

BTS MULTI-STRATEGY Portfolios

Moderate Portfolio - Pro Forma

Analysis Period: Start: October 1, 2001

End: December 31, 2007

Benchmark 1: S&P 500 TR

Benchmark 2: Lehman Aggregate Bond Index

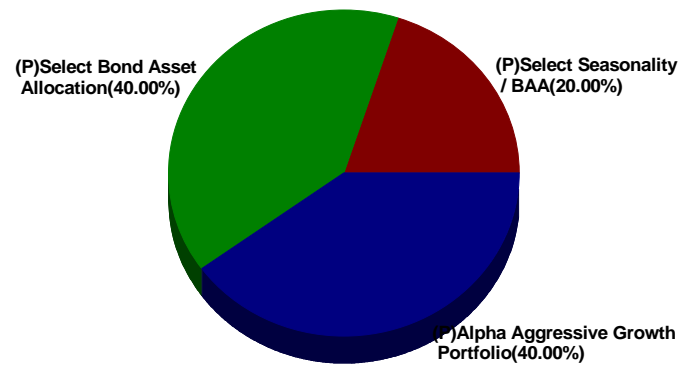
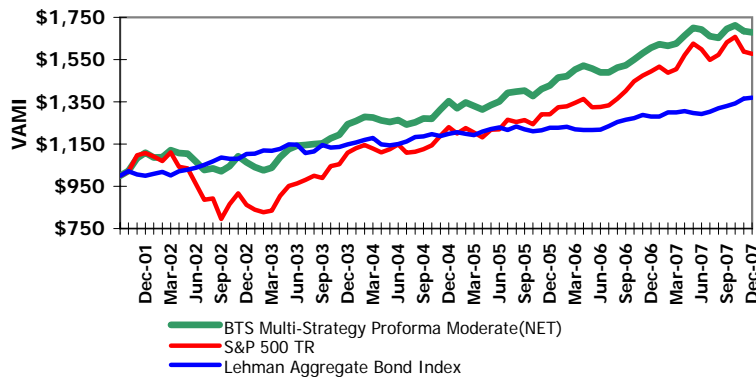
Portfolio Description*

The BTS Multi-Strategy Moderate Portfolio is for the investor willing to accept more risk than the conservative investor, but still not willing to accept the short-term downside risk associated with dramatic gains. This portfolio seeks to be invested 40% in our Alpha SAA Portfolio, 20% in our Select Seasonality/Bond Asset Allocation Strategy and 40% in our Select Bond Asset Allocation Strategy. These allocations increase equity exposure during the historically favorable months for stocks and promote bond exposure during the historically unfavorable months for stocks. The appropriate time horizon for this investment is five years or more. You should consider carefully the Multi-Strategy Moderate Portfolio's investment goals and horizons, risks, charges and expenses before investing. Carefully review the mutual fund prospectuses, where you will find this and other important information. Please call your financial representative to obtain fund prospectuses.

The Multi-Strategy Portfolio's inception date is 5/15/06. The performance shown below is pro forma, and represents the combined performance of the BTS Alpha SAA Aggressive Growth Portfolio, the BTS Bond Asset Allocation Program (using Northeast Investors Trust, American Century Gov't Bond Fund and T-bill), and the BTS Seasonality Program (using the Dow Jones Industrial Average and T-bill), all of which have an inception date of 10/1/01 or earlier. Since 6/1/06, actual performance for the constituent parts of Multi-Strategy were used to calculate returns. Returns are shown net of a 2.5% maximum annual fee charged quarterly, in advance.

Value Added Monthly Index (Growth of \$1,000) *

Target Portfolio Allocation as of 10.1.07



Alpha SAA Agg Growth Holdings as of 10.1.07		Select Bond Asset Allocation Holdings as of 10.1.07		Select Seasonality/BAA Holdings as of 10.1.07	
Third Avenue Value	11%	Northeast Investors Trust	35%	Northeast Investors Trust	0%
Keeley Small Cap Value	7%	Delaware Delchester	35%	Delaware Delchester	0%
JennDryden Natural Resources	4%	Direxion Dynamic High Yield	10%	Vanguard Interm. US Treasury	0%
Fidelity Select Software	4%	Profunds Access Flex High Yield	10%	Rydex Dow 2x Strategy	33%
BlackRock Equity Dividend	16%	Rydex High Yield	10%	Profunds Ultra Dow 30	33%
Mutual Discovery	17%	Vanguard Interm. US Treasury	0%	Money Market	34%
Phoenix Foreign Opportunities	19%	Money Market	0%		
Fidelity Select Brokerage	3%				
American Funds Growth	15%				
Fidelity Adv Biotech	4%				

	Performance Analysis*						
	3 Month	6 Month	YTD	1 Year	3 Year	5 Year	Annualized Compound ROR
BTS Multi-Strategy Proforma Moderate(NET)	(0.96)%	(0.74)%	4.59%	4.59%	7.45%	9.57%	8.65%
S&P 500 TR	(3.33)%	(1.37)%	5.49%	5.49%	8.62%	12.83%	7.56%
Lehman Aggregate Bond Index	3.00%	5.94%	6.96%	6.96%	4.56%	4.42%	5.16%
+/- Benchmark 1	2.38%	0.63%	(0.91)%	(0.91)%	(1.17)%	(3.26)%	1.09%
+/- Benchmark 2	(3.96)%	(6.67)%	(2.37)%	(2.37)%	2.89%	5.15%	3.49%
	2007	2006	2005	2004	2003	2002	2001*
BTS Multi-Strategy Proforma Moderate(NET)	4.59%	12.45%	5.49%	8.82%	16.98%	(4.12)%	10.89%
S&P 500 TR	5.49%	15.79%	4.91%	10.88%	28.68%	(22.10)%	10.69%
Lehman Aggregate Bond Index	6.96%	4.33%	2.43%	4.34%	4.11%	10.27%	0.04%
+/- Benchmark 1	(0.91)%	(3.35)%	0.58%	(2.06)%	(11.71)%	17.98%	0.20%
+/- Benchmark 2	(2.37)%	8.12%	3.06%	4.49%	12.87%	(14.39)%	10.86%
Year End VAMI (from \$1,000)	\$1,679.28	\$1,605.62	\$1,427.91	\$1,353.55	\$1,243.79	\$1,063.29	\$1,108.94

*See notes on page 2

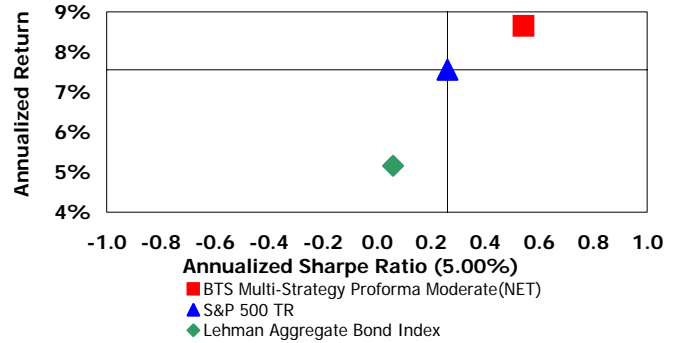
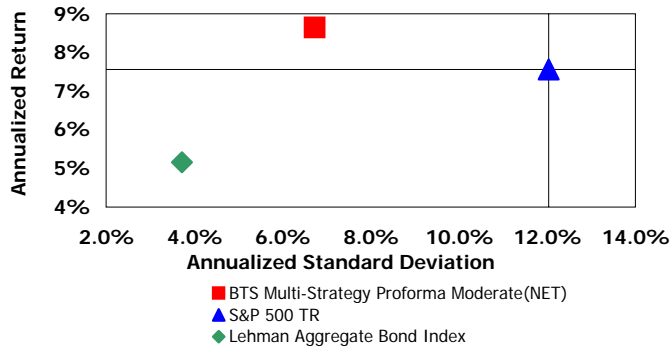
PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS

Historical Data*		BTS Multi-Strategy Proforma Moderate(NET)	S&P 500 TR	Lehman Aggregate Bond Index
Cumulative Return		67.93%	57.68%	36.97%
Cumulative VAMI		\$1,679.28	\$1,576.76	\$1,369.65
Largest Month Gain		5.96%	8.80%	2.65%
Largest Month Loss		(3.59)%	(10.87)%	(3.36)%
% Positive Months		64.00%	66.67%	68.00%

Risk*				
Standard Deviation		6.73%	12.03%	3.72%
3 Year Standard Deviation		5.19%	7.79%	2.80%
Sharpe Ratio (5%)		0.54	0.26	0.06
Sortino Ratio (5%)		0.83	0.28	0.05
Downside-Deviation (below 10%)		4.88%	9.23%	3.57%
Maximum Drawdown		(8.89%)	(28.36%)	(3.55%)
Months In Maximum Drawdown		6	6	2
Months To Recover		8	16	6

Portfolio Statistics Compared To Benchmarks*			
Alpha		0.39%	0.89%
Annualized Alpha		4.74%	11.22%
Beta		0.49	(0.42)
Correlation		0.87	(0.23)
R-Squared		0.76	0.05

Risk vs. Return*



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The Multi-Strategy Portfolios have an inception date of 5/15/06 and did not exist prior to this date. Since 6/1/06 the actual holdings of the Multi-Strategy Portfolio were used to calculate returns. The performance illustrated above represents the combined performance of the BTS Strategic Asset Allocation Alpha Aggressive Growth Portfolio, the BTS Bond Asset Allocation (BAA) Program and the BTS Seasonality Program, all of which have an inception date of 10/1/01 or earlier, and reflects the percentage allocations above. BTS reserves the right to alter these allocation percentages. Prior to 5/15/06, BTS was not selecting funds for the Bond Asset Allocation Program and the Seasonality Program. The Select BAA Program performance is based on using the Northeast Investors Trust and American Century Bond Fund as if these funds were used since 10/1/01. The Select Seasonality/BAA performance is based on the Dow Jones Industrial Average, Northeast Investors Trust and American Century Bond Fund as if these funds were used since 10/1/01. Since prior to 5/15/06 BTS was not selecting particular mutual funds for this program, it is difficult to determine if these funds would have been used in hindsight. Performance would have been different based on particular funds that could have been used in hindsight. Results assume that all exchanges were timely. Delays in implementing exchanges may affect performance. The above illustration reflects a generally rising securities market. Investing directly in the S&P 500, Dow Jones Industrial Average or Lehman Aggregate Bond Index is not possible. Performance will vary depending on the particular funds selected and there is no guarantee that funds used in the program will closely match the above indexes. Mutual funds have their own fund expenses, which costs are borne by Client. Performance results are net of the maximum possible fee of 2.5%. Results include the reinvestment of dividends and capital gains, but do not include possible sales charges, transaction fees, or custodial fees. 2001 returns are for partial year only, beginning October 1, 2001 and ending December 31, 2001.

The S&P 500 index includes 500 leading companies in leading industries of the U.S. economy and is a proxy for the total stock market.

The Lehman Aggregate Bond Index is comprised of government securities, mortgage-backed securities, asset-backed securities and corporate securities with maturities of one year or more to simulate the universe of bonds in the market.

VAMI reflects the growth of a hypothetical \$1,000 in a given investment over time. The value is equal to \$1,000 at inception. Subsequent month-end values are calculated by multiplying the previous month's VAMI index by 1 plus the current month rate of return.

Standard Deviation measures the degree of variation of returns around the average return; the higher the volatility, the higher the standard deviation.

Sharpe Ratio is a risk-adjusted performance measure (the incremental average return over the risk-free rate - represented as 5% - divided by risk), where risk is defined by standard deviation.

Sortino Ratio is a risk-adjusted performance measure (the incremental average return over the minimum acceptable return - represented as 5% - divided by risk), where risk is defined by downside deviation.

Downside Deviation considers returns that fall below the minimum acceptable return.

Maximum Drawdown is the largest percentage drawdown that the investment has experienced.

Alpha measures a manager's value-added return over a benchmark index by comparing its actual return to the return expected based on the risk level.

Beta measures sensitivity to market movements relative to a benchmark index.

Correlation and *R-Squared* (Correlation Coefficient) measure how two securities move in relation to one another.