

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Integrity Managed Portfolios - Kansas Insured Intermediate Fund		48-1091209	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Integrity Fund Services	1-800-601-5593		
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
PO Box 759		Minot, ND 58702	
8 Date of action		9 Classification and description	
September 28, 2012		Regulated Investment Company (Tax-Free Reorganization)	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
45821C204 & 45821C105		KSIMX & KSMUX	

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ At the close of business on September 28, 2012, the Kansas Municipal Fund (CUSIP 45821C105; ticker KSMUX) acquired all of the assets and assumed all of the liabilities of the Kansas Insured Intermediate Fund (CUSIP 45821C204; ticker KSIMX) in exchange for shares of beneficial interest. The merger of Kansas Insured Intermediate Fund into Kansas Municipal Fund qualifies as a tax-free reorganization under IRC Section 368(a)(1)(C). The Target shareholders' basis in the Acquiring shares received is the same as their total basis in the old Target shares. Per share, each new Acquiring share received in the reorganization will have a basis equal to 100% of the Target share surrendered.

The exchange is based on the number and value of shares outstanding at the close of business on September 28, 2012.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ A shareholder's aggregate basis in Kansas Municipal Fund they received in exchange for their share of Kansas Insured Intermediate Fund will be the same as their aggregate basis in the shares of Kansas Municipal Fund. The number of Kansas Municipal Fund shares that were received for each share of Kansas Insured Intermediate Fund given up in exchange is as follows: 1.05451324005 Kansas Municipal Fund shares for one Kansas Insured Intermediate Fund share

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ There was no change in aggregate basis as a result of the above described organizational action.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____
IRC Sections 368, 354 and 358

18 Can any resulting loss be recognized? ▶ **There was no gain or loss on the transaction. Accordingly, each investor's aggregate basis in the shares of Kansas Municipal Fund received in the exchange will be the same as the aggregate basis in their shares of Kansas Insured Intermediate Fund.**

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____
The above described organizational action is reportable in tax year 2012.

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here
Signature ▶ _____ Date ▶ _____

Paid Preparer Use Only	Print your name ▶ A signed copy is maintained by the issuer	Preparer's signature	Title ▶	Check <input type="checkbox"/> if self-employed	PTIN
	Print/Type preparer's name	Date			
	Firm's name ▶	Firm's EIN ▶			
	Firm's address ▶			Phone no.	