

Cardinal Trust and Investment Services
a leader in innovative processing solutions

Cardinal Trust & Investments (“Cardinal”) is a division of Cardinal Bank, a wholly owned subsidiary of Cardinal Financial Corporation based in McLean, VA. Cardinal has provided institutional custody, trust services, cash management and securities lending since 1991 and with assets over \$2.667 billion our services have been customized and time tested many times over. As a state-chartered trust company we are equipped to manage assets, provide trust/agency accounting and protect assets under very strict standards.

We operate on the highest of quality custodial systems currently in use in over 50 countries. With this experience behind us we are able to customize to your unique needs. Our systems automate the processes in the financial services marketplace, linking asset managers with brokers, brokers with exchanges, exchanges with banks and banks with settlement agents and custodians.

Cardinal Financial Corporation (“CFC”) is one of the largest bank holding companies in Northern Virginia and the Commonwealth. CFC business units include Cardinal Bank, George Mason Mortgage and Wilson/Bennett Capital Management. CFC is listed on the NASDAQ under the symbol CFNL. Market Capital as of December 31, 2008 is \$148.3 million. Total assets of Cardinal Bank are \$1.7 billion as of December 31, 2008. We strive to be your partner and through a consultative approach, solve your asset processing needs.

Our Clients

- Mutual funds
- Corporations
- Investment Advisors
- Pension funds
- Hedge funds
- Financial institutions
- Endowments
- Foundations
- Attorneys
- Accountants

We focus on your processing needs; you focus on your business...



Collective Fund Services

Cardinal Trust and Investments (“CTI”) provides investment management, fiduciary oversight, custody and trustee services on behalf of Participant Assets invested within respective Collective Investment Funds under the Redstone Trust. CTI currently manages collective investment funds (CIF’s) ranging in style from stable value portfolios, domestic equity portfolios and international equity portfolios. CTI maintains approximately \$2.6 billion in assets under management within the collective investment funds as of December 31, 2008.

Cardinal’s equity portfolios range from single manager active portfolios to fund-of-funds style portfolios incorporating several active and passive portfolios into a single collective fund. We also operate both domestic and international equity funds across all investment styles and capitalization ranges. Cardinal’s diverse experience in the establishment and management of CIF’s enables us to customize our operations based upon a given funds’ respective operational needs. All assets in the portfolio are priced through Interactive Data with accuracy verified via valuation comparison with an alternative pricing vendor. Fair valuation pricing is available and will be managed in conjunction with the portfolio management team’s fair value pricing policy. The net asset value is calculated on a nightly basis and forwarded to all appropriate parties by 8:00 PM each business day. A business day, for valuation purposes, is a date upon which the New York Stock Exchange is open for trading.

Each CIF has two common elements; an actively managed cash buffer designed to control cash flows and participant trading activity, and a separate daily-priced portfolio, both of which roll up into one collective fund portfolio to allow for overnight participant trade processing. Valuation of the funds begins at market close each day. Portfolio holdings are priced daily based upon a given issue’s respective local market closing price, with all foreign ordinaries being converted to US dollars at a conversion rate as determined by portfolio investment policy. Cardinal employs dedicated fund accountants for each portfolio. Fund accountants are responsible for processing all collective fund activity to ensure nightly NAV’ are calculated in order to enable participant activity to be processed.

Internationally, Cardinal has established relationships in all of the major foreign markets. Participation in international markets provides an additional set of complexities for operating CIF’s. Consideration must be made for local compliance risk, local official closing price standards, currency exchange rate, currency conversion as well as settlement considerations. Additionally, there are also international tax reclaim standards that must be accrued and accounted for each day.

Risk Management

There are several types of risk associated with the establishment and management of a CIF. The Portfolio is divided into units and recorded on the Trustee's books. With consideration for our fiduciary responsibility as trustee, CTI has incorporated a comprehensive quality assurance and quality improvement (QA/QI) program to minimize the level of transaction, compliance, and strategic risk within the CIF's.

CTI processes a significant volume of transactions on a daily basis in several areas:

- 1) Participant activity, including purchases and redemptions from the CIF's
- 2) Execution of purchases and sales of portfolio securities or accounting for purchases and sales made on behalf of the CIF's by numerous sub-advisors
- 3) Accounting for the receipt and distribution of dividends, interest, capital gains, stock splits, litigation or any other type of corporate actions that may arise
- 4) Fund valuation prepared on a daily, weekly, or monthly basis depending on the needs of our participants

Each of these critical areas has at least one Cardinal professional dedicated solely to daily processing. Cardinal maintains vigilant oversight of the Redstone Trust with a dynamic and ever-evolving QA/QI program. This includes daily reconciliation of all assets within the CIF's, as well as an assessment of all transactions that occur each day. All portfolio trades are monitored to ensure that each portfolio adheres to its respective investment policy. Fiduciary oversight includes, but is not limited to, oversight of investment manager trading, performance monitoring, commissions and fee monitoring, soft dollars, and portfolio turnover.

Compliance risk is mitigated by our compliance officer who maintains a prospectus database, conducts quarterly audits of the Redstone Trust assets, assures applicable laws are reflected in our Trust structure and documentation, and that all participants within CIF's have attested to being qualified participants. The records are maintained on a fiscal year basis and Cardinal Bank conducts an internal audit annually to which The Redstone Trust is subject.

Legal Structure

The Redstone Trust was established in order to provide a vehicle for the collective investment and reinvestment of assets of Participating Accounts of ERISA plans. The Trustee, Cardinal Bank ("Cardinal") is a bank as defined in §2(5) of the Investment Company Act of 1940, as amended ("Investment Company Act"), is a fiduciary, within the meaning of §3(21) of ERISA, and is an investment manager, as defined in §3(38) of ERISA, with respect to each Participating account that is subject to Part 4 of Title I of ERISA. The Redstone Trust is exempt from taxation under Code §501(a) and qualifies as a group trust under Revenue ruling 81-100.

The Redstone Trust is exclusively for the collective investment of the assets of Participating Accounts. Each Declaration of Trust relating to the Fund, including without limitation those provisions dealing with valuation, accounting, expenses and termination, apply separately to each Portfolio.

Investment Managers appointed by the Trustee shall be qualified to serve as an Investment Manager if deemed an investment manager under §3(38) of ERISA, is a “qualified professional asset manager” as described in Prohibited Transaction Class Exemption 84-14 issued by the United States Department of Labor and acknowledges in writing that it is a fiduciary with respect to the Participating Accounts within the meaning of §3(21) of ERISA. The Investment Manager shall have the power and duty to make investment recommendations to the Trustee.

The regulations under which the Redstone Trust exists are many. In addition to the regulations required of a bank and a publicly traded corporation, the Department of Labor and the Internal Revenue Service issue regulatory guidelines by which the Trust must comply. Although exempt from the regulations under the 1940 Investment Company Act, the regulatory regime remains rigorous.

You remain focused on investing for your clients.....we provide the infrastructure.



Single Source Solution

Regardless of the number of programs or type of solution you require, Cardinal's Institutional Securities Services Group provides a variety of systems and specialized services to meet the demands of your complex business environment regardless of the number of programs, or type of solution you require. Our highly trained, highly experienced service teams will work closely with you to deliver seamless service and prompt and accurate execution of your investment and portfolio requirements.

Cardinal's network of both internal and external agents and sub-agents make possible a convenient, single source solution for your custody and processing needs. Your relationship manager can provide you with the comprehensive services and cost-effective settlement transactions for the following:

Custody

Securities Trading and Settlement
Foreign exchange
Foreign tax reclamation
Corporate Actions Processing
Asset Tracking
Asset Detail Schedules
Escrow
Credit Lines
Participant-directed brokerage accounts
Account reconciliation
Automated distributions: check, wire, ACH
Tax withholding, remitting, and reporting
Income Collection
Securities Lending
Physical Securities Safekeeping

Cash Management

Net Asset Value Calculations
Same day/late day trading

Trustee Services

Full fiduciary services
Segregation of assets

Retirement Plan Services

401(k) plans
457(b) plans
SEPs
IRAs
Deferred Compensation Plans
Defined Benefit Plans
Profit Sharing Plans

Common & Collective Fund Solutions

Investment Management Oversight
Fund Accounting
Administration
Trustee
Custody
NSCC Platform Trading
Daily unitization
-equity
-fixed income
-mutual funds
Portfolio Recordkeeping

Our customized solutions focus on your needs. You can process and view activity in formats that are conducive to the way you want to run your business.

We streamline your operations; you have efficient access to your data...



Secure Custody

Custody is constantly evolving. It has grown from safekeeping and security settlement to cash management, corporate actions, income collection, tax reclaims, securities lending and the creation of sub-custodian networks.

Detailed ongoing data tracking occurs throughout each day from real-time securities processing to end-of-day daily cash balance sweeps. At the center of custody services is

the physical protection of assets. We record every asset that goes in and out of your account every day and in doing so we match trades, receive and deliver securities, assure payments, register assets and collect dividends and interest. All of this processing occurs efficiently and seamlessly in each of your accounts.

You will see the value of the assets we hold for you as well as the growth in those assets. When there are dividend and interest payments, you will see them recorded in your account. If you have loaned out your securities, any revenue earned will be recorded. If there is cash sitting in the account, uninvested, you will see that it continues to earn interest. You may hold securities in our vault and it will be recorded on your statement.

We control the details; you make decisions....



Real Time Reporting

Easy access to your accounts is available through our online internet access to your account. Twenty-four hours a day and from any computer terminal you will have access to reports providing daily information you require to assist in your management decisions:

Daily Transactions
Current Market Value
Pending Trades
Gain/loss Information
Cost Basis

Should you need assistance, our dedicated team of administrators is available during regular business hours. Online Help screens are available 24 hours a day.

24/7 access to your business; real time decisions for you...



Efficient Information Processing

Through advanced communication protocols, our clients, custodians, investment advisors and administrators remain in touch throughout the day. Web-enabled file transfer

provides for the security of information sharing and allows 24 hour access to your information. All processing occurs in a real time environment. At the close of each day, you and your management team will know your to the minute daily activity and holdings. Our processing partners are:

- **SunGard Addvantage**

SunGard Addvantage is used to track your account assets. We operate on the highest quality custodial/accounting/investment systems currently in use in over 50 countries. With this foundation we are able to customize our systems to your unique needs. Our platform automates the processes in the financial services marketplace, linking asset managers with brokers, brokers with exchanges, exchanges with banks and banks with settlement agents and custodians and investment managers. Cardinal's network of both internal and external agents and sub-agents make a possible a convenient, single source solution for your custody and processing needs.

- **The National Securities Clearing Corporation ("NSCC")**

The NSCC is the leading provider of centralized clearance settlement and information services for securities transactions. In conjunction with the Depository Trust Company (DTC"), the central depository that holds participants' securities and makes receipts and deliveries in book-entry form, your securities are handled directly by a system designed to provide quality, innovative, dependable system and services that meet the financial industry's requirement for cost-effective, high-volume trade processing that helps minimize risk.

- **The Bank of New York ("BNY")**

BNY remains a custodian to Cardinal for areas in which the NSCC's level of support is limited or fractional. All international trading is conducted through BNY. Securities servicing is BNY's core business, and consequently they invest heavily in technology and allocate substantial resources to ensure that they stay ahead of institutional investors' evolving needs. With operation centers in thirty-three countries, their industry experts work with clients in their local markets and languages to formulate customized service solutions. Detailed ongoing data tracking occurs throughout each day from real-time securities processing to end-of-day daily cash balance sweeps. At the center of custody services is the physical protection of assets. We record every asset that goes in and out of your account every day. All of this processing occurs efficiently and seamlessly in each of your accounts.

Easy access to information; the key to running your business.....



Professional Investment Management

Professional investment management can be accessed through your own individual investment advisor, our portfolio managers or through external investment managers of your or our selection. We will work with your investment advisors in order to provide a seamless delivery of services to you and/or your institutional accounts.

Cash Management

Your investment management choice is always up to you, yet we ensure that your assets are always fully invested while waiting for management decisions. Each day, any cash available at day end is swept into a federally tax-exempt money market or other short-term government security. Through daily net settlements we are able to maintain low costs to you. Should you prefer, we will maintain and manage a separate account as your cash management vehicle. Wilson/Bennett Capital Management, Inc. offers a highly disciplined short term cash management investment process to help you maintain competitive rates of return, yet allow your cash to be easily accessible should you need access due to any unforeseen disbursement need. Repurchase agreements, sales agreements, treasury bills, longer term government securities, commercial paper and money market funds are all available to you. The short-term money market funds are:

- **Federated Investors Government Obligations Fund**

Investment Objectives: The Fund seeks to provide conservative investors with current income that is consistent with stability of principal. The Fund invests primarily in a portfolio of short-term U.S. Treasury and Government Agency securities, which include repurchase agreements collateralized fully by U.S. Treasury and Government Agency securities.

- **Federated Investors U.S. Treasury Cash Reserves Fund**

Investment Objectives: The Fund seeks to provide conservative investors with current income with stability of principal and liquidity. The Fund invests only in short-term U.S. Treasury securities.

- **Federated Investors Tax-Free Obligations Fund**

Investment Objectives: The Fund seeks to provide dividend income exempt from federal regular income tax consistent with stability of principal. The Fund invests primarily in a portfolio of short-term, high-quality, tax-exempt securities.

We oversee the investment of your choice; you have peace of mind...



Safety of Assets with your Corporate Trustee

Choosing a corporate trustee provides you with continuity of administration of your account and a high level of safety for your assets.

Cardinal Bank is a state chartered bank and is regulated by the Federal Deposit Insurance Corporation (“FDIC”). We conduct business under the strictest of regulations and are held accountable each year to our internal auditors, external auditors as well as the Virginia State Corporation Commission Bureau of Financial Institutions and the FDIC. Segregation of assets is important to you and we are supervised to assure that all controls are in place assuring this segregation. We are further subject to technology audits, both through auditors and regulatory examiners. This assures us that all controls are in place to maintain your privacy and prevent any conflicts of interest from occurring within the trust. Our online security protects the privacy of you and your clients’ holdings and activity.

The administrator assigned to your account uses sophisticated computer systems to manage your activities within Cardinal. By centralizing our system, there is never a loss of information between personnel or departments.

Disaster recovery procedures are tested on a regular basis. Should there be a need for recovery procedures, immediate back up is provided by on-site or local services. Should the recovery needs become more long term, agreements are in place for recovery to be provided by external vendors in predetermined locations.

We maintain blanket bond insurance against loss, theft, forgery or destruction.

Cardinal is a corporate trustee; you can depend on continuity as your business grows...



Seamless Conversions

Seamless and secure transitioning of portfolios is important to you, your clients and Cardinal. We assign and manage the required resources to your account throughout the conversion process. We work closely with you and your transfer agent and/or custodian in order to provide the communication that enables a smooth transition.



Experienced Professionals

Our professional staff brings an average of 15 years of experience to your account. Backgrounds range from asset reconciliation, personal banking, trading, investment management, finance, law and accounting. With this length of time in the industry in conjunction with the varied experiences brought to the business you will find we anticipate your needs and respond to your business challenges.

Professional experience; solid solutions...



What does Cardinal bring to you?

Cardinal's competitive trust services have been time-tested throughout the many transformations we have experienced in the banking and investment industries. Constantly vigilant in adapting our policies and procedures to new rules and regulations, we offer you the most up-to-date services available to provide you with a platform that conforms to all appropriate rules and regulations.

Second, we are continually focused on enhancing the many ways we can integrate our services so as to provide you with greater operating efficiencies. Our data processing capabilities provide you with an efficient means to distribute information and to present account information in a way that it will help you make effective management decisions.

Third, our integrity and reliability provide the fundamental framework upon which we strive to build our relationship with you and your relationship with your clients. When it comes to institutional relationships...

...we have the people, relationships and systems; you focus on your business...

Cardinal Trust and Investment Services

Are you familiar with these regulations and how they impact your business?

Sarbanes Oxley Act of 2002

USA Patriot Act

Shareholder Communications Act

Investment Advisor Act of 1940

Investment Company Act of 1940

Uniform Trust Code

Prudent Investor Act

WE ARE.....

Cardinal Trust and Investments - Time-tested Professional Services providing
Sophisticated Processing Solutions

