



Frank Capital Partners LLC

Frank Value Fund

Third Quarter, 2004

To our shareholders,

Welcome to the Frank Value Fund. The fund opened for business on July 21, 2004 and we have made substantial progress in the ensuing months. As you are aware, both the portfolio managers and our family have significant investments in the fund, so you can be assured we will treat your capital as our own. Unlike some of the high profile firms that were recently prosecuted for unscrupulous trading activities which harmed their shareholders, we adhere to the highest standards of integrity and honesty.

Frank Value Fund's first quarter of operation faced steep declines in technology and the NASDAQ. While some fund managers may gasp fearfully and sell their shares as stocks drop, we stuck to our value-minded strategy and bought several low-priced companies for the fund. We went from 100% in cash and 0% in stocks to around 75% in stocks and 25% in cash. Our target is to be about 85-90% in stocks and 10-15% in cash.

Inherent in value stocks both outside of our portfolio and in, is an element of volatility. We plan to take advantage of the downward swings to fully invest the fund and we expect the fund to be fully invested before the end of its second quarter. Over the long-term, our goal is to outpace the S&P 500 index.

You can check the fund's net asset value daily on our website: www.frankfunds.com under the "prices and performance" link. If you have any questions please call us. Thank you for putting your investment with us.

Sincerely,

Alfred and Brian Frank

Fund Portfolio Managers
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