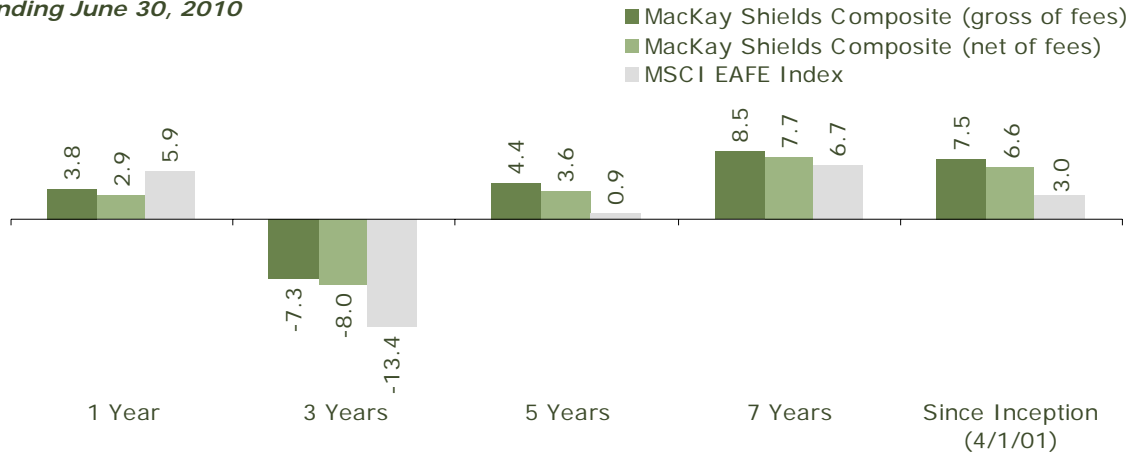


INTERNATIONAL EQUITY PERFORMANCE

Annualized Composite Returns Periods Ending June 30, 2010



Composite Disclosures

Calendar Years	MacKay Shields Composite (gross of fees)	MacKay Shields Composite (net of fees)	MSCI EAFE Index	Firm Assets (Mil)
2010 (Thru 6/30)	-11.8%	-12.1%	-13.2%	\$46,906
2009	22.4%	21.5%	31.8%	\$43,197
2008	-25.5%	-26.1%	-43.4%	\$28,370
2007	6.3%	5.5%	11.2%	\$38,094
2006	33.3%	32.3%	26.3%	\$40,074
2005	9.1%	8.2%	13.5%	\$38,329
2004	18.4%	17.5%	20.2%	\$39,208
2003	34.7%	33.7%	38.6%	\$37,771
2002	-2.0%	-2.7%	-15.9%	\$29,706
2001 (Since 4/1)	-0.1%	-0.7%	-9.0%	\$31,759

The International Equity Composite includes all discretionary international equity accounts managed with similar objectives for a full month, including those accounts no longer with the firm. Composite and index performance is net of withholding taxes in some markets. Gross-of-fees composite performance reflects reinvestment of income and dividends and is a market-weighted average of the time-weighted return, before advisory fees, of each account for the period since inception. Net-of-fees composite performance is derived by reducing the quarterly gross-of-fees composite return by 0.20%, our highest quarterly fee. Additional information regarding the policies for calculating and reporting returns is available upon request. Performance is expressed in US Dollars. The composite creation and inception date is 4/1/01. All portfolios in the composite are fee-paying portfolios. There can be no assurance that the rate of return for any account within a composite will be the same as that of the composite presented. Past performance is not indicative of future results.

MacKay Shields LLC, an SEC-registered investment adviser, has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). The firm receives a verification from an independent accounting firm on a quarterly basis. An opinion is available on request, as are a complete list and description of the firm's composites. The normal characteristics of the transactions in the International Equity Composite include the purchase and sale of forward currency contracts using a foreign exchange credit line(s) secured by the underlying assets. No leverage has been used in this composite. The asset mix of the accounts in the composite may not be precisely comparable to the MSCI EAFE Index. The MSCI EAFE Index range uses withholding tax rates applicable to Luxembourg holding companies. Information regarding the benchmark, including the percentage of the composite invested in countries or regions not included in the benchmark, is available upon request. Indices do not incur management fees or other operating expenses. Investments cannot be made directly into an index. The reported standard deviation is an equal-weighted standard deviation of annual returns for the accounts in the composite the entire year.

June 30, 2010 number of accounts and composite assets (mil) were: five or fewer, \$744. Year-end number of accounts, composite assets (mil) and equal-weighted standard deviation of annual returns were: 2009, 6, \$855, 0.4; 2008, five or fewer, \$695, 0.5; 2007, 7, \$1,394, 0.2; 2006, five or fewer, \$1,135, 0.3; 2005, five or fewer, \$1,003, 0.2; 2004, five or fewer, \$824, 0.0; 2003, five or fewer, \$181, 0.0; 2002, five or fewer, \$106, 0.0; 2001, five or fewer, \$109, N/A.