



First Eagle Funds

As of September 30, 2010

A Decade in Review | What Lost Decade?

Many have called the last 10 years "the lost decade of stock investing." (Wall Street Journal, 10/15/09) At First Eagle we do not consider the decade lost.

The markets suffered the busting of the technology boom, the effects of the September 11 attacks, followed by inflated housing prices and record corporate results, only to be wiped out by the credit crunch and plummeting home values. It has been turbulent, to say the least.

While the S&P 500 Total Return index returned an annualized **-0.95%** for the 10 years ending 12/31/09, **First Eagle Global and Overseas Funds returned greater than 12.3% per year over the same period.** Our unwavering adherence to the fundamentals of value investing enabled us to avoid many of the detrimental market bubbles.

Our go-anywhere flexibility provides us the opportunity to invest across the capital structure, across all countries and sectors, and in a wide range of market capitalizations. We are bottom-up investors with capital preservation as our primary goal. We are unconstrained by benchmarks, and combined with our buy-and-hold, long-term perspective, hope to offer our shareholders the confidence to passively invest in our funds, while we are actively managing them.

While the conditions of the markets are uncertain and it is impossible to know what the next decade will bring, there are some certainties at First Eagle. We seek to consistently generate absolute returns over the long-term through our conservative approach. We believe that preserving the purchasing power of capital over time is the foundation to growing wealth.

"We grow up in a world where we tend to think in an annual cycle time... [First Eagle's] natural cycle time is quite different from a year...our time horizon is approximately five years."

-Matt McLennan

What a difference 10 years makes... (as of December 31, 2009)

	Ticker	10-Year Return	Growth of \$10,000	Difference
» <u>Global Fund</u>	SGENX	12.36%	\$32,051	
	MSCI World Index	-0.24	9,759	\$22,292
» <u>Overseas Fund</u>	SGOVX	12.30	31,886	
	MSCI EAFE Index	1.17	11,238	\$20,648
» <u>Gold Fund</u>	SGGDY	21.42	69,634	
	FTSE Gold Mines Index	12.72	33,105	\$36,529
» <u>Fund of America</u>	FEFAX	5.55	17,171	
	S&P 500 Index	-0.95	9,090	\$8,081

Morningstar | 10-Year Category % Rank* (as of December 31, 2009)

	Ticker	Category	Rating	% Rank
» <u>Global Fund</u>	SGENX	World Allocation	5 stars	3%
» <u>Overseas Fund</u>	SGOVX	Foreign Small/Mid Value	5 stars	4
» <u>Gold Fund</u>	SGGDY	Equity Precious Metals	5 stars	18
» <u>Fund of America</u>	FEFAX	Mid-Cap Blend	4 stars	39

Disclosure

Average Annual Returns as of CYDHA VF 30, 2010						Morningstar 10-Year % Rank as of 0- /30/10	
	YTD	1 Year	5 years	10 Years	Expense Ratio	Rating	% Rank
First Eagle Global - Class A (w/o sales charge)	7.73%	10.06%	7.46%	12.61%	1.19%	5 Stars	2%
First Eagle Global - Class A (w/ sales charge)	2.34	4.56	6.37	12.03			
First Eagle Overseas - Class A (w/o sales charge)	9.56	10.22	7.56	12.78	1.20%	5 Stars	4%
First Eagle Overseas - Class A (w/ sales charge)	4.08	4.71	6.46	12.21			
First Eagle Gold - Class A (w/o sales charge)	21.91	28.71	20.12	25.63	1.26%	5 Stars	35%
First Eagle Gold - Class A (w/ sales charge)	15.81	22.28	18.90	24.98			
First Eagle Fund of America - Class A (w/o sales charge)	9.23	15.76	5.04	6.94	1.51%	4 Stars	10%
First Eagle Fund of America - Class A (w/ sales charge)	3.77	9.97	3.97	6.40			

The performance data quoted herein represents past performance and does not guarantee future results. Market volatility can dramatically impact the fund's short-term performance. Current performance may be lower or higher than figures shown. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Past performance data through the most recent month end is available at firsteaglefunds.com or by calling 800.334.2143. The average annual returns for Class A Shares "with sales charge" of First Eagle Global, Overseas, Gold Funds and Fund of America give effect to the deduction of the maximum sales charge of 5.00%.

There are risks associated with investing in funds that invest in securities of foreign countries, such as erratic market conditions, economic and political instability and fluctuations in currency exchange rates. Funds whose investments are concentrated in a specific industry or sector may be subject to a higher degree of risk than funds whose investments are diversified and may not be suitable for all investors. Investment in gold and gold related investment presents certain risks, and returns on gold related investments have traditionally been more volatile than investments in broader equity or debt markets. The event-driven investment style used by First Eagle Fund of America carries the additional risk that the event anticipated occurs later than expected, does not occur at all or does not have the desired effect on the market price of the securities.

The MSCI World Index is a widely followed, unmanaged group of stocks from 23 international markets and is not available for purchase. The index provides total returns in U.S. dollars with net dividends reinvested. The MSCI EAFE Index is a total return index, reported in U.S. dollars, based on share prices and reinvested net dividends of approximately 1,100 companies from 21 countries and is not available for purchase. The FTSE Gold Mines Index is an unmanaged index composed of approximately 19 mining companies and is only available without dividends reinvested and is not available for purchase. Standard & Poor's 500 Index is a widely recognized unmanaged index including a representative sample of 500 leading companies in leading sectors of the U.S. economy and is not available for purchase. Although the Standard & Poor's 500 Index focuses on the large-cap segment of the market, with approximately 75% coverage of U.S. equities, it is also considered a proxy for the total market.

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The First Eagle Funds are offered by FEF Distributors, LLC, 1345 Avenue of the Americas, New York, New York 10105. **This collateral is not authorized for distribution unless accompanied or preceded by a prospectus. Investors should consider investment objectives, risks, charges and expenses carefully, which are detailed in our prospectus and summary prospectus and may be obtained by asking your financial adviser, visiting our website at firsteaglefunds.com or calling us at 800.334.2143. Please read our prospectus carefully before investing. For further information about the First Eagle Funds please call 800.334.2143. Investments are not FDIC insured or bank guaranteed, and may lose value.**

For further information, please contact us at info@firsteaglefunds.com or visit the [Contact Us](#) page.