

# Sentinel Capital Growth Fund

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1Q09 March 31, 2009

## About the Management Team

### Elizabeth R. Bramwell, CFA

Portfolio Manager  
· 3 years with Sentinel  
· 41 years of investment experience

### William Symon

Equity Analyst  
· 3 years with Sentinel  
· 15 years of investment experience

### Sanil V. Daptardar

Equity Analyst  
· 3 years with Sentinel  
· 16 years of investment experience

### Wendy S. Ruhm

Equity Analyst  
· 3 years with Sentinel  
· 10 years of investment experience

Data shown is historical performance for each share class and reflects reinvested distributions. With Sales Charge price performance data includes the maximum 5% sales charge for Class A. Investment return and principal value will vary so that you may have a gain or loss when you sell shares. Past performance does not guarantee future results; current performance may be higher or lower than data quoted. For performance current to the most recent month-end, visit [www.sentinelinvestments.com](http://www.sentinelinvestments.com).

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## Manager Insights

The United States continued in recession in the first quarter of 2009 as credit availability remained tight and as consumers and businesses reduced spending and deferred long-term spending for houses, cars and capital investments. The U.S. GDP declined -6.1% compared to a decline of -6.3% in the fourth quarter. Other countries fell into recession as well. The Russell 1000 Growth Index<sup>1</sup> declined -4.12% and the S&P 500 Stock Index<sup>2</sup> declined -11.01% while the Capital Growth Fund slid -5.80%\* in the March quarter.

For the twelve months ending March 31, 2009, Capital Growth declined -36.21% compared to declines of -34.28% and -38.09% for the Russell 1000 Growth and S&P 500 Indices, respectively.

During the March quarter, materials and information technology contributed to the Fund's performance, and industrials and consumer staples subtracted. Stocks in the Capital Growth portfolio that added to performance included Praxair, Freeport-McMoran Copper & Gold, IBM, Genentech and Apple Computer. Stocks in Capital Growth's portfolio that underperformed included Emerson Electric, McDonald's, Wells Fargo, Procter & Gamble and Gilead.

Going forward, credit markets have begun to thaw. Increased credit availability should slow the rate of economic decline and lead to a resumption of economic growth. Synchronized stimulus programs by governments around the world should also help. The U.S. Fed Funds rate is near zero, housing affordability is a record low and near-term inflation is restrained by slackness in the labor and housing markets. On the other hand, the outlook for the auto industry and commercial real estate will be challenging, especially in the second quarter.

By the fourth quarter, the economy in North America should improve, in part because comparisons against last year become easier. Europe and Japan are likely to still be in recession. Emerging markets that have slowed throughout the past year, but still remained positive, should resume higher growth. China is likely to reaccelerate towards 8% as the result of its stimulus plan targeted towards building infrastructure and expanding the domestic economy. In 2010, a synchronized global recovery is possible and especially going into 2011.

We expect U.S. companies to continue to expand in emerging markets where urbanization, industrialization and demand for a higher standard of living encourage economic growth. As a result, increased demand for energy and basic materials will come largely from emerging markets in future. Generally, capital will move toward markets with greater growth opportunities, favorable pro-growth policies and potentially, higher risk-adjusted investment returns.

Meanwhile, companies are streamlining operations during this economic downturn to be more competitive and ready to grow as economic conditions improve. U.S. companies are increasingly global with often more than half of sales coming from outside the United States. By investing in U.S.-domiciled companies, the investor is often getting a high exposure to international markets as well. Many of the investments in the portfolio are companies with significant and growing international exposure.

The equity markets generally anticipate six to nine months in advance, and as credit markets stabilize, consumer and business confidence returns and the global economy recovers, at least some of the trillions of dollars parked on the sidelines in low-yielding cash equivalents is likely to be redeployed into equities. We aim to have the portfolio positioned to benefit. The severe market decline has created opportunities to invest in well-managed and well-capitalized companies at lower valuations and higher dividend returns than heretofore. We continue to focus on companies with diversified product lines and geographic exposure, financial strength and access to the capital markets.

## Important Disclosure

Large company stocks as a group could fall out of favor with the market and underperform investments that focus on small and mid-sized company stocks.

The following are total annual operating expense ratios for Sentinel Capital Growth Fund Class A, C, & I shares; A -1.34%, C -2.80%, I -1.20%. All expense ratio data is sourced from the prospectus dated 3/31/09.

\* Performance for Class A shares only at net asset value. Performance data shown does not include the effects of any sales charge. If it did, returns would be lower.

1. The Russell 1000 Growth Index is an unmanaged index that measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth rates. An investment cannot be made directly in an index.
2. The Standard & Poor's 500 Index is an unmanaged index considered representative of the U.S. stock market. An investment cannot be made directly in an index.

### Top 10 Holdings (% of the total net assets as of March 31, 2009)

Company	Industry	% of Fund
Praxair, Inc.	Chemicals	6.6%
Gilead Sciences, Inc.	Biotechnology	5.4
McDonald's Corp.	Hotels, Restaurants & Leisure	5.2
SPDR Gold Trust	Metals & Mining	3.8
Emerson Electric Co.	Electrical Equipment	3.8
Roche Holding AG (ADR)	Pharmaceuticals	3.3
International Business Machines Corp.	Computers & Peripherals	3.1
ExxonMobil Corp.	Oil, Gas & Consumable Fuels	2.9
Walgreen Co.	Food & Staples Retailing	2.7
Jacobs Engineering Group, Inc.	Construction & Engineering	2.5
<b>Total</b>		<b>39.3%</b>

### Average Annual Total Returns (as of March 31, 2009)

	Class A shares		Class C shares		Class I shares	Russell 1000 Growth Index <sup>3</sup>	S&P 500 Index <sup>4</sup>
	Without Sales Charge	With Max Sales Charge	Without Sales Charge	With Max Sales Charge	Without Sales Charge		
Year-to-date	-5.80%	-10.49%	-6.24%	-7.18%	-5.83%	-4.12%	-11.01%
1 year	-36.21	-39.41	-37.18	-37.80	-36.24	-34.28	-38.09
3 years	-10.94	-12.44	-12.39	-12.39	-10.87	-11.28	-13.06
5 years	-4.01	-4.99	-5.19	-5.19	-3.96	-4.38	-4.76
10 years	-2.44	-2.94	-3.38	-3.38	-2.42	-5.26	-3.00
Since inception	5.56	5.19	4.66	4.66	5.57	4.77	5.74
Performance inception dates	8/1/94					8/1/94	8/1/94

### Important Disclosure

Data shown is historical performance for each share class and reflects reinvested distributions. With Sales Charge price performance data includes the maximum 5% sales charge for Class A and the 1% CDSC for Class C. Class I shares do not impose a sales charge. Only eligible investors may purchase Class I shares, as described in the Prospectus. Investment return and principal value will vary so that you may have a gain or loss when you sell shares. Past performance does not guarantee future results; current performance may be higher or lower than data quoted. Large company stocks as a group could fall out of favor with the market and underperform investments that focus on small and mid-sized company stocks. For performance current to the most recent month-end, visit [www.sentinelinvestments.com](http://www.sentinelinvestments.com).

The Capital Growth Fund which began operations on 3/17/06 is the successor to the Bramwell Growth Fund, a series of The Bramwell Funds, Inc., which began operations on 8/1/94. Performance for Class A & C shares prior to their 3/17/06 inception is based on the performance of their predecessors, inception dates as shown, which were offered without a sales load. Performance for Class A shares has been restated to reflect the sales loads of Class A shares, but does not reflect the increase in the maximum 12b-1 fees for Class A. If it did, returns would be lower. Performance for Class C shares has been adjusted for the higher estimated expenses of those shares. Performance of Class I shares prior to 3/17/06 is based on the adjusted performance of the Bramwell Growth Fund which had different expenses but substantially similar investment risks. Performance for Class I shares from 3/17/06 to 8/27/07 is based on the adjusted performance of the Fund's Class A shares.

The following are total annual operating expense ratios for Sentinel Capital Growth Fund Class A, C, & I shares; A-1.34%, C-2.80%, I-1.20%. All expense ratio data is sourced from the prospectus dated 3/31/09.

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<b>NOT FDIC INSURED</b>
<b>MAY LOSE VALUE</b>
<b>NO BANK GUARANTEE</b>

**Consider a fund's objectives, risks, charges and expenses carefully before investing. The prospectus contains this and other information about the Fund and is available from your advisor or Sentinel. Please read the prospectus carefully before you invest.**

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