

30 June 2010

### Investor Profile

This value style fund is designed for that portion of your portfolio targeted to investing in primarily small and mid-sized companies.

### Portfolio Managers



J. Dennis Delafield & Vincent Sellecchia have been co-managers of The Delafield Fund since its inception in 1993. They joined Tocqueville in 2009. Mr. Delafield founded Delafield Asset Management, Inc. ("Delafield") in 1980 which became affiliated with



Reich & Tang Asset Management, LLC in 1991. Prior to founding Delafield, he was managing partner of David J. Greene & Co. He holds a BA from Princeton University and is a CFA Charter Holder. Mr. Sellecchia started his career as an analyst at Irving Trust & Co. in 1976 and later joined the research team of Gabelli & Co. He joined Delafield in 1980 and most recently was the Chief Investment Officer. He holds a BA from Boston College, a MBA from NY University and is a CFA Charter Holder.

### Fund Objective

The objectives of The Delafield Fund are to seek long-term preservation of capital (sufficient growth to outpace inflation over an extended period of time) and growth of capital.

### Investment Strategy

The Delafield Fund will seek to achieve its objectives by investing primarily in the equity securities (i.e., common stocks, securities convertible into common stocks or rights or warrants to subscribe for or purchase common stocks) of domestic companies. Specifically, the Fund will primarily invest in equity securities which the portfolio managers believe to be undervalued or to represent special situations. An example of a special situation is a company undergoing change that might cause its market value to grow at a rate faster than the market generally.

[www.tocquevillefunds.com](http://www.tocquevillefunds.com)  
1-800-697-3863

### Performance

| Fund*                           | 3 Month | YTD    | Average Annual Returns as of 6/30/10** |        |        |        |
|---------------------------------|---------|--------|--|--------|--------|--------|
|                                 |         |        | 1YR                                    | 3YR    | 5YR    | 10YR   |
| Fund*                           | -12.39% | -3.56% | 27.33%                                 | -4.63% | 4.80%  | 11.56% |
| Russell 2000 Index              | -9.92%  | -1.95% | 21.48%                                 | -8.60% | 0.37%  | 3.00%  |
| S&P 500 Index                   | -11.43% | -6.65% | 14.43%                                 | -9.81% | -0.79% | -1.59% |
| Lipper Mid-Cap Value Fund Index | -10.67% | -3.20% | 23.19%                                 | -8.78% | 0.76%  | 5.73%  |

|                 | Fund                  | Lipper Category Average |
|-----------------|-----------------------|-------------------------|
| Turnover Ratio: | 46%                   | 81%                     |
| Expense Ratio:  | 1.26%                 | 1.41%                   |
| Redemption fee: | 2.00% first 120 days* | 1.49%                   |

Performance data quoted represents past performance and 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. Fund performance current to the most recent month-end may be lower or higher than the performance quoted and can be obtained by visiting our web site. The above charts assume reinvestment of capital gains and dividends and are not intended to imply any future performance.

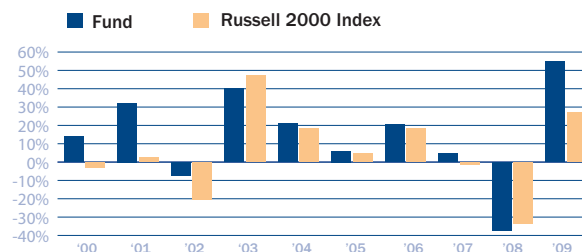
\*The Fund's performance does not reflect the redemption fee. If deducted, the fee would reduce the performance quoted.

The Fund invests in smaller companies, which involve additional risks such as limited liquidity and greater volatility.

The Russell 2000 Index consists of the smallest 2000 companies in a group of 3000 U.S. companies in the Russell 3000 Index, as ranked by market capitalization. The S&P 500 Index is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity, and industry group representation. The Lipper Mid-Cap Value Fund Index is an equally weighted index of typically the 30 largest mid-cap value mutual funds. Returns are adjusted for the reinvestment of capital gains distributions and income dividends. You cannot invest directly in an index.

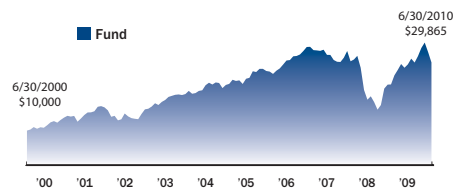
\*\*Performance for periods before 9/27/09 is for Delafield Fund, Inc. (the "Predecessor Fund"), which was reorganized into The Delafield Fund on 9/28/09. The Predecessor Fund had the same Portfolio Managers, investment objectives and strategies as The Delafield Fund. Performance since 9/28/09 reflects actual Delafield Fund performance.

### Calendar Year Returns



### Cumulative Returns

Hypothetical growth of \$10,000 for last 10 years



### Fund Facts

|                     |                     |                   |               |
|---------------------|---------------------|-------------------|---------------|
| Symbol:             | DEFIX               | Cusip:            | 888894847     |
| Dividend policy:    | Annual              | Lipper Category:  | Mid-Cap Value |
| Minimum Investment: | \$1,000 (\$250 IRA) | Sales Charge:     | None          |
| Total Fund Assets:  | \$777.1 million     | Inception date:   | 11/19/93**    |
| Total # Holdings:   | 79                  | Managers' Tenure: | 16 Years      |

### Investment Update

During the quarter, the Russell 2000 Index finished down 9.92%. The quarter began on a promising note as investors continued to anticipate a smooth economic recovery. However, beginning in April, sentiment grew decidedly cautious and volatility returned to the market. Stocks reacted negatively to weaker than expected economic data and renewed worries of a double-dip recession in the U.S. The sovereign-debt crisis in Greece and its implications for the health of the broader European economies also spooked investors.

There were no meaningful positive contributors to the Fund during the quarter. On the negative side, Flextronics International Ltd. and Collective Brands, Inc. were the largest detractors. While the portfolio is not constructed with sector allocation targets, we remained overweight in the materials and industrials sectors, which were among the weakest sectors in the Russell 2000 for the quarter. On the other hand, our avoidance of the financials and health care sectors benefited the Fund's relative performance.

While current corporate earnings data is largely positive, the macro outlook is less optimistic. We believe a dose of caution is warranted in view of heavy government intervention in the recovery, which will eventually need to be paid for, likely through higher taxes. Also, unemployment in the U.S. continues to hover around 10%, and is only expected to improve at a modest pace.

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### Points of Distinction

- **Focused** - Value style investment philosophy
- **Disciplined** - Contrarian thinking backed by fundamental in-house research
- **Conservative** - Preservation of capital
- **Steady** - Seasoned portfolio managers
- **Cost Aware** - Expense ratios comparable to Lipper category averages
- **Tax Aware** - Low portfolio turnover
- **Committed** - Our portfolio managers invest their money in funds
- **Proven** - Long track record of strong performance in different time horizons

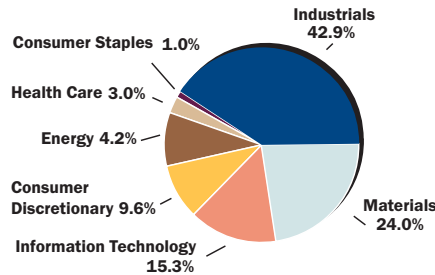
### The Tocqueville Funds

- Tocqueville Fund
- Small Cap Fund
- International Value Fund
- Select Fund
- Delafield Fund
- Gold Fund

Must be preceded or accompanied by prospectus. Please refer to the prospectus for important information about the investment company including investment objectives, risks, charges and expenses, which should be considered carefully before investing.

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### Sector Weightings % of equities



### Top Ten Holdings % of assets

|                                |       |
|--------------------------------|-------|
| Flextronics International Ltd. | 3.60% |
| Checkpoint Systems, Inc.       | 2.79% |
| Stanley Black and Decker, Inc. | 2.55% |
| Collective Brands, Inc.        | 2.49% |
| Thermo Fisher Scientific, Inc. | 2.47% |
| FMC Corp.                      | 2.39% |
| Albany International Corp.     | 2.35% |
| Ingersoll-Rand PLC             | 2.17% |
| Honeywell International, Inc.  | 2.02% |
| Barnes Group, Inc.             | 1.91% |

Fund holdings and industry weightings are subject to change at any time and are not recommendations to buy or sell any security.

### Portfolio Statistics

|                                   |         |
|-----------------------------------|---------|
| Equities                          | 83.38%  |
| REITs                             | 1.04%   |
| Cash Equivalents and Fixed Income | 15.58%  |
| P/E                               | 19.15   |
| Median Market Cap                 | \$1.6 B |

### Risk Statistics (3 year)

|                |       |
|----------------|-------|
| R <sup>2</sup> | 90.76 |
| Alpha          | 5.66  |
| Beta           | 1.08  |
| Sharpe Ratio   | -0.20 |
| Std Dev        | 29.71 |

### Lipper Ratings as of 6/30/10

**5** Category: Mid-Cap Value  
Overall Lipper Total Return  
Based on historical total return performance. (out of 173 funds)

#### Lipper Key



Lipper Ratings for Total Return reflect funds' historical total return performance relative to peers as of 6/30/10. The Lipper Ratings are subject to change every month. The overall calculation is based on an equal-weighted average of percentile ranks for the Total Return metrics over the three-, five-, and ten-year periods (if applicable). The highest 20% of funds in each peer group are named Lipper Leaders, the next 20% receive a rating of 4, the middle 20% are rated 3, the next 20% are rated 2, and the lowest 20% are rated 1. The Delafield Fund, in Lipper's mid-cap value classification, received the following ratings for the 3-, 5- and 10-year periods, respectively: Total Return: Lipper Leader (173 funds), Lipper Leader (134 funds), Lipper Leader (55 funds).

Lipper ratings are not intended to predict future results, and Lipper does not guarantee the accuracy of this information. Lipper Leader ©2010, Reuters, All Rights Reserved. **Past performance is no guarantee of future results.**

There are special risks associated with investing in small cap stocks, including: small companies rely on limited product lines, financial resources and business activities that may make them more susceptible than larger companies to setbacks or downturns; and small cap stocks are less liquid and more thinly traded which make them more volatile than stocks of larger companies.

**P/E ratio:** The weighted average of the price/earnings (P/E) ratios of the equity securities referenced. The P/E ratio is calculated by dividing the current price of the stock by the estimate of earnings expected over the next four quarters. **Alpha:** A statistic that measures the difference between the fund's actual returns and its expected performance, given its level of risk as measured by beta. The difference is expressed as an annual percentage. **Beta:** A statistic that measures the volatility of the fund, as compared to that of the overall market. The market's beta is set at 1.00; a beta higher than 1.00 is considered to be more volatile than the market, while a beta lower than 1.00 is considered to be less volatile. **R-squared:** A statistic that indicates how much of a fund's fluctuations were attributable to movements in the fund's benchmark index. This statistic can range from zero to one hundred. A value closer to one hundred implies that movements of the fund can be explained by movements in the index. A value closer to zero implies that movements of the fund are based on other factors. The higher the R-squared, the more meaningful the beta. **Sharpe ratio:** A statistical measure that uses standard deviation and excess return to determine reward per unit of risk. A higher Sharpe ratio implies a better historical risk-adjusted performance. **Standard deviation:** A statistical measure of portfolio risk used to measure variability of total return around an average, over a specified period of time. The greater the standard deviation over the period, the wider the variability or range of returns and hence, the greater the fund's volatility.