

DUPREE MUTUAL FUNDS
NORTH CAROLINA TAX FREE SHORT-TO-MEDIUM SERIES
February 26, 2010

NORTH CAROLINA TAX FREE SHORT-TO-MEDIUM SERIES (NTSMX)

CURRENT STATISTICS: @ **\$10.80** per share

Yields as of:	2/26/2010	
30 Day Distribution Yield		2.66%
30 Day Compounded Yield		2.69%
30 Day SEC Yield		1.51%

AVERAGE ANNUAL TOTAL RETURNS as of:	2/26/2010		
(Annualized) for the periods ending:			
	One Year		4.51%
	Three Years		4.12%
	Five Years		3.37%
	Ten Years		4.04%

EXAMPLES OF TAX EQUIVALENT YIELDS:

For the 30 day period ending on: 2/26/2010

Federal Tax	State Tax	Combined Tax	Tax-Equivalent Yield	
			<i>Distributed</i>	<i>Reinvested</i>
15%	6.00%	20.10%	3.329%	3.367%
25%	7.00%	30.25%	3.814%	3.857%
28%	7.75%	33.58%	4.005%	4.050%
33%	8.00%	38.36%	4.315%	4.364%
35%	8.00%	40.20%	4.448%	4.498%

Yield data shown is based on calculations as further explained in the Statement of Additional Information which is available upon request.

Performance data shown represents past performance and is not a guarantee of future results. Investment return and principal value will fluctuate, so you may have a gain or loss when shares are sold. Current performance may be higher or lower than that quoted.

Total returns include changes in share price and reinvestment of dividends and capital gains, if any. The tax-equivalent yield estimates what you would have to earn on a taxable investment to equal the fund's tax-exempt yield for a given tax rate.

Tax-equivalent yield examples shown above assume investors are state residents and take an itemized deduction for state income taxes on their federal tax returns.

Before investing in the fund, carefully read about and consider the fund's investment objectives, risks, charges, expenses, and other information found in the fund's Prospectus. Please contact Dupree Mutual Funds at 800-866-0614 for a copy of the Prospectus. Read it carefully before investing.