Global Emerging Markets Fund (GEMFX)

January 2010

Symbol: GEMFX CUSIP: 90330L-50-1
Inception Date: 2/24/05

About the Fund

The Global Emerging Markets Fund offers a diversified portfolio of investments in emerging markets around the world. Rapid economic growth is taking place in rising powerhouses Brazil, Russia, India and China, and other emerging markets. Truly global in its approach, the fund invests in developing countries from nearly every continent.

Fund Objective

The Global Emerging Markets Fund seeks long-term growth of capital.

Fund Strategy

Under normal market conditions, the fund invests at least 80 percent of its net assets in equity securities such as common stocks, preferred stock, convertible securities, rights and warrants, and depositary receipts of companies located in emerging market countries or in companies with a significant business presence in emerging countries. Emerging market countries are those countries defined as such by the World Bank, the International Finance Corporation, the United Nations or the European Bank for Reconstruction and Development.

Portfolio Team

Frank Holmes, *Chief Investment Officer*
Years of Experience: 30

John Derrick, *CFA*
Years of Experience: 14

Tim Steinle, *CFA*
Years of Experience: 8

Romeo Dator, *CFA*
Years of Experience: 17

Potential Risk/Reward

Low **High**

U.S. Global Investors

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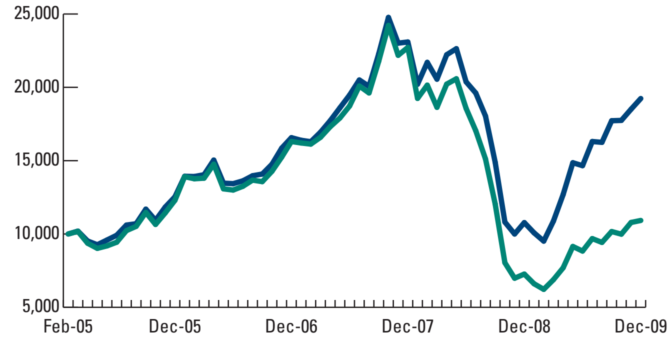
All information is unaudited and, unless otherwise indicated, is as of 01/31/10

Growth of $10,000 from 02/24/2005 to 12/31/2009



The chart illustrates the performance of a hypothetical $10,000 investment made in the fund during the depicted time frame, compared to its benchmark index. Figures include reinvestment of capital gains and dividends, but the performance does not include the effect of any direct fees described in the fund's prospectus (e.g., short-term trading fees) which, if applicable, would lower your total returns.

Global Emerging Markets Fund (GEMFX)
MSCI Emerging Markets Net Total Return Index

Portfolio Statistics

Total Net Assets	$12.9 Million	Standard Deviation	8.78%
NAV	$7.46	Benchmark Standard Deviation	8.17%
Average Weighted Market Capitalization	$26.7 Billion	Lipper Category	Emerging Markets
Beta	1.087		
Information Ratio	-1.445		

Average Annual Returns

	Average Annual							Expense Ratio	
	1 Month	Year to Date	1-year	3-year	5-year	10-year	Since Inception (2/24/05)	Gross	Capped
Global Emerging Markets Fund *(as of 12/31/09)*	1.27%	50.28%	50.28%	-12.49%	n/a	n/a	1.84%	3.11%	3.15%
MSCI Emerging Markets Net Total Return Index[1] *(as of 12/31/09)*	3.95%	78.51%	78.51%	5.09%	15.73%	9.77%	n/a	n/a	n/a
Global Emerging Markets Fund *(as of 01/31/10)*	-6.16%	-6.16%	55.09%	-14.15%	n/a	n/a	0.50%	3.11%	3.15%
MSCI Emerging Markets Net Total Return Index[1] *(as of 01/31/10)*	-5.58%	-5.58%	80.19%	3.49%	14.14%	9.09%	n/a	n/a	n/a

Gross expense ratio as stated in the most recent prospectus. Capped expense ratio is a voluntary limit on total fund operating expenses (exclusive of any acquired fund fees and expenses, performance fees, taxes, brokerage commissions and interest) that U.S. Global Investors, Inc. can modify or terminate at any time. Performance data quoted above is historical. Past performance is no guarantee of future results. Results reflect the reinvestment of dividends and other earnings. Current performance may be higher or lower than the performance data quoted. The principal value and investment return of an investment will fluctuate so that your shares, when redeemed, may be worth more or less than their original cost. Performance does not include the effect of any direct fees described in the fund's prospectus (e.g., short-term trading fees of 2.00%) which, if applicable, would lower your total returns. Obtain performance data current to the most recent month-end at www.usfunds.com or 1-800-US-FUNDS. High double-digit returns are attributable, in part, to unusually favorable market conditions and may not be repeated or consistently achieved in the future.

Foreign and emerging market investing involves special risks such as currency fluctuation and less public disclosure, as well as economic and political risk.

Industry Breakdown

as a percentage of total investments

Commercial Banks Non-US	12.72%
Cellular Telecommunications	9.82%
Electronic Components - Semiconductors	5.27%
Oil Companies - Integrated	5.07%
Diversified Minerals	4.06%
Food - Retail	3.51%
Retail - Hypermarkets	3.40%
Patient Monitoring Equipment	3.19%
Multimedia	3.10%
Retail - Apparel/Shoe	3.02%
Finance - Other Services	2.72%
Metal - Copper	2.71%
Life/Health Insurance	2.61%
Commercial Services	2.47%
Telecommunications Equipment	2.23%
Other	34.10%

Top 10 Equity Holdings[2]

as a percentage of net assets

Samsung Electronics Co Ltd	2.93%
OTP Bank PLC	2.79%
Vivo Participacoes SA	2.72%
Opto Circuits India Ltd	2.55%
Naspers Ltd	2.48%
Lojas Renner SA	2.41%
Wal-Mart de Mexico SAB de CV	2.13%
China Life Insurance Co Ltd	2.08%
MTN Group Ltd	2.00%
Shenzhen International Holdings	1.97%
Percentage of total net assets in top 20 holdings	**40.61%**
Total number of holdings	**69**

Fund Composition[3]

as a percentage of total investments

Equities	82.77%
Cash Equivalents	17.23%
Bonds	0.00%

Top 10 Regional Breakdown

as a percentage of net assets (Country of incorporation)

Brazil	14.54%
China	7.86%
Russia	7.12%
Canada	6.14%
South Africa	5.85%
Korea, Republic of, (South Korea)	5.25%
Mexico	5.21%
Bermuda	4.34%
United States	3.46%
Hungary	2.79%

Please consider carefully a fund's investment objectives, risks, charges and expenses. For this and other important information, obtain a fund prospectus by visiting www.usfunds.com or by calling 1-800-US-FUNDS (1-800-873-8637). Read it carefully before investing. Distributed by U.S. Global Brokerage, Inc.

There is no guarantee that the investment objectives will be met. [1]The MSCI Emerging Markets Total Net Return Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in emerging market countries on a net return basis (i.e., reflects the minimum possible dividend reinvestment after deduction of the maximum rate withholding tax). [2]Portfolio holdings will change. [3]Fund assets can include, but are not limited to, equities, bonds, cash, receivables, pre-paid expenses and other miscellaneous assets. Fund composition represents key components only and should not be considered a complete financial picture of a fund's assets. Beta is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. Information Ratio is the ratio of expected return to risk, as measured by standard deviation. Information Ratio is used to measure portfolio management's performance against a benchmark. Standard deviation is a measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Standard deviation is also known as historical volatility. 10-75