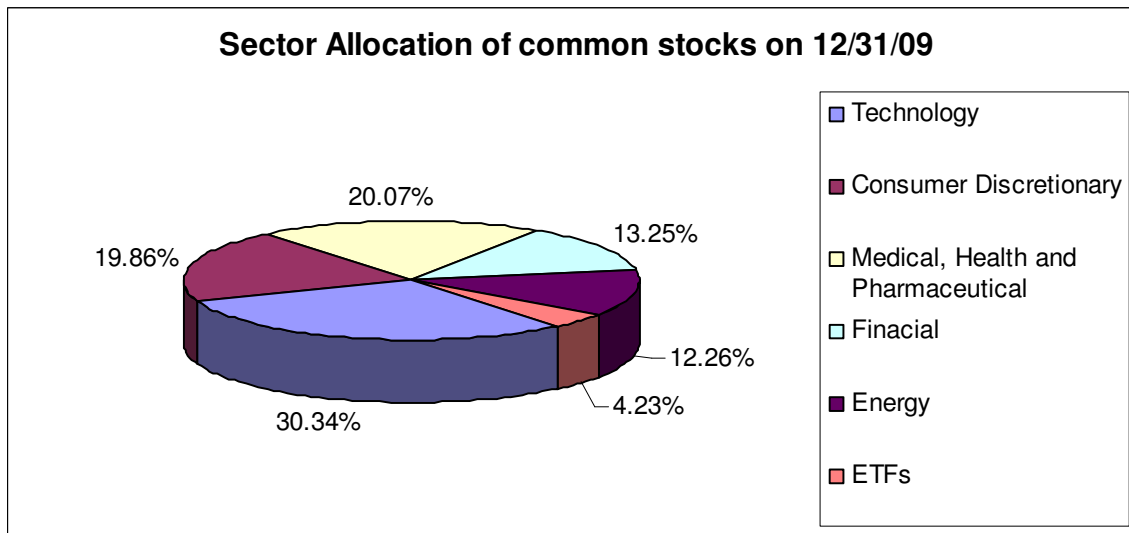


Madison Strategic Sector Premium Fund

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 12/31/09 (% of portfolio)

Cisco	4.36
EMC Corp	3.45
eBay	3.20
Apache Corp	3.09
Bed, Bath & Beyond	2.89
UnitedHealth Group	2.81
Capital One Financial	2.78
Lowes	2.75
Target	2.59
Transocean Ltd	2.57

Portfolio Statistics as of 12/31/09

Leverage	0%
Equities covered with call options	82.0%
Total Net Assets	\$ 80,178,179.00
Number of Equity Holdings	49
NAV	13.83
Market Price	12.23
Discount to NAV	-11.57%
Number of Shares	5,798,291

Dividend paid 2009

