

BB&T SMALL CAP FUND

Seeking long-term capital appreciation in the stocks of small, growing companies with solid fundamentals.

Ticker Symbol

A Shares BTVAX
 B Shares BTVBX
 C Shares BTVCX

CUSIP Number

05527Q105
 05527Q204
 05527Q303

Investment Objective

The BB&T Small Cap Fund, formerly the BB&T Small Company Value Fund, seeks long-term capital appreciation by investing primarily in a diversified portfolio of equity and equity-related securities of small-capitalization companies.

Risk Factors: Small-capitalization funds typically carry additional risks since small-size companies generally have a higher risk of failure. Historically, small-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

We believe many small-cap stocks offer attractive characteristics not found in larger stocks. With this “advantage” in mind, we buy the stocks of companies that:

- Produce high returns on invested capital.
- Produce above-average revenue and earnings growth.
- Have conservative balance sheets.
- Have a theme or catalyst for future growth.
- Trade at a discount to our estimate of fair value.

Sell Strategy

We are patient investors with a long-term time horizon. However, we will sell a stock we own if:

- The factors that induced us to buy the stock have changed.
- The company’s fundamentals begin to deteriorate.
- The stock represents a disproportionately large position within the portfolio.

The Portfolio Manager

Jeffrey J. Schappe, CFA

Chief Investment Officer, BB&T Asset Management, Inc.

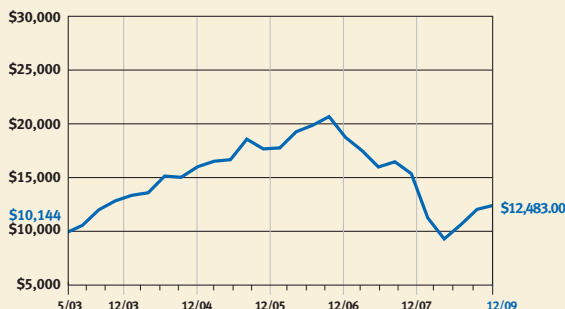
- BA from University of Wisconsin-Madison
- MBA from University of Wisconsin-Madison
- BB&T Small Cap Fund manager since 2009
- Also manages BB&T Mid Cap Growth Fund

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

“We use disciplined, bottom-up analysis to uncover fundamentally strong, attractively priced stocks in a very specific universe: stocks with market capitalizations between \$100 million and \$3 billion. We believe that diversification can be a very useful tool for long-term investors, and shareholders can use the Fund to diversify their portfolios beyond the large-cap and mid-cap arenas. While small-cap stocks may be more volatile than their larger counterparts, they provide the benefit of generally not moving in tandem with the overall market.”

Growth of \$10,000¹ — 5/19/03 – 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	9.36%
2008	-33.26%
2007	-8.50%
2006	14.45%
2005	9.26%
2004	23.52%

Past performance does not guarantee future results.

¹ 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 Returns¹

(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
Year to Date	9.36%	3.09%	8.58%	4.58%	8.47%	8.47%
One Year	9.36%	3.09%	8.58%	4.58%	8.47%	8.47%
Three Years	-12.59%	-14.29%	-13.25%	-14.04%	-13.27%	-13.27%
Five Years	-3.54%	-4.68%	-4.25%	-4.39%	-4.27%	-4.27%
Since Inception	4.34%	3.41%	3.55%	3.55%	3.52%	3.52%

The gross expense ratios for Class A, B and C Shares are 1.86%, 2.36% and 2.36%, 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 1.41%, 2.16% and 2.16%, respectively.

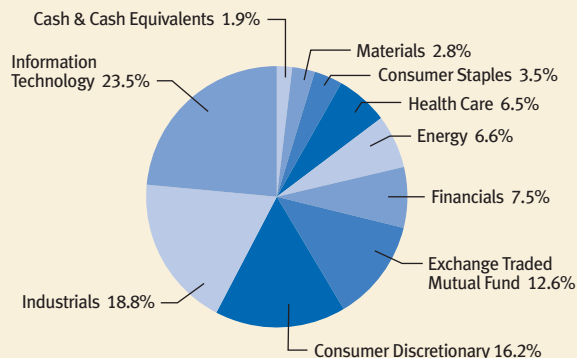
Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. The investment return and principal value of an investment will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than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

¹ The performance of the BB&T Small Cap Fund reflects the deduction of fees for value-added services associated with a mutual fund, such as investment management and fund accounting fees. The inception date for Class A Shares is 5/19/03. The inception date for Class B Shares is 5/19/03. The inception date for Class C Shares is 5/19/03. 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. Please read the prospectus carefully before investing.

Top Sectors¹ (As of 12/31/09)



¹ The composition of the Fund's holdings is subject to change.

Fund Statistics¹ (As of 12/31/09)

Total Net Assets	\$29,710,583
Average Market Capitalization	\$2.6B
Beta ²	0.85
Capture Ratio (Since Inception) ³	
Up	76.74%
Down	89.41%
Portfolio Turnover Rate ⁴	120.00%
Total Number of Securities Held	50

¹ The composition of the Fund's holdings is subject to change.

² 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.

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

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

Top Ten Equity Holdings¹ (As of 12/31/09)

1. Ishares Russell 2000 Index Fund	10.25%
2. Longtop Financial Technologies Ltd.	2.87%
3. Buffalo Wild Wings, Inc.	2.85%
4. Vistaprint NV, ADR	2.69%
5. Orion Marine Group, Inc.	2.59%
6. Regal-Beloit Corp.	2.52%
7. Polaris Industries, Inc.	2.48%
8. Monro Muffler Brake, Inc.	2.47%
9. Veeco Instruments, Inc.	2.45%
10. Rosetta Resources, Inc.	2.43%

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