

LIBERTY STREET HORIZON FUND

(LSHAX, LSHCX & LSHUX)

Q4 2011
[DATA AS OF 12/31/2011]

Fund Assets	
All Classes	\$66,786,422
Class A Shares	\$8,375,326
Class C Shares	\$9,390,487
Institutional Class	\$49,020,609

Fund Highlights

- The Fund is sub-advised by Horizon Asset Management, LLC.
- The Fund seeks to achieve long-term growth of capital by investing in the full spectrum of available securities which Horizon believes have the most favorable risk/reward characteristics.
- Risk mitigation techniques are employed where appropriate, including periodic hedging and fixed income securities.
- The Fund is managed using Horizon's Core Value, Research Select, and Spin-off strategies.
- LSHAX, LSHCX, and LSHUX are the symbols for Share Classes A, C, and Institutional (I) respectively.

Fund Information	
Inception (LSHAX)	5/4/2007
Number of Positions	71
Foreign Holdings %	31.13%
Average Market Cap (Millions)	\$10,282
Standard Deviation Since Inception (LSHAX)	33.96%
Price-to-Earnings (P/E) (Weighted Harmonic Avg.)	9.7
Price-to-Book (P/B)	3.8
R2 Since Inception (LSHAX)	0.86
Alpha Since Inception (LSHAX)	-8.36%
Beta Since Inception (LSHAX)	0.96

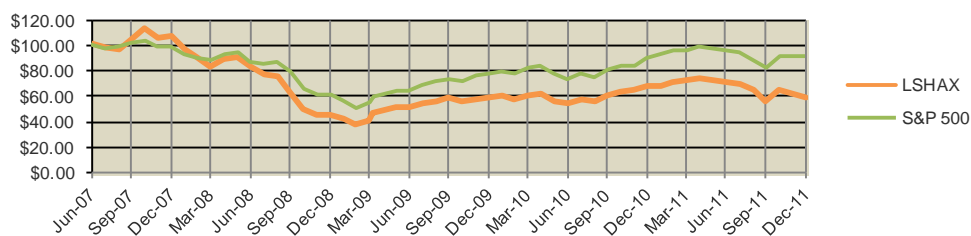
Performance Analysis – Through December 31, 2011

Total Returns	One Month	Three Month	Six Month	One Year w/Load	ITD (a)* w/Load	YTD
LSHAX	-5.19%	4.04%	-16.74%	-17.56%	-10.74%	-13.43%
LSHCX	-5.18%	4.02%	-16.88%	-14.43%	-10.48%	-13.78%
LSHUX	-5.01%	4.29%	-16.63%	-13.17%	-11.55%	-13.17%
S&P 500	1.02%	11.82%	-3.69%	2.11%	-1.66%	2.11%

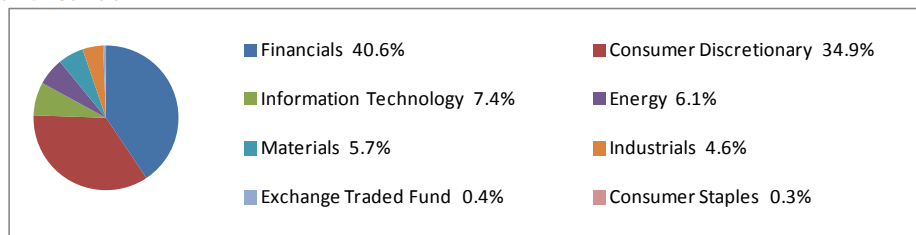
Performance data quoted represents past performance and is no guarantee of future results. Total return figures include the reinvestment of dividends and capital gains. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. For the most recent month end performance, please call (800) 207-7108. Returns showing less than one year are cumulative. *ITD(a) represents annualized inception-to-date data. LSHAX inception 5/4/07; LSHCX inception 5/24/07; LSHUX inception 7/11/07. S&P500 ITD uses 5/4/07 inception date. Shares redeemed or exchanged within 90 days of purchase will be charged a 1.00% redemption fee. The gross operating expense ratio for the Class A, C, and Institutional Shares are 1.74%, 2.24% and 1.49%, respectively. The Fund's investment advisor contractually agreed, through at least August 31, 2012, to reduce fees or reimburse expenses so that the net expense ratios of the Class A, C and I Shares would not exceed 1.50%, 2.00% and 1.25%, respectively. Otherwise, performance shown would have been lower. Performance results with load reflect the deduction for Class A Shares of the 4.75% maximum front end sales charge. Class C shares are subject to a contingent deferred sales charge of .75% when redeemed within 12 months of purchase. Performance presented without the load would be lower if this charge was reflected. The recent growth rate in the stock market has helped to produce short term returns for some asset classes that are not typical and may not continue in the future. Because of ongoing market volatility, Fund performance may be subject to substantial short term changes.

Top Ten Equity Holdings	
Liberty Media Corp-Capital	7.00%
Howard Hughes Corp.	6.64%
Leucadia National Corp.	6.46%
Bank of Japan	5.69%
MasterCard Inc.	4.47%
AutoNation Inc.	4.27%
Franco-Nevada Corp.	4.16%
Jarden Corp.	4.06%
Link Real Estate Investment Trust	3.86%
Sears Holding Corp.	3.51%

Growth of \$100 Since Inception – Through December 31, 2011



Sector Breakdown



For more information, please contact the Fund at 800 207-7108 or visit the Fund's website at www.libertystreetfunds.com. Financial Professionals only may contact HRC Fund Associates, LLC at 212 240-9726. HRC is the affiliated broker dealer of Liberty Street Advisors, Inc.

LSHAX
LSHCX
LSHUX

HORIZON ASSET MANAGEMENT

Horizon Asset Management, LLC, (Horizon) was hired by the Fund's Advisor, Liberty Street Advisors, Inc., as the Fund's Sub-Advisor. Horizon has responsibility for the day-to-day management of the Fund's portfolio, selection of the Fund's portfolio investments and supervision of its portfolio transactions. Horizon is registered as an investment adviser with the SEC and provides investment advisory services to high net worth individuals, institutional clients, hedge funds, and private partnerships. In addition, Horizon provides sub-advisory and research services to investment companies.

Investment Philosophy

Horizon's general investment philosophy begins with the acknowledgement that the greatest determining factor of a portfolio's long-term, successful performance is the mitigation of risk, which is assessed in terms of the probability of real capital loss.

The Horizon methodology entails rigorous in-house research as well as a dynamic approach to portfolio construction. The process results in securities selected with asymmetric return properties—those for which reward potential exceeds downside risk, both in magnitude and probability. Adherence to this methodology yields what Horizon calls a "margin of safety" approach to investing. Horizon's methods are pragmatic; believing that a qualitative approach is more important than quantitative. Horizon relies on fundamental research for its ideas, and employs quantitative analysis for further clarification, recognizing that data means nothing without context.

Portfolio Managers

Steven M. Bregman and Murray Stahl are the lead portfolio managers for the Fund. Mr. Bregman has the responsibility for the day-to-day portfolio management of the Fund, including the responsibility to implement trades on behalf of the Fund and to oversee all investment decisions for the Fund. Mr. Bregman, CFA, is the President and co-founder of Horizon. Mr. Stahl generally oversees research, investment ideas and overall portfolio structure, and is authorized to execute transactions on behalf of the Fund in Mr. Bregman's absence. Mr. Stahl is the Chairman, CIO and co-founder of Horizon.

HORIZON FUND INVESTMENT STRATEGIES

In order to best implement its investment philosophy, Horizon may allocate assets of the Fund across the following Horizon strategies: Core Value, Research Select, Spin-Off, and speciality stocks that Horizon believes maintain the most favorable risk/ reward characteristics.

HORIZON'S CORE VALUE STRATEGY

Horizon's Core Value Strategy relies on extensive proprietary in-house research to identify companies possessed of very particular, often distinctive and typically underappreciated business models. The strategy focuses on businesses that tend to be relatively protected from severe price competition or technological obsolescence and which, as a consequence, Horizon believes, can sustain a high return on equity. Horizon does not screen for quantitative value measures. Horizon often invests in out-of-favor companies, applying its research capabilities to distinguish between permanent and transitory problems, and exercise the patience to await the resolution of the latter. Selections are not constrained by arbitrary or non-investment considerations, and, therefore will include a variety of market capitalizations as well as companies located outside the U.S., though typically the majority of stocks will tend to be larger U.S. companies.

Core Value holdings will not ordinarily include shares that rely on a catalyst, thereby avoiding what is often referred to as the "value trap." Rather, holdings reflect a focus on a company's ability to continue to compound earnings as the result of its core business. Horizon's security selection is based upon a strategic and financial analysis of each individual company, or, in the popular idiom, "bottom up." However, as unusually favorable risk/reward opportunities are often the product of dislocation in a particular sector, weightings can reflect businesses subject to similar conditions. Thus, Core Value holdings frequently contain themes. This presents an opportunity to own shares below what Horizon considers to be intrinsic value, and can represent a second margin of safety in addition to the compounding of book value manifested by the underlying business model.

HORIZON'S RESEARCH SELECT STRATEGY

In utilizing its research select strategy, horizon selects a wide variety of investments in the areas of: catalyst driven and event driven opportunities, distressed securities, companies that it believes have certain assets whose true values are not fully reflected on the balance sheets, and securities with pricing anomalies and other areas of inefficiency. Unlike horizon's core value strategy which typically requires a proven history of high and sustainable returns on invested capital, horizon's research select strategy has a higher tolerance for companies that may not have as extensive operating histories. Horizon considers not only a company's current ability to produce high sustainable returns on invested capital but also the company's future potential to increase that rate of return. In many instances, the fund's research select strategy portfolio will include less mature companies in the process of developing superior products or market niches. These companies can be smaller in size and may employ leverage to assist in rapid expansion opportunities or enhance returns on invest capital. In rare instances, companies emerging from bankruptcy may also be purchased in this strategy. Appropriately, the holdings in the research select strategy will tend to be more volatile while offering higher return potential given their earlier stage in the business cycle.

HORIZON'S SPIN-OFF STRATEGY

Horizon utilizes its in-house research to identify inefficiencies in the pricing of companies that are at transitory points in their business cycles with a particular focus on corporate divestitures, carve-outs, and other forms of corporate restructurings. In many instances, companies that have been "spun-off" from their corporate parents by way of corporate restructurings may not be followed as closely by Wall Street analysts, which could lead to advantageous disparities between a company's valuation and growth prospects relative to its pricing in the marketplace. Horizon utilizes its extensive in-house research to identify inefficiencies in the pricing of companies that are at such transitory points in their business cycles. The Spin-Off strategy will include companies that may be less mature and smaller in size than Core Value companies, and may include companies that employ leverage to assist in rapid expansion opportunities or enhance return on invested capital. The holdings in the Spin-Off strategy will tend to be more volatile than Core Value holdings, while offering higher return potential given their earlier stage in the business cycle.

INVESTMENT INFORMATION

Before investing you should carefully consider the Fund's investment objectives, risks, charges and expenses. This and other information is in the prospectus, a copy of which may be obtained by calling 1-800-207-7108. Please read the prospectus carefully before you invest.

Total return figures include the reinvestment of dividends and capital gains. The S&P 500 Index is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. One cannot invest directly in an index. Standard deviation indicates the volatility of a fund's total return and is useful because it identifies the spread of a fund's short-term fluctuations. In general, the higher the standard deviation, the greater the volatility of the return. Weighted Harmonic Avg. P/E (a measure of how expensive a stock is) is the harmonic average, which measures the price/earnings ratio of the Fund's entire portfolio, excluding negative earners, weighted by the size of the company's position within the portfolio. P/B ratio is the ratio of a stock's latest closing price divided by its book value per share; book value is the total assets of a company minus total liabilities. R-Squared is the percentage of a fund's returns that are explained by movements in the S&P 500. Alpha is the difference between a fund's actual returns and its expected performance, given its level of risk as measured by beta. Beta is the measure of a fund's relative volatility as compared to the S&P 500 Index. By definition, the beta of the S&P 500 Index is 1.00. Accordingly, a fund with a 1.10 beta is expected to perform 10% better than the Index in up markets and 10% worse in down markets.

There is no guarantee the Fund will achieve the investment objective. The Fund is non-diversified and may focus its investments in the securities of a comparatively small number of issuers. Investment in securities of a limited number of issuers exposes the Fund to greater market risk and potential monetary losses than if its assets were diversified among the securities of a greater number of issuers. The Fund may invest in small- and medium- sized companies, which involves greater risks than investing in larger, more established companies such as increased volatility of earnings and prospects, higher failure rates, and limited markets, product lines or financial resources. The Fund may invest in foreign or emerging markets securities, which involve special risks, including the volatility of currency exchange rates and, in some cases limited geographic focus, political and economic instability, and relatively illiquid markets. The Fund may invest in debt securities, which are subject to interest rate risk. An increase in interest rates typically causes a fall in the value of debt securities in which the Fund may invest. The Fund may also invest in high yield, lower rated (junk) bonds, which involve a greater degree of risk and price fluctuation than investment grade bonds in return for higher yield potential. The Fund may purchase IPOs and distressed securities. IPOs have special risks as there may be a limited number of shares available, unseasoned trading, lack of investor knowledge of the company and a limited operating history. Distressed securities involve considerable risk and can result in substantial or even total loss on the Fund's investment. These companies are more likely to become worthless than securities of more financially stable companies. Foreside Fund Services, LLC, Distributor.