

Eagle Capital Appreciation Fund

FOURTH QUARTER | 12/31/11

Snapshot

| Class | NAV (\$) | Symbol | Cusip |
|-------|----------|--------|-----------|
| A | 26.76 | HRCPX | 26945A100 |
| C | 23.16 | HRCCX | 26945A209 |
| I | 27.36 | HRCIX | 26945A308 |
| R-3 | 26.47 | HRCLX | 26945A407 |
| R-5 | 27.31 | HRCMX | 26945A506 |

Fund Facts

| | |
|--------------------|---------------------------|
| Objective: | Capital Appreciation |
| Dividend Schedule: | Annually |
| Benchmark Index: | Russell 1000 Growth Index |

Morningstar Style: Large-cap Growth



Initial Investment Minimum

| | |
|---|---------|
| Class A and C shares | \$1,000 |
| Retirement account minimum | \$500 |
| Periodic investment plan (see prospectus for details) | \$50 |

See prospectus for Class I and R share requirements.

Characteristics

| | |
|--|------------------|
| Total net assets | \$311.81 million |
| Number of holdings | 34 |
| Market cap (weighted average) ¹ | \$81.53 billion |

| | FUND | BENCHMARK |
|---------------------------------|-------|-----------|
| Standard Deviation ² | 18.81 | 18.01 |
| Beta ³ | 1.01 | 1.00 |

¹ Weighted average market capitalization first arranges the fund's holdings from highest to lowest by total market value and then by its percentage of the fund's total net assets. Source: FactSet.

² 3-year Trailing Standard Deviation measures historical volatility of returns.

³ Beta measures the security's volatility in relation to its benchmark index. Source: Morningstar Direct®

Management

The Goldman Sachs Asset Management growth equity team has managed the fund since 1997. An extensive team of portfolio managers and research analysts who are also sector specialists contributes to the fund's process.

Strategy

- The management team seeks capital appreciation by investing in companies with undervalued assets and significant future growth potential.
- The 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.
- Management primarily targets larger, well-established companies. Key investment criteria include established brand name, free-cash flow, dominant market share, defensible niche, pricing power, favorable long-term growth prospects, recurring revenue streams and excellent management.

Goals

- Invest in growth companies whose intrinsic business value is both attractive relative to its stock price and increasing over time
- Add value by over- or underweighting positions in the portfolio based on conviction in the long-term prospects of a particular business or theme
- Construct a portfolio of companies which exhibit similar characteristics of established brand name, free-cash flow, dominant market share, defensible niche, pricing power, favorable long-term growth prospects, recurring revenue streams and excellent management

Portfolio

Composition (%)

| | |
|--------------------|-------|
| Invested Portfolio | 98.95 |
| Cash/Other | 1.05 |

Top 10 Holdings (%)

| | |
|----------------------------------|--------------|
| Apple | 8.49 |
| Qualcomm | 6.00 |
| American Tower | 5.60 |
| Google | 4.88 |
| Schlumberger | 4.46 |
| Lowe's | 3.64 |
| Nike | 3.59 |
| Mastercard | 3.58 |
| Costco | 3.58 |
| Oracle | 3.00 |
| Total for Top 10 Holdings | 46.82 |

Sector Weights (%)

| | |
|----------------------------|--------------|
| Information Technology | 34.4 |
| Consumer Discretionary | 15.2 |
| Financials | 15.0 |
| Energy | 10.1 |
| Consumer Staples | 9.2 |
| Health Care | 7.5 |
| Materials | 3.0 |
| Telecommunication Services | 3.0 |
| Industrials | 2.5 |
| Utilities | 0.0 |
| Total | 100.0 |

Fund holdings, sector and portfolio composition (as % of market value) may change and are not recommendations to buy or sell. Sector weights rounded to nearest decimal. Source: FactSet

Performance as of 12/31/11

Average Annual Returns (%)

| | YTD | 1 YR | 3 YR | 5 YR | 10 YR | Life of Class | Inception |
|---------------------------|-------|-------|-------|-------|-------|---------------|-----------|
| Class A (at NAV) | -4.15 | -4.15 | 18.02 | 0.26 | 2.51 | 9.31 | 2/12/85 |
| Class A (at Offer) | -8.70 | -8.70 | 16.12 | -0.71 | 2.01 | 9.10 | |
| Expense Ratio: 1.27% | | | | | | | |
| Russell 1000 Growth Index | 2.64 | 2.64 | 18.02 | 2.50 | 2.60 | - | |
| Class C (at NAV) | -4.77 | -4.77 | 17.16 | -0.47 | 1.73 | 7.78 | 4/3/95 |
| Class C (at Offer) | -4.77 | -4.77 | 17.16 | -0.47 | 1.73 | 7.78 | |
| Expense Ratio: 1.99% | | | | | | | |
| Class I | -3.83 | -3.83 | 18.43 | 0.64 | - | 1.62 | 3/21/06 |
| Class R-3 | -4.41 | -4.41 | 17.76 | - | - | -1.96 | 9/12/07 |
| Class R-5 | -3.84 | -3.84 | 18.48 | 0.65 | - | 1.69 | 10/2/06 |

Calendar Year Returns (%)

| | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 | 2003 | 2002 | 2001 | 2000 | 1999 |
|-----------------------|-------|-------|-------|--------|-------|-------|------|-------|--------|--------|--------|--------|-------|
| Fund (Class A at NAV) | -4.15 | 10.79 | 54.79 | -45.62 | 13.37 | 11.44 | 5.20 | 12.61 | 26.65 | -24.39 | -8.14 | -8.55 | 40.39 |
| Russell 1000 Growth | 2.64 | 16.71 | 37.21 | -38.44 | 11.81 | 9.07 | 5.26 | 6.30 | 29.75 | -27.88 | -20.42 | -22.42 | 33.16 |
| | 1998 | 1997 | 1996 | 1995 | 1994 | 1993 | 1992 | 1991 | 1990 | 1989 | 1988 | 1987 | 1986 |
| Fund (Class A at NAV) | 34.18 | 42.72 | 18.90 | 20.27 | -2.37 | 18.42 | 9.71 | 35.06 | -12.89 | 20.59 | 19.38 | 1.31 | 12.32 |
| Russell 1000 Growth | 38.71 | 30.49 | 23.12 | 37.18 | 2.62 | 2.87 | 4.99 | 41.27 | -0.26 | 35.92 | 11.27 | 5.31 | 15.36 |

If the sales charge had been included, the returns would have been lower.

The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Performance at offer reflects a front-end sales charge of 4.75 percent for Class A shares; a contingent deferred sales charge of 1 percent for Class C share redemptions made earlier than one year after purchase. Performance data quoted reflects reinvested dividends and capital gains. Returns of less than one year are not annualized. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 800.421.4184 or visiting eagleasset.com.

Performance "at NAV" assumes that no front-end sales charge applied or the investment was not redeemed. Performance "at offer" assumes that a front-end sales charge applied to the extent applicable.

Class I and R shares are only available to certain investors. See the prospectus for more information.

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.

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.

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.