



# Global MegaTrends Fund

Symbol: MEGAX CUSIP: 90330L-20-4 U.S. Global Investors Funds

July 2009

## Fund Objective

The Global MegaTrends Fund seeks long-term capital appreciation consistent with the preservation of capital.

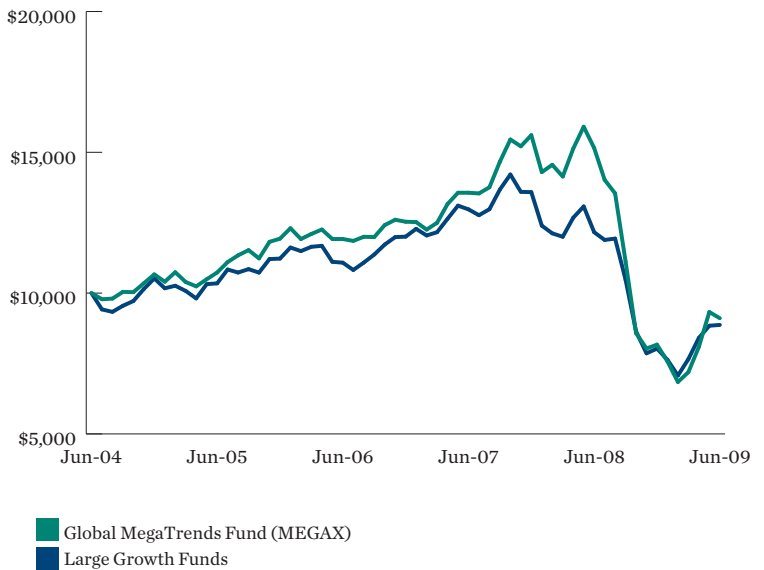
## Portfolio Team

**Frank Holmes, Chief Investment Officer**  
**John Derrick, CFA**  
**Romeo A. Dator, CFA**

## Fund Strategy

The Global MegaTrends Fund seeks to invest in companies that are positioned to grow by providing capital goods, basic materials, professional services or other key inputs to facilitate the design, construction, maintenance, financing, or servicing of global infrastructure properties. In addition to this focus on investments in infrastructure, the fund seeks to invest in companies that meet suitable measures of return on cash flow, growth in revenue, earnings growth and return on equity. There is no constraint upon the market capitalizations that the fund management will consider. Fund management characterizes its strategy as a “picks and shovels” approach: not only investing in the underlying infrastructure asset itself, but also investing in the companies that help to build it or to service it.

Global MegaTrends Fund  
 Growth of \$10,000 from 06/01/2004 to 06/30/2009



The chart illustrates the performance of a hypothetical \$10,000 investment made in the fund during the depicted timeframe. 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.

## Potential Risk/Reward



## Average Annual Returns

	Average Annual						Expense Ratio		
	1-month	Year to Date	1-year	3-year	5-year	10-year	Since Inception (10/21/91)	Gross	Capped
Global MegaTrends Fund (as of 6/30/09)	-2.37%	11.46%	-39.90%	-8.57%	-1.85%	0.24%	4.22%	2.56%	1.85%
S&P 500 Stock Index <sup>1</sup> (as of 6/30/09)	0.20%	3.16%	-26.21%	-8.22%	-2.24%	-2.22%	n/a	n/a	n/a
Global MegaTrends Fund (as of 7/31/09)	8.00%	20.38%	-29.85%	-6.02%	0.11%	1.05%	4.65%	2.56%	1.85%
S&P 500 Stock Index <sup>1</sup> (as of 7/31/09)	7.56%	10.97%	-19.96%	-6.15%	-0.14%	-1.19%	n/a	n/a	n/a

The Adviser for the Global MegaTrends Fund has contractually limited total fund operating expenses (as a percentage of net assets) to not exceed 1.85% (exclusive of acquired fund fees and expenses of 0.01%) on an annualized basis through September 30, 2009. These contractual limitations, however, may be revised at any time by the funds' Board of Trustees. 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 0.25%) which, if applicable, would lower your total returns. Obtain performance data current to the most recent month-end at [www.usfunds.com](http://www.usfunds.com) or 1-800-US-FUNDS.

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

Please consider carefully the fund's investment objectives, risks, charges and expenses. For this and other important information, obtain a fund prospectus by visiting [www.usfunds.com](http://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.

## Portfolio Statistics *as of 6/30/09*

Total Net Assets	\$28.5 Million
Weighted Average Market Capitalization	\$11.4 Billion
2008 Distributions (\$ per share)	\$0.007
Beta ( <i>as of 7/31/09</i> )	1.16
Sharpe Ratio ( <i>as of 7/31/09</i> )	-0.22
Lipper Category	Large Cap Growth

## Net Asset Value *as of 7/31/09*

NAV	\$7.56
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## Top 10 Industries *as of 7/31/09*

Electric - Integrated	11.87%
Steel - Producers	8.06%
Engineering / R&D Services	6.59%
Power Converters / Power Supply Equipment	5.35%
Building - Heavy Construction	4.83%
Building & Construction - Miscellaneous	3.45%
Cellular Telecommunications	3.20%
Airport Development / Maintenance	3.20%
Public Thoroughfares	2.65%
Machinery - Pumps	2.65%

## Fund Composition<sup>3</sup>

*as a percentage of total investments as of 7/31/09*

Equities	85.21%
Cash Equivalents	14.79%
Bonds	0.00%

## Top 10 Equity Holdings<sup>2</sup> *as of 6/30/09*

FPL Group Inc	4.39%
Grupo Aeroportuario del Sureste SAB de CV	3.01%
Gerdau SA	2.57%
China High Speed Transmission Equipment Group Co Ltd	2.44%
Fluor Corp	2.43%
First Solar Inc	2.27%
Cia de Concessoes Rodoviaras	2.25%
Maanshan Iron & Steel	2.20%
Exelon Corp	2.16%
CPFL Energia SA	2.12%

## Top 10 Country Breakdown *as of 7/31/09*

United States	23.40%
China	19.46%
Brazil	10.32%
Canada	8.68%
Russia	5.61%
Turkey	4.34%
Mexico	3.20%
Switzerland	2.03%
Singapore	1.80%
Poland	1.64%

### ★★★★ Morningstar 10-year Rating<sup>TM</sup>

Among 1565, 1565, 1294 and 663 Large Growth funds, the Global MegaTrends Fund earned 3 stars, 2 stars, 2 stars and 4 stars for the overall, 3-, 5- and 10-year periods. Ratings are based on risk-adjusted return as of 6/30/09. The Overall Morningstar Rating for a fund is derived from a weighted-average of the performance figures associated with its 3-, 5- and 10-year (if applicable) Morningstar Rating. Past performance does not guarantee future results.

<sup>1</sup>The S&P 500 Stock Index is a widely recognized capitalization-weighted index of 500 common stock prices in U.S. companies. <sup>2</sup>Portfolio holdings will change. <sup>3</sup>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. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating<sup>TM</sup> based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) There is no guarantee that the investment objectives will be met. 09-536