



Advised by James Investment Research, Inc.

2011 IMPORTANT TAX INFORMATION

Income dividends paid by the James Balanced: Golden Rainbow Fund, James Small Cap Fund, James Micro Cap, James Mid Cap Fund, and James Long-Short Fund are taxable as ordinary income for federal income tax purposes. Additionally, The James Balanced: Golden Rainbow Fund and James Micro Cap Fund paid distributions taxable as long-term capital gain for federal income tax purpose. These distributions are taxable whether you received them in cash or reinvested them in additional shares of the Fund unless they were paid on shares held in a tax deferred portfolio, such as an IRA. Please note that James Market Neutral Fund did not pay a distribution in 2011.

The state taxation of regulated investment company dividends that is derived in whole or in part from interest on federal obligations varies from state to state. Please consult your tax adviser concerning the taxation of regulated investment company dividends in your state.

Following shows the portion of dividends derived from interest income from U.S. Treasury and other government securities during 2011.

James Balanced: Golden Rainbow Fund	39.53%
James Small Cap Fund	0.00%
James Mid Cap Fund	0.00%
James Micro Cap Fund	0.00%
James Long-Short Fund	0.56%
James Market Neutral Fund	0.00%