# LATEEF FUND

## Annual Investment Adviser's Report
## April 30, 2010
## (Unaudited)

**Dear Lateef Fund Shareholder,**

Equity markets began the new year strong as the Standard & Poor's 500 Index ("S&P 500") extended its recovery to a fourth consecutive quarter by rising 5.4% in the first quarter of 2010. The quarter's performance reflected stronger earnings, stabilization in the labor and housing markets, benign inflation and improving consumer confidence.

The Lateef Fund's (the "Fund") first quarter leaders included two stocks that rewarded our patience; Berkshire and ITT Educational Services which gained only 2% in 2009.

- **Berkshire Hathaway** (BRK +24% for the calendar quarter) split its "B" shares 50:1 allowing Burlington Northern shareholders the option to swap their shares in a tax-free exchange for Berkshire shares to effect the merger. The increased liquidity in Berkshire shares was the tipping point for Standard & Poor's to finally include Berkshire in its S&P 500. The stock bolted higher from demand by index funds, by investors attracted to the lower stock price and by a recognition of its compelling value.
- **ITT Educational Services** (ESI +17% for the calendar quarter) reported a 59% increase in Q409 earnings per share (EPS) growth to $2.56/share, which followed a strong 34% increase in the prior year, and exceeded consensus estimates by $0.20/share. Student enrollment grew 30% and the company secured a $300 million student loan package from outside lenders, which will alleviate ITT's funding of student loans that was previously done to accommodate students who were frozen out of the lending market in the recent credit freeze.
- **Aflac** (AFL +18% for the calendar quarter) reported strong Q409 operating earnings growth of 20% driven by robust premium sales growth of 15% in Japan. Aflac also ended the year with a risk based capital ratio, an indicator of balance sheet strength, of 475% which is well ahead of their minimum goal of 375%.

The first quarter laggards were either due to self-inflicted wounds of conservative guidance or due to temporary reasons for weaker than expected results. In each case, we believe the structural competitive advantages are intact.

- **Qualcomm's** (QCOM -9% for the calendar quarter) decline of 9% belied its volatile quarter which included a single day drop of 15% in reaction to its Q409 earnings report. QCOM retained its earnings guidance for the year but slightly lowered its revenue guidance due to a higher mix of sales of lower priced cell phones sold in developing countries while developed regions in Japan and Europe had subdued demand. Later in the quarter, QCOM's announced a new $3 billion stock buyback authorization after just completing a repurchase of $1.7 billion. Then, in late March QCOM raised its earnings guidance for its next quarter on improving sales of chipsets. Notwithstanding this intra-quarter volatility, we believe QCOM will benefit as consumers migrate to 3G phones (third generation smart phones with higher functions such as internet access, email, cameras and touch screen) as only 20% of the 5 billion worldwide phones today are 3G and penetration is expected to double to 40% by 2012.
- **Teradata** (TDC -8% for the calendar quarter) shares underperformed despite better than expected Q409 earnings due to management's admittedly conservative guidance for 2010 revenue growth and the impact on profits from catch-up spending from sales training and incentive expenses that were frozen last year. We believe Teradata is executing well and will benefit from new customer growth as they have only penetrated one-third of the Global 3000 market and from the growing complexity of enterprise wide queries that now incorporate geospacial, video and RFID information.

**Annual Investment Adviser's Report (Continued)**
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- **Suncor** (SU -8% for the calendar quarter) shares fell as one of the company's two primary upgraders suffered an unplanned outage due to a February fire, that interrupted production. The upgrader can process 125,000 barrels/day. On April 1st, just after the quarter ended, Suncor announced the fire damage was repaired and the upgrader production had returned to full production rates.

During the first quarter 2010, we purchased a new position in State Street and sold Fastenal. State Street operates two lines of business. The first, Investor Services, contributes 85% of revenues, and provides services for institutional investors such as custody, fund accounting, fund administration, foreign exchange and daily pricing. The second, Investment Management, provides asset management in passive index funds and exchange traded funds, and active strategies through their State Street Global Advisors platform. State Street shares a "toll gate" virtue similar to several of our other companies where over 80% of their revenues are recurring. We believe State Street will continue to benefit from the secular growth in pension funding, globalization, and increased sophistication and innovation in asset management. State Street's competitive advantages include scale and technology. State Street has $18 trillion in assets under custody and $1.9 trillion assets under its investment management which offer advantages that deters new competition. The company spends 20-25% of operating expenses on technology and has a unique, proprietary global IT system; for example, State Street prices over 8,000 mutual funds daily which is 4x the size of its next closest competitor.

State Street's long-term financial goals aim to increase revenues 8-12%, EPS 10-15% and to seek a return on equity of 14-17%. We believe State Street is attractively priced at 13x expected 2010 earnings compared to its historical average of 19x. The depressed price was driven in part by losses at its Investment Management division. Subsequently, State Street replaced its asset management President, Head Lawyer, Chief Risk Officer and Chief Compliance officer, and settled related lawsuits with investors and the SEC. State Street is well capitalized and we believe that as State Street returns to its former track record of generating consistent fee-based income, especially from its core custody business which did not encounter investment related losses, investors will accord a valuation more reflective of its innate predictability.

Our goal is to hold, what we believe are, outstanding businesses led by respected, owner-oriented managers whose stock is priced at a discount to our estimate of fair value. Companies such as these will only be profitable holdings if priced appropriately for their future opportunities. If a well-managed company becomes widely admired for its virtues and does not price its risks adequately, we will sell. This is the case with Fastenal where we believe we are selling a "100 cent" dollar and are using the proceeds to buy State Street for a "60 cent" dollar. We sold Fastenal at a price earnings ratio above 30x expected 2010 earnings. Fastenal delayed opening new stores last year until sales at existing stores had stabilized. Their plan last fall was to resume store growth of 7-10% by January. Fastenal has further delayed opening stores until the second half of 2010 despite stabilizing sales. With 2,400 stores in the U.S. compared to management's estimated 3,500 store opportunity, we think the stock price does not adequately address the eventual slowing unit growth in the U.S.

In the last four months we have personally visited 15 of our 19 invested companies. We value the opinions and feedback of our portfolio of companies for their views on the pulse of the economy. Generally, our companies see a slow but gradual recovery. Warren Buffett now oversees 80 operating companies and reads daily sales reports from Berkshire's diverse businesses. He said in a March 1st CNBC interview that the "economy is getting better but at a very, very slow rate. There are a few businesses that have had a fair amount of bounce, in terms of electronic components which we distribute, and others that have had no bounce at all. Consumer businesses are struggling. The American public is deleveraging to some degree. They can't refinance anymore…jobs will be slow to come back." Echoing Buffett's comments, Expeditors International said in their March 2010 8-K SEC filing that they "agreed with a shareholder who coined the anticipated recovery as a "Nike Swoosh" effect which is a very sharp decline in 2008 followed by a long and gentle upward slope for several years (as in 3 or 4)."

We are encouraged by signs of a rebounding economy as reflected by recent year-over-year monthly cargo volume and credit card transaction trends mentioned by Expeditors and Visa. Expeditors said that its monthly airfreight cargo volume, which represents high value goods, from August 2009 to January 2010 grew -8%, -4%, +3%, +12%, +36% and +42%. At Visa's Investor Day in March, the CFO concluded that "The world is traveling (once again)" supported by their cross-border transaction volume which improved from October 2009 of zero growth to January and February 2010 of +7% and +11% growth. Debit card volume has been consistently robust at +20% but credit card volume has improved from 4% growth in October 2009 to +12% growth in February 2010.

Notwithstanding these encouraging sequential cargo volume and transaction volume increases, we are mindful of the stubbornly high unemployment of nearly 10%, the time it will take to digest the overhang of overbuilding in housing, rising foreclosures and the implications of the recently passed health care legislation. The narrowly passed health care bill promises to expand coverage to 32 million uninsured Americans at a cost of almost $1 trillion. We do not own any public health care companies but we are assessing the implications of this legislation on the sustainable earnings power of health care companies and on the consumer. Years ago Japan moved to a universal health care plan which began with a 0% co-pay for individuals that is now 30%. Aflac is a major beneficiary with its supplemental cancer insurance that has proven popular in Japan. Aflac may similarly benefit in the U.S. if the costs are passed down to consumers in the form of higher deductibles.

Our focus on owning companies that generate consistent cash flow growth, that can power their way through a challenging economy, was evident in the recent historically chaotic period:

- 70% percent of the Fund's portfolio of companies earned more in 2009 than in 2007 during a period when the S&P 500 earnings fell 31%.
- We believe this trend will continue with the potential for 80% of the Fund's portfolio companies to earn more in 2010 than in 2007. We also believe there is the possibility that the S&P 500 may earn 10% less in 2010 than in 2007.

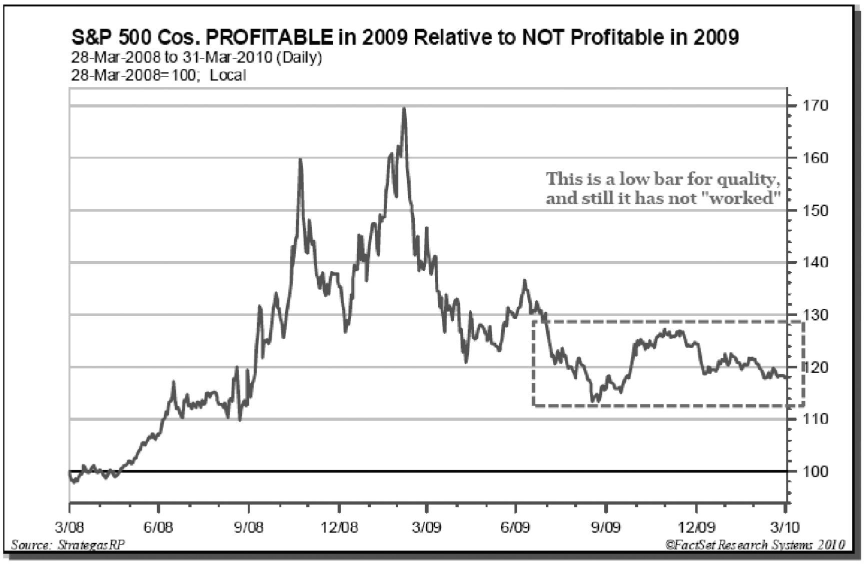
We believe in the old saying, "Be greedy when others are fearful and be fearful when others are greedy." In the first quarter of last year while the market was still shaking from the aftershocks of the Lehman Brothers' bankruptcy in late 2008 and its impact on the credit crisis, we saw unusually attractive opportunities to invest in select quality businesses and, for portfolios with cash and where appropriate, we added four new holdings; Aflac, ITT Educational Services, Qualcomm and Suncor, and added to our Berkshire holding. For the one-year ended March 31, 2010, the S&P 500 rose 50% and in aggregate our additions increased 66%.

Despite the market rally in the last year, we believe there is still opportunity in equities, particularly in quality equities for three reasons:

- According to Strategas, the level of nominal GDP is less than 1% off its prior peak in Q308, corporate profits are only off 11% from their prior peak in Q306, and yet the S&P 500 index is off 26% from its prior peak in Q307.

**Annual Investment Adviser's Report (Continued)**
**April 30, 2010**
**(Unaudited)**

- In 1999, at the height of greed in equity markets, investors plowed $190 billion into equity mutual funds compared to $5.5 billion in bond funds. Last year mutual fund investors plowed $375 billion in bonds funds with historic low yields and invested just $11.3 billion in equity funds.
- Quality stocks, as measured by S&P 500 companies with earnings have lagged their counterparts without earnings.




Furthermore, we believe the Fund remains attractively positioned as of April 2010 as follows:

- We believe there is at least a 45% potential upside to our estimate of current intrinsic value.
- Our portfolio has a 6% free cash flow yield.
- The return on equity of the portfolio is 23.3% and is higher than the S&P 500 of 18.1%.
- The price to earnings (PE) of our portfolio is 18x expected 2010 earnings, which is only a slight premium compared to 16x for the S&P 500, but appears deserved given the ability of our companies to power through the economic turmoil with possibly less volatility than the broader market.

**Annual Investment Adviser's Report (Concluded)**
**April 30, 2010**
**(Unaudited)**

The market punished equity investments in 2008 and rewarded many companies with no earnings in 2009. Our investment process and philosophy has remained consistent since the Firm's inception in 1974, and it has been our experience that over the long-term, stock price performance correlates closely with earnings growth. We believe the Fund's portfolio of quality companies are poised to be rewarded in 2010 and over the long-term, as company fundamentals drive stock price valuations.

The Fund was up 7.79% in the quarter ended 4/30/10 and was up 5.06% calendar year to date, compared to 11.04% and 7.05% for the S&P 500, respectively. The annualized, since inception (September 2007) return for the Fund was -3.35% versus the S&P 500's -5.87%(1).

Thank you for entrusting us with your confidence. We appreciate your support and look forward to communicating with you in the future.

*Lateef Investment Management*

Lateef Investment Management

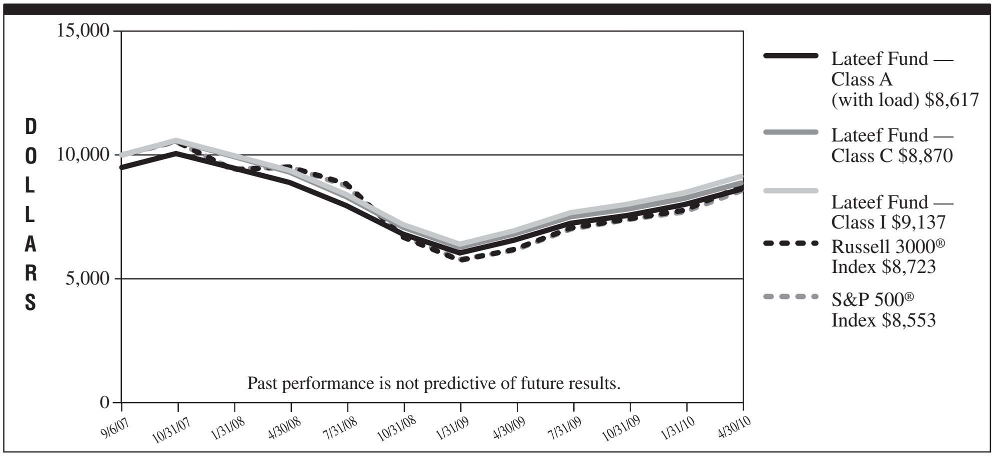
This letter is intended to assist shareholders in understanding how the Fund performed during the year ended April 30, 2010 and reflects the views of the investment adviser at the time of this writing. Of course, these views may change and do not guarantee the future performance of the Fund or the markets.

*(1) For purposes of this letter, we utilize the investment returns for the Lateef Fund Institutional Class I Shares (ticker: LIMIX). Discussion of particular Fund holdings is not intended as a recommendation to buy, hold or sell those securities. The Fund's portfolio composition may change at any time. Visit www.lateef.com to see the Fund's most recently published top 10 holdings list.*

# LATEEF FUND

**Annual Report**
**April 30, 2010**
**(Unaudited)**

Comparison of Change in Value of $10,000 Investment in Lateef Fund vs. Russell 3000® Index and S&P 500® Index




Average Annual Total Returns For the Year Ended April 30, 2010

| | 1 Year* | Since Inception** |
|---|---|---|
| **Class A Shares (without sales charge)** | **31.26%** | **-3.60%** |
| **Class A Shares (with sales charge)** | **24.76%** | **-5.47%** |
| **Class C Shares** | **30.25%** | **-4.42%** |
| **Class I Shares** | **31.56%** | **-3.35%** |
| **Russell 3000® Index** | **40.90%** | **-5.02%*** ** |
| **S&P 500® Index** | **38.85%** | **-5.87%*** ** |

* Due to recent market conditions, the Fund has experienced relatively high performance which may not be sustainable or repeated in the future.

** Annualized – The Lateef Fund (the "Fund") commenced operations on September 6, 2007.

*** Benchmark performance is from inception date of the Fund only and is not the inception date of the benchmark itself.

*The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The table does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. Current performance may be lower or higher. Performance data current to the most recent month-end may be obtained by calling (866) 499-2151.*

*The returns shown for Class A Shares reflect a deduction for the maximum front-end sales charge of 5.00%. All of the Fund's share classes apply a 2.00% fee to the value of shares redeemed within 30 days of purchase. This redemption fee is not reflected in the returns shown above. The Fund's total annual gross and net operating expenses, as stated in the current prospectus, are 2.07% and 1.82% for Class A Shares, 2.82% and 2.57% for Class C Shares and 1.82% and 1.57% for Class I Shares, respectively, of the Fund's average daily net assets. These rates may fluctuate and may differ from the actual expenses incurred by the Fund for the period covered by this report. Effective September 1, 2009, Lateef Investment Management, L.P. (the "Adviser") has contractually agreed to waive or otherwise reduce its annual compensation received from the Fund by the lesser of (i) 0.25% of average daily net assets (25 basis points), or (ii) an amount necessary to ensure that the Fund's "Total Annual Fund Operating Expenses," excluding taxes, any class-specific expenses (such as Rule 12b-1 distribution fees, shareholder service fees, or transfer agency fees), "Acquired Fund Fees and Expenses," interest, extraordinary items and brokerage commissions, do not exceed 1.25% of average daily net assets (125 basis points) (the "Expense Limitation"). The Expense Limitation will remain in place until August 31, 2010, unless the Board of Trustees approves its earlier termination.*

*The Fund intends to evaluate performance as compared to that of the Standard & Poor's 500® Composite Price Index ("S&P 500®") and the Russell 3000® Index. The S&P 500® is a widely recognized, unmanaged index of 500 common stocks which are generally representative of the U.S. stock market as a whole. The Russell 3000® Index is an unmanaged index that measures the performance of the 3,000 largest U.S. stocks, representing about 98% of the total capitalization of the entire U.S. stock market. It is impossible to invest directly in an index.*

**Fund Expense Disclosure**
**April 30, 2010**
**(Unaudited)**

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs including sales charges or redemption fees; and (2) ongoing costs, including management fees and other Fund expenses. These examples are intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

These examples are based on an investment of $1,000 invested at the beginning of the six-month period from November 1, 2009 through April 30, 2010 and held for the entire period.

### Actual Expenses

The first line of the accompanying table provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison Purposes

The second line of the accompanying table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not your Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare these 5% hypothetical examples with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the accompanying table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges or redemption fees. Therefore, the second line of the accompanying table is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

## Fund Expense Disclosure (Concluded)
## April 30, 2010
## (Unaudited)

| | Lateef Fund | | |
|---|---|---|---|
| | Beginning Account Value November 1, 2009 | Ending Account Value April 30, 2010 | Expenses Paid During Period* |
| Class A Shares | | | |
| Actual | $1,000.00 | $1,139.50 | $ 8.81 |
| Hypothetical (5% return before expenses) | 1,000.00 | 1,016.46 | 8.33 |
| Class C Shares | | | |
| Actual | $1,000.00 | $1,134.30 | $12.75 |
| Hypothetical (5% return before expenses) | 1,000.00 | 1,012.70 | 12.10 |
| Class I Shares | | | |
| Actual | $1,000.00 | $1,139.80 | $ 7.53 |
| Hypothetical (5% return before expenses) | 1,000.00 | 1,017.67 | 7.13 |

* Expenses are equal to an annualized expense ratio for the six-month period ended April 30, 2010 of 1.66%, 2.41%, and 1.42% for Class A, Class C, and Class I Shares, respectively, for the Fund, multiplied by the average account value over the period, multiplied by the number of days in the most recent period (181), then divided by 365 to reflect the period. The Fund's ending account values on the first line in each table are based on the actual six-month total returns for the Fund of 13.95%, 13.43%, and 13.98% for Class A, Class C, and Class I Shares, respectively.

**Portfolio Holdings Summary Table**
**April 30, 2010**
**(Unaudited)**

The following table presents a summary by sector of the portfolio holdings of the Fund:

| | % of Net Assets | Value |
|---|---|---|
| **COMMON STOCKS:** | | |
| Commercial Services | 25.9% | $ 38,170,095 |
| Computers | 11.7 | 17,209,424 |
| Insurance | 10.9 | 16,084,620 |
| Transportation | 7.3 | 10,737,195 |
| Chemicals | 5.0 | 7,404,193 |
| Diversified Financial Services | 5.0 | 7,399,674 |
| Oil & Gas | 4.9 | 7,217,729 |
| Cosmetics & Personal Care | 4.4 | 6,541,971 |
| Telecommunications | 4.4 | 6,528,349 |
| Media | 4.3 | 6,421,776 |
| Banks | 4.3 | 6,392,542 |
| Aerospace & Defense | 4.3 | 6,298,240 |
| Outstanding Options Written | (0.1) | (134,400) |
| Other Assets in Excess of Liabilities | 7.7 | 11,275,634 |
| NET ASSETS | 100% | $147,547,042 |

Portfolio holdings are subject to change at any time.

The accompanying notes are an integral part of the financial statements.

## Portfolio of Investments
## April 30, 2010

| | Number of Shares | Value |
|---|---|---|
| **COMMON STOCKS — 92.4%** | | |
| **Aerospace & Defense — 4.3%** | | |
| Rockwell Collins, Inc.# | 96,896 | $ 6,298,240 |
| **Banks — 4.3%** | | |
| State Street Corp. | 146,955 | 6,392,542 |
| **Chemicals — 5.0%** | | |
| Ecolab, Inc. | 151,601 | 7,404,193 |
| **Commercial Services — 25.9%** | | |
| Accenture PLC, Class A | 232,995 | 10,167,902 |
| Automatic Data Processing, Inc. | 156,967 | 6,806,089 |
| ITT Educational Services, Inc.* | 96,009 | 9,709,390 |
| MasterCard, Inc., Class A | 22,616 | 5,609,673 |
| Visa, Inc., Class A | 65,134 | 5,877,041 |
| | | 38,170,095 |
| **Computers — 11.7%** | | |
| EMC Corp.* | 380,414 | 7,231,670 |
| Teradata Corp.* | 343,232 | 9,977,754 |
| | | 17,209,424 |
| **Cosmetics & Personal Care — 4.4%** | | |
| Colgate-Palmolive Co. | 77,788 | 6,541,971 |
| **Diversified Financial Services — 5.0%** | | |
| Affiliated Managers Group, Inc.* | 87,903 | 7,399,674 |
| **Insurance — 10.9%** | | |
| Aflac, Inc. | 185,385 | 9,447,220 |
| Berkshire Hathaway Inc., Class B* | 86,200 | 6,637,400 |
| | | 16,084,620 |
| **Media — 4.3%** | | |
| Scripps Networks Interactive, Inc., Class A | 141,636 | 6,421,776 |
| **Oil & Gas — 4.9%** | | |
| Suncor Energy, Inc. | 211,230 | 7,217,729 |
| **Telecommunications — 4.4%** | | |
| QUALCOMM, Inc. | 168,517 | 6,528,349 |
| **COMMON STOCKS — (Continued)** | | |
| **Transportation — 7.3%** | | |
| C.H. Robinson Worldwide, Inc. | 77,475 | $ 4,671,742 |
| Expeditors International of Washington, Inc. | 148,882 | 6,065,453 |
| | | 10,737,195 |
| TOTAL COMMON STOCKS (Cost $119,259,960) | | 136,405,808 |
| TOTAL INVESTMENTS — 92.4% (Cost $119,259,960) | | 136,405,808 |

| | Contracts | |
|---|---|---|
| **OUTSTANDING OPTIONS WRITTEN — (0.1)%** | | |
| **Call Options(a) — (0.1)%** | | |
| Rockwell Collins, Inc. Expires 07/17/10 Strike Price $65 | 480 | (134,400) |
| TOTAL OUTSTANDING OPTIONS WRITTEN (Premium $87,359) | | (134,400) |
| OTHER ASSETS IN EXCESS OF LIABILITIES — 7.7% | | 11,275,634 |
| NET ASSETS — 100.0% | | $ 147,547,042 |

* Non-income producing security.

\# A portion of this security is segregated as collateral for options written.

(a) Primary risk exposure is equity price risk.

The accompanying notes are an integral part of the financial statements.

# LATEEF FUND

**Statement of Assets and Liabilities**
**April 30, 2010**

| | |
|---|---|
| **Assets** | |
| Investments, at value (Cost $119,259,960) | $ 136,405,808 |
| Cash | 10,880,189 |
| Receivable for capital shares sold | 500,721 |
| Dividends and interest receivable | 132,650 |
| Prepaid expenses and other assets | 35,298 |
| Total assets | 147,954,666 |
| **Liabilities** | |
| Options written, at value (premiums received $87,359) | 134,400 |
| Payable for capital shares redeemed | 57,296 |
| Payable to Adviser | 89,870 |
| Payable for administration and accounting fees | 19,653 |
| Payable for shareholder services fees | 5,366 |
| Payable for distribution fees | 25,728 |
| Payable for transfer agent fees | 24,027 |
| Payable for audit fees | 24,111 |
| Accrued expenses | 27,173 |
| Total liabilities | 407,624 |
| Net Assets | $ 147,547,042 |
| **Net Assets Consisted of:** | |
| Capital stock, $0.01 par value | $ 162,809 |
| Paid-in capital | 154,768,028 |
| Accumulated net realized loss from investments | (24,482,602) |
| Net unrealized appreciation on investments and written options | 17,098,807 |
| Net Assets | $ 147,547,042 |
| **Class A:** | |
| Net asset value, offering and redemption price per share ($46,569,937 / 5,135,091) | $ 9.07 |
| Maximum offering price per share (100/95 of $9.07) | $ 9.55 |
| **Class C:** | |
| Net asset value, offering and redemption price per share ($26,081,021 / 2,941,127) | $ 8.87 |
| **Class I:** | |
| Net asset value, offering and redemption price per share ($74,896,084 / 8,204,678) | $ 9.13 |

The accompanying notes are an integral part of the financial statements.

## Statement of Operations
## For the Year Ended April 30, 2010

| | |
|---|---|
| **Investment Income** | |
| Dividends | $ 1,274,047 |
| Less: foreign taxes withheld | (8,592) |
| Interest | 3,789 |
| Total investment income | 1,269,244 |
| **Expenses** | |
| Advisory fees (Note 2) | 1,102,770 |
| Transfer agent fees (Note 2) | 204,872 |
| Administration and accounting fees (Note 2) | 170,877 |
| Distribution fees (Class C) (Note 2) | 162,824 |
| Distribution fees (Class A) (Note 2) | 102,184 |
| Trustees' and officers' fees | 89,212 |
| Printing and shareholder reporting fees | 88,477 |
| Registration and filing fees | 56,256 |
| Shareholder servicing fees (Class C) (Note 2) | 54,275 |
| Legal fees | 37,558 |
| Audit fees | 25,118 |
| Custodian transaction and out of pocket fees (Note 2) | 2,592 |
| Other expenses | 76,586 |
| Total expenses before waivers | 2,173,601 |
| Less: waivers (Note 2) | (202,605) |
| Net expenses after waivers | 1,970,996 |
| Net investment loss | (701,752) |
| **Net realized and unrealized gain (loss) from investments:** | |
| Net realized loss from investments | (3,979,920) |
| Net realized gain from written options* | 306,629 |
| Net realized loss from purchased options* | (51,165) |
| Net change in unrealized appreciation on investments | 32,069,863 |
| Net change in unrealized appreciation on written options* | 20,843 |
| Net change in unrealized appreciation of purchased options* | 70,104 |
| Net realized and unrealized gain from investments | 28,436,354 |
| **Net increase in net assets resulting from operations** | $ 27,734,602 |

* The primary risk exposure is equity contracts (See Note 1).

The accompanying notes are an integral part of the financial statements.

## Statement of Changes in Net Assets

| | For the Year Ended April 30, 2010 | For the Year Ended April 30, 2009 |
|---|---|---|
| **Increase (decrease) in net assets from operations:** | | |
| Net investment loss | $ (701,752) | $ (930,386) |
| Net realized loss from investments, written and purchased options | (3,724,456) | (19,960,171) |
| Net change in unrealized appreciation (depreciation) from investments, written and purchased options | 32,160,810 | (7,703,159) |
| Net increase (decrease) in net assets resulting from operations | 27,734,602 | (28,593,716) |
| **Increase (decrease) in Net Assets Derived from Capital Share Transactions (Note 4)** | 45,307,666 | 2,431,481 |
| Total increase (decrease) in net assets | 73,042,268 | (26,162,235) |
| **Net assets** | | |
| Beginning of year | 74,504,774 | 100,667,009 |
| End of year | $147,547,042 | $ 74,504,774 |
| Accumulated net investment income (loss), end of year | $ — | $ — |

The accompanying notes are an integral part of the financial statements.

## Financial Highlights

Contained below is per share operating performance data for each Class A Share outstanding, total investment return, ratios to average net assets and other supplemental data for the respective periods. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been derived from information provided in the financial statements and should be read in conjunction with the financial statements and the notes thereto.

| | Class A | | |
|---|---|---|---|
| | For the Year Ended April 30, 2010 | For the Year Ended April 30, 2009 | For the Period September 6, 2007* to April 30, 2008 |
| **Per Share Operating Performance** | | | |
| Net asset value, beginning of period | $ 6.91 | $ 9.36 | $ 10.00 |
| Net investment loss | (0.05)[1] | (0.08)[1] | (0.01) |
| Net realized and unrealized gain (loss) on investments | 2.21[1] | (2.37)[1] | (0.63) |
| Net increase (decrease) in net assets resulting from operations | 2.16 | (2.45) | (0.64) |
| Dividends to shareholders from: | | | |
| Tax return of capital | — | — | —[2] |
| Net asset value, end of period | $ 9.07 | $ 6.91 | $ 9.36 |
| Total investment return[3] | 31.26% | (26.18)% | (6.37)%[4] |
| **Ratio/Supplemental Data** | | | |
| Net assets, end of period (000's omitted) | $ 46,570 | $ 34,955 | $ 46,944 |
| Ratio of expenses to average net assets | 1.76% | 2.06% | 2.05%[5] |
| Ratio of expenses to average net assets without waivers and expense reimbursements[6] | 1.93% | — | — |
| Ratio of net investment income to average net assets | (0.60)% | (1.02)% | (0.23)%[5] |
| Portfolio turnover rate | 17.64% | 51.89% | 16.00%[4] |

* Commencement of operations.
(1) The selected per share data was calculated using the average shares outstanding method for the period.
(2) Amount is less than $0.01 per share.
(3) Total investment return is calculated assuming a purchase of shares on the first day and a sale of shares on the last day of each period reported and includes reinvestments of dividends and distributions, if any. Total returns for periods less than one year are not annualized. Total investment return does not reflect the impact of the maximum front-end sales load of 5.00%. If reflected, the return would be lower.
(4) Not annualized.
(5) Annualized.
(6) Effective September 1, 2009, the Adviser has agreed to waive or reduce its annual compensation received from the Fund. (See Note 2)

The accompanying notes are an integral part of the financial statements.

## Financial Highlights

Contained below is per share operating performance data for each Class C Share outstanding, total investment return, ratios to average net assets and other supplemental data for the respective periods. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been derived from information provided in the financial statements and should be read in conjunction with the financial statements and the notes thereto.

| | Class C | | |
|---|---|---|---|
| | **For the Year Ended April 30, 2010** | **For the Year Ended April 30, 2009** | **For the Period September 6, 2007* to April 30, 2008** |
| **Per Share Operating Performance** | | | |
| Net asset value, beginning of period | $ 6.81 | $ 9.31 | $ 10.00 |
| Net investment loss | (0.11)[1] | (0.13)[1] | (0.06) |
| Net realized and unrealized gain (loss) on investments | 2.17[1] | (2.37)[1] | (0.63) |
| Net increase (decrease) in net assets resulting from operations | 2.06 | (2.50) | (0.69) |
| Dividends to shareholders from: | | | |
| Tax return of capital | — | — | —[2] |
| Net asset value, end of period | $ 8.87 | $ 6.81 | $ 9.31 |
| Total investment return[3] | 30.25% | (26.85)% | (6.90)%[4] |
| **Ratio/Supplemental Data** | | | |
| Net assets, end of period (000's omitted) | $ 26,081 | $ 18,042 | $ 27,167 |
| Ratio of expenses to average net assets | 2.51% | 2.81% | 2.80%[5] |
| Ratio of expenses to average net assets without waivers and expense reimbursements[6] | 2.68% | — | — |
| Ratio of net investment income to average net assets | (1.35)% | (1.77)% | (0.98)%[5] |
| Portfolio turnover rate | 17.64% | 51.89% | 16.00%[4] |

* Commencement of operations.
(1) The selected per share data was calculated using the average shares outstanding method for the period.
(2) Amount is less than $0.01 per share.
(3) Total investment return is calculated assuming a purchase of shares on the first day and a sale of shares on the last day of each period reported and includes reinvestments of dividends and distributions, if any. Total returns for periods less than one year are not annualized.
(4) Not annualized.
(5) Annualized.
(6) Effective September 1, 2009, the Adviser has agreed to waive or reduce its annual compensation received from the Fund. (See Note 2)

The accompanying notes are an integral part of the financial statements.

## Financial Highlights

Contained below is per share operating performance data for each Class I Share outstanding, total investment return, ratios to average net assets and other supplemental data for the respective periods. The total returns in the table represent the rate that an investor would have earned or lost on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been derived from information provided in the financial statements and should be read in conjunction with the financial statements and the notes thereto.

| | Class I | | |
|---|---|---|---|
| | For the Year Ended April 30, 2010 | For the Year Ended April 30, 2009 | For the Period September 6, 2007* to April 30, 2008 |
| **Per Share Operating Performance** | | | |
| Net asset value, beginning of period | $ 6.94 | $ 9.37 | $ 10.00 |
| Net investment loss | (0.03)[1] | (0.06)[1] | —[2] |
| Net realized and unrealized gain (loss) on investments | 2.22[1] | (2.37)[1] | (0.62) |
| Net increase (decrease) in net assets resulting from operations | 2.19 | (2.43) | (0.62) |
| Dividends to shareholders from: | | | |
| Tax return of capital | — | — | (0.01) |
| Net asset value, end of period | $ 9.13 | $ 6.94 | $ 9.37 |
| Total investment return[3] | 31.56% | (25.93)% | (6.23)%[4] |
| **Ratio/Supplemental Data** | | | |
| Net assets, end of period (000's omitted) | $ 74,896 | $ 21,508 | $ 26,556 |
| Ratio of expenses to average net assets | 1.48% | 1.81% | 1.80%[5] |
| Ratio of expenses to average net assets without waivers and expense reimbursements[6] | 1.68% | — | — |
| Ratio of net investment income to average net assets | (0.35)% | (0.77)% | 0.00%[5] |
| Portfolio turnover rate | 17.64% | 51.89% | 16.00%[4] |

* Commencement of operations.
(1) The selected per share data was calculated using the average shares outstanding method for the period.
(2) Amount is less than $0.01 per share.
(3) Total investment return is calculated assuming a purchase of shares on the first day and a sale of shares on the last day of each period reported and includes reinvestments of dividends and distributions, if any. Total returns for periods less than one year are not annualized.
(4) Not annualized.
(5) Annualized.
(6) Effective September 1, 2009, the Adviser has agreed to waive or reduce its annual compensation received from the Fund. (See Note 2)

The accompanying notes are an integral part of the financial statements.

**Notes to Financial Statements**
**April 30, 2010**

## 1. Organization and Significant Accounting Policies

The Lateef Fund (the "Fund") is a non-diversified, open-end management investment company registered under the Investment Company Act of 1940, as amended, (the "1940 Act"), which commenced investment operations on September 6, 2007. The Fund is a separate series of FundVantage Trust (the "Trust") which was organized as a Delaware statutory trust on August 28, 2006. The Trust is a "series trust" authorized to issue an unlimited number of separate series or classes of shares of beneficial interest. Each series is treated as a separate entity for certain matters under the 1940 Act, and for other purposes, and a shareholder of one series is not deemed to be a shareholder of any other series. As of April 30, 2010, there were four series of the Trust that were operational, including the Fund. The Fund offers separate classes of shares, Class A, Class C and Class I Shares. Class A Shares are sold subject to a front-end sales charge. Front-end sales charges may be reduced or waived under certain circumstances. A contingent deferred sales charge ("CDSC") may be applicable to the purchase of Class A Shares made on or after October 10, 2008. A CDSC, as a percentage of the lower of the original purchase price or net asset value at redemption, of 1.00% may be imposed on full or partial redemptions of Class A Shares made within eighteen months of purchase where (i) $1 million or more of Class A Shares were purchased without an initial sales charge and (ii) the Fund's principal underwriter, PFPC Distributors, Inc. (the "Underwriter"), paid a commission to the selling broker-dealer for such sale.

PORTFOLIO VALUATION — The Fund's net asset value ("NAV") is calculated once daily at the close of regular trading hours on the New York Stock Exchange ("NYSE") (typically 4:00 p.m. Eastern time) on each day the NYSE is open. Securities held by the Fund are valued using the closing price or the last sale price on a national securities exchange or the National Association of Securities Dealers Automatic Quotation System ("NASDAQ") market system where they are primarily traded. Equity securities traded in the over-the-counter market are valued at their closing prices. If there were no transactions on that day, securities traded principally on an exchange or on NASDAQ will be valued at the mean of the last bid and ask prices prior to the market close. Fixed income securities having a remaining maturity of greater than 60 days are valued using an independent pricing service. Fixed income securities having a remaining maturity of 60 days or less are generally valued at amortized cost. Foreign securities are valued based on prices from the primary market in which they are traded and are translated from the local currency into U.S. dollars using current exchange rates. Investments in other open-end investment companies are valued based on the NAV of the investment companies (which may use fair value pricing as discussed in their prospectuses). If market quotations are unavailable or deemed unreliable, securities will be valued in accordance with procedures adopted by the Trust's Board of Trustees. Options are valued at last sale price. Relying on prices supplied by pricing services or dealers or using fair valuation may result in values that are higher or lower than the values used by other investment companies and investors to price the same investments.

**Notes to Financial Statements (Continued)**
**April 30, 2010**

Fair Value Measurements — The inputs and valuations techniques used to measure fair value of the Fund's net assets are summarized into three levels as described in the hierarchy below:

- Level 1 — quoted prices in active markets for identical securities
- Level 2 — other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 — significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used, as of April 30, 2010, in valuing the Fund's assets carried at fair value:

| | Total Value at 4/30/2010 | Level 1 Quoted Price | Level 2 Significant Observable Input | Level 3 Significant Unobservable Input |
|---|---|---|---|---|
| Investments in Securities* | $ 136,405,808 | $ 136,405,808 | $ — | $ — |
| Other Financial Instruments** | (134,400) | — | (134,400) | — |
| | $ 136,271,408 | $ 136,405,808 | $ (134,400) | $ — |

* Please refer to the Portfolio of Investments for further details.

** Other financial instruments include outstanding options written.

USE OF ESTIMATES — The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates and those differences could be material.

INVESTMENT TRANSACTIONS, INVESTMENT INCOME AND EXPENSES — Investment transactions are recorded on trade date for financial statement preparation purposes. As prescribed by the 1940 Act, investment transactions not settling on the same day are recorded and factored into a fund's NAV on the business day following trade date (T+1). Realized gains and losses on investments sold are recorded on the identified cost basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Distribution (12b-1) fees and shareholder services fees relating to a specific class are charged directly to that class. Fund level expenses common to all classes, investment income and realized and unrealized gains and losses on investments are allocated to each class based upon the relative daily net assets of each class. General expenses of the Trust are allocated to each Fund in proportion to its relative daily net assets. Expenses directly attributable to a particular Fund in the Trust are charged directly to that Fund.

**Notes to Financial Statements (Continued)**
**April 30, 2010**

DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS — Dividends from net investment income and distributions from net realized capital gains, if any, are declared, recorded on ex-date and paid at least annually to shareholders. Income dividends and capital gain distributions are determined in accordance with U.S. federal income tax regulations, which may differ from GAAP. These differences include the treatment of non-taxable dividends, expiring capital loss carryforwards and losses deferred due to wash sales and excise tax regulations. Permanent book and tax basis differences relating to shareholder distributions will result in reclassifications within the components of net assets.

U.S. TAX STATUS — No provision is made for U.S. income taxes as it is the Fund's intention to qualify for and elect the tax treatment applicable to regulated investment companies under Subchapter M of the Internal Revenue Code of 1986, as amended, and make the requisite distributions to its shareholders which will be sufficient to relieve it from U.S. income and excise taxes.

OTHER — In the normal course of business, the Fund may enter into contracts that provide general indemnifications. The Fund's maximum exposure under these arrangements is dependent on claims that may be made against the Fund in the future, and, therefore, cannot be estimated; however, based on experience, the risk of material loss for such claims is considered remote.

OPTIONS — The Fund is subject to equity price risk in the normal course of pursuing its investment objectives. The Fund may buy put and call options and write covered call and secured put options to hedge against changes in the value of equities. Such options may relate to particular securities or domestic stock indices and may or may not be listed on a domestic securities exchange or issued by the Options Clearing Corporation. The risk in writing a call option is that a Fund gives up the opportunity for profit if the market price of the security increases. The risk in writing a put option is that a Fund may incur a loss if the market price of the security decreases and the option is exercised. The risk in purchasing an option is that a Fund pays a premium whether or not the option is exercised. A Fund also has the additional risk of being unable to enter into a closing transaction at an acceptable price if a liquid secondary market does not exist. A Fund also may write over-the-counter options where completing the obligation depends upon the credit standing of the other party. Option contracts also involve the risk that they may result in loss due to unanticipated developments in market conditions or other causes.

Options purchased are recorded as an asset and written options are recorded as liabilities to the extent of premiums paid or received. Gains or losses are realized when the option transaction expires or closes. When an option is exercised, the proceeds on sales for a written call option, the purchase cost for a written put option or the cost of a security for a purchased put or call option is adjusted by the amount of the premium received or paid.

During the year ended April 30, 2010, the Fund entered into 4,043 and 555 written and purchased options contracts, respectively. The Fund had 480 open written options and zero open purchased options contracts at the end of the year.

**Notes to Financial Statements (Continued)**
**April 30, 2010**

The Fund had transactions in written options for the year ended April 30, 2010 as follows:

| | Number of Contracts | Premium |
|---|---|---|
| Outstanding, April 30, 2009 | 857 | $ 235,731 |
| Call Options Written | 3,500 | 523,477 |
| Put Options Written | 543 | 248,830 |
| Call Options Closed | (3,127) | (620,100) |
| Put Options Closed | (200) | (61,398) |
| Call Options Expired | (750) | (51,749) |
| Put Options Exercised | (343) | (187,432) |
| Outstanding, April 30, 2010 | 480 | $ 87,359 |

CREDIT RISK AND ASSET CONCENTRATIONS — The Fund may invest a high percentage of its assets in specific sectors of the market in pursuit of a greater investment return. Fluctuations in these sectors of concentration may have a greater impact on the Fund, positive or negative, than if the Fund did not concentrate its investments in such sectors.

## 2. Transactions with Affiliates and Related Parties

Lateef Investment Management, L.P. ("Lateef" or the "Adviser"), serves as investment adviser to the Fund pursuant to an investment advisory agreement with the Trust (the "Advisory Agreement"). For its services, the Adviser is paid a monthly fee at the annual rate of 1.00% of the Fund's average daily net assets under $500 million; 0.95% of the Fund's average daily net assets of $500 million or more but less than $1 billion; and 0.90% of the Fund's average daily net assets of $1 billion and over. Effective September 1, 2009, the Adviser has contractually agreed to waive or otherwise reduce its annual compensation received from the Fund by the lesser of (i) 0.25% of average daily net assets (25 basis points), or (ii) an amount necessary to ensure that the Fund's "Total Annual Fund Operating Expenses," excluding taxes, any class-specific expenses (such as Rule 12b-1 distribution fees, shareholder service fees, or transfer agency fees), "Acquired Fund Fees and Expenses," interest, extraordinary items and brokerage commissions, do not exceed 1.50%, 2.25% and 1.25% of average daily net assets (the "Expense Limitation") for the Class A, Class C and Class I, respectively. The Expense Limitation will remain in place until August 31, 2010, unless the Board of Trustees approves its earlier termination. Each class of shares of the Fund pays its respective pro-rata portion of the advisory fee payable by the Fund. As of April 30, 2010, investment advisory fees payable to the Adviser were $89,870. For the year ended April 30, 2010, the Adviser waived fees of $202,605.

**Notes to Financial Statements (Continued)**
**April 30, 2010**

PNC Global Investment Servicing (U.S.) Inc. ("PNC"), a member of The PNC Financial Services Group, Inc., serves as administrator for the Fund. Administration and accounting fees accrued also include certain Transfer Agent and custodian fees. For providing administrative and accounting services, PNC is entitled to receive a monthly fee equal to an annual percentage rate of the Fund's average daily net assets and is subject to certain minimum monthly fees.

PFPC Trust Company ("PFPC Trust") is a member of The PNC Financial Services Group, Inc., and provides certain custodial services to the Fund.

PFPC Distributors, Inc., (the "Underwriter"), is a member of The PNC Financial Services Group, Inc. and provides principal underwriting services to the Fund. For the year ended April 30, 2010, the Underwriter received $17,294 in underwriter commissions and $2,424 in sales commissions for the sale of fund shares.

The Trust and the Underwriter are parties to an underwriting agreement dated July 19, 2007. The Trust has adopted a distribution plan for Class A and Class C Shares in accordance with Rule 12b-1 under the 1940 Act. Pursuant to the Class A and Class C Shares plan, the Fund compensates the Underwriter for direct and indirect costs and expenses incurred in connection with advertising, marketing and other distribution services in an amount not to exceed 0.25% and 0.75%, respectively, on an annualized basis of the average daily net assets of the Fund's Class A and Class C Shares.

The Trust maintains a Shareholder Services Plan (the "Services Plan") with respect to the Class C Shares in the Fund. Pursuant to such Services Plan, the Trust enters into shareholder servicing agreements with certain financial institutions under which they agree to provide shareholder administrative services to their customers who beneficially own Class C Shares in consideration for payment of a fee of 0.25% on an annual basis, based on Class C Shares average daily net assets.

On February 2, 2010, The PNC Financial Services Group, Inc. entered into a Stock Purchase Agreement (the "Stock Purchase Agreement") with The Bank of New York Mellon Corporation ("BNY Mellon"), under which, subject to regulatory approvals, all of the stock of PNC Global Investment Servicing Inc., an indirect, wholly owned subsidiary of The PNC Financial Services Group, Inc., will be sold to BNY Mellon ("Stock Sale"). The Stock Sale will include PNC Global Investment Servicing (U.S.) Inc., PFPC Trust Company and PFPC Distributors, Inc. and is expected to close on or about July 1, 2010. At the closing, PNC Global Investment Servicing (U.S.) Inc. and PFPC Distributors, Inc. will change their names to BNY Mellon Investment Servicing (US) Inc. and BNY Mellon Distributors Inc., respectively. PFPC Trust Company will not change its name until a later date to be announced.

The Trustees of the Trust who are not affiliated with PNC receive an annual retainer and out of pocket expenses for meetings attended. The remuneration paid to the Trustees by the Fund during the year ended April 30, 2010 was $61,965. Certain employees of PNC are Officers and Trustees of the Trust. They are not compensated by the Fund or the Trust.

**Notes to Financial Statements (Continued)**
**April 30, 2010**

### 3. Investment in Securities

For the year ended April 30, 2010, aggregate purchases and sales of investment securities (excluding short-term investments) of the Fund were as follows:

| | Purchases | Sales |
|---|---|---|
| Investment Securities | $59,142,201 | $17,896,637 |

### 4. Capital Share Transactions

For the year ended April 30, 2010 and the year ended April 30, 2009, transactions in capital shares (authorized shares unlimited) were as follows:

| | For the Year Ended April 30, 2010 | | For the Year Ended April 30, 2009 | |
|---|---|---|---|---|
| | Shares | Value | Shares | Value |
| Class A Shares: | | | | |
| Sales | 1,825,122 | $ 15,141,163 | 2,391,927 | $17,756,648 |
| Reinvestments | — | — | — | — |
| Redemption Fees* | — | 3,947 | — | 20,327 |
| Redemptions | (1,745,301) | (14,323,384) | (2,351,508) | (17,154,783) |
| Net Increase | 79,821 | $ 821,726 | 40,419 | $ 622,192 |
| Class C Shares: | | | | |
| Sales | 845,049 | $ 6,912,899 | 688,362 | $ 5,379,628 |
| Reinvestments | — | — | — | — |
| Redemption Fees* | — | 2,065 | — | 12,054 |
| Redemptions | (552,344) | (4,378,923) | (956,699) | (6,670,181) |
| Net Increase/(Decrease) | 292,705 | $ 2,536,041 | (268,337) | $ (1,278,499) |
| Class I Shares: | | | | |
| Sales | 6,310,195 | $ 51,921,609 | 3,119,040 | $23,874,185 |
| Reinvestments | — | — | — | — |
| Redemption Fees* | — | 3,972 | — | 13,019 |
| Redemptions | (1,203,471) | (9,975,682) | (2,855,035) | (20,799,416) |
| Net Increase | 5,106,724 | $ 41,949,899 | 264,005 | $ 3,087,788 |

* There is a 2.00% redemption fee that may be charged on shares redeemed which have been held 30 days or less (prior to September 1, 2009; 120 days or less). The redemption fees are retained by the Fund for the benefit of the remaining shareholders and recorded as paid-in capital.

**Notes to Financial Statements (Continued)**
**April 30, 2010**

As of April 30, 2010, the following three shareholders held, of record beneficially, 10% or more of the outstanding shares of the Fund: Merrill Lynch Pierce Fenner & Smith, Inc. for the Sole Benefit of its Customers Class C Shares (14%), Merrill Lynch Pierce Fenner & Smith, Inc. for the Sole Benefit of its Customers Class I Shares (41%) and Charles Schwab & Co., Inc. Special Custody Account for the Benefit of its Customers (13%).

## 5. Federal Tax Information

Management has analyzed the Fund's tax positions taken on federal income tax returns for all open tax years (current and prior three tax years) and has concluded that no provision for federal income tax is required in the Fund's financial statements. The Fund's federal and state income and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state departments of revenue.

In order to present net asset components on the Statement of Assets and Liabilities that more closely represent their tax character, certain reclassifications are made to the net asset components. For the fiscal year ended April 30, 2010, these adjustments were to decrease accumulated net investment loss and paid-in-capital by $701,752 due to the net investment loss. Net investment income, net realized gains and net assets were not affected by these adjustments.

As of April 30, 2010, there were no distributable earnings on a tax basis. The differences between the book and tax basis components of distributable earnings relate primarily to the timing and recognition of income and gains for federal income tax purposes. Foreign currency and short-term capital gains are reported as ordinary income for federal income tax purposes.

At April 30, 2010, the federal tax cost, aggregate gross unrealized appreciation and depreciation of securities held by the Fund were as follows:

| | |
|---|---|
| Federal tax cost | $119,259,960 |
| Gross unrealized appreciation | 19,052,850 |
| Gross unrealized depreciation | (1,907,002) |
| Net unrealized appreciation | $ 17,145,848 |

Under federal tax law, foreign currency and capital losses realized after October 31 may be deferred and treated as having arisen on the first day of the following fiscal year. For the fiscal year ended April 30, 2010, there were no net foreign currency or capital losses incurred by the Fund after October 31, 2009.

As of April 30, 2010, the Fund had a capital loss carryforward of $24,482,602. If not utilized against future capital gains, $9,453,602 and $15,029,000 of this capital loss carryforward will expire in 2017 and 2018, respectively.

**Notes to Financial Statements (Concluded)**
**April 30, 2010**

## 6. New Accounting Pronouncement

In January 2010, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2010-06 "Improving Disclosures about Fair Value Measurements". ASU No. 2010-06 amends FASB Accounting Standards Codification Topic 820, Fair Value Measurements and Disclosures, to require additional disclosures regarding fair value measurements. Certain disclosures required by ASU No. 2010-06 are effective for interim and annual reporting periods beginning after December 15, 2009, and other required disclosures are effective for fiscal years beginning after December 15, 2010, and for interim periods within those fiscal years. Management is currently evaluating the impact ASU No. 2010-06 will have on its financial statement disclosures.

## 7. Subsequent Events

Management has evaluated the impact of all subsequent events on the Fund through the date the financial statements were issued, and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

## Report of Independent Registered Public Accounting Firm

To the Board of Trustees and Shareholders of the
Lateef Fund:

In our opinion, the accompanying statement of assets and liabilities, including the portfolio of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of the Lateef Fund (the "Fund") at April 30, 2010, and the results of its operations, the changes in its net assets and the financial highlights for the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Fund's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at April 30, 2010 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
June 18, 2010

## Shareholder Tax Information
## (Unaudited)

The Fund is required by Subchapter M of the Internal Revenue Code of 1986, as amended, to advise its shareholders within 60 days of the Fund's fiscal year end (April 30) as of the U.S. federal tax status of distributions received by the Fund's shareholders in respect of such fiscal year. During the year ended April 30, 2010, the Fund did not pay any ordinary income dividends or long-term capital gain dividends to its shareholders. Dividends from net investment income and short-term capital gains are treated as ordinary income dividends for federal income tax purposes.

Because the Fund's fiscal year is not the calendar year, another notification will be sent with respect to calendar year 2010. The second notification, which will reflect the amount, if any, to be used by calendar year taxpayers on their U.S. federal income tax returns, will be made in conjunction with Form 1099-DIV and will be mailed in January 2011.

Foreign shareholders will generally be subject to U.S. withholding tax on the amount of their ordinary income dividends. They will generally not be entitled to a foreign tax credit or deduction for the withholding taxes paid by the Fund, if any.

In general, dividends received by tax-exempt recipients (e.g., IRAs and Keoghs) need not be reported as taxable income for U.S. federal income tax purposes. However, some retirement trusts (e.g., corporate, Keogh and 403(b)(7) plans) may need this information for their annual information reporting.

Shareholders are advised to consult their own tax advisers with respect to the tax consequences of their investment in the Fund.

**Other Information**
**(Unaudited)**

### Proxy Voting

Policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities as well as information regarding how the Fund voted proxies relating to portfolio securities for the most recent 12-month period ended June 30 are available without charge, upon request, by calling (866) 499-2151 and on the Securities and Exchange Commission's ("SEC") website at http://www.sec.gov.

### Quarterly Portfolio Schedules

The Trust will file its complete schedule of portfolio holdings with the SEC for the first and third fiscal quarters of each fiscal year (quarters ended July 31 and January 31) on Form N-Q. The Trust's Form N-Q will be available on the SEC website at http://www.sec.gov and may be reviewed and copied at the SEC Public Reference Room in Washington, D.C. Information on the operation of the SEC Public Reference Room may be obtained by calling (202)-551-8090.

### Approval of Investment Advisory Agreement

At a meeting held on March 26, 2010, the Board of Trustees (the "Board") of FundVantage Trust (the "Trust"), including a majority of the Trustees who are not "interested persons" as defined in the 1940 Act (the "Independent Trustees"), unanimously approved the renewal of an advisory agreement between the Trust and Lateef Investment Management ("Lateef"). In determining whether to approve the agreement, the Trustees considered information provided by Lateef in accordance with Section 15(c) of the 1940 Act. The Trustees considered information that Lateef provided regarding (i) the services performed for the Trust and the Lateef Fund, (ii) the size and qualifications of its portfolio management staff, (iii) any potential or actual material conflicts of interest which may arise in connection with a portfolio manager's management of the Lateef Fund, (iv) investment performance of similarly managed accounts, (v) brokerage selection procedures (including soft dollar arrangements), (vi) the procedures for allocating investment opportunities between the Lateef Fund and other clients, (vii) results of any independent audit or regulatory examination, including any recommendations or deficiencies noted, (viii) any litigation, investigation or administrative proceeding which may have a material impact on Lateef's ability to service the Lateef Fund, (ix) the compliance with federal securities laws and other regulatory requirements, and (x) proxy voting policies.

Lateef provided information regarding its advisory fee and an analysis of its fee in relation to the services to the Lateef Fund, the estimated cost of providing such services, the anticipated profitability of the firm in general and as a result of the fees received from the Lateef Fund and any other ancillary benefit resulting from its relationship with the Trust.

The Trustees reviewed the services provided to the Lateef Fund by Lateef and concluded that the nature, extent and quality of the services provided were appropriate and consistent with the terms of the advisory agreement, that the quality of the services appeared to be consistent with industry norms and that the Lateef Fund is likely to benefit from Lateef's services. They also concluded that Lateef has sufficient personnel, with the appropriate education and experience, to serve the Lateef Fund effectively and had demonstrated their ability to attract and retain qualified personnel.

**Other Information**
**(Unaudited)**

The Trustees considered the investment performance of the Lateef Fund and Lateef. The Trustees reviewed and considered comparative performance data and the Lateef Fund's performance relative to other mutual funds in its peer group. The Trustees noted that the Fund's total return had outperformed the S&P 500 Index, the Fund's benchmark, during the period since inception through January 31, 2010. The Trustees also reviewed the Fund's sector allocations and ten largest holdings. They concluded that the performance of the Lateef Fund and Lateef was within an acceptable range of performance relative to other mutual funds with similar investment objectives, strategies and policies.

The Trustees considered the compensation and benefits received by Lateef in providing services to the Lateef Fund. The Trustees concluded that Lateef's fees derived from its relationship with the Trust in light of the Lateef Fund's expenses were reasonable in relation to the nature and quality of the services provided, taking into account the fees charged by other advisers for managing comparable mutual funds with similar strategies. The Trustees also concluded that the overall expense ratio of the Lateef Fund was reasonable, taking into account the projected growth and size of the Lateef Fund and the quality of services provided by Lateef.

The Trustees considered the extent to which economies of scale would be realized relative to fee levels as the Lateef Fund grows, and whether the fee levels reflect these economies of scale for the benefit of shareholders. The Board determined that economies of scale should be achieved at higher asset levels for the Lateef Fund for the benefit of fund shareholders.

In voting to approve the renewal of the advisory agreement between the Trust and Lateef, the Board considered all relevant factors and the information presented to the Board by Lateef. In arriving at its decision, the Board did not identify any single factor as being of paramount importance and each member of the Board gave varying weights to each factor according to his own judgment. The Board determined that they had received adequate information and were able to conclude that the approval of the renewal of the advisory agreement between the Trust and Lateef would be in the best interests of the Lateef Fund and its shareholders. As a result, the Board, including a majority of the Independent Trustees, approved the renewal of the advisory agreement between the Trust and Lateef.

**Privacy Notice**
**(Unaudited)**

The privacy of your personal financial information is extremely important to us. When you open an account with us, we collect a significant amount of information from you in order to properly invest and administer your account. We take very seriously the obligation to keep that information private and confidential, and we want you to know how we protect that important information.

We collect nonpublic personal information about you from applications or other forms you complete and from your transactions with us or our affiliates. We do not disclose information about you, or our former clients, to our affiliates or to service providers or other third parties, except as permitted by law. We share only the information required to properly administer your accounts, which enables us to send transaction confirmations, monthly or quarterly statements, financials and tax forms. Even within FundVantage Trust and its affiliated entities, a limited number of people who actually service accounts will have access to your personal financial information. Further, we do not share information about our current or former clients with any outside marketing groups or sales entities.

To ensure the highest degree of security and confidentiality, FundVantage Trust and its affiliates maintain various physical, electronic and procedural safeguards to protect your personal information. We also apply special measures for authentication of information you request or submit to us on our web site.

If you have questions or comments about our privacy practices, please call us at (866) 499-2151.

## Fund Management
## (Unaudited)

FundVantage Trust (the "Trust") is governed by a Board of Trustees (the "Trustees"). The primary responsibility of the Trustees is to represent the interest of the Trust's shareholders and to provide oversight management of the Trust.

The following tables present certain information regarding the Trustees and Officers of the Trust. Each person listed under "Interested Trustees" below is an "interested person" of the Trust, an investment adviser of a series of the Trust or the Underwriter within the meaning of the 1940 Act. Each person who is not an "interested person" of the Trust, an investment adviser of a series of the Trust or the Underwriter within the meaning of the 1940 Act is referred to as an "Independent Trustee" and is listed under such heading below. The address of each Trustee and Officer as it relates to the Trust's business is 760 Moore Road, King of Prussia, PA 19406.

The Statement of Additional Information for the Fund contains additional information about the Trustees and is available, without charge, upon request, by calling (866) 499-2151.

| Name and Date of Birth | Position(s) Held with Trust | Term of Office and Length of Time Served | Principal Occupation(s) for Past Five Years | Number of Funds in Fund Complex Overseen by Trustee | Other Directorships Held by Trustee During the Past Five Years |
|---|---|---|---|---|---|
| **INTERESTED TRUSTEES[1]** | | | | | |
| **NICHOLAS M. MARSINI, JR.** Date of Birth: 8/55 | Trustee | Shall serve until death, resignation or removal. Trustee since 2006. | Chief Financial Officer of PNC Global Investment Servicing from September 1997 to Present; Director of PFPC Distributors, Inc. | 18 | None |
| **STEPHEN M. WYNNE** Date of Birth: 1/55 | Trustee | Shall serve until death, resignation or removal. Trustee since 2009. | Chief Executive Officer of PNC Global Investment Servicing from March 2008 to present; President, PNC Global Investment Servicing 2003 to 2008. | 18 | None |

[1] Messrs. Marsini and Wynne are considered "interested persons" of the Trust as that term is defined in the 1940 Act. Mr. Marsini is an "Interested Trustee" of the Trust because he is an affiliated person of the Underwriter by reason of his position as director of the Underwriter. Mr. Wynne is an "Interested Trustee" of the Trust because he owns shares of the PNC Financial Services Group, Inc. ("PNC Financial Services"), of which the Underwriter is an indirect, wholly-owned subsidiary. In addition, Messrs. Marsini and Wynne each serve as an officer or director or is an employee of PNC Financial Services or one or more subsidiaries of PNC Financial Services which may be deemed to control, be controlled by or under common control with the Underwriter.

## Fund Management (Continued)
## (Unaudited)

| Name and Date of Birth | Position(s) Held with Trust | Term of Office and Length of Time Served | Principal Occupation(s) for Past Five Years | Number of Funds in Fund Complex Overseen by Trustee | Other Directorships Held by Trustee During the Past Five Years |
|---|---|---|---|---|---|
| **INDEPENDENT TRUSTEES** | | | | | |
| **ROBERT J. CHRISTIAN** Date of Birth: 2/49 | Trustee and Chairman of the Board | Shall serve until death, resignation or removal. Trustee and Chairman since 2007. | Retired since February 2006; Executive Vice President of Wilmington Trust Company from February 1996 to February 2006; President of Rodney Square Management Corporation (“RSMC”) from 1996 to 2005; Vice President of RSMC 2005 to 2006. | 18 | WT Mutual Fund (12 portfolios); Optimum Fund Trust (6 Portfolios). |
| **IQBAL MANSUR** Date of Birth: 6/55 | Trustee | Shall serve until death, resignation or removal. Trustee since 2007. | University Professor, Widener University. | 18 | None |
| **DONALD J. PUGLISI** Date of Birth: 8/45 | Trustee | Shall serve until death, resignation or removal. Trustee since 2008. | Managing Director of Puglisi & Associates (financial, administrative and consulting services) from 1973 to present; and MBNA America Professor of Business Emeritus at the University of Delaware from 2001 to present; and Commissioner, The State of Delaware Public Service Commission from 1997 to 2004. | 18 | American Express Receivables Financing Corporation II; BNP US Funding L.L.C.; Merrill Lynch Mortgage Investors, Inc.; and SDG&E Funding LLC |

## Fund Management (Concluded)
## (Unaudited)

| Name and Date of Birth | Position(s) Held with Trust | Term of Office and Length of Time Served | Principal Occupation(s) for Past Five Years |
|---|---|---|---|
| **EXECUTIVE OFFICERS** | | | |
| **JOEL L. WEISS**<br>Date of Birth: 1/63 | President and Chief Executive Officer | Shall serve until death, resignation or removal. Officer since 2007. | Vice President and Managing Director of PNC Global Investment Servicing (U.S.) Inc. since 1993. |
| **JAMES G. SHAW**<br>Date of Birth: 10/60 | Treasurer and Chief Financial Officer | Shall serve until death, resignation or removal. Officer since 2007. | Vice President of PNC Global Investment Servicing (U.S.) Inc. and predecessor firms since 1995. |
| **JENNIFER M. SHIELDS**<br>Date of Birth: 7/74 | Secretary | Shall serve until death, resignation or removal. Officer since 2008. | Vice President and Associate Counsel Regulatory Administration of PNC Global Investment Servicing (U.S.) Inc. since 2007; Attorney at the law firm of Pepper Hamilton LLP from 2005 to 2007. |
| **SALVATORE FAIA**<br>Date of Birth: 12/62 | Chief Compliance Officer | Shall serve until death, resignation or removal. Officer since 2007. | President and Founder of Vigilant Compliance Services since August 15, 2004; Senior Legal Counsel, PNC Global Investment Servicing (U.S.) Inc., from 2002 to 2004. |

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Lateef Investment Management, L.P.
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Suite 100
Greenbrae, CA 94904

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King of Prussia, PA 19406

**Transfer Agent**
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**Underwriter**
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**Custodian**
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Philadelphia, PA 19153

**Independent Registered Public Accounting Firm**
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2001 Market Street
Philadelphia, PA 19103-7042

**Legal Counsel**
Pepper Hamilton LLP
3000 Two Logan Square
18th and Arch Streets
Philadelphia, PA 19103

LATEEF

INVESTMENT MANAGEMENT

# LATEEF FUND
*of*
## FundVantage Trust

Class A Shares
Class C Shares
Class I Shares

# ANNUAL REPORT

April 30, 2010