

High Grade Core Fixed Income Fund

Class Y Shares
For the Period Ended March 31, 2010



PACIFIC CAPITAL
FUNDS

Investment Objective

High current income by investing at least 80% of its net assets in fixed income securities issued or guaranteed by the U.S. Government, its agencies and instrumentalities and in investment grade corporate debt securities.

Investment Considerations

Bonds offer a relatively stable level of income, although bond prices will fluctuate providing the potential for principal gain or loss. Generally, bond prices fall when interest rates rise, and vice versa. Intermediate-term, higher-quality bonds generally offer less risk than longer-term bonds and a lower rate of return.

The values of any of the Fund's investments may also decline in response to events affecting the issuer or its credit rating.

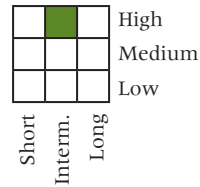
Investment Process

- Top down macroeconomic analysis of interest rate trends
- Bottom up credit research to identify high quality bonds

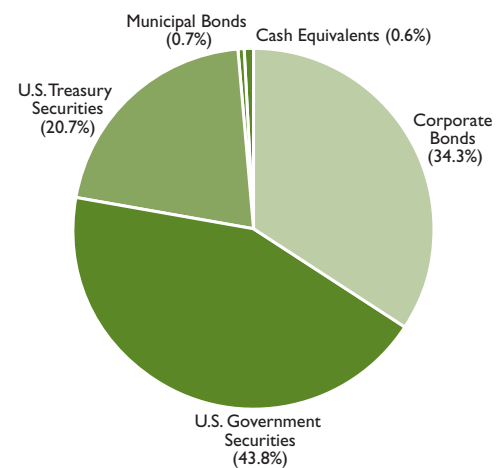
Potential Investor Benefits

- Higher income potential than shorter-term bond funds
- High credit quality may help minimize market risk
- Intermediate-term portfolio may help minimize volatility in a rising interest rate environment

Investment Style: High-quality, intermediate-term, taxable



Portfolio Composition as of 3/31/10 (as a percentage of total investments)



Fund Highlights (subject to change)

| | Y Shares |
|-----------------------|---------------|
| Ticker Symbol | PDIVX |
| CUSIP | 694048851 |
| Inception Date | 10/14/94 |
| Net Asset Value (NAV) | \$11.17 |
| Total Net Assets | \$201,359,875 |
| Average Maturity | 7.04 Years |
| Average Duration | 4.49 Years |

Portfolio Composition (subject to change)

| | |
|----------------------------|-------|
| Corporate Bonds | 34.3% |
| U.S. Government Securities | 43.8% |
| U.S. Treasury Securities | 20.7% |
| Municipal Bonds | 0.7% |
| Cash Equivalents | 0.6% |

Maturity Breakdown (subject to change)

| | |
|------------------|-------|
| Less than 1 Year | 1.3% |
| 1 to 5 Years | 22.9% |
| 5 to 10 Years | 33.8% |
| 10 to 20 Years | 27.2% |
| Over 20 Years | 3.8% |

Top 5 Holdings (subject to change)

| | Coupon Rate | Maturity Date | % Total Mkt Value |
|-------------------|-------------|---------------|-------------------|
| US Treasury Notes | 4.250% | 8/15/15 | 4.2% |
| US Treasury Bond | 4.500% | 2/15/36 | 4.0% |
| FHLMC | 5.000% | 12/1/35 | 3.6% |
| FNMA | 2.500% | 3/3/14 | 2.3% |
| FNMA | 5.570% | 1/1/37 | 2.3% |

This material is authorized for distribution to prospective investors only when accompanied or preceded by a current prospectus. Please read the prospectus carefully before investing.

The Pacific Capital Funds are distributed by Foreside Distribution Services, L.P. The Asset Management Group of Bank of Hawaii is investment adviser to the Fund and receives a fee for its services.

• Not FDIC Insured • May Lose Value • No Bank Guarantee

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Class Y Shares

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Yield and Distribution as of 3/31/10

| | Y Shares |
|---------------------------------------|----------|
| Distribution Rate % | 3.89 |
| 30-Day SEC Yield ¹ % | 2.94 |
| Cumulative Total Dividend (12 months) | 0.4347 |

Distribution Rate: This figure indicates the amount of dividends and/or interest that the Fund actually pays out.

30-Day SEC Yield: Based on a 30-day period and is computed by dividing the net investment income per share earned during the period by the maximum offering price per share on the last day of the period.

Total Returns % as of 3/31/10

| | Qtr | YTD | 1 Yr | 3 Yr | 5 Yr | 10 Yr |
|---------------------------------------|------|------|------|------|------|-------|
| Class Y Shares NAV | 1.27 | 1.27 | 7.35 | 5.50 | 4.72 | 5.78 |
| ML Domestic Master Index | 1.72 | 1.72 | 6.95 | 6.28 | 5.54 | 6.34 |
| Lipper General U.S. Gov't Funds Index | 1.40 | 1.40 | 3.98 | 5.18 | 4.62 | 5.35 |

Expense Ratios %

| | Class Y |
|--------------------------|---------|
| Gross | 0.91 |
| With Contractual Waivers | 0.91 |

Calendar Year Total Returns %

| | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|----------|-------|------|-------|------|------|------|------|------|------|------|
| Y Shares | 12.11 | 7.64 | 11.95 | 3.39 | 2.96 | 2.09 | 3.31 | 6.34 | 5.75 | 5.44 |

Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please call 1-800-258-9232 or visit the Funds' website at www.pacificcapitalfunds.com.

The above expense ratios are from the Funds' prospectus dated November 27, 2009. The expense ratios "With Contractual Waivers" reflect the contractual waiver of various operational fees, if any.

The above performance tables do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemptions of Fund shares. Total returns reflect the contractual waiver of various operational fees, if any, as noted above, as well as a voluntary waiver of a portion of the Fund's advisory fee. Voluntary waivers, if any, may be revised or cancelled at any time. Had these waivers not been in effect, performance quoted would have been lower.

The **Merrill Lynch Domestic Master Index** is an unmanaged broad-based index which measures the total rate of return performance of the U.S. investment-grade bond market. The index does not reflect the deduction of fees associated with a mutual fund, such as investment management and fund accounting fees. The Fund's performance reflects the deduction of fees for these services.

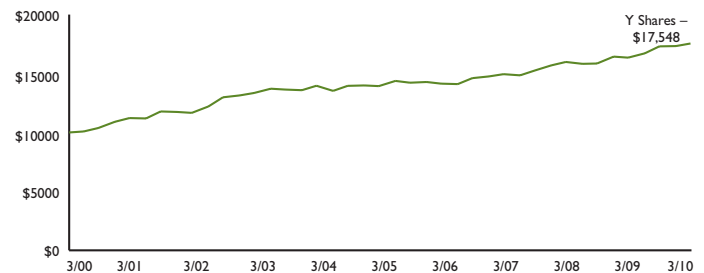
The **Lipper Mutual Funds Index** is an equally weighted average of the largest mutual funds within their respective investment objectives, adjusted for reinvestment of capital gains distributions and income dividends.

Investors cannot invest directly in an index.

Total return calculations for the Fund include changes in share price and reinvestment of dividends and capital gains.

¹ *The 30-day SEC Yield reflects the voluntary waiver of a portion of the Fund's advisory fee. Had this waiver not been in effect, the 30-day SEC Yield would have been 3.16%.*

Growth of a \$10,000 Investment



The chart above represents the results of a hypothetical \$10,000 investment from 3/31/00 to 3/31/10.

Investment Management

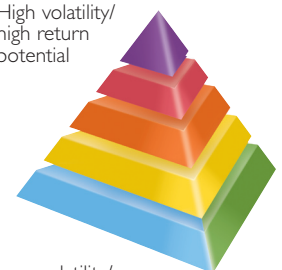
Advised by Asset Management Group of Bank of Hawaii (AMG)

- AMG manages \$3.3 billion in mutual fund assets. In addition, certain AMG personnel also manage approximately \$1.2 billion in assets on behalf of Bank of Hawaii clients.

Pacific Capital Family of Funds

- ◆ New Asia Growth Fund
- ◆ International Stock Fund
- ◆ Small Cap Fund
- ◆ Mid-Cap Fund
- ◆ Growth Stock Fund
- ◆ Growth and Income Fund
- ◆ Value Fund
- ◆ High Grade Core Fixed Income Fund
- ◆ Tax-Free Securities Fund
- ◆ High Grade Short Intermediate Fixed Income Fund
- ◆ Tax-Free Short Intermediate Securities Fund
- ◆ U.S. Government Short Fixed Income Fund

High volatility/
high return
potential



Low volatility/
low return
potential