



First Quarter 2011 Commentary

Small-Cap Opportunities Fund (OBSOX)

The Quarter in Review

During the first quarter of 2011, the Oberweis Small-Cap Opportunities Fund returned 7.58% versus 9.24% for the Russell 2000 Growth Index.

Overall, domestic equities had a good start to the year and small-cap growth stocks performed particularly well. Small growth stocks beat small value stocks by 264 basis points in the first quarter, as measured by the respective returns of the Russell 2000 Growth and Value indices. Small stocks beat large stocks as well, with the Russell 2000 returning 7.94% versus 6.24% for the Russell 1000.

Remarkably, the overall advance in equities during the quarter occurred despite two major global shocks. First, the March 11th earthquake in Japan and the subsequent nuclear crisis was an enormous catastrophe for the people of Japan. While the human tragedy is clear, the global economic consequences are more difficult to discern. The earthquake has undoubtedly disrupted the supply chains of consumer electronics and auto industries, but it isn't yet clear as to the duration or magnitude of the problem. Do manufacturers have sufficient inventories to buy enough time for Japan to recover and/or alternative suppliers to be procured? Or will the semiconductor and automotive companies experience supply chain problems that could weigh on earnings in the second quarter? We believe the second scenario to be more likely. In a second shock, mass street protests in Tunisia, Bahrain, Egypt, Yemen, and Libya rocked the Middle East in domino-like succession. Oil climbed 15% in the first quarter amid rising demand and fear that unrest would spread to the elephant of oil producers, Saudi Arabia. All in all, it would be an understatement to say the quarter was an eventful one.

Still, U.S. equity markets moved higher. American investors shrugged off geopolitical concerns as the U.S. economy continued to grow. While domestic GDP growth has been more modest than that of other post-recession recoveries, 3% growth trumps the double-dip doomsayers. The point is that below-average valuations for small-cap growth stocks reflected weak investor expectations. The U.S. economy appears to be tracking ahead of those modest expectations, leading to stock market gains despite the earthquake and Mideast turmoil.

Inflation also took stage front-and-center during the quarter, headlined by the aforementioned rise in oil prices. We believe that inflation expectations will weigh on investors' minds until hints of monetary tightening surface, probably later this year. Given our expectations for inflation, can such an environment be good for small-cap stocks? History says yes. During the period of stagflation in the mid-late 1970's (and following the 1973-74 bear market), small-cap growth companies adapted quickly and

their stocks fared far better than the broader market. According to Ibbotson & Associates, Small Company stocks returned 39.8% annualized from the end of 1974 through the end of 1980, a period in which inflation ranged between 4.8% and 13.3% per year. While history might not repeat, it often rhymes, and we believe the odds are high that small-cap growth stocks will perform better over the next decade than they did over the last.

Fund Highlights

During the first quarter, the Fund had overweightings in technology (an average weighting during the quarter of 28.9% versus 25.8% for the Russell 2000 Growth Index), consumer discretionary (25.3% versus 19.1%), and consumer staples (3.9% versus 2.5%). The Fund was under-weight healthcare (12.3% versus 18.8%) and energy (2.4% versus 5.3%).

Organization Update

There was no change in OAM's Small-Cap Opportunities team.

Oberweis Asset Management's Investment Philosophy

We believe that investing in rapidly growing small companies in the early stages of their growth cycles results in superior investment performance over long periods of time. We believe that innovation is the key to economic growth and wealth creation and are committed to investing in companies at the forefront of innovation – smaller company stocks that offer the potential for extraordinary revenue and earnings growth.

For over 20 years, we have focused exclusively on these companies, seeking opportunities where rapid change is driving growth and the potential for superior investment results over the long-term. Our time-tested and proprietary Oberweis Octagon is a specific research framework that allows us to quickly identify and understand the companies driving innovation in the global economy.

The entrepreneurial spirit is alive and well at these companies. Many are nimble and uniquely address the needs of their customers with patented new products and services. Successful investing, however, demands more than finding companies with good growth prospects. We must also buy these stocks for our clients at prices that make sense. We call our approach to investing AGARP---aggressive growth at a reasonable price. By paying careful attention to companies' valuations in relation to expected earnings growth rates, we seek to purchase stocks when they still have considerable appreciation potential.

Growth Equity Investing

James W. Oberweis, CFA
President, Co-Portfolio Manager

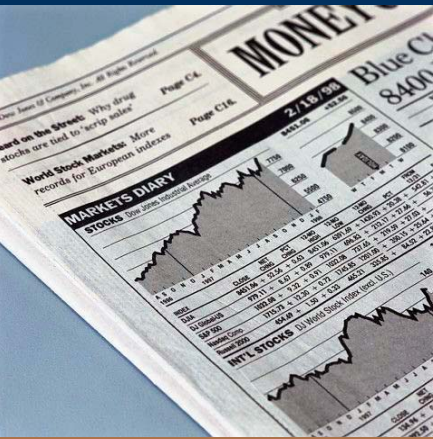
Ken Farsalas, CFA
Director of U.S. Equities,
Co-Portfolio Manager



Oberweis Small-Cap Opportunities Fund (OBSOX) First Quarter 2011

Investing in small-cap growth companies in the expansionary phase of their lifecycle.

Oberweis Asset Management, Inc.



Key Benefits

The Small-Cap Opportunities Fund invests at least 80% of its net assets in the securities of companies with a market capitalizations less than \$5 billion at the time of investment. The Small-Cap Opportunities Fund helps investors capitalize on the exceptional growth potential of rapidly growing emerging companies still in the expansionary phase of their lifecycle. These small-sized companies tend to have a greater degree of earnings stability than typically associated with smaller companies.

The key benefits of the Small-Cap Opportunities Fund are:

- Potential for significant alpha over a full market cycle
- Disciplined and repeatable investment process
- Fundamental research process specifically designed to uncover smaller cap companies at the forefront of innovation
- Exposure to smaller cap companies in the early stages of their growth life cycle
- Diversified, fully invested portfolio – no market timing

Minimum Investment: \$1,000

The Oberweis Funds invest in rapidly growing smaller and medium sized companies which may offer greater return potential. However, these investments often involve greater risks and volatility. There is no guarantee that the portfolios can achieve their objectives.

For more information
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Oberweis Asset Management, Inc. – Advisor to The Oberweis Funds

Recognized as a leading small-cap stock specialist, Oberweis has been helping institutional investors manage their assets prudently and effectively for many years. Our key investment professionals include:

James W. Oberweis, CFA
President, Co-Portfolio Manager (Principal)



- MBA, University of Chicago
- Over 16 years of investment experience
- Featured guest on CNBC and Bloomberg television

Kenneth S. Farsalas, CFA Director of U.S. Equities, Co-Portfolio Manager (Principal)



- MBA, University of Chicago
- Over 18 years of investment experience
- Featured guest on Forbes.com

David I. Covas, CFA
Portfolio Manager (Principal)



- MBA, University of Chicago
- Over 14 years of investment experience
- Featured guest on Bloomberg television

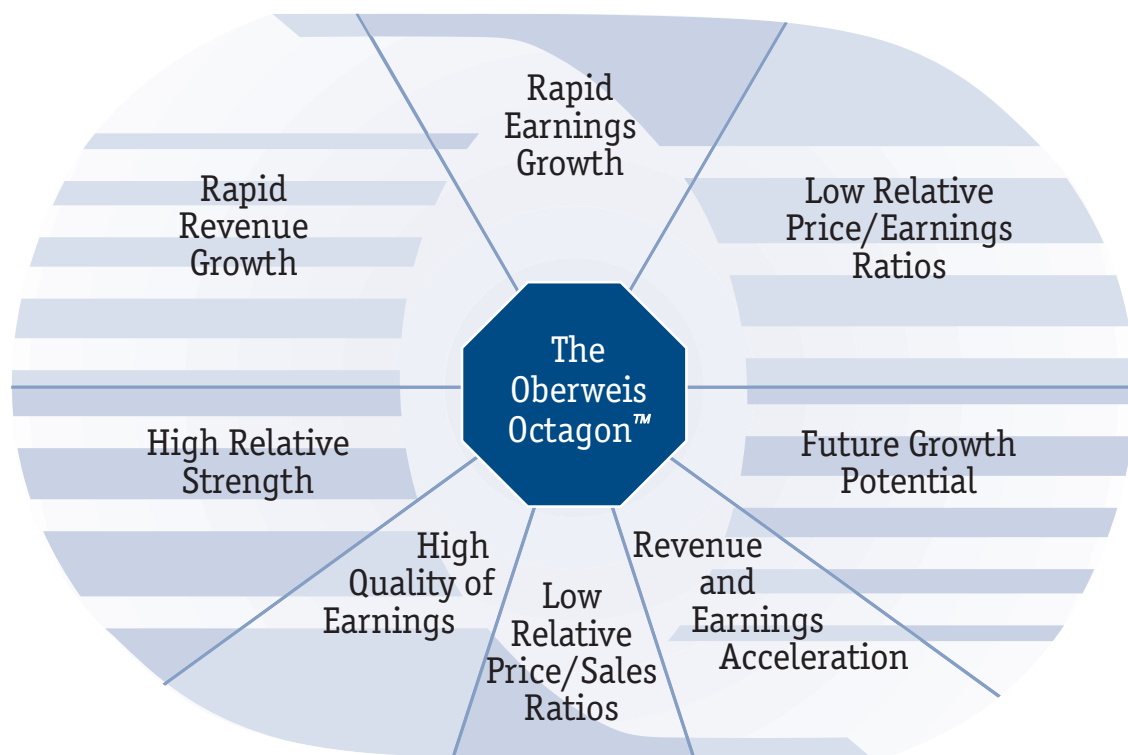


The Oberweis Octagon™

A unique blueprint for success

Our unique, highly disciplined investment approach includes a series of eight criteria to focus our research efforts. Beginning with a universe of approximately 14,000 companies, we select only those with the potential for exceptional growth. These companies must be profitable in the most recently reported quarter and have:

1. Rapid Revenue growth
2. Rapid Earnings growth
3. Price/earnings ratio no greater than the company's rate of growth (12 month fwd P/E)
4. Products or services offering the potential for extraordinarily rapid and sustained growth
5. Ideally, the company should be experiencing revenue and earnings acceleration
6. Reasonable price/sales ratio
7. High quality of earnings
8. High relative strength





Oberweis Small-Cap Opportunities Fund Characteristics

(as of March 31, 2011)

Source: Baseline

Oberweis Small-Cap Opportunities Fund (OBSOX)

Number of Stocks	61
Weighted Market Capitalization (in millions)	\$1,755
Median Market Capitalization (in millions)	\$1,164
2011 Price to Earnings Ratio	20.8x
2012 Price to Earnings Ratio (estimated)	16.3x
Long-Term Future EPS Growth Rate (estimated)	19.0%
2011 P/E to Growth Rate Ratio	1.1x
2012 P/E to Growth Rate Ratio (estimated)	0.8x
Dividend Yield	0.1%
Price to Book Ratio	3.2x
Price to Cash Flow Ratio	18.1x
Price to Sales Ratio	1.51x
Long-Term Debt to Total Equity	18.0%
Return on Equity	12.7%
Net Profit Margin	6.4%
Cash Position	5.3%
Portfolio Turnover (2010)	163.5%



Oberweis Small-Cap Opportunities Fund Sector Weightings

(as of March 31, 2011)

Source: Baseline

Oberweis Small-Cap Opportunities Fund (OBSOX)

Consumer Discretionary	24.7%
Consumer Staples	3.5%
Energy	4.1%
Financial Services	6.7%
Health Care	12.4%
Materials & Processing	5.4%
Producer Durables	15.1%
Technology	20.9%
Utilities	1.9%
Cash	5.3%
Total	100.0%

Sector Weightings as a % of Total Net Assets



Oberweis Small-Cap Opportunities Fund Ten Largest Equity Holdings

(as of December 31, 2010)

Source: Baseline

Company Name	Percentage	Line of Business
1. Vera Bradley, Inc.	5.4%	Designs and markets accessories for women through retail stores and independent retailers
2. Acacia Research Corporation	4.9%	Develops, acquires, and licenses patented technologies
3. Axcelis Technologies, Inc.	4.9%	Manufacturer of semiconductor processing equipment
4. Salix Pharmaceuticals, Inc.	3.1%	Develops and markets pharmaceutical products for the treatment of gastrointestinal disorders
5. KEMET Corporation	2.9%	Global manufacturer of a variety of capacitors
6. Phillips-Van Heusen Corp.	2.5%	Designs and markets apparel and footwear
7. IMAX Corporation	2.3%	Designs, manufactures, and leases proprietary projection and sound systems for IMAX theaters
8. G-III Apparel Group	2.2%	Designs and markets outerwear, sportswear, and dresses
9. RealPage, Inc.	2.2%	Provider of on-demand software for the rental housing industry
10. Emergency Medical Services Corp.	2.1%	Manufactures quality assurance vision machines

Top 10 Holdings as a % of Total Net Assets

Portfolio Holdings are subject to change at any time. References to specific securities should not be construed as a recommendation to buy or sell and should not be assumed profitable.

Oberweis Small-Cap Opportunities Fund Total Returns

(as of March 31, 2011)

	Quarter	Annualized			
		1-Year	3-Year	5-Year	10-Year
Oberweis Small-Cap Opportunities Fund (OBSOX)	7.58%	32.03%	7.04%	1.06%	3.97%
Russell 2000 Growth Index	9.24%	31.04%	10.16%	4.34%	6.44%

Performance data shown represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate, so that you may have gain or loss when shares are sold. Current performance may be higher or lower than quoted. Visit us online at oberweisfunds.com for most recent month-end performance. Foreign investments involve greater risks than U.S. investments, including political and economic risks and the risk of currency fluctuations.

The Russell 2000 Growth Index measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted earnings growth rates. Each index is an unmanaged group of stocks, whose performance does not reflect the deduction of fees, expenses or taxes.

Before investing, consider the fund's investment objectives, risks, charges, and expenses. To obtain a copy of the prospectus please visit our website at oberweisfunds.com or call 800-323-6166. Read it carefully.

The Oberweis Funds are distributed by Oberweis Securities, Inc. Member: FINRA & SIPC.



Growth of \$10,000 invested

9/15/96 (with income reinvested)

