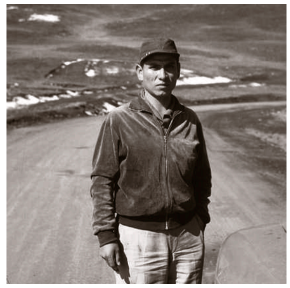
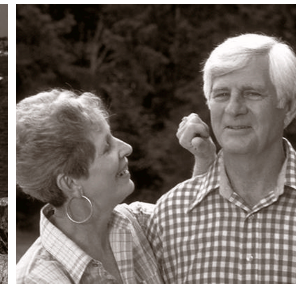
# 401(k) or 403 (b)

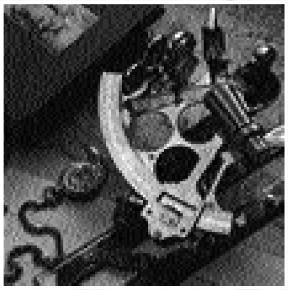




Did you know you can use a professional money manager to help manage your 401(k) or 403(b) assets?

**Hanlon Investment Management, Inc.** has been successfully providing investment management services to active 401(k) and 403(b) plans since 2002. We know you want the best possible return on your 401(k) or 403(b) investment.

We understand that you seek growth of your Retirement Portfolio, and seek to reduce the volatility associated with today's markets. And we know you want to spend less time worrying about your portfolio and more time enjoying life.



# Why choose an actively managed 401(k) or 403 (b) account?

Your 401(k) or 403(b) plan is probably the best resource for saving and investing for your future. It gives you the freedom to plan and invest your contributions around your own goals. But the investment choices you make will certainly affect the success of your strategy, and more importantly, the quality of your retirement.

## Lack of Time

Demands on your time are greater every day, and retirement plans keep getting more complex. Most people simply do not have the time to digest all the information available to them, to make prudent decisions about their investments, and then monitor those decisions.

## Inaction

A study by the Employee Benefit Research Institute showed that even during 2000-2001, when equities had their biggest declines in years, employees did not shift their allocation out of underperforming stock mutual funds!

Companies are adding more and more investment choices within their retirement plans. For most people, this just leads to confusion. And confusion can lead to inaction.

## Emotions

All investors want high returns, but also fear exposing their hard-earned dollars to risk — they are really not comfortable with the emotional elements of investing. The result can be buying high and selling low.

## Attention and Results

Much as you would use the services of a doctor, accountant, or lawyer, you can now use a professional management team on one of your most important assets: your Retirement Portfolio. It could be the most important decision you make- what could have a greater impact on your future?

Retirement Portfolios should provide solutions that attempt to limit downside risk. The active management process aims to provide those protections by integrating portfolio preservation with portfolio growth. The ultimate goal of this process is to give greater attention to your needs.

Please be aware that in no way does the use of an asset manager assure a profit or guarantee against a loss.

# Hanlon Investment Management, Inc. . . . your financial guide

At Hanlon Investment Management, Inc., we have one very important goal: to assist you in preserving and enhancing your Retirement Portfolio. Our aim is to avoid the extreme portfolio fluctuations that have made investing such a “white-knuckle” endeavor in recent years. Be assured, we monitor and review your Retirement Portfolio every day, and when changes are needed, we react quickly and seek to achieve gains and minimize losses. And, just like the lighthouse in the harbor, we will guide your portfolio through a variety of market conditions.

## Methodology

The best way we know to minimize your concern is to provide portfolio management solutions that endeavor to keep your portfolio on a steady course through today’s increasingly volatile markets.

We expanded upon the theory of Nobel Prize economist Harry Markowitz[1], as well as the extensive study of investment returns reported by Brinson, Hood and Beebower[2].

Professor Markowitz found that portfolio risk was a function of asset volatility and correlation. Brinson, Hood and Beebower determined that 93.6% of the variation in total portfolio return was attributed to the strategic allocation to stocks (and their various investment styles), bonds and cash.

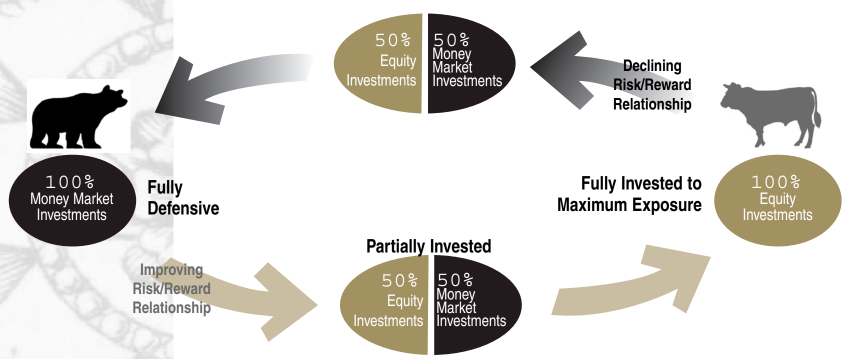
Hanlon Investment Management, Inc. furthered this by focusing on the positive effects of both Tactical and Strategic Asset Allocation. Through tireless research and analysis, we developed our proprietary Hanlon Wealth Management process, which is our primary investment management tool. This process led us to develop the six model accounts, described on the pages that follow, which we use to tailor your 401(k) or 403(b) investment to your own risk profile and investment time horizon.

# Tactical and Strategic Asset Allocation

## Tactical Asset Allocation

***What is the optimum equity allocation now?***

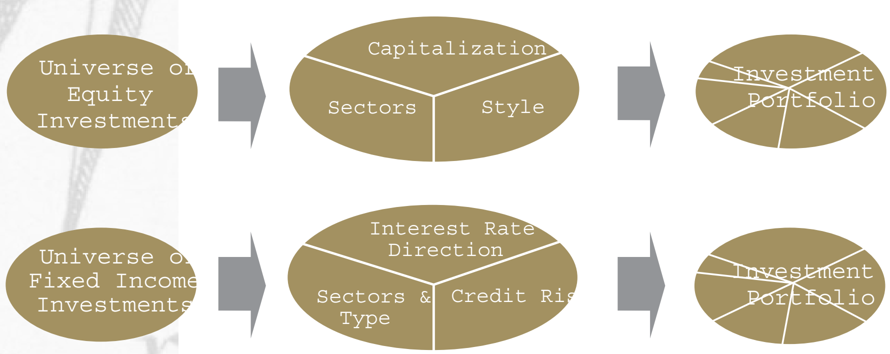
What is the risk-adjusted return potential in the near and long-term future for the market? Questions like these are critical in determining your investment portfolio composition. We study the details of the market activity and economy each and every day. It enables us to put together the facts and produce a major market model reading, computing the optimum equity allocation.




## Strategic Asset Allocation

***Which investments are performing best?***

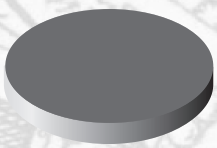
Once we have made the tactical decision about your portfolio, meaning, the optimum equity allocation, we go on to identify the investment classes most likely to increase in value on a risk-adjusted basis. We use this identification process to select the investments that we view as having the best risk-adjusted return potential within each asset class.



# Six Model Portfolios

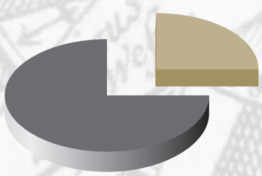
## MODEL 1:
### MANAGED INCOME
*for conservative investors seeking stability*

**PORTFOLIO STRUCTURE**



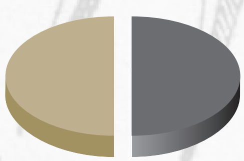

## MODEL 2:
### BALANCED MANAGED INCOME
*for conservative investors seeking current income and some capital appreciation*

**PORTFOLIO STRUCTURE**



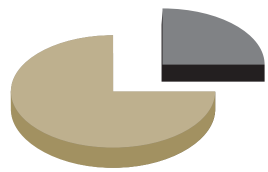

## MODEL 3:
### BALANCED
*for moderate investors seeking current income and capital appreciation*

**PORTFOLIO STRUCTURE**



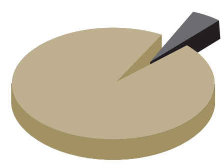

## MODEL 4:
### GROWTH/INCOME
*for moderate investors seeking capital appreciation and some current income*

**PORTFOLIO STRUCTURE**



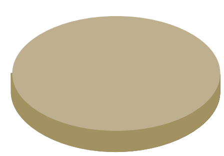

## MODEL 5:
### GROWTH
*for growth-oriented investors seeking long-term capital appreciation*

**PORTFOLIO STRUCTURE**




## MODEL 6:
### AGGRESSIVE GROWTH
*for aggressive investors seeking long-term capital appreciation*

**PORTFOLIO STRUCTURE**




Charts above reflect fully invested weightings for each portfolio. Tactical and Strategic allocations may reduce these weightings and increase allocation to money market. Bond values will decline when interest rates increase. International investments are subject to higher risks due to currency fluctuation, different financial standards, and political instability.


# How do I enroll in the Hanlon Retirement Solutions program?

Complete the simple Investor Profile Questionnaire (provided to you during the enrollment process) to determine your risk tolerance and investment time horizon. This information is used by Hanlon Investment Management, Inc. to position your assets based on one of six model portfolios, ranging from Conservative to Moderate to Aggressive. Your portfolio is then monitored daily and, when warranted, adjustments are made in fund allocations. Our goal is to provide portfolio management solutions that keep your portfolio on a steady course through today's increasingly volatile markets.

## Account Communications

We believe that communication is crucial in creating client trust. It is important to us that you understand what is taking place in the investment world. By doing so, you will have a better understanding and a greater comprehension of the daily occurrences that take place within your own investment portfolio. To accomplish this, we send you a variety of informative investment communications materials, including:

- Welcome Letter, including your personal Investment Policy Statement
- Quarterly Reports
- Periodic Newsletters
- Daily Access to your account by logging onto www.hanloninvest.com

At Hanlon Investment Management, Inc., we are with you every step of the way to ensure your complete satisfaction — and to attempt to provide you with the best possible return on your 401(k) or 403(b) portfolio, in line with your investment objectives.

# Q&A

**Why should I use a managed account?**

You are spared making investment decisions, and you get the benefit of the Hanlon Wealth Management process.

**Does this reduce the features and benefits of my 401(k) or 403(b) in anyway?**

No. You will still receive the same quarterly statements and have toll-free telephone and interactive website access. See below for fee details.

**Can I change my investments?**

Yes. You can change from one model strategy to another.

**Do I have to choose managed money?**

No. You can elect an actively, professionally managed account, or you can choose to manage the portfolio yourself.

**Can I cancel my money management service at any time?**

Yes. There is no cost to start or terminate the money management service. There are no account minimums. However, managing only a portion of your portfolio is not available.

**What types of fees will be charged?**

Fees are assessed in arrears on a quarterly basis and deducted directly from your account by the custodian. Please see your Investment Professional for your fee schedule. Also, underlying investments have management fees and other costs, as well as investment profiles that are disclosed in the prospectuses that are distributed.

**What investments will Hanlon Investment Management, Inc. use?**

The Hanlon Investment Management, Inc., 401(k) or 403(b) Program provides a large universe of investments to select from. Hanlon Investment Management, Inc. will review this large list and determine which investments achieve the highest ranking that fit into the Hanlon Investment Management, Inc. strategies.

**What happens if I leave the company?**

If you should decide to change employers, you may leave the assets with your current employer plan and they will continue to be managed by Hanlon Investment Management, Inc. (if elected). Also, you may rollover your account to an IRA account in your name and this too can continue to be managed by Hanlon Investment Management, Inc. if you wish. Of course you may also transfer your company retirement account to a future employer's retirement plan.

**Will Hanlon manage other investments?**

Yes. We manage personal, corporate and trust portfolios through brokerage and variable annuity accounts using the Hanlon Wealth Management process.

**What kind of retirement plan does Hanlon Investment Management, Inc. have for its own employees?**

Hanlon employees invest in a 401(k) or 403(b) plan of course, with the Hanlon Investment Management, Inc. active, professional money management service.

## Important Disclosure Information

Past performance is no guarantee of future results. There can be no assurance that projected growth rates will in fact occur. There is the potential for the loss of principal invested. At times your account will experience drops in value.

This brochure contains general information that is not suitable for everyone. The information contained herein should not be construed as personalized investment advice. Investing in the stock market involves gains and losses and may not be suitable for all investors. Information presented herein is subject to change without notice and should not be considered as a solicitation to buy or sell any security.

Hanlon Investment Management, Inc. ("Hanlon") is an SEC registered investment adviser with its principal place of business in the State of New Jersey. Hanlon and its representatives are in compliance with the current registration requirements imposed upon registered investment advisers by those states in which Hanlon maintains clients. Hanlon may only transact business in those states in which it is registered, or qualifies for an exemption or exclusion from registration requirements. This brochure is limited to the dissemination of general information pertaining to its investment advisory services. Any subsequent, direct communication by Hanlon with a prospective client shall be conducted by a representative that is either registered or qualifies for an exemption or exclusion from registration in the state where the prospective client resides. For information pertaining to the registration status of Hanlon, please contact the U.S. Securities Exchange Commission (www.sec.gov/adviserinfo) or the state securities regulators for those states in which Hanlon is required to register. For additional information about Hanlon, including fees and services, send for our disclosure statement as set forth on Form ADV from Hanlon, at Suite 200, 3393 Bargaintown Road, EHT, NJ 08234, or call (888) 641-7100. Please read the disclosure statement carefully before you invest or send money.

**If the industry professional presenting this material is associated with a broker dealer please know that Hanlon is unaffiliated with that broker dealer and it is that broker dealer's responsibility to make sure their associated person presents proper identification of that broker dealer.**

[1]Markowitz, H.M., "Portfolio Selection", Journal of Finance, December 1952. Professor Markowitz shared the Nobel Prize in 1990 with Professor Merton Miller (University of Chicago) and Professor William Sharpe (Stanford University). Their work is known individually as portfolio theory, capital asset pricing model, and Miller-Modigliani theorem; collectively their theories have provided new tools for weighing risks and rewards of different investments and for valuing corporate stocks and bonds.
[2]Gary P. Brinson, L. Randolph Hood and Gilbert L. Beebower, "Determinants of Portfolio Performance", Financial Analysts Journal, July/August 1986 and "Determinants of Portfolio Performance II: An Update", Financial Analysts Journal, May/June 1991.