

# EAGLE CAPITAL APPRECIATION FUND

Fund Data as of June 30, 2010

## Fund Objective

Seeks long-term capital appreciation by investing in companies with undervalued assets and significant future growth potential.

## Portfolio Highlights

The management team evaluates the strategic long-term growth capabilities of the business rather than short-term factors such as stock price momentum, sector rotation or the current quarter's earnings.

The portfolio is diversified, typically holding 30 to 40 stocks. The team's conviction in the long-term prospects of a particular business or theme are expressed in over or underweight positions in the portfolio.

## Investment Process

The fund's management is a team with extensive experience, continuity in working together and in-depth industry expertise.

The team makes decisions as long-term business owners, performing in-depth fundamental research to identify businesses that are strategically positioned for consistent long-term growth and meet key investment criteria:

- Established brand names
- Free cash flow
- Dominant market shares
- Defensible niche
- Pricing power
- Favorable long-term growth prospects
- Recurring revenue streams
- Excellent management

The team's goal is to invest in growth companies whose intrinsic business value is both attractive relative to its stock price and increasing over time.

## Risk Measures\*\* Three-year trailing

Standard deviation:

Eagle Capital Appreciation Fund	25.24
Russell 1000 Growth Index	20.85
Beta vs. Russell 1000 Growth Index	1.17

## Meet the Managers

David G. Shell, CFA, and Steven M. Barry are chief investment officers of Goldman Sachs Asset Management (the subadviser), and have been responsible for the day-to-day management of the fund since 2002. Shell and Barry have been affiliated with the fund since 1987 and 1999, respectively.

Shell is a Chartered Financial Analyst and has 23 years of investment experience. He earned a BA from the University of South Florida. Barry has 24 years of investment experience and earned a BA from Boston College.

Goldman Sachs Asset Management assumed management of the fund in 1997.

Share Class Information	Symbol	CUSIP	Inception	NAV (6/30/10)
A shares	HRCPX	26945A100	12/12/85	\$22.84
C shares	HRCCX	26945A209	4/3/95	\$19.97
I shares	HRCIX	26945A308	3/21/06	\$23.23
R-3 shares	HRCLX	26945A407	9/12/07	\$22.67
R-5 shares	HRCMX	26945A506	10/2/06	\$23.18

Share class subject to certain eligibility requirements, as described in its respective prospectus.

## Fund Facts

Total fund net assets:	\$519.25 million
Total number of holdings:	36
Dividend frequency:	Annually
Weighted average market cap:**	\$33.78 billion
Initial minimum investment:*	\$1,000
Retirement account minimum:*	\$500
Subsequent investments:	No minimum

+Shareholders may establish a Periodic Investment Program with an initial investment of \$50 and subsequent investments of \$50 per month for Class A and C shares. Class I, R-3 and R-5 shares are subject to separate requirements, as described in their respective prospectuses.

## Top 10 Holdings, Industries and Asset Allocation

Top 10 Holdings	% of Assets	Top Five Sectors	% of Assets
American Tower	5.97%	Telecommunications	16.49%
Apple	5.59%	Retail	10.17%
PepsiCo	4.00%	Healthcare Products	9.82%
Schlumberger	3.99%	Oil & Gas Services	6.68%
Crown Castle International	3.89%	Software	6.67%
Microsoft	3.71%		
Johnson & Johnson	3.53%	<b>Asset Allocation</b>	
Qualcomm	3.39%	Invested Portfolio	97.47%
Baxter International	3.31%	Cash/Other	2.53%
Cisco Systems	3.24%		

The information provided above should not be construed as a recommendation to buy, sell or hold any particular security. The data is shown for informational purposes only and is not indicative of future portfolio characteristics or returns. Portfolio holdings are not stagnant and may change over time without prior notice.

## Performance Highlights\*

Average annual total returns for periods through June 30, 2010.

Class A shares	Excluding Sales Charge	Including Sales Charge	Expense Ratio
Life of Class (12/12/85)	9.19%	8.97%	1.32%
20-year	8.86%	8.60%	
15-year	8.07%	7.72%	
10-year	-0.40%	-0.88%	
5-year	1.08%	0.11%	
3-year	-7.78%	-9.26%	
1-year	10.66%	5.40%	
Year-to-date (not annualized)	-9.37%	-13.67%	

Class C shares	Excluding Sales Charge	Including Sales Charge	Expense Ratio
Life of Class (4/3/95)	7.52%	7.52%	2.08%
15-year	7.35%	7.35%	
10-year	-1.15%	-1.15%	
5-year	0.28%	0.28%	
3-year	-8.48%	-8.48%	
1-year	9.79%	9.79%	
Year-to-date (not annualized)	-9.68%	-10.58%	

\*Performance data quoted represents past performance, which does not guarantee future results. The investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Net performance reflects a front-end sales charge of 4.75 percent for Class A shares; a contingent deferred sales charge (CDSC) of 1 percent for Class C share redemptions made within 12 months of purchase, but not at one-year. Performance data quoted reflects reinvested dividends and capital gains. Current performance may be higher or lower than quoted here. To obtain more current performance as of the most recent month end, please visit our website at [eaglefunds.com](http://eaglefunds.com) or call us toll free at 800.421.4184.

\*\*Statistical measures:

Standard deviation is a statistical measure of the range of a fund's performance. The greater the standard deviation, the greater the fund's volatility. Beta is a measure of a fund's sensitivity to market movements. A beta of 1 indicates that the security will move with the market, greater than 1 indicates that it's more volatile than the market, and less than 1 indicates that it's less volatile than the market.

Source of the average market capitalization is Goldman Sachs Asset Management. Average market capitalization is the geometric mean of all market capitalizations of the companies in a fund's portfolio.

Source: Morningstar®

The Russell 1000 Growth Index measures performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values and is representative of U.S. securities exhibiting growth characteristics. It is not possible to invest in an index.

## Morningstar Investment Style



## 10-Year Morningstar Rating



Based on risk-adjusted performance adjusted for fees and loads. Past performance is no guarantee of future results. The fund's Class A shares are rated 3 stars overall, 2 stars for the three- and five-year periods and 4 stars for the 10-year period among a total of 1,545, 1,545, 1,298 and 739 funds respectively, in the large growth category.

Funds with at least three years of performance history are assigned ratings from the fund's three-, five- and 10-year average annual returns (when available) and a risk factor that reflects fund performance relative to three-month Treasury bill monthly returns. Ten percent of the funds in an investment category receive five stars, 22.5 percent receive four stars, 35 percent receive three stars, 22.5 percent receive two stars and the bottom 10 percent receive one star. Funds are rated for up to three time periods (3-, 5-, and 10-years) and these ratings are combined to produce an overall rating.

International investing presents specific risks, such as currency fluctuations, differences in financial accounting standards, and potential political and economic instability. Investing in small- and mid-cap stocks may involve greater risks than investing in larger, more established companies. These companies often have narrow markets and more limited managerial and financial resources. Growth companies are expected to increase their earnings at a certain rate. When these expectations are not met, investors may punish the stocks excessively, even if earnings showed an absolute increase. Growth company stocks also typically lack the dividend yield that can cushion stock prices in market downturns. Because the fund normally will hold a core portfolio of stocks of fewer companies than many other diversified funds, the increase or decrease of the value of a single stock may have a greater impact on the fund's net asset value and total return.

*Please consider the investment objectives, risks, charges, and expenses of any fund carefully before investing. Contact Eagle at 800.421.4184 or your financial advisor for a prospectus, which contains this and other important information about the funds. Read the prospectus carefully before you invest or send money.*

880 Carillon Parkway | St. Petersburg, FL 33716 | 727.567.8143 | 800.421.4184 | [eaglefunds.com](http://eaglefunds.com)

Eagle Fund Distributors, Inc., Member FINRA | EFD-0610-439

Not FDIC Insured

May Lose Value

No Bank Guarantee