

## TFS MARKET NEUTRAL FUND (Ticker: TFSMX)

February 28, 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

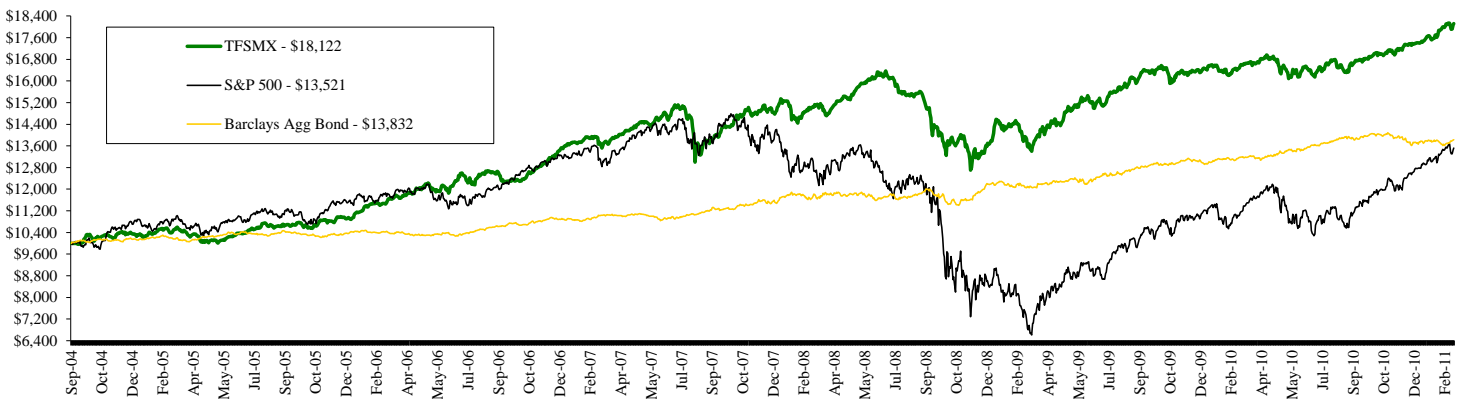
	February	YTD	One Year	Three Year	Five Year	Ann. Since Inception*	Annual Std Dev
TFSMX	2.48%	4.01%	9.98%	6.43%	9.53%	9.61%	8.44%
S&P 500	3.43%	5.88%	22.57%	2.19%	2.87%	4.77%	22.47%
Bar Agg Bond	0.25%	0.37%	4.93%	5.40%	5.78%	5.13%	3.98%

\*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 2/28/11	\$15.31
Net Assets	\$1,358,924,131
Total Dollar Value Long	\$1,339,585,117
Total Dollar Value Short	\$873,441,640
Ratio Long Dollars to Short Dollars	153%
Number of Long Positions	2341
Number of Short Positions	1317
Largest Long Position (% of assets)	0.46%
Largest Short Position (% of assets)	-0.52%
% of Assets in Top 10 Holdings	4.19%

### RECENT QUARTER-END PERFORMANCE

	As of 12/31/2010			
	One Year	Three Year	Five Year	Annualized Since Inception*
TFSMX	6.23%	4.73%	9.73%	9.19%
S&P 500	15.06%	-2.86%	2.29%	3.95%
Barclays Agg Bond	6.54%	5.89%	5.77%	5.21%

\* 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>4.01%</b>
S&P 500 Index	8.08%	4.94%	15.79%	5.49%	-37.00%	26.46%	15.06%	5.88%
Barclays Aggregate Bond Index	-0.71%	1.92%	4.33%	6.97%	5.24%	5.93%	6.54%	0.37%

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

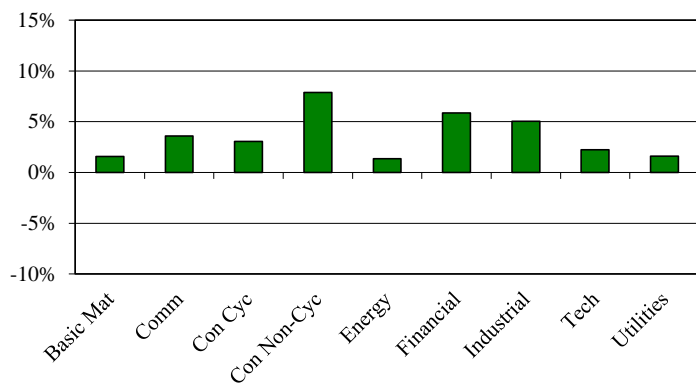
## RISK STATISTICS

Sharpe Ratio (3%)	0.78
Annual Alpha (vs. S&P 500)	6.3%
Average Beta (vs. S&P 500)	0.21
% of positive months	69%

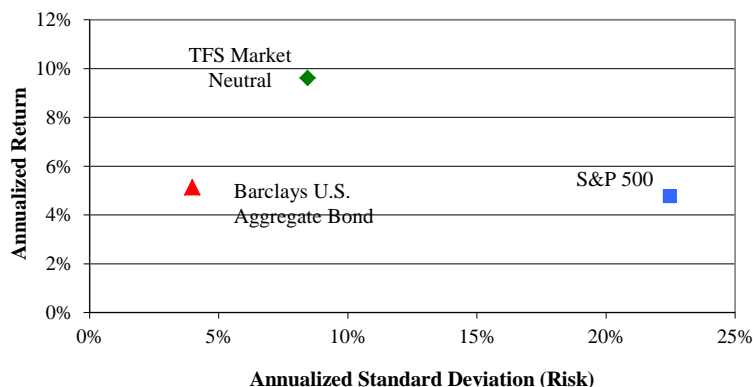
## LIPPER PEER RANKING

	One Year	Three Year	Five Year
Percentile	13th	1st	1st
Rank <sup>1</sup>	10 out of 79	1 out of 45	1 out of 34

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



## RISK/RETURN SINCE INCEPTION



## CORRELATION TO MAJOR ASSET CLASSES

S&P 500 Index	0.55
Russell 2000 Index	0.52
MSCI EAFE	0.48
Barclays Capital U.S. Agg. Bond	-0.11
Dow Jones REIT ETF	0.39
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
<b>Longs</b>	EchoStar Corp	Communications 0.46%
	Rehabcare Group, Inc	Consumer, Non-Cyclical 0.43%
	Thomas & Betts Corp Comm	Industrial 0.38%
	Tupperware Brands Corp	Consumer, Non-Cyclical 0.38%
	Frontier Oil Corp	Energy 0.35%
<b>Shorts</b>	SuperValu Inc	Consumer, Non-Cyclical -0.52%
	Rubicon Technology, Inc	Technology -0.46%
	Education Management Corp	Consumer, Non-Cyclical -0.45%
	Newpark Resources, Inc	Energy -0.39%
	Briggs & Stratton Corp	Industrial -0.36%

## IMPORTANT DISCLOSURES

<sup>1</sup>Ranking information provided by Lipper through the previous month end. The fund is ranked based on total return. The TFS Market Neutral Fund was assigned to the Equity Market Neutral category by Lipper. Rankings include the reinvestment of dividends and capital gains but exclude the effect of a fund's sales load, if applicable. <sup>2</sup> Sector exposure and top holdings include only the individual equity portion of the portfolio.

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