



3rd QUARTER 2011 COMMENTARY

PERFORMANCE

Average Annualized Total Returns as of September 30, 2011

	Inception Date	3 Month	YTD	1 Year	3 Year	5 Year	Since Inception
Intrepid Capital Fund - Inv.	1/3/05	-7.96%	-4.71%	0.74%	7.81%	6.34%	5.50%
Intrepid Capital Fund - Inst.	4/30/10	-7.90%	-4.58%	0.93%	-	-	0.72%
S & P 500 Index		-13.87%	-8.68%	1.14%	1.23%	-1.18%	1.17% [^]
Russell 2000 Index		-21.87%	-17.02%	-3.53%	-0.37%	-1.02%	1.40% [^]
B of A Merrill High Yield Master II Index		-6.31%	-1.69%	1.32%	13.68%	6.94%	6.60% [^]

[^]Since Inception returns are as of the fund's Investor Class date. The returns for the S&P 500 Index is -1.30%, Russell 2000 Index is -6.05% and B of A Merrill High Yield Master Index is 3.96% as of the inception date of the Institutional Class.

Performance data quoted represents past performance and does not guarantee future results.

Investment returns and principal value will fluctuate, and when sold, may be worth more or less than their original cost. Performance current to the most recent month-end may be lower or higher than the performance quoted and can be obtained by calling 866-996-FUND. The Fund imposes a 2% redemption fee on shares held less than 30 days. Performance data does not reflect the redemption fee. If it had, returns would be reduced.

Per the Prospectus, the Fund's annual operating expense (gross) for Investor Shares is 1.54% and for Institutional Class is 1.29%. The Fund's Adviser has contractually agreed to waive a portion of its fees and/or reimburse expenses such that total operating expenses (excluding Acquired Fund Fees and Expenses) do not exceed 1.40% and 1.15% through 1/31/12, respectively. Otherwise, performance shown would have been lower.

Dear Fellow Shareholders,

The Intrepid Capital Fund (the "Fund") completed its fiscal year ended September 30, 2011 with a total return of 0.74%. Please don't squint too hard at the page, as the decimal point is correctly placed to the left of the seven and not to the right.

My first thought is that there sure has been a lot of movement with very little forward progress. If I had to routinely go through as many "mental gymnastics" as I have in the last year for that small of a reward, I would seek other employment. Fortunately, a longer term perspective gives a better result, as the trailing three year Fund performance is an annualized increase of 7.81% as of September 30, 2011. Trailing five year annualized returns are 6.34%. The trailing 1-, 3-, and 5-year performances of the S&P 500 Index are 1.14%, 1.23% and -1.18%, respectively. And you thought rates on certificates of deposit were unattractive!

In fairness, the Fund is not an all-equity fund, but holds a balance of stocks, bonds and cash. Nonetheless, the S&P returns cited show some of the longer term peril of an investment in the index. To me, investing in a capitalization-weighted index is forcing your capital proportionately into the most popular, and frequently overpriced, shares available at that time.

Throughout the history of Intrepid Capital we have sought high-quality, lightly levered businesses that produce items people need and use regularly, at a discount to what a knowledgeable buyer would pay in cash. In addition, we like management to have a meaningful equity stake in the business (>10%), which we believe aligns their interests and ours as common shareholders. These criteria frequently require us to follow "the road not taken," to quote an old Robert Frost poem, by looking outside the list of securities that some of our peer group may prefer because of the particular securities' weightings in the index.

The Fund has a broad mandate and is not constrained by certain market capitalizations or sectors, unlike many of our peers. Fishing in a deeper pool of potential investments with strict valuation criteria has led to some unusual places in our search for value. From Japanese video game maker Square Enix (ticker: 9684 JP) to British-based currency printer De La Rue (ticker: DLAR LN), we cast our net far and wide. The largest return realized for the Fund over the last twelve months was from Atlanta-based Aaron's, Inc. (ticker: AAN), which is a family-run furniture franchise operator that grew right through the last recession.

I am pleased to say Morningstar, for the period ending September 30, 2011, ranked the Fund in the 1st percentile among 711 funds in the Moderate Allocation category for the 5 year period, based on total returns. The Fund received an Overall 5-Star Morningstar Rating,

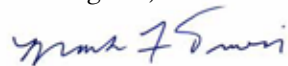


the highest rating for risk adjusted returns, out of 847 Moderate Allocation Funds for the period ending September 30, 2011. The Overall Morningstar Rating for a fund is derived from a weighted average of the fund's three-, five- and ten-year (if applicable) Morningstar Ratings™ metrics, which are based on risk-adjusted return performance.

The Intrepid Capital Funds continue to be a very large portion of the Travis family's investments along with those of the analytical staff at Intrepid Capital that make these results possible. We continue to "eat our own cooking" and maintain diligence and discipline with the hard-earned assets you have entrusted to our care.

Thank you for your continued trust and investment.

Best regards,



Mark F. Travis
President
Intrepid Capital Fund Portfolio Manager

Mutual fund investing involves risk. Principal loss is possible. The Fund is subject to special risks including volatility due to investments in smaller companies, which involve additional risks such as limited liquidity and greater volatility. The Fund is considered non-diversified as a result of limiting its holdings to a relatively small number of positions and may be more exposed to individual stock volatility than a diversified fund. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer term debt securities. Investments by the Fund in lower-rated and non-rated securities present a greater risk of loss to principal and interest than higher rated securities.

The S&P 500 Index is a broad based unmanaged index of 500 stocks, which is widely recognized as representative of the equity market in general. The Bank of America/Merrill Lynch High Yield Master II Index is Merrill Lynch's broadest high yield index, and as such is comparable with the broad indices published by other investment banks. The Russell 2000 Index consists of the smallest 2,000 companies in a group of 3,000 Index, as ranked by market capitalization. You cannot invest directly in an index.

©2011 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Morningstar Rankings represent a fund's total-return percentile rank relative to all funds that have the same Morningstar Category. The highest percentile rank is 1 and the lowest is 100. It is based on Morningstar total return, which includes both income and capital gains or losses and is not adjusted for sales charges or redemption fees. Morningstar ranked the Intrepid Capital Fund in the top 28%, 3% and 1% out of 962, 847, and 711 Moderate Allocation funds for the one-, three- and five-year periods ending 9/30/11, respectively.

The Intrepid Capital Fund was rated 5-Stars and 5-Stars against the following numbers of U.S. domiciled Moderate Allocation funds over the following time periods: 847 and 711 funds in the last three- and five-years, respectively.

The Overall Morningstar Rating™ for a fund is derived from a weighted average of the fund's three- and five-year Morningstar Ratings™ metrics, which are based on risk-adjusted return performance.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating (based on a Morningstar risk-adjusted return measure that accounts for variation in a fund's monthly performance, including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star.

Cash flow measures the cash generating capability of a company by adding non-cash charges (e.g. depreciation) and interest expense to pretax income.

Opinions expressed are subject to change, are not guaranteed and should not be considered investment advice or recommendations to buy or sell any security.

The Intrepid Capital Funds are distributed by Quasar Distributors, LLC.

Top Ten Holdings

(% of net assets)

Regis Corp.	2.8%
Scholastic Corp.	2.8%
Berkshire Hathaway, Inc. - Class B	2.8%
Bio-Rad Laboratories, Inc.	2.7%
Securitas AB	2.6%
Dell, Inc.	2.6%
Johnson & Johnson	2.6%
FTI Consulting, Inc.	2.5%
Collective Brands, Inc. 8.250%; 8/01/2013	2.5%
CoreLogic, Inc.	2.5%

Top ten holdings are as of September 30, 2011. Fund holdings and sector allocations are subject to change and are not recommendations to buy or sell any security.