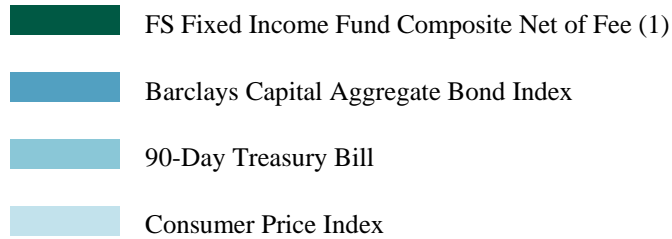


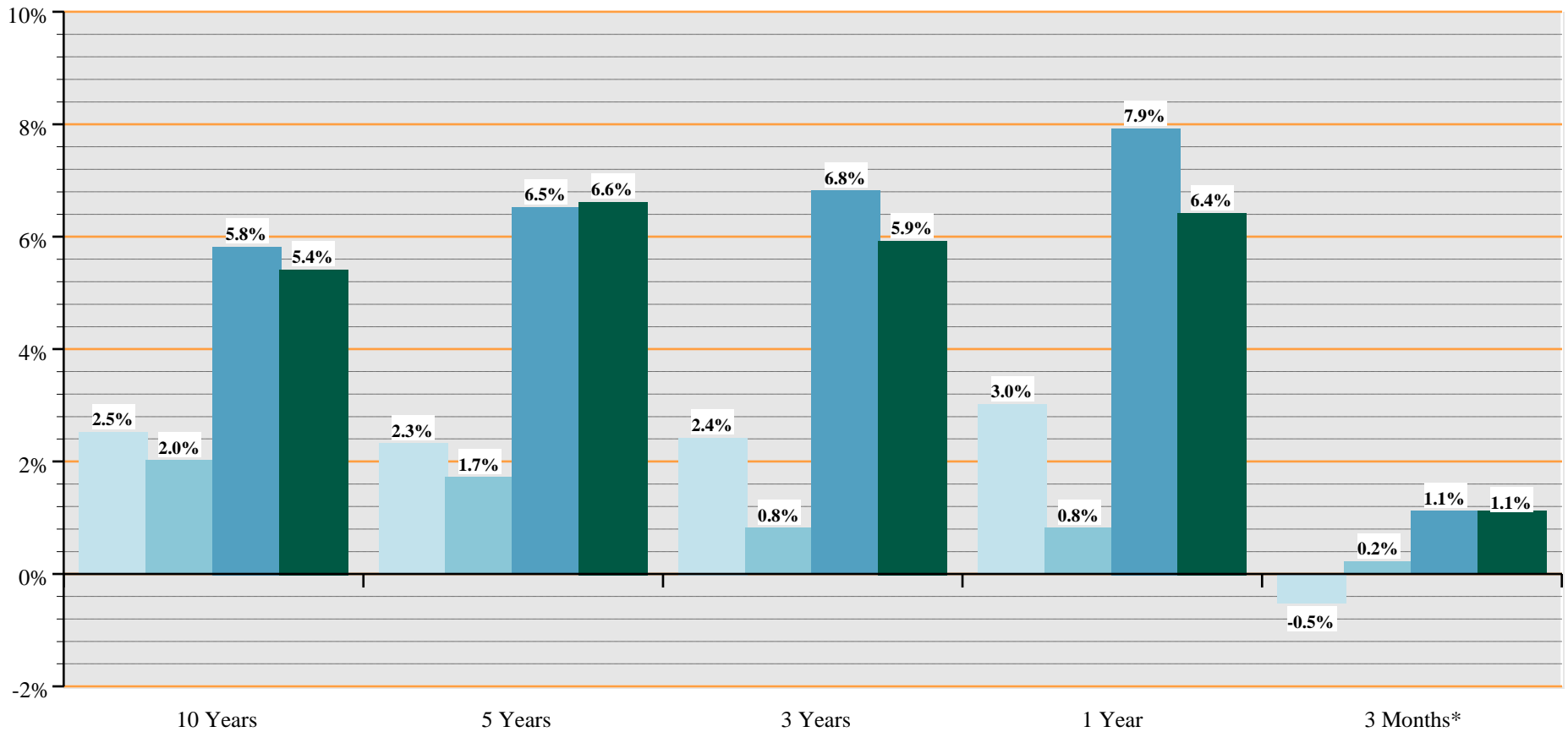
Fixed Income Fund Composite

Compound Annual Rate of Returns (12/31/01 - 12/30/11)



(1) The returns reflected in this report are not presented in accordance with the GIPS Performance Presentation Standards unless accompanied by the NOTES TO INVESTMENT RESULTS. The rates of return are adjusted for the impact of fees.

* Total Return



Notes to Investment Results for Periods Ending December 30, 2011

1. Annual Rates of Return (Dollars in Millions)

The following table presents the annual returns for the Fixed Income Fund Composite (the Composite), as well as certain information with regard to the size of the Composite, its relative size to the assets under management by Faye Sarofim & Co. and its subsidiaries (the Company) and a measure of dispersion. The information presented below is calculated in and expressed in United States dollars.

Year Ended December 31	Time-Weighted Rate of Return	Number of Portfolios	Total Composite Assets	Total Firm Assets	% of Total Managed Assets	% of Managed Fixed Income Assets	Dispersion of Returns (Standard Deviation)	3 Year Annualized Standard Deviation of Composite	Standard & Poor's 500	3 Year Annualized Standard Deviation of Standard & Poor's 500	Barclays Capital Aggregate Bond Index	3 Year Annualized Standard Deviation of Bond Index
10/11-12/11 (1)	1.1%	6	\$137	\$20,792	1%	50%	N/M	2.9	11.8%	18.7	1.1%	2.8
01/11-12/11 (1)	6.6%	6	\$137	\$20,792	1%	50%	0.8	2.9	2.0%	18.7	7.9%	2.8
2010	6.3%	6	\$133	\$19,498	1%	60%	0.8	3.7	15.1%	21.9	6.6%	4.2
2009	5.4%	6	\$132	\$17,984	1%	55%	1.2	3.5	26.6%	19.6	5.9%	4.2
2008	7.9%	7	\$303	\$18,710	2%	78%	0.7	3.3	(37.0)%	15.1	5.2%	4.0
2007	7.7%	9	\$330	\$30,730	1%	76%	0.5	2.4	5.4%	7.7	7.0%	2.8
2006	4.7%	8	\$305	\$34,339	1%	78%	0.2	2.6	15.7%	6.8	4.3%	3.2
2005	1.9%	10	\$430	\$36,722	1%	77%	0.2	3.2	4.9%	9.0	2.4%	4.1
2004	3.3%	11	\$440	\$41,811	1%	68%	0.2	3.9	10.9%	14.8	4.3%	4.3
2003	3.9%	12	\$427	\$41,615	1%	65%	0.5	4.1	28.6%	18.1	4.1%	4.2
2002	8.9%	11	\$425	\$36,085	1%	62%	0.7	3.8	(22.1)%	18.5	10.3%	3.4
2001	9.1%	12	\$646	\$42,710	2%	80%	0.2	3.9	(11.9)%	16.7	8.4%	3.3

(1) Periods less than 1 year are non-annualized

2. Basis of Presentation

The accompanying Investment Results chart sets forth certain total rates of return for the Composite of the Company for investment periods ending December 30, 2011. The composite creation date, as defined, for the Composite is January 1, 1996. Faye Sarofim & Co. claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Faye Sarofim & Co. has been independently verified for the annual periods presented. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Fixed Income Fund composite has been examined for the annual periods presented. The verification and performance examination reports are available upon request.

Notes to Investment Results for Periods Ending December 30, 2011

The Standard and Poor's 500 and the Barclays Capital Aggregate Bond indices are presented as benchmarks for the returns of the Composite. The benchmarks are used for comparative purposes only, and generally reflect the risk or investment style of the investments included in the reported Composite. The investment portfolios managed by the Company and included in the Composite are structured differently than the indices. The Standard & Poor's index is published by Standard & Poor's, a division of the McGraw-Hill Companies, Inc. The S & P 500 is a free-float capitalization-weighted index, published since 1957, of the prices of the 500 large-cap common stocks actively traded in the United States. The stocks included in the S & P 500 are those of large publicly held companies that trade on either of the two largest American stock market exchanges: the New York Stock Exchange and the NASDAQ. The Barclays Capital Aggregate Bond Index is published by Barclays Capital, a division of Barclays Bank PLC. It is a market capitalization-weighted index, meaning the securities in the index are weighted according to the market size of each bond type. Most U.S. traded investment grade bonds are represented. Municipal bonds and Treasury Inflation-Protected Securities are excluded, due to tax treatment issues. The index includes Treasury securities, Government agency bonds, Mortgage-backed bonds, Corporate bonds, and a small amount of foreign bonds traded in the U.S. The Barclays Capital Aggregate Bond Index is an intermediate term index. The average maturity, as of December 30, 2011, was 7.13 years.

The Company is not aware of any differences in exchange rates or valuation sources used among the portfolios within the Composites, and between the Composites and the benchmarks.

Past performance may not be an indication of future results. In addition, performance measures other than those prescribed by the GIPS may produce different results. The Company has prepared and presented this report in compliance with the GIPS, and there are no laws or regulations that are being complied with that differ from the GIPS. The CFA Institute has not been involved in the preparation or review of this report.

3. Company and Composite

Fayez Sarofim & Co., a registered investment adviser, is a manager of equity, balanced and fixed portfolios. The Company is defined as an independent investment management firm that is not affiliated with a parent organization.

Portfolios included in the Composite are discretionary, fee paying, tax-exempt portfolios with assets with a market value in excess of \$5,000,000. The Company reviews all managed portfolios for proper inclusion in the Composite and excludes those where the client prohibits full implementation of the Company's investment strategy on the basis that the portfolio is not fully discretionary. The Fixed Income Fund Composite is composed of portfolios that are managed on a basis wherein all, or substantially all, of the securities in the portfolios are fixed income securities with maturity guidelines consistent with the Company's investment strategy. Accordingly, fixed segments of portfolios not managed as described above are not included in the Fixed Income Fund Composite.

Total assets under the management of the Company includes both discretionary and non-discretionary assets. The non-discretionary assets managed by the Company include assets that are non-fee bearing. Non-fee bearing accounts represent less than 1% of the total assets presented in the Composites, for the periods presented.

A complete list of all of the Company's Composites and performance results is available upon request. Additionally, the Company's policies on valuation, calculating performance and preparing GIPS compliant performance presentations are available upon request.

Notes to Investment Results for Periods Ending December 30, 2011

4. Investment Return Calculation

For each portfolio within the Composite for the investment periods presented, the monthly total returns for the time period were calculated in accordance with the modified Dietz method derived by taking the change in the value of the portfolio, including realized and unrealized appreciation/depreciation and income, as a percent of the beginning monthly market value of the portfolio adjusted for the net of all contributions and withdrawals (the cash flows). Cash flows are weighted from the period of time included in the portfolios. Portfolios within a Composite are revalued upon occurrence of cash flows and/or market action in excess of 10% of a portfolio's value (large cash flow). Monthly composite returns, which include returns on cash and short-term investments, were computed as the sum of each portfolio's monthly return within the Composite weighted by their respective beginning market values. Annual Composite returns were derived by geometrically linking monthly Composite returns. Portfolios included in the Composites are valued on the last business day of each month included in the reporting periods.

New portfolios are added to a Composite at the beginning of the first complete quarter after the portfolio has been accepted for management by the Company. Terminated accounts are included in the return calculation through their last full quarter under management. Portfolios requiring movement from one Composite to another are treated as if the existing portfolio terminated and a new portfolio was established. Portfolios that experience a significant cash flow, a cash flow so large that it impairs the company's ability to implement its strategy, are removed from the Composite for the period the portfolio is impaired.

5. Investment in Securities

Investments in securities held in the accounts included in the Composites are traded on a national securities exchange are valued at the last sale price reported or, if there has been no sale that day, at the last known bid price; securities traded on the over-the-counter market and quoted by the National Association of Securities Dealers Automated Quotation Service (NASDAQ) are valued at the last bid price quoted by NASDAQ; investments traded on the over-the-counter market not quoted on NASDAQ are valued at the last known bid price. Investment transactions are recorded on a trade date basis. Dividend income is accrued on the ex-dividend date and interest income is accrued as earned.

The valuation hierarchy utilized by the Company does not materially differ from the recommended hierarchy included in the GIPS.

6. Management Fees

The returns presented are compounded annual rates of return unadjusted for investment advisory fees. Adjusting for actual fees for the accounts included in the Composite shown reduces the five year compound annual return from 6.8% to 6.6% for the Composite. Stated another way, such investment advisory fees would have reduced the growth of \$1 over a five year period from \$1.39 to \$1.38 for the Composite. The investment advisory fee schedule for the Company is two-tenths of one percent (.2%) per annum on the market value. In addition to investment advisory fees, a client's investment return will be reduced by any other expenses related to the management of the account such as brokerage changes, trustee fees or custodian fees.