

### Fund Facts

**CUSIP:** 501885305  
**Ticker Symbol:** LKBAX  
**Inception Date:** 12/30/97  
**Minimum Investment:** \$2,000  
**Portfolio Turnover Rate\*** 33.7%

**Investment Objective:** The Fund seeks current income and long-term capital appreciation.  
**Managers:** Scot C. Hollmann, CFA, J. Luther King, Jr., CFA, Mark L. Johnson, CFA  
**Web:** www.lkcmfunds.com  
**Phone:** 1-800-688-LKCM

### LKCM Balanced Fund

#### About The Adviser

Luther King Capital Management Corporation was founded in 1979 and provides investment management services to investment companies, employee benefit plans, endowments, foundations, pension and profit sharing plans, trusts, estates, and high net-worth individuals.

#### Portfolio Managers

Scot C. Hollmann, CFA, is the lead portfolio manager of the LKCM Balanced Fund and oversees the investment team responsible for the LKCM Balanced Fund. Mr. Hollmann has been a Vice President and Portfolio Manager of Luther King Capital Management since 1983 and Principal since 1986.

J. Luther King, Jr., CFA, is a member of the investment team responsible for the LKCM Balanced Fund. Mr. King has been President, Principal and Portfolio Manager of Luther King Capital Management since 1979.

Mark L. Johnson, CFA, is a member of the investment team responsible for the LKCM Balanced Fund. Mr. Johnson has been a Vice President and Portfolio Manager of Luther King Capital Management since 2002.

### Performance

Returns as of 12/31/11

	Expense Ratio		Average Annual Total Returns Since Incept						
	Net <sup>1</sup>	Gross	3 Month	YTD	1YR	3YR	5YR	10YR	12/30/97
LKCM Balanced Fund	0.80%	1.26%	8.10%	3.16%	3.16%	11.83%	3.98%	4.64%	4.99%
Barclays Capital Intern. Gov/ Credit Bond Index			0.84%	5.80%	5.80%	5.65%	5.88%	5.20%	5.70%
S&P 500 Index			11.82%	2.11%	2.11%	14.11%	-0.25%	2.92%	3.69%

Performance data quoted represents past performance and 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. Fund performance current to the most recent month-end may be lower or higher than the performance quoted and can be obtained by calling 1-800-688-LKCM. The fund imposes a 1.00% redemption fee on shares held less than 30 days, and if reflected, the fee would reduce the performance shown.

#### Top Ten Holdings\*\*

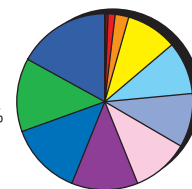
	(% of Net Assets)
Apple Inc.	1.91%
Exxon Mobil Corporation	1.70%
International Business Machines Corporation	1.49%
Wal-Mart Stores, Inc.	1.38%
Celgene Corporation	1.38%
The Williams Companies, Inc.	1.37%
Comerica Incorporated	1.32%
PepsiCo, Inc.	1.29%
Nuance Communications, Inc.	1.27%
Airgas, Inc.	1.26%

\*\*Excludes Cash and Equivalents.

The composition of the Fund's holdings and sector weightings are subject to change and are not recommendations to buy or sell any securities.

#### Sector Weightings

Information Technology	17.0%
Energy	13.5%
Consumer Staples	13.4%
Health Care	12.2%
Consumer Discretionary	10.5%
Financials	9.9%
Materials	9.7%
Industrials	9.4%
Telecommunication Services	2.5%
Utilities	1.3%
Manufacturing	0.4%
Cash & Equivalents	0.2%



#### Fixed Income Quality Distribution

	(% of Net Assets as of 12/31/11)
AA	2.0%
A	15.2%
BBB	10.1%
BB	0.4%
Non-Rated	0.0%

#### Portfolio Composition

	(% of Net Assets)
Equity	72.1%
Fixed Income	27.7%
Cash or Equivalent	0.2%

\*Fiscal year to date from 1/1/11 to 12/31/11.

The fixed income quality distribution uses the Standard and Poor's scale. Bond ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'C' ('junk'), which is the lowest grade.

Contact us at  
**1-800-688-LKCM**  
[www.lkcmfunds.com](http://www.lkcmfunds.com)

The Funds' investment objectives, risks, charges, and expenses must be considered carefully before investing. The Funds' summary and statutory prospectuses contain this and other important information about the Funds. Please read the summary and statutory prospectuses carefully before investing. To obtain a hardcopy, please call 1-800-688-5526. Read carefully before investing.

Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer-term debt securities.

<sup>1</sup>Luther King Capital Management has contractually agreed to waive all or a portion of its management fee and/or reimburse the Fund through April 30, 2012 to maintain designated expense ratios (excluding acquired fund fees). Investment performance reflects fee waivers in effect. In the absence of such waivers, total return would be reduced. Investment performance for the last quarter is based upon the net expense ratio.

The Barclays Capital Intermediate Government/Credit Bond Index is an unmanaged market value weighted index measuring both the principal price changes of, and income provided by, the underlying universe of securities that comprise the index. The S&P500 Index is a capitalization-weighted index designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries. You cannot invest directly in an index.

The Fund is distributed by Quasar Distributors, LLC.