

Davis Advisors is an independent, employee-owned investment management firm that was founded in 1969. Our organization is part of a long and successful legacy of investing started by the Davis family in the 1940s. As of June 30, 2010, Davis managed approximately \$64 billion. The company has offices in New York, Tucson and Santa Fe.

Davis Advisors' Institutional Offerings							
	2Q10 ¹	1 Year	3 Years	5 Years	10 Years	Since Inception	Inception Date
Large Cap Equity (gross)	-10.90%	15.89%	-9.67%	0.05%	1.73%	12.53%	4/1/69
Large Cap Equity (net of fees)	-11.01	15.35	-10.10	-0.44	1.23	11.82	4/1/69
S&P 500 [®] Index	-11.43	14.43	-9.81	-0.79	-1.59	9.17	
All-Cap Equity (gross)	-11.91	12.52	-11.19	-0.97	2.87	5.82	1/1/99
All-Cap Equity (net of fees)	-12.06	11.79	-11.85	-1.68	2.11	5.04	1/1/99
Russell 3000 [®] Index	-11.32	15.72	-9.47	-0.48	-0.92	0.93	
Global Equity (gross)	-11.57	17.03	-10.23	3.85	NA	4.07	1/1/05
Global Equity (net of fees)	-11.68	16.43	-10.81	3.14	NA	3.35	1/1/05
MSCI World [®] Index	-12.67	10.20	-11.46	0.06	NA	-0.07	
MSCI ACWI [®] Index	-12.12	11.76	-10.51	1.16	NA	0.99	
International Equity (gross)	-12.50	16.77	-9.45	5.94	NA	6.19	1/1/05 ²
International Equity (net of fees)	-12.62	16.13	-10.07	5.20	NA	5.43	1/1/05 ²
MSCI EAFE [®] Index	-13.97	5.92	-13.38	0.88	NA	0.58	
MSCI ACWI [®] Index (ex USA)	-12.45	10.43	-10.70	3.38	NA	3.07	

The performance presented represents past performance of the composites and is not a guarantee of future results. Total return assumes reinvestment of dividends and capital gain distributions. Investment return and principal value will vary so that an account might realize a gain or loss. Current performance may be higher or lower. Please contact your Davis Advisors representative for most recent month-end returns. Gross performance presented does not reflect the deduction of investment advisory fees. A client's returns will be reduced by the advisory fees and other expenses it may incur as a client. The reader is referred to Davis Advisors' ADV Part II for a full disclosure of the fee schedule. As fees are deducted quarterly, the compounding effect will be to increase the impact of the fees by an amount directly related to the gross account performance. For example, on an account with a 1% annual fee, if the gross performance is 10%, the compounding effect of the fees will result in a net performance of approximately 8.93%. ¹Returns for periods less than one year are not annualized. ²Returns for the period of January 1, 2005 through December 31, 2006 represent a carve out position from Davis Advisors' Global Equity Composite.

Davis Advisors is distinguishable from other money management firms in the following respects:

Independent, Employee-Owned Money Manager Since 1969

- Our independence allows us to make what we believe are the best long-term investment decisions for our clients.

Focused, Research-Driven Organization

- We focus solely on investment strategies to which we believe we can add value for investors.
- All portfolios are managed according to the Davis investment discipline of buying durable businesses at value prices and holding them for the long term.

Long-Term, High-Conviction Investment Approach

- With a long-term perspective, we devote significant time and resources upfront to studying businesses rigorously—sometimes over the course of several years—until we build enough conviction to invest our clients’ and our own capital.

Exceptional Alignment of Interests

- As a sign of our commitment to all those who have entrusted capital to us, the Davis family, Davis Advisors, employees, and directors have more than \$2 billion of their own money invested side by side with clients (as of June 30, 2010).

Contacts

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This material has been approved for institutional client use only. A client should carefully consider an investment's strategies, risks, fees, and expenses before investing. Davis Advisors Form ADV contains this and other information and can be obtained by calling 212-891-5561. Please read the documents carefully before investing or sending money.

Davis Advisors' Composite accounts include all actual, fee-paying, discretionary institutional accounts, mutual funds and wrap accounts under management for each investment period from the Composite inception (as identified on page 1), through the date of this report, including those accounts no longer managed.

Effective January 1, 1998, a minimum account size of \$3,500,000 was established. Accounts below this minimum are deemed not to be representative of the Composite's intended strategy and as such are not included in the Composite. A time-weighted internal rate of return formula is used to calculate performance for the accounts included in the Composite. For the net of advisory fees performance results, custodian fees are treated as cash withdrawals and advisory fees are treated as a reduction in market value. For mutual funds, the Composite uses the rate of return formula used by the open-end mutual funds calculated in accordance with the SEC guidelines adjusted to treat mutual fund expenses other than advisory fees as cash withdrawals; sales charges are not reflected. Wrap account returns are computed net of a 3% maximum wrap fee. For the gross performance results, custodian fees and advisory fees are treated as cash withdrawals. A list of Davis Advisors' Composites is available upon request.

The performance of mutual funds is included in the composites. The performance of mutual funds and private accounts may be materially different. For example, a mutual fund may be significantly larger than a typical private account and may be managed with a view toward different client needs and considerations. The differences that may affect investment performance include, but are not limited to: the timing of cash deposits and withdrawals, the possibility that Davis Advisors may not purchase or sell a given security on behalf of all clients pursuing similar strategies, the price and timing differences when buying or selling securities, the size of the account, the differences in expenses and other fees, and the clients pursuing similar investment strategies but imposing different investment restrictions.

Davis Advisors' International Equity Composite returns for the period of January 1, 2005 through December 31, 2006 represent a carve out position from the Davis Advisors' Global Equity Composite. Davis Advisors has computed the performance by removing all U.S. securities from the Global Equity Composite.

Investments in initial public offerings (IPOs) had a favorable impact on Davis Advisors' Multi-Cap Equity Composite performance in 1999 and 2000. This was a time when the IPO market was very active. No assurance can be given that the Multi-Cap Equity composite will continue to invest in IPOs to the same extent in the future or that such investments would be profitable.

Each investment strategy is subject to risks. Davis Advisors' Form ADV Part II includes a description of the principal risks of each investment strategy. Each investment strategy may be subject to the following risks: market risk, company risk, financial services risk, foreign country risk, headline risk, over-the-counter risk, selection risk, fees and expenses risk, small- and medium-capitalization risk, emerging market risk, and focused portfolio risk.

The **S&P 500® Index** is an unmanaged index of 500 selected common stocks, most of which are listed on the New York Stock Exchange. The Index is adjusted for dividends, weighted towards stocks with large market capitalizations and represents approximately two-thirds of the total market value of all domestic common stocks. The **Russell 3000® Index** measures the performance of the 3,000 largest companies incorporated in the United States and its territories and listed on the NYSE, AMEX or NASDAQ. The companies are ranked by decreased total market capitalizations. The **MSCI World® Index** is a market capitalization-weighted index composed of companies representative of the market structure of Developed Market countries in North America, Europe and the Asia/Pacific Region. The Index includes reinvestment of dividends, net of foreign withholding taxes. The **MSCI ACWI® (All Country World) Index** is an unmanaged, free float-adjusted, market capitalization-weighted index composed of stocks of companies located in countries throughout the world. It is designed to measure equity market performance in global developed and emerging markets. The Index includes reinvestment of dividends, net of foreign withholding taxes. The **MSCI ACWI® (All Country World) Index (ex USA)** is an unmanaged, free float-adjusted, market capitalization-weighted index composed of stocks of companies located in countries throughout the world, excluding the United States. It is designed to measure equity market performance in global developed and emerging markets outside the United States. The Index includes reinvestment of dividends, net of foreign withholding taxes. The **MSCI EAFE® (Europe, Australasia, Far East) Index** is a market capitalization-weighted index composed of companies representative of the market structure of Developed Market countries in Europe, Australasia and the Far East. The Index includes reinvestment of dividends, net of foreign withholding taxes. Investments cannot be made directly in an index.

Broker-dealers and other financial intermediaries may charge Davis Advisors substantial fees for selling its products and providing continuing support to clients and shareholders. For example, broker-dealers and other financial intermediaries may charge: sales commissions; distribution and service fees and record-keeping fees. In addition, payments or reimbursements may be requested for: marketing support concerning Davis Advisors' products; placement on a list of offered products; access to sales meetings, sales representatives and management representatives; and participation in conferences or seminars, sales or training programs for invited registered representatives and other employees, client and investor events, and other dealer-sponsored events. Financial advisors should not consider Davis Advisors' payment(s) to a financial intermediary as a basis for recommending Davis Advisors.