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January, 2014

Quarterly Market Outlook

Investors rang out the old and welcomed the new with enthusiasm as equity markets posted strong gains in the fourth quarter of 2014, capping a fantastic year for most major equity indices, the U.S. in particular. The S&P 500 returned 10.5% for the three month reporting period, and an astounding 33.4% for the year marking it the best since 1995. Other domestic stock market segments such as the Russell Mid Cap index and the small cap Russell 2000 iIndex, while not quite as robust, also reached new highs in the fourth quarter. Overseas, the MSCI EAFE index, which focuses on the major developed country markets, rose a respectable 5.7% while the beleaguered emerging markets gained a mere 1.8% (as represented by the MSCI EM index).

Treasury bond yields drifted higher during the period, reaching the psychologically important 3 percent yield level. Yields appear to be moving higher in response to better economic data and an improving employment outlook. The U.S. Q3 GDP growth rate was revised up to 4.1%, and the Chicago Fed National Activity Index (a weighted average of 85 monthly indicators of national economic activity) rose in November, signaling an accelerating economy. Meanwhile, the unemployment rate fell to 7.0%, lowest since 2007 as employers added another 200,000 new jobs in November. Another important event was the Federal Reserve's announcement to taper their bond purchase program. This removed the uncertainty of when and how much the tapering would entail. Markets reacted very positively to the guidance as this made clear that the Fed remains committed to an overall accommodative policy. There are many moving parts to the Fed's decision and while they began the process it is still possible that tapering could be delayed at any point if economic data slows.

With treasury rates drifting slightly higher during the period, bond returns were generally flat to slightly negative. Similar to last quarter, the Barclay's U.S. Aggregate Index finished essentially flat, returning -0.1% for the period. Corporate bonds (below investment grade in particular) tend to be less interest rate sensitive, responding more to economic fundamentals, and as such were able to thrive for the second quarter in a row, as the Barclay's U.S. Credit and Corporate High Yield Indices returned 0.9% and 3.6% respectively. Non-U.S. bonds did not hold up quite as well, with the Barclay's Global Aggregate Index returning -0.4%.

The global economy seems to be on firmer footing and market valuations are not extreme, which might rationally lead one to expect more double digit gains from various stock markets in 2014. Nevertheless, this was the fifth consecutive year of positive stock market returns which, from a historical standpoint, would imply that we may be due for a reasonable correction. This is certainly possible, even likely at some point, but trying to predict or trade around such an episode has proven to be unwise. Conversely, dedication to a well-diversified portfolio that includes exposure across an array of asset classes will help smooth out the effects of volatility over time, and help take advantage of opportunities caused by inevitable market fluctuations. Investing, like life, does not follow a straight line from beginning to end. Both require a movement forward each day, ongoing evaluation and full commitment to get the most out of the experience.

Sincerely,



Scott Haigh
VP, Managed Assets Research

PORTFOLIO SUMMARY

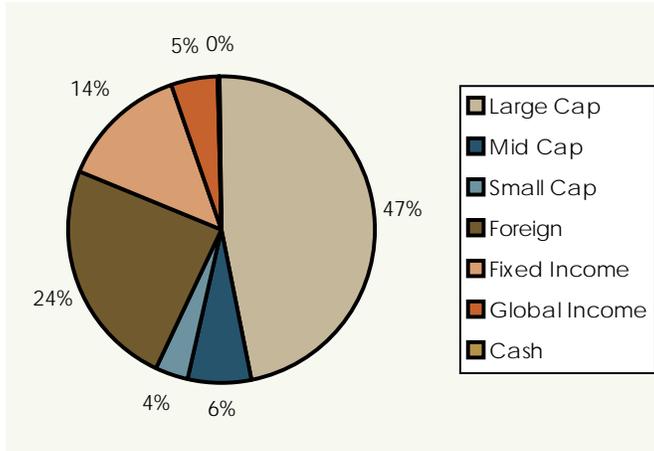
Client Name(s)

MFP or RMS Model Name 00000000

December 31, 2013

PORTFOLIO COMPOSITION

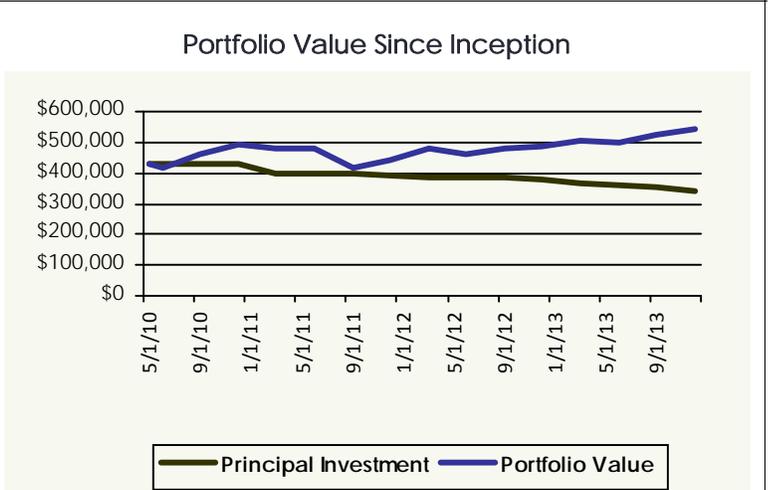
CHANGE IN PORTFOLIO VALUE



Year to Date

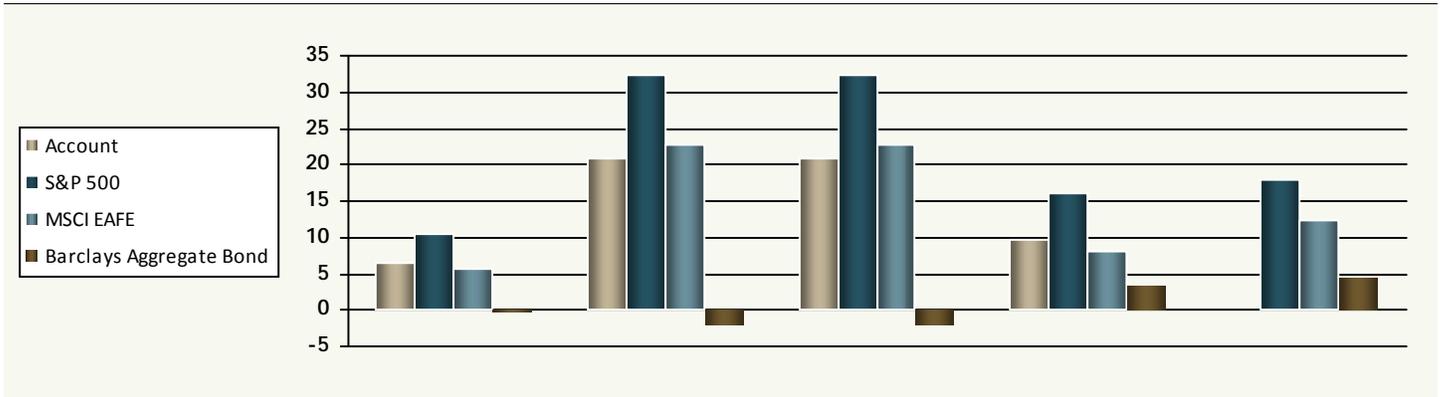
Portfolio Value 12/31/2012	\$486,136.88
Net Contributions/Withdrawals	(\$39,000.00)
Income Received	\$18,206.36
Net Investment Results	\$79,751.60
Portfolio Value 12/31/2013	\$545,094.84

	Market Value	% of Assets
Equities	\$442,591.46	81.20
Fixed Income	\$100,532.91	18.44
Cash and Equivalent	\$1,970.47	0.36
Total	\$545,094.84	100.00



PERFORMANCE HISTORY NET OF FEES

time weighted rate of return



	Qtr	YTD	1 Year	3 Year*	5 Year *
Account	6.55	20.90	20.90	9.73	-
S&P 500	10.51	32.39	32.39	16.18	17.94
MSCI EAFE	5.71	22.78	22.78	8.17	12.44
Barclays Aggregate Bond	-0.14	-2.03	-2.03	3.26	4.44

percent return per period

** Annualized*

Performance from account's inception (5/19/2010) to date: 12.27% annualized



Important Information about This Report

This Report provides important information and is designed to assist you in the evaluation of your account(s). In combination with the ongoing advice and guidance of your D.A. Davidson & Co. Financial Advisor or Portfolio Manager, or your Davidson Investment Advisors, Inc. representative (collectively “Davidson representative”) this Report will assist in your personal review of your accounts. Please contact your Davidson representative if you have any questions regarding the information contained in this Report.

You will also receive a periodic account statement from the custodian of your account assets. That statement is the official record of your account and the assets contained in it. If you find any discrepancies between the information in this Report and the account statement, please notify your Davidson representative immediately.

Performance

For those Reports containing performance data, performance calculations commence as of the inception date of your account. Inception date is the date on which D.A. Davidson & Co. or Davidson Investment Advisors, Inc. (collectively “Davidson”) has received all required new account documents, on which billing and reporting information is entered into Davidson’s system, and on which the account is funded with the custodian. Performance returns greater than one year are annualized.

Account performance is presented “Net of Fees,” which means the performance reflects the deduction of applicable account fees. Account returns presented “Gross of Fees” do not reflect the deduction of fees.

Performance information reflects time-weighted rates of return. Market indices or other benchmark returns are shown for comparison purposes only. Performance returns reflect transaction costs, market appreciation or depreciation and the reinvestment of capital gains, dividends, interest and other income.

The return information may be calculated using the history of each account, including returns achieved by past managers. This Report may also include information regarding accounts that are not managed by an investment manager (i.e., where you make the investment decisions).

“Estimated Annual Income” information, if presented in this Report, reflects the estimated amount you would earn on a security if your current position and its related income remained constant for one year. Yield, if presented in this Report, reflects the current estimated annual income divided by the current market value of the security as of the closing date of this Report. Estimated Annual Income and Yield information contain certain types of securities that could include a return of principal capital gain, in which case the information would be overstated. In addition, bonds, calls, maturities, reclassification of dividends, capital gains and return of capital may overstate or understate Estimated Annual Income or Yield. Estimated Annual Income and Yield are estimates, and the actual income and yield might be lower or higher than the estimated amounts. Yield reflects only the income generated by an investment and does not reflect changes in the security’s price, which may fluctuate. The information used to derive these estimates is obtained from third party sources believed to be reliable.

Past performance is not an indicator of future results.

Davidson provides no guarantee regarding the performance of your accounts.

Securities Pricing

Valuations of security positions are obtained from various independent sources. While the sources are considered reliable, prices may be approximations, may not reflect prevailing market quotes and do not necessarily represent prices at which the securities could have been purchased or sold. This is especially true with bond prices. The valuations in this Report are provided only as a general guideline to portfolio value. In some cases, Davidson does not have access to accurate valuation information for certain securities. Any security position for which Davidson has no access to accurate valuation information will reflect this qualifier: “price not available (N/A).”

Fees

Davidson calculates your quarterly advisory fee based on the gross market value of the assets in your account at the end of each quarter. The method of calculation can be generally described as multiplying the gross market value of account assets times the percentage of your fee. This amount, which would be your annual fee, must be divided by four to obtain your quarterly fee. The amount of your quarterly fee can be found in your custodial statement. At Davidson’s discretion, other fee arrangements may be available, if agreed upon separately.



Market Indices

Market indices are included in this Report to provide a reference point when reviewing the performance of your accounts. Indices provide a general source of information on how various market segments and types of investments have performed in the past. The index presented may be a single index or a combination of indices. The characteristics of the indices provided may differ from your actual accounts' characteristics. Return information for mutual funds and indices are obtained from third party vendors believed to be reliable. You should discuss with your Davidson representative the reference indices and how they compare with your accounts. Please note that direct investments in an index cannot be made.

Cost Basis

Davidson may provide cost basis information for mutual funds, stocks and fixed income securities. This information may not reflect changes due to corporate actions (such as mergers, spin-offs, stock dividends or cash offered in lieu of fractional shares), wash sales for individual stocks and some mutual funds, other mutual fund adjustments, returns of capital, adjustments to fixed income securities (including early prepayment of principal, amortization, market discount and original interest discount) or transfers into Davidson by new or existing clients. Davidson will not provide cost basis information that originates elsewhere (including inheritance, gift, divorce, distributions from a trust, shares used to repay a loan, etc.).

Risks in Alternative Investments

For investors who may want to consider alternative investments as a part of a diversified portfolio, careful consideration should be given to the associated risks of these investments. Your investment objectives, risk tolerance and net worth should be appropriate for this asset class because alternative investments are often long-term, illiquid investments, not easily valued. Alternate investment managers often engage in leveraging and other speculative practices that may increase the risk of investment loss. In fact, you could lose all the money invested in such a product. The timing of capital calls and distributions may not be predictable, periodic pricing or valuation information may not be available, and there may be delays in distributing important tax information. Many alternative investment products are sold pursuant to exemptions from registration with the SEC and are not subject to the same regulatory requirements as other investment products, such as mutual funds. In addition to certain general risks, each product will be subject to its own specific risks, including strategy and market risk. Certain alternative investments require tax reports on special schedules, and as a result, investors may be required to obtain extensions for filing federal, state and local income tax returns. For information regarding specific risks of any alternative investment, obtain a copy of the prospectus or offering memorandum from your Davidson representative.

Important Notifications

It is important that you provide Davidson with accurate and current information regarding your accounts. Please notify your Davidson representative promptly of any change of address, or material change in investment objectives or financial situation. Please notify your Davidson representative if you wish to impose reasonable investment restrictions on the management of your accounts, or wish to modify existing restrictions.

Account values and returns in this Report may differ from account values and returns reflected in other sources, such as custodial statements, for example, due to differing methods of pricing, accounting, calculation or date. This Report is prepared on a trade date basis using accrued income when sufficient data is available, and will differ from a report prepared on a settlement date basis. Transactions that have not settled by the date of this Report will appear on this Report, but not on other reports such as custodial statements prepared on a settlement date basis. From time to time, asset valuation or transaction date may be adjusted, which in turn may impact the portfolio performance calculations and other information shown in this Report.

Please carefully review this Report and related account documents, such as statements. Bearing in mind the possibilities and explanations described in the previous paragraph, please notify your Davidson representative immediately of any inaccuracies or discrepancies.

At your request, Davidson will provide you, at no charge, a copy of its disclosure document, Form ADV, Part 2A. Please notify your Davidson representative if you desire a copy.

Portfolio Summary Page Key (in applicable reports)

Net Investment Results. Net Investment Results is the change in portfolio value that can be attributed to market fluctuation net of advisory fees and expenses. Net Investment Results = Gross Investment Results – Advisory Fees and Expenses.

Portfolio Value Since Inception. This graph displays the market value of the portfolio compared to the initial amount invested plus (minus) any contributions (withdrawals). This graph is intended to illustrate the sources of portfolio value fluctuations either due to contributions /withdrawals and/or appreciation /depreciation of the investments in your account. The inception date calculation is based on the actual day the account was opened.