

# Mairs and Power Balanced Fund

March 31, 2008

www.mairsandpower.com (800) 304-7404

Available in: Arizona, California, Colorado, District of Columbia, Florida, Georgia, Hawaii, Illinois, Iowa, Kansas, Kentucky, Michigan, Minnesota, Nebraska, Nevada, New Jersey, New Mexico, New York, N. Carolina, N. Dakota, Ohio, Pennsylvania, Tennessee, Texas, Virginia, Wisconsin

## INVESTMENT OBJECTIVES

The objectives of the Mairs and Power Balanced Fund (the Fund) are to provide shareholders with regular current income, the potential for capital appreciation and a moderate level of risk by investing in a diversified portfolio including bonds, preferred stocks, common stocks and other securities convertible into common stock. It is also the objective of the Fund to provide a current income yield of at least 25% greater than that of the Standard & Poor's 500 Index (S&P 500), although there can be no assurance that this objective will be met.

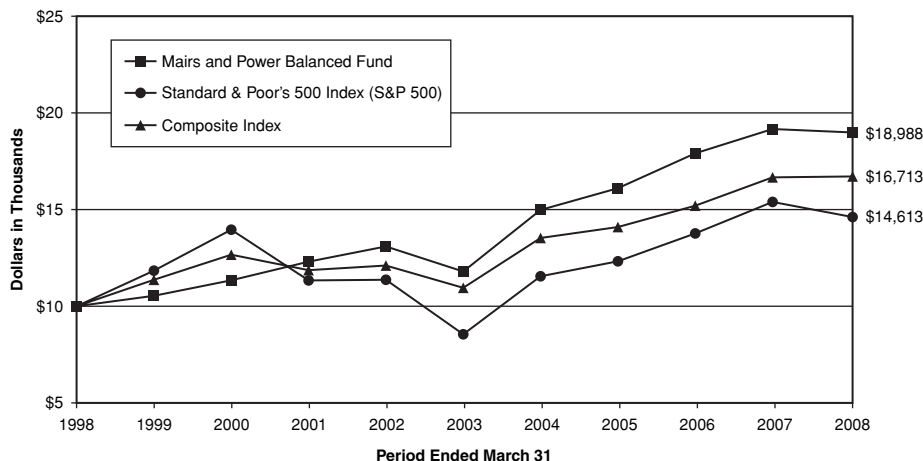
## INVESTMENT STRATEGIES

We expect that the Fund's assets will be invested in various types of securities, the proportion of which will vary from time to time in accordance with the judgment of Mairs and Power, Inc., the Fund's investment adviser.

The Fund seeks to:

- Invest in a list of holdings that is diversified by both security type and by industry;
- Invest at least 25% of its assets in non-convertible fixed income securities;
- Emphasize investments in common stock and other securities convertible into common stock;
- Keep assets reasonably fully invested at all times;
- Hold cash equivalent investments (money market funds and other short-term investments) from time to time as a buying reserve to better enable the Fund to meet its objective;
- Keep portfolio turnover relatively low as compared to other balanced mutual funds;
- Invest primarily in higher rated investment grade fixed income securities (Baa or better by Moody's Investors Service). Lower rated fixed income securities may be purchased if, in the opinion of the investment adviser, the potential rewards outweigh the incremental risks.

## TEN YEARS OF INVESTMENT PERFORMANCE (THROUGH MARCH 31, 2008)



This chart illustrates the performance of a hypothetical \$10,000 investment made in the Fund ten years ago.

The S&P 500 is an unmanaged index of 500 common stocks that is generally considered representative of the U.S. stock market. The Composite Index reflects an unmanaged portfolio of 60% of the S&P 500 and 40% of the Lehman Brothers Government/Credit Index, which is composed of high-quality, investment-grade U.S. government and corporate fixed income securities with maturities greater than one year.

## FUND PERFORMANCE

Average Annual Total Returns (for periods ended March 31, 2008)

	1 year	5 years	10 years	20 years
Mairs and Power Balanced Fund	-0.93%	9.98%	6.60%	10.48%
S&P 500 Index	-5.08%	11.32%	3.50%	10.95%
Composite Index	0.28%	8.79%	4.85%	9.84%

Performance data quoted represents past performance and does not guarantee future results. All performance information shown includes the reinvestment of dividend and capital gain distributions, but does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. The investment return 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 is updated and published monthly. Visit the Fund's website at [www.mairsandpower.com](http://www.mairsandpower.com) or call Shareholder Services at (800) 304-7404 for current performance figures.

The Fund's investment objectives, risks and expenses must be considered carefully before investing. The prospectus contains this and other important information about the Fund, and it may be obtained by calling (800) 304-7404, or visiting [www.mairsandpower.com](http://www.mairsandpower.com). Read it carefully before investing.

**PORTFOLIO MANAGERS**

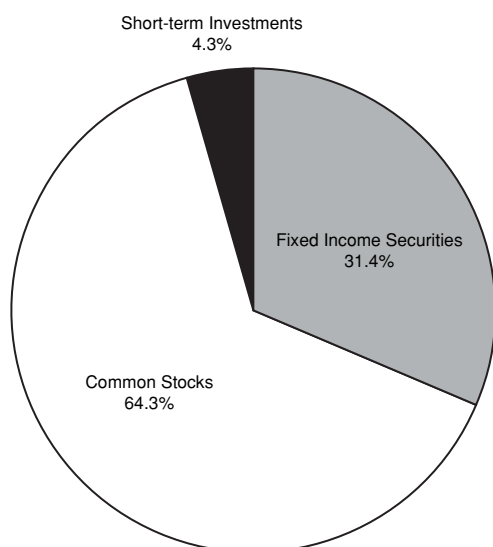
**William B. Frels**, lead manager since 1992  
University of Wisconsin, BBA Finance 1962

**Ronald L. Kaliebe**, co-manager since 2006  
University of Wisconsin-Madison,  
MBA Finance 1980

**GENERAL INFORMATION**

Fund Symbol	MAPOX
Net Asset Value (NAV) Per Share	\$60.15
Expense Ratio (Dec. 31, 2007)	0.77%
Portfolio Turnover Rate (Dec. 31, 2007)	9.07%
Sales Charge	None <sup>1</sup>
Fund Inception Year	1961

**PORTFOLIO COMPOSITION**



**TOP TEN COMMON STOCK HOLDINGS  
(Percent of Total Investments) <sup>2</sup>**

3M Co. (MMM)	3.5%
Emerson Electric Co. (EMR)	3.4
Schlumberger, Ltd. (SLB)	2.6
Wells Fargo & Co. (WFC)	2.5
ConocoPhillips (COP)	2.2
Honeywell International Inc. (HON)	2.2
Pentair, Inc. (PNR)	2.2
Baxter International Inc. (BAX)	2.1
H. B. Fuller Co. (FUL)	2.1
Graco Inc. (GGG)	2.0

**PORTFOLIO DIVERSIFICATION  
(Percent of Total Investments)**

Fixed Income Securities	31.4%
Federal Agency Obligations	14.0%
Corporate Bonds	16.8
Asset-Backed Securities	0.5
Convertible Corporate Bonds	0.1

Common Stocks	64.3%
Financial	11.6
Energy	9.0
Health Care	8.5
Technology	8.2
Capital Goods	6.2
Consumer Staple	5.6
Diversified	5.2
Basic Industries	5.1
Consumer Cyclical	2.6
Transportation	1.8
Utilities	0.5

Short-term Investments	4.3%
	<u>4.3</u>
	100.0%

<sup>1</sup> Although the Fund is no-load, investment management fees and other expenses still apply.

<sup>2</sup> All holdings in the portfolio are subject to change without notice and may or may not represent current or future portfolio composition. The mention of specific securities is not intended as a recommendation or offer for a particular security, nor is it intended to be a solicitation for the purchase or sale of any security.