



Advised by James Investment Research, Inc.

2010 IMPORTANT TAX INFORMATION

Income dividends paid by the James Balanced: Golden Rainbow Fund, James Market Neutral Fund, James Equity Fund and James Mid Cap Fund are taxable as ordinary income for federal income tax purposes. This distribution is taxable whether you received the dividends in cash or reinvested dividends in additional shares of the Fund. Please note that James Micro Cap Fund did not pay a distribution in 2010

For Shareholders in the James Small Cap Fund, a portion of the dividends paid are considered to be a nondividend distribution. A nondividend distribution is a distribution that is not from income of the fund and is a return on your investment. The amount of the nondividend distribution is shown on Form 1099-DIV in Box 3. A nondividend distribution reduces your basis in the shares of James Small Cap Fund. For more information see IRS Publication 564 or consult your tax advisor.

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 2010.

James Balanced: Golden Rainbow Fund	58.95%
James Small Cap Fund	0.05%
James Market Neutral Fund	0.00%
James Equity Fund	0.26%
James Mid Cap Fund	0.00%