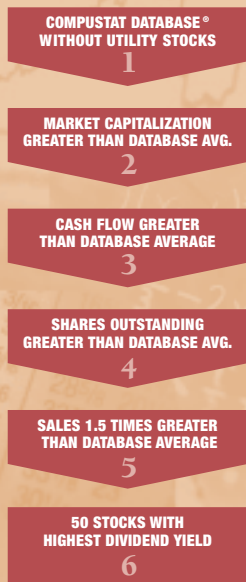


Stock Selection Process



THE FUND IS REBALANCED ONCE A YEAR, GENERALLY IN THE WINTER

About Hennessy

The Hennessy Cornerstone Series of Funds employ a consistent and repeatable investment process, combining time-tested, purely quantitative stock selection formulas with a highly disciplined management style. Our portfolios are team managed by seasoned asset managers, and our strategies are fully disclosed. We strive to provide products that investors can have confidence in, knowing their money is invested as promised, with their best interest in mind.

CONTACT US

800-966-4354

www.hennessyfund.com

Investment Objective

The objective of the Cornerstone Value Fund is total return, consisting of capital appreciation and current income. The Fund invests its assets in 50 large, high dividend-yielding companies that we believe to be undervalued.

Historical Performance

AVERAGE ANNUAL TOTAL RETURNS as of 12/31/11

	3-MONTHS	YTD	1-YEAR	3-YEAR	5-YEAR	10-YEAR	SINCE INCEPTION (11/1/96)
Cornerstone Value	10.22%	6.47%	6.47%	20.10%	-0.16%	3.87%	5.39%
Russell 1000 Value	13.11%	0.39%	0.39%	11.55%	-2.64%	3.89%	6.59%
S&P 500 Index	11.82%	2.11%	2.11%	14.11%	-0.25%	2.92%	5.77%

YEAR-BY-YEAR TOTAL RETURNS

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Cornerstone Value	-16.03%	28.39%	11.67%	1.91%	20.14%	0.59%	-43.07%	44.62%	12.51%	6.47%
Russell 1000 Value	-15.52%	30.03%	16.49%	7.05%	22.25%	-0.17%	-36.85%	19.69%	15.51%	0.39%
S&P 500 Index	-22.10%	28.68%	10.88%	4.91%	15.80%	5.49%	-37.00%	26.46%	15.06%	2.11%

Performance data quoted represents past performance; past performance does not guarantee future results. 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 data current to the most recent month end may be obtained by visiting www.hennessyfund.com.

Fund Information

FUND DATA		EQUITY SECTOR WEIGHTING		TOP TEN HOLDINGS	
Total Net Assets	\$119 million	Consumer Discretionary	2.2%	Bristol Myers Squibb Co.	2.5%
Beta (vs. S&P 500)*	1.16	Consumer Staples	23.0%	Philip Morris International	2.4%
Expense Ratio	1.30%	Energy	15.9%	Pfizer, Inc.	2.4%
30-day SEC Yield - net	3.04%	Financials	2.3%	BCE, Inc.	2.3%
Inception Date	11/1/96	Health Care	19.3%	Chevron Corp.	2.3%
Min. Investment	\$2,500	Industrials	7.2%	Marsh & McLennan Co.	2.3%
Min. Investment (IRA)	\$250	Information Technology	7.3%	Verizon Communications, Inc.	2.2%
Distributions Paid	Annually	Materials	2.7%	ConAgra Foods, Inc.	2.2%
		Telecommunication Services	16.8%	Kraft Foods, Inc.	2.2%
		DOMESTIC/FOREIGN		Statoil ASA	2.2%
Symbol: HFCVX		Domestic	63.8%		
CUSIP: 425 888 203		Foreign	32.8%		
		Cash and other assets, less liabilities	3.4%		

The fund's investment objectives, risks, charges and expenses must be considered carefully before investing. The prospectus contains this and other important information about the investment company, and it may be obtained by calling 1-800-966-4354 or visiting www.hennessyfund.com. Please read it carefully before investing.

The Fund's composition and sector weightings are shown as a percentage of the Fund's total net assets. Portfolio composition and sector weightings are subject to change at any time and should not be considered a recommendation to buy or sell a particular security. The S&P 500 and Russell 1000 Value are unmanaged indices commonly used to measure the performance of U.S. Stocks. One cannot invest directly in an index. **Medium-capitalization companies tend to have limited liquidity and greater price volatility than large-capitalization companies. Investments in foreign securities involve greater volatility and political, economic and currency risk and differences in accounting methods.**

* Beta is a measure of a portfolio's sensitivity to market movements (as represented by the S&P 500). The index has a beta of 1.0. A beta of more (less) than 1.0 indicates that a fund's historical returns have fluctuated more (less) than the index.