

# BB&T MID CAP GROWTH FUND

*Aims for unearthing growth opportunities in the mid-cap sector.*

<b>Ticker Symbol</b>	<b>CUSIP Number</b>
A Shares . . . . . OVCBX	05527P362
B Shares . . . . . OVMBX	05527P354
C Shares . . . . . OVMCX	05527P347

## Investment Objective

The BB&T Mid Cap Growth Fund seeks long-term capital appreciation by investing primarily in a diversified portfolio of equity and equity-related securities of mid-capitalization growth companies.

**Risk Factors:** Mid-capitalization funds typically carry additional risks since mid-size companies generally have a higher risk of failure. Historically, mid-size companies have experienced a greater degree of market volatility than large-company stocks on average. Equity securities (stocks) are more volatile and carry more risk than other forms of investments, including investments in high-grade fixed income securities. The net asset value per share of this Fund will fluctuate as the value of the securities in the portfolio changes.

## Buy Strategy

What we need to see in a company before buying its stock:

- Above-market earnings-per-share growth.
- Two-year track record of strong sales and earnings.
- Positive earnings surprise — earnings revisions in the most recent quarter.
- Expanding margins.
- Strong market leadership position or a highly profitable and protected niche.
- A theme or catalyst for growth.
- Reasonable valuation.

## Sell Strategy

What leads us to consider selling a stock we own:

- The stock exceeds our target price.
- Investment thesis is no longer valid:
  - Internal event.
  - External event.
- Better opportunities arise.
- The stock becomes a disproportionately large position within the portfolio (4% or greater).

## The Portfolio Manager

**Jeffrey J. Schappe, CFA**  
 Chief Investment Officer, BB&T Asset Management, Inc.

- BA from University of Wisconsin-Madison
- MBA from University of Wisconsin-Madison
- BB&T Small Cap Fund manager since 2009
- Also manages BB&T Small Cap Growth Fund

The investment team supporting the BB&T Mid Cap Growth Fund has more than 49 combined years of investment experience and includes Jeffrey J. Schappe, CFA and Michele H. Van Dyke.

“We believe that companies situated in the mid-capitalization sector — which we define as between \$1-\$15 billion in market cap — may achieve the most striking growth rates in their respective life cycles. This is the ‘sweet spot’ for many companies, which have survived the challenges of their early years and are now reaching the point where their businesses are expanding rapidly. They also may have an edge over larger companies, whose businesses have matured and who struggle to maintain double-digit growth rates. For these reasons, well-managed mid-cap companies potentially offer outstanding investment opportunities for our shareholders.”

## Growth of \$10,000<sup>1</sup> — 12/31/99 – 12/31/09

This chart includes the maximum 5.75% sales charge for A Shares.



## Calendar Year-End Returns

Total Returns % A Shares (without sales charge)

Year	Returns
2009	26.59%
2008	-51.54%
2007	33.70%
2006	3.54%
2005	14.04%
2004	17.27%
2003	36.72%
2002	-21.77%
2001	-24.33%
2000	-16.75%

## Past performance does not guarantee future results.

<sup>1</sup> The growth of \$10,000 chart is hypothetical based upon the performance of A Shares less the maximum sales charge for the period ended 12/31/09. It includes the reinvestment of dividends and capital gains. It does not reflect the deduction of other fees and expenses, in which case the performance would have been lower.

## Average Annual Total Returns<sup>1</sup>

(As of 12/31/09)

	A Shares		B Shares		C Shares	
	without sales charge	with 5.75% sales charge	without sales charge	with 5% sales charge	without sales charge	with 1% sales charge
<b>Year to Date</b>	26.59%	19.37%	25.61%	21.61%	25.57%	25.57%
<b>One Year</b>	26.59%	19.37%	25.61%	21.61%	25.57%	25.57%
<b>Three Years</b>	-6.40%	-8.23%	-7.09%	-7.91%	-7.06%	-7.06%
<b>Five Years</b>	-0.64%	-1.81%	-1.38%	-1.52%	-1.35%	-1.35%
<b>Ten Years</b>	-2.63%	-3.21%	-3.21%	-3.21%	-3.23%	-3.23%
<b>Since Inception</b>	6.47%	6.07%	6.07%	6.07%	6.06%	6.06%

The gross expense ratios for Class A, B and C Shares are 1.28%, 2.03% and 2.03%, respectively. The Fund’s Adviser has contractually agreed to limit the management fee paid by the Fund for the period February 1, 2009 through January 31, 2010. Had this waiver not been in effect, the performance would have been lower. The net expense ratios for Class A, B and C Shares are 1.24%, 1.99% and 1.99%, respectively.

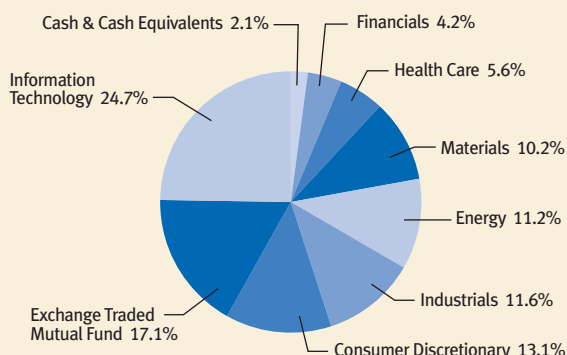
**Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. The investment return and principal value of an investment will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month end, please visit [www.bbtffunds.com](http://www.bbtffunds.com).**

<sup>1</sup> The performance of the BB&T Mid Cap Growth Fund includes the performance of the OVB Capital Appreciation Fund for the period prior to its consolidation with the BB&T Mid Cap Growth Fund (formerly known as the BB&T Capital Appreciation Fund), which commenced operations on 7/23/01, and reflects the deduction of fees for value-added services associated with a mutual fund, such as investment management and fund accounting fees. The performance inception date for the Fund is 8/1/96. The inception date for Class A Shares is 7/23/01. The inception date for Class B Shares is 7/25/01. The performance of Class B Shares is based on the historical performance of Class A Shares, adjusted to reflect the 5% contingent deferred sales charge. The inception date for Class C Shares is 7/25/01. The performance of Class C Shares is based on the historical performance of Class A Shares, adjusted to reflect the 1% contingent deferred sales charge. The performance shown reflects the reinvestment of all dividend and capital gains distributions.

Not a deposit • Not FDIC insured  
 May lose value • Not guaranteed by the bank  
 Not insured by any government agency

This material is authorized for distribution only when preceded or accompanied by a current prospectus. An investor should consider the fund’s investment objectives, risks, and charges and expenses carefully before investing or sending money. This and other important information about the BB&T Funds can be found in the Fund’s prospectus. To obtain more information, please call 1-800-228-1872 or visit us online at [www.bbtffunds.com](http://www.bbtffunds.com). Please read the prospectus carefully before investing.

### Top Sectors<sup>1</sup> (As of 12/31/09)



<sup>1</sup> The composition of the Fund's holdings is subject to change.

### Fund Statistics<sup>1</sup> (As of 12/31/09)

Total Net Assets	\$84,011,719
Average Market Capitalization	\$9.8B
Beta <sup>2</sup>	0.96
Capture Ratio (Since Inception) <sup>3</sup>	
Up	87.35%
Down	92.84%
Portfolio Turnover Rate <sup>4</sup>	166.00%
Total Number of Securities Held	47

<sup>1</sup> The composition of the Fund's holdings is subject to change.

<sup>2</sup> The Beta rating attempts to measure relative risk. A Beta rating of higher than 1.0 indicates greater volatility than the market. A Beta rating lower than 1.0 indicates lower volatility than the market.

<sup>3</sup> The Upside/Downside capture ratio measures a fund's cumulative return divided by its benchmark's cumulative return during positive and negative market periods.

<sup>4</sup> Portfolio Turnover Rate is calculated for the period 11/1/08 – 12/31/09.

### Top Ten Equity Holdings<sup>1</sup> (As of 12/31/09)

1. Ishares Russell Midcap Growth Index Fund	17.06%
2. Marvell Technology Group, Ltd., ADR	3.12%
3. Teck Resources, Ltd., Class B, ADR	2.77%
4. Alexion Pharmaceuticals, Inc.	2.66%
5. Exco Resources, Inc.	2.62%
6. Piper Jaffray Co.	2.46%
7. Red Hat, Inc.	2.28%
8. Scotts Miracle-Gro Co. (The), Class A	2.27%
9. Rovi Corp.	2.23%
10. Alpha Natural Resources, Inc.	2.10%

<sup>1</sup> The composition of the Fund's holdings is subject to change. Percentages are based on securities at market value.