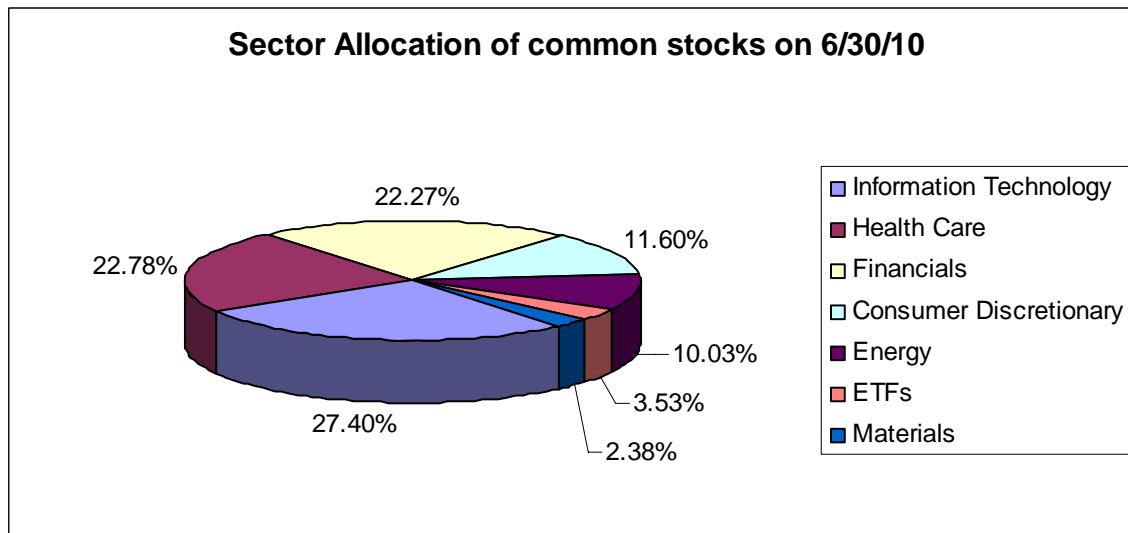


Madison Strategic Sector Premium Fund

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 6/30/10 (% of portfolio)

Cisco Systems Inc	3.70
Capital One Financial	3.65
eBay Inc	3.33
UnitedHealth Group	3.26
Lowe's Cos Inc	3.00
Goldman Sachs Group	2.80
Biogen Idec Inc	2.73
Best Buy Co Inc	2.71
Gilead Sciences Inc	2.52
EMD Corp/Mass	2.44

Portfolio Statistics as of 6/30/10

Leverage	0%
Equities covered with call options	49.30%
Total Net Assets	\$ 71,999,567.00
Number of Equity Holdings	48
NAV	12.42
Market Price	11.15
Discount to NAV	-10.23%
Number of Shares	5,798,291
Average Length of Contract	5.54 Months

Dividend paid 2010

