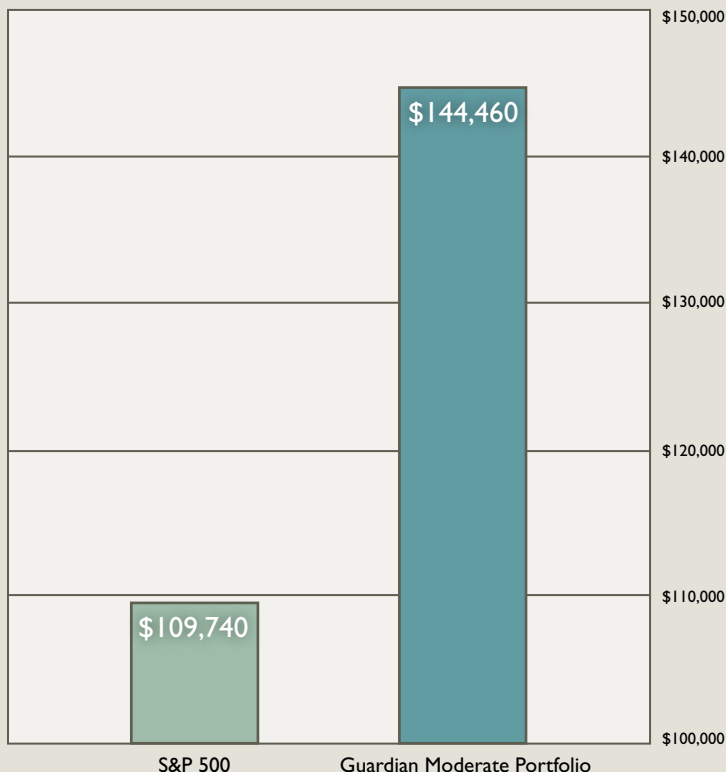
ACTIVE MANAGEMENT AND MULTIPLE STRATEGIES

The investing environment can shift dramatically, so your investment positions today may not be appropriate for tomorrow. The Guardian Portfolios utilize a variety of active management techniques to shift your investments in response to market change.

By combining multiple strategies within your portfolio, there is more opportunity for protection and profit in a wide range of market conditions.

The result is multi-disciplined, actively managed portfolios that seek to eliminate emotion, reduce volatility, and add consistent performance.

HYPOTHETICAL GROWTH OF \$100,000: FROM 2001 TO 2005



How Active Management Affects Your Investments

The graph to the left compares how an actively managed portfolio would have performed during the past five years, when the market has demonstrated both positive and negative conditions.

A more active approach could protect your assets even when the market is moving downwards or sideways.

Please see Important Disclosure Information on the reverse side hereof.

Your financial adviser will provide you with our Investor Profile Questionnaire. This powerful tool will help you select a Guardian Portfolio that best matches your risk tolerance, time horizon, and investment objectives.

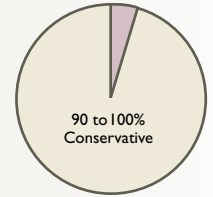
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CONSERVATIVE PORTFOLIO

A lower risk portfolio that uses primarily (but not exclusively) conservative strategies to help achieve its goal of lower volatility and protection of principle.

For Investors Who:

- Seek moderately low investment volatility
- Have a short time horizon (0 to 3 years)
- Want to stress preservation of capital

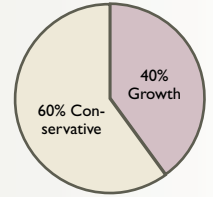


MODERATELY CONSERVATIVE PORTFOLIO

A portfolio that mixes 60% conservative strategies with 40% growth strategies to help capture moderate growth potential while still maintaining a modest risk level.

For Investors Who:

- Can bear some risk, but do not desire dramatic price swings
- Have a longer time horizon (3 to 5 years or more)
- Consider growth important, but are aware of retirement goals

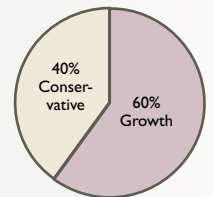


MODERATE PORTFOLIO

Using a blend of management styles, this portfolio attempts to provide investors who have a longer time horizon with an opportunity to participate in greater growth, with moderate price swings.

For Investors Who:

- Have some tolerance for market fluctuations, with the potential for higher rewards
- Have at least five years before they will need to withdraw from their investments
- Are interested in growth, but need to safeguard some portion of their portfolio

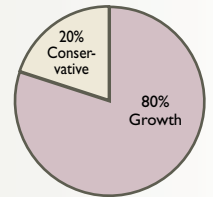


MODERATE GROWTH PORTFOLIO

A higher risk portfolio that seeks capital growth, but includes an allocation to conservative strategies to diminish volatility. This more aggressive portfolio is focused on growth, and can experience increased price swings.

For Investors Who:

- Can tolerate significant market fluctuations
- Have a long term investment horizon (greater than 10 years)
- Are very interested with growth, but wish to avoid an all-equity portfolio

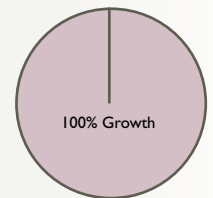


GROWTH PORTFOLIO

A portfolio that reflects an investor's willingness to participate in market swings with the potential for higher growth. This portfolio is a mix of growth strategies, with little or no exposure to conservative investments.

For Investors Who:

- Are willing to tolerate significant market swings
- Have a long term investment horizon (greater than 10 years)
- Consider growth of capital their primary goal



IMPORTANT DISCLOSURE INFORMATION

Portfolio Strategies, Inc. ("PSI") is a registered investment adviser established in 1982. PSI offers strictly discretionary investment management services via the omnibus trading of mutual funds and annuity subaccounts. PSI's disciplined, quantitative investment strategies utilize a wide variety of techniques (such as relative strength, momentum, modern portfolio theory, calendar effects, and trend-following) to invest in mutual funds and annuity subaccounts holding U.S. and foreign securities of any market capitalization. The Guardian Portfolios are pre-packaged combinations of the individual programs offered by Portfolio Strategies. Readers are encouraged to view the individual program materials to learn more about each program and the individual program disclosures. All returns are in U.S. Dollars.

Individual program component returns represent a mixture of hypothetical results, results of manager's client account prior to rollout at Portfolio Strategies, Inc., and the results of Portfolio Strategies, Inc. clients invested in the respective individual component programs. However, since no client was invested in these combination Guardian Portfolios prior to 2006, all results are labeled hypothetical.

Performance results shown reflect hypothetical, back-tested results, that were achieved by means of the retroactive application of a back-tested model and, as such, the corresponding results have inherent limitations, including: (1) the model results do not reflect the results of actual trading using client assets, but were achieved by means of the retroactive application of a back-tested model that was designed with the benefit of hindsight; (2) model results generally do not reflect the reinvestment of dividends, nor the deduction of transaction, custodial or advisory fees (except that the model results do reflect the deduction of an annual investment management fee), the impact of taxes, or the separate fees assessed directly by each unaffiliated mutual fund holding that comprised the model, the deduction of all of which fees and costs would have had the effect of decreasing model performance results; (3) back-tested performance does not reflect the impact that any material market or economic factors might have had on the adviser's use of the model if the model had been used during the period to actually manage client assets; and, (4) PSI's clients may have experienced investment results during the corresponding time periods that were materially different from those portrayed in the model.

For reasons including variances in program account holdings, transaction and custodial fee variances, market fluctuation, the date on which a client became a participant in the program, and any account contributions or withdrawals, the performance of a specific client's account may vary substantially from the indicated performance results. PSI's Guardian Portfolios may involve an above-average turnover, which could negatively impact upon the

net after-tax gain experienced by an individual client in a taxable account.

Past performance may not be indicative of future results and the performance of a specific individual client account may vary substantially from the performance results. Therefore, no current or prospective client should assume that future performance will be profitable, or equal either the performance results reflected, or the performance results for any of the comparative index benchmark(s) provided. The historical performance results of the comparative index benchmark(s) do not reflect the deduction of transaction and custodial charges or the deduction of an investment management fee, the incidence of which would have the effect of decreasing indicated historical performance results. The historical index performance results are provided exclusively for comparison purposes only, so as to provide general comparative information to assist an individual client or prospective client in determining whether the model portfolio meets, or continues to meet, his/her/its investment objective(s). It should not be assumed that PSI's client account holdings will correspond directly to any of the comparative index benchmarks. For reasons including variances in program account holdings, variances in the investment management fee incurred, transaction and custodial fee variances, market fluctuation, the date on which a client engaged PSI's investment management services, and any account contributions or withdrawals, the performance of a specific client's account may have varied substantially from the indicated performance results.

To the extent that there has been a change in a client's investment objectives or financial situation, he/she/it is encouraged to advise PSI immediately. Different types of investments and/or investment strategies involve varying levels of risk, and there can be no assurance that any specific investment or investment strategy (including the investments purchased and/or investment strategies devised by PSI) will be either suitable or profitable for a client's or prospective client's portfolio. All performance results have been compiled solely by PSI, are unaudited, and have not been independently verified. Information pertaining to PSI's advisory operations, services, and fees is set forth in PSI's current disclosure statement, as same is on file with the United States Securities and Exchange Commission, a copy of which is available from PSI upon request.

The S&P 500 Index is a market capitalization-weighted index of 500 widely held stocks often used as a proxy for the stock market. It measures the movement of the largest issues. Standard and Poor's chooses the member companies for the 500 based on market size, liquidity, and industry group representation. Included are the stocks of industrial, financial, utility, and transportation companies.