STERLING CAPITAL FUNDS

U.S. Treasury Money Market Fund

A Shares (BBUXX) *Inception Date 10/05/92* | C Shares (BUCXX) *Inception Date 01/30/02* | I Shares (BTUXX) *Inception Date 10/05/92*

Portfolio Management

Kevin E. McNair, CFA
Sterling Capital Management LLC

Kevin joined Sterling Capital Management in 1994. He has investment experience since 1994. Kevin is a graduate of the University of North Carolina at Chapel Hill where he received his BA in Economics. He received his MA in Economics from North Carolina State University. He is also a CFA Charterholder.

The Investment Team supporting the Sterling Capital U.S. Treasury Money Market Fund has more than 65 combined years of investment experience:

- Robert F. Millikan, CFA, Executive Dir.
- Brad D. Eppard, CFA, Director
- David T. Johnson, Associate Dir.

"The Fund is designed for investors who seek current income, liquidity and stability, but with an added measure of safety offered by a portfolio that invests exclusively in U.S. government securities. We have found that conservatively laddering the portfolio with Treasury securities and overnight repurchase agreements allows us to take advantage of higher yields along the yield curve. Laddering also provides us with the flexibility to react swiftly to changes in government policy, which can affect money market instruments."

Fund Performance	Qtr	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception
A Shares	0.001%	0.01%	0.01%	0.03%	0.98%	1.25%	2.59%
I Shares	0.001%	0.01%	0.01%	0.03%	1.16%	1.54%	2.86%

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.sterlingcapitalfunds.com.

An investment in the Fund is neither guaranteed nor insured by the FDIC or any other government agency. Although the Fund seeks to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in the Fund.

Year-End Returns	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
A Shares	0.79%	0.20%	0.55%	2.14%	4.00%	3.94%	0.93%	0.01%	0.07%	0.01%
I Shares	1.19%	0.52%	0.79%	2.63%	4.52%	4.46%	1.30%	0.01%	0.07%	0.01%

Fund Statistics	
Net Assets	$249,624,459
Weighted Average Maturity	46.34
Number of Holdings	7

Portfolio Composition	
U.S. Treasuries	48.13%
Repurchase Agreements	16.83%
Cash	35.04%

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

Monthly Dividend Distribution	
Month	**Rates / A Share**
December	0.000008
November	0.000007
October	0.000010

Yields	
7-Day Yield	0.01%
7-Day Effective	0.01%

7-Day Yield as of 12/31/11. The yield quotation more closely reflects the current earnings of the Fund than the total return quotation.

Firm Overview

Sterling Capital Management LLC is a registered investment advisor founded in 1970. An investment firm, Sterling is an independently operated subsidiary of BB&T Corporation, one of the nation's largest financial services holding companies. Sterling is headquartered in Charlotte, NC with offices in Raleigh, NC, Atlanta, GA, Washington, D.C., and San Francisco, CA. As of 12/31/11, Sterling has over $34 billion in assets under management overseen by 83 investment and client service professionals.

Investment Considerations

Note: U.S. Government guarantees apply only to the underlying securities of a Fund portfolio and not the Fund shares.

Investors should consider the investment objectives, risks, charges and expenses carefully before investing. For a prospectus with this and other information about the Fund, please call (888) 228-1872 or visit our web site at www.sterlingcapitalfunds.com. Read the prospectus carefully before investing.

Sterling Capital Management LLC a separate subsidiary of BB&T Corporation, serves as investment adviser to the Sterling Capital Funds and is paid a fee for its services. Shares of the Sterling Capital Funds are not deposits or obligations of, or guaranteed or endorsed by, Branch Banking and Trust Company or its affiliates. The Funds are not insured by the FDIC or any other government agency. The Funds are distributed by Sterling Capital Distributors, Inc., which is not affiliated with Branch Banking and Trust Company or its affiliates.

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