

THE VICE FUND

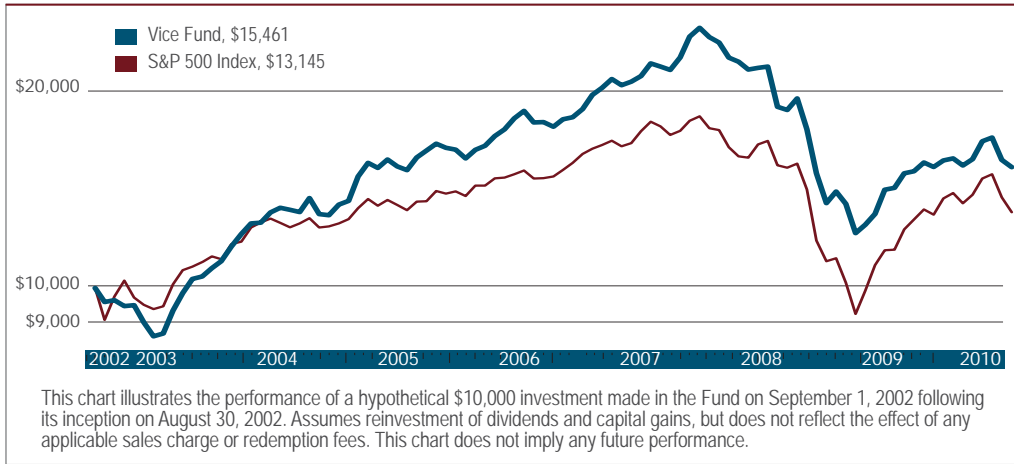
As of June 30, 2010
www.vicefund.com

DIVIDENDS AND CASH FLOW DO MATTER

Portfolio emphasis: The Vice Fund (VICEX) primarily invests in stocks in the tobacco, alcohol, gaming and defense industries. We believe these industries tend to thrive regardless of the economy as a whole. These companies have historically produced high cash flow and dividends. We believe astute stock selection in these industries can provide investors with a portfolio poised for long term "defensive growth."

Management philosophy: Emphasis on dividend paying companies with positive cash flow and adequate debt service coverage. Heavy emphasis on financial analysis to avoid companies with "red flags" in financials, burdensome pension obligations and recurring write offs.

hypothetical growth of \$10,000 investment as of 6/30/10



average annualized total return performance as of 6/30/10

	Year to Date	1 Year	3 Year	5 Year	Since Inception
VICE Fund (VICEX)	-3.12%	7.73%	-11.39%	-1.19%	5.72%
S&P 500 Index	-6.65%	14.43%	-9.79%	-0.79%	3.55%

The gross expense ratio for the Fund is 1.87%.

Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. The Fund imposes a 1.00% redemption fee on shares held less than 60 days. Performance does not reflect redemption fee. Had the fee been included, returns would be lower. Performance data current to the most recent month end may be obtained by calling 1-866-264-8783.

the big idea behind the name

Stocks of tobacco, alcohol, gaming, and aerospace/defense companies were selected based on their ability to demonstrate one or more of these compelling and distinctive investment characteristics:

- Potential demand regardless of economic conditions
- Global marketplace not limited to the U.S.
- Potentially high profit margins
- Natural barriers to new competition
- Generate excess cash flow
- Able to pay and increase dividends

company names you can identify

Top 10 Holdings as a % of net assets as of June 30, 2010

<input type="radio"/> Philip Morris Int'l Inc.	11.5%
<input type="radio"/> Lorillard, Inc.	9.1%
<input type="radio"/> Altria Group Inc.	6.2%
<input type="radio"/> Lockheed Martin Corp.	5.6%
<input type="radio"/> Diageo PLC	5.4%
<input type="radio"/> Carlsberg	5.2%
<input type="radio"/> SABMiller	4.8%
<input type="radio"/> Fidelity Inst'l Money Mkt Port	3.8%
<input type="radio"/> Northrop Grumman Corp.	3.7%
<input type="radio"/> Raytheon Co.	3.6%

Fund holdings and sector allocations are subject to change and should not be considered a recommendation to buy or sell any security.

Q2 2010 fund facts

Ticker	VICEX
CUSIP	62845J503
Inception Date	8/30/2002
Objective	Growth of Capital
Minimum Investment	\$2,000
Benchmark	S&P 500 Index
Number of Holdings	36
Portfolio Manager	Jeff Middleswart (Feb 2010)
Management Co.	Mutuals Advisors, Inc.

THE VICE FUND

Academics examine various Vice Fund Industries

Further Reading

Several academic studies* in recent years have focused on returns generated by stocks in industry groups that are explicitly avoided by certain investors. Exclusion of these groups may be driven by explicit investment policies singling out these industries, or by an inclination toward "socially responsible" investing.

🔗 **"The Price of Sin: The Effects of Social Norms on Markets,"** Marcin Kacperczyk, New York University, Harrison Hong, Princeton University, *Journal of Financial Economics*, April 2009.

"Sin stocks also have higher expected returns than otherwise comparable stocks, consistent with them being neglected by norm-constrained investors and facing greater litigation risk heightened by social norms."

🔗 **"Sin Stock Returns,"** Frank J. Fabozzi, Professor in the Practice of Finance, Yale School of Management & K. C. Ma, Roland George Professor, Stetson University & KCM Asset Management, Inc. *The Journal of Portfolio Management*, Fall 2008.

"The authors argue that trustees or fiduciaries who develop institutional investment policy statements should fully understand the economic consequences of screening out stocks of companies that produce a product inconsistent with their value systems."

🔗 **"The Wages of Social Responsibility,"** Meir Statman, Santa Clara University - Department of Finance, Denys Glushkov, University of Pennsylvania, December 26, 2008.

"We analyze returns during 1992-2007 of stocks rated on social responsibility by KLD and find that this tilt gave socially responsible investors a return advantage relative to conventional investors. However, typical socially responsible investors also shun stocks of companies associated with tobacco, alcohol, gambling, firearms, military, and nuclear operations. We find that such shunning brought to socially responsible investors a return disadvantage relative to conventional investors."

* The views expressed in the referenced articles and study constitute opinions as provided by the author and certain contributors. So-called "sin stocks" can lose money in good or bad economic conditions, and there is no guarantee that a sin stock will not lose significant value in an economic downturn. The average historical returns for "sin stocks" are not representative of the Vice Fund performance.

PAST PERFORMANCE IS NOT A GUARANTEE OF FUTURE RESULTS.

The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectuses contain this and other information about the investment company, and they may be obtained by contacting 866.264.8783 or go to www.vicefund.com. Read it carefully before investing.

Mutual fund investing involves risk; principal loss is possible. The Vice Fund is non-diversified, meaning it may concentrate its assets in fewer individual holdings than a diversified fund. Therefore, the Fund is more exposed to individual stock volatility than a diversified fund. The Fund invests in foreign securities, which involve greater volatility and political, economic and currency risks and differences in accounting methods. The Fund invests in smaller companies, which involve additional risks, such as limited liquidity and greater volatility.

The S&P 500 Index is a capitalization-weighted index of 500 stocks. The Index is designed to represent the broad domestic economy through changes in aggregate market value of 500 stocks representing all major industries. You cannot invest directly in an index.

Cash flow measures the cash generating capability of a company by adding non-cash charges (e.g. depreciation) and interest expense to pretax income.

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