



# All American Equity Fund

Symbol: GBTFX CUSIP: 911476-60-4 U.S. Global Investors Funds

2nd Quarter 2009

## Fund Objective

The All American Equity Fund seeks long-term capital appreciation by investing in stocks of domestic growth companies.

## Fund Strategy

The investment team strives to outperform the stock market average by building a portfolio with industry diversification similar to that of the S&P 500 Stock Index with the flexibility to seek out other promising stock opportunities as market conditions dictate. The team searches for blue-chip companies exhibiting the strongest growth in revenue and earnings. Stocks are selected for the portfolio using a proprietary earnings-growth model that reviews sectors first, then groups within those sectors and, finally, individual stocks. This model enables the investment team to (1) assess historical, current and forecasted earnings trends in accordance with market conditions, (2) purchase stocks with sustainable earnings growth at compelling values, (3) produce results that are directional (a specific buy-hold-sell decision) and systematic, and (4) provide reliable reasons for holding a stock. Generally, the focus is on stocks of companies that:

- Demonstrate strong earnings and growth potential
- Maintain leading market positions
- Generate solid cash flow

## Portfolio Team

**Frank Holmes, Chief Investment Officer**

**Years of investment experience: 30**

**Education:** BA, University of Western Ontario

**John Derrick, CFA**

**Years of investment experience: 14**

**Education:** BBA, University of Texas at Arlington

**Romeo A. Dator, CFA**

**Years of investment experience: 17**

**Education:** BS, Duke University;

MBA, Roy E. Crummer Graduate School of Business at Rollins College

For the latest commentary from the portfolio team, visit [www.usfunds.com/fundcommentary](http://www.usfunds.com/fundcommentary).

### ★★★★ Morningstar 5-year Rating™

Among 1565, 1565, 1294 and 663 Large Growth funds, the All American Equity Fund earned 3 stars, 3 stars, 4 stars and 2 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.

## Portfolio Statistics

Total Net Assets	\$14.9 Million
Weighted Average Market Capitalization	\$33.7 Billion
Average P/E	25.0
NAV	\$16.86
2008 Distributions (\$ per share)	\$0.007
Lipper Category	Multi-Cap Growth
Redemption Fee (for shares held less than 30 days)	.10%

## Year-End Fund Data Fund Calendar Year Total Return (%)

2004	5.05
2005	11.83
2006	10.95
2007	27.03
2008	-39.72

<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™ 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. 09-466

All information is unaudited and, unless otherwise indicated, is as of 6/30/09

## Average Annual Returns

	Average Annual							Expense Ratio		
	1-month	3-month	Year to Date	1-year	3-year	5-year	10-year	Since Inception (3/4/81)	Gross	Capped
All American Equity Fund	-2.32%	11.21%	-2.71%	-38.10%	-7.78%	-0.38%	-4.31%	5.85%	2.31%	1.75%
S&P 500 Stock Index <sup>1</sup>	0.20%	15.93%	3.16%	-26.21%	-8.22%	-2.24%	-2.22%	n/a	n/a	n/a

The Adviser for the All American Equity Fund has contractually limited total fund operating expenses (as a percentage of net assets) to not exceed 1.75% (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 0.10%) 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.

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.

## Top 10 Industries as a percentage of net assets

Computers	6.52%
Diversified Banking Institutions	6.11%
Oil Companies - Exploration & Production	5.28%
Wireless Equipment	4.34%
Gold Mining	3.06%
Medical - Biomedical / Gene	3.03%
Oil - Field Services	2.75%
Cellular Telecommunications	2.65%
Oil Companies - Integrated	2.52%
Medical Information Systems	2.52%

## Top 10 Equity Holdings<sup>2</sup>

Apple Inc	4.15%
Bank of America Corp	3.62%
QUALCOMM Inc	2.75%
Petroleo Brasileiro SA	2.52%
Cerner Corp	2.52%
Goldman Sachs Group Inc/The	2.49%
SLM Corp	2.43%
Copart Inc	2.11%
Illumina Inc	2.10%
F5 Networks Inc	2.10%

## Fund Composition<sup>3</sup> as a percentage of total investments

Equities	82.70%
Cash Equivalents	17.30%
Bonds	0.00%