

Performance Commentary SECOND QUARTER 2010

For the second quarter of 2010, the Fund returned 3.13%, outperforming the Barclays Capital Intermediate Aggregate (BCIA) Index return of 2.92%.

The Fund's relative performance was helped the most by its overweighting in government agency and corporate bonds.

The Fund's relative performance was hurt the most by its avoidance of Treasury securities.

As of June 30, the Fund held investments in federally insured certificates of deposit issued by 18 community development banks and credit unions that help rebuild communities across the United States.

A LIPPER LEADER

The Domini Social Bond is a Lipper Leader in three categories — Preservation, Tax Efficiency, and Expense — placing the fund in the top 20% of its peers for each category.

	Tax Efficiency ¹	Preservation ²	Expense ³
Overall & 3 Year Rating (No. of funds in peer group)	5 138	5 4225	5 42
5 Year Rating (No. of funds in peer group)	5 117	5 3648	5 39
10 Year Rating (No. of funds in peer group)	5 67	5 2495	5 24

All Lipper ratings reflect historical performance as of 6/30/10: **1.** Tax Efficiency (US) rating reflects funds' historical success in postponing taxable distributions relative to peers. Tax Efficiency (US) offers no benefit to investors in tax-sheltered accounts such as retirement plans. **2.** Preservation rating reflects funds' historical loss avoidance relative to other funds within the same asset class; Preservation ratings are relative, rather than absolute, measures, and funds named Lipper Leaders for Preservation may still experience losses periodically. **3.** Expense rating reflects funds' expense minimization relative to peers with similar load structures.

A "5" rating is Lipper's top rating, representing "Lipper Leader" status. The Lipper ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for the Preservation, Tax Efficiency, and Expense metrics over three-, five-, and ten-year periods (if applicable). The highest 20% of funds in each peer group are named Lipper Leader or a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2, and the lowest 20% are scored 1. Lipper ratings are not intended to predict future results, and Lipper does not guarantee the accuracy of this information. More information is available at www.lipperweb.com. Lipper Leader Copyright 2010.

MONTHLY TOTAL RETURNS

	DSBFX	BCIA*
April	0.85 %	0.82 %
May	0.92 %	0.78 %
June	1.32 %	1.29 %

TOTAL RETURNS THROUGH 6/30/10

	DSBFX	BCIA
Latest Quarter	3.13 %	2.92 %
Year to Date	4.26 %	4.78 %
One Year	6.77 %	8.72 %
Three Year [†]	7.05 %	7.34 %
Five Year [†]	4.99 %	5.57 %
Ten Year [†]	5.64 %	6.23 %
Since Inception (6/1/00) [†]	5.69 %	6.38 %

[†]Average annual total returns

*Barclays Capital Intermediate Aggregate Index

Past performance is no guarantee of future results. The Domini Social Bond Fund is not insured and is subject to market risks, interest rate risks, and credit risks. The Fund's returns quoted above represent past performance after all expenses. Investment return, principal value, and yield will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. You may lose money. Current performance may be lower or higher than the performance data quoted. For performance information current to the most recent month-end, call 1-800-762-6814 or visit www.domini.com.

During periods of rising interest rates, bond funds can lose value. The Domini Social Bond Fund currently holds a large percentage of its portfolio in mortgage-backed securities. During periods of falling interest rates, mortgage-backed securities may prepay the principal due, which may lower the Fund's return by causing it to reinvest at lower interest rates. Some of the Fund's community development investments may be unrated and carry greater credit risks than its other investments.

For the period reported in its current prospectus, the Fund's gross annual operating expenses totaled 1.37% of net assets. Until November 30, 2010, Domini has contractually agreed to waive fees and reimburse expenses to limit the Fund's expenses, on a per annum basis, to 0.95% of its net assets representing Investor shares, absent an earlier modification by the Board of Trustees, which oversees the Fund. The Advisor waived certain fees payable by the Fund during the periods reported above and the Fund's average total returns would have been lower had these not been waived. Each Domini Fund charges a 2.00% redemption fee on sales or exchanges of shares made less than 30 days after the settlement of purchase or acquisition through exchange, with certain exceptions. See the Fund's current prospectus for further information.

This material must be preceded or accompanied by the Fund's current prospectus. Please read it carefully before investing.
 DSIL Investment Services LLC, Distributor. 07/10