



Eastern European Fund (EUROX)

September 2009

Symbol: EUROX CUSIP: 90330L-40-2
Inception Date: 3/31/97

About the Fund

The Eastern European Fund focuses on a region that is still in the early stages of industrial, economic and market development in the post-Soviet era. The region is rich in natural resources and many of the countries have only recently begun to embrace capitalist government policies.

Fund Objective

The Eastern European Fund seeks long-term growth of capital by investing in the Eastern Europe region.

Fund Strategy

The fund invests in dynamic companies in the Eastern European region including Russia, the Czech Republic, Hungary, Poland and other countries of the region.

The fund evaluates each of these countries' strengths based on currency rates, GDP growth, interest rates and political stability.

Portfolio Team

Frank Holmes, Chief Investment Officer
Years of Experience: 30

John Derrick, CFA
Years of Experience: 14

Jack Dzierwa
Years of Experience: 13

Tim Steinle, CFA
Years of Experience: 8

Potential Risk/Reward

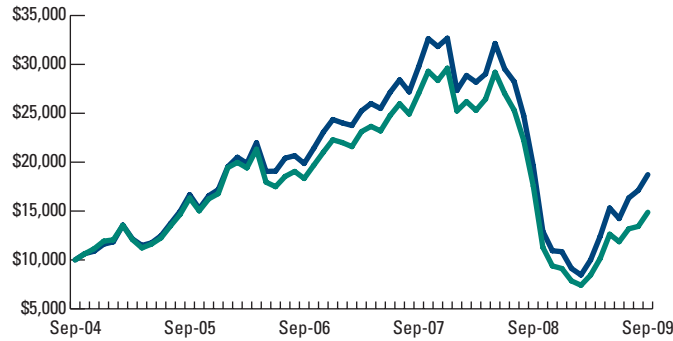
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P.O. Box 781234
San Antonio, TX
78278-1234
1-800-US-FUNDS
(1-800-873-8637)
www.usfunds.com
shsvc@usfunds.com

All information is unaudited and, unless otherwise indicated, is as of 9/30/09

Growth of \$10,000 from 09/01/2004 to 09/30/2009



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.

■ Eastern European Fund (EUROX) ■ MSCI EM Europe 10/40 Index

Portfolio Statistics

Total Net Assets	\$442.6 Million	Information Ratio	-0.893
NAV	\$8.35	Standard Deviation	10.40%
Average Weighted Market Capitalization	\$23.7 Billion	Benchmark Standard Deviation	10.73%
Beta	0.973	Lipper Category	Emerging Markets

Average Annual Returns

	Average Annual						Expense Ratio		
	1 Month	Year to Date	1-year	3-year	5-year	10-year	Since Inception (3/31/97)	Gross	Capped
Eastern European Fund (as of 9/30/09)	10.74%	63.09%	-15.31%	-6.72%	8.26%	17.41%	12.19%	2.14%	2.85%
MSCI EM Europe 10/40 Index (Net Total Return) ¹ (as of 9/30/09)	9.38%	72.74%	-4.49%	-1.95%	13.36%	11.64%	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 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. By investing in a specific geographic region, a regional fund's returns and share price may be more volatile than those of a less concentrated portfolio. The Eastern European Fund invests more than 25% of its investments in companies principally engaged in the oil & gas or banking industries. The risk of concentrating investments in this group of industries will make the fund more susceptible to risk in these industries than funds which do not concentrate their investments in an industry and may make the fund's performance more volatile.



Industry Breakdown

as a percentage of total assets

Commercial Banks Non-U.S.	19.9%
Oil Companies - Integrated	16.9%
Cash Equivalents	13.6%
Cellular Telecommunications	10.8%
Oil Companies - Exploration & Production	7.0%
Metal - Iron	4.6%
Television	3.5%
Electric - Generation	3.4%
Medical - Drugs	2.2%
Food - Retail	2.1%
Steel Pipe & Tube	1.8%
Metal - Diversified	1.7%
Real Estate Operating/Development	1.5%
Building & Construction - Miscellaneous	1.5%
Diversified Operations	1.4%
Other	8.2%

Top 10 Regional Breakdown

as a percentage of net assets (Country of incorporation)

Russia	53.72%
Turkey	12.39%
Hungary	6.03%
Czech Republic	4.22%
United States	2.68%
Netherlands	2.24%
Poland	1.03%
Canada	0.96%
Guernsey, Channel Islands	0.57%
Sweden	0.11%

Top 10 Equity Holdings²

as a percentage of net assets

Sberbank	8.60%
Lukoil OAO	7.43%
Rosneft Oil Co	6.77%
Turkiye Garanti Bankasi AS	4.94%
Mobile Telesystems OJSC	4.76%
Gazprom OAO	4.41%
Vimpel-Communications	3.31%
CEZ AS	3.27%
Novolipetsk Steel OJSC	2.88%
OTP Bank Plc	2.77%
Percentage of total net assets in top 20 holdings	67.32%
Total number of holdings	50

Fund Composition³

as a percentage of total investments

Equities	86.43%
Cash Equivalents	13.57%
Bonds	0.00%

Assets by Capitalization

as a percentage of total assets

Small Cap (under \$1 Billion)	16.04%
Mid Cap (\$1 – \$5 Billion)	12.07%
Large Cap (over \$5 Billion)	71.88%

★★★★

Morningstar 10-year Rating™

Among 99, 99, 94, and 56 Europe Stock funds, the Eastern European Fund earned 3 stars, 1 star, 1 star and 4 stars for the overall, 3-, 5- and 10-year periods 9/30/09. Ratings are based on risk-adjusted return. The Overall Morningstar Rating for a fund is derived from a weighted-average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics. Past performance does not guarantee future results.

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. ¹The MSCI Emerging Markets Europe 10/40 Index (Net Total Return) is a free float-adjusted market capitalization index that is designed to measure equity performance in the emerging market countries of Europe (Czech Republic, Hungary, Poland, Russia, and Turkey). The index is calculated on a net return basis (i.e., reflects the minimum possible dividend reinvestment after deduction of the maximum rate withholding tax). The index is periodically rebalanced relative to the constituents' weights in the parent index. ²Portfolio holdings will change. ³Fund 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. The Information Ratio of a manager series vs. a benchmark series is the quotient of the annualized excess return and the annualized standard deviation of excess return. 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. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ 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.) 09-684