



THE FBR FUNDS TOTAL RETURNS

Equity Funds - Retirement Shares	Inception Date	Q4 2009	2009 YTD 12/31/2009	Average Annual Total Returns										Total Annual Fund Operating Expense	Net Expense
				1 MOS	3 MOS	6 MOS	Through 12/31/2009				Since Incep. Annualized 12/31/2009				
				11/30/2009 12/31/2009	9/30/2009 12/31/2009	6/30/2009 12/31/2009	One Year	Three Years	Five Years	Ten Years					
FBR Pegasus Small Cap Growth Fund (FBPSX)^{1,3}	5/30/2008	3.03%	35.80%	6.50%	3.03%	21.11%	35.80%	n/a	n/a	n/a	-5.24%	17.22%	1.70%		
FBR Focus Fund (FBRRX)^{1,3}	5/30/2008	5.87%	33.76%	4.38%	5.87%	16.95%	33.76%	n/a	n/a	n/a	-4.43%	11.24%	2.20%		
FBR Small Cap Financial Fund (FBRWX)^{1,2,3}	5/30/2008	-1.44%	19.19%	2.69%	-1.44%	20.62%	19.19%	n/a	n/a	n/a	7.64%	11.85%	2.20%		
FBR Gas Utility Index Fund (GASSX)⁴	5/30/2008	9.52%	22.98%	6.22%	9.52%	20.79%	22.98%	n/a	n/a	n/a	-8.94%	16.26%	1.35%		

Effective May 30, 2008, FBR Fund Advisers, Inc. has agreed in writing to waive a portion of its investment advisory fees and assume certain expenses of the R Class shares of each Fund to the extent annual fund operating expenses exceed 1.70%, 2.20%, 2.20% and 1.35% of the Pegasus Small Cap Growth Fund, Focus Fund, Small Cap Financial Fund and Gas Utility Index Fund's average daily net assets (excluding interest, taxes, brokerage commissions, acquired fund fees, extraordinary legal expenses, or any other extraordinary expenses), respectively. The Adviser has agreed to maintain these expense limitations with regard to each Fund through February 28, 2013. The Adviser may recoup any waived amount from a Fund pursuant to this agreement if such reimbursement does not cause the Fund to exceed existing expense limitations and the reimbursement is made within three years after the year in which the Adviser incurred the expense.

PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS.

Current performance may be lower or higher than performance data quoted. To obtain performance data current to the most recent month-end please call 888.888.0025 or visit fbrfunds.com. Investment return and principal will fluctuate so that investors' shares, when redeemed, may be worth more or less than their original cost. The performance data does not reflect the deduction of redemption fees and if reflected, the redemption fee would reduce the performance quoted.

- 1 - The non-diversified nature of the Fund may subject investors to greater volatility than other diversified funds.
- 2 - Fund investments are focused in the financial services industry, which may be adversely affected by regulatory or other market conditions, such as rising interest rates.
- 3 - Investing in mid- and small-cap companies can involve risks such as less publicly available information, higher volatility, and less liquidity than in the case of larger companies.
- 4 - The Fund is subject to risks associated with the natural gas industry which is sensitive to interest rates, weather and competition risks.

Investors should consider the investment objectives, risks, charges and expenses carefully before investing. This and other important information can be found in the fund's prospectus. To obtain a free prospectus please call 888.888.0025 or visit fbrfunds.com. Please read the prospectus carefully before investing.

The FBR Funds are distributed by FBR Investment Services, Inc., member FINRA/SIPC.