

**HOWARD COBLE**

SIXTH DISTRICT  
NORTH CAROLINA

2468 RAYBURN HOUSE OFFICE BUILDING  
WASHINGTON, DC 20515-3306  
PHONE: (202) 225-3065  
FAX: (202) 225-8611  
e-mail: howard.coble@mail.house.gov  
www.coble.house.gov



**Congress of the United States**  
**House of Representatives**  
**Washington, DC 20515-3306**

June 11, 2011

COMMITTEES:  
**JUDICIARY**  
RANKING MEMBER,  
SUBCOMMITTEE ON COURTS  
AND COMPETITION POLICY  
**TRANSPORTATION AND  
INFRASTRUCTURE**  
PRINTED ON RECYCLED PAPER

The Honorable Jo Bonner  
Chairman  
The Honorable Linda T. Sanchez  
Ranking Member  
Committee on Ethics  
1015 Longworth House Office Building  
Washington, D.C. 20515-6328

**HAND DELIVERED**

MC  
OFFICE OF THE CLERK  
U.S. HOUSE OF REPRESENTATIVES  
2011 JUL 11 AM 11:17

Dear Representatives Bonner and Sanchez,

Your letter, which I received on June 13, 2011, stated that additional information was needed for my 2010 Financial Disclosure Statement. I am pleased to clarify any questions that you may have.

After reviewing your letter, there appears to be two problems with my last disclosure statement. The first deals with an asset that was listed in Schedule III, which I labeled as "Morgan Stanley Smith Barney Investment Account." After consultation with committee staff, I understand that I should have listed it as a series of exchange traded & closed funds. I am attaching a copy of my year-end statement, which lists all of the funds contained within this account that was opened with Morgan Stanley Smith Barney. Because I gave this broker a certain amount of money and did not and do not direct any of the transactions that occur within these funds, I am now told that I do not need to list every sale and purchase that takes place during the year. The combined, year-end value of these funds would place it in the category of \$15,001-50,000. Because I do not self-direct any of these transactions, I should not have listed any transactions that occurred during the year in Schedule IV of my statement.

The other problem that was cited deals with a series of capital gains and losses that I listed in Schedules III and IV. All of these transactions occurred within the Merrill Lynch Cash Management Account, which was transferred during 2010 to UBS Financial Services. In the spirit of full disclosure, I listed all of these, even the losses. All came from a mutual fund where I do not direct any of transactions. I now understand that I should not have listed any of these because there were contained within a fund that makes transactions all year long without my involvement. So, the amended form would not list any of the following in Schedules III and IV - please remove from my 2010 Financial Disclosure Form: McAfee, Inc., Federated Kaufman Fund, Davis NY Venture, Frontier Communications, Amgen, Atmel, BJs Wholesale, Bank of America, and Boston Scientific.

SUITE 101  
222 SUNSET AVENUE  
ASHEBORO, NC 27203-5658  
PHONE: (336) 626-3060  
FAX: (336) 629-7819

124 WEST ELM STREET  
POST OFFICE BOX 812  
GRAHAM, NC 27253-0812  
PHONE: (336) 229-0159  
FAX: (336) 228-7974

805 SOUTH SALISBURY AVENUE  
POST OFFICE BOX 807  
GRANITE QUARRY, NC 28072-0807  
PHONE: (704) 209-0426  
FAX: (704) 209-0428

SUITE B  
2102 NORTH ELM STREET  
GREENSBORO, NC 27408-5100  
PHONE: (336) 333-5005  
FAX: (336) 333-5048

1634 NORTH MAIN STREET  
SUITE 101  
HIGH POINT, NC 27262-2644  
PHONE: (336) 886-5106  
FAX: (336) 886-8740

**HAND DELIVERED**

Rep. Howard Coble letter/Page 2

I hope this will clarify any remaining questions concerning my 2010 Financial Disclosure Statement. If it does not, I will be glad to answer any remaining concerns. Thank you for your assistance with this matter.

Sincerely,



HOWARD COBLE  
Member of Congress

U.S. HOUSE OF REPRESENTATIVES  
2011 JUL 11 AM 11:17  
U.S. HOUSE OF REPRESENTATIVES

Ref: 00018317 00122330

**Morgan Stanley  
Smith Barney**

**Client Statement**  
December 1 - December 31, 2010

**J HOWARD COBLE**  
2102 N. ELM STREET, SUITE B  
GREENSBORO NC 27408-5100

**Morgan Stanley Smith Barney LLC, Member SIPC.**  
Your Financial Advisor  
RICHARD K POLSON  
WACHOVIA TOWER  
300 N GREENE ST. 17FL  
GREENSBORO NC 27401  
336 271 4336  
Email: richard.k.polson@msnb.com  
Website: www.smithbarney.com

Account carried by Citigroup Global Markets Inc. Member SIPC.

Account value	Last period	This period	%
Cash balance	\$ 7.49	\$ 110.16	.49
Bank Deposit Program <sup>SM</sup> principal	1,051.14	1,086.01	4.85
Exchange traded & closed end funds	21,378.82	21,167.31	94.86
Unsettled purchases/sales	0.00	1,178.87	
<b>Total value</b>	<b>\$ 22,437.45</b>	<b>\$ 23,541.34</b>	<b>100.00</b>

Unsettled purchases/sales are reflected in the "Portfolio details" section.

Earnings summary	This period		This year	
	Taxable	Non-taxable	Taxable	Non-taxable
Other dividends	\$ 120.55	\$ 0.00	\$ 324.43	\$ 0.00
Bank Deposit Program interest	.16	0.00	2.97	0.00
<b>Total</b>	<b>\$ 120.71</b>	<b>\$ 0.00</b>	<b>\$ 327.40</b>	<b>\$ 0.00</b>

  

Gain/loss summary	This period		This year	
	Realized gain or loss	Unrealized gain or loss to date	Realized gain or loss	Unrealized gain or loss to date
	\$ 644.30	\$ 4,619.83	\$ 7,436.08	\$ 4,619.83
			LI	ST
			\$ 486.88	

**Cash, money fund, bank deposits**

	This period	This year
<b>Opening balance</b>	<b>\$ 1,088.83</b>	
Securities bought and other additions	(1,506.88)	
Securities sold and other deductions	2,781.67	
Net unsettled purchases/sales	(1,178.67)	
Withdrawals	0.00	(325.50)
Dividends credited	120.55	
Bank Deposit Program <sup>SM</sup> interest reinvested	.16	
<b>Closing balance</b>	<b>\$ 1,195.16</b>	

A free credit balance in any securities account may be paid to you on demand. Although properly accounted for, these funds may be used for business purposes.

**Portfolio summary**

	This period	This year
Beginning total value (excl. accr. int.)	\$ 22,437.45	\$ 20,136.33
Net security deposits/withdrawals	0.00	0.00
Net cash deposits/withdrawals	0.00	1,325.50
Beginning value net of deposits/withdrawals	22,437.45	19,808.83
Total value as of 12/31/2010 (excl. accr. int.)	\$ 23,541.34	\$ 23,541.34
Change in value	\$ 1,103.89	\$ 3,731.51

Ref: 00018317 00123371

MorganStanley  
SmithBarney

Client Statement  
December 1 - December 31, 2010

J HOWARD COBLE

PORTFOLIO DETAILS

Your holdings are valued using the most current prices available to Citigroup Global Markets Inc. (CGMI). In most cases, these values are as of 12/31/10, but in some cases CGMI's sources are unable to provide timely information. To see the date of the most recent price update, please view your account online at [www.smithbarney.com](http://www.smithbarney.com).

Securities purchased or sold are included or excluded in this section as of the trade-date. This section may include securities that have not settled as of this statement closing date. Please see the "Unsettled Purchases/Sales" section for more information. Dividend yield is the estimated annual income, assuming the current dividend, divided by the security's market price at the end of the statement period. We do not guarantee the accuracy of the prices reflected on the statement nor do these prices represent levels at which securities can be bought or sold. **Please Note:** unrealized gain/loss is being shown for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor.

Bank Deposit Programs

The Federal Deposit Insurance Corporation (FDIC) provides insurance on deposits up to \$250,000 per account owner, per bank. However, the Smith Barney Bank Deposit Program (BDP) applies certain limits to the maximum deposit amount permitted in certain banks, which may be below the maximum FDIC insurance limits for certain types of accounts. In those instances where an account type exceeds the maximum FDIC insurance limits, those deposits will be uninsured. Balances maintained in Deposit Accounts at each Affiliated Program Bank are not protected by the Securities Investor Protection Corporation ("SIPC") or any excess-SIPC coverage provided by Citigroup Global Markets Inc. For complete details please refer to the "Bank Deposit Program Disclosure Statement."

Principal	Description	Current value	Accrued interest	Annualized % return	Anticipated Income (annualized)
1,088.01	CITIBANK NA SOUTH DAKOTA BANK DEPOSIT PROGRAM	\$ 1,088.01	\$ 0.00	18%	\$ 1.62
<b>Total Bank Deposit Program</b>		<b>\$ 1,088.01</b>	<b>\$ 0.00</b>	<b>18%</b>	<b>\$ 1.62</b>

Ref: 00018317 00123372

Morgan Stanley  
Smith Barney

Client Statement  
December 1 - December 31, 2010

Page 3 of 13

J HOWARD COBLE

**Exchange traded & closed end funds**  
 Old Investment Research & Analysis (CIRA) ratings may be shown for certain closed-end funds. All research ratings represent the "opinions" of the research provider and are not representations or guarantees of performance. Because the research report contains more complete information regarding the analyst's opinions, analysis, and rating, you should read the entire research report and not rely on its contents from the rating. CIRA closed-end fund recommendations include an investment rating and a risk rating. The Investment Rating code (1, 2, 3) is based upon CIRA's expectation of the security's performance relative to its peer group of closed-end funds. The Risk Rating (L, M, H or S) represents the fund's expected risk, taking into account the quality and liquidity of the underlying securities, financial leverage and foreign currency exposure. Please refer to the end of this statement for a guide describing CIRA ratings.

Closed end investment companies are grouped below by portfolio designation. Guidelines is provided to assist in tax preparation. It is not intended to calculate investment returns or performance.

Consulting Group Research (CGR) conducts on-going research on a wide variety of exchange-traded funds for certain investment advisory programs. Your individual exchange-traded fund holdings in your brokerage account may or may not be covered by CGR. Please contact your Financial Advisor for further information regarding whether your exchange-traded fund holdings are covered by CGR.

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/loss	Average % yield	Anticipated Income (annualized)
8	FIRST TRUST MULTI CAP VALUE	FAB	08/11/10	\$ 182.97	\$ 24.121	\$ 28.89	\$ 229.52	\$ 36.55	ST	
4	ALPHADEX FUND		08/18/10	95.00	23.75	28.89	114.76	19.76	ST	
5	Equity portfolio		08/19/10	118.38	23.876	28.89	143.45	25.07	ST	
4			08/20/10	94.12	23.53	28.89	114.76	20.64	ST	
13			09/21/10	328.77	25.29	28.89	372.97	44.20	ST	
34				829.24	24.389		976.48	146.22		1.192
7	FIRST TR EXCH TRADED FD FIRST	FDN	02/28/09	98.52	14.074	34.32	240.24	141.72	LT	
9	TR DOW JONES INTERNET INDEX FD		03/13/09	127.71	14.189	34.32	308.88	181.17	LT	
27	Equity portfolio		03/16/09	376.81	13.956	34.32	926.64	549.83	LT	
1			03/27/09	15.33	15.334	34.32	34.32	18.99	LT	
4			04/15/09	66.61	16.652	34.32	137.28	70.67	LT	
8			07/26/10	158.89	26.481	34.32	205.92	47.03	ST	
1			08/03/10	26.34	26.343	34.32	34.32	7.98	ST	
55				870.21	16.922		1,887.60	1,017.39		224
7	FIRST TRUST BICK INDEX FUND	BICK	09/21/10	214.76	30.679	32.86	230.02	15.26	ST	
7	Equity portfolio		09/21/10	214.76	30.679	32.86	230.02	15.26	ST	
3			09/28/10	92.97	30.969	32.86	98.58	5.61	ST	
3			11/12/10	99.30	33.10	32.86	98.58	(.72)	ST	
8			12/15/10	254.50	31.812	32.86	262.86	8.36	ST	
28				876.29	31.296		920.08	43.79		3.96
49	FIRST TRUST S&P REIT INDEX	FRI	01/06/10	571.96	11.672	14.85	717.85	145.89	ST	
41	FD		06/16/10	556.05	13.562	14.85	600.65	44.60	ST	
18	Equity portfolio		07/28/10	240.26	13.347	14.85	263.70	23.44	ST	
2			08/11/10	26.61	13.306	14.85	29.30	2.69	ST	

Ref: 00018317 0012373

Morgan Stanley  
Smith Barney

Client Statement  
December 1 - December 31, 2010

Page 4 of 13

J HOWARD COBLE

Exchange traded & closed end funds continued

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current value	Unrealized gain/(loss)	Average % yield	Anticipated income (annualized)
4	FIRST TRUST S&P REIT INDEX	FRI	09/23/10	\$ 54.55	\$ 13.638	\$ 14.85	\$ 58.60	\$ 4.06 ST		
16	FD		12/15/10	226.54	14.158	14.85	234.40	7.86 ST		
130	Equity portfolio			1,875.97	12.882		1,904.50	228.53	2.04	38.97
20	FIRST TRUST CONSUMER	FXD	04/22/09	213.56	10.678	19.78	395.60	182.04 LT		
54	DISCRETIONARY ALPHADEX FD		04/29/09	591.19	10.948	19.78	1,058.12	476.93 LT		
16	Equity portfolio		07/26/10	255.28	15.961	18.78	316.46	61.19 ST		
4			08/11/10	62.34	15.585	19.78	79.12	16.78 ST		
94				1,122.47	11.941		1,269.32	736.85	4.44	8.27
8	FIRST TRUST HEALTH CARE	FXH	12/06/10	448.08	24.893	25.69	462.42	14.34 ST		
8	ALPHADEX FUND		12/15/10	205.35	25.688	25.69	205.32	.17 ST		
26	Equity portfolio			653.43	25.132		667.94	14.61		
41	FIRST TRUST MATERIALS	FXZ	12/24/08	462.09	11.27	23.76	974.16	512.07 LT		
11	ALPHADEX FUND		01/02/09	136.29	12.389	23.76	261.36	125.07 LT		
3	Equity portfolio		03/27/09	32.75	10.915	23.76	71.28	38.53 LT		
7			04/15/09	62.59	11.798	23.76	166.32	83.73 LT		
9			07/26/10	181.97	20.218	23.76	213.84	31.87 ST		
5			08/11/10	96.61	19.321	23.76	118.80	22.19 ST		
2			12/15/10	46.95	23.479	23.76	47.52	.56 ST		
78				1,039.26	13.324		1,263.28	814.02	1.607	28.80
23	FIRST TRUST TECHNOLOGY	FXL	07/30/09	337.86	14.68	22.70	522.10	184.44 LT		
44	ALPHADEX FUND		09/16/09	707.96	16.09	22.70	999.80	290.84 LT		
10	Equity portfolio		07/26/10	186.14	18.614	22.70	227.00	40.86 ST		
1			08/03/10	18.43	18.43	22.70	22.70	4.27 ST		
5			08/11/10	88.46	17.692	22.70	113.50	25.04 ST		
5			11/11/10	104.37	20.873	22.70	113.30	9.13 ST		
88				1,443.02	16.366		1,397.60	554.58		
15	POWERSHARES DWA EMERGING MKTS	PIE	04/29/09	148.25	9.395	18.365	275.48	126.22 LT		
46	Equity portfolio		05/05/09	499.30	10.684	18.365	844.79	345.49 LT		
22			07/21/09	267.19	12.144	18.365	404.03	136.84 LT		
35			01/05/10	543.80	15.54	18.365	642.76	98.98 ST		
23			03/04/10	333.39	14.495	18.365	422.40	89.01 ST		
5			05/24/10	67.94	13.588	18.365	91.83	23.89 ST		
22			06/16/10	324.14	14.733	18.365	404.03	79.89 ST		
29			08/03/10	456.23	15.732	18.365	532.39	76.36 ST		

J HOWARD COBLE

Exchange traded & closed end funds continued

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current Value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)
200	POWERSHARES DWA EMERGING MKTS Equity portfolio	PIE	08/11/10	\$ 46.51	\$ 15.173	\$ 18.365	\$ 3,673.03	\$ 966.17	337	12.40
8	POWERSHARES CER INCOME COMPOSITE PORTFOLIO Equity portfolio	PCEF	03/31/10	203.35	26.168	25.38	203.04	(6.31) ST		
7	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	04/01/10	183.67	26.238	25.38	177.66	(6.01) ST		
1	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	04/27/10	26.30	26.299	25.38	25.38	(.92) ST		
16	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	05/13/10	403.62	25.801	25.38	408.06	(3.54) ST		
9	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	08/18/10	221.41	24.80	25.38	228.42	7.01 ST		
13	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	11/16/10	324.61	24.97	25.38	329.94	5.33 ST		
2	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	12/15/10	49.39	24.897	25.38	50.76	1.37 ST		
58	POWERSHARES FTSE RAFI DEVEL OPED MKTS Equity portfolio	PXF	12/15/10	1,424.36	25.436	25.38	1,421.28	(3.07) ST	8.088	114.97
22	REVENUESHARES ADR FUND Equity portfolio	RTR	08/03/10	812.16	35.916	39.41	867.02	54.86 ST		
1	REVENUESHARES ADR FUND Equity portfolio	RTR	08/11/10	35.05	35.053	39.41	39.41	4.36 ST		
23	REVENUESHARES ADR FUND Equity portfolio	RTR	08/11/10	847.21	36.836	39.41	906.43	59.22 ST	2.498	22.63
15	REVENUESHARES ADR FUND Equity portfolio	RTR	08/16/10	497.83	33.189	38.13	571.95	74.12 ST		
8	REVENUESHARES ADR FUND Equity portfolio	RTR	08/03/10	285.38	35.672	38.13	306.04	19.66 ST		
1	REVENUESHARES ADR FUND Equity portfolio	RTR	12/15/10	37.54	37.544	38.13	38.13	.59 ST		
24	REVENUESHARES ADR FUND Equity portfolio	RTR	12/15/10	820.75	34.188	38.13	915.12	94.37 ST	1.993	18.24
1	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	05/11/09	66.08	96.089	108.44	108.44	42.35 LT		
2	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	06/18/09	196.89	96.446	108.44	216.88	19.99 LT		
2	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	01/03/10	210.19	105.096	108.44	216.88	6.69 ST		
1	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	03/04/10	105.73	105.726	108.44	108.44	2.71 ST		
6	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	03/04/10	610.90	101.817	108.44	660.84	50.74 ST	4.889	31.89
3	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	08/17/09	229.42	79.805	90.29	270.87	31.45 LT		
1	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	01/06/10	89.16	89.155	90.29	90.29	1.13 ST		
3	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	05/20/10	246.48	82.159	90.29	270.87	24.39 ST		
2	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	10/06/10	178.21	89.107	90.29	180.58	2.37 ST		
3	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	12/15/10	287.24	89.08	90.29	270.87	3.83 ST		
12	ISHARES IBOXX HIGH YLD CORP BOND FD Taxable bond portfolio	IHYG	12/15/10	1,020.51	85.043	90.29	1,083.48	62.97 ST	8.252	89.41

J HOWARD COBLE

Exchange traded & closed end funds *continued*

Quantity	Description	Symbol	Date acquired	Cost	Share cost	Current price	Current Value	Unrealized gain/(loss)	Average % yield	Anticipated Income (annualized)	
5	SPDR BARCLAYS CAPITAL CONV SECURITIES ETF	CWB	09/21/10	\$ 194.33	\$ 38.866	\$ 41.05	\$ 205.25	\$ 10.92	ST		
6	Taxable bond portfolio		09/23/10	222.89	38.78	41.05	246.30	13.82	ST		
11				427.01	38.919		481.55	24.54		4.292	
Total closed end fund equity allocation							\$ 18,981.04				
Total closed and fund taxable bond allocation							\$ 2,185.67				
Total exchange traded funds end closed end funds							\$ 21,167.31	\$ 1,233.48	ST	1.91	\$ 404.89
Total portfolio value:							\$ 22,282.32	\$ 1,233.48	ST	1.82	\$ 406.51
							\$ 3,628.57	LT			

Unsettled purchases/sales

This section only displays transactions that have not settled during this statement period. The "Portfolio details" section includes any securities purchased and omits any securities sold or sold short as of the trade date.

Trade Date	Settlement Date	Activity	Description	Quantity	Price	Amount
12/31/10	01/05/11	Sold	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT Morgan Stanley Smith Barney LLC acted as your agent In this transaction.	-7	\$ 32.7477	\$ 229.22
12/31/10	01/05/11	Sold	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT Morgan Stanley Smith Barney LLC acted as your agent In this transaction.	-9	32.7477	261.97
12/31/10	01/05/11	Sold	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT Morgan Stanley Smith Barney LLC acted as your agent In this transaction.	-21	32.7477	687.68

Total Securities Bought	Total Securities Sold	Total Unsettled purchases/sales
\$ 0.00	\$ 1,176.87	\$ 1,176.87

Ref: 00018317 00123376

J HOWARD COBLE

**TRANSACTION DETAILS** All transactions appearing are based on trade date

Investment activity Date	Activity	Description	Quantity	Price	Amount
12/02/10	Sold	FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOLOGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	.22	\$ 35.0765	\$ 771.66
12/03/10	Sold	FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOLOGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	.11	35.2678	387.94
12/03/10	Sold	FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOLOGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	.12	35.2678	423.20
12/06/10	Bought	FIRST TRUST HEALTH CARE ALPHADEX FUND Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	18	24.9838	-448.08
12/15/10	Bought	FIRST TRUST BICK INDEX FUND Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	8	31.8128	-254.50
12/15/10	Bought	FIRST TRUST S&P REIT INDEX FD Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	16	14.1586	-226.54
12/15/10	Bought	FIRST TRUST HEALTH CARE ALPHADEX FUND Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	8	25.6888	-205.35
12/15/10	Bought	FIRST TRUST MATERIALS ALPHADEX FUND Morgan Stanley Smith Barney LLC acted as your agent in this transaction.	2	23.4794	-46.96

Ref: 00018317 0012377

J HOWARD COBLE

Investment activity	continued	Activity	Description	Quantity	Price	Amount
12/31/10	Bought	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT	MorganStanley SmithBarney LLC acted as your agent	1	\$ 31.376	\$ -31.38
12/31/10	Bought	ISHARES IBOX HIGH YLD CORP BOND FD	MorganStanley SmithBarney LLC acted as your agent	3	89.0807	-267.24
12/15/10	Bought	POWERSHARES CEF INCOME COMPOSITE PORTFOLIO	MorganStanley SmithBarney LLC acted as your agent	2	24.6971	-49.39
12/15/10	Bought	REVENUESHARES ADR FUND	MorganStanley SmithBarney LLC acted as your agent	1	37.5446	-37.54
12/31/10	Sold	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT	MorganStanley SmithBarney LLC acted as your agent	-7	32.7477	229.22
12/31/10	Sold	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT	MorganStanley SmithBarney LLC acted as your agent	-8	32.7477	261.97
12/31/10	Sold	GREENHAVEN CONTINUOUS COMMODITY INDEX FD UNIT BEN INT	MorganStanley SmithBarney LLC acted as your agent	-21	32.7477	687.68
<b>Total securities bought and other subtractions</b>						<b>\$ -1,566.98</b>
<b>Total securities sold and other additions</b>						<b>\$ 2,761.67</b>

Morgan Stanley  
Smith Barney

Client Statement  
December 1 - December 31, 2010

J HOWARD COBLE

**Bank Deposit Program™ activity**

The term **DEPOSIT** typically refers to client initiated deposit of funds. The term **AUTODEPOSIT** typically refers to the "sweep" of funds into a Program Bank that results from proceeds of a transaction, a dividend from a stock or interest from a bond. Conversely, **WITHDRAWAL** is the term that refers to transactions that cause funds to be redeemed from a Program Bank, such as the payment for an investment purchase or the payment of PMA checks that you have written.

Opening balance			\$ 1,061.14			
Date	Activity	Description	Date	Activity	Description	Amount
12/01/10	Autodeposit	BANK DEPOSIT PROGRAM	12/10/10	Autodeposit	BANK DEPOSIT PROGRAM	1.35
12/08/10	Autodeposit	BANK DEPOSIT PROGRAM	12/20/10	Withdrawal	BANK DEPOSIT PROGRAM	-1,118.90
12/09/10	Autodeposit	BANK DEPOSIT PROGRAM	12/31/10	Autodeposit	BANK DEPOSIT PROGRAM	1.20
BANK DEPOSIT PROGRAM INTEREST CREDITED (SEE DETAILS UNDER EARNINGS DETAILS)						.16
Closing balance						\$ 1,065.01

**EARNINGS DETAILS**

The tax status of earnings is reflected in the first column of our knowledge. Taxable and non-taxable designations refer to the federal income tax status of your securities, not of your account.

Date	Description	Comment	Taxable	Non-taxable	Amount
12/07/10	ISHARES IBOXX \$ INVESTOP INVESTMENT GRADE CORP FD FD	CASH DIV ON X/D 12/01/10	\$ 2.56		\$ 2.56
12/07/10	ISHARES IBOXX HIGH YLD CORP BOND FD	CASH DIV ON X/D 12/01/10	5.29		5.29
12/09/10	SPDR BARCLAYS CAPITAL COMW SECURITIES ETF	CASH DIV ON X/D 12/01/10	1.35		1.35
12/30/10	FIRST TRUST BICK INDEX FUND	CASH DIV ON X/D 12/21/10	1.20		1.20
12/31/10	FIRST TRUST MULTI CAP VAL UE ALPHADEX FUND	CASH DIV ON X/D 12/21/10	6.24		6.24
12/31/10	FIRST TR EXCH TRADED FD FIRST TR DOW JONES INTERNET INDX FD	CASH DIV ON X/D 12/21/10	2.13		2.13
12/31/10	FIRST TRUST S&P REIT INDEX FD	CASH DIV ON X/D 12/21/10	25.88		25.88
12/31/10	FIRST TRUST CONSUMER DISCRETIONARY ALPHADEX FD	CASH DIV ON X/D 12/21/10	4.89		4.89
12/31/10	FIRST TRUST HEALTH CARE ALPHADEX FUND	CASH DIV ON X/D 12/21/10	.76		.76
12/31/10	FIRST TRUST MATERIALS ALPHADEX FUND	CASH DIV ON X/D 12/21/10	23.40		23.40
12/31/10	FIRST TRUST TECHNOLOGY ALPHADEX FUND	CASH DIV ON X/D 12/21/10	.53		.53
12/31/10	POWERSHARES DWA EMERGING MKTS	CASH DIV ON X/D 12/17/10	12.34		12.34

J HOWARD COBLE

Other dividends		continued							
Date	Description	Comment		Taxable	Non-taxable	Amount			
12/31/10	POWERSHARES CEF INCOME COMPOSITE PORTFOLIO	CASH DIV DN X/D 12/15/10	54,000 SHS	\$ 12.36		\$ 12.36			
12/31/10	POWERSHARES CEF INCOME COMPOSITE PORTFOLIO	CASH DIV DN X/D 12/28/10	56,000 SHS	3.30		3.30			
12/31/10	POWERSHARES FTSE RAFI DEVELOPED MKTS	CASH DIV DN X/D 12/17/10	23,000 SHS	18.32		18.32			
<b>Total other dividends earned</b>				<b>\$ 120.98</b>	<b>\$ 0.00</b>	<b>\$ 120.98</b>			

**Bank Deposit Program Interest**

This section contains interest credited to your account. Accrued interest is not included. See Portfolio details section for accrued interest information.

Date	Description	Comment	Taxable	Non-taxable	Amount
12/31/10	CITIBANK NA SOUTH DAKOTA BANK DEPOSIT PROGRAM	REINVESTED FOR PERIOD 12/01/10-01/02/11 INTEREST RATE AS OF THE STATEMENT END DATE .15%	\$ .16		\$ .16
<b>Total Bank Deposit Program Interest earned</b>			<b>\$ .16</b>	<b>\$ 0.00</b>	<b>\$ .16</b>

**GAINLOSS DETAILS**

Please note, this material is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor. Agent specific instructions from you, trades are allocated using the FIFO (first-in-first-out) method. Day traders should therefore not rely on this section for day trading results. Your reinvestment activity has been summarized. Single lines have been designated to distinguish Short-term (ST) or Long-term (LT) information. Detailed information will be available at year-end in your 1099 Year-end summary.

**Realized gain or loss**

Description	Original trade date	Closing trade date	Quantity	Purchase price	Sale price	Cost basis	Proceeds	Realized gain or (loss)
FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOL OGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent	07/22/09	12/02/10	16	\$ 24,779	\$ 35,076	\$ 386.46	\$ 561.21	\$ 164.75 LT
FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOL OGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent	07/30/09	12/02/10	6	26,814	35,076	160.89	210.45	49.56 LT
FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOL OGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent	08/05/09	12/03/10	11	26,673	35,267	286.61	367.94	92.33 LT

J HOWARD COBLE

Realized gain or loss continued

Description	Original trade date	Closing trade date	Quantity	Purchase price	Sale price	Cost basis	Proceeds	Realized gain or (loss)
FIRST TR EXCH TRADED FD FIRST TR AMEX BIOTECHNOLOGY INDX FD Morgan Stanley Smith Barney LLC acted as your agent	08/08/09	12/03/10	3	\$ 26,673	\$ 35,267	\$ 80,62	\$ 195,80	\$ 25,18 LT
	01/08/10	12/03/10	2	29,209	35,267	58,42	70,53	12,11 ST
	07/28/10	12/03/10	5	32,714	35,267	163,57	176,33	12,76 ST
	08/03/10	12/03/10	1	32,895	35,267	32,90	35,27	2,37 ST
	08/11/10	12/03/10	1	32,301	35,267	32,30	35,27	2,97 ST
<b>Total</b>			<b>45</b>			<b>\$ 1,220,77</b>	<b>\$ 1,582,80</b>	<b>\$ 362,03</b>
GREENHAVEN CONTINUOUS COMMODITY INDEX F3 UNIT BEN INT Morgan Stanley Smith Barney LLC	03/27/09	12/31/10	3	\$ 21,952	\$ 32,747	\$ 55,85	\$ 88,24	\$ 32,38 LT
	04/15/09	12/31/10	1	22,33	32,747	22,33	32,75	10,42 LT
	04/29/09	12/31/10	2	21,691	32,747	43,38	65,49	22,11 LT
	06/18/09	12/31/10	1	23,451	32,747	23,45	32,74	9,29 LT
GREENHAVEN CONTINUOUS COMMODITY INDEX F3 UNIT BEN INT Morgan Stanley Smith Barney LLC	06/18/09	12/31/10	8	23,451	32,747	187,61	261,97	74,36 LT
GREENHAVEN CONTINUOUS COMMODITY INDEX F3 UNIT BEN INT Morgan Stanley Smith Barney LLC	06/18/09	12/31/10	4	23,451	32,747	93,81	130,99	37,18 LT
	01/06/10	12/31/10	12	27,239	32,747	325,88	392,95	66,08 ST
	03/09/10	12/31/10	3	25,485	32,747	76,46	98,24	21,78 ST

J HOWARD COBLE

Realized gain or loss *continued*

Description	Original trade date	Closing trade date	Quantity	Purchase price	Sale price	Cost basis	Proceeds	Realized gain or (loss)
GREENHAVEN CONTINUOUS COMMODITY INDEX FD	05/13/10	12/31/10	1	\$ 25.44	\$ 32.747	\$ 25.44	\$ 32.75	\$ 7.31 ST
UNIT BEN INT	12/15/10	12/31/10	1	31.378	32.747	31.38	32.74	1.36 ST
MorganStanley SmithBarney LLC								
<b>Total</b>			<b>36</b>			<b>\$ 898.60</b>	<b>\$ 1,178.87</b>	<b>\$ 282.27</b>
<b>Total Long Term this period</b>								
<b>Total Short Term this period</b>								
<b>Total Long Term - year-to-date</b>								
<b>Total Short Term - year-to-date</b>								
<b>Total realized gain or (loss) - year-to-date</b>								
<b>\$ 18,496.87</b>								
<b>\$ 21,859.85</b>								
<b>\$ 2,892.95</b>								

Please notify your Financial Advisor if there have been any changes in your financial situation or investment objectives, or if you wish to impose any reasonable restrictions on the management of your Investment Advisory accounts, or to reasonably modify existing restrictions.

For a copy of the applicable SEC Form ADV Disclosure Document for Morgan Stanley Smith Barney LLC, or for any Investment Adviser with whom we contract to manage your investment advisory account, please contact your Financial Advisor. These Disclosure Documents contain important information about advisory programs.

**Message:** Your Investment Monitor, for your managed account, is normally available within 30 days of the end of each quarter. This monitor includes a description of your portfolio performance, an asset allocation summary, and other details concerning your investments. For further information on this monitor, please contact your Financial Advisor.

**Message:** Forms 1099-Year End Summary mailing schedule: Your December brokerage statement will not include all the information you need to complete your tax returns. You should refer to your Forms 1099-Year End Summary to report your brokerage transactions on your tax returns. This year's Forms 1099-Year End Summary mailing will commence on or about February 9th, and is tentatively scheduled to be completed by February 15th. Forms 1099-YES for all e-delivery accounts will be available online within one day of the commencement of the mailing. If you are not enrolled in e-delivery and would like to take advantage of our online feature, you will be able to view these important tax documents as soon as they are posted please contact your Financial Advisor.

**Message:** If you owned shares and/or units in a mutual fund, regulated investment company (RIC), unit investment trust (UIT), real estate investment trust (REIT), or foreign security (other than common shares) during 2010, and you normally file your income taxes early, please be advised that your original Form 1099-Year End Summary may not be the final version, and a corrected copy may be forthcoming later in the tax filing season. A warning message alerting you of this, will also appear on your original Form 1099-Year End Summary.