

Sterling Capital Deposit Account



AUGUST 2012

Sterling Capital Management is pleased to announce that effective September 4, 2012, a new product offering, the Sterling Capital Deposit Account, is being launched as a FDIC-insured and flexible option for cash deposits from the Sterling Capital Funds. This new option is being put in place in lieu of the traditional money market fund offerings. The account's assets are deposited with Branch Banking & Trust Company (BB&T), the country's 9th largest bank holding company with over \$174 billion in assets. BB&T was named among the **Top 20 of the World's Strongest Banks** by *Bloomberg Markets* magazine in 2012.

Account Benefits

- Offers the safety of being FDIC insured up to \$250,000 per depositor*
- Daily liquidity
- Check writing feature (\$100 minimum per check). *Not available for IRA accounts.*
- Easy transfer between the account and the Sterling Capital Funds
- No monthly fees

The Sterling Capital Deposit Account is available for:

- Individual and joint accounts
- Custodial (UTMA/UGMA) accounts
- Trust accounts
- Non-profit organizations
- Traditional and Roth IRAs
- SEP-IRAs and SIMPLE IRAs
- Coverdell ESAs

* The amount that you have on deposit in the Sterling Capital Deposit Account at BB&T will be added to any other money you may have on deposit at BB&T for determining your insurance limit.

** Current rate and annual percentage yield subject to change at any time without notice.

Please note that you will be able to access your money in the Sterling Capital Deposit Account at BB&T only through Sterling Capital Funds. Sterling Capital Management will act as your agent for the purpose of making deposits to and withdrawals from the Sterling Capital Deposit Account at BB&T and will maintain the records of your account. You will not be able to access your money in the Sterling Capital Deposit Account at BB&T locations or obtain balance information by contacting the bank directly. Please call Sterling Capital Funds Shareholder Services at 800-228-1872 for information about your account.

The Sterling Capital Deposit Account is made available through an arrangement with BB&T, member FDIC.

Terms and Conditions:

1. By selecting this deposit option, you agree to the Terms and Conditions set herein. Account minimums and subsequent deposits are consistent with the fund share class in which you are eligible to invest. These Terms and Conditions are supplemental to those contained in your existing Account Agreement you executed with Sterling Capital Funds ("SCF"). You understand that to enroll in this product, you have either 1) Recently instructed your investment professional to direct your cash to this bank deposit option or 2) given your investment advisor the discretion to make investment decisions for your account.
2. SCF and Bank of New York Mellon ("BONY") provide this option whereby elected cash balances are placed on deposit via an omnibus account at Branch Banking and Trust Company ("BB&T"). Your daily interest rate applied to the account will be determined by the prevailing market conditions and the methodology established by BB&T. The current rate and annual percentage yield is subject to change at any time without notice.
3. FDIC deposit insurance is available for your deposits up to the FDIC standard maximum deposit insurance amount of \$250,000. Any money you hold on deposit with BB&T outside of your SCF account may impact the insurance coverage available as neither SCF, BONY, nor BB&T monitors or takes any responsibility for money you have on deposit with BB&T that is outside of your SCF account. As such, you should regularly monitor any such balances.
4. You may only access deposit product funds through your SCF account and may not obtain access to funds via BB&T directly. SCF will act as your agent for the purposes of making deposits to and withdrawals from the SCF Deposit Account at BB&T.
5. The deposit option is not a registered money market fund, however, it is a deposit program regulated by the FDIC.

An investment in the Sterling Capital Funds are not insured by the FDIC and is not a deposit or obligation of, or guaranteed by Sterling Capital Management, BB&T or any affiliate. An investment in a Sterling Capital Fund may lose value and involves risks, including the possible loss of principal.

Sterling Capital Funds are distributed by Sterling Capital Distributors, LLC, not affiliated with Sterling Capital Management LLC or BB&T. 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 as described in the prospectus.

Shares of the Sterling Capital Funds are offered only by a prospectus. An Investor should consider the investment objectives, risks, charges and expenses carefully before investing. This and other important information about the Sterling Capital Funds can be found in the prospectus which may be obtained by calling 1-800-228-1872 or by visiting the Funds' website at www.sterlingcapitalfunds.com. Please read the prospectus carefully before investing.