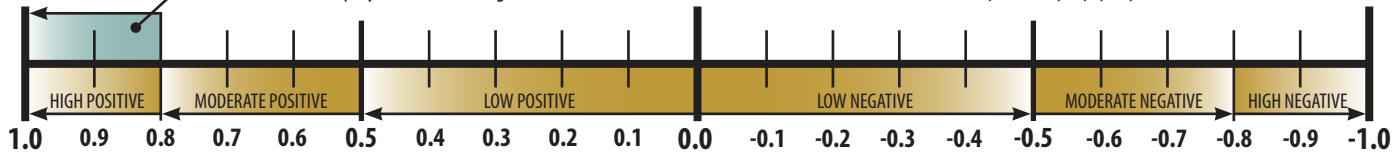


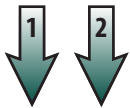
## Diversification matters. Let correlation be your guide.

90% of All Domestic Equity Funds Have a High Positive Correlation vs. S&P 500 (1/1/04 - 12/31/08). Information provided by Zephyr StyleADVISOR.



### ABSOLUTE POSITIVE CORRELATION = 1.0

If Investment 1 Loses 10%



Then Investment 2 Loses 10%

Result:

- ◆ Same Performance
- ◆ No Diversification

### NO CORRELATION = 0.0

If Investment 1 Loses 10%



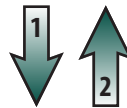
Then Investment 2 Could Be Equal To, Greater Than, or Less Than Investment 1

Result:

- ◆ Unrelated Performance
- ◆ Offers Greater Likelihood For Positive Outcome/Greater Diversification Benefits

### ABSOLUTE NEGATIVE CORRELATION = -1.0

If Investment 1 Loses 10%



Then Investment 2 Gains 10%

Result:

- ◆ Net Zero Performance
- ◆ Complete Diversification

## Low Correlation Goes Beyond Diversification

**Diversification within a portfolio addresses investment risk. Choosing investments that do not behave in the same manner, in other words, that are not highly correlated, can enhance your portfolio's ability to smooth out your return stream.**

The S&P 500 Index is a broad based unmanaged index of 500 stocks, which is widely recognized as representative of the equity market in general. You cannot invest directly in an index.

**Mutual fund investing involves risk, including the possible loss of capital.**

*Consider investment objectives risks, charges and expenses carefully before investing. The Prospectus contains this and other information and is available for download at [www.quakerfunds.com](http://www.quakerfunds.com) or by calling 800-220-8888. Read the Prospectus carefully before investing.*

*Investing in the Quaker Funds may involve special risks including, but not limited to, investments in smaller companies, non-diversification, short sales, foreign securities, special situation companies, debt securities and value and growth investing. Please refer to the prospectus for more complete information.*

*Diversification does not assure a profit or protect against a loss in declining markets.*

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