Wasatch-Hoisington U.S. Treasury Fund®

(WHOSX) Open to all investors.

March 31, 2014



The Wasatch-Hoisington U.S. Treasury Fund invests in U.S. Treasury securities (it is not a money market fund).

About The Fund

Inception December 06, 1986 **Objective** To provide a rate of return that exceeds the rate of inflation over a business cycle by investing in U.S. Treasury securities with

an emphasis on both income and capital appreciation

Core Beliefs Selecting the right duration treasury bonds can provide a rate of return that exceeds the rate of inflation over a business cycle

- Research Tenets Invest in long-term U.S. Treasury bonds (maturities longer than 20 years), including zero coupon Treasury securities, when we believe that economic conditions suggest lower inflation and the multi-year trend is toward decreasing
 - Invest in U.S. Treasury bills or notes (maturities less than five years) when we believe that economic conditions suggest rising inflation and the multi-year trend is toward increasing interest rates
 - Adjust maturity and duration based on our assessment of economic conditions

Compared to Other Our only bond fund investing exclusively in Wasatch Funds U.S. Treasury securities

Total Fund Assets \$191 Million

Total Expense Ratio Gross 0.71%

About The Fund Manager



Van R. Hoisington Portfolio Manager

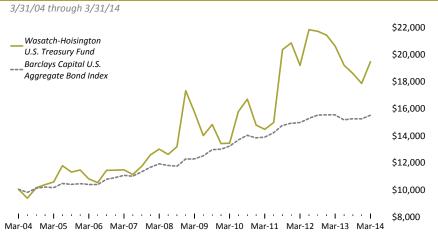
Mr. Hoisington has been the Lead Portfolio Manager of the Wasatch-Hoisington U.S. Treasury Fund since 1996. This fund is sub-advised by Hoisington Investment Management Company(HIMCO), which Mr. Hoisington founded in 1980. Mr. Hoisington is the President and Senior Investment Officer of HIMCO.

Prior to forming HIMCO, Mr. Hoisington was Executive Vice President of Texas Commerce Bancshares, Executive Trust Officer of Texas Commerce Bank and Senior Investment Officer of Texas Commerce Bank's Trust Department.

Before joining Texas Commerce Bank, Mr. Hoisington was Vice President and Economist with United California Bank in Los Angeles, where he was Director of National and International Macroeconomic Studies.

Mr. Hoisington earned a Master's degree in Business Administration from Fort Hays Kansas University and a Bachelor of Arts degree from the University of Kansas.

Growth of a Hypothetical \$10,000 Investment



Average Annual Total Returns

Through 3/31/2014	1 Year	5 Years	10 Years
Wasatch-Hoisington U.S. Treasury Fund	-5.60%	4.37%	6.87%
Barclays Capital U.S. Aggregate Bond Index	-0.10%	4.80%	4.46%

30-Day SEC Yield: 2.91% Subsidized / 2.91% Unsubsidized

Data shows past performance. Past performance is not indicative of future performance and current performance may be lower or higher than the data quoted. For the most recent month-end performance data, visit www.WasatchFunds.com. Investment returns and principal value will fluctuate and shares, when redeemed, may be worth more or less than their original cost. The Advisor may absorb certain Fund expenses, leading to higher total shareholder returns. Total Expense Ratio: Gross, 0.71%; Net, 0.71%. The 30-day current net SEC yield is calculated by dividing the net investment income per share for the 30 days ended on the date of calculation by the maximum offering price per share on that date. The figure is compounded and annualized. The 30-day yield unsubsidized is calculated in the absence of temporary expense waivers or reimbursements thus resulting in a lower yield.

Wasatch Funds will deduct a 2.00% redemption fee on Fund shares held 60 days or less. Performance data does not reflect this redemption fee or taxes.

By investing in bonds, you are subject, but not limited to, the same interest rate, inflation and credit risk associated with the underlying bonds owned by the Fund. Return of principal is not guaranteed.

An investor should consider investment objectives, risks, charges and expenses carefully before investing. To obtain a prospectus, which contains this and other information, visit www.wasatchfunds.com or call 800.551.1700. Please read the prospectus carefully before investing.

The Barclays Capital U.S. Aggregate Bond Index covers the U.S. investment grade fixed rate bond market, including government and corporate securities, agency mortgage pass-through securities and asset-backed securities. You cannot invest directly in this or any index.

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Portfolio Characteristics

16
0.5%
41%
22.9
19.2
-3.78
3.52
0.57

^{*}Also includes Other Assets and Liabilities

Top U.S. Treasury Holdings

As of 12/31/13

Holding	Maturity Date	% of Fund
U.S. Treasury Strip, principal only	2/15/2031	17.0
U.S. Treasury Strip, principal only	5/15/2030	16.3
U.S. Treasury Bond, 3.125%	11/15/2041	15.2
U.S. Treasury Strip, principal only	2/15/2037	13.7
U.S. Treasury Strip, principal only	5/15/2039	7.9
U.S. Treasury Bond, 4.500%	5/15/2038	7.0
U.S. Treasury Bond, 3.500%	2/15/2039	5.8
U.S. Treasury Strip, principal only	5/15/2040	5.6
U.S. Treasury Bond, 3.125%	2/15/2042	4.3
U.S. Treasury Bond, 4.250%	5/15/2039	2.7
	Total	95.4

Current and future portfolio holdings are subject to risks and may change at any time. References to specific securities should not be construed as recommendations by the Fund or its Advisor.



To invest in this fund, please visit **www.WasatchFunds.com** or call **800.551.1700**

P.O. Box 2172 • Milwaukee, WI 53201-2172 Wasatch Funds are distributed by ALPS Distributors, Inc.

Portfolio Turnover: A measure of trading activity in a fund's portfolio over the past 12 months expressed as a percentage of the fund's average total assets. Weighted Average Maturity: Used to measure the interest rate sensitivity of the fund's portfolio. When the fund is invested in securities with longer maturities it will be more sensitive to rising interest rates and its share price may be subject to greater volatility than if it was invested in securities with shorter maturities. Effective Duration: a measure of the responsiveness of a bond's price to market interest rate changes. For example, if the interest rate increased 1%, a bond with an effective duration of five years would decline in price by 5%. The effective duration of the fund's holdings is expected to vary from less than a year to a maximum of 25 years. Alpha is a measure of a fund's risk/reward potential. A positive alpha means the fund outperformed the index. A negative alpha means the fund underperformed the index. Beta measures a fund's risk in relation to the market. A beta of 0.8 means the fund's total return is likely to move up or down 80% of the market change; 1.25 means total return is likely to move up or down 25% more than the market. R-Squared measures (from 0 to 1.00) how closely a fund's movements are correlated with movements of its benchmark. An R-squared of 1.00 would mean that the fund's movements are completely correlated with the movements of its benchmark.