


Managers Emerging Markets Equity Fund

OBJECTIVE: The Fund's investment objective is to achieve long-term capital appreciation by investing in a diversified portfolio of equity securities of companies located in countries designated by the World Bank or the United Nations to be a developing country or emerging market.

| ASSET CLASS | STYLE | BENCHMARK | ADVISOR | SUBADVISORS |
|---|--|---------------|-------------------------------|---|
|  | VALUE CORE GROWTH LARGE MID SMALL | MSCI EM Index | Managers Investment Group LLC | Rexiter Capital Management Limited Schroder Investment Management North America Inc. |
| | Style box placement is based on Fund objective | | | |

| FUND FACTS | Ticker | Cusip | Inception | Expense Ratio Gross/Net ¹ | Minimum Investment | Maximum Sales Load | 12b-1 Fees |
|------------|--------|-----------|-----------|--------------------------------------|-----------------------|--------------------|------------|
| FUND | MEMEX | 561717828 | 02/09/98 | 2.14%/1.77% | \$2,000 (\$1,000 IRA) | — | — |

| AVERAGE ANNUAL RETURNS (%) ² (as of 06/30/10) | | | | |
|--|-------|-------|-------|-------|
| | YTD | 1 Yr | 5 Yr | 10 Yr |
| MEMEX | -8.35 | 18.78 | 8.98 | 8.59 |
| MSCI EM Index ³ (Gross) | -6.04 | 23.48 | 13.07 | 10.34 |
| MSCI EM Index (Net) | -6.17 | 23.15 | 12.73 | 10.02 |

| CALENDAR YEAR PERFORMANCE (%) | | | | | | | |
|------------------------------------|-------|--------|-------|-------|-------|-------|-------|
| | '09 | '08 | '07 | '06 | '05 | '04 | '03 |
| MEMEX | 67.94 | -54.95 | 29.55 | 34.50 | 32.53 | 28.85 | 51.20 |
| MSCI EM Index ³ (Gross) | 79.02 | -53.18 | 39.78 | 32.59 | 34.54 | 25.95 | 56.28 |
| MSCI EM Index (Net) | 78.51 | -53.33 | 39.39 | 32.17 | 34.00 | 25.55 | 55.82 |

| TOP TEN COUNTRIES (%) | | |
|-----------------------|------|-------|
| COUNTRY | Fund | Index |
| South Korea | 14.2 | 13.6 |
| Brazil | 13.6 | 15.4 |
| China | 10.5 | 10.7 |
| Taiwan | 8.8 | 10.9 |
| Russia | 8.8 | 5.9 |
| Hong Kong | 8.0 | 4.9 |
| India | 6.7 | 8.4 |
| Mexico | 5.5 | 4.4 |
| Turkey | 3.6 | 1.6 |
| Indonesia | 3.5 | 2.4 |
| TOTAL % | 83.2 | 78.2 |

¹ Returns for periods greater than one year are annualized.

² Annual expense ratio as of 07/01/10. Manager Investment Group LLC (the "Investment Manager") has contractually agreed, until at least May 1, 2012, to waive management fees and/or reimburse Fund expenses in order to limit Total Annual Fund Operating Expenses After Fee Waiver and Expense Reimbursements (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to 1.74% of the average daily net assets of the Fund, subject to later reimbursement by the Fund in certain circumstances.

³ Gross dividends reinvested.












The performance data shown represents past performance. Past performance is not a guarantee of future results. Current performance may be lower or higher than the performance data quoted. The investment return and the 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. For performance information through the most recent month end, please call 800.835.3879 or visit our Web site at www.managersinvest.com.

From time to time the Fund's advisor has waived fees or reimbursed expenses, which may have resulted in higher returns.

A short-term redemption fee of 2% will be charged on redemption of fund shares held for 60 days or less.

⁴ Mention of a specific security should not be considered a recommendation to buy or a solicitation to sell that security. Holdings are subject to change.

⁵ Held by more than one portfolio manager.

| SECTOR WEIGHTINGS (%) | | | |
|---|----------------------------|------|-------|
| % | SECTOR | Fund | Index |
|  | Financials | 25.8 | 25.3 |
|  | Energy | 14.6 | 14.1 |
|  | Materials | 14.2 | 14.2 |
|  | Information Technology | 11.6 | 13.2 |
|  | Consumer Discretionary | 8.2 | 6.5 |
|  | Telecommunication Services | 7.0 | 8.4 |
|  | Consumer Staples | 6.0 | 6.8 |
|  | Industrials | 5.6 | 6.8 |
|  | Utilities | 3.8 | 3.8 |
|  | Health Care | 0.0 | 0.8 |
|  | Cash & Other | 3.2 | 0.0 |

| TOP TEN HOLDINGS (%) ⁴ | |
|--|-----------------|
| COMPANY | % of Net Assets |
| Samsung Electronics ⁵ | 2.7 |
| America Movil Class L ADR ⁵ | 2.1 |
| China Construction Bank - H ⁵ | 2.1 |
| Gazaprom - ADR ⁵ | 2.0 |
| CNOOC ⁵ | 1.8 |
| POSCO ⁵ | 1.6 |
| China Mobile (Hong Kong) ⁵ | 1.6 |
| Vale ADR ⁵ | 1.5 |
| Ping An Insurance Group Co of China ⁵ | 1.5 |
| Hon Hai Precision ⁵ | 1.5 |
| TOTAL % | 18.4 |

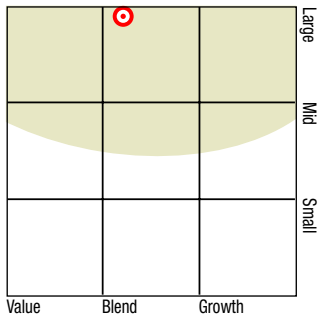
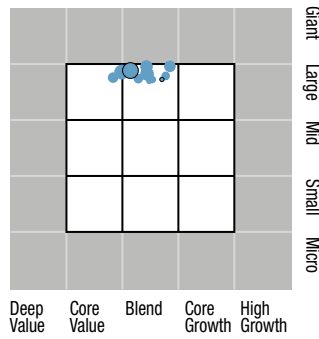
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| CHARACTERISTICS ¹ | Net Assets (Mil.\$) | # Holdings | Weighted Avg. Market Cap (Bil.\$) | Weighted Avg. P/E ² | Weighted Avg. P/B ² | Trailing 5-yr EPS Growth (%) | Trailing 5-yr Revenue Growth (%) |
|------------------------------|---------------------|------------|-----------------------------------|--------------------------------|--------------------------------|------------------------------|----------------------------------|
| Fund | 81.8 | 185 | 41.9 | 13.4 | 1.8 | 13.2 | 18.3 |
| MSCI EM Index | — | 754 | 40.7 | 13.0 | 1.8 | 15.4 | 18.8 |

| CHARACTERISTICS ^{1,3} | Upside Capture Ratio ⁴ | Downside Capture Ratio ⁴ | Sortino Ratio | Standard Deviation ⁵ | Tracking Error ³ | Beta ⁴ | Information Ratio ⁴ | R-Squared ⁴ | Sharpe Ratio |
|--------------------------------|-----------------------------------|-------------------------------------|---------------|---------------------------------|-----------------------------|-------------------|--------------------------------|------------------------|--------------|
| Fund | 91.6 | 103.7 | -0.4 | 34.0 | 4.4 | 1.0 | -1.3 | 98.4 | -0.3 |

¹ Characteristics derived from FactSet. ² Uses harmonic average and excludes negative value. ³ Calculated for a three-year period. ⁴ Relative to primary benchmark. ⁵ Annualized.

| MORNINGSTAR OWNERSHIP ZONE ¹ | MORNINGSTAR STYLE TRAIL ¹ | DEFINITIONS |
|--|--|---|
|  |  | <p>Upside Capture Ratio: A statistical measure used to evaluate how well a Fund has performed relative to an index during periods when that index has risen.</p> <p>Downside Capture Ratio: A statistical measure used to evaluate how well or poorly a Fund has performed relative to an index during periods when that index has fallen.</p> <p>Sharpe Ratio: A ratio that measures the total risk-adjusted return of a Fund.</p> <p>Sortino Ratio: A ratio that measures the downside risk-adjusted return of a Fund.</p> <p>Standard Deviation: A measure of the dispersion of a set of data from its mean.</p> <p>Beta: A measure of the volatility or systematic risk of a Fund in comparison to the market as a whole.</p> <p>R-Squared: A statistical measure that represents the percentage of a Fund's movements that can be explained by movements in a benchmark index.</p> <p>Information Ratio: A ratio of portfolio returns above the returns of a benchmark (usually an index) to the volatility of those returns.</p> <p>Tracking Error: A divergence between the price behavior of a Fund and the price behavior of a benchmark.</p> |

¹ Chart reflects the Fund's actual holdings as of 05/31/10.

Disclosures

Investors should carefully consider the Fund's investment objectives, risks, charges, and expenses before investing. For this and other information, please call 800.835.3879 or visit www.managersinvest.com for a free prospectus. Read it carefully before investing or sending money.

The Fund is subject to the risks associated with investments in emerging markets, such as erratic earnings patterns, economic and political instability, changing exchange controls, limitations on repatriation of foreign capital, and changes in local governmental attitudes toward private investment, possibly leading to

nationalization or confiscation of investor assets.

The Fund is subject to currency risk resulting from fluctuations in exchange rates that may affect the total loss or gain on a non-U.S. Dollar security when converted back to U.S. Dollars.

The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance of emerging markets. The MSCI Emerging Markets Index consists of the following 21 emerging market country indices: Brazil, Chile, China, Colombia, Czech Republic, Egypt, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Morocco, Peru, Philippines, Poland,

Russia, South Africa, Taiwan, Thailand, and Turkey. Unlike the Fund, the Index is unmanaged, is not available for investment, and does not incur expenses.

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The Morningstar Ownership Zone™ provides detail about a portfolio's equity investment style by showing the range of stock sizes and styles. A portfolio's Ownership Zone™ is derived by plotting each stock in the fund's portfolio within the proprietary Morningstar Style Box™. The shaded area represents the center 75% of the fund's assets, and it provides an intuitive visual representation of the area of the market in which the fund invests. A "centroid" plot in the middle of

the Ownership Zone represents the weighted average of all the fund's holdings. A fund that is concentrated will have a small ownership zone relative to the area of the style box, and broadly diversified fund will have an ownership zone that stretches across many sizes and style. Over a period of time, the shape and location of a fund's ownership zone may vary.