



Fund Closing Q&A

IVA Worldwide Fund

Class	Ticker	CUSIP
A	IVWAX	45070A107
C	IVWCX	45070A503
I	IVWIX	45070A206

IVA International Fund

Class	Ticker	CUSIP
A	IVIOX	45070A305
C	IVICX	45070A602
I	IVIQX	45070A404

Investment Risks

There are risks associated with investing in funds that invest in securities of foreign countries, such as erratic market conditions, economic and political instability and fluctuations in currency exchange rates. Value-based investments are subject to the risk that the broad market may not recognize their intrinsic value.

An investor should read and consider the funds' investment objectives, risks, charges and expenses carefully before investing. This and other important information are detailed in our prospectus and summary prospectus, which can be obtained by calling 1-866-941-4482 or visiting www.ivafunds.com. The IVA Funds are offered by IVA Funds Distributors, LLC.

International Value Advisers, LLC
645 Madison Ave., 12th Floor
New York, NY 10022
877.874.2999

Q&A with Charles de Vaultx, co-portfolio manager, to discuss closing of the IVA Funds

Why are the Funds closing?

Because asset size matters! We have been very vocal since launching the IVA Funds that we have capacity constraints, and believe it is prudent and in the best interest of our shareholders to soft close at our current size (approximately \$15 billion). That number includes all products managed by IVA as all of our products are similar to our mutual funds.

We do believe that our actual capacity is quite a bit higher than \$15 billion. However, we want to leave significant room, due to this being a soft close and we hope to grow our assets through NAV appreciation.

We believe soft closing the Funds is necessary because although we are multi-cap investors, we often have a bias towards small and mid-cap companies, as well as those with significant insider ownership, where the float can be substantially less than the total market capitalization. We also like the flexibility to invest in various asset classes. At times we like to dabble in high-yield bonds, including convertibles, which are not the most liquid, or big enough for us to consider buying if we were to manage assets of \$40-50 billion. Becoming too big would significantly hinder our ability to invest in these types of securities. We want to keep the flexibility to go wherever we want, whenever we find value.

Has the Funds' management style changed?

Not at all. On the contrary, the purpose of this close is to allow us to remain true to our investment style so that we can continue to be flexible and nimble. In addition to being portfolio managers, we are also investors in the Funds we manage and would not mind "eating even more of our own cooking" going forward, and want to make sure it remains to our liking.

Will the Funds ever hard close?

We certainly hope not. The drawback of a hard close is that you have a natural attrition due to shareholders leaving after many years, not to mention dying. The goal in a soft close is that the inflows from existing investors more or less offset redemptions. If inflows are too strong after the soft close, we would have to consider a hard close, especially if we felt it was in the best interest of our existing shareholders.

Will the Funds ever re-open?

The Funds would re-open if we experienced significant redemptions, or if for some reason we felt our capacity was a lot higher than we initially thought.

Will the client service be impacted by this close?

Yes, positively impacted. The sales and marketing team can concentrate exclusively on servicing the advisers and clients already invested in our Funds. They should be viewed as resources to you who are more readily available than we are. In fact, compensation of this team has been structured from the beginning so that service to our existing clients is the primary focus. Also, Chuck and I will still travel – albeit at a lesser pace – and regularly visit existing advisers and clients.

Do you plan to open other investment vehicles?

There are no such plans. Any new fund that would be launched by IVA and managed by the current investment team (whether it's a U.S. only or high-yield fund for instance), would take away from investment ideas that should be put into our existing Funds, i.e. for our current shareholders.

For more information

Please call the mutual fund sales desk at 1-877-874-2999. They would be happy to answer any further questions you might have. Additionally, a prospectus supplement detailing these changes can be found on our website at www.ivafunds.com.

The IVA Funds pending soft close is effective at the close of business on Friday, February 18, 2011.