

# ISI Strategy Fund

Data as of 06/30/10

## About the Fund

International Strategy & Investment (ISI) Strategy Fund is based on the idea that over a period of time, changing economic conditions present investment opportunities for stocks and bonds. The objective of the Fund is to maximize total return through a combination of long-term growth of capital and current income. The Fund seeks to achieve this objective through the active management of the percentage of assets held in stocks and bonds. The Strategy Fund patterns the equity portion of its portfolio after the Wilshire 5000 Index and uses Treasuries in its bond portion. ISI's expertise in economic research and fixed income money management combined with L.A. Capital's experienced team of investment professionals offers investors the opportunity to participate in both major asset categories through active asset allocation.

## Strategic Analysis

ISI's management strategy can be described this way: In a defensive environment for financial assets, where rising interest rates and weak corporate earnings are expected, the Fund will move towards a heavier weighting in fixed income with an emphasis on maturities of five years or less. Conversely, in an environment more favorable to financial assets, low inflation, declining interest rates and rising corporate profits, the Fund would move towards a heavier weighting in equities along with long maturity Treasuries. Currently, the asset mix is 91% equities and 9% fixed income. The fixed income portion has an average maturity of 8.2 years.

## Fund Management

Ed Hyman - Senior Economic Advisor  
 Al Medaugh - Portfolio Manager  
 Tom Stevens - Portfolio Manager,  
 Sub-Advisor  
 David Borger - Portfolio Manager,  
 Sub-Advisor

## Portfolio Data

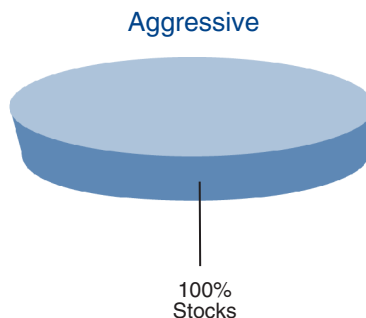
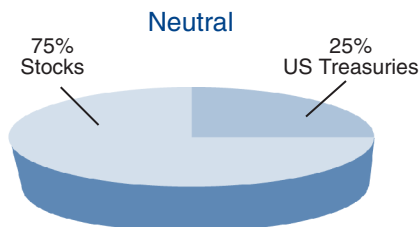
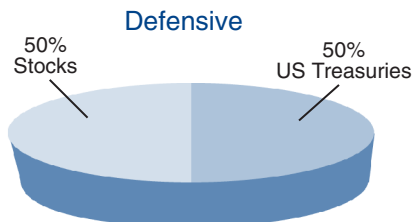
Inception Date.....09/16/97  
 Fund Symbol.....STRTX  
 Dividend Frequency .....Paid Quarterly  
 Gross Expense Ratio ..... 1.06%

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## ISI Management

ISI as the Fund's investment advisor will actively manage the Fund's stock/bond mix using Ed Hyman's analysis of the pace of the economy, direction of interest rates and outlook for corporate earnings. In recognition of the value of Ed Hyman's forecast, Institutional Investor has named Ed its "First Team" economist for each of the last 30 years. ISI will allocate a percentage of the Fund's assets to equities and a percentage to U.S. Treasuries. Under normal market conditions, ISI will move the Fund's assets among the basic positions described in the tables below.

## Outlook For Financial Assets



## Los Angeles Capital Management

Los Angeles Capital Management will manage the equity portion of the Strategy Fund in its role as sub-advisor to the Fund. The equity portion will invest in a portfolio of securities intended to equal or exceed the performance of the Wilshire 5000 Index. Los Angeles Capital will employ a proprietary model, which identifies factors that will influence the equity market. Using this information, Los Angeles Capital structures the portfolio to benefit from upcoming market trends. The underlying risk characteristics of the portfolio are intended to be those of the Wilshire 5000 Index, which incorporates all U.S. equities

## Performance

### Average Annual Total Returns\*

	1 Year	3 Year	5 Year	10 Year	Fund Lifetime
<b>Class A</b>					
NAV	1383%	-6.09%	1.13%	1.21%	3.40%
W/Sales Charge	10.40%	-7.03%	0.51%	0.90%	3.15%

\* Please call us at 800-955-7175 or visit our website at [www.isifunds.com](http://www.isifunds.com) to obtain the most recent month-end performance figures.

## Returns & Expenses

Figures shown are past results and are not predictive of results in future periods. Current and future results may be lower or higher than those shown. Results shown at net asset value (NAV) have all distributions reinvested. If a sales charge had been deducted, the results would have been lower. Returns with sales charge for Class A shares reflect payment of the 3.00% maximum sales charge at the beginning for the stated periods. The investment return and principal value of an investment will fluctuate and an investor's shares, when redeemed, may be worth more or less than their original cost. Investments are not FDIC insured, nor are they deposits of or guaranteed by a bank or any other entity.

## A Word About Risk

Equity investments are subject to market fluctuation. Bond prices fluctuate based on changes in interest rates and bond prices can decline due to general market, political, regulatory and economic conditions. Fund Shares are not guaranteed by the U.S. Government. The material must be preceded or accompanied by a fund prospectus. An investor should consider the investment objectives, risk and charges and expenses of the fund carefully before investing. The Fund's prospectus contains this and other information about the fund and should be read before investing.

Date of first use: 6/28/96

For additional information, ask your Investment Representative or call the Fund directly at 800-955-7175.