

## **Independent Verifier's Report**

Mr. Scott Schultz  
Chief Investment Strategist  
Schultz Investment Advisors, Inc.  
160 E. Grand River  
Williamston, MI 48895

We have examined the compliance of Schultz Investment Advisors, Inc. (the "Company") with the requirements of the Global Investment Performance Standards (GIPS<sup>®</sup>) on a firmwide basis from January 1, 1999 through June 30, 2005 and whether the Company's policies and procedures are designed to properly construct composites, calculate performance results, and present composite information in compliance with the GIPS standards. The Company's management is responsible for compliance with the GIPS standards and the design of its policies and procedures. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with verification procedures as set forth in Section III of the GIPS standards dated April 1999 and, accordingly, included examining, on a test basis, evidence about the Company's compliance with GIPS and evaluating the design of the Company's policies and procedures referred to above, and such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, Schultz Investment Advisors, Inc., in all material respects, has complied on a firmwide basis with the GIPS standards as adopted by the Investment Performance Council. Annual disclosures required by the GIPS are an integral part of this opinion.

*Ashland Partners & Co. LLP*  
Ashland Partners & Company LLP  
July 25, 2005

*Experts in the Field*

**SCHULTZ INVESTMENT ADVISORS, INC.**  
**SIA ASSET ALLOCATION COMPOSITE**  
**ANNUAL DISCLOSURE PRESENTATION**

Year End	Total Firm Assets (millions)	Composite Assets			Annual Performance Results			
		U.S. Dollars (millions)	% of Firm Assets	Number of Accounts	Composite Net-of-Fees	DJIA	S&P 500	Composite Dispersion
2004	41	26	62%	81	10.44%	5.31%	10.87%	1.9%
2003	34	23	67%	86	43.32%	28.29%	28.69%	5.1%
2002	14	5	35%	36	(1.95%)	(14.99%)	(22.10%)	5.5%
2001	9	2	26%	13	14.85%	(5.46%)	(11.88%)	10.6%
2000	7	2	27%	13	(1.84%)	(4.88%)	(9.11%)	12.1%
1999	8	2	26%	18	1.50%	27.18%	21.04%	9.8%

*2005 net quarterly performance for the composite is as follows: 1Q05: (8.10%); 2Q05: (0.93%). Disclosures are the representation of management and actual results shown above have not been examined by Ashland Partners & Company LLP. Performance results shown above are included as part of a complete disclosure presentation.*

***SIA Asset Allocation Composite** contains fully discretionary accounts holding a combination of U.S. and foreign based equity and bond closed-end mutual funds, and for comparison purposes is measured against the Dow Jones Industrial Average and the S&P 500 indices. The minimum account size for this composite is \$30 thousand.*

Schultz Investment Advisors, Inc. has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Schultz Investment Advisors, Inc. is a registered investment adviser. The firm maintains a complete list and description of composites, which is available upon request.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Non-fee-paying accounts are not included in this composite. Composite performance is presented net of foreign withholding taxes. Withholding taxes may vary according to the investor's domicile. Leverage is not used in this composite. Past performance is not indicative of future results.

The U.S. Dollar is the currency used to express performance. Returns are presented net of management fees and include the reinvestment of all income. A fee schedule is an integral part of a complete presentation and is described in Part II of the firm's ADV, which is available upon request. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year.

The SIA Asset Allocation Composite was created April 1, 1995. The Independent Verifier's Report is an integral part of this presentation.

*Ashland Partners & Co. LLP*  
 Ashland Partners & Company LLP

**SCHULTZ INVESTMENT ADVISORS, INC.**  
**SIA DOMESTIC GROWTH COMPOSITE**  
**ANNUAL DISCLOSURE PRESENTATION**

Year End	Total Firm Assets (millions)	Composite Assets			Annual Performance Results			
		U.S. Dollars (millions)	% of Firm Assets	Number of Accounts	Composite Net-of-Fees	DJIA	S&P 500	Composite Dispersion
2004	41	7	17%	28	9.67%	5.31%	10.87%	2.1%
2003	34	4	12%	16	41.38%	28.29%	28.69%	3.5%
2002	14	2	15%	9	(1.54%)	(14.99%)	(22.10%)	N.A.
2001	9	1	13%	Five or fewer	13.92%	(5.46%)	(11.88%)	N.A.
2000	7	<1	8%	Five or fewer	15.33%	(4.88%)	(9.11%)	N.A.
1999	8	<1	5%	Five or fewer				

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

2005 net quarterly performance for the composite is as follows: 1Q05: (8.42%); 2Q05: (0.64%). Disclosures are the representation of management and actual results shown above have not been examined by Ashland Partners & Company LLP. Performance results shown above are included as part of a complete disclosure presentation.

***SIA Domestic Growth Composite*** contains fully discretionary accounts holding U.S. equity based closed-end mutual funds, and for comparison purposes is measured against the Dow Jones Industrial Average and the S&P 500 indices. The minimum account size for this composite is \$30 thousand.

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Schultz Investment Advisors, Inc. is a registered investment adviser. The firm maintains a complete list and description of composites, which is available upon request.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Non-fee-paying accounts are not included in this composite. Leverage is not used in this composite. Past performance is not indicative of future results.

The U.S. Dollar is the currency used to express performance. Returns are presented net of management fees and include the reinvestment of all income. A fee schedule is an integral part of a complete presentation and is described in Part II of the firm's ADV, which is available upon request. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year.

The SIA Domestic Growth Composite was created July 1, 1999. The Independent Verifier's Report is an integral part of this presentation.

*Ashland Partners & Co. LLP*  
 Ashland Partners & Company LLP

**SCHULTZ INVESTMENT ADVISORS, INC.**  
**SIA WORLD GROWTH COMPOSITE**  
**ANNUAL DISCLOSURE PRESENTATION**

Year End	Total Firm Assets (millions)	Composite Assets			Annual Performance Results			
		U.S. Dollars (millions)	% of Firm Assets	Number of Accounts	Composite Net-of-Fees	DJIA	S&P 500	Composite Dispersion
2004	41	6	14%	26	10.77%	5.31%	10.87%	2.1%
2003	34	3	9%	21	41.46%	28.29%	28.69%	6.0%
2002	14	2	12%	20	0.38%	(14.99%)	(22.10%)	8.0%
2001	9	3	28%	24	16.98%	(5.46%)	(11.88%)	8.7%
2000	7	2	26%	20	0.83%	(4.88%)	(9.11%)	10.3%
1999	8	<1	8%	7	(8.78%)	27.18%	21.04%	N.A.

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

*2005 net quarterly performance for the composite is as follows: 1Q05: (7.94%); 2Q05: (0.91%). Disclosures are the representation of management and actual results shown above have not been examined by Ashland Partners & Company LLP. Performance results shown above are included as part of a complete disclosure presentation.*

***SIA World Growth Composite** contains fully discretionary accounts holding a combination of U.S. and foreign based closed-end mutual funds, and for comparison purposes is measured against the Dow Jones Industrial Average and the S&P 500 indices. The minimum account size for this composite is \$30 thousand.*

Schultz Investment Advisors, Inc. has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Schultz Investment Advisors, Inc. is a registered investment adviser. The firm maintains a complete list and description of composites, which is available upon request.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Non-fee-paying accounts are not included in this composite. Composite performance is presented net of foreign withholding taxes. Withholding taxes may vary according to the investor's domicile. Leverage is not used in this composite. Past performance is not indicative of future results.

The U.S. Dollar is the currency used to express performance. Returns are presented net of management fees and include the reinvestment of all income. A fee schedule is an integral part of a complete presentation and is described in Part II of the firm's ADV, which is available upon request. The annual composite dispersion presented is an asset-weighted standard deviation calculated for the accounts in the composite the entire year.

The SIA World Growth Composite was created January 1, 1999. The Independent Verifier's Report is an integral part of this presentation.

*Ashland Partners & Co. LLP*  
 Ashland Partners & Company LLP

**SCHULTZ INVESTMENT ADVISORS, INC.**  
**SIA FIXED INCOME COMPOSITE**  
**ANNUAL DISCLOSURE PRESENTATION**

Year End	Total Firm Assets (millions)	Composite Assets			Annual Performance Results		
		U.S. Dollars (thousands)	% of Firm Assets	Number of Accounts	Composite Net-of-Fees	Lehman Gov't/Credit	Composite Dispersion
2004	41	553	1%	Five or fewer	(5.16%)	4.21%	N.A.
2003	34	701	2%	Five or fewer	42.08%	4.68%	N.A.
2002	14	453	3%	Five or fewer	(19.69%)	11.02%	N.A.
2001	9	506	6%	Five or fewer	11.66%	8.51%	N.A.
2000	7	330	4%	Five or fewer	1.80%	11.84%	N.A.
1999	8	705	9%	Five or fewer	0.80%	(2.15%)	N.A.

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

2005 net quarterly performance for the composite is as follows: 1Q05: (1.11%); 2Q05: 3.60%. Disclosures are the representation of management and actual results shown above have not been examined by Ashland Partners & Company LLP. Performance results shown above are included as part of a complete disclosure presentation.

**SIA Fixed Income Composite** contains fully discretionary accounts holding a combination of U.S. and foreign based closed-end bond mutual funds and for comparison purposes is measured against the Lehman Brothers Government/Credit Bond Index. The minimum account size for this composite is \$30 thousand.

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Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Non-fee-paying accounts are not included in this composite. Composite performance is presented net of foreign withholding taxes. Withholding taxes may vary according to the investor's domicile. Leverage is not used in this composite. Past performance is not indicative of future results.

The U.S. Dollar is the currency used to express performance. Returns are presented net of management fees and include the reinvestment of all income. A fee schedule is an integral part of a complete presentation and is described in Part II of the firm's ADV, which is available upon request.

The SIA Fixed Income Composite was created April 1, 1995. The Independent Verifier's Report is an integral part of this presentation.

*Ashland Partners & Co. LLP*  
 Ashland Partners & Company LLP

**SCHULTZ INVESTMENT ADVISORS, INC.**  
**SIA FOREIGN GROWTH COMPOSITE**  
**ANNUAL DISCLOSURE PRESENTATION**

Year End	Total Firm Assets (millions)	Composite Assets			Annual Performance Results		
		U.S. Dollars (thousands)	% of Firm Assets	Number of Accounts	Composite Net-of-Fees	S&P 500	Composite Dispersion
2004	41	103	<1%	Five or fewer	25.52%	10.87%	N.A.
2003	34	107	<1%	Five or fewer	49.33%	28.69%	N.A.
2002	14	55	<1%	Five or fewer	(19.97%)	(22.10%)	N.A.
2001	9	51	<1%	Five or fewer	(24.44%)	(11.88%)	N.A.
2000	7	48	<1%	Five or fewer	(10.80%)	(9.11%)	N.A.
1999	8	56	<1%	Five or fewer	3.07%	21.04%	N.A.

N.A. - Information is not statistically meaningful due to an insufficient number of portfolios in the composite for the entire year.

*2005 net quarterly performance for the composite is as follows: 1Q05: (5.56%); 2Q05: (11.84%). Disclosures are the representation of management and actual results shown above have not been examined by Ashland Partners & Company LLP. Performance results shown above are included as part of a complete disclosure presentation.*

***SIA Foreign Growth Composite*** contains fully discretionary accounts holding foreign stock and bond closed-end mutual funds and for comparison purposes is measured against the S&P 500 Index. The minimum account size for this composite is \$30 thousand.

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Schultz Investment Advisors, Inc. is a registered investment adviser. The firm maintains a complete list and description of composites, which is available upon request.

Results are based on fully discretionary accounts under management, including those accounts no longer with the firm. Non-fee-paying accounts are not included in this composite. Composite performance is presented net of foreign withholding taxes. Withholding taxes may vary according to the investor's domicile. Leverage is not used in this composite. Past performance is not indicative of future results.

The U.S. Dollar is the currency used to express performance. Returns are presented net of management fees and include the reinvestment of all income. A fee schedule is an integral part of a complete presentation and is described in Part II of the firm's ADV, which is available upon request.

The SIA Foreign Growth Composite was created January 1, 1999. The Independent Verifier's Report is an integral part of this presentation.

*Ashland Partners & Co. LLP*  
 Ashland Partners & Company LLP