

International Growth Strategy



Market Overview

During the quarter, promising developments in Europe, including a successful buyback of Greek debt and the ECB's announcement of the Outright Monetary Transactions program, boosted market sentiment, as did stronger economic data from some of the larger emerging economies, most notably, China. In the U.S., election results and political brinkmanship around the fiscal cliff unsettled Wall Street, although economic data continued to point to slow economic recovery. Meanwhile, market participants responded favorable to the re-election of Prime Minister Abe in Japan and signs that he would more aggressively promote a pro-growth agenda.

The MSCI All Country World ex U.S. Index returned 5.89% (6.58% in local currency terms) during the quarter; and the MSCI EAFE Growth Index returned 5.79% (6.82% in local currency terms). Geographically, the advance in the equity markets was broad based. The MSCI Europe Index returned 7.06%; and the MSCI Japan Index returned 5.79%. Some of the concerns surrounding China and the rest of the BRIC economies dissipated during the

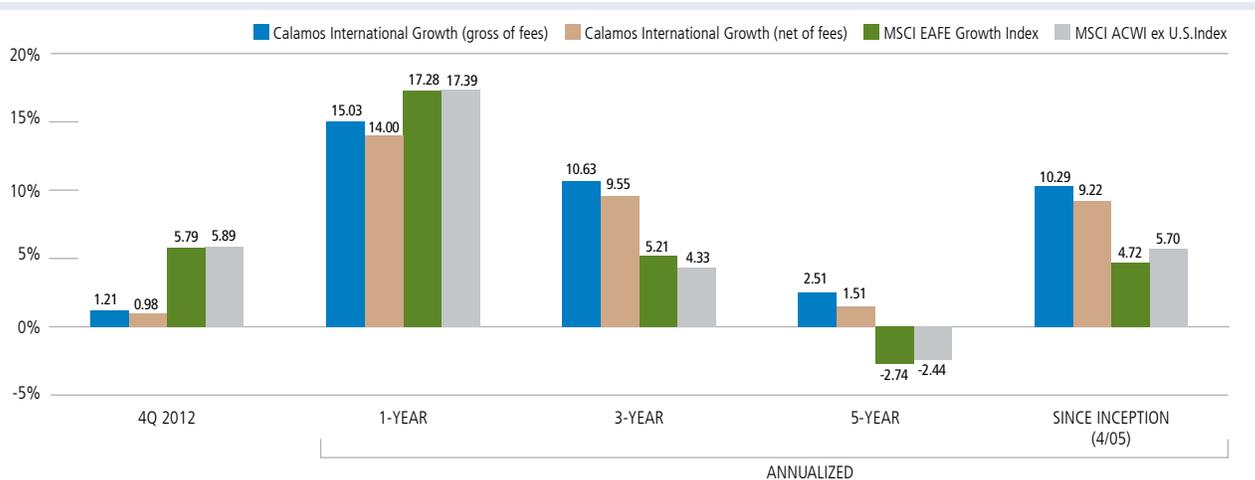
quarter due to stronger economic data. Against this backdrop, the MSCI Emerging Markets Index returned 5.61% (5.36% in local currency terms).

Unlike the first half of the year, which saw clear performance distinctions between "risk-on" and "risk-off" sectors, such trends were muted during the fourth quarter. Within the MSCI EAFE Growth Index, consumer discretionary (+11.91%) and financials (+10.68%) were the best performing sectors during the quarter, while the energy (-8.19%) and telecommunication services (-2.18%) sectors lagged.

Performance Review

The Calamos International Growth Strategy underperformed the MSCI EAFE Growth Index, returning 1.21% gross of fees (0.98% net) versus 5.79% for the index. During the quarter, most of the portfolio's underperformance stemmed its defensive posture, including its allocation to gold. Security selection within information technology also hindered relative performance. We

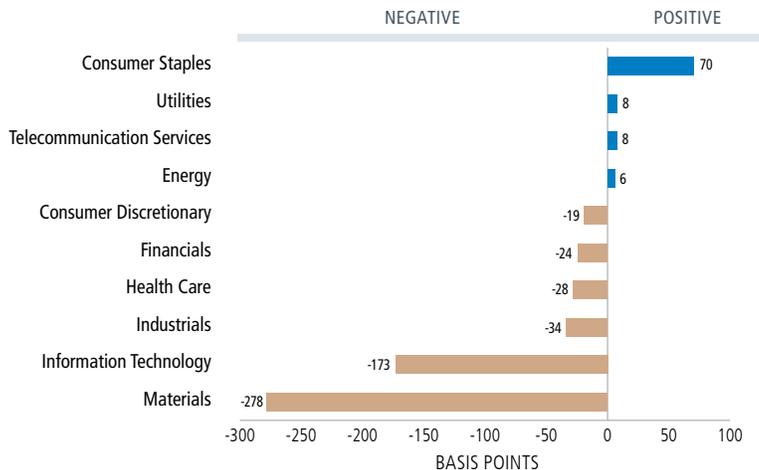
FIGURE 1. CALAMOS INTERNATIONAL GROWTH STRATEGY RETURNS



Source: Calamos Advisors LLC and Mellon Analytical Solutions LLC.
 Past performance is no guarantee of future results.
 Data as of 12/31/12.

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FIGURE 2. REPRESENTATIVE PORTFOLIO PERFORMANCE VERSUS THE MSCI EAFE GROWTH INDEX
FOURTH QUARTER 2012



Attribution based on gross of fee performance with dividends reinvested. Performance attribution excludes any government/sovereign bonds or options on broad market indexes the portfolio may hold.

Past performance is no guarantee of future results.

Source: Calamos Advisors LLC

Data as of 12/31/12.

share in our clients' disappointment that the recent performance of the strategy has fallen short of its longer-term record. As we discuss throughout this report, we are in the process of making adjustments to the portfolio, in keeping with our cautiously optimistic economic outlook and commitment to improving performance.

During the quarter, the areas that had the most significant impact on performance were:

Materials. Security selection within the materials sector hindered performance, particularly the portfolio's allocation to gold. Gold mining companies have been particularly challenged by higher costs of extraction and production, as well as by the rising prices of mining infrastructure. While valuations and fundamentals of select firms within this industry remain attractive, during the fourth quarter we looked to reduce exposure to gold positions that were used as a global hedge against financial crises and further dollar debasement.

Information Technology. Security selection within information technology sector proved disadvantageous over the quarter, as did an overweight position. Selection within the semiconductors and information technology services industries lagged. Within the sector, we continue to favor companies with cleaner balance sheets, higher cash flows and lower debt levels. As we have mentioned in the past, we believe that many companies in the information technology sector may benefit from many of the long-term secular growth themes we have identified, including demand for products and services that provide access to information, enhance productivity, enable mobility and promote innovation.

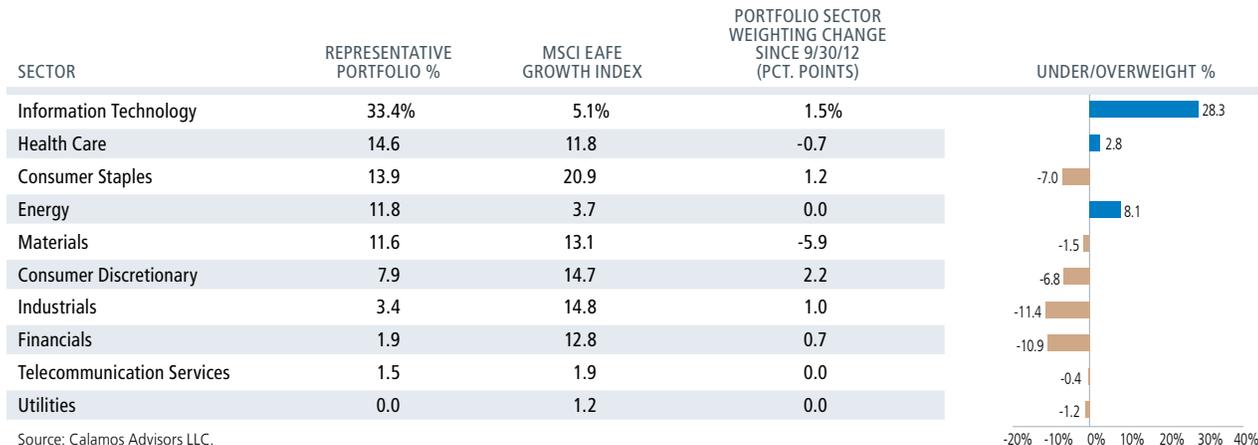
Consumer Staples. Security selection within consumer staples enhanced relative returns, with outperformance in the beverages industry. An underweight position also proved beneficial. Our emphasis remains on lower-cost providers and firms that are targeting opportunities in growing emerging market middle class, such as brewers and soft drink companies with well-recognized global brands.

Geographic. The portfolio's holdings within Canada, Israel, Australia and Ireland detracted from relative performance during the quarter. Holdings within Switzerland and the United Kingdom contributed to relative performance.

Positioning. We have positioned the portfolio to invest in higher secular growth businesses, such as those in the information technology and health care sectors. We are favoring companies that have strong global businesses and are able to tap into growth within emerging market economies. While we believe global economic growth will continue, we also anticipate ongoing volatility within the markets and therefore maintain a strong focus on risk management.

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FIGURE 3. SECTOR ALLOCATIONS VERSUS THE MSCI EAFE GROWTH INDEX

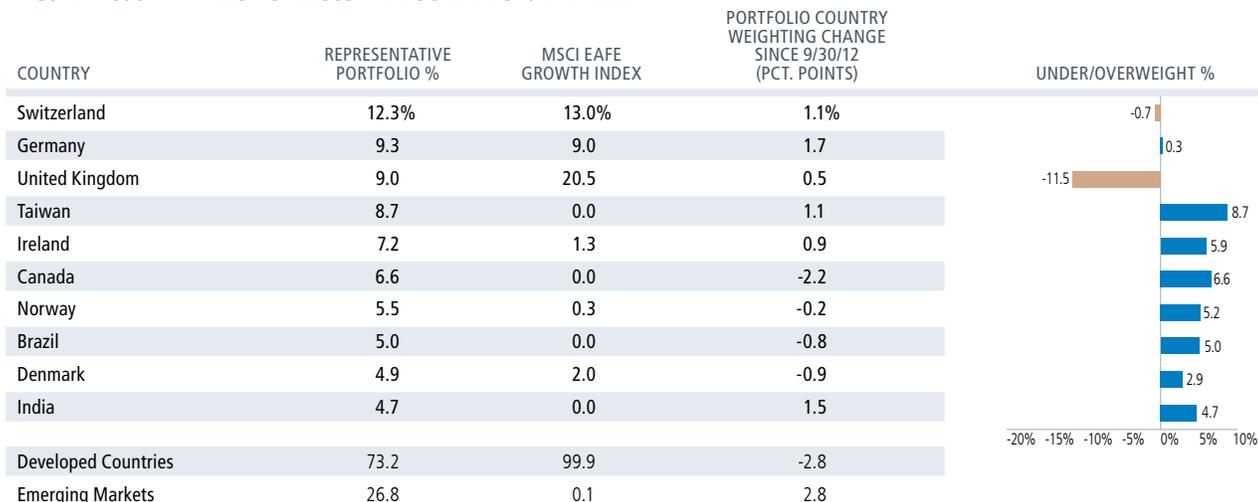


Source: Calamos Advisors LLC.

Data as of 12/31/12.

This strategy is actively managed. Holdings, weightings and allocations are subject to change daily. Sector weightings exclude cash or cash equivalents, any government/sovereign bonds or broad based index hedging securities/options the portfolio may hold.

FIGURE 4. COUNTRY WEIGHTS VERSUS THE MSCI EAFE GROWTH INDEX



Source: Calamos Advisors LLC

Data as of 12/31/12.

This strategy is actively managed. Holdings, weightings and allocations are subject to change daily. Companies are classified geographically according to their country of domicile. Geographical distribution tables exclude any options on broad market indexes the portfolio may hold.

The representative portfolio information described in both charts above represents a representative account managed in the International Growth strategy. Other clients' portfolios may differ mainly due to individual restrictions and timing of purchases and sales. All portfolio positioning and sector information is for a representative portfolio. Please see page four for additional information.

Materials. As mentioned above, during the fourth quarter we reduced our exposure to gold. We had thought that the strategy's gold holdings could benefit from coordinated global reflation efforts by central banks. The gold exposure was also intended to serve as a hedge against U.S. dollar weakness, as well as against a potential inflation shock and contagion in the financial system. However, the allocation did not perform as expected. Securities

did not perform in line with the underlying commodity and market sentiment was more positive on the whole than we had thought it would be, given macro uncertainties. We may continue to invest in gold companies, however, when we believe opportunities are compelling on the basis of individual company fundamentals.

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Consumer Discretionary. We slightly increased the portfolio's exposure to consumer discretionary during the quarter. Within this area, we favor companies that have stable balance sheets, strong global brands and global business strategies. We see a resilient consumer in the U.S. as well as an increasingly powerful one in the emerging markets, particularly given recent indications of a rebound in China.

Geographic. During the period, we slightly increased the portfolio's allocation to emerging markets. The portfolio is underweight to both the U.S. and Japan relative to the index. We will be closely monitoring changes in the Japanese economy, in the wake of the re-election of Prime Minister Abe and recent stimulus package announced by the Bank of Japan.

Outlook

Our global outlook is one of cautious optimism. We believe markets are returning to more of a bottom-up focus, with greater distinctions being made on fundamentals. Even given the recent strong performance within the global equity markets, we believe

the valuations of many global growth equities remain attractive. For example, in the U.S., corporate earnings have been solid, fueling most of the U.S. market gains, as valuations, when viewed on trailing earnings, have risen only modestly (from 13.08 at year-end 2011 to 14.50 at year-end 2012). Corporate balance sheets are robust and consumers have been resilient on the whole. Earnings growth remains one area of potential concern, as it has shown weakness as of late.

We expect continued financial market volatility as the euro zone works to better integrate and strengthen its members' balance sheets and as the U.S. government undertakes what will likely be ugly debt ceiling debates. There will continue to be near-term issues (there always are), but we believe investors will be well served by not letting short-term political volatility dominate investment decisions.

For a more detailed review of our macro thoughts, please read our latest Global Economic Review and Outlook posted on calamos.com.

Past performance does not guarantee or indicate future results. Current performance may be lower or higher than the performance quoted. Portfolios are managed according to their respective strategies which may differ significantly in terms of security holdings, industry weightings, and asset allocation from those of the benchmark(s). Portfolio performance, characteristics and volatility may differ from the benchmark(s) shown.

The information portrayed is for the Calamos International Growth Composite. Representative holdings and portfolio characteristics are specific only to the portfolio shown at that point in time. Other portfolios will vary in composition, characteristics, and will experience different investment results. The representative portfolio shown has been selected by the advisor based on account characteristics that the advisor feels accurately represents the investment strategy as a whole.

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It should not be assumed that any of the securities transactions or holdings discussed were or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the securities discussed herein.

Performance returns presented reflect, unless otherwise noted, the Calamos International Growth Composite, which is an actively managed composite primarily investing in common stocks issued by companies outside the United States. The composite includes all fully discretionary fee-paying accounts. Accounts valued at less than \$500,000 are not included. Quarterly returns exclude the impact of management advisory fees, which would reduce actual performance results. Net return is presented after the deduction of the actual management fee. All returns are net of commission and other similar fees charged on securities transactions and include reinvestment of net realized gains and interest.

The MSCI EAFE Growth Index is an arithmetic, market value-weighted average of the performance of growth stocks listed on the stock exchanges of selected countries in Europe, the Far East and Australia. The MSCI EAFE Index is an arithmetic, market value-weighted average of the performance of securities listed on the stock exchanges of selected countries in Europe, the Far East and Australia. The MSCI ACWI ex US Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets, excluding the United States, and emerging markets. The MSCI Europe Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in Europe. The MSCI Emerging Markets Index is a free-float-adjusted market-capitalization index that is designed to measure equity-market performance in the global emerging markets. The S&P 500 Index is a market-value weighted index and is widely regarded as the standard for measuring U.S. stock-market performance.

The indices are calculated on a total return basis, which includes reinvestment of gross dividends before deduction of withholding taxes. Unmanaged index returns assume reinvestment of any and all distributions and do not reflect any fees, expenses, or sales charges. Investors cannot invest directly in an index.

Fees include the investment advisory fee charged by Calamos Advisors LLC. Returns greater than 12 months are annualized. Chart Data Sources: Mellon Analytical Solutions LLC and Calamos Advisors LLC.

Average annual total return measures net investment income and capital gain or loss from portfolio investments as an annualized average assuming reinvestment of dividends and capital gains distributions.

Calamos Advisors LLC is a federally registered investment advisor. Form ADV Part 2A, which provides background information about the firm and its business practices, is available upon written request to:

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