

A D V A N C E  

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C A P I T A L I

AN INVESTMENT COMPANY  
WITH FOUR FUNDS

# Annual Report

*December 31, 2010*

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## Advance Capital's Pledge:

We understand that investing in any mutual fund is a leap of faith. We recognize that trust, integrity and honesty are just a few of the attributes you should expect from any financial organization. Our commitment to you is to hold true to these standards by putting your interests first at all times. We will work hard each and every day to provide you with quality service as well as our best long-term investment advice. We pledge to maintain the highest standards of TRUST, INTEGRITY & HONESTY in all of our dealings with you.

Sincerely,  
Advance Capital I, Inc. Board of Directors, Management, and Staff

## Dear Shareholders,

Two years have passed since the start of the credit crisis and ensuing Great Recession. While a sense of optimism has returned and global growth has picked up, many issues remain unresolved and the fallout from the crisis appears vast. In fact, potential sources of financial market and economic volatility are in plain sight including the unfolding debt crisis in Europe, “unintended consequences” of Federal Reserve policy and strains in state and local government finances. Although the road back to prosperity appears long and arduous, consumer sentiment has improved along with investor psyche.

As the year began, the U.S. economy continued to claw its way out of the depths of the global financial crisis. During the first half of the year, investor sentiment improved from better global growth, particularly in emerging areas of the world. In the spring, stock values fell sharply as several debt-laden European countries negotiated a bailout by the European Union. While the immediate threat from this crisis seems to have passed, many European nations have high public debt ratios and have struggled to impose significant austerity measures to battle the budget deficits. As a consequence, the bond yields for Greece, Ireland, Portugal and Spain have remained elevated and volatile throughout the year.

By the end of the year, the S&P 500 Index had rebounded to levels prior to the collapse of Lehman Brothers in September 2008, an event which ultimately ignited the credit crisis. This rebound in investor confidence and stock values was due primarily to rising corporate earnings along with the resolution of some key issues, including extension of the tax cuts and a more balanced Congress as a result of the mid-term elections. At the same time, the combined effects of higher economic growth, massive deficit spending and action by the Federal Reserve had pushed U.S. treasury yields higher. The yield on the 10-year treasury bond increased

from a low of 2.8 percent in the summer to around 3.6 percent at year end.

Step by painful step, it appears our economy and capital markets are on the road to recovery. While it may ultimately pale in comparison to prior recoveries and many obstacles still remain, history reminds us that our nation is adept at solving very complex problems. I doubt we will be disappointed this time around.

### Capital Market Performance

The financial markets continued to rebound from their lows reached during the depths of the credit crisis. The combined impact of much improved corporate earnings, fiscal stimulus and better investor confidence was the impetus for higher stock and bond prices. In the early part of the year, the S&P 500 Index increased about 10 percent as enthusiasm spread and economic data pointed to steady growth. By May, however, European debt problems ignited fears and stocks fell close to 15 percent. The volatile and upward trending environment produced very solid results for the Advance Capital I Funds. For the year, the Equity Growth Fund retail shares returned 27.5 percent as compared to the Lipper Mid Cap Growth Index which returned 25.7 percent and the S&P 400 Mid-Cap Index which returned 26.6 percent. The Balanced Fund retail shares, with a mix of stocks and bonds returned 15.2 percent, compared to the Lipper Balanced Index which returned 11.9 percent. The Retirement Income Fund retail shares returned 8.3 percent as compared to the Lipper BBB Index return of 10.5 percent and the Barclays Aggregate Bond Index return of 6.5 percent. The Core Equity Fund retail shares returned 14.2 percent, compared to the S&P 500 Index which returned 15.1 percent.

## Looking Ahead

In today's tenuous environment, it is easy to add up all the negatives factors facing our country and throw up your hands in defeat. It takes greater conviction and investment fortitude to analyze the underlying economic trends and truly appreciate the many positive attributes unfolding.

For starters, the significant fiscal and monetary stimulus orchestrated by the federal government over the past two years has lifted economic growth to a more modest level, yet still below the historical average for this phase of a recovery. Still, the government has invested trillions in the economy through various mechanisms along with substantial aid to ailing companies. As the full impact of the stimulus flows through the economy, growth is expected to remain modest in the year ahead. The most recent congressional agreement of extending the tax cuts another two years and lowering payroll taxes are expected to add about another one percent to growth in 2011. The combined benefits of these initiatives are expected to sustain a growth rate of between 3.0-3.5 percent for 2011.

Another positive is the historical low level of interest rates. The average yield on 10-year treasury notes are the lowest (as of this writing) since 1956, when Dwight D. Eisenhower was president, according to available data. While this low interest rate environment crimps savers, borrowers have feasted. Corporations have been able to save millions in interest

costs by refinancing high cost debt as a result of massive inflows into bond mutual funds and, consequently, high investor demand. Over the past two years, investors have poured in about \$500 billion in U.S. fixed income mutual funds. This low interest rate environment has also enabled the federal government to finance their record deficits by issuing relatively cheap debt. While this fertile environment isn't expected to last indefinitely, for now it has been extremely helpful for both corporations and the federal government. Lastly, the latest reading on manufacturing activity indicates positive momentum and the highest reading in about four years. This improvement has pushed both capacity utilization and average hours worked higher which has led to lower unemployment claims in recent months.

Our country faces many obstacles and tough choices as we rebuild and retool from the aftermath of the Great Recession. The road will be long with pot-holes along the way. Yet the fortitude and passion of the people to correct these issues quickly and with shared sacrifice is palpable. The signs are clearly pointing toward a healthier economy and capital markets in the months and years ahead. Along the way, we remind investors to stay diversified, control expenses and focus on the long term. Our team continues to work hard on your behalf to monitor the plethora of information and make changes to portfolios as data warrants. Again, we thank you for the continued confidence in our firm, in our people, and our investment advice.



Robert J. Cappelli  
President  
Advance Capital I, Inc.

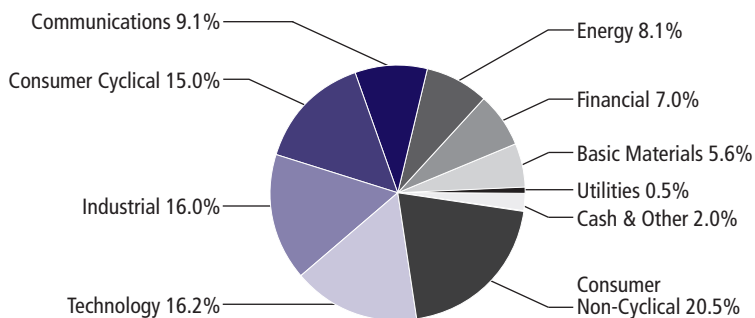


Christopher M. Kostiz  
President  
Advance Capital Management, Inc.

## EQUITY GROWTH FUND (Unaudited)

Seeks to provide investors with long-term growth of capital by investing primarily in stocks of small and medium-sized companies.

### Summary Investment Portfolio December 31, 2010\*



\* Percentages based on Total Net Assets

### Top Equity Holdings\*

Cummins, Inc.	1.15%
priceline.com, Inc.	1.00%
Coach, Inc.	0.95%
FMC Technologies, Inc.	0.88%
Western Union Co.	0.72%
Starwood Hotels & Resorts	0.71%
Bed Bath & Beyond, Inc.	0.69%
Ross Stores, Inc.	0.69%
C.H. Robinson Worldwide, Inc.	0.69%
Crown Castle International	0.69%

## MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE (Unaudited)

### 2010 Results

The economy and capital markets benefitted from a general rebound in growth and significant stimulus by the federal government throughout the year. As the year progressed, new data on the economy pointed to modest growth and a bit more consumer and business confidence. This better environment fueled a rebound in stocks as smaller stocks generally outperformed larger ones. For the year, the Equity Growth Fund returned 27.5 percent while the S&P 400 Mid Cap Index posted a positive 26.6 percent return and the Lipper Mid Cap Growth Index was up 25.7 percent.

### What helped the Fund

The improvement in economic growth along with a rebound in corporate earnings continued to lift optimism about stocks. As conditions improved, those sectors more leveraged to growth tended to perform the best. In general, small and mid cap stocks along with emerging market stocks generally posted the highest returns. In the Equity Growth Fund, the sectors which produced the highest returns included machinery, Internet, oil & gas and luxury goods. Cummins, which designs, manufactures and distributes gas engines, was one of the top contributing stocks in the fund. The rebound in business related activity and higher demand for engines, led to the surge in stock price. The Internet firm Priceline, which enables

users to name their own price on products or services, was another top contributor to returns as a healthier economy propelled growth. Concho Resources, which develops and explores for oil and natural gas properties in the southern U.S., produced solid gains from improved economic growth and higher demand for commodities such as oil. Another contributor in the energy sector was FMC Technologies. This company designs, manufactures and services systems used in offshore exploration of oil and natural gas. On the retail side, both Coach and Whole Foods Market experienced significant appreciation in their stock. Coach designs, produces and markets high end leather goods and benefitted from higher demand as consumer spending bounced back during the year. Whole Foods owns and operates a chain of natural food supermarkets and also was a beneficiary of higher consumer spending during the year. The other stocks which significantly contributed to fund returns were in computer, software and metals sectors.

### What hurt the Fund

While the stock market trended higher during the year, a few specific securities and sectors produced negative results for the fund. The sectors were quite diverse and included energy, technology, biotechnology and media. One of the worst performing stocks in the fund was Apollo Group. The company provides higher education

programs for working adults and was hurt by higher compensation costs and declining enrollment during the year. In energy, Diamond Offshore Drilling, which is a world-wide deep water driller, was another poor performing stock. The company's operations were significantly impacted by the oil spill in the Gulf early in the year and the subsequent moratorium on drilling activity. In the technology sector, NVIDIA designs, develops and markets three dimensional graphics processors for the mainstream personal computer market. As the year progressed, severe pressure by rivals AMD and Intel resulted in depressed earnings and led to a falling stock price. Another technology stock that struggled was Dreamworks Animation. The company develops and produces computer generated animation films and while successful long-term, investors were concerned about new film releases and consequently the stock was under pressure throughout the year. Another technology laggard was Leap Wireless. The company provides mobile wireless services to the lower end of the target market. The intense competition in this sector kept investors on

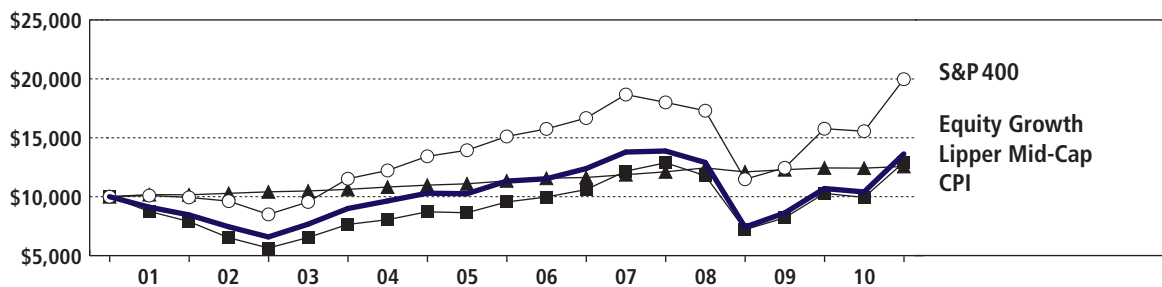
the sidelines and the stock languished during the year. Other stocks which detracted from fund returns were CBOE Holdings, which operates a marketplace for trading options, Vertex Pharmaceuticals and ITT Educational Services.

## Outlook

While the economy slowly recovers, lingering issues remain including high unemployment, record federal deficits and debt problems in Europe. Even through this uncertainty, consumers are gaining confidence and beginning to open their wallets and spend again on discretionary items. Businesses are expected to remain cautious, hoard record amounts of cash and hire new employees cautiously as they await further evidence of improvement. In this still tenuous, but improving economy, investors are expected to favor companies that exhibit consistent growth, possess quality assets with experienced management teams and protected products. The Equity Growth Fund's diversified mix of mid cap growth stocks and bias toward quality companies should provide solid returns relative to the category in the year ahead.

## PERFORMANCE SUMMARY (Unaudited)

\$10,000 investment made December 31, 2000. Past performance should not be used to attempt to predict future performance. Returns shown do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.



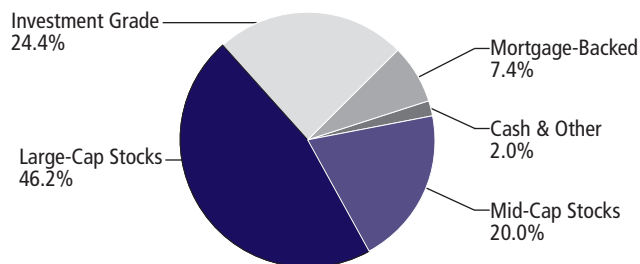
## Average Annual Returns for Periods Ended December 31, 2010

	Past 1 Year	Past 5 Years	Past 10 Years	Value of \$10,000
S&P 400 Mid-Cap Index	26.64%	5.72%	7.15%	\$19,971
Equity Growth Fund (Retail Class)	27.49%	3.79%	3.15%	\$13,632
Lipper Mid-Cap Growth Index	25.66%	6.22%	2.60%	\$12,917
Consumer Price Index (CPI)	0.99%	2.06%	2.31%	\$12,564

## BALANCED FUND (Unaudited)

Seeks to provide capital appreciation, current income and preservation of capital by investing in a diversified portfolio of common stocks and bonds.

### Summary Investment Portfolio December 31, 2010\*



\* Percentages based on Total Net Assets

### Top Equity Holdings\*

Chevron Corp.....	1.48%
JPMorgan Chase & Co.....	1.05%
Wells Fargo & Co.....	0.96%
Exxon Mobil Corp.....	0.78%
AT&T, Inc.....	0.74%

### Top Fixed Income Holdings\*

Consumers Energy Co. 6.70% 2019.....	1.30%
Michigan Bell Telephone Co. 7.85% 2022.....	1.25%
Comcast Holdings Corp. 10.63% 2012.....	1.23%
Total Capital 2.30% 2016.....	1.06%
Barrick Gold Corp. 6.95% 2019.....	1.00%

## MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE (Unaudited)

### 2010 Results

Both the economy and the capital markets continued to stabilize during the year as the fall-out from the credit crisis slowly subsided. Higher consumer spending led to a pick-up in economic growth from about 1.0 percent in the beginning of the year to around 2.5 percent by the end of 2010. In this healthier environment, investors favored more risky assets, including equities. For the year, the Balanced Fund returned 15.2 percent while the Lipper Balanced Fund Index returned 11.9 percent. In addition, the S&P 500 Index posted a 15.1 percent return and the Barclays Aggregate Bond Index was up 6.5 percent.

### What helped the Fund

As the year progressed, equity prices continued to trend higher, while interest rates remained low and investors began to take on more risk. In this environment, smaller stocks generally outperformed larger ones and lower rated and higher risk securities tended to do better than the quality securities. For the year the best performing securities in the fund were from diverse sectors and included energy, hotels, metals

and chemicals. One of the best performing stocks in the fund was the integrated energy company Chevron. The company refines, markets and distributes fuels and benefitted from higher demand and rising oil prices. In the metals sector, both Joy Global and Freeport McMoran Copper were solid performers. Joy Global makes underground mining equipment while Freeport mines for copper and gold. The rise in commodity prices along with higher world-wide demand for these commodities helped to fuel the run-up in their stock prices. Other stocks which contributed to fund returns were the hotel operator, Starwood Hotels & Resorts, rail operator Union Pacific and Walter Energy.

### What hurt the Fund

On the other end of the spectrum, several of the largest stocks in the portfolio languished during the year. The worst performing stock was BP (British Petroleum). The company was severely impacted by the oil spill in the Gulf of Mexico in the spring. This issue, along with impending lawsuits drove the stock price down considerably. Another energy company, Total SA, which is France's largest oil company, was plagued by production issues during the year which led to a

falling stock price. In technology, both Microsoft and Cisco Systems realized poor stock returns from intense competition. In banking, Bank of America continued to wrestle with lawsuits and problems relating to their poor mortgage underwriting of the past few years. As these problems played out, investors were quick to sell the stock which led to considerable volatility during the year. Other poor performing stocks in the fund include, educational company Apollo Group, and health care company Johnson & Johnson. On the fixed income side, the fund held a small portion of private label mortgages. The continued high national delinquency and foreclosure rates severely impacted the price of most of these securities. Consequently, these securities detracted from the fund's return during the year.

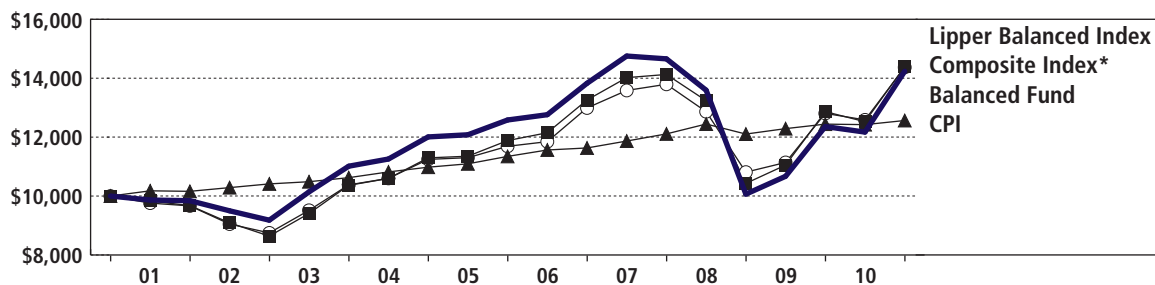
efforts by the federal government, is expected to lead to healthier economic growth in 2011. As the economy digs out of the hole, consumers will tend to remain cautious due to still high personal debt levels and an elevated unemployment rate. Businesses are expected to continue hoarding excessive amount of cash, reduce debts and hire only when necessary in case economic conditions turn down. In this still uncertain environment, investors are expected to tepidly migrate back to stocks with a portion of their portfolios. In bonds, the potential for higher inflation as a consequence of the federal stimulus will keep inflationary fears elevated. If this occurs, bonds could be negatively impacted in the year ahead. The Balanced Fund's current mix of about 60 percent stocks and 40 percent bonds should provide some growth opportunities and stable income as the economy gains momentum.

## Outlook

The orchestrated efforts by the Federal Reserve to keep interest rates low along with the stimulus

## PERFORMANCE SUMMARY (Unaudited)

\$10,000 investment made December 31, 2000. Past performance should not be used to attempt to predict future performance. Returns shown do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.



### Average Annual Returns for Periods Ended December 31, 2010

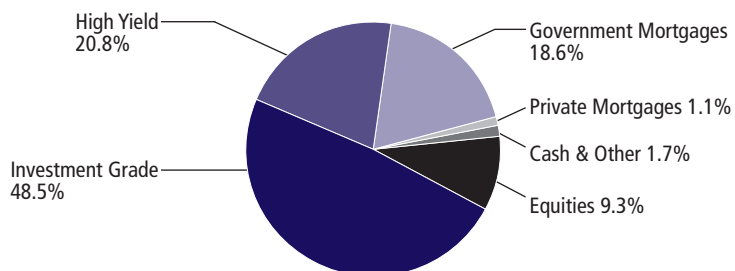
	Past 1 Year	Past 5 Years	Past 10 Years	Value of \$10,000
Lipper Balanced Index Composite Index*	11.91%	3.91%	3.71%	\$14,396
Balanced Fund (Retail Class)	15.19%	2.50%	3.59%	\$14,236
Consumer Price Index (CPI)	0.99%	2.06%	2.31%	\$12,564

\*Composite Index consists of 60% S&P500 Index and 40% Barclays Aggregate Bond Index.

## RETIREMENT INCOME FUND (Unaudited)

Seeks to provide investors with current income and preservation of capital by investing in corporate, high-yield, mortgage-backed and agency securities.

### Summary Investment Portfolio December 31, 2010\*



\* Percentages based on Total Net Assets

### Top Fixed Income Holdings\*

Carolina Power & Light Co. 8.63% 2021	1.37%
WellPoint, Inc. 5.88% 2017	1.35%
Statoil ASA 7.50% 2016	1.27%
Host Hotels & Resorts LP 6.88% 2014	1.25%
Consumer Energy Co. 6.70% 2019	1.24%
Roche Holdings, Inc. 6.00% 2019	1.21%
Sempra Energy 6.5% 2016	1.21%
Michigan Bell Telephone Co. 7.85% 2022	1.19%
Oracle Corp. 5.75% 2018	1.19%
Federal Home Loan Banks 2.60% 2017	1.18%

## MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE (Unaudited)

### 2010 Results

Investors continued to pour money into bond funds during the year as a sign of risk aversion to stocks and need for current income. The money flows into this sector topped about \$500 billion dollars for the year and served as tailwind for bond prices. The addition of quantitative easing programs by the Federal Reserve, along with record low interest rates, left investors searching for higher yielding fixed income securities. In this environment, U.S. Treasury securities were quite volatile during the year with the yield on the 10 year bond trading between 2.4 and 3.8 percent and the 30 year between 3.5 and 4.5 percent. For the year, high yield and foreign bonds posted the best results while investment grade corporate bonds also did quite well. U.S. Treasury securities generally lagged and produced some of the worst results for the year. The Retirement Income Fund, with a major allocation to corporate bonds, posted an 8.3 percent return for 2010. The Lipper BBB Index posted a 10.5 percent return while the Barclays Aggregate Bond Index was up 6.5 percent.

### What helped the Fund

The credit markets continued to rebound during the year, which benefitted most investment grade and high yield bonds. As the year unfolded, the effects of the credit crisis steadily faded and the economic data indicated a slow recovery was taking hold. The federal government maintained their commitment to fund stimulus programs aimed at reviving economic growth.

The Federal Reserve did their part by keeping short-term interest rates low and initiated further quantitative easing programs. This flood of liquidity into the system kept investors interested in the credit markets throughout the year. At the start of the year, the fund held about 64 percent in investment grade debt, 19 percent in high yield bonds and about 15.5 percent in mortgage and agency securities. The best performing bond was Security Benefit Life. The insurance company was purchased by Guggenheim Partners in the early part of the year which added considerable financial backing. As this unfolded the bond price increased about 277 percent during the year and proved our best performer. Another top contributor to fund returns was the media and entertainment company, Time Warner. The price of the company's bonds jumped 10.5 percent during the year. Another solid contributor was Barrick Gold. This international gold mining company has operations around the world. The price of the company's bonds benefitted from the continued rise in gold prices and, as a result, the bond price increased about 10.1 percent. In the financial sector, Citigroup continued to successfully restructure itself in the aftermath of the credit crisis. The price of this bond held in the fund rose 9.3 percent for the year. In the energy sector, Valero, which is an independent petroleum and refining company, was a beneficiary of improved growth and higher world demand for oil. Other notable contributors to the fund's return were the bonds of Liberty Media and Verizon. In the early

part of the year, our decision to extend the duration of the fund by buying longer maturing bonds was another positive contributor to the fund. The dramatic fall in treasury yields during the summer months validated our analysis and resulted in positive performance as a result of this shift. By the end of the year we had sold most of these longer maturing bonds in anticipation of rising rates.

### **What hurt the Fund**

At the other end of the spectrum, there were a few sectors and securities which negatively impacted the fund returns for the year. First, the continued problems in mortgage delinquencies and foreclosures hurt most of our remaining private mortgage bonds. At the start of the year, this segment made up about 4.4 percent of the portfolio. The deterioration in the housing market led to significant losses for a few of these mortgage securities held in the fund. One of the worst performing was Credit Suisse Mortgage Certificate which declined 53.7 percent in price. Other poor performers include Residential Asset Securitization Trust, Lehman Mortgage Trust and Countrywide Alternative Loan Trust. Each of these securities fell about 30 to 40 percent in price. In total, the private mortgage portion of the portfolio negatively impacted fund returns by about 0.97 percent. At the end of the year, the fund held about 1.0 percent in this sector.

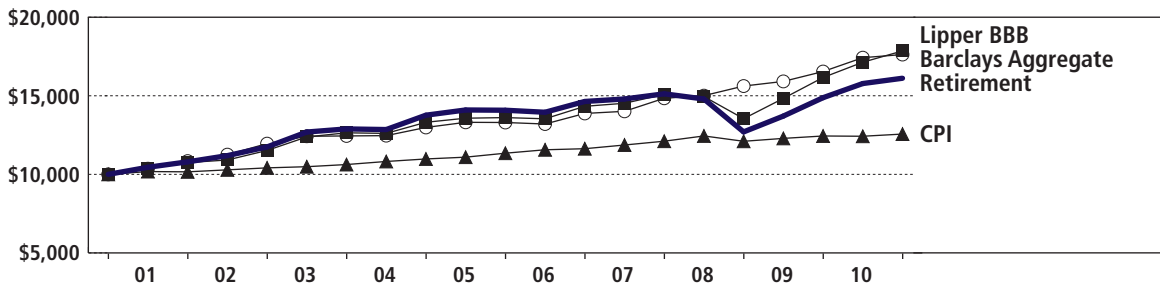
To a much lesser extent, other notable detractors from fund returns included the bonds of Comcast, Freeport McMoran and Marathon Oil.

### **Outlook**

After the dramatic decline of corporate bond prices during the credit crisis of a few years ago, values have rebounded considerably over the past two years. Going forward, the combination of much improved economic growth along with robust corporate earnings should provide a healthy environment for many fixed income securities. Yet, the massive deficit spending and actions by the Federal Reserve have many investors concerned about higher inflation and interest rates as a result. While both economic and market headwinds are certainly possible in the year ahead, we have taken steps to mitigate some of these potential problems. In the Retirement Income Fund, we have reduced the duration or sensitivity to interest rate fluctuations and, increased the quality of the fund. In addition, the fund holds about 9 percent in large multinational stocks that pay a healthy dividend. This further diversification should help buffer returns if interest rates begin to rise. In this environment, we expect the fund to produce solid results relative to the category average in the year ahead.

## **RETIREMENT INCOME - PERFORMANCE SUMMARY (Unaudited)**

\$10,000 investment made December 31, 2000. Past performance should not be used to attempt to predict future performance. Returns shown do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.



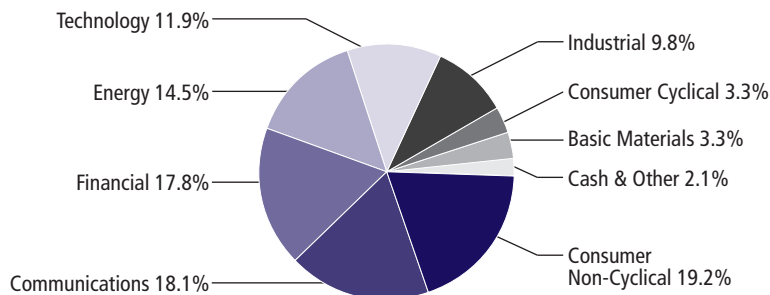
### Average Annual Returns for Periods Ended December 31, 2010

	Past 1 Year	Past 5 Years	Past 10 Years	Value of \$10,000
Lipper BBB Index	10.46%	5.58%	5.97%	\$17,855
Barclays Aggregate Bond Index	6.54%	5.80%	5.84%	\$17,625
Retirement Income Fund (Retail Class)	8.31%	2.73%	4.88%	\$16,116
Consumer Price Index (CPI)	0.99%	2.06%	2.31%	\$12,564

## CORE EQUITY FUND (Unaudited)

Seeks to provide investors with long-term growth of capital. The fund invests primarily in stocks of companies with market capitalizations of at least \$1 billion that have improving fundamentals and whose stock is undervalued by the market.

### Summary Investment Portfolio December 31, 2010\*



\* Percentages based on Total Net Assets

### Top Equity Holdings\*

Liberty Media Corp. - Capital	4.20%
ConocoPhillips	3.32%
Berkshire Hathaway, Inc.	3.10%
Microsoft Corp.	3.07%
Johnson & Johnson	3.06%
Chevron Corp.	2.97%
JPMorgan Chase & Co.	2.87%
Cisco Systems, Inc.	2.76%
EMC Corp.	2.67%
Northrop Grumman Corp.	2.67%

## MANAGEMENT'S DISCUSSION OF FUND PERFORMANCE (Unaudited)

### 2010 Results

A continued trend to higher equity values and a general rebound to economic growth helped the fund post solid results for 2010. The fund invests in mainly large, multi-national type companies with a proven record of consistent growth and solid balance sheets. For the year, the fund returned 14.2 percent as compared to the S&P 500 Index which posted a return of 15.1 percent. The Lipper Large-Cap Core Index posted a 12.8 percent return for the year.

### What helped the Fund

The combined impact of low interest rates and massive stimulus by the federal government translated into higher economic growth and generally improved consumer spending. As conditions slowly improved, investors continued to search for bargains in stocks and values trended higher through the year. In the fund, the sectors with the largest positive impact on returns were media, energy, and technology. In media, Liberty Media proved the best performing stock in the fund. This company has various interests in entertainment services, broadcasting, publishing, mobile services and electronics. During the year, they successfully executed on their growth strategy and investors bid up the stock by about 166 percent. Another top performing stock was the energy company, National Oilwell Varco. The company designs, manufactures and sells equipment

used in oil and gas drilling. The strong global demand and higher energy prices lifted profits and the company's stock price by about 51 percent. In banking, Citigroup continued to execute on its turnaround strategy and benefitted from an improved regulatory and economic environment. Finally, the gold and copper mining company, Freeport McMoran Copper, prospered as commodity prices increased along with global demand. Other notable contributors to fund returns included the technology company EMC, the chemical company PPG Industries and ConocoPhillips.

### What hurt the Fund

On the other side, several diverse sectors negatively impacted the fund returns for the year, including technology, energy, and financials. L-3 Communications, which is one of the largest providers of aircraft intelligence and surveillance systems, proved the worst performing stock due mainly to cuts in the federal defense budget. The technology company, Cisco Systems which supplies data networking products for the Internet, was one of the worst performing stocks as intense competition limited growth. Also in technology, Symantec Corporation which provides security management systems to the business and consumer markets, has struggled to ignite growth as their products mature. In the energy sector, the contract drilling company Noble Corporation underperformed

due to delays in permitting, weaker day rates and expectations of negative free-cash flow. Other stocks in the fund which negatively impacted fund returns included Microsoft, Bank of America and Computer Sciences.

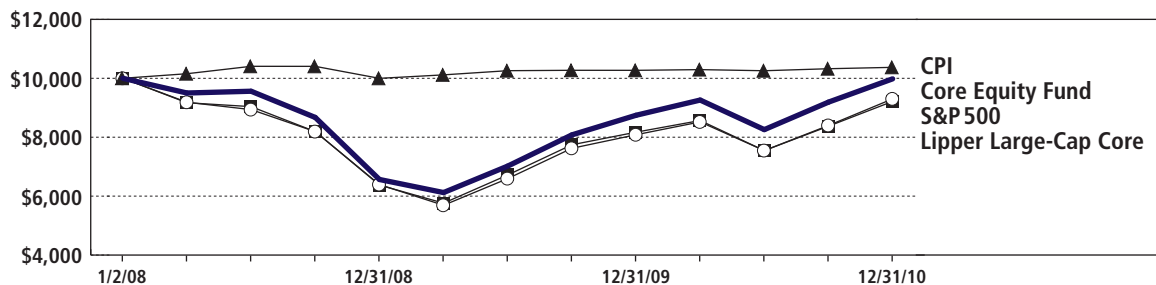
## Outlook

Amidst the many obstacles facing the U.S., our economy appears poised for another year of positive and steady growth. The combination of low interest

rates along with the growth initiatives put in place by the Federal Reserve and the federal government should keep growth on trend. Still, the unemployment rate is expected to remain stubbornly high and the housing market severely depressed. As this modest growth and mild inflationary environment plays out, investors should seek companies with proven growth, sound balance sheets and good management teams. The Core Equity Fund targets these types of companies and should perform well relative to the benchmark in the year ahead.

## PERFORMANCE SUMMARY (Unaudited)

\$10,000 investment made January 2, 2008. Past performance should not be used to attempt to predict future performance. Returns shown do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.



### Average Annual Returns for Periods Ended December 31, 2010

	Past 1 Year	Since Inception*	Value of \$10,000
Consumer Price Index (CPI)	0.99%	1.22%	\$10,372
Core Equity Fund (Retail Class)	14.15%	-0.06%	\$9,982
S&P 500 Index	15.08%	-2.38%	\$9,302
Lipper Large-Cap Core Index	12.77%	-2.69%	\$9,216

\*Since Inception-1/2/08

**ADVANCE CAPITAL I - EQUITY GROWTH FUND (Retail Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS  
(For a Share Outstanding Throughout Each Period)

Years ended December 31

	2010	2009	2008	2007	2006
<b>Net asset value, beginning of year</b>	\$18.52	\$12.87	\$24.11	\$24.87	\$25.42
<b>Income (Loss) from investment operations*</b>					
Net investment income (loss)	0.01	0.02	0.00	(0.03)	(0.03)
Net realized and unrealized gain (loss) on investments	5.08	5.66	(11.22)	3.05	2.43
<b>Total from investment operations</b>	5.09	5.68	(11.22)	3.02	2.40
<b>Less distributions</b>					
Net investment income	(0.01)	(0.03)	0.00	0.00	0.00
Net realized gain on investments	0.00	0.00	(0.02)	(3.78)	(2.76)
Return of capital	0.00	0.00	0.00	0.00	(0.19)
<b>Total distributions</b>	(0.01)	(0.03)	(0.02)	(3.78)	(2.95)
<b>Net asset value, end of year</b>	<u>\$23.60</u>	<u>\$18.52</u>	<u>\$12.87</u>	<u>\$24.11</u>	<u>\$24.87</u>
<b>Total Return</b>	27.49%	44.14%	(46.53%)	12.05%	9.39%
<b>Ratios and Supplemental Data</b>					
Net assets, end of year (in thousands)	\$108,290	\$98,960	\$83,981	\$220,726	\$210,179
Ratio of expenses to average net assets	1.07%	1.13%	1.06%	1.01%	1.01%
Ratio of net investment income (loss) to average net assets	0.05%	0.12%	(0.02%)	(0.10%)	(0.10%)
Portfolio turnover rate	26%	27%	27%	33%	38%

\* Per share amounts presented are based on average shares outstanding.

**ADVANCE CAPITAL I - BALANCED FUND (Retail Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS

(For a Share Outstanding Throughout Each Period)

Years ended December 31

	2010	2009	2008	2007	2006
<b>Net asset value, beginning of year</b>	\$14.05	\$11.80	\$17.66	\$18.38	\$17.92
<b>Income (Loss) from investment operations*</b>					
Net investment income	0.21	0.38	0.38	0.38	0.39
Net realized and unrealized gain (loss) on investments	1.89	2.25	(5.84)	0.72	1.37
<b>Total from investment operations</b>	2.10	2.63	(5.46)	1.10	1.76
<b>Less distributions</b>					
Net investment income	(0.32)	(0.38)	(0.39)	(0.38)	(0.29)
Net realized gain on investments	0.00	0.00	(0.01)	(1.44)	(0.90)
Return of capital	0.00	0.00	0.00	0.00	(0.11)
<b>Total distributions</b>	(0.32)	(0.38)	(0.40)	(1.82)	(1.30)
<b>Net asset value, end of year</b>	<u>\$15.83</u>	<u>\$14.05</u>	<u>\$11.80</u>	<u>\$17.66</u>	<u>\$18.38</u>
<b>Total Return</b>	15.19%	22.79%	(31.33%)	6.00%	9.91%
<b>Ratios and Supplemental Data</b>					
Net assets, end of year (in thousands)	\$184,202	\$189,125	\$200,199	\$400,214	\$397,635
Ratio of expenses to average net assets	1.06%	1.12%	1.04%	0.97%	0.93%
Ratio of net investment income to average net assets	1.46%	3.03%	2.48%	1.97%	2.14%
Portfolio turnover rate	39%	48%	41%	36%	35%

\* Per share amounts presented are based on average shares outstanding.

**ADVANCE CAPITAL I - RETIREMENT INCOME FUND (Retail Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS

(For a Share Outstanding Throughout Each Period)

Years ended December 31

	2010	2009	2008	2007	2006
<b>Net asset value, beginning of year</b>	\$8.23	\$7.46	\$9.45	\$9.68	\$9.85
<b>Income (Loss) from investment operations*</b>					
Net investment income	0.32	0.45	0.52	0.54	0.54
Net realized and unrealized gain (loss) on investments	0.36	0.79	(1.98)	(0.23)	(0.16)
<b>Total from investment operations</b>	0.68	1.24	(1.46)	0.31	0.38
<b>Less distributions</b>					
Net investment income	(0.42)	(0.47)	(0.53)	(0.54)	(0.54)
Return of capital	0.00	0.00	0.00	0.00	(0.01)
<b>Total distributions</b>	(0.42)	(0.47)	(0.53)	(0.54)	(0.55)
<b>Net asset value, end of year</b>	\$8.49	\$8.23	\$7.46	\$9.45	\$9.68
<b>Total Return</b>	8.31%	17.13%	(16.03%)	3.33%	3.97%
<b>Ratios and Supplemental Data</b>					
Net assets, end of year (in thousands)	\$292,167	\$319,349	\$340,834	\$406,932	\$402,076
Ratio of expenses to average net assets	0.85%	0.91%	0.83%	0.78%	0.76%
Ratio of net investment income to average net assets	3.77%	5.81%	6.07%	5.69%	5.57%
Portfolio turnover rate	73%	58%	58%	51%	62%

\* Per share amounts presented are based on average shares outstanding.

**ADVANCE CAPITAL I - CORE EQUITY FUND (Retail Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS

(For a Share Outstanding Throughout Each Period)

Years ended December 31

	2010	2009	2008
<b>Net asset value, beginning of year</b>	\$8.62	\$6.51	\$10.00
<b>Income (Loss) from investment operations*</b>			
Net investment income	0.05	0.05	0.06
Net realized and unrealized gain (loss) on investments	1.17	2.11	(3.49)
<b>Total from investment operations</b>	1.22	2.16	(3.43)
<b>Less distributions</b>			
Net investment income	(0.05)	(0.05)	(0.06)
<b>Total distributions</b>	(0.05)	(0.05)	(0.06)
<b>Net asset value, end of year</b>	\$9.79	\$8.62	\$6.51
<b>Total Return</b>	14.15%	33.19%	(34.35%)
<b>Ratios and Supplemental Data</b>			
Net assets, end of year (in thousands)	\$10,671	\$9,768	\$8,469
Ratio of expenses to average net assets	1.40%^	1.44%^	1.39%^
Ratio of expenses to average net assets	1.28%†	1.31% †	1.28% †
Ratio of net investment income to average net assets	0.54%	0.66%	0.66%
Portfolio turnover rate	36%	33%	68%

\* Per share amounts presented are based on average shares outstanding.

^Before waivers

† Net of waivers

**ADVANCE CAPITAL I - EQUITY GROWTH FUND (Institutional Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS  
(For a Share Outstanding Throughout Each Period)

Periods ended December 31

	2010	2009	2008	2007 <sup>a</sup>
<b>Net asset value, beginning of period</b>	\$18.49	\$12.81	\$24.16	\$27.28
<b>Income (Loss) from investment operations<sup>b</sup></b>				
Net investment income	0.06	0.06	0.06	0.02
Net realized and unrealized gain (loss) on investments	5.09	5.65	(11.39)	0.64
<b>Total from investment operations</b>	5.15	5.71	(11.33)	0.66
<b>Less distributions</b>				
Net investment income	(0.01)	(0.03)	0.00	0.00
Net realized gain on investments	0.00	0.00	(0.02)	(3.78)
<b>Total distributions</b>	(0.01)	(0.03)	(0.02)	(3.78)
<b>Net asset value, end of year</b>	\$23.63	\$18.49	\$12.81	\$24.16
<b>Total Return</b>	27.86%	44.58%	(46.89%)	2.34% <sup>d</sup>
<b>Ratios and Supplemental Data</b>				
Net assets, end of year (in thousands)	\$180	\$141	\$92	\$118
Ratio of expenses to average net assets	0.82%	0.88%	0.80%	0.77% <sup>c</sup>
Ratio of net investment income to average net assets	0.31%	0.36%	0.31%	0.12% <sup>c</sup>
Portfolio turnover rate	26%	27%	27%	33%

<sup>a</sup> For the period May 4, 2007, commencement of operations, to December 31, 2007.

<sup>b</sup> Per share amounts presented are based on average shares outstanding.

<sup>c</sup> Annualized

<sup>d</sup> Not Annualized

**ADVANCE CAPITAL I - BALANCED FUND (Institutional Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS

(For a Share Outstanding Throughout Each Period)

Periods ended December 31

	2010	2009	2008	2007 <sup>a</sup>
<b>Net asset value, beginning of period</b>	\$14.01	\$11.77	\$17.66	\$19.43
<b>Income (Loss) from investment operations<sup>b</sup></b>				
Net investment income	0.25	0.41	0.42	0.29
Net realized and unrealized gain (loss) on investments	1.89	2.24	(5.87)	(0.33)
<b>Total from investment operations</b>	2.14	2.65	(5.45)	(0.04)
<b>Less distributions</b>				
Net investment income	(0.36)	(0.41)	(0.43)	(0.29)
Net realized gain on investments	0.00	0.00	(0.01)	(1.44)
<b>Total distributions</b>	(0.36)	(0.41)	(0.44)	(1.73)
<b>Net asset value, end of year</b>	\$15.79	\$14.01	\$11.77	\$17.66
<b>Total Return</b>	15.52%	23.06%	(31.33%)	(0.22%) <sup>d</sup>
<b>Ratios and Supplemental Data</b>				
Net assets, end of year (in thousands)	\$157	\$139	\$117	\$175
Ratio of expenses to average net assets	0.81%	0.87%	0.79%	0.74% <sup>c</sup>
Ratio of net investment income to average net assets	1.70%	3.24%	2.79%	2.25% <sup>c</sup>
Portfolio turnover rate	39%	48%	41%	36%

<sup>a</sup> For the period May 4, 2007, commencement of operations, to December 31, 2007.

<sup>b</sup> Per share amounts presented are based on average shares outstanding.

<sup>c</sup> Annualized

<sup>d</sup> Not Annualized

**ADVANCE CAPITAL I - RETIREMENT INCOME FUND (Institutional Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS

(For a Share Outstanding Throughout Each Period)

Periods ended December 31

	2010	2009	2008	2007 <sup>a</sup>
<b>Net asset value, beginning of period</b>	\$8.23	\$7.46	\$9.45	\$9.71
<b>Income (Loss) from investment operations<sup>b</sup></b>				
Net investment income	0.36	0.47	0.55	0.36
Net realized and unrealized gain (loss) on investments	0.34	0.79	(1.99)	(0.25)
<b>Total from investment operations</b>	0.70	1.26	(1.44)	0.11
<b>Less distributions</b>				
Net investment income	(0.45)	(0.49)	(0.55)	(0.37)
<b>Total distributions</b>	(0.45)	(0.49)	(0.55)	(0.37)
<b>Net asset value, end of year</b>	\$8.48	\$8.23	\$7.46	\$9.45
<b>Total Return</b>	8.45%	17.42%	(15.82%)	1.19% <sup>d</sup>
<b>Ratios and Supplemental Data</b>				
Net assets, end of year (in thousands)	\$562	\$1,664	\$1,841	\$3,508
Ratio of expenses to average net assets	0.60%	0.66%	0.58%	0.56% <sup>c</sup>
Ratio of net investment income to average net assets	4.24%	6.07%	6.26%	5.92% <sup>c</sup>
Portfolio turnover rate	73%	58%	58%	51%

<sup>a</sup> For the period May 4, 2007, commencement of operations, to December 31, 2007.

<sup>b</sup> Per share amounts presented are based on average shares outstanding.

<sup>c</sup> Annualized

<sup>d</sup> Not Annualized

**ADVANCE CAPITAL I - CORE EQUITY FUND (Institutional Shares)**  
**FINANCIAL HIGHLIGHTS**

SELECTED PER-SHARE DATA AND RATIOS

(For a Share Outstanding Throughout Each Period)

Periods ended December 31

	2010	2009	2008
<b>Net asset value, beginning of period</b>	\$8.67	\$6.51	\$10.00
<b>Income (Loss) from investment operations<sup>a</sup></b>			
Net investment income	0.07	0.07	0.07
Net realized and unrealized gain (loss) on investments	1.18	2.14	(3.48)
<b>Total from investment operations</b>	1.25	2.21	(3.41)
<b>Less distributions</b>			
Net investment income	(0.05)	(0.05)	(0.08)
<b>Total distributions</b>	(0.05)	(0.05)	(0.08)
<b>Net asset value, end of year</b>	\$9.87	\$8.67	\$6.51
<b>Total Return</b>	14.41%	33.95%	(34.14%)

**Ratios and Supplemental Data**

Net assets, end of year (in thousands)	\$433	\$379	\$0
Ratio of expenses to average net assets	1.15% <sup>b</sup>	1.17% <sup>b</sup>	1.16% <sup>b</sup>
Ratio of expenses to average net assets	1.03% <sup>c</sup>	1.04% <sup>c</sup>	1.05% <sup>c</sup>
Ratio of net investment income to average net assets	0.79%	0.89%	0.79%
Portfolio turnover rate	36%	33%	68%

<sup>a</sup> Per share amounts presented are based on average shares outstanding.

<sup>b</sup> Before waivers

<sup>c</sup> Net of waivers

**ADVANCE CAPITAL I - EQUITY GROWTH FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>	<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>
<b>BASIC MATERIALS - 5.6%</b>			<b>CONSUMER, CYCLICAL - 15.0%</b>		
Agnico-Eagle Mines Ltd	4,700	\$ 360,490	Advance Auto Parts, Inc.	3,300	\$ 218,295
Air Products & Chemicals, Inc.	3,700	336,515	AutoZone, Inc.*	1,100	299,849
Albemarle Corp.	3,500	195,230	Bed Bath & Beyond, Inc.*	15,200	747,080
Carpenter Technology Corp.	6,800	273,632	Big Lots, Inc.*	4,100	124,886
CF Industries Holdings, Inc.	2,600	351,390	CarMax, Inc.*	16,600	529,208
Cliffs Natural Resources, Inc.	6,400	499,264	Chipotle Mexican Grill, Inc.*	1,500	318,990
Compass Minerals Inter.	8,200	732,014	Choice Hotels International	7,500	287,025
Ecolab, Inc.	6,200	312,604	Coach, Inc.	18,700	1,034,297
Eldorado Gold Corp.	16,600	308,262	Copart, Inc.*	5,200	194,220
HudBay Minerals, Inc.	24,900	454,425	Dick's Sporting Goods, Inc.*	8,100	303,750
Intrepid Potash, Inc.*	6,600	246,114	Dollar General Corp.*	8,900	272,963
Sherwin-Williams Co.	4,700	393,625	Dollar Tree, Inc.*	6,900	386,952
Sigma-Aldrich Corp.	5,000	332,800	DreamWorks Animation SKG*	7,400	218,078
Sociedad Quimica y Minera - ADR	11,000	642,620	Family Dollar Stores, Inc.	5,500	273,405
United States Steel Corp.	5,100	297,942	Fastenal Co.	8,500	509,235
Vulcan Materials Co.	7,100	314,956	Gap, Inc.	11,200	247,968
<b>COMMUNICATIONS - 9.1%</b>			Hyatt Hotels Corp.*	4,000	183,040
Akamai Technologies, Inc.*	8,900	418,745	International Game Tech.	17,800	314,882
Atheros Communications, Inc.*	8,100	290,952	Lennar Corp.	8,500	159,375
Cablevision Systems Corp.	10,300	348,552	Madison Square Garden, Inc.*	8,325	214,619
Central European Media*	4,300	87,505	Marriott International, Inc.	17,380	721,965
Ciena Corp.*	10,000	210,500	Mattel, Inc.	23,600	600,148
Crown Castle International*	17,000	745,110	Men's Wearhouse Inc.	6,337	158,298
CTC Media, Inc.	9,600	224,928	O'Reilly Automotive, Inc.*	8,300	501,486
Ctrip.com International Ltd - ADR*	6,600	266,970	PACCAR, Inc.	4,300	246,562
Discovery Communications*	18,100	664,089	Panera Bread Co.*	4,400	445,324
Equinix, Inc.*	4,600	373,796	PetSmart, Inc.	4,800	191,136
Expedia, Inc.	10,600	265,954	Pulte Group, Inc.*	11,077	83,299
Factset Research Systems	3,600	337,536	Ross Stores, Inc.	11,800	746,350
F5 Networks, Inc.*	1,700	221,272	Royal Caribbean Cruises Ltd*	9,700	455,900
JDS Uniphase Corp.*	13,700	198,376	Skywest, Inc.	14,300	223,366
Juniper Networks, Inc.*	16,700	616,564	Southwest Airlines Co.	32,400	420,552
Liberty Media Corp - Starz*	3,200	212,736	Staples, Inc.	7,800	177,606
Liberty Media Corp.*	32,000	504,640	Starwood Hotels & Resorts	12,600	765,828
McGraw-Hill Cos., Inc.	16,700	608,047	Tiffany & Co.	9,100	566,657
NII Holdings, Inc.*	7,400	330,484	Tim Hortons, Inc.	7,400	305,102
Omnicom Group, Inc.	9,200	421,360	Toll Brothers, Inc.*	7,800	148,200
priceline.com, Inc.*	2,700	1,078,785	Tractor Supply Co.	5,600	271,544
Rackspace Hosting, Inc.*	11,500	361,215	Urban Outfitters, Inc.*	9,700	347,357
SBA Communications Corp.*	11,500	470,810	WABCO Holdings, Inc.*	3,600	219,348
Sina Corp.*	5,200	357,864	Williams-Sonoma, Inc.	6,500	231,985
VeriSign, Inc.	6,100	199,287	WMS Industries, Inc.*	11,600	524,784
WebMD Health Corp.*	700	35,742	WW Grainger, Inc.	4,500	621,495
			Wynn Resorts Ltd	4,000	415,360

**ADVANCE CAPITAL I - EQUITY GROWTH FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Common Stock	Shares	Value	Common Stock	Shares	Value
<b>CONSUMER, NON-CYCLICAL - 20.5%</b>			<b>CONSUMER, NON-CYCLICAL - 20.5% (continued)</b>		
Alexion Pharmaceuticals, Inc.*	6,600	\$ 531,630	Lorillard, Inc.	4,200	\$ 344,652
American Medical Systems*	7,500	141,450	Manpower, Inc.	3,200	200,832
American Reprographics Co.*	10,200	77,418	Masimo Corp.*	4,500	130,815
AmerisourceBergen Corp.	19,400	661,928	McCormick & Co., Inc.	6,100	283,833
Apollo Group, Inc.*	4,929	194,646	Mead Johnson Nutrition Co.	3,100	192,975
Arthrocare Corp.*	3,200	99,392	Moody's Corp.	17,600	467,104
Avon Products, Inc.	24,000	697,440	Myriad Genetics, Inc.*	7,200	164,448
BioMarin Pharmaceutical, Inc.*	6,700	180,431	New Oriental Education - ADR*	1,700	178,891
Booz Allen Hamilton Holding*	1,600	31,088	Patterson Cos., Inc.	5,500	168,465
Brown-Forman Corp.	5,525	384,651	Paychex, Inc.	19,387	599,252
Bruker Corp.*	14,600	242,360	QIAGEN*	8,400	164,220
Campbell Soup Co.	6,700	232,825	Quanta Services, Inc.*	9,600	191,232
Cephalon, Inc.*	3,500	216,020	Quest Diagnostics, Inc.	9,322	503,108
Charles River Laboratories*	4,700	167,038	Regeneron Pharmaceuticals*	10,500	344,715
Church & Dwight Co., Inc.	6,100	421,022	ResMed, Inc.*	5,400	187,056
CIGNA Corp.	3,800	139,308	Ritchie Bros Auctioneers, Inc.	9,000	207,450
Clorox Co.	5,200	329,056	Robert Half International, Inc.	10,500	321,300
Community Health Systems*	8,800	328,856	SEI Investments Co.	7,800	185,562
Corporate Executive Board	5,500	206,525	St Jude Medical, Inc.*	4,500	192,375
Covance, Inc.*	2,500	128,525	Strayer Education, Inc.	1,300	197,886
CR Bard, Inc.	6,500	596,505	SXC Health Solutions Corp.*	6,800	291,448
DaVita, Inc.*	6,000	416,940	Techne Corp.	3,400	223,278
Dendreon Corp.*	4,900	171,108	Thoratec Corp.*	5,500	155,760
DENTSPLY International, Inc.	8,800	300,696	Universal Health Services, Inc.	4,100	178,022
DeVry, Inc.	4,700	225,506	Valeant Pharmaceuticals	14,200	401,718
Edwards Lifesciences Corp.*	4,500	363,780	Varian Medical Systems, Inc.*	5,200	360,256
Equifax, Inc.	5,400	192,240	Verisk Analytics, Inc.*	6,200	211,296
Genpact Ltd*	8,900	135,280	Vertex Pharmaceuticals, Inc.*	10,770	377,273
Gen-Probe, Inc.*	3,100	180,885	VistaPrint*	4,700	216,200
Global Payments, Inc.	5,200	240,292	Western Union Co.	42,100	781,797
Green Dot Corp.*	3,900	221,286	Whole Foods Market, Inc.*	11,500	581,785
Henry Schein, Inc.*	6,700	411,313	Zimmer Holdings, Inc.*	3,200	171,776
Hershey Co.	6,200	292,330			
Hertz Global Holdings, Inc.*	24,400	353,556	<b>ENERGY - 8.1%</b>		
Hologic, Inc.*	10,100	190,082	Arch Coal, Inc.	11,797	413,603
Humana, Inc.*	3,800	208,012	Cameron International Corp.*	14,400	730,512
Human Genome Sciences*	14,600	348,794	Cobalt International Energy*	9,900	120,879
IDEXX Laboratories, Inc.*	6,400	443,008	Concho Resources, Inc.*	8,400	736,428
Illumina, Inc.*	7,500	475,050	Continental Resources, Inc.*	8,600	506,110
Intuitive Surgical, Inc.*	1,100	283,525	Core Laboratories	5,600	498,680
Iron Mountain, Inc.	7,700	192,577	Diamond Offshore Drilling, Inc.	3,700	247,419
ITT Educational Services, Inc.*	2,500	159,225	Dresser-Rand Group, Inc.*	4,400	187,396
JM Smucker Co.	2,800	183,820	Dril-Quip, Inc.*	2,400	186,528
Laboratory Corp. of America*	6,100	536,312	First Solar, Inc.*	3,100	403,434
Life Technologies Corp.*	9,900	549,450	FMC Technologies, Inc.*	10,700	951,337
			Forest Oil Corp.*	3,400	129,098

**ADVANCE CAPITAL I - EQUITY GROWTH FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>	<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>
<b>ENERGY - 8.1% (continued)</b>			<b>INDUSTRIAL - 16.0%</b>		
Murphy Oil Corp.	2,700	\$ 201,285	AMETEK, Inc.	10,650	\$ 418,013
Nabors Industries Ltd*	7,300	171,258	Amphenol Corp.	8,700	459,186
Newfield Exploration Co.*	2,600	187,486	Babcock & Wilcox Co.*	14,150	362,099
Nexen, Inc.	12,700	290,830	CH Robinson Worldwide, Inc.	9,300	745,767
Oceaneering International, Inc.*	4,800	353,424	CLARCOR, Inc.	4,700	201,583
Peabody Energy Corp.	9,400	601,412	Cooper Industries PLC	7,700	448,833
Range Resources Corp.	7,600	341,848	Cummins, Inc.	11,300	1,243,113
SM Energy Co.	3,700	218,041	Cymer, Inc.*	4,800	216,336
Southwestern Energy Co.*	5,000	187,150	Dolby Laboratories, Inc.*	7,600	506,920
Tetra Technologies, Inc.*	16,000	189,920	Donaldson Co., Inc.	5,900	343,852
Ultra Petroleum Corp.*	6,200	296,174	Elbit Systems Ltd	2,900	154,077
Walter Energy, Inc.	5,100	651,984	Embraer SA - ADR	6,300	185,220
<b>FINANCIAL - 7.0%</b>			Expeditors International	12,500	682,500
Arch Capital Group Ltd*	2,100	184,905	Flowserve Corp.	2,900	345,738
Assurant, Inc.	4,300	165,636	Fluor Corp.	11,100	735,486
Axis Capital Holdings Ltd	5,700	204,516	Foster Wheeler AG*	9,400	324,488
CBOE Holdings, Inc.	14,600	333,756	General Cable Corp.*	7,400	259,666
City National Corp.	2,500	153,400	Gentex Corp.	10,700	316,292
Eaton Vance Corp.	10,700	323,461	Goodrich Corp.	5,500	484,385
Federal Realty Investment	2,500	194,825	Graco, Inc.	7,800	307,710
Fifth Third Bancorp	13,100	192,308	Harsco Corp.	5,000	141,600
First Horizon National Corp.*	16,739	197,182	IDEX Corp.	4,925	192,666
Forest City Enterprises, Inc.*	14,100	235,329	II-VI, Inc.*	4,500	208,620
HCC Insurance Holdings, Inc.	6,400	185,216	Itron, Inc.*	2,200	121,990
IntercontinentalExchange, Inc.*	5,400	643,410	Jabil Circuit, Inc.	19,200	385,728
Janus Capital Group, Inc.	14,600	189,362	Joy Global, Inc.	6,600	572,550
KeyCorp.	21,100	186,735	Kansas City Southern*	5,400	258,444
Lazard Ltd	10,200	402,798	Landstar System, Inc.	8,600	352,084
Marshall & Ilsley Corp.	28,000	193,760	McDermott International, Inc.*	21,800	451,042
Northern Trust Corp.	8,400	465,444	Mettler-Toledo International*	2,700	408,267
NYSE Euronext	12,400	371,752	National Instruments Corp.	6,850	257,834
optionsXpress Holdings, Inc.*	11,200	175,504	Pall Corp.	5,700	282,606
Popular, Inc.*	63,099	198,131	Precision Castparts Corp.	5,000	696,050
Principal Financial Group, Inc.	6,900	224,664	Republic Services, Inc.	10,750	320,995
ProLogis	15,700	226,708	Rockwell Automation, Inc.	5,700	408,747
Regions Financial Corp.	20,800	145,600	Rockwell Collins, Inc.	6,500	378,690
RenaissanceRe Holdings Ltd	3,300	210,177	Roper Industries, Inc.	4,600	351,578
SLM Corp.*	16,100	202,699	Stericycle, Inc.*	3,100	250,852
SVB Financial Group*	3,700	196,285	Terex Corp.*	6,300	195,552
TCF Financial Corp.	12,900	191,049	TransDigm Group, Inc.*	3,500	252,035
TD Ameritrade Holding Corp.	25,900	491,841	Trimble Navigation Ltd*	13,500	539,055
Waddell & Reed Financial, Inc.	5,300	187,037	Valmont Industries, Inc.	2,900	257,317
WR Berkley Corp.	7,100	194,398	Wabtec Corp.	8,700	460,143
Zions Bancorporation	7,000	169,610	Waste Connections, Inc.	7,950	218,864

**ADVANCE CAPITAL I - EQUITY GROWTH FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<u>Common Stock</u>	<u>Shares</u>	<u>Value</u>	<u>Common Stock and Short-Term Investments</u>	<u>Shares</u>	<u>Value</u>
<b>INDUSTRIAL - 16.0% (continued)</b>			<b>TECHNOLOGY - 16.2% (continued)</b>		
Waters Corp.*	5,600	\$ 435,176	MICROS Systems, Inc.*	7,200	\$ 315,792
Zebra Technologies Corp.*	5,800	220,342	MSCI, Inc.*	9,800	381,808
<b>TECHNOLOGY - 16.2%</b>			National Semiconductor Corp.	26,600	366,016
Adobe Systems, Inc.*	11,100	341,658	NetApp, Inc.*	12,400	681,504
Altera Corp.	15,500	551,490	Nuance Communications, Inc.*	33,400	607,212
Analog Devices, Inc.	13,200	497,244	NVIDIA Corp.*	34,500	531,300
ANSYS, Inc.*	8,200	426,974	ON Semiconductor Corp.*	28,300	279,604
Autodesk, Inc.*	13,400	511,880	QLogic Corp.*	15,400	262,108
BMC Software, Inc.*	10,500	494,970	Red Hat, Inc.*	10,600	483,890
CA, Inc.	18,300	447,252	Rovi Corp.*	9,800	607,698
Cerner Corp.*	5,200	492,648	Salesforce.com, Inc.*	2,900	382,800
Check Point Software Tech.*	11,700	541,242	Seagate Technology PLC*	24,200	363,726
Citrix Systems, Inc.*	7,300	499,393	Silicon Laboratories, Inc.*	5,700	262,314
Computer Sciences Corp.	3,400	168,640	Solera Holdings, Inc.	5,500	282,260
Dun & Bradstreet Corp.	1,900	155,971	Synopsys, Inc.*	6,800	182,988
Electronic Arts, Inc.*	11,100	181,818	Teradata Corp.*	9,000	370,440
Fairchild Semiconductor*	11,600	181,076	Varian Semiconductor Equip.*	10,300	380,791
Fidelity National Information	3,442	94,276	Xilinx, Inc.	22,800	660,744
Fiserv, Inc.*	3,900	228,384	<b>UTILITIES - 0.5%</b>		
Fortinet, Inc.*	6,800	219,980	Calpine Corp.*	26,600	354,844
GT Solar International, Inc.*	19,400	176,928	NRG Energy, Inc.*	11,400	<u>222,755</u>
Informatica Corp.*	11,300	497,539	<b>TOTAL COMMON STOCK - 98.0%</b>		
Intersil Corp.	10,000	152,700	(Cost \$82,976,064)		
Intuit, Inc.*	12,300	606,390	106,388,243		
KLA-Tencor Corp.	5,000	193,200	<b>SHORT-TERM INVESTMENTS - 0.7%</b>		
Lam Research Corp.*	5,500	284,790	Fifth Third Inst. Money Market Fund, 0.11% Yield		
Linear Technology Corp.	17,000	588,030	(Cost \$722,552)		
Logitech International SA*	9,600	178,080	<u>722,552</u>		
Marvell Technology Group*	32,100	595,455	<b>TOTAL INVESTMENTS IN SECURITIES - 98.7%</b>		
Maxim Integrated Products	11,300	266,906	(Cost \$83,698,616)		
MEMC Electronic Materials*	17,300	194,798	107,110,795		
Microchip Technology, Inc.	13,057	446,680	<b>OTHER ASSETS LESS LIABILITIES - 1.3%</b>		
			<u>1,359,274</u>		
			<b>TOTAL NET ASSETS - 100.0%</b>		
			<u>\$ 108,470,069</u>		

\* Securities are non-income producing  
ADR - American Depository Receipt

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>	<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>
<b>BASIC MATERIALS - 4.8%</b>			<b>COMMUNICATIONS - 4.9% (continued)</b>		
Agnico-Eagle Mines Ltd	6,600	\$ 506,220	NII Holdings, Inc. *	3,000	\$ 133,980
Air Products & Chemicals, Inc.	4,600	418,370	Omnicom Group, Inc.	9,800	448,840
Albemarle Corp.	1,200	66,936	priceline.com, Inc. *	900	359,595
BHP Billiton Ltd - ADR	5,200	483,184	QUALCOMM, Inc.	5,800	287,042
Carpenter Technology Corp.	10,600	426,544	Rackspace Hosting, Inc. *	3,300	103,653
CF Industries Holdings, Inc.	900	121,635	SBA Communications Corp. *	4,000	163,760
Cliffs Natural Resources, Inc.	2,500	195,025	Sina Corp. *	1,900	130,758
Compass Minerals Inter.	2,600	232,102	Time Warner, Inc.	19,766	635,872
Eastman Chemical Co.	3,000	252,240	Time Warner Cable, Inc.	4,700	310,341
Ecolab, Inc.	2,200	110,924	VeriSign, Inc.	1,800	58,806
Eldorado Gold Corp.	19,300	358,401	Verizon Communications, Inc.	13,500	483,030
Freeport-McMoRan Copper	7,000	840,630	Walt Disney Co.	25,100	941,501
HudBay Minerals, Inc.	8,800	160,600	WebMD Health Corp. *	100	5,106
Intrepid Potash, Inc. *	2,500	93,225	<b>CONSUMER, CYCLICAL - 7.2%</b>		
Monsanto Co.	5,000	348,200	Advance Auto Parts, Inc.	1,000	66,150
Nucor Corp.	5,800	254,156	AutoZone, Inc. *	400	109,036
Potash Corp of Saskatchewan	2,000	309,660	Bed Bath & Beyond, Inc. *	5,300	260,495
Praxair, Inc.	3,100	295,957	Big Lots, Inc. *	1,600	48,736
Rio Tinto PLC - ADR	5,400	386,964	CarMax, Inc. *	5,900	188,092
Sherwin-Williams Co.	9,200	770,500	Carnival Corp.	12,600	580,986
Sigma-Aldrich Corp.	1,800	119,808	Chipotle Mexican Grill, Inc. *	500	106,330
Sociedad Quimica y Minera - ADR	12,400	724,408	Choice Hotels International	2,700	103,329
United States Steel Corp.	2,000	116,840	Coach, Inc.	6,100	337,391
Vale SA - ADR	14,700	508,179	Copart, Inc. *	1,600	59,760
Vulcan Materials Co.	9,500	421,420	CVS Caremark Corp.	8,300	288,591
Weyerhaeuser Co.	16,961	321,072	Dick's Sporting Goods, Inc. *	2,800	105,000
<b>COMMUNICATIONS - 4.9%</b>			Dollar General Corp. *	3,100	95,077
Akamai Technologies, Inc. *	3,000	141,150	Dollar Tree, Inc. *	2,250	126,180
America Movil - ADR	5,000	286,700	DreamWorks Animation SKG *	2,100	61,887
AT&T, Inc.	46,300	1,360,294	Family Dollar Stores, Inc.	1,900	94,449
Atheros Communications, Inc. *	2,900	104,168	Fastenal Co.	3,300	197,703
Cablevision Systems Corp.	13,300	450,072	Gap, Inc.	17,400	385,236
Central European Media *	1,900	38,665	General Motors Co. *	5,700	210,102
Ciena Corp. *	3,400	71,570	Home Depot, Inc.	33,000	1,156,980
Crown Castle International *	6,000	262,980	Hyatt Hotels Corp. *	1,500	68,640
CTC Media, Inc.	4,000	93,720	International Game Tech.	22,500	398,025
Ctrip.com International Ltd - ADR *	1,800	72,810	Kohl's Corp. *	5,000	271,700
Discovery Communications *	5,700	209,133	Lennar Corp.	17,900	335,625
Equinix, Inc. *	1,600	130,016	Madison Square Garden, Inc. *	3,000	77,340
Expedia, Inc.	3,400	85,306	Marriott International, Inc.	6,075	252,356
Factset Research Systems	1,200	112,512	Mattel, Inc.	25,500	648,465
F5 Networks, Inc. *	600	78,096	McDonald's Corp.	7,900	606,404
JDS Uniphase Corp. *	5,400	78,192	Men's Wearhouse Inc.	2,175	54,332
Juniper Networks, Inc. *	6,100	225,212	NIKE, Inc.	3,300	281,886
Liberty Media Corp - Starz *	1,000	66,480	O'Reilly Automotive, Inc. *	2,600	157,092
Liberty Media Corp. *	33,600	529,872	PACCAR, Inc.	10,600	607,804
McGraw-Hill Cos., Inc.	16,700	608,047	Panera Bread Co. *	1,400	141,694

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>	<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>
<b>CONSUMER, CYCLICAL - 7.2% (continued)</b>			<b>CONSUMER, NON-CYCLICAL - 13.0% (continued)</b>		
PetSmart, Inc.	1,900	\$ 75,658	Covance, Inc.*	1,000	\$ 51,410
Pulte Group, Inc.*	4,060	30,531	CR Bard, Inc.	5,400	495,558
Ross Stores, Inc.	3,800	240,350	DaVita, Inc.*	1,950	135,506
Royal Caribbean Cruises Ltd*	3,000	141,000	Dendreon Corp.*	1,800	62,856
Skywest, Inc.	5,200	81,224	DENTSPLY International, Inc.	3,100	105,927
Southwest Airlines Co.	45,300	587,994	DeVry, Inc.	1,600	76,768
Staples, Inc.	2,800	63,756	Diageo PLC - ADR	5,800	431,114
Starwood Hotels & Resorts	13,600	826,608	Edwards Lifesciences Corp.*	1,900	153,596
Tiffany & Co.	3,000	186,810	Equifax, Inc.	1,800	64,080
Tim Hortons, Inc.	2,700	111,321	General Mills, Inc.*	12,200	434,198
TJX Cos., Inc.	5,800	257,462	Genpact Ltd*	4,100	62,320
Toll Brothers, Inc.*	2,700	51,300	Gen-Probe, Inc.*	800	46,680
Tractor Supply Co.	1,900	92,131	Global Payments, Inc.	1,600	73,936
Urban Outfitters, Inc.*	3,200	114,592	Green Dot Corp.*	1,300	73,762
WABCO Holdings, Inc.*	1,300	79,209	Henry Schein, Inc.*	2,400	147,336
Walgreen Co.	7,600	296,096	Hershey Co.	2,200	103,730
Wal-Mart Stores, Inc.	8,000	431,440	Hertz Global Holdings, Inc.*	9,200	133,308
Williams-Sonoma, Inc.	1,800	64,242	Hologic, Inc.*	3,700	69,634
WMS Industries, Inc.*	4,000	180,960	Human Genome Sciences*	5,000	119,450
WW Grainger, Inc.	4,800	662,928	Humana, Inc.*	1,100	60,214
Wynn Resorts Ltd	1,400	145,376	IDEXX Laboratories, Inc.*	2,300	159,206
<b>CONSUMER, NON-CYCLICAL - 13.0%</b>			Illumina, Inc.*	2,600	164,684
Aetna, Inc.	9,100	277,641	Intuitive Surgical, Inc.*	400	103,100
Alexion Pharmaceuticals, Inc.*	2,300	185,265	Iron Mountain, Inc.	2,812	70,328
Altria Group, Inc.	17,700	435,774	ITT Educational Services, Inc.*	800	50,952
American Medical Systems*	2,700	50,922	JM Smucker Co.	1,000	65,650
American Reprographics Co.*	4,000	30,360	Johnson & Johnson	4,200	259,770
AmerisourceBergen Corp.	19,400	661,928	Kellogg Co.	4,900	250,292
Amgen, Inc.*	16,300	894,870	Kimberly-Clark Corp.	3,800	239,552
Apollo Group, Inc.*	2,145	84,706	Laboratory Corp. of America*	2,300	202,216
Arthrocare Corp.*	1,100	34,166	Life Technologies Corp.*	4,000	222,000
Automatic Data Processing	6,800	314,704	Lorillard, Inc.	5,400	443,124
Avon Products, Inc.	15,800	459,148	Manpower, Inc.	1,100	69,036
Baxter International, Inc.	5,400	273,348	Masimo Corp.	1,600	46,512
Becton Dickinson and Co.	3,400	287,368	McCormick & Co., Inc.	9,200	428,076
BioMarin Pharmaceutical, Inc.*	2,300	61,939	McKesson Corp.	14,000	985,320
Booz Allen Hamilton Holding*	600	11,658	Mead Johnson Nutrition Co.	1,100	68,475
Brown-Forman Corp.	6,325	440,347	Medco Health Solutions, Inc.*	7,400	453,398
Bruker Corp.*	5,200	86,320	Medtronic, Inc.	7,100	263,339
Campbell Soup Co.	8,400	291,900	Merck & Co., Inc.	14,100	508,164
Cephalon, Inc.*	1,000	61,720	Moody's Corp.	17,400	461,796
Charles River Laboratories*	1,500	53,310	Myriad Genetics, Inc.*	2,800	63,952
Church & Dwight Co., Inc.	2,200	151,844	New Oriental Education - ADR*	600	63,138
CIGNA Corp.	9,200	337,272	Patterson Cos., Inc.	1,900	58,197
Clorox Co.	6,100	386,008	Paychex, Inc.	6,593	203,790
Coca-Cola Co.	8,800	578,776	PepsiCo., Inc.	9,600	627,168
Community Health Systems*	2,600	97,162	Philip Morris International, Inc.	13,800	807,714
Corporate Executive Board	1,900	71,345	Procter & Gamble Co.	21,100	1,357,363
			QIAGEN*	2,500	48,875

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>	<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>
<b>CONSUMER, NON-CYCLICAL - 13.0% (continued)</b>			<b>ENERGY - 8.9% (continued)</b>		
Quanta Services, Inc.*	3,600	\$ 71,712	National Oilwell Varco, Inc.	10,500	\$ 706,125
Quest Diagnostics, Inc.	13,688	738,741	Newfield Exploration Co.*	5,400	389,394
Regeneron Pharmaceuticals*	3,600	118,188	Nexen, Inc.	18,300	419,070
ResMed, Inc.*	2,000	69,280	Occidental Petroleum Corp.	12,000	1,177,200
Ritchie Bros Auctioneers, Inc.	3,300	76,065	Oceaneering International, Inc.*	1,800	132,534
Robert Half International, Inc.	3,600	110,160	Peabody Energy Corp.	11,400	729,372
SEI Investments Co.	2,800	66,612	Range Resources Corp.	2,700	121,446
St Jude Medical, Inc.*	1,600	68,400	Royal Dutch Shell PLC - ADR	17,800	1,188,684
Strayer Education, Inc.	400	60,888	Schlumberger Ltd	11,760	981,960
SXC Health Solutions Corp.*	2,400	102,864	SM Energy Co.	1,300	76,609
Sysco Corp.	7,800	229,320	Southwestern Energy Co.*	1,700	63,631
Techne Corp.	1,000	65,670	Tetra Technologies, Inc.*	5,700	67,659
Teva Pharmaceutical Ind. - ADR	7,800	406,614	Total SA - ADR	9,900	529,452
Thoratec Corp.*	2,000	56,640	Ultra Petroleum Corp.*	7,700	367,829
UnitedHealth Group, Inc.	16,100	581,371	Walter Energy, Inc.	5,200	664,768
Universal Health Services, Inc.	1,400	60,788			
Valeant Pharmaceuticals	17,100	483,759	<b>FINANCIAL - 9.3%</b>		
Varian Medical Systems, Inc.*	1,700	117,776	Aflac, Inc.	5,100	287,793
Verisk Analytics, Inc.*	2,300	78,384	Arch Capital Group Ltd*	3,600	316,980
Vertex Pharmaceuticals, Inc.*	3,950	138,369	Assurant, Inc.	1,200	46,224
VistaPrint*	1,400	64,400	Axis Capital Holdings Ltd	2,000	71,760
WellPoint, Inc.*	9,100	517,426	Bank of New York Mellon	19,171	578,964
Western Union Co.	48,100	893,217	BB&T Corp.	24,000	630,960
Whole Foods Market, Inc.	4,000	202,360	CBOE Holdings, Inc.	4,600	105,156
Zimmer Holdings, Inc.*	5,600	300,608	Charles Schwab Corp.	17,900	306,269
			Chubb Corp.	9,300	554,652
			CIT Group, Inc.*	6,400	301,440
<b>ENERGY - 8.9%</b>			Citigroup, Inc.*	86,600	409,618
Apache Corp.	2,300	274,229	City National Corp.	5,800	355,888
Arch Coal, Inc.	4,159	145,815	CME Group, Inc.	1,500	482,625
Baker Hughes, Inc.	6,600	377,322	Eaton Vance Corp.	4,100	123,943
Cameron International Corp.*	4,900	248,577	Essex Property Trust, Inc.	2,300	262,706
Chevron Corp.	29,742	2,713,958	Federal Realty Investment	900	70,137
Cobalt International Energy*	3,600	43,956	Fifth Third Bancorp	22,700	333,236
Concho Resources, Inc.*	2,900	254,243	First Horizon National Corp.*	5,948	70,063
ConocoPhillips	4,400	299,640	Forest City Enterprises, Inc.*	5,200	86,788
Continental Resources, Inc.*	9,400	553,190	HCC Insurance Holdings, Inc.	10,700	309,658
Core Laboratories	1,700	151,385	IntercontinentalExchange, Inc.*	1,900	226,385
Devon Energy Corp.	4,000	314,040	Janus Capital Group, Inc.	5,300	68,741
Diamond Offshore Drilling, Inc.	5,400	361,098	JPMorgan Chase & Co.	45,700	1,938,594
Dresser-Rand Group, Inc.*	1,700	72,403	KeyCorp.	36,800	325,680
Dril-Quip, Inc.*	700	54,404	Lazard Ltd	3,600	142,164
Exxon Mobil Corp.	19,502	1,425,986	Marshall & Ilsley Corp.	9,700	67,124
First Solar, Inc.*	1,000	130,140	Northern Trust Corp.	7,600	421,116
FMC Technologies, Inc.*	3,600	320,076	NYSE Euronext	18,700	560,626
Forest Oil Corp.*	9,100	345,527	optionsXpress Holdings, Inc.*	4,300	67,381
Hess Corp.	4,500	344,430	PNC Financial Services Group	13,300	807,576
Murphy Oil Corp.	5,200	387,660	Popular, Inc.*	22,599	70,961
Nabors Industries Ltd*	2,700	63,342			

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>	<b>Common Stock</b>	<b>Shares</b>	<b>Value</b>
<b>FINANCIAL - 9.3% (continued)</b>			<b>INDUSTRIAL - 9.3% (continued)</b>		
Principal Financial Group, Inc.	16,400	\$ 533,984	Illinois Tool Works, Inc.	11,100	\$ 592,740
ProLogis	22,800	329,232	Itron, Inc.*	800	44,360
Regions Financial Corp.	55,900	391,300	Jabil Circuit, Inc.	4,100	82,369
RenaissanceRe Holdings Ltd	5,600	356,664	Joy Global, Inc.	9,300	806,775
SLM Corp.*	29,200	367,628	Kansas City Southern*	2,400	114,864
State Street Corp.	12,200	565,348	Landstar System, Inc.	3,200	131,008
SunTrust Banks, Inc.	20,300	599,053	McDermott International, Inc.*	21,700	448,973
SVB Financial Group*	1,300	68,965	Mettler-Toledo International*	1,000	151,210
TCF Financial Corp.	4,700	69,607	National Instruments Corp.	2,250	84,690
TD Ameritrade Holding Corp.	7,800	148,122	Pall Corp.	1,900	94,202
Travelers Cos., Inc.	8,200	456,822	Precision Castparts Corp.	1,700	236,657
US Bancorp.	37,128	1,001,342	Republic Services, Inc.	19,750	589,735
Waddell & Reed Financial, Inc.	1,800	63,522	Rockwell Automation, Inc.	6,900	494,799
Wells Fargo & Co.	56,760	1,758,992	Rockwell Collins, Inc.	2,100	122,346
WR Berkley Corp.	2,300	62,974	Roper Industries, Inc.	1,400	107,002
Zions Bancorporation	1,900	46,037	Stericycle, Inc.*	1,100	89,012
<b>INDUSTRIAL - 9.3%</b>			Terex Corp.*	2,700	83,808
3M Co.	7,500	647,250	TransDigm Group, Inc.*	1,100	79,211
AMETEK, Inc.	3,450	135,413	Trimble Navigation Ltd*	4,700	187,671
Amphenol Corp.	2,800	147,784	Union Pacific Corp.	10,000	926,600
Babcock & Wilcox Co.*	14,500	371,055	United Parcel Service, Inc.	9,100	660,478
Boeing Co.	13,040	850,990	United Technologies Corp.	6,000	472,320
Caterpillar, Inc.	5,800	543,228	Valmont Industries, Inc.	1,000	88,730
CH Robinson Worldwide, Inc.	3,200	256,608	Wabtec Corp.	3,000	158,670
CLARCOR, Inc.	1,500	64,335	Waste Connections, Inc.	2,400	66,072
Cooper Industries PLC	13,600	792,744	Waters Corp.*	1,800	139,878
CSX Corp.	12,400	801,164	Zebra Technologies Corp.*	1,700	64,583
Cummins, Inc.	7,500	825,075	<b>TECHNOLOGY - 6.5%</b>		
Cymer, Inc.*	1,600	72,112	Accenture PLC	11,900	577,031
Dolby Laboratories, Inc.*	2,500	166,750	Adobe Systems, Inc.*	3,800	116,964
Donaldson Co., Inc.	2,000	116,560	Altera Corp.	5,400	192,132
Elbit Systems Ltd	1,100	58,443	Analog Devices, Inc.	11,700	440,739
Emerson Electric Co.	16,400	937,588	ANSYS, Inc.*	3,000	156,210
Embraer SA - ADR	12,400	364,560	Autodesk, Inc.*	4,400	168,080
Expeditors International	4,200	229,320	BMC Software, Inc.*	3,400	160,276
Flowserve Corp.	3,500	417,270	CA, Inc.	6,400	156,416
Fluor Corp.	8,700	576,462	Cerner Corp.*	1,900	180,006
Foster Wheeler AG*	3,300	113,916	Check Point Software Tech.*	14,100	652,266
General Cable Corp.*	3,000	105,270	Citrix Systems, Inc.*	2,300	157,343
General Dynamics Corp.	4,400	312,224	Computer Sciences Corp.	6,100	302,560
Gentex Corp.	4,400	130,064	Dun & Bradstreet Corp.	700	57,463
Goodrich Corp.	5,000	440,350	Electronic Arts, Inc.*	3,200	52,416
Graco, Inc.	2,600	102,570	EMC Corp.*	17,000	389,300
Harsco Corp.	1,700	48,144	Fairchild Semiconductor*	3,800	59,318
Honeywell International, Inc.	5,400	287,064	Fidelity National Information	1,197	32,786
IDEX Corp.	1,725	67,482	Fiserv, Inc.*	1,650	96,624
II-VI, Inc.*	1,900	88,084	Fortinet, Inc.*	2,400	77,640

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<u>Common Stock</u>	<u>Shares</u>	<u>Value</u>	<u>Common Stock</u>	<u>Shares</u>	<u>Value</u>
<b>TECHNOLOGY - 6.5% (continued)</b>			<b>TECHNOLOGY - 6.5% (continued)</b>		
GT Solar International, Inc.*	9,500	\$ 86,640	Salesforce.com, Inc.*	1,000	\$ 132,000
Informatica Corp.*	3,100	136,493	Seagate Technology PLC*	8,500	127,755
Intel Corp.	17,100	359,613	Silicon Laboratories, Inc.*	2,200	101,244
International Bus. Machines	6,900	1,012,644	Solera Holdings, Inc.	2,000	102,640
Intersil Corp.	3,600	54,972	Synopsys, Inc.*	2,100	56,511
Intuit, Inc.*	4,400	216,920	Teradata Corp.*	3,300	135,828
KLA-Tencor Corp.	1,800	69,552	Texas Instruments, Inc.	9,200	299,000
Lam Research Corp.*	2,000	103,560	Varian Semiconductor Equip.*	3,900	144,183
Linear Technology Corp.	14,600	505,014	Xilinx, Inc.	7,800	226,044
Logitech International SA*	3,200	59,360			
Marvell Technology Group*	10,800	200,340	<b>UTILITIES - 2.3%</b>		
Maxim Integrated Products	3,100	73,222	Calpine Corp.*	10,100	134,734
MEMC Electronic Materials*	6,400	72,064	Consolidated Edison, Inc.	5,300	262,721
Microchip Technology, Inc.	11,712	400,668	Duke Energy Corp.	24,500	436,345
MICROS Systems, Inc.*	2,500	109,650	Entergy Corp.	4,000	283,320
Microsoft Corp.	29,200	814,972	Exelon Corp.	5,650	235,266
MSCI, Inc.*	3,600	140,256	NextEra Energy, Inc.	5,700	296,343
National Semiconductor Corp.	27,200	374,272	NRG Energy, Inc.*	15,100	295,053
NetApp, Inc.*	4,000	219,840	Pepco Holdings, Inc.	14,400	262,800
Nuance Communications, Inc.*	11,600	210,888	Progress Energy, Inc.	10,300	447,843
NVIDIA Corp.*	32,500	500,500	SCANA Corp.	15,600	633,360
ON Semiconductor Corp.*	9,700	95,836	Southern Co.	15,800	604,033
Oracle Corp.	10,900	341,170	TECO Energy, Inc.	15,800	281,240
QLogic Corp.*	5,500	93,610			
Red Hat, Inc.*	3,700	168,905	<b>TOTAL COMMON STOCK - 66.2%</b>		
Rovi Corp.*	3,400	210,834	(Cost \$95,447,599)		<u>\$ 122,122,547</u>

\* Securities are non-income producing  
ADR - American Depository Receipt

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Fixed Income Securities	Coupon	Maturity	Principal Amount	Value
<b>BASIC MATERIALS - 1.3%</b>				
Barrick Gold Corp.	6.950	04/01/2019	\$ 1,500,000	\$ 1,840,620
BHP Billiton Finance USA Ltd	7.250	03/01/2016	500,000	595,773
<b>COMMUNICATIONS - 3.8%</b>				
Comcast Holdings Corp.	10.625	07/15/2012	2,000,000	2,265,825
Michigan Bell Telephone Co.	7.850	01/15/2022	2,000,000	2,294,776
Verizon New Jersey, Inc.	8.000	06/01/2022	650,000	767,876
Vodafone Group PLC	5.375	01/30/2015	1,500,000	1,648,703
<b>CONSUMER, CYCLICAL - 0.6%</b>				
Macy's Retail Holdings, Inc.	7.450	09/15/2011	1,000,000	1,037,500
<b>CONSUMER, NON-CYCLICAL - 2.5%</b>				
Genentech, Inc.	4.750	07/15/2015	1,000,000	1,101,093
Pfizer, Inc.	5.350	03/15/2015	1,500,000	1,686,239
Roche Holdings, Inc.^	6.000	03/01/2019	1,500,000	1,744,259
<b>ENERGY - 3.8%</b>				
Marathon Oil Canada Corp.	8.375	05/01/2012	1,350,000	1,468,830
Shell International Finance	4.300	09/22/2019	1,000,000	1,042,555
Statoil ASA	7.500	10/01/2016	1,000,000	1,224,325
Total Capital	2.300	03/15/2016	2,000,000	1,953,732
TransCanada PipeLines Ltd	7.125	01/15/2019	1,000,000	1,224,075
<b>FINANCIAL - 4.1%</b>				
American Honda Finance Corp.^	2.500	09/21/2015	1,000,000	987,529
Berkshire Hathaway Finance Corp.	5.400	05/15/2018	1,000,000	1,097,063
CitiFinancial, Inc.	6.625	06/01/2015	1,250,000	1,358,605
General Electric Capital Corp.	5.625	05/01/2018	1,000,000	1,090,514
Goldman Sachs Group, Inc.	5.950	01/18/2018	1,000,000	1,084,883
HSBC Bank USA	4.875	08/24/2020	1,000,000	994,068
Morgan Stanley	0.739	10/18/2016	1,000,000	923,578
<b>GOVERNMENT - 4.5%</b>				
Federal Farm Credit Bank	4.875	12/16/2015	1,000,000	1,124,092
Federal Farm Credit Bank	1.700	10/28/2016	1,000,000	955,240
Federal Farm Credit Bank	4.250	04/16/2018	1,000,000	1,067,684
Federal Home Loan Banks	1.625	12/11/2015	1,000,000	966,832
Federal Home Loan Banks	5.375	05/15/2019	1,000,000	1,139,747
Federal National Mortgage Assoc.	4.600	06/05/2018	1,000,000	1,101,511
Province of Ontario Canada	1.875	09/15/2015	1,000,000	977,638
United States Treasury Note	2.375	07/31/2017	1,000,000	986,875
<b>INDUSTRIAL - 2.2%</b>				
Boeing Co.	4.875	02/15/2020	1,000,000	1,076,490
Burlington Northern Santa Fe LLC	5.750	03/15/2018	1,000,000	1,126,745
Clark Equipment Co.	8.000	05/01/2023	500,000	557,431
United Parcel Service of America	8.375	04/01/2020	1,000,000	1,325,156
<b>MORTGAGE SECURITIES - 2.9%</b>				
Chase Mortgage Finance Corp.	6.500	05/25/2036	875,794	507,136

**ADVANCE CAPITAL I - BALANCED FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Fixed Income Securities and Short-Term Investments	Coupon	Maturity	Principal Amount	Value
<b>MORTGAGE SECURITIES - 2.9% (continued)</b>				
Fannie Mae Pool	7.000	04/01/2033	\$ 477,972	\$ 543,962
Freddie Mac Gold Pool	6.500	06/01/2024	379,896	425,445
Freddie Mac Gold Pool	7.000	10/01/2031	670,847	763,546
Freddie Mac Gold Pool	6.500	02/01/2032	796,945	896,097
Freddie Mac Gold Pool	6.500	08/01/2032	462,281	519,796
Freddie Mac Gold Pool	6.500	12/01/2032	734,801	828,031
Freddie Mac Gold Pool	6.500	04/01/2033	321,865	361,910
Lehman Mortgage Trust	6.000	09/25/2036	680,669	44,354
MASTR Asset Securitization Trust	6.250	05/25/2036	461,213	406,761
Residential Asset Securitization	6.500	06/25/2037	287,756	2,391
<b>TECHNOLOGY - 0.6%</b>				
Oracle Corp.	5.750	04/15/2018	1,000,000	1,143,945
<b>UTILITIES - 5.5%</b>				
Ameren Illinois Co.	9.750	11/15/2018	1,000,000	1,282,732
Commonwealth Edison Co.	5.800	03/15/2018	1,000,000	1,121,261
Consumers Energy Co.	6.700	09/15/2019	2,000,000	2,384,528
Duke Energy Indiana, Inc.	3.750	07/15/2020	1,000,000	976,238
Entergy Texas, Inc.	3.600	06/01/2015	1,000,000	1,021,208
Michigan Consolidated Gas Co.	8.250	05/01/2014	1,050,000	1,214,674
South Carolina Electric & Gas Co.	6.500	11/01/2018	1,000,000	1,184,653
United Utilities PLC	5.375	02/01/2019	1,000,000	1,027,759
<b>TOTAL FIXED-INCOME SECURITIES - 31.8%</b>				
(Cost \$57,558,860)				58,494,289
<b>SHORT-TERM INVESTMENTS - 0.8%</b>				
Fifth Third Institutional Money Market Fund, 0.11% Yield				
(Cost \$1,475,491)				1,475,491
<b>TOTAL INVESTMENTS IN SECURITIES - 98.8%</b>				
(Cost \$154,481,950)				182,092,327
<b>OTHER ASSETS LESS LIABILITIES - 1.2%</b>				2,266,363
<b>TOTAL NET ASSETS - 100.0%</b>				<u>\$ 184,358,690</u>

^Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities are considered liquid and may be resold in transactions exempt from registration. At December 31, 2010, the aggregate market value of these securities amounted to \$2,731,788 or 1.48% of net assets.

**ADVANCE CAPITAL I - RETIREMENT INCOME FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Fixed Income Securities	Coupon	Maturity	Principal Amount	Value
<b>BASIC MATERIALS - 4.3%</b>				
Barrick Gold Corp.	6.950	04/01/2019	\$ 2,500,000	\$ 3,067,700
Freeport-McMoRan	8.250	04/01/2015	3,000,000	3,161,250
Newmont Mining Corp.	5.125	10/01/2019	3,000,000	3,297,663
Steel Dynamics, Inc.	6.750	04/01/2015	3,025,000	3,062,813
<b>COMMUNICATIONS - 10.2%</b>				
Comcast Cable Communications	8.500	05/01/2027	1,000,000	1,205,932
Comcast Holdings Corp.	10.625	07/15/2012	1,500,000	1,699,370
DISH DBS Corp.	6.625	10/01/2014	2,000,000	2,074,999
GTE Corp.	8.750	11/01/2021	1,500,000	1,935,870
Liberty Media LLC	5.700	05/15/2013	3,000,000	3,090,000
Michigan Bell Telephone Co.	7.850	01/15/2022	3,000,000	3,442,164
News America Holdings, Inc.	8.500	02/23/2025	2,300,000	2,810,676
Qwest Corp.	7.625	06/15/2015	3,000,000	3,382,500
TW, Inc.	9.150	02/01/2023	2,000,000	2,624,512
Verizon New Jersey, Inc.	8.000	06/01/2022	1,000,000	1,181,347
Viacom, Inc.	6.250	04/30/2016	3,000,000	3,414,087
Virgin Media Secured Finance PLC	6.500	01/15/2018	3,000,000	3,157,500
<b>CONSUMER, CYCLICAL - 2.8%</b>				
Wynn Las Vegas LLC	7.750	08/15/2020	3,000,000	3,247,500
GameStop Corp.	8.000	10/01/2012	1,766,000	1,805,735
Royal Caribbean Cruises Ltd	7.250	06/15/2016	3,000,000	3,232,500
<b>CONSUMER, NON-CYCLICAL - 9.0%</b>				
Apria Healthcare Group, Inc.	11.250	11/01/2014	3,000,000	3,277,500
Corrections Corp of America	7.750	06/01/2017	3,000,000	3,183,750
HCA, Inc.	9.250	11/15/2016	3,000,000	3,200,625
Omnicare, Inc.	6.875	12/15/2015	3,000,000	3,052,500
Pfizer, Inc.	5.350	03/15/2015	2,500,000	2,810,398
Roche Holdings, Inc.^	6.000	03/01/2019	3,000,000	3,488,517
UnitedHealth Group, Inc.	5.375	03/15/2016	3,000,000	3,303,684
WellPoint, Inc.	5.875	06/15/2017	3,500,000	3,912,303
<b>ENERGY - 7.1%</b>				
Chesapeake Energy Corp.	7.250	12/15/2018	3,155,000	3,265,425
Husky Energy, Inc.	6.200	09/15/2017	2,575,000	2,866,289
Shell International Finance	4.300	09/22/2019	3,000,000	3,127,665
Statoil ASA	7.500	10/01/2016	3,000,000	3,672,975
Total Capital	2.300	03/15/2016	3,000,000	2,930,598
TransCanada PipeLines Ltd	7.125	01/15/2019	2,000,000	2,448,150

**ADVANCE CAPITAL I - RETIREMENT INCOME FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Fixed Income Securities	Coupon	Maturity	Principal Amount	Value
<b>ENERGY - 7.1% (continued)</b>				
Ultramar Diamond Shamrock Corp.	7.200	10/15/2017	\$ 2,250,000	\$ 2,499,370
<b>FINANCIAL - 16.7%</b>				
American Honda Finance Corp.^	2.500	09/21/2015	3,000,000	2,962,587
Bank of America Corp.	7.750	08/15/2015	1,160,000	1,295,748
Berkshire Hathaway Finance Corp.	5.400	05/15/2018	3,000,000	3,291,189
Citigroup, Inc.	6.125	11/21/2017	3,000,000	3,287,658
Fairfax Financial Holdings Ltd	7.750	06/15/2017	3,000,000	3,127,500
General Electric Capital Corp.	5.625	05/01/2018	3,000,000	3,271,542
Goldman Sachs Group, Inc.	6.150	04/01/2018	3,000,000	3,303,579
Host Hotels & Resorts LP	6.875	11/01/2014	3,500,000	3,605,000
HSBC Bank USA	4.875	08/24/2020	2,000,000	1,988,136
HSBC USA Capital Trust II^	8.380	05/15/2027	1,000,000	1,009,867
Icahn Enterprises LP	7.750	01/15/2016	3,000,000	3,000,000
Invesco Ltd	5.375	02/27/2013	2,000,000	2,115,552
JPMorgan Chase & Co.	4.950	03/25/2020	3,000,000	3,079,710
MetLife, Inc.	2.375	02/06/2014	2,000,000	2,009,492
MetLife, Inc.	6.750	06/01/2016	1,000,000	1,159,963
Morgan Stanley	0.739	10/18/2016	3,000,000	2,770,734
Nationsbank Corp.	10.200	07/15/2015	1,000,000	1,184,734
UBS AG	5.750	04/25/2018	2,000,000	2,173,462
Security Benefit Life Insurance^	8.750	05/15/2016	2,000,000	1,965,000
Wachovia Corp.	5.750	02/01/2018	2,000,000	2,220,604
<b>GOVERNMENT - 14.2%</b>				
Federal Farm Credit Bank	4.875	12/16/2015	3,000,000	3,372,276
Federal Farm Credit Bank	1.700	10/28/2016	3,035,000	2,899,153
Federal Farm Credit Bank	4.670	02/27/2018	3,000,000	3,303,921
Federal Farm Credit Bank	4.250	04/16/2018	2,000,000	2,135,368
Federal Farm Credit Bank	5.050	08/01/2018	1,000,000	1,134,991
Federal Farm Credit Bank	5.150	11/15/2019	2,200,000	2,446,424
Federal Home Loan Banks	1.750	09/11/2015	3,000,000	2,938,740
Federal Home Loan Banks	1.625	12/11/2015	3,000,000	2,900,496
Federal Home Loan Banks	2.600	10/20/2017	3,000,000	2,953,473
Federal Home Loan Banks	5.375	05/15/2019	3,000,000	3,419,241
Federal Home Loan Banks	4.500	09/13/2019	2,000,000	2,150,668
Federal Home Loan Mortgage	1.750	09/10/2015	3,000,000	2,948,781
Federal National Mortgage Assoc.	4.600	06/05/2018	1,000,000	1,101,511
Province of Ontario Canada	1.875	09/15/2015	3,000,000	2,932,914
United States Treasury Note	2.375	07/31/2017	5,000,000	4,934,375

**ADVANCE CAPITAL I - RETIREMENT INCOME FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Fixed Income Securities	Coupon	Maturity	Principal Amount	Value
<b>INDUSTRIAL - 3.9%</b>				
Case New Holland, Inc.^	7.875	12/01/2017	\$ 2,500,000	\$ 2,731,250
Clark Equipment Co.	8.000	05/01/2023	500,000	557,431
Gulfmark Offshore, Inc.	7.750	07/15/2014	2,375,000	2,410,625
L-3 Communications Corp.	5.875	01/15/2015	3,000,000	3,056,250
United Parcel Service of America	8.375	04/01/2020	2,000,000	2,650,312
<b>MORTGAGE SECURITIES - 5.5%</b>				
Banc of America Alternative Loan	6.000	11/25/2046	1,121,166	578,950
Chase Mortgage Finance Corp.	6.500	05/25/2036	1,549,108	897,023
Countrywide Alternative Loan Trust	5.500	09/25/2035	1,477,787	309,480
Countrywide Alternative Loan Trust	6.000	12/25/2036	911,099	122,616
Credit Suisse Mortgage Capital	6.500	03/25/2036	570,687	19,512
Credit Suisse Mortgage Capital	6.250	06/25/2036	1,695,595	77,562
Fannie Mae Pool	7.000	02/01/2032	998,790	1,134,768
Fannie Mae Pool	7.000	03/01/2032	984,078	1,121,608
Fannie Mae Pool	7.000	04/01/2033	747,598	850,813
Freddie Mac Gold Pool	6.500	06/01/2024	886,423	992,705
Freddie Mac Gold Pool	7.000	10/01/2031	1,144,856	1,303,054
Freddie Mac Gold Pool	6.500	02/01/2032	1,276,359	1,435,158
Freddie Mac Gold Pool	7.000	05/01/2032	1,570,651	1,789,462
Freddie Mac Gold Pool	6.500	08/01/2032	616,375	693,062
Freddie Mac Gold Pool	6.500	04/01/2033	965,596	1,085,731
Freddie Mac Gold Pool	7.000	09/01/2033	300,702	343,044
Freddie Mac Gold Pool	6.500	10/01/2038	1,970,564	2,222,506
Lehman Mortgage Trust	6.432	04/25/2036	1,120,431	835,555
Lehman Mortgage Trust	6.000	09/25/2036	1,253,534	81,683
MASTR Alternative Loans Trust	6.500	12/25/2033	188,955	181,999
Residential Asset Securitization	6.500	06/25/2037	517,960	4,304
<b>TECHNOLOGY - 1.5%</b>				
Hewlett-Packard Co.	2.200	12/01/2015	1,000,000	984,864
Oracle Corp.	5.750	04/15/2018	3,000,000	3,431,835
<b>UTILITIES - 13.8%</b>				
AES Corp.	7.750	03/01/2014	3,000,000	3,202,500
Ameren Illinois Co.	9.750	11/15/2018	2,000,000	2,565,464
Baltimore Gas & Electric Co.	6.125	07/01/2013	2,800,000	3,090,209
Calpine Construction Finance Co.^	8.000	06/01/2016	3,000,000	3,187,500
Carolina Power & Light Co.	8.625	09/15/2021	3,000,000	3,964,746
CenterPoint Energy Houston	9.150	03/15/2021	2,300,000	2,989,586

**ADVANCE CAPITAL I - RETIREMENT INCOME FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

Fixed Income Securities, Common Stock and Short-Term Investments	Coupon	Maturity	Shares/Principal Amount	Value
<b>UTILITIES - 13.8% (continued)</b>				
Commonwealth Edison Co.	6.150	09/15/2017	\$ 2,155,000	\$ 2,458,142
Consumers Energy Co.	6.700	09/15/2019	3,000,000	3,576,792
Duke Energy Corp.	5.050	09/15/2019	3,000,000	3,178,794
Entergy Gulf States Louisiana LLC	6.000	05/01/2018	1,000,000	1,098,963
Entergy Texas, Inc.	3.600	06/01/2015	2,000,000	2,042,416
Sempra Energy	6.500	06/01/2016	3,000,000	3,482,730
South Carolina Electric & Gas Co.	6.500	11/01/2018	2,000,000	2,369,306
United Utilities PLC	5.375	02/01/2019	3,000,000	<u>3,083,277</u>
<b>TOTAL FIXED INCOME SECURITIES - 89.0%</b> (Cost \$258,093,656)				260,521,843
<b>COMMON STOCK</b>				
<b>COMMUNICATIONS - 1.1%</b>				
AT&T, Inc.			105,000	3,084,900
<b>CONSUMER, NON-CYCLICAL - 7.0%</b>				
Altria Group, Inc.			125,800	3,097,196
Johnson & Johnson			45,600	2,820,360
Kimberly-Clark Corp.			46,700	2,943,968
Kraft Foods, Inc.			95,300	3,002,903
Merck & Co., Inc.			85,000	3,063,400
PepsiCo., Inc.			44,300	2,894,119
Procter & Gamble Co.			45,700	2,939,881
<b>ENERGY - 1.2%</b>				
Exxon Mobil Corp.			47,003	<u>3,436,859</u>
<b>TOTAL COMMON STOCK - 9.3%</b> (Cost \$26,218,334)				27,283,586
<b>SHORT-TERM INVESTMENTS - 0.5%</b>				
Fifth Third Institutional Money Market Fund, 0.11% Yield (Cost \$1,464,394)				<u>1,464,394</u>
<b>TOTAL INVESTMENTS IN SECURITIES - 98.8%</b> (Cost \$285,776,384)				289,269,823
<b>OTHER ASSETS LESS LIABILITIES - 1.2%</b>				<u>3,458,660</u>
<b>TOTAL NET ASSETS - 100.0%</b>				<u>\$ 292,728,483</u>

^ Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities are considered liquid and may be resold in transactions exempt from registration. At December 31, 2010, the aggregate market value of these securities amounted to \$15,344,721 or 5.24% of net assets.

**ADVANCE CAPITAL I - CORE EQUITY FUND**  
**PORTFOLIO OF INVESTMENTS**  
**DECEMBER 31, 2010**

<u>Common Stock</u>	<u>Shares</u>	<u>Value</u>	<u>Common Stock and Short-Term Investments</u>	<u>Shares</u>	<u>Value</u>
<b>BASIC MATERIALS - 3.3%</b>			<b>FINANCIAL - 17.8%</b>		
Freeport-McMoRan Copper	1,620	\$ 194,546	ACE Ltd	4,450	\$ 277,013
PPG Industries, Inc.	2,005	168,560	Bank of America Corp.	21,265	283,675
<b>COMMUNICATIONS - 18.1%</b>			Berkshire Hathaway, Inc. *	4,291	343,752
AT&T, Inc.	8,785	258,103	Capital One Financial Corp.	2,630	111,933
Cisco Systems, Inc. *	15,135	306,181	Citigroup, Inc. *	46,775	221,246
Google, Inc. *	300	178,191	JPMorgan Chase & Co.	7,510	318,574
Harris Corp.	3,005	136,127	Loews Corp.	6,650	258,752
Liberty Media Corp - Starz*	2,258	150,112	Travelers Cos., Inc.	2,870	159,888
Liberty Media Corp. - Capital*	7,460	466,698	<b>INDUSTRIAL - 9.8%</b>		
Symantec Corp. *	16,680	279,223	Boeing Co.	2,185	142,593
Time Warner, Inc.	7,431	239,055	Foster Wheeler AG*	6,620	228,522
<b>CONSUMER, CYCLICAL - 3.3%</b>			General Dynamics Corp.	2,840	201,526
Wal-Mart Stores, Inc.	3,575	192,800	L-3 Communications Holdings	3,090	217,814
Whirlpool Corp.	1,935	171,886	Northrop Grumman Corp.	4,580	296,692
<b>CONSUMER, NON-CYCLICAL - 19.2%</b>			<b>TECHNOLOGY - 11.9%</b>		
Altria Group, Inc.	6,735	165,816	Computer Sciences Corp.	4,625	229,400
Amgen, Inc. *	4,500	247,050	EMC Corp. *	12,965	296,899
Eli Lilly & Co.	5,465	191,494	International Bus. Machines	1,470	215,737
Forest Laboratories, Inc. *	6,725	215,066	Microsoft Corp.	12,195	340,362
Johnson & Johnson	5,485	339,247	Oracle Corp.	7,625	<u>238,662</u>
Kimberly-Clark Corp.	3,485	219,694	<b>TOTAL COMMON STOCK - 97.9%</b>		
Kraft Foods, Inc.	6,545	206,233	(Cost \$9,732,429)		10,874,432
Pfizer, Inc.	15,345	268,691	<b>SHORT-TERM INVESTMENTS - 2.0%</b>		
Philip Morris International, Inc.	1,825	106,817	Fifth Third Inst. Money Market Fund, 0.11% Yield		
UnitedHealth Group, Inc.	4,955	178,925	(Cost \$220,920)		<u>220,920</u>
<b>ENERGY - 14.5%</b>			<b>TOTAL INVESTMENTS IN SECURITIES - 99.9%</b>		
Apache Corp.	1,010	120,422	(Cost \$9,953,349)		11,095,352
Chevron Corp.	3,610	329,413	<b>OTHER ASSETS LESS LIABILITIES - 0.1%</b>		<u>8,420</u>
ConocoPhillips	5,420	369,102	<b>TOTAL NET ASSETS - 100.0%</b>		<u>\$ 11,103,772</u>
Devon Energy Corp.	3,055	239,848			
National Oilwell Varco, Inc.	3,300	221,925			
Noble Corp. *	5,665	202,637			
Occidental Petroleum Corp.	1,300	127,530			

\* Securities are non-income producing

**ADVANCE CAPITAL I, INC.**  
**STATEMENTS OF ASSETS AND LIABILITIES**  
**DECEMBER 31, 2010**

	<u>EQUITY GROWTH FUND</u>	<u>BALANCED FUND</u>	<u>RETIREMENT INCOME FUND</u>	<u>CORE EQUITY FUND</u>
<b>ASSETS</b>				
Investments in securities at value (Cost \$83,698,616; \$154,481,950; \$285,776,384; \$9,953,349, respectively)	\$ 107,110,795	\$ 182,092,327	\$ 289,269,823	\$ 11,095,352
Cash	97,529	52,000	30,000	0
Receivables				
Dividends and interest	47,844	929,309	3,428,365	11,929
Capital shares receivable	8,437	23,483	1,493	0
Notes receivable from adviser	1,208,054	1,270,097	41,966	0
Prepaid expenses	5,428	8,468	13,698	3,450
Total assets	<u>108,478,087</u>	<u>184,375,684</u>	<u>292,785,345</u>	<u>11,110,731</u>
<b>LIABILITIES</b>				
Accounts payable and accrued expenses	6,814	9,724	13,261	1,022
Capital shares payable	0	404	12,859	0
Distributions payable	1,204	6,866	30,742	5,937
Total liabilities	<u>8,018</u>	<u>16,994</u>	<u>56,862</u>	<u>6,959</u>
Net assets	<u>\$ 108,470,069</u>	<u>\$ 184,358,690</u>	<u>\$ 292,728,483</u>	<u>\$ 11,103,772</u>
<b>NET ASSETS</b>				
Retail shares				
Net assets	108,289,691	184,202,020	292,166,545	10,670,678
Number of shares outstanding (Note 6)	4,587,889	11,638,532	34,431,687	1,089,756
Net asset value	<u>\$ 23.60</u>	<u>\$ 15.83</u>	<u>\$ 8.49</u>	<u>\$ 9.79</u>
Institutional shares				
Net assets	180,378	156,670	561,938	433,094
Number of shares outstanding (Note 6)	7,635	9,925	66,234	43,894
Net asset value	<u>\$ 23.63</u>	<u>\$ 15.79</u>	<u>\$ 8.48</u>	<u>\$ 9.87</u>
Net assets consist of				
Paid-in capital	103,937,949	213,642,911	353,420,216	11,958,564
Accumulated undistributed net realized loss on investments	(18,880,059)	(56,894,598)	(64,185,172)	(1,996,795)
Net unrealized appreciation in value of investments	23,412,179	27,610,377	3,493,439	1,142,003
Net assets	<u>\$ 108,470,069</u>	<u>\$ 184,358,690</u>	<u>\$ 292,728,483</u>	<u>\$ 11,103,772</u>

**ADVANCE CAPITAL I, INC.**  
**STATEMENTS OF OPERATIONS**  
**YEAR ENDED DECEMBER 31, 2010**

	<b>EQUITY GROWTH FUND</b>	<b>BALANCED FUND</b>	<b>RETIREMENT INCOME FUND</b>	<b>CORE EQUITY FUND</b>
<b>INVESTMENT INCOME</b>				
Interest	\$ 324	\$ 1,955,661	\$ 13,756,924	\$ 449
Interest from adviser	112,965	118,766	3,924	0
Dividends	961,026	2,409,798	517,428	184,142
Other income	33,931	70,819	111,894	0
Total investment income	<u>1,108,246</u>	<u>4,555,044</u>	<u>14,390,170</u>	<u>184,591</u>
<b>EXPENSES</b>				
Investment advisory fees	691,441	1,269,336	1,559,580	81,227
Distribution fees - Retail Class	246,549	452,974	776,015	24,403
Transfer agent and shareholder reporting costs	55,176	92,601	157,538	17,566
Custodian fees	15,271	23,272	23,509	7,042
Directors fees and expenses	13,726	25,264	43,506	1,416
Professional fees	20,769	36,097	59,805	2,195
Registration and filing fees	8,211	9,196	10,684	6,744
Other operating expenses	3,065	6,067	11,141	327
Total expenses	<u>1,054,208</u>	<u>1,914,807</u>	<u>2,641,778</u>	<u>140,920</u>
Less: Waiver from adviser	0	0	0	(12,317)
Net expenses	<u>1,054,208</u>	<u>1,914,807</u>	<u>2,641,778</u>	<u>128,603</u>
<b>NET INVESTMENT INCOME</b>	<u>54,038</u>	<u>2,640,237</u>	<u>11,748,392</u>	<u>55,988</u>
<b>NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>				
Net realized gain (loss) on investments	6,408,078	5,386,768	(431,648)	170,261
Net change in unrealized gain on investments	<u>17,959,931</u>	<u>17,382,482</u>	<u>13,981,258</u>	<u>1,170,191</u>
<b>NET GAIN ON INVESTMENTS</b>	<u>24,368,009</u>	<u>22,769,250</u>	<u>13,549,610</u>	<u>1,340,452</u>
<b>NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS</b>	<u>\$ 24,422,047</u>	<u>\$ 25,409,487</u>	<u>\$ 25,298,002</u>	<u>\$ 1,396,440</u>

**ADVANCE CAPITAL I, INC.**  
**STATEMENTS OF CHANGES IN NET ASSETS**  
**YEARS ENDED DECEMBER 31, 2010 AND 2009**

	EQUITY GROWTH FUND		BALANCED FUND	
	2010	2009	2010	2009
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
Operations:				
Net investment income	\$ 54,038	\$ 100,974	\$ 2,640,237	\$ 5,593,839
Net realized gain (loss) on investments	6,408,078	(8,563,064)	5,386,768	(20,703,829)
Net change in unrealized gain on investments	<u>17,959,931</u>	<u>39,707,704</u>	<u>17,382,482</u>	<u>51,619,116</u>
Net increase in net assets resulting from operations	24,422,047	31,245,614	25,409,487	36,509,126
Distributions to Shareholders:				
Net investment income				
Retail shares	(53,948)	(161,087)	(4,009,697)	(5,676,145)
Institutional shares	<u>(90)</u>	<u>(230)</u>	<u>(3,547)</u>	<u>(4,080)</u>
Total distributions to shareholders	(54,038)	(161,317)	(4,013,244)	(5,680,225)
Share Transactions:				
Retail shares				
Net proceeds from sale of shares	3,892,855	6,211,196	11,194,452	11,827,699
Reinvestment of distributions	52,744	157,883	3,939,643	5,591,098
Cost of shares reacquired	<u>(18,943,431)</u>	<u>(22,433,720)</u>	<u>(41,435,593)</u>	<u>(59,299,141)</u>
Net change	<u>(14,997,832)</u>	<u>(16,064,641)</u>	<u>(26,301,498)</u>	<u>(41,880,344)</u>
Institutional shares				
Net proceeds from sale of shares	153,482	31,090	0	0
Reinvestment of distributions	90	230	2	2
Cost of shares reacquired	<u>(154,982)</u>	<u>(23,551)</u>	<u>0</u>	<u>0</u>
Net change	<u>(1,410)</u>	<u>7,769</u>	<u>2</u>	<u>2</u>
Net decrease derived from share transactions	(14,999,242)	(16,056,872)	(26,301,496)	(41,880,342)
<b>NET ASSETS</b>				
Beginning of year	<u>99,101,302</u>	<u>84,073,877</u>	<u>189,263,943</u>	<u>200,315,384</u>
End of year	<u>\$ 108,470,069</u>	<u>\$ 99,101,302</u>	<u>\$ 184,358,690</u>	<u>\$ 189,263,943</u>
<b>NUMBER OF SHARES</b>				
Retail shares				
Sold	193,658	413,293	758,499	953,744
Shares issued from reinvestment of distributions	2,235	8,525	271,968	455,411
Reacquired	<u>(951,662)</u>	<u>(1,604,811)</u>	<u>(2,852,127)</u>	<u>(4,909,138)</u>
Net change	<u>(755,769)</u>	<u>(1,182,993)</u>	<u>(1,821,660)</u>	<u>(3,499,983)</u>
Institutional shares				
Sold	7,840	1,937	0	0
Shares issued from reinvestment of distributions	4	12	0	0
Reacquired	<u>(7,849)</u>	<u>(1,529)</u>	<u>0</u>	<u>0</u>
Net change	<u>(5)</u>	<u>420</u>	<u>0</u>	<u>0</u>
Net decrease in shares outstanding	(755,774)	(1,182,573)	(1,821,660)	(3,499,983)
Outstanding:				
Beginning of year	<u>5,351,298</u>	<u>6,533,871</u>	<u>13,470,117</u>	<u>16,970,100</u>
End of year	<u>4,595,524</u>	<u>5,351,298</u>	<u>11,648,457</u>	<u>13,470,117</u>

**ADVANCE CAPITAL I, INC.**  
**STATEMENTS OF CHANGES IN NET ASSETS**  
**YEARS ENDED DECEMBER 31, 2010 AND 2009**

	RETIREMENT INCOME FUND		CORE EQUITY FUND	
	2010	2009	2010	2009
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
Operations:				
Net investment income	\$ 11,748,392	\$ 19,072,140	\$ 55,988	\$ 58,974
Net realized gain (loss) on investments	(431,648)	(9,380,663)	170,261	(829,180)
Net change in unrealized gain on investments	<u>13,981,258</u>	<u>41,919,561</u>	<u>1,170,191</u>	<u>3,354,602</u>
Net increase in net assets resulting from operations	25,298,002	51,611,038	1,396,440	2,584,396
Distributions to Shareholders:				
Net investment income				
Retail shares	(15,207,664)	(19,717,218)	(53,821)	(56,786)
Institutional shares	<u>(81,074)</u>	<u>(103,973)</u>	<u>(2,167)</u>	<u>(2,188)</u>
Total distributions to shareholders	(15,288,738)	(19,821,191)	(55,988)	(58,974)
Share Transactions:				
Retail shares				
Net proceeds from sale of shares	17,373,301	24,166,159	1,449,599	923,983
Reinvestment of distributions	14,863,465	19,345,674	47,884	49,804
Cost of shares reacquired	<u>(69,364,004)</u>	<u>(96,634,621)</u>	<u>(1,882,946)</u>	<u>(2,123,586)</u>
Net change	<u>(37,127,238)</u>	<u>(53,122,788)</u>	<u>(385,463)</u>	<u>(1,149,799)</u>
Institutional shares				
Net proceeds from sale of shares	1,112,000	0	0	300,000
Reinvestment of distributions	0	2,204	2,167	2,188
Cost of shares reacquired	<u>(2,278,575)</u>	<u>(331,579)</u>	<u>0</u>	<u>0</u>
Net change	<u>(1,166,575)</u>	<u>(329,375)</u>	<u>2,167</u>	<u>302,188</u>
Net decrease derived from share transactions	(38,293,813)	(53,452,163)	(383,296)	(847,611)
<b>NET ASSETS</b>				
Beginning of year	<u>321,013,032</u>	<u>342,675,348</u>	<u>10,146,616</u>	<u>8,468,805</u>
End of year	<u>\$ 292,728,483</u>	<u>\$ 321,013,032</u>	<u>\$ 11,103,772</u>	<u>\$ 10,146,616</u>
<b>NUMBER OF SHARES</b>				
Retail shares				
Sold	2,039,793	3,128,915	161,409	128,387
Shares issued from reinvestment of distributions	1,746,759	2,470,138	4,891	5,777
Reacquired	<u>(8,168,331)</u>	<u>(12,494,358)</u>	<u>(209,221)</u>	<u>(302,300)</u>
Net change	<u>(4,381,779)</u>	<u>(6,895,305)</u>	<u>(42,921)</u>	<u>(168,136)</u>
Institutional shares				
Sold	132,585	0	0	43,415
Shares issued from reinvestment of distributions	0	297	220	253
Reacquired	<u>(268,517)</u>	<u>(45,066)</u>	<u>0</u>	<u>0</u>
Net change	<u>(135,932)</u>	<u>(44,769)</u>	<u>220</u>	<u>43,668</u>
Net decrease in shares outstanding	(4,517,711)	(6,940,074)	(42,701)	(124,468)
Outstanding:				
Beginning of year	<u>39,015,632</u>	<u>45,955,706</u>	<u>1,176,351</u>	<u>1,300,819</u>
End of year	<u>34,497,921</u>	<u>39,015,632</u>	<u>1,133,650</u>	<u>1,176,351</u>

## NOTES TO FINANCIAL STATEMENTS

### **Note 1. ORGANIZATION OF THE COMPANY**

Advance Capital I, Inc. (the “COMPANY”) is a Maryland Corporation organized on March 6, 1987 that commenced operations on August 5, 1987. The COMPANY is registered under the Investment Company Act of 1940, as amended, as an open-end, diversified management investment company (a mutual fund) offering shares in the following portfolios: Equity Growth Fund, Balanced Fund, Retirement Income Fund and the Core Equity Fund (collectively the “Funds”). Advance Capital Management, Inc. (“MANAGEMENT” or “Adviser”) (a wholly owned subsidiary of Advance Capital Group, Inc.) is the COMPANY’s investment adviser.

The Funds offer Retail Class shares and Institutional Class shares, each of which has equal rights and voting privileges with respect to the Fund in general and exclusive voting rights on matters that affect that class alone. The two share classes have different fees and expenses (“class-specific fees and expenses”), primarily due to different arrangements for distribution. Differences in class-specific fees and expenses will result in differences in net investment income and, therefore, the payment of different per-share dividends by each class.

Under the COMPANY’s organizational documents, its officers and directors are indemnified against certain liabilities arising out of the performance of their duties to the Funds. In addition, in the normal course of business, the Funds enter into contracts with their vendors and others that provide for general indemnifications. The Funds’ maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Funds. However, based on experience, the Funds expect that risk of loss to be remote.

### **Note 2. ACCOUNTING POLICIES**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from these estimates.

The following is a summary of significant accounting policies followed by the COMPANY.

#### ***Security Valuation***

Equity securities for which exchange quotations are readily available are valued at the last quoted market price at the time the valuations are made and debt securities are valued using prices furnished by an independent third party pricing service. The independent third party pricing service may use a matrix, formula or other objective method that considers the effect of market indices, yield curves and other specific adjustments to determine market price. When reliable market quotations are not readily available or are considered unreliable, securities are priced at their fair value, determined according to procedures adopted by the Board of Directors, which may include using an independent pricing service. Fair value procedures may also be used if the COMPANY determines that a significant event has occurred between the time at which a market price is determined but prior to the time at which a fund’s net asset value is calculated. Money market instruments or short-term debt held by the Funds with a remaining maturity of sixty days or less are valued at amortized cost which approximates value.

#### ***Fair Value Measurement***

As described above, the Funds utilize various methods to measure the fair value of their investments on a recurring basis. Generally accepted accounting principles (“GAAP”) establish a hierarchy that prioritizes inputs to valuation methods.

## Note 2. ACCOUNTING POLICIES (Continued)

The three levels of the fair value hierarchy are described below:

Level 1 – quoted prices in active markets for identical securities

Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)

Level 3 – significant unobservable inputs (including the Funds' own assumptions in determining the fair value of investments.)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value each Fund's investments as of December 31, 2010:

Valuation Inputs	Equity Growth Fund	Balanced Fund	Retirement Income Fund	Core Equity Fund
Level 1 - Quoted Prices:				
Common Stock*	\$106,388,243	\$122,122,547	\$27,283,586	\$10,874,432
Short-term Investments	722,552	1,475,491	1,464,394	220,920
Level 2 - Other Significant Observable Inputs:				
Fixed Income Securities*	0	58,494,289	259,942,893	0
Level 3 - Significant Unobservable Inputs:				
Fixed Income Securities*	0	0	578,950	0
<b>Total Value of Investments</b>	<b>\$107,110,795</b>	<b>\$182,092,327</b>	<b>\$289,269,823</b>	<b>\$11,095,352</b>

\* Please refer to the Schedule of Investments to view common stock and fixed income securities segregated by industry type.

The following is a reconciliation of the Level 3 investments in fixed income securities for the year ended December 31, 2010:

Valuation Inputs	Equity Growth Fund	Balanced Fund	Retirement Income Fund	Core Equity Fund
Balance as of 12/31/09	\$0	\$0	\$530,000	\$0
Accrued discounts/premiums	0	0	0	0
Realized gain/loss	0	0	0	0
Change in unrealized appreciation (depreciation)	0	0	1,170,000	0
Net purchases (sales)	0	0	0	0
Transfers in to (out of) level 3 to level 2**	0	0	(1,121,050)	0
<b>Balance as of 12/31/10</b>	<b>\$0</b>	<b>\$0</b>	<b>\$578,950</b>	<b>\$0</b>

\*\* Transfers made during the year ending December 31, 2010 resulted from inputs with a higher priority in the fair value hierarchy becoming available. It is the Funds' policy to consider transfers into or out of Level 1 and Level 2 as of the end of the reporting period.

## Note 2. ACCOUNTING POLICIES (Continued)

### **Allocation of Income, Expenses, Gains and Losses**

Income, fees and expenses of the COMPANY (other than class-specific fees and expenses) and realized and unrealized gains and losses are allocated on a daily basis to each class of shares or Fund based upon their relative net assets. Class-specific fees and expenses are charged directly to the respective share class. Fund-specific fees and expenses are charged directly to the respective Fund.

### **Federal Income Taxes**

It is each Fund's policy to meet the requirements to qualify each year as a registered investment company under Subchapter M of the Internal Revenue Code. Each Fund intends to distribute all of its taxable income to its shareholders. Therefore, no federal income tax provision is provided. Capital losses are available to offset future capital gains, if any.

As of and during the year ending December 31, 2010, there is no tax liability resulting from unrecognized tax benefits related to uncertain tax positions taken or expected to be taken in future tax returns. The Funds are also not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months. Differences between tax positions taken in a tax return and amounts recognized in the financial statements will generally result in an increase in a liability for taxes payable (or a reduction of a tax refund receivable), including the recognition of any related interest and penalties as an operating expense. During the period, the Funds did not incur any interest or penalties. The Funds are not subject to examination by U.S. federal tax authorities for tax years before 2007.

### **Dividends**

Income dividends in the Balanced Fund and Retirement Income Fund are declared daily, except on Saturdays, Sundays and holidays and are paid monthly on the last business day of the month. Income dividends in the Equity Growth Fund and Core Equity Fund, if any, are declared annually and paid on the last business day of the year. Capital gain distributions, if any, are declared annually and paid in December. Dividends to shareholders are recorded on the ex-dividend date.

The amount of distributions from net investment income and net realized gains are determined in accordance with federal income tax regulations which may differ from generally accepted accounting principles. These "book/tax" differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the composition of net assets based on their federal tax-basis treatment; temporary differences do not require a reclassification. As of December 31, 2010, the Funds made reclassifications to increase or (decrease) the components of net assets as detailed below:

	Undistributed net investment income	Accumulated net realized loss on investments	Paid-in capital
Equity Growth Fund	\$0	\$915	(\$915)
Balanced Fund	1,373,007	(1,372,636)	(371)
Retirement Income Fund	3,540,346	1,189,731	(4,730,077)
Core Equity Fund	0	0	0

### **Other**

Security transactions are accounted for on the trade date, the date the order to buy or sell is executed. Interest income is recorded on the accrual basis. Dividend income is recorded on the ex-dividend date. Premium and discount on fixed income securities are amortized using the effective interest method. Realized gains and losses on security transactions are determined on the specific identification method for book and tax purposes. Paydown gains and losses on mortgage-backed and asset-backed securities are recorded as adjustments to interest income in the Statement of Operations. Net investment losses, for which no carryover is permitted, are offset against paid in capital. MANAGEMENT has evaluated subsequent events through the date the financial statements were issued.

### Note 3. TRANSACTIONS WITH AFFILIATES

T. Rowe Price Associates, Inc. (“TRPA”) serves as sub-adviser for that portion of the portfolio of assets of the Equity Growth Fund and Balanced Fund which are determined by MANAGEMENT to be invested in common stocks. Seizert Capital Partners, LLC (“Seizert”) serves as sub-adviser for the Core Equity Fund. Advance Capital Services, Inc. (“SERVICES”) (also a wholly owned subsidiary of Advance Capital Group, Inc.) is the distributor of the COMPANY’s shares. Advance Capital Group, Inc. (“GROUP”) is the COMPANY’s Administrator, Transfer Agent and Dividend Disbursing Agent. For services provided by MANAGEMENT, the COMPANY pays a fee on an annual basis equal to .70% of the average daily net assets for the first \$500 million and .65% of the average daily net assets exceeding \$500 million of the Equity Growth and Balanced Funds and .50% of the average daily net assets for the first \$500 million and .45% of the average daily net assets exceeding \$500 million of the Retirement Income Fund and .80% of the average daily net assets of the Core Equity Fund. For its services, TRPA is paid a fee by MANAGEMENT on an annual basis equal to .20% of the average daily net assets of the Equity Growth Fund and that portion of the Balanced Fund invested in common stocks for the first \$100 million of assets managed and .15% of the average daily net assets exceeding \$100 million. For its services, Seizert is paid a fee by MANAGEMENT on an annual basis equal to .40% of the average daily net assets of the Core Equity Fund. GROUP provides administrative, transfer agent and dividend disbursing agent services to the COMPANY. The COMPANY will compensate SERVICES for expenses incurred in connection with the distribution of Retail Class shares of the Equity Growth, Balanced Retirement Income and Core Equity, at .25% of each fund’s average daily net assets.

The COMPANY was charged investment advisory fees of \$3,601,584 by MANAGEMENT for 2010. The COMPANY was charged distribution fees of \$1,499,941 by SERVICES for Retail Class shares for 2010.

Certain officers and directors of GROUP, MANAGEMENT, and SERVICES, are also officers and directors of the COMPANY. Director’s fees are only paid to independent directors and consist of a \$17,200 annual retainer. The Chairman of the Board receives an additional 50% in compensation.

### Note 4. NOTE RECEIVABLE FROM ADVISER

During October 2008, the COMPANY determined it had incorrectly valued the securities purchased with the cash collateral received from the securities lending program resulting in an overstatement of net assets. Reimbursements to the Funds impacted by this error are represented as receivables from the Adviser. The receivables were established as unsecured promissory notes. The terms of the notes include payment over 7 years at an interest rate of 3.5% above the prime rate (prime rate at December 31, 2010: 3.25%), reset from time to time as the prime rate changes, with interest and principal payable over 84 monthly installments. The effective date of the notes is January 1, 2009. The notes may be repaid in full or in part at any time without penalty. On December 31, 2010, MANAGEMENT made an additional lump sum payment towards the principal balance of the notes.

### Note 5. INVESTMENT PORTFOLIO TRANSACTIONS

The cost of purchases and proceeds from sales of investments, other than short-term obligations and U.S. Government securities, for 2010 were as follows:

	Equity Growth Fund	Balanced Fund	Retirement Income Fund	Core Equity Fund
Purchases	\$25,330,487	\$69,184,804	\$221,891,988	\$3,447,532
Sales	40,197,536	93,562,004	250,871,998	3,539,912

## Note 5. INVESTMENT PORTFOLIO TRANSACTIONS (Continued)

At December 31, 2010 the gross unrealized net appreciation and depreciation of securities for financial reporting purposes consisted of the following:

	Equity Growth Fund	Balanced Fund	Retirement Income Fund	Core Equity Fund
Unrealized Appreciation	\$29,675,561	\$31,753,942	\$12,632,724	\$1,515,221
Unrealized Depreciation	(6,334,717)	(4,196,291)	(9,139,285)	(375,908)
Net Unrealized Appreciation/(Depreciation)*	\$23,340,844	\$27,557,651	\$3,493,439	\$1,139,313
Tax Cost	\$83,769,951	\$154,534,676	\$285,776,384	\$9,956,039

\*The differences between book basis and tax basis unrealized appreciation is attributable primarily to tax deferral of losses on wash sales and the classification of distributions from the Funds' investments in partnerships.

## Note 6. AUTHORIZED SHARES

The COMPANY has one billion authorized shares of common stock, par value of \$.001 per share. Each of the COMPANY's three portfolios has 150 million shares authorized for Retail Class shares and 100 million shares authorized for Institutional Class shares.

## Note 7. FEDERAL INCOME TAX INFORMATION

The tax characteristics of distributions paid to shareholders during the years ended December 31, 2010 and 2009 were as follows:

2010	Distributions Paid from Ordinary Income	Long Term Capital Gain	Return of Capital	Total Distributions Paid
Equity Growth Fund	\$54,038	\$0	\$0	\$54,038
Balanced Fund	4,013,244	0	0	4,013,244
Retirement Income Fund	15,288,738	0	0	15,288,738
Core Equity Fund	55,988	0	0	55,988

## Note 7. FEDERAL INCOME TAX INFORMATION (Continued)

2009	Distributions Paid from Ordinary Income	Long Term Capital Gain	Return of Capital	Total Distributions Paid
Equity Growth Fund	\$161,317	\$0	\$0	\$161,317
Balanced Fund	5,680,225	0	0	5,680,225
Retirement Income Fund	19,821,191	0	0	19,821,191
Core Equity Fund	58,974	0	0	58,974

As of December 31, 2010 the components of accumulated earnings/(deficit) on a tax basis were as follows:

	Undistributed Ordinary Income	Distributions Payable	Accumulated Capital and Other Losses	Unrealized Appreciation/ (Depreciation)	Total Accumulated Earnings/ (Deficit)
Equity Growth Fund	\$0	\$0	(\$18,808,724)	\$23,340,844	\$4,532,120
Balanced Fund	0	0	(56,841,872)	27,557,651	(29,284,221)
Retirement Income Fund	0	0	(64,185,172)	3,493,439	(60,691,733)
Core Equity Fund	0	0	(1,994,105)	1,139,313	(854,792)

At December 31, 2010, capital loss carryovers and their expiration dates were as follows:

	Equity Growth Fund	Balanced Fund	Retirement Income Fund	Core Equity Fund
December 31, 2014	\$0	\$0	\$4,753,678	\$0
December 31, 2015	0	0	4,259,949	0
December 31, 2016	10,245,660	36,115,337	41,071,960	1,167,245
December 31, 2017	8,563,064	20,726,535	10,127,592	826,860
December 31, 2018	0	0	3,971,993	0
Total	\$18,808,724	\$56,841,872	\$64,185,172	\$1,994,105

Capital loss carryover of \$4,730,077 for the Retirement Income Fund expired on December 31, 2010.

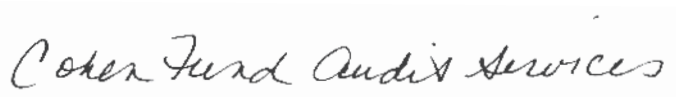
## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To The Shareholders and Board of Directors  
Advance Capital I, Inc.

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, for Advance Capital I, Inc., comprised of the Equity Growth Fund, Balanced Fund, Retirement Income Fund and Core Equity Fund (the "Funds") as of December 31, 2010, and the related statements of operations for the year then ended, and statements of changes in net assets and the financial highlights for the two years in the period then ended. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits. The financial highlights for the years indicated prior to December 31, 2009 were audited by another independent registered public accounting firm, who expressed unqualified opinions on those financial highlights.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2010 by correspondence with the Funds' custodian. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of Advance Capital I, Inc. as of December 31, 2010, and the results of its operations for the year then ended, and the changes in its net assets and its financial highlights for each of the two years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in cursive script that reads "Cohen Fund Audit Services". The signature is written in black ink on a light-colored background.

COHEN FUND AUDIT SERVICES, LTD.  
Westlake, Ohio  
February 17, 2011

## ADDITIONAL INFORMATION (UNAUDITED)

### MANAGEMENT OF THE FUND

Advance Capital I, Inc. is managed by a Board of Directors. The Directors are responsible for managing the company's business affairs and for exercising all the company's powers except those reserved for the shareholders. Officers and Directors of the COMPANY, their addresses, and principal occupations during the last five years, are as follows:

Name and Address	Position(s) & Office(s)	Year Elected*	Principal Occupations During past 5 Years	Number of Portfolios Overseen	Other Directorships Held**
<b>"INTERESTED" DIRECTORS***</b>					
Robert J. Cappelli One Towne Square Suite 444 Southfield, MI 48076 Age 59	Director and President	2004	President and Treasurer, Advance Capital I, Inc. and Advance Capital Group, Inc.; Vice President & Treasurer, Advance Capital Services, Inc. and Advance Capital Management, Inc.	4	None
	Treasurer	1987			
<b>"NOT-INTERESTED" DIRECTORS</b>					
Joseph A. Ahern One Towne Square Suite 444 Southfield, MI 48076 Age 52	Director	1995	Attorney; President and Shareholder; Ahern Fleury since March 2009; Attorney; President and Shareholder; Stark, Reagan, P.C., from prior to 2005 until March 2009 (law firms)	4	None
	Independent Chairman	2005			
Susan E. Burns One Towne Square Suite 444 Southfield, MI 48076 Age 49	Director	2008	President, St. John Health Foundation since July 2008; President, Wayne State University Foundation and Vice President, Development and Alumni Affairs from prior to 2005 until July 2008	4	None
Janice E. Loichle One Towne Square Suite 444 Southfield, MI 48076 Age 62	Director	2001	Retired; Former Vice President, Chief Integration Officer and Chief of Local Exchange Operations, XO Communications, Inc. (formerly NEXTLINK Communications); President, NEXTLINK Solutions (Telecommunications)	4	None

## THE FUND (Continued)

Name and Address	Position(s) & Office(s)	Year Elected*	Principal Occupations During past 5 Years	Number of Portfolios Overseen	Other Directorships Held**
Thomas L. Saeli One Towne Square Suite 444 Southfield, MI 48076 Age 53	Director	2000	Chief Executive Officer, Noble International, Ltd., March 2006 to April 2009; Vice President-Corporate Development, Lear Corporation, from prior to 2005 until March 2006 (Automotive Suppliers)	4	Noble International, Ltd. (2006 to 2009); Ultralife Corporation (2010 to date)
<b>OTHER OFFICERS</b>					
Christopher M. Kostiz One Towne Square Suite 444 Southfield, MI 48076 Age 42	Vice President	2003	Vice President, Advance Capital I, Inc.; President and Senior Portfolio Manager, Advance Capital Management, Inc.	4	None
Kathy J. Harkleroad One Towne Square Suite 444 Southfield, MI 48076 Age 58	Vice President, Chief Compliance Officer and Secretary	1996	Vice President, Chief Compliance Officer and Secretary, Advance Capital I, Inc. and Advance Capital Group, Inc.; Marketing Director, Advance Capital Services, Inc.	4	None
Julie A. Katynski One Towne Square Suite 444 Southfield, MI 48076 Age 45	Vice President and Assistant Secretary	2003	Vice President and Assistant Secretary, Advance Capital I, Inc.; Vice President - Finance, Advance Capital Group, Inc.; Controller, Advance Capital Group, Inc.	4	None

\*There is no set term of office for Directors and Officers. The Independent Directors have adopted a retirement policy, which calls for the retirement of Directors in the year in which they reach the age of 70.

\*\*This column includes only directorships of companies required to register or file reports with the Commission under the Securities Exchange Act of 1934 (that is, "public companies") or other investment companies registered under the 1940 Act.

\*\*\*Officers of the Funds are "interested persons" as defined in the Investment Company Act of 1940.

**EXPENSE EXAMPLES:**

As a shareholder of the Advance Capital I, Inc. Funds, you incur ongoing costs, including management fees; distribution (and/or service) 12b-1 fees; and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Advance Capital I, Inc. Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from July 1, 2010 through December 31, 2010.

**ACTUAL EXPENSES**

The table below provides information about actual account values and actual expenses. You may use the information below, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the table under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during the period.

	<b>Beginning Account Value 7/1/10</b>	<b>Ending Account Value 12/31/10</b>	<b>Expense Paid During Period* 7/1/10 - 12/31/10</b>	<b>Expense Ratio During Period 7/1/10 - 12/31/10</b>
<b>Equity Growth Fund</b>				
Retail shares	\$1,000.00	\$1,310.30	\$6.23	1.07%
Institutional shares	1,000.00	1,312.70	4.78	0.82%
<b>Balanced Fund</b>				
Retail shares	\$1,000.00	\$1,169.70	\$5.80	1.06%
Institutional shares	1,000.00	1,171.60	4.43	0.81%
<b>Retirement Income Fund</b>				
Retail shares	\$1,000.00	\$1,021.30	\$4.33	0.85%
Institutional shares	1,000.00	1,021.40	3.06	0.60%
<b>Core Equity Fund</b>				
Retail shares	\$1,000.00	\$1,208.80	\$7.13	1.28%
Institutional shares	1,000.00	1,211.20	5.74	1.03%

\*Expenses are equal to the average account value times each Fund’s annualized expense ratio multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year.

## HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The table below provides information about the hypothetical values and hypothetical expenses based on each Advance Capital I, Inc. Funds' actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds.

	<b>Beginning Account Value 7/1/10</b>	<b>Ending Account Value 12/31/10</b>	<b>Expense Paid During Period* 7/1/10 - 12/31/10</b>	<b>Expense Ratio During Period 7/1/10 - 12/31/10</b>
<b>Equity Growth Fund</b>				
Retail shares	\$1,000.00	\$1,019.81	\$5.45	1.07%
Institutional shares	1,000.00	1,021.07	4.18	0.82%
<b>Balanced Fund</b>				
Retail shares	\$1,000.00	\$1,019.86	\$5.40	1.06%
Institutional shares	1,000.00	1,021.12	4.13	0.81%
<b>Retirement Income Fund</b>				
Retail shares	\$1,000.00	\$1,020.92	\$4.33	0.85%
Institutional shares	1,000.00	1,022.18	3.06	0.60%
<b>Core Equity Fund</b>				
Retail shares	\$1,000.00	\$1,018.75	\$6.51	1.28%
Institutional shares	1,000.00	1,020.01	5.24	1.03%

\*Expenses are equal to the average account value times each Fund's annualized expense ratio multiplied by the number of days in the most recent fiscal half-year divided by the number of days in the fiscal year.

## PROXY VOTING

The policies and procedures that Advance Capital I, Inc. uses to determine how to vote proxies relating to portfolio securities is available on the SEC's website at [www.sec.gov](http://www.sec.gov). Information on how the Funds voted proxies relating to portfolio securities during the 12 month period ended June 30, 2010 is available at (1) without charge, upon request, by calling (800) 345-4783, and (2) on the SEC's website at [www.sec.gov](http://www.sec.gov).

## QUARTERLY PORTFOLIO SCHEDULE

The Advance Capital I, Inc. Funds file with the SEC a complete schedule of its portfolio holdings as of the close of the first and third quarters of its fiscal year, on "Form N-Q". These filings are available on the SEC's website at [www.sec.gov](http://www.sec.gov) and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. (Call 1-800-SEC-0330 for information on the operation of the Public Reference Room.) This information is also available without charge, upon request, by calling (800) 345-4783.

## **BOARD OF DIRECTORS' APPROVAL OF THE INVESTMENT ADVISORY AGREEMENTS**

The Investment Company Act of 1940 requires that the Board of Directors, including a majority of the Independent Directors voting separately, annually approve the Company's investment advisory agreement and any sub-advisory agreement (collectively, the "Agreements"). The Directors must determine that the terms of the Agreements are fair and reasonable and that renewal of the Agreements will enable the Funds to receive quality investment advisory services at a cost deemed reasonable and that renewal is in the best interests of the Advance Capital I, Inc. Funds ("the Funds") and their shareholders.

### ***Factors Considered***

The Board specifically considered the renewal of these Agreements at its meeting on August 6, 2010. Each Director relied upon personal knowledge of the Advisor, its services and the Funds. In addition, the Directors considered a number of factors in renewing the Agreements including, among other things, (i) the nature, extent and quality of services furnished by the Advisors to the Fund; (ii) the investment performance of the Funds compared to relevant indices and the performance of peer groups of other open-end investment companies pursuing similar strategies, (iii) the advisory fees and other expenses paid by the Funds compared to those of similar funds managed by other investment advisors; (iv) the profitability of the Advisors as they relate to their investment advisory relationship with the Funds, (v) the extent to which economies of scale would be realized as the Funds grow and whether fee levels reflect these economies, (vi) the record of compliance with the Funds' investment policies and restrictions, (vii) the Funds' Code of Ethics as well as the structure and responsibilities of the Advisor's compliance department, and (viii) the disclosures included in the Company's reports to shareholders.

### ***Deliberative Process***

To assist the Directors in their evaluation of the quality of the Advisor's services and the reasonableness of the Advisor's fees under the Agreements, the Directors received information from independent legal counsel outlining the factors appropriate for consideration when evaluating investment advisory contracts as well as the duties of directors in approving such contracts. The Directors also requested and received various materials relating to the Advisor's investment services under the Agreements. These materials included a report prepared by the Advisor comparing the Funds advisory fees and expenses to a group of several hundred funds determined to be similar to each of the funds (called the "peer group"). The Advisor's report also included a performance comparison for the Funds against appropriate indexes. In addition, the Board received reports and presentations from the Advisors that described, among other things, the Advisor's financial condition, profitability from their relationship with the Funds, soft dollar commission and trade allocation policies, organizational structure and compliance policies and procedures. The Board also considered information received from the Advisors throughout the year, including investment performance and expense ratio reports for the Funds.

The following summarizes matters considered by the Directors in connection with their approval of the Agreements. The decision to approve the Agreements was not based on any single factor and this summary does not detail all the matters which were considered. However, the Directors concluded that each of the factors outlined below favored such approval.

### ***Nature, Extent and Quality of the Services Provided; Ability to Provide Services***

The Directors received and considered various data and information regarding the nature, extent, and quality of services provided to the Funds by the Advisors under these Agreements. The Directors reviewed the background, education and experience of the Advisor's key portfolio management and operational personnel and the amount of attention devoted to the Funds by the Advisors' portfolio management personnel. Accordingly, the Directors were satisfied that the Advisors' investment personnel devote a significant portion of their time and attention to the success of the Funds and their investment strategies. The Directors also considered the Advisor's policies and systems designed to achieve compliance with each Funds' investment objectives and regulatory requirements. Based on these factors, the Directors concluded that the nature, extent, and quality of the investment advisory services are satisfactory, and that the Advisors possess the ability to continue to provide these services to the Funds.

### ***Investment Performance***

The Board of Directors considered many variables when assessing the performance of the Advance Capital I Funds including total return, yield and performance against their peer groups. It was noted that the Equity Growth Fund's short and long term performance relative to the category was very solid. The 10 year annualized investment return for the period ended June 30, 2010, ranked in the second quartile by Morningstar (In all quartile rankings referred to throughout this discussion, first quartile is most favorable to the Fund's shareholders. Thus, highest relative performance would be first quartile and lowest relative expenses also would be first quartile). It was noted that the Balanced Fund's short and long term performance was above average whereas its intermediate performance was below the average for the category. The Board noted that the 10 year annualized investment return for the period ended June 30, 2010 ranked in the second quartile by Morningstar. The Directors noted that performance of the Core Equity Fund was very solid relative to the category for the year to date and one year performance (Fund began operations January 2, 2008). The Directors next discussed the performance of the Retirement Income Fund. They noted the out performance in 2009 and 2010 relative to the category as a result of the improved credit markets. They also noted the under performance over the intermediate term, mainly due to the credit crisis of 2008. The Board of Directors concluded that based on the management style, long-term investment performance and investment strategy, the renewal of these Agreements was warranted.

### ***Costs of Services Provided and Profits Realized by the Advisers***

The Directors considered each of the Fund's expense ratios against those of a peer group of funds. The Equity Growth Fund's expense ratios for the twelve months ended December 31, 2010 were in the first quartile. The Balanced Fund, Core Equity Fund and Retirement Income Fund's expense ratios for the comparable period ranked in the second quartile as compared to its peer group. The Directors concluded that each of the Fund's overall expense ratios were lower than those of comparable funds and as such, a benefit to shareholders. The Directors determined that the fees under these Agreements were reasonable and fair in light of both the nature and quality of services provided by the Advisor as compared to fees charged by funds in their respective peer groups.

The Directors also considered the level of the Advisor's profits as it pertained to the management of the Funds. Consideration included a review of the Investment Advisor's methodology for allocating certain of its costs to the management of each fund. The Directors also considered the financial results realized by the Investment Advisor in connection with the operation of the Funds and concluded that the Advisor's profit from management of the Funds, including the financial results derived from the Funds, bear a reasonable relationship to the services rendered and are fair and reasonable for the management of the Funds in light of the business risks involved.

### ***Economies of Scale***

The Directors considered whether the Funds had appropriately benefited from any existing economies of scale and whether there was potential for any further reduction of fees. The Directors concluded that the existing fee structures reflected the appropriate economies of scale.

### ***Approval***

The Directors, in light of the Advisor's overall performance, considered it appropriate to continue the management services of the Advisor. Based upon their evaluation of all material factors deemed relevant and the advice of counsel, the Directors concluded that the Agreements with the Funds are fair and reasonable and unanimously voted to approve the continuation of the Agreements for another year.



# Advance Capital I, Inc.

## Investment Advisor:

Advance Capital Management, Inc.  
One Towne Square, Suite 444  
Southfield, Michigan 48076

## Sub-Advisor:

(Equity Growth and Balanced Funds)  
T. Rowe Price Associates, Inc.  
100 East Pratt Street  
Baltimore, Maryland 21202

(Core Equity Fund)  
Seizert Capital Partners, LLC  
185 West Oakland  
Birmingham, MI 48009

## Distributor:

Advance Capital Services, Inc.  
P.O. Box 3144  
Southfield, Michigan 48037

## Administrator and Transfer Agent:

Advance Capital Group, Inc.  
P.O. Box 3144  
Southfield, Michigan 48037

## Custodian:

Fifth Third Bank  
38 Fountain Square Plaza  
Cincinnati, Ohio 45263

## Independent Registered Public Accounting Firm:

Cohen Fund Audit Services, Ltd.  
800 Westpoint Pkwy, Suite 1100  
Westlake, OH 44145

## Officers:

Robert J. Cappelli, President & Treasurer  
Christopher M. Kostiz, Vice President  
Kathy J. Harkleroad, Vice President,  
Chief Compliance Officer & Secretary  
Julie A. Katynski, Vice President & Assistant Secretary

## Board of Directors:

Joseph A. Ahern  
Susan E. Burns  
Robert J. Cappelli  
Janice E. Loichle  
Thomas L. Saeli



A D V A N C E  
C A P I T A L I

Annual Report  
December 31, 2010

AN INVESTMENT COMPANY  
WITH FOUR FUNDS

Equity Growth Fund  
Balanced Fund  
Retirement Income Fund  
Core Equity Fund