



THOMPSON PLUMB FUNDS

BOND FUND - DECEMBER 31, 2009

800-999-0887

www.thompsonplumb.com

Investment Objective

The Bond Fund seeks a high level of current income while preserving capital.

Investment Strategy

The Bond Fund normally invests at least 80% of its net assets in a diversified portfolio of bonds, including corporate bonds, short-term debt instruments, mortgage-related securities, and U.S. Treasury securities and other debt securities issued or guaranteed by the U.S. Government (including its agencies and instrumentalities). Although the Bond Fund invests primarily in investment-grade debt securities (i.e., those rated in the four highest rating categories by S&P or Moody's), it may invest up to 10% of its net assets in bonds rated below investment grade. In the aggregate, these below-investment-grade bonds, along with the other bonds in the Fund's portfolio, will comprise at least 80% of the Fund's net assets. The Bond Fund may invest up to 20% of its net assets in other non-debt securities. The dollar-weighted average portfolio maturity of the Bond Fund will normally not exceed 10 years. The Bond Fund does not purchase securities with a view to rapid turnover.

Fund Facts

Fund Inception: February 10, 1992

Fund Assets: \$143 million

Net Asset Value: \$10.96

Dividend Frequency: Quarterly

Fund Ticker Symbol: THOPX

Portfolio Characteristics

Includes cash and cash equivalents.

Yield to Maturity4.39%

Average Years to Maturity..... 3.46 yrs.

Duration..... 2.92 yrs.

Number of Holdings 282

Portfolio Concentration

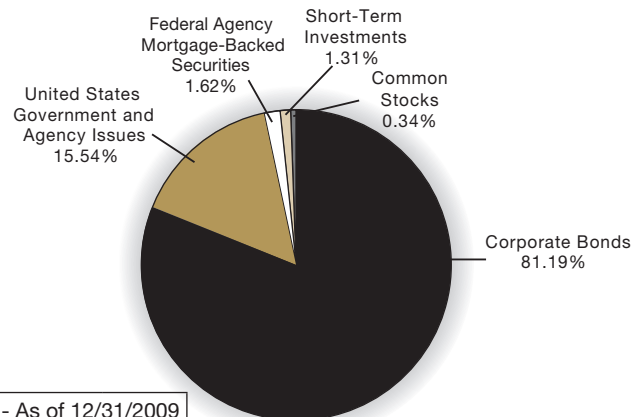
Includes cash and cash equivalents.

AAA	19.44%
AA.....	7.14%
A.....	22.42%
BBB.....	42.42%
BB and Below.....	6.90%
Not Rated.....	1.26%
Common Stocks.....	0.34%
Short-term Investments.....	0.08%

100.00%

Ratings are provided by Standard & Poor's, who assign a rating based on their analysis of the issuer's credit worthiness. The highest rating given is AAA and the lowest is C.

Asset Allocation



Average Annual Total Returns 12/31/09				
	1-Year	3-Year	5-Year	10-Year
Thompson Plumb Bond Fund	24.83%	8.90%	6.41%	6.86%
Barclays Capital Intermediate U.S. Gov't/Credit 1- to 10-Year Index	5.24%	5.90%	4.66%	5.93%
Barclays Capital U.S. Gov't/Credit 1- to 5-Year Index	4.62%	5.66%	4.52%	5.36%

Expense Ratios	
Gross of fee waivers or reimbursements	1.18%
Net Expense Ratio - Effective 4/1/09	0.80%

Additional Portfolio Characteristics - As of 12/31/2009	
30-Day SEC Yield	2.26%
30-Day SEC Yield (without reimbursement)	2.10%

Performance data quoted represents past performance: past performance does not guarantee future results. The investment returns and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 800-999-0887 or visiting www.thompsonplumb.com.

The Advisor has contractually agreed to waive the management fees and/or reimburse expenses incurred by the Bond Fund from April 1, 2009, through March 31, 2010, so that the annual operating expenses of that Fund do not exceed 0.80% of its average daily net assets. Investment performance reflects voluntary fee waivers in effect. In the absence of such waivers, the returns would be reduced.

The performance information reflected in the table above does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The Barclays Capital Intermediate U.S. Government/Credit 1-10 Year Index is a market-value-weighted index of all investment grade bonds with maturities of more than one year and less than 10 years. The Barclays Capital U.S. Government/Credit 1-5 Year Index is a market-value-weighted index of all investment-grade bonds with maturities of more than one year and less than 5 years. You cannot directly invest in an index.

SEC Yield is a standardized yield computed by dividing the net investment income per share earned during the 30-day period prior to quarter-end and was created to allow for fairer comparisons among bond funds.

Must be preceded or accompanied by a prospectus.

Mutual fund investing involves risk, principal loss is possible. Investments in debt securities typically decrease in value when interest rates rise. The risk is usually greater for longer-term debt securities. Investments in Asset Backed and Mortgage Backed Securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. Results include the reinvestment of all dividends and capital gains distributions.

Quasar Distributors, LLC distributor.

Largest Bond Holdings

ISSUER	% OF FUND'S NET ASSETS
Federal Home Loan Banks	7.32%
Fannie Mae	5.27%
Freddie Mac	3.40%
General Electric	3.03%
Wells Fargo & Co.	3.00%
Lincoln National Corp.	2.92%
Bank of America Corp.	2.70%
Morgan Stanley	2.47%
Torchmark Corp.	2.35%
Masco Corp.	2.04%

Portfolio holdings and sector allocation are subject to change and are not a recommendation to buy or sell any security.

Current and future portfolio holdings are subject to risk.

Performance

The Bond Fund produced a total return of 2.84% for the quarter ended December 31, 2009, as compared to its benchmark, the Barclays Capital Intermediate U.S. Government/Credit 1-10 Year Index, which returned 0.31%, and as compared to the Barclays Capital U.S. Government/Credit 1-5 Year Index, which returned 0.43%. This brings the year-to-date return of the Fund to 24.83% versus 5.24% for its benchmark, and 4.62% for the 1-5 year government/corporate index.

Management Commentary

The fourth quarter saw the Treasury yield curve shift upwards anywhere from 10 to 25 basis points, with longer maturities experiencing the largest increases. This hurt the return of the Fund's two benchmarks because of their roughly 70% exposure to government and agency debt. However, the Bond Fund largely sidestepped these rising rates because the spread on the Fund's corporate holdings, which were approximately 80% of the total during the quarter, narrowed sufficiently to offset the change in Treasuries. Within the universe of corporate bonds at the BBB quality tier, the overall average spread dropped from 2.38% to 1.63% during the quarter. The spreads on the Fund's corporate bonds experienced similar changes. It was this change that largely drove the positive performance of the Fund in the quarter.

Spreads have now reached near the mid-point of their average 1-2% range. Not only has the excess spread from the financial crisis in 2008 abated, but the current spread is roughly in line with what investors should expect during "normal" economic times. In the short run we believe the narrowing of spreads could overshoot the normal midpoint and approach 1% or less. This would be because of the strong aggregate asset flows into fixed income, increasing demand for bonds at a time when the growth of supply in corporate bonds issuance has been less than average. In support of this thesis we have continued to maintain a high exposure to corporate bonds within the Fund and will keep this exposure for the foreseeable future. Should spreads narrow to 1% or less we will re-evaluate our strategy and

adjust accordingly based on the available bonds at the time.

In case we are incorrect in our forecast of a continued narrowing of corporate spreads, or if overall interest rates meaningfully increase, the "barbell" maturity structure of the holdings in the Fund may help to partially offset the negative repercussions to the Fund, especially relative to its peers. We are keeping approximately 20% of the Fund in bonds with a less than one year duration, with many of these holdings in 3 to 6 month federal agency debt. These bonds are highly liquid and their short duration means they should be relatively immune to price declines from interest rate increases. The rest of the Fund is disproportionately invested over the 3-5 year maturity time frame where the yield curve is the steepest. If the yield curve maintains its steepness, as time passes the bonds "ride" down the maturity curve into shorter maturity spaces. There, when market values of the bonds are computed, the prevailing yields used in the calculations will be lower. This should either give rise to an increment of appreciation in the bond's price when interest rates remain stable, or help offset depreciation if interest rates rise.

Opinions expressed are subject to change, are not guaranteed and should not be considered investment advice.

Basis point is a unit that is equal to 1/100th of 1%, and is used to denote the change in a financial instrument.

Past performance is not a guarantee of future results.



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Portfolio Managers

John W. Thompson has been the portfolio manager of the Thompson Plumb Bond Fund since its 1992 inception. Mr. Thompson is the Founder and President of Thompson Investment Management, Inc. Until January 2004, Mr. Thompson was Founder, President and Treasurer of Thompson, Plumb & Associates, Inc. since the firm's 1984 inception. Prior to that, he served as the Senior Trust and Investment Officer at Firstar Bank in Madison, Wisconsin. He earned a B.S. degree in Mechanical Engineering from the University of Wisconsin-Madison and an M.B.A. from the Wharton School at the University of Pennsylvania. He also holds a Chartered Financial Analyst designation.

James T. Evans is a co-manager for the Bond Fund and has been actively involved in the management of the Fund since February 2009. Mr. Evans is currently Vice President and a Portfolio Manager at Thompson Investment Management, Inc. and has been with the firm since 2005. Prior to joining TIM, he was a Managing Director for Nakoma Capital Management in Madison, Wisconsin, that he joined in July 2000. Mr. Evans graduated summa cum laude from Macalester College with a B.A. degree in Economics and Computer Science. He also earned an M.B.A. in Finance and Accounting and an M.S. in Finance from the University of Wisconsin-Madison. Mr. Evans completed the Applied Security Analysis Program at the University of Wisconsin-Madison Business School. He is a CFA charterholder and is also a member of the CFA Institute and the CFA Society of Madison.

Jason L. Stephens is a co-manager for the Bond Fund and has been actively involved in the management of the Fund since February 2009. Mr. Stephens is the COO and a Portfolio Manager at Thompson Investment Management, Inc. Previously, he worked in various capacities for TIM and Thompson, Plumb & Associates, Inc. since 2002. Mr. Stephens received a B.S. in English and Communication Arts, an M.A. in Arts Administration and an M.S. in Finance, each from the University of Wisconsin-Madison. He is a CFA charterholder and is also a member of the CFA Institute and the CFA Society of Madison.