



May 17, 2011

From: Faye B. Feinstein

Re: Update re tax matters - 2010 K-1 forms and tax returns for WM Funds.

Some investors have been inquiring about the availability of IRS Forms K-1 for 2010 from the six WM Funds (Gryphon; L3; Palisade; Pantera; Quetzal, and Watch Stone). As was true last year, my tax accountants cannot prepare 2010 tax returns and K-1s for investors in the WM Funds until the various funds (the "sub-funds") in which the WM Funds are themselves invested provide their K-1s to us, and they have not yet done so.

While we are actively pressing the managers of the sub-funds for those statements, realistically, we do not expect to have them, or to have the WM Fund tax returns and K-1s prepared, before September 2011.