

# Turner Small Cap Equity Fund

INSTITUTIONAL CLASS (TSEEX)

FOURTH QUARTER 2010

## Why Turner Small Cap Equity Fund?

- Investing in both growth and value stocks can help generate returns with fewer peaks and valleys (less risk) than investing in either style alone.

## Expense Information

Turner has contractually agreed to waive fees and reimburse Fund expenses to keep the Fund's "Total Annual Fund Operating Expenses after Fee Waivers and Expense Reimbursements" (excluding acquired fund fees and expenses and interest expenses relating to short sales) from exceeding 1.20% through January 31, 2011. Turner may discontinue this arrangement at any time after January 31, 2011.

Fund Facts	
Inception date	January 30, 2009
CUSIP	900297672
Assets as of December 31, 2010	\$1,450,338.67
<b>Expense ratio (gross)</b>	<b>1.60%</b>
<b>Expense ratio (net)</b>	<b>1.21%</b>

## Fund Description

- A broadly diversified "blend" portfolio holding approximately 70 to 100 growth and value stocks of small companies.
- Holdings are from all market sectors, with overweightings of up to 5% in sectors that we believe have high return potential.
- Emphasizes companies with strong business momentum that are selling at a reasonable price, and companies with intrinsic value that is more than that reflected in the share price.
- Investing in small capitalization companies may subject the Fund to specific inherent risks, including above-average price fluctuations.

Calendar Year Returns		
Year	Turner Small Cap Equity Fund	Russell 2000 Index
2010*	22.50%	26.85%
2009*	24.73%	27.17%
2008*	-38.65%	-33.79%
2007*	0.38%	-1.57%
2006*	11.74%	18.37%
2005*	5.77%	4.55%
2004*	15.11%	18.33%
2003*	49.47%	47.25%

\*The performance presented for the Institutional Class links the performance of the Investor Class of shares.

Fund MPT Statistics	
	Since Inception
Alpha (Jensen)	-1.97%
Standard Deviation	22.75%
R <sup>2</sup> to Russell 2000 Index	91.04

Source: FactSet

## Performance

	4Q10	1 Year (annualized)	3 Years* (annualized)	5 Years* (annualized)	Since inception* (annualized)
Turner Small Cap Equity Fund - Institutional Class	16.10%	22.50%	-2.76%	0.62%	7.07%
Russell 2000 Index	16.25%	26.85%	2.22%	4.47%	6.90%

Inception date 1.30.09.

\*Returns are linked with Turner Small Cap Equity Fund - Investor Class (inception date 3.4.02). Please see Performance Information for more information.

### PERFORMANCE INFORMATION

The performance data quoted represents past performance. The principal value and investment return will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data shown here. Returns shown, unless otherwise indicated, are total returns, with dividends and income reinvested. Returns spanning more than one year are annualized. Fee waivers are in effect; if they had not been in effect performance would have been lower. Mutual fund investing involves risk, including potential loss of principal. Performance can vary over short time periods. The performance presented for the Institutional Class links the performance of the Investor Class of shares, adjusted for fees and expenses for periods prior to the inception of this class of shares, from inception date on March 4, 2002 to January 29, 2009 with the performance of this class of shares after its inception on January 30, 2009. Please call 800.224.6312 or visit our website at [www.turnerinvestments.com](http://www.turnerinvestments.com) for most recent month - end performance. Past performance is no guarantee of future results. Please see important risk information on reverse.

Lead portfolio manager



**Thomas J. DiBella, CFA, CPA**  
Chief Investment Officer, Core/Value Strategies  
■ Principal - 28 years of investment experience

Top 10 Security Holdings*	
Company Name	% Assets
ArvinMeritor Inc.	2.14%
TPC Group Inc.	1.97%
Titan International Inc.	1.91%
Wesco International Inc.	1.87%
Mentor Graphics Corp.	1.73%
Mid-America Apartment Communities Inc.	1.70%
Sally Beauty Holdings Inc.	1.69%
ValueClick Inc.	1.67%
SVB Financial Group	1.67%
PennantPark Investment Corp.	1.60%
<b>Percentage of overall portfolio</b>	<b>17.96%</b>
Cash and Equivalents	2.88%

\*subject to change

Fund Characteristics*		
	Turner Small Cap Equity Fund	Russell 2000 Index
Total # of holdings	86	1,974
\$49.5 billion and >	0.00%	0.00%
\$14.8 billion to \$49.5 billion	0.00%	0.00%
\$5.2 billion to \$14.8 billion	0.00%	0.38%
\$2.0 billion to \$5.2 billion	29.42%	15.77%
\$2.0 billion and <	70.58%	83.79%
Weighted average market capitalization (\$ billion)	\$1.58	\$1.25
Weighted median market capitalization (\$ billion)	\$1.45	\$1.12
EPS growth 1 year forecast	17.20%	22.10%
P/E ratio - 1 year forecast	15.02x	17.84x
P/E to growth ratio - 1 year forecast	0.87	0.87

Sources: FactSet, Turner quantitative system

Sector Allocation*		
	Turner Small Cap Equity Fund	Russell 2000 Index
Consumer discretionary	20.17%	19.03%
Consumer staples	1.64%	2.89%
Energy	6.17%	5.55%
Financial services	22.22%	21.70%
Health care	10.73%	12.40%
Materials and processing	10.31%	9.74%
Producer durables	9.63%	10.47%
Technology	12.74%	14.19%
Utilities	3.51%	4.03%
Cash and equivalents	2.88%	0.00%

\*subject to change

IMPORTANT INFORMATION

Effective October 1, 2010, the Turner Funds are distributed by Foreside Fund Services, LLC, Portland, ME. The investor should consider the investment objectives, risks, charges and expenses carefully before investing. This information can be found in the prospectus. A free summary or statutory prospectus, which contains detailed information, including fees and expenses, and the risks associated with investing in this fund, can be obtained by calling 800.224.6312 or by visiting [www.turnerinvestments.com](http://www.turnerinvestments.com). Read the prospectus carefully before investing. Past performance is no guarantee of future results. Mutual fund investing involves risk, including potential loss of principal. Holdings are subject to change. Funds that take a focus or sector specific approach are subject to greater risk from downturns affecting a specific issuers or industry.

Redemptions within 90 days of purchase may be subject to a 2.00% redemption fee. At this time, purchases of the Fund will not be subject to this redemption fee. The Fund will notify all existing shareholders if and when it decides to implement the fee.

The smaller capitalization companies the Fund invests in may be more vulnerable to adverse business or economic events than larger, more established companies. In particular, these small companies may have limited product lines, markets and financial resources, and may depend upon a relatively small management group. Small cap stocks may be very volatile and the price movements of the Fund's shares may reflect that volatility. Such volatility may make selling a large quantity of shares of one issuer more difficult. Investing in issuers headquartered or otherwise located in foreign countries poses additional risks since political and economic events unique to a country or region will affect those markets and their issuers. The Fund's ability to buy and sell securities frequently may result in higher transaction costs and additional tax liabilities.

Alpha is a measurement of a fund's risk-adjusted performance against the Russell 2000 Index. Standard deviation is a measurement of dispersion of a set of data from its mean. R-squared is a measurement of how much a fund's performance reflects the returns from the relevant market.

The Russell 2000 Index measures the performance of those 2000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index. The index mentioned is an unmanaged statistical composite of stock market performance. Investing in an index is not possible.

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