

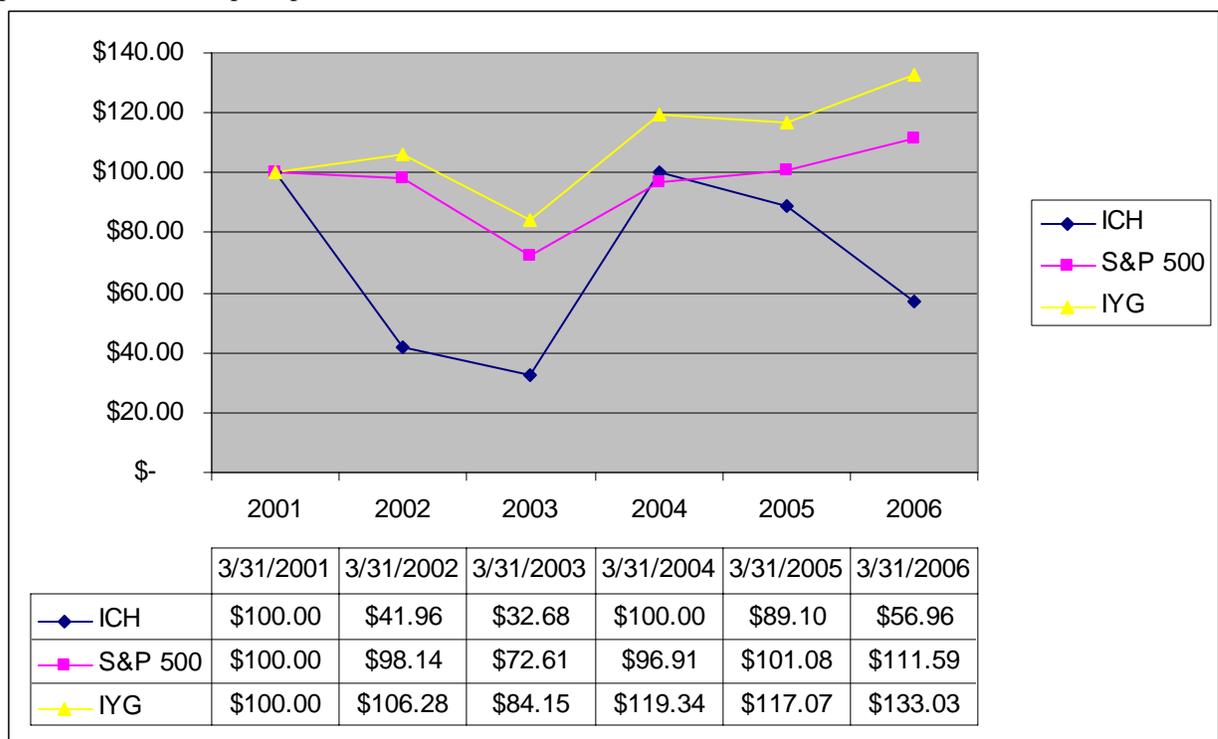
Performance Graph

COMPARISON OF 5 YEAR CUMULATIVE TOTAL RETURN

AMONG INVESTORS CAPITAL HOLDINGS, LTD., STANDARD & POORS 500 INDEX AND DOW JONES FINANCIAL SERVICES INDEX

The chart below compares the five-year cumulative total return, assuming the reinvestment of dividends, on Investor Capital Holdings, Ltd. common stock (ICH) with that of the Standard & Poors 500 Index (sp 500) and the Dow Jones Financial Services Index (iyg). This graph assumes \$100 was invested on March 31, 2001, in each of Investors Capital Holdings, Ltd. common stock and the indicated indices.

Note: stock price performance shown in the graph below should not be considered indicative of potential future stock price performance.



Compensation Committee Interlocks and Insider Participation

During fiscal 2006, former director C. Troy Shaver, Jr. served on the Compensation Committee until his resignation from the Board on October 18, 2005*. Mr. Shaver is currently President of Dividend Growth Advisors, LLC. Until October 18, 2005, Dividend Growth Advisors acted as sub-advisor to Eastern Point Advisors, our investment advisor subsidiary, and, more specifically, its mutual fund, the Eastern Point Advisors Rising Dividend Growth Fund.** The aggregate fees paid to Dividend Growth Advisors for advisory services during fiscal 2006 were \$81,093.

* For additional information, see SEC Form 8-K filing dated October 24, 2005.

** For additional information, see SEC Form 8-K filing dated October 25, 2005.