

# FMI Funds

100 East Wisconsin Avenue, Suite 2200  
 Milwaukee, Wisconsin 53202  
 800.811.5311 • www.fmifunds.com



Quarterly Review - March 31, 2012

## FMI Provident Trust Strategy Fund (FMIRX)

### Investment Objective

Seeks long-term growth of capital by investing mainly in a limited number of multi-capitalization growth stocks of U.S. companies.

**Manager** - The FMI Provident Trust Strategy Fund (the "Fund") is advised by Fiduciary Management, Inc. of Milwaukee. On September 9, 2002, the shareholders of the Fund named the Provident Trust Company ("Provident") of Waukesha, Wisconsin as sub-advisor for investment management. Provident was founded in 1999 and is controlled by the principals of the firm.

**Investment Professionals** - J. Scott Harkness, CFA, Chairman and Chief Executive Officer of Provident, is responsible for the day-to-day management of the Fund.

**Strategy** - Provident is a concentrated core growth equity manager seeking to exceed the S&P 500<sup>1</sup> domestic stock market index returns over full investment cycles. (A typical investment cycle last 5-7 years and includes both a 30% advance and a 20% decline.) The Fund can flexibly allocate assets between stocks, bonds and money markets to moderate volatility, and selects common stocks of all market capitalizations, generally of companies having a market capitalization of \$1 billion or more at the time of purchase. Stock selection criteria include improving revenue and earnings growth, increasing margins, significant management stock ownership, and upward valuation potential. The Fund is a non-diversified investment company; please see the prospectus for further details.

### Fund Information

Inception Date	12/30/86
Net Assets	\$153.4 million
Net Asset Value	\$9.23
Expense Ratio (as of 1-31-12 Prospectus)	0.98%
Ticker	FMIRX

In addition to the reimbursement required under the investment advisory agreement, FMI will reimburse FMIRX for expenses in excess of 1.00% of the average daily net assets. FMI will not terminate this reimbursement prior to 1-31-13.

Distributed by Rafferty Capital Markets, LLC

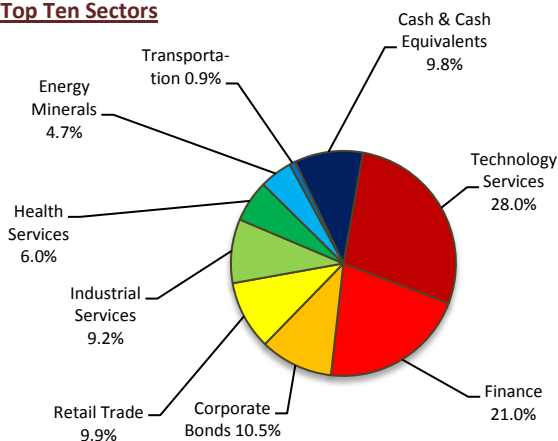
### Top Ten Holdings

Cognizant Technology Solutions Corp.	7.9%
TJX Companies, Inc.	7.1%
Visa, Inc.	7.0%
Express Scripts, Inc.	6.0%
Infosys Technologies Ltd. SP-ADR	5.4%
Oracle Corp.	5.1%
PNC Financial Services Group, Inc.	4.9%
Google Inc.	4.8%
Accenture PLC	4.8%
Apache Corporation	4.7%

### Portfolio Valuations

P/E ratio (trailing one year)	16.2x
P/E ratio (forward 4 quarters)	14.6x
P/S ratio	1.8x
P/B ratio	2.7x
EV/EBITDA	8.8x
Number of holdings	21

### Top Ten Sectors



### Performance

	Q1 2012	One Year	Three Years	Five Years	Ten Years	Since Inception
FMIRX	11.74%	2.76%	15.85%	3.99%	7.12%	9.63%
S&P 500 Index <sup>1</sup>	12.59%	8.54%	23.42%	2.01%	4.12%	9.70%

Note: Returns for periods longer than one year are annualized. Inception of the Fund was 12/30/86. Returns may not match those reported by other sources such as Morningstar due to slight valuation differences at the end of the reporting period.

**Manager Commentary** - FMIRX gained 11.74% in the quarter ended 3-31-12 versus the S&P 500's 12.59% return. Performance was hindered in the quarter by our 20% liquidity position and aided by concentrated positions in top performers Accenture, TJX and Cognizant. Since Provident was named manager on 9-9-02, FMIRX gained 117.24% cumulatively vs 88.89% cumulative for the S&P 500. Our equity exposure is approximately 80% and FMIRX remains concentrated with the ten largest positions representing approximately 57% of total fund assets. We are raising our GAAP S&P 500 2012 earnings per share estimate (EPS) to \$95 vs 2011 EPS of \$87, which maintains a 14.5X 2012 P/E despite the stock market's strong first quarter advance.

The returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance since the above time period may be higher or lower than the performance quoted. Performance data current to the most recent month end may be obtained by visiting [www.fmifunds.com](http://www.fmifunds.com). Risks associated with investing in the Fund are: Stock Market Risk, Asset Allocation Risk, Non-Diversification Risk, Small & Medium Capitalization Companies Risk, Credit Risk, Interest Rate Risk, Prepayment Risk and Market Timing Risk.

For more information about the FMI Family of Funds, including fees and expenses, call 1-800-811-5311 for a free prospectus (also available from [www.fmifunds.com](http://www.fmifunds.com)). Please read the prospectus carefully to consider the investment objectives, risks, charges and expenses before investing or sending money. The prospectus contains this and more information. Please read the prospectus carefully before investing.

<sup>1</sup> The S&P 500 Index consists of 500 selected common stocks, most of which are listed on the New York Stock Exchange. The S&P's Ratings Group designates the stocks to be included in the Index on a statistical basis. A particular stock's weighting in the Index is based on its relative total market value (i.e., its market price per share times the number of shares outstanding). Stocks may be added or deleted from the Index from time to time.