

BENCHMARK:
S&P 500®

DECEMBER 31, 2011

Parametric's Tax-Managed Core (TMC) portfolios are designed to provide a pre-tax return similar to that of their respective benchmarks and maximize after-tax returns through a variety of tax management techniques. Portfolios are constructed by purchasing securities from the constituents of the index that, as a diversified group, will seek to track the performance of the unmanaged index. Tax management techniques including tax-lot accounting and the management of capital gains are then applied to minimize the impact of taxes, maximizing after-tax return. The management of capital gains includes the matching of gains against losses and aggressively "harvesting" tax losses when available. TMC portfolios can be benchmarked to a variety of indexes. Benchmark options vary by program.

About Parametric

Parametric is an industry-leading provider of structured portfolio management, headquartered in Seattle, Washington. Parametric and its affiliate, Parametric Risk Advisors, offer a variety of structured portfolio solutions, including customized core equity portfolios (U.S., Non-U.S., global), options strategies, and overlay portfolio management. Parametric is a majority-owned subsidiary of Eaton Vance (ticker: EV).

Total AUM:
\$41 Billion*

*This figure represents the combined AUM of Parametric and its affiliate Parametric Risk Advisors as of 12/31/2011.

Established:
1987

The information is for illustrative purposes only. It should not be assumed that any of the securities listed were or will be profitable. Actual portfolio holdings may vary for each client and there is no guarantee that a particular client's account will hold any or all of the securities listed.

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S&P 500 BENCHMARK CHARACTERISTICS

The S&P 500 is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity and sector. Majority of the companies in the index are mid-to large-cap corporations. The index provides a broad snapshot of the overall U.S. equity market. Companies included in the index are selected by the S&P Index Committee, a team of analysts and economists at Standard & Poor's. It is not possible to invest directly in an index.

PORTFOLIO STATISTICS			TMC WEIGHTS % — ECONOMIC SECTORS	
	TMC	S&P 500		
CAPITALIZATION (\$ MILLIONS)				
Wt. Average Mkt. Cap	94,307	96,359	Finance	13.95
Wt. Median Mkt. Cap	49,615	51,208	Electronic Technology	11.08
Largest Co. by Mkt. Cap	406,255	406,255	Consumer Non-Durables	10.28
Smallest Co. by Mkt. Cap	1,526	1,572	Health Technology	10.19
OTHER STATISTICS			Energy Minerals	9.39
No. of Securities	250-325	500	Technology Services	8.17
Beta	0.99	1.00	Producer Manufacturing	6.33
Dividend Yield %	2.09	2.09	Retail Trade	5.95
P/E Ratio	13.95	13.87	Consumer Services	5.52
Price/Book	2.04	2.05	Utilities	3.51
TOP 10 HOLDINGS %			Communications	2.92
Exxon Mobil Corp.		3.34	Industrial Services	2.76
Apple Inc.		3.29	Process Industries	2.60
International Business Machines Corp.		2.05	Transportation	1.94
Chevron Corp.		1.70	Health Services	1.88
General Electric Co.		1.64	Non-Energy Minerals	1.23
Pfizer Inc.		1.64	Commercial Services	1.07
AT&T Inc.		1.50	Consumer Durables	0.75
Microsoft Corp.		1.47	Distribution Services	0.50
Coca-Cola Co.		1.40		
Procter & Gamble Co.		1.38		

TMC Portfolios are fully invested in equities, maintaining 1%–2% cash.

Source: FactSet Research Systems

Please see reverse for portfolio performance and disclosures.



Parametric™
Leaders in Structured Portfolio Management

Tax-Managed Core™

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S&P 500®

PORTFOLIO MANAGEMENT LEADERSHIP TEAM

David M. Stein, Ph.D.

Chief Investment Officer

- Previous associations: Director of Investment Research at GTE Investment Management Corporation; Director of Active Investments at Vanguard Group; Director of Quantitative Portfolio Management and Research at IBM Retirement Funds
- Harvard University, Ph.D. Applied Mathematics, 1977

Thomas Seto

Managing Director — Portfolio Management

- Previous associations: Head of U.S. Equity Index Investments at Barclays Global Investors
- Chicago Graduate School of Business, M.B.A., Finance, 1991

COMPOSITE PERFORMANCE

PRE-TAX (NET OF FEES) %					
	PARAMETRIC TMC	S&P 500 INDEX	EXCESS		
Cumulative Periods					
4th Qtr. 2011	11.58	11.82	-0.24		
Previous Quarter	-13.74	-13.86	0.12		
Year To Date	1.83	2.11	-0.28		
Annualized Periods					
1 Year	1.83	2.11	-0.28		
2 Year	8.02	8.39	-0.37		
3 Year	13.38	14.11	-0.73		
4 Year	-1.86	-1.64	-0.22		
5 Year	-0.44	-0.25	-0.19		
7 Year	2.39	2.64	-0.25		
10 Year	2.58	2.92	-0.34		
Since Inception (5/1996)	5.83	6.16	-0.33		
AFTER-TAX (NET OF FEES)%					
CALENDAR YEARS*	PARAMETRIC TMC	S&P 500 INDEX	PARAMETRIC TMC	S&P 500 INDEX	TAX ALPHA
2011	1.83	2.11	2.32	1.67	0.93
2010	14.59	15.06	14.30	14.81	-0.04
2009	24.89	26.46	29.47	27.63	3.41
2008	-36.39	-37.00	-28.80	-36.09	6.68
2007	5.48	5.50	5.94	4.76	1.19
2006	15.39	15.81	15.20	15.03	0.59
2005	4.52	4.91	4.73	4.48	0.64
2004	10.43	10.87	10.54	10.56	0.43
2003	27.33	28.74	27.95	28.28	1.09
2002	-22.27	-22.11	-18.80	-22.43	3.79

*Additional years of composite history available upon request.

Disclosures

This information should not be considered investment advice or a recommendation to buy or sell any particular security. The information in this material and specific securities mentioned are not representative of all securities purchased, sold or recommended for advisory clients. Actual portfolio holdings will vary for each client and there is no guarantee that a particular client's account will hold any, or all, of the securities identified. It should not be assumed that any of the securities or recommendations made in the future will be profitable or will equal the performance of the listed securities. It is not possible to invest directly in an Index. Past performance does not predict future results. Parametric does not provide legal, tax and/or accounting advice.

Composite Criteria

All reported composites include only accounts funded with cash and free from client-directed investment restrictions. Because Parametric manages each account to reflect client specific characteristics, accounts funded with securities and/or subject to restrictions will experience varying performance.

Accounts are managed in the Parametric Tax Managed investment style that seeks large capitalization U.S. equity exposure and are benchmarked against the S&P 500 index.

Account Criteria

All accounts included in each composite are fully discretionary. There is no minimum balance requirement for an account to be included in a composite. Accounts are included in their respective composites in their first full month of management. Accounts are excluded from their respective composites after their last full month of management. Terminated accounts are included in their respective composites for all full periods prior to termination.

Calculation Methodology

Account Level – Account performance is calculated using a time-weighted, daily-linked total return methodology. Dividend and interest income is accounted for on an accrual basis. Performance labeled "Net of Fees" reflects the deduction of a 0.45% annual management fee – the highest fee paid by any account in this composite.

Composite Level – Composite returns are market-value weighted using beginning period values.

After-Tax Performance

After-tax performance calculations are based upon Parametric's best information concerning dividend and capital gain realization. Parametric applies the highest US Federal marginal tax rates when calculating after-tax returns. These assumed tax rates

are applied to both net realized gains and losses in the portfolio. Applying the highest marginal rate may cause the after-tax performance shown to be different than an investor's actual experience. Investors' actual tax rates, the presence of current or future capital loss carry forwards, and other investor tax circumstances will cause an investor's actual after-tax performance to be over or under Parametric's estimates presented here. In periods when net realized losses exceed net realized gains, applying the highest marginal tax rates to our model calculations illustrates the highest after-tax return that could be expected of the portfolio, and assumes the maximum potential tax benefit was derived. Actual client after-tax returns will vary. As with all after-tax performance, the after-tax performance reported is an estimate. In particular, it has been assumed that the investor has, or will have sufficient capital gains from sources outside of this portfolio to fully offset any net capital losses realized, and any resulting tax benefit has been included in Parametric's computation of after-tax performance.

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