

## TFS MARKET NEUTRAL FUND (Ticker: TFSMX)

August 31, 2011

The TFS Market Neutral Fund is a long/short equity mutual fund. The Fund seeks to produce capital appreciation while having a low correlation to the U.S. equity market. In addition, it seeks to produce lower volatility than would result from a long-only investment in the U.S. equity market.

### RECENT MONTH-END PERFORMANCE

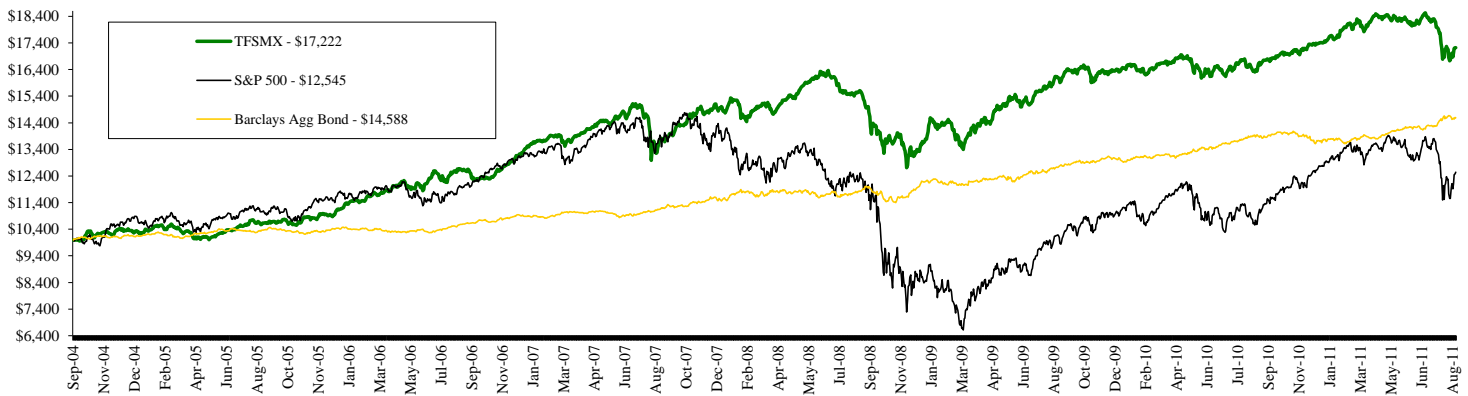
	August	YTD	One Year	Three Year	Five Year	Ann. Since Inception*	Annual Std Dev
TFSMX	-4.09%	-1.15%	5.34%	3.45%	6.51%	8.10%	8.51%
S&P 500	-5.43%	-1.77%	18.50%	0.54%	0.78%	3.30%	22.52%
Bar Agg Bond	1.46%	5.88%	4.62%	7.22%	6.53%	5.56%	3.96%

\*Since inception of 9/7/2004.

### GENERAL INFORMATION

Minimum Investment	\$5,000
Inception Date	9/7/2004
Morningstar Category	Market Neutral
Lipper Category	Equity Market Neutral
Redemption Fee	2%, within 90 days
Loads	None

### GROWTH OF \$10,000 SINCE INCEPTION



### PORTFOLIO STATISTICS

NAV as of 8/31/11	\$14.55
Net Assets	\$1,843,064,861
Total Dollar Value Long	\$1,844,018,083
Total Dollar Value Short	\$1,232,170,727
Ratio Long Dollars to Short Dollars	150%
Number of Long Positions	2617
Number of Short Positions	1296
Largest Long Position (% of assets)	0.44%
Largest Short Position (% of assets)	-0.92%
% of Assets in Top 5 Long Holdings	2.00%
% of Assets in Top 5 Short Holdings	-3.29%

### RECENT QUARTER-END PERFORMANCE

	As of 6/30/2011			
	One Year	Three Year	Five Year	Annualized Since Inception*
TFSMX	13.11%	4.02%	8.08%	9.34%
S&P 500	30.69%	3.34%	2.94%	4.55%
Barclays Agg Bond	3.90%	6.46%	6.49%	5.23%

\* Since inception of 9/7/2004.

### IMPORTANT DISCLOSURES

The performance data quoted represents past performance, which is not a guarantee of future results. Current performance may be lower or higher than the performance data quoted. Go to [www.TFSCapital.com](http://www.TFSCapital.com) for performance data through the most recent month end. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The Fund charges a 2% redemption penalty on shares invested for less than 90 days. If shares are redeemed within the 90 day period, investment returns would be reduced from those shown above. Fee waivers and/or expense reimbursements by the Adviser have positively impacted the Fund's performance. Without such waivers and/or reimbursements, performance would have been lower. An investor should consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. To obtain a summary prospectus and/or prospectus, which contains this and other important information, go to [www.TFSCapital.com](http://www.TFSCapital.com) or call (888) 534-2001. Please read the summary prospectus and/or prospectus carefully before investing. The Fund may not be suitable for all investors.

Gross Expense Ratio	4.65%	Net Expense Ratio	4.55%	Adj. Net Expense Ratio	2.50%
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The expense ratios are based on the fiscal period ended October 31, 2010. The Adviser has contractually agreed to reduce its management fees and to absorb the Fund's operating expenses (for the life of the Fund) to the extent necessary to limit the annual ordinary operating expenses to an amount not exceeding 2.50% of the TFS Market Neutral Fund's average daily net assets. The 2.50% cap for the Market Neutral Fund does not include dividend expenses, borrowing costs and brokerage expense on securities sold short which totaled 2.05% for the prior fiscal period.

The following "risk" information is being provided to help you better understand the unique risks associated with investing in TFSMX. As a result of TFSMX's use of short selling, TFSMX will not participate to the same level as a long-only mutual fund in a bull market. In addition, TFSMX will have a high portfolio turnover rate which will increase the transaction costs of the Fund. When TFSMX uses leverage it will exaggerate any increase or decrease in the Fund's net asset value. A more detailed discussion of the Fund's risks, including risks that are unique to the Fund, can be found in its prospectus. An investment in the TFS Market Neutral Fund should not be construed as an investment in an index or in a program that seeks to replicate any index. Beta is a measure of a portfolio's volatility, or systemic risk, in comparison to the market as a whole. Alpha is the abnormal rate of return on a portfolio in excess of what would be predicted by its risk. Sharpe Ratio is a measure of the excess return per unit of risk.

Barclays Capital U.S. Aggregate Bond Index is a diversified portfolio of US investment grade bonds. The S&P 500 Index represents the common stocks of 500 widely-held US companies as selected by Standard & Poor's at their discretion. Distributed by Ultimus Fund Distributors, LLC.

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## ANNUAL RETURNS

	2004*	2005	2006	2007	2008	2009	2010	2011
<b>TFS Market Neutral Fund</b>	<b>3.47%</b>	<b>5.87%</b>	<b>24.19%</b>	<b>11.49%</b>	<b>-7.29%</b>	<b>16.64%</b>	<b>6.23%</b>	<b>-1.15%</b>
S&P 500 Index	8.08%	4.94%	15.79%	5.49%	-37.00%	26.46%	15.06%	-1.77%
Barclays Aggregate Bond Index	-0.71%	1.92%	4.33%	6.97%	5.24%	5.93%	6.54%	5.88%

\* From 9/7/2004 - 12/31/2004

## RISK STATISTICS

Sharpe Ratio (3%)	0.61
Annual Alpha (vs. S&P 500)	5.1%
Average Beta (vs. S&P 500)	0.22
% of positive months	67%

## MORNINGSTAR STAR RATING<sup>1</sup>

### Category - Market Neutral (Through 8/31/11)

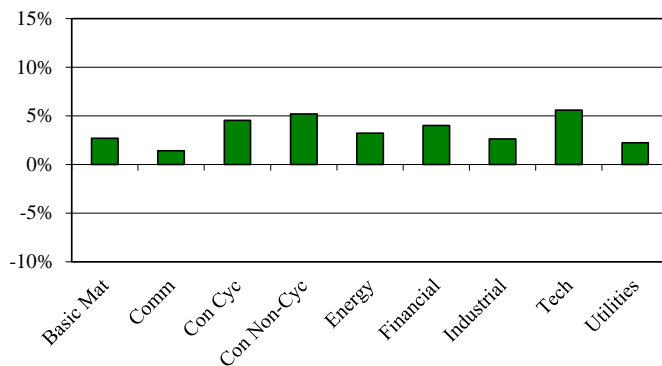
Overall	Three Year	Five Year
★★★★★	★★★★★	★★★★★

Funds in category	50	50	40
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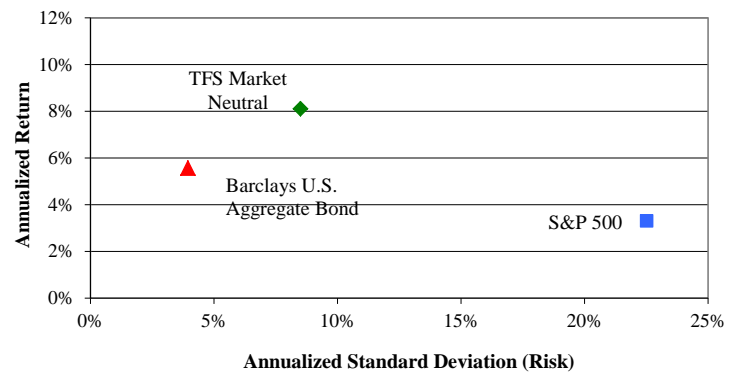
The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics, which are based on a risk-adjusted return.

Past performance is no guarantee of future results.

## NET SECTOR EXPOSURE<sup>2</sup>



## RISK/RETURN SINCE INCEPTION



## CORRELATION TO MAJOR ASSET CLASSES

S&P 500 Index	0.58
Russell 2000 Index	0.56
MSCI EAFE	0.50
Barclays Capital U.S. Agg. Bond	-0.13
Dow Jones REIT ETF	0.41
Dow Jones Commodity Futures	0.44

Correlation statistics are calculated from the fund's inception through most recent month end.

## TOP HOLDINGS

	Industry	% of Portfolio
Longs	CVR Energy, Inc	Energy 0.44%
	PAETEC Holding Corp	Communications 0.43%
	Kulicke & Soffa Industries Inc	Technology 0.41%
	Ingram Micro Inc	Consumer, Cyclical 0.37%
	Heartland Express, Inc	Industrial 0.36%
Shorts	Zagg Inc	Industrial -0.92%
	Power-One Inc	Industrial -0.69%
	The St. Joe Company	Financial -0.56%
	Sears Holdings Corp	Consumer, Cyclical -0.56%
	NV Energy, Inc	Utilities -0.56%

## IMPORTANT DISCLOSURES

<sup>1</sup> For funds with at least a 3-year history, a Morningstar Rating<sup>TM</sup> is based on a risk-adjusted return measure (including the effects of sales charges, loads, and redemption fees) with emphasis on downward variations and consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% 4 stars, the next 35% 3 stars, the next 22.5% 2 stars, and the bottom 10% 1 star. Each share class is counted as a fraction of one fund within this scale and rated separately. Morningstar Rating<sup>TM</sup> is for the retail share classes only, other classes may have different performance characteristics. <sup>2</sup> Sector exposure and top holdings include only the individual equity portion of the portfolio.

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