

FUND MANAGEMENT



Richard W. Perkins and Daniel S. Perkins are co-managers of The Perkins Discovery Fund.

Richard W. Perkins, CFA
President, Portfolio Manager
over 50 years of experience

Daniel S. Perkins, CFA
Executive Vice-President,
Portfolio Manager
26 years of experience

FUND INFORMATION

Perkins Discovery Fund

Total Net Assets	\$13.0 million
NAV	\$24.28
Min. Initial Investment	\$2,500
Min. Subsequent Investment	\$100
NASDAQ Symbol	PDFDX
Load	None
Inception Date	4/9/1998
Gross Expense Ratio	2.31%
Net Expense Ratio	2.00%
Redemption Fee	1.00% within 90 days

*Without Acquired Fund Fees and Expenses. The Investment Advisor has contractually agreed to reduce its fees to the Fund through 7/29/2012. Investment performance reflects fee waivers, in the absence of such waivers, total return would be reduced.

For more information about the Perkins Discovery Fund, please call or visit our website at:

1-800-998-3190

www.perkinscapital.com

INVESTMENT PHILOSOPHY

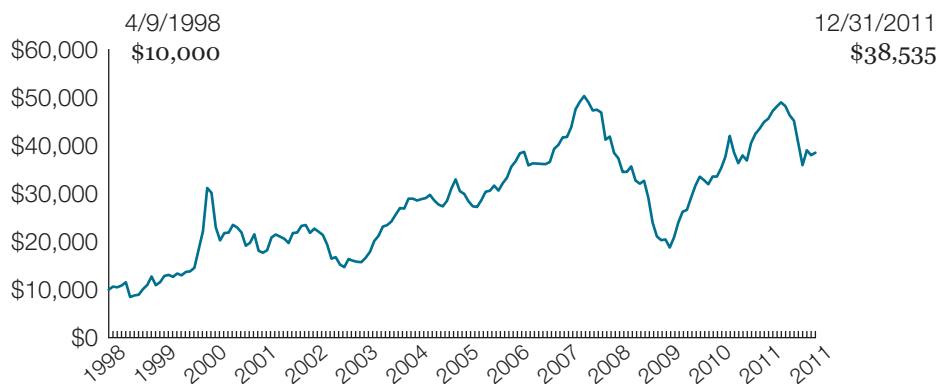
The primary emphasis of the Perkins Discovery Fund is investing in micro-cap companies. Over the long term, emerging micro-cap companies have the greatest growth potential but also have the most risk. The fund will close to new investors at \$100 million in net assets.

INVESTMENT STRATEGY

The primary emphasis of this Fund is investing in common stocks of domestic companies with a market capitalization at the time of purchase of under \$1 billion. The Fund is an aggressive growth fund. In selecting investments, the Advisor seeks opportunities for growth by investing in companies that it believes will appreciate in value. In its selection process, the Advisor visits companies, reads a variety of reports and publications and utilizes computer programs to assess the attractiveness of an individual security.

GROWTH OF \$10,000

Perkins Discovery Fund



The chart illustrates the performance of a hypothetical \$10,000 investment made in the Perkins Discovery Fund since the fund's inception. Assumes reinvestment of dividends and capital gains, but does not reflect the effect of any applicable sales charge or redemption fees. This chart does not imply any future performance.

PERFORMANCE

Average Annualized Total Returns as of December 31, 2011

	Inception Date	Since Inception	10 year	5 year	3 year	1 year	YTD
Perkins Discovery Fund	04/09/98	10.32%	5.17%	-0.82%	23.79%	-14.20%	-14.20%
DJ Wilshire U.S. Micro-Cap Index		6.24%	6.64%	-3.55%	18.37%	-12.37%	-12.37%
Russell 2000 Index		4.56%	5.62%	0.15%	15.63%	-4.18%	-4.18%
NASDAQ Composite Index		2.65%	2.94%	1.52%	18.21%	-1.80%	-1.80%
S&P 500 Index		2.72%	2.92%	-0.25%	14.11%	2.11%	2.11%

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-998-3190. The fund imposes a 1.00% redemption fee on shares held less than ninety days. Performance data does not reflect the redemption fee. If reflected, total returns would be reduced.

Small-capitalization companies tend to have limited liquidity and greater price volatility than large-capitalization companies. As a result, investors considering an investment in the Fund should consider their ability to withstand the volatility of the Fund's net asset value associated with the risks of the portfolio.

While the fund is no-load, management and distribution fees and other expenses still apply. Please refer to the prospectus for details.

The Dow Jones Wilshire U.S. Micro-Cap Index is formed by taking the 2,500 smallest companies, as measured by market capitalization, of the Dow Jones Wilshire 5000 Index. The Russell 2000 Index is composed of the 2,000 smallest companies in the Russell 3000 Index, and is widely regarded in the industry as the premier measure of small-cap stocks. The NASDAQ Composite Index is a broad-based capitalization-weighted index of all NASDAQ national market and small-cap stocks. The S&P 500 Index is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity, and industry group representation. One cannot invest directly in an index.

INVESTMENT PROCESS

Stocks are purchased when it is believed that change will result in higher earnings and/or a higher price/earnings ratio, and thus a higher share price when the change is recognized by others. Companies undergoing change may have new products, processes, strategies, management, or may be subjected to change by external forces. Perkins Capital Management uses a combination of both fundamental and technical analysis in its quest to uncover investment opportunities. We want to have a good understanding of what companies do and to know who is running them. This investment style can best be described as “bottom-up” investing, as opposed to the “top-down” style of following general market trends.

The Perkins Discovery Fund uses this approach to focus on micro-cap companies. While investing in smaller companies may involve greater risks, companies fitting this criteria present an opportunity to achieve superior returns because they are not well known to the investing public and have less investor following.

TOP TEN EQUITY HOLDINGS

Security	(% of net assets)
Ebix, Inc.	10.2%
Computer Task Group, Inc.	8.7%
Metropolitan Health Networks Inc	5.8%
Eplus Inc.	4.4%
Synergetics USA Inc.	4.3%
Uroplasty, Inc.	4.1%
NetScout Systems, Inc.	4.1%
IntegraMed America, Inc.	3.6%
Famous Dave's of America, Inc.	3.6%
Appliance Recycling Centers of America Inc.	3.4%

SECTOR ALLOCATION

Sector	
Professional Scientific and Technical Services	37.9%
Chemical Manufacturing	12.1%
Health Care and Social Assistance	13.4%
General Manufacturing	11.7%
Information	9.9%
Administrative Support Waste Management	5.1%
Accommodation and Food Services	3.6%
Food Manufacturing	2.5%
Mining	1.8%
Educational Services	0.9%
Cash or Equivalent	0.6%
Arts and Entertainment and Recreation	0.5%

P/E Ratio: the ratio of a firm's closing stock price & its trailing 12 months' earnings/share.

Fund holdings and sector allocations are subject to change and should not be considered a recommendation to buy or sell any security. Current and future portfolio holdings are subject to risk.

The fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The Statutory and Summary Prospectuses contain this and other important information about the investment company, and may be obtained by calling 1-800-998-3190, or visiting www.perkinsfund.com. Read carefully before investing.

Quasar Distributors, LLC, Distributor



INVESTMENT ADVISOR

The Perkins Discovery Fund is professionally managed by Perkins Capital Management, Inc., a registered investment advisor.

The Perkins Capital Management team, consisting of Richard W. Perkins, Daniel S. Perkins, Richard C. Perkins, and Harry A. L. Lindberg, Jr., has experience averaging over 36 years in the investment business. Founded in 1984, Perkins Capital Management serves as the investment advisor to private and institutional accounts totaling over \$200 million.

Perkins Capital Management, Inc.
730 East Lake Street
Wayzata, MN 55391-1769

Perkins Discovery Fund
c/o U.S. Bancorp Fund Services, LLC
P.O. Box 701
Milwaukee, WI 53201-0701

Portfolio Allocation

Shares	
Short-Term Positions	99.4%
Cash or Equivalent	0.6%

Portfolio allocations are subject to change and are not recommendations to buy or sell any security.

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