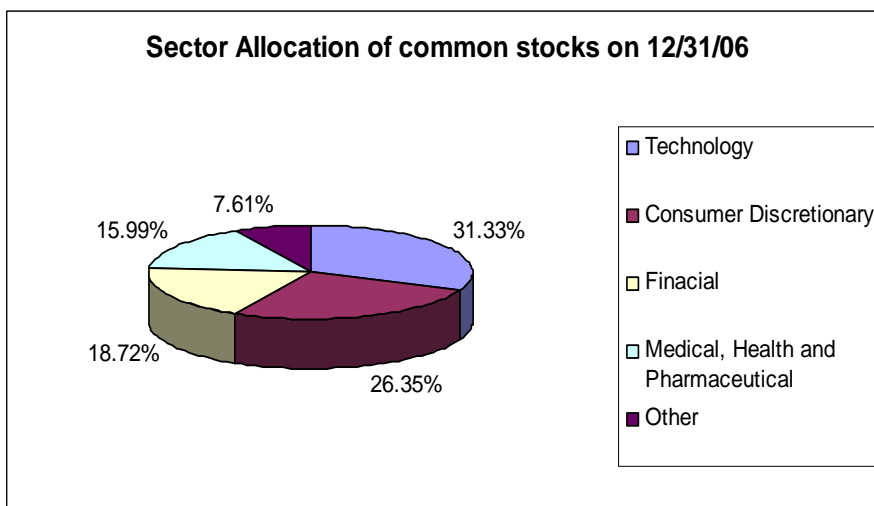


Madison Strategic Sector Premium Fund

At a Glance

The Madison Strategic Sector Premium Fund (MSP) is an actively managed equity portfolio of common stocks with a covered call option strategy. A covered call strategy tends to reduce the risk compared to just owning the stock, and provide stable, reduced-volatility participation in the equity market while providing a steady income return from option premiums. MSP seeks a high level of current income and gains by focusing on strategic stock market sectors that, in our opinion, provide the best opportunities for our "Growth-at-a-Reasonable-Price" style of investing. The Fund writes primarily out-of-the-money, longer term call options on the majority of individual stocks in the portfolio.



Top 10 holdings as of 12/31/06 (% of portfolio)

Merrill Lynch	3.95%
Home Depot	3.75%
Lowe's	3.70%
Amgen	3.48%
Cisco Systems	3.48%
Morgan Stanley	3.45%
Bed Bath and Beyond	3.44%
Citigroup	3.31%
Target	3.14%
Best Buy	3.13%

Portfolio Statistics as of 12/31/06

Leverage	0%
Percent upon which portfolio is written	83.82%
Total Net Assets	\$ 116,222,997
Number of Equity Holdings	52
NAV	\$ 20.25
Market Price	\$ 20.60
Premium to NAV	1.73%
Number of Shares	5,738,486

