

Independent Accountant's Report

Audit Committee
Biondo Investment Advisors, LLC
540 Routes 6 & 209
PO Box 909
Milford, PA 18337

Report on Firm-Wide Verification and Performance Examination

We have examined Biondo Investment Advisors, LLC's (the "Company") (1) compliance with all the composite construction requirements of the Global Investment Performance Standards (GIPS[®]) on a firm-wide basis for the periods January 1, 2006 through September 30, 2011, and (2) design of its policies and procedures to calculate and present performance results in compliance with the GIPS standards as of September 30, 2011. We have also examined the accompanying performance presentation and Composite Disclosure Presentation of the Company's **Growth Composite** for the periods January 1, 2006 through September 30, 2011.

Management and Accountant's Responsibility

The Company's management is responsible for compliance with the GIPS standards, the design of its policies and procedures and for the Quarterly Performance and Composite Disclosure Presentations. Our responsibility is to express an opinion based on our examination.

Opinion

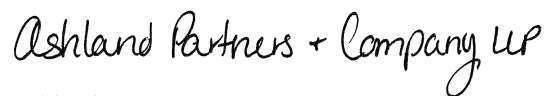
Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about the Company's compliance with the above-mentioned requirements; evaluating the design of the Company's policies and procedures referred to above; examining, on a test basis, evidence supporting the accompanying composite performance presentation; and performing the procedures for a verification and a performance examination set forth by the GIPS standards 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, Biondo Investment Advisors, LLC has, in all material respects:

- Complied with all the composite construction requirements of the GIPS standards on a firm-wide basis for the periods January 1, 2006 through September 30, 2011; and
- Designed its policies and procedures to calculate and present performance results in compliance with the GIPS standards as of September 30, 2011.

Also, in our opinion, the Composite Disclosure Presentation of the Company's **Growth Composite** for the periods January 1, 2006 through September 30, 2011, is presented, in all material respects, in conformity with the GIPS standards.

This report does not relate to any composite presentation of the Company other than the Company's **Growth Composite**.



Ashland Partners & Company LLP
December 13, 2011

BIONDO INVESTMENT ADVISORS, LLC
GROWTH COMPOSITE
QUARTERLY PERFORMANCE PRESENTATION

Asset-Weighted Returns Gross and Net of Fees
Results have been calculated in U.S. Dollars

		1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Annual
2011	Gross	8.62%	(2.13%)	(14.88%)		
	Net	8.10%	(2.62%)	(15.34%)		
2010	Gross	6.59%	(11.99%)	7.29%	10.77%	11.48%
	Net	6.07%	(12.45%)	6.75%	10.23%	9.28%
2009	Gross	(8.31%)	19.95%	16.35%	4.37%	33.56%
	Net	(8.79%)	19.39%	15.80%	3.85%	30.96%
2008	Gross	(8.40%)	(6.18%)	(1.08%)	(25.52%)	(36.68%)
	Net	(8.97%)	(6.75%)	(1.67%)	(26.02%)	(38.25%)
2007	Gross	0.04%	5.52%	11.18%	(0.45%)	16.83%
	Net	(0.56%)	4.90%	10.54%	(1.05%)	14.09%
2006	Gross	0.19%	(3.56%)	6.86%	1.99%	5.31%
	Net	(0.41%)	(4.11%)	6.22%	1.38%	2.82%

Past performance is not indicative of future results. The Independent Accountant's Report and the Composite Presentation Disclosure are an integral part of this presentation.

Biondo Investment Advisors, LLC
Growth Composite Presentation Disclosures

Annual Performance Results						Year End Assets			
Year	Gross-of-Fees Return	Net-of-Fees Return	Russell 3000 Growth Index	Russell 1000 Growth Index	Dispersion	Number of Portfolios	Composite Assets (in USD Thousands)	% Bundled Fee	Total Firm Assets (USD Thousands)
2010	11.48%	9.28%	17.64%	16.71%	5.89%	213	\$227,968.4	66%	\$335,736.5
2009	33.56%	30.96%	37.01%	37.21%	8.32%	219	\$235,335.7	61%	\$330,640.5
2008	(36.68)%	(38.25)%	(38.44)%	(38.44)%	7.42%	192	\$171,688.9	49%	\$273,710.3
2007	16.83%	14.09%	11.40%	11.81%	10.19%	234	\$263,764.5	63%	\$401,949.9
2006	5.31%	2.82%	9.46%	9.07%	6.08%	304	\$227,896.5	76%	\$373,627.3
2005	12.57%	11.14%	5.17%	5.26%	6.23%	607	\$154,472.4	N/A	\$323,282.7
2004	10.56%	9.79%	6.93%	6.30%	5.87%	507	\$104,511.3	N/A	\$277,590.8
2003	30.18%	28.22%	30.97%	29.75%	9.45%	529	\$105,352.7	N/A	\$269,694.0
2002	(14.37)%	(15.72)%	(28.03)%	(27.88)%	7.08%	504	\$83,508.4	N/A	\$205,346.9
2001	(0.37)%	(1.88)%	(19.63)%	(20.42)%	6.27%	500	\$105,502.7	N/A	\$228,286.0

The Growth Composite consists of all discretionary, fee-paying portfolios with a general asset allocation guideline of 70% to 100% invested in typically 35 equities or less, and the remainder invested in high quality fixed income securities. The investment strategy pursues stocks with growth characteristics in all market capitalizations. The fixed income investments are investment grade with an intermediate average duration. On January 1, 2008, the Growth Composite was re-defined from including portfolios with an equity allocation target of 80% or greater to including portfolios with an equity allocation target of 70% or greater. The composite was created on February 1, 1991 as the Aggressive Growth Composite, re-named to the All Cap Growth Composite in January 2005, and became the Growth Composite in July 2010. The minimum account level for inclusion is ten thousand dollars.

The composite returns include reinvestment of dividends and other such earnings, and are calculated net of withholding taxes. Assets and performance information are expressed in US Dollars. Bundled fee accounts are included in the Growth Composite and represent 66% of assets as of December 31, 2010. Bundled fees include investment management fees, consulting fees, transaction fees, custodial fees and other administrative costs. The Gross-of-Fees Return presented includes bundled and non-bundled account performance reduced by trading expenses. The Net-of-Fees Return presented is calculated by reducing the gross-of-fees returns by the highest fee charged on a monthly basis. The monthly rate is .167% effective January 1, 2009 and .2% for the period January 1, 2006 through December 31, 2008. Prior to January 1, 2006, actual fees incurred by the client were used to calculate net performance. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

Leverage/Derivatives may represent a material portion of the composite strategy. Due to short term cash needs some accounts within the composite may go on margin up to 20%. Option strategies, specifically covered call writing and purchasing put options, are deployed at times as a means to exit positions and enhance returns. The composite is compared against the Russell 3000 Growth Index and the Russell 1000 Growth Index. The Russell 3000 Growth Index measures the performance of US equities in all market capitalizations showing growth characteristics such as higher price-to-book ratios and higher forecasted growth values. Prior to December 31, 2004, the composite was measured against the S&P 500 Index. The index was changed retroactively to the Russell 3000 Growth Index which has a higher correlation to our composite strategy. The Russell 1000 Growth Index measures the performance of the large-cap growth portion of US equities and was added for comparison on December 31, 2010. These and other indices that might be shown do not reflect the deduction of advisory fees, commissions or other transaction charges.

Standard deviation of the composite performance over time is used as a measure of dispersion and may not be meaningful for composites consisting of five or fewer accounts or for periods of less than a full year. Standard deviation is calculated based upon gross total returns, asset-weighted and only for composites with greater than five portfolios active for the complete period.

The standard fees charged by the Firm are negotiable and generally up to a maximum of 2% of assets under management on an annual basis. Actual fees incurred by the client may vary. The fee schedule as described in our form ADV Part 2 for the all equity Growth strategy is 1.75% up to \$1 MM, 1.25% between \$1MM and \$5MM, .75% between \$5MM and \$10MM, and a negotiated fee for any accounts over \$10MM, based on quarter ending market value.

Biondo Investment Advisors, LLC (the "Firm") is a registered investment advisor specializing in Growth Investment Management. The Advisors research and identify companies with exceptional growth prospects, capable management teams that specialize in niche business segments with high barriers to entry for competitors. Prior to June 2004, the Firm operated as an independent group within a registered investment advisor. Upon separation from the investment advisor, the Firm's name changed from The Biondo Group to Biondo Investment Advisors, LLC, and the investment management team remained intact. A complete list and description of all of the Firm's composites is available upon request.

Biondo Investment Advisors, LLC claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Biondo Investment Advisors, LLC has been independently verified for the period February 1, 1991 through June 30, 2011. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. The Growth Composite has been examined for the periods February 1, 1991 through June 30, 2011. The verification and performance examination reports are available upon request.

The information set forth regarding securities and investment advice was obtained from sources which we believe reliable but we do not guarantee its accuracy or completeness. Neither the information nor any opinion expressed constitutes a solicitation by us of the purchase or sale of any securities. The performance quoted above represents past performance and current performance may be lower or higher than the performance date quoted. Past performance does not guarantee future results as investment returns may vary from time to time depending upon market conditions and the composition of the composite portfolio.