

# Tilson Mutual Funds

November 19, 2010

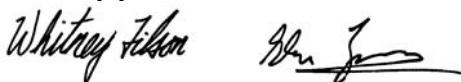
Dear Tilson Focus Fund (TILFX) and Tilson Dividend Fund (TILDY) investors:

The Tilson Mutual Funds are expected to pay capital gain distributions in 2010. The Tilson Mutual Funds may also be required to pay net investment income distributions. For both distributions, the Record Date will be December 29, 2010 and the Ex-Payable Date will be December 30, 2010. Estimates for these distributions are expected to be posted to [www.tilsonmutualfunds.com](http://www.tilsonmutualfunds.com) in late-December after the year-to-date operating results are finalized.

On the Ex-Payable Date, the fund's net asset value per share drops by the amount of the distribution per share to reflect that the distribution has been paid out. The drop in the net asset value does not reflect a loss in the shareholder's overall investment value, but instead indicates that a portion of that value has been re-allocated to the shareholder as a capital gain or as net investment income. There may also be appreciation or depreciation in the fund value from market activity on that day that will also be reflected in the net asset value.

(For the Funds' most up-to-date performance information, please see our web site at [www.tilsonmutualfunds.com](http://www.tilsonmutualfunds.com). Note that the net asset value (NAV) of both Funds at inception on March 16, 2005 was \$10.00.)

Sincerely yours,



Whitney Tilson and Glenn Tongue, Co-Portfolio Managers, Tilson Focus Fund



Zeke Ashton, Portfolio Manager, Tilson Dividend Fund

***The payment of distributions is not an indicator of fund performance. An investor should consider the investment objectives, risks and charges and expenses of the Funds carefully before investing. The prospectus contains this and other information about the Funds. A copy of the prospectus is available by calling the Funds directly at (888) 484-5766. The prospectus should be read carefully before investing.***

Distributor: Capital Investment Group, Inc., Member FINRA/SIPC, 17 Glenwood Ave, Raleigh, NC, 27603, (800) 773-3863. There is no affiliation between the Tilson Mutual Funds, including its principals, and Capital Investment Group, Inc.