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LIPPER
FUND AWARDS 2011
UNITED STATES

The Delafield Fund

January 19, 2012

Dear Fellow Shareholders:

During the past quarter our Fund's net asset value increased 17.10% versus increases of 11.82% in the Standard & Poor's 500 and 15.47% in the Russell 2000, each on a total return basis. The Fund's net asset value as of December 31, 2011 was \$26.92 per share, which was after a long term capital gain of \$0.36770 per share, paid on December 23rd.

For the 2011 calendar year the Fund's asset value decreased 7.17% versus an increase of 2.11% in the Standard & Poor's 500 and a decline of 4.18% in the Russell 2000, each on a total return basis. At the beginning of the year our commitment to equities was 78.32%, while at year end it was 87.43% and our total net assets amounted to \$1,215,486,072.

While the fourth quarter showed a remarkable recovery from the third, our 2011 performance was disappointing. Even slight earnings misses resulted in dramatic price declines. The overall market volatility noted in earlier letters continued. This past November the market was up or down at least 1.5% in 10 out of 21 trading days and there were several days when 90% of shares traded moved in one direction or the other. Since we do not index nor are correlated to any indices, investment selection will be the key to our success.

The global economic picture remains blurry. Many nations financed their past growth with large deficits and accumulated excessive debt. These issues came to the fore in Europe in 2011 leading to soaring interest rates, political tensions between the stronger and weaker members of the Euro Zone, higher taxes, lower levels of government spending, very high unemployment levels (particularly amongst the young), and a general discontent with governmental leadership. Adding to the general malaise, political tensions remain high in the Middle East, Korea and parts of Latin America.

Most economists expect modest worldwide growth in 2012. However, much of this depends on growth from emerging markets which can no longer be counted as a sure thing given inflation in Brazil and India, and uncertainties about China. While on balance it is likely that growth in these regions will continue, the degree to which this transpires is unclear. Furthermore, the strength of these areas will impact raw material prices on a worldwide basis. A decline in commodity prices should help a number of our industrial companies but there would be an offsetting impact if the U.S. dollar strengthens.

Here in the United States we enter an election year in 2012. The polarized positions of both Democrats and Republicans in campaign speeches and debates leave the future political landscape uncertain. This has and will continue to depress consumer confidence and corporate capital investment and hiring.

* *The performance data quoted above represents past performance. Past performance does not guarantee future results. The investment return and principle value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. The current performance may be lower or higher than performance data quoted. The three month performance does not reflect the redemption fee of 2% on shares redeemed within 90 days of purchase. If deducted, the fee would reduce the performance quoted above.*

Please visit our website (www.tocqueville.com/mutual-funds/delafield-fund/performance) to obtain the most recent month-end performance data.

*A Lipper Fund Award is awarded to one fund in each Lipper classification for achieving the strongest trend of consistent risk-adjusted performance against its classification peers over a three, five or ten-year period, if applicable. Although Lipper makes reasonable efforts to ensure the accuracy and reliability of the data contained herein, the accuracy is not guaranteed by Lipper. Lipper Analytical Services, Inc. is an independent mutual fund research and rating service. **Past performance does not guarantee future results.***

There are also some hopeful signs on the horizon, particularly in the United States. Housing remains depressed, but is showing signs of stabilizing. Increased rents and low interest rates should provide an incentive to purchase housing, which should eventually help reduce the excessive existing supply. Employment figures have been improving in recent months, a very good sign, although consumer net worth decreased in the third quarter, and likely will show only a modest improvement in the fourth quarter. Consumer debt levels have been reduced and low cost mortgages are leading to refinancing, helping to reduce the burden of most home owners and to offset the high cost of gasoline. However, it will be important to resolve our banking industry issues in order to encourage a resumption of loan growth to credit worthy customers.

We believe that slow and controlled growth is the only feasible strategy which will lead to economic recovery over time, as population growth and hopefully moderate government actions allow a healing process to take place. Patience will be required.

The world is too uncertain to make aggressive investment decisions. Only when risk subsides or opportunities become overwhelming will we increase our exposure. We expect that our reserves will continue to earn little or nothing since a whiff of inflation would cause even short-term bonds to decline sharply. Therefore, we must count on our equities to provide us with an acceptable overall return and use our reserves to provide stability and the wherewithal to seize attractive investment opportunities as we uncover them. The road ahead will surely not be smooth but we believe the value of our investments will increase and fulfill our expectations.

It seems worth reiterating that the strategy we employ is designed to protect your capital and to enhance its growth. This approach has resulted in above average returns for many years. We believe it is logical and we will continue to seek attractive returns in the years ahead.

1. We search for companies that we believe are selling at prices which seem modest in relation to the company's intrinsic value.
2. We meet with management, visit plants, talk to their competitors, consider the makeup of the Board of Directors and make a judgment as to whether we wish to be in business with the management. In other words, we try to understand the business of the companies in which we invest and the individuals who direct the company's future.
3. We search for companies wherein something may change which will alter that company's future for the better. These can be simple matters ranging from a change in management, management's attitudes, shareholder control, business opportunities or the dynamics of a company's cash flow and its use.
4. If we perform our analysis correctly, the value added we bring to you is an earlier and better understanding of the companies in our portfolio than that of other investors. Then, if the companies begin to improve, their earnings should increase and they should be valued at a higher price earnings multiple.
5. We have never worried about the profits we did not make. We worry much more about what we might lose. We believe that stock selection is much more relevant to successful investing than total commitment to equities. In the volatile markets which have developed over the last 15 to 20 years, we have come to believe that the long-term investor's best hedge against volatility is to have cash with which to invest in companies when prices seem unduly depressed.

The balance of this letter touches on individual investments.

During the quarter El Paso Corporation received a takeover proposal from Kinder Morgan Inc. which allowed us to sell our shares at an attractive gain.

We have made a modest investment in Tronox Incorporated, the fifth largest producer of Titanium Dioxide, a pigment largely used in the production of white paint, coatings, plastics and paper. Tronox emerged from bankruptcy in February 2011, as a well financed operation. In the fall it announced a merger with the Exxaro Mineral Sands business. The combination, likely to be consummated in the spring, will create a strong integrated producer capable of generating substantial free cash. We expect this excess cash will be returned to shareholders. The shares are to be listed on the NYSE at the time of the combination which could lead to substantially greater investor interest.

Another new investment this fall was in the shares of Chemtura Corporation. This \$3 billion company is now headed by Craig Rogerson who was formerly chief executive of Hercules, a company in which we held a successful investment. We think Craig and his team will rationalize the somewhat diverse businesses which comprise Chemtura today, focus on the best ones, increase margins and, while investing in the keepers, generate substantial free cash flow. Today these shares trade at a modest 4.5 times estimated 2012 EBITDA. If management is successful it seems likely

they will be valued at a higher level. Recently members of management and the Board have demonstrated their own confidence by making open market purchases of the stock.

During the quarter we sold our shares in Spartech Corp. From the time when Vicky Holt assumed the role of CEO in late 2010 there has only been modest improvement in the company's financial results. Trailing twelve month EBITDA of \$56 million accompanied with modest free cash flow of \$15 million threatens compliance with debt covenants. In January 2012 the company concurrently amended financial ratios on their senior notes and credit facility for the second time in the last twelve months. We expect Spartech will continue to make operational improvements in fiscal year 2012 but remain concerned about the company's balance sheet and their ability to source raw materials competitively given their smaller size. We have therefore decided to pursue other opportunities.

Wesco International's share price increased nearly 60% in the quarter making it our best performing stock for the period. The bad news is that the stock is at virtually the same price as it was on June 30, 2011, when we exited the second quarter. Again, this is a further illustration of the volatility that the markets have experienced in 2011. From a fundamental standpoint, the company had an excellent year, with earnings expected to be up nearly 50% from 2010 levels. Importantly, management is continuing to prudently deploy its excess cash flow in supporting internal business opportunities as well as making selected acquisitions.

We are aware that many shareholders have not been receiving our quarterly letters since they may not be distributed to those who are not direct shareholders of the Fund. Accordingly, anyone who wishes to be on our mailing list should either call Cleo Kotis or write to us and we will be happy to add you to the list. Cleo can be reached at 212.698.0750.

With very best wishes.

Sincerely,



J. Dennis Delafield
Tel. 212.698.0752



Vincent Sellecchia
Tel. 212.698.0751

P.S. The net asset value per share of the Fund is determined as of the close of regular trading on the New York Stock Exchange (normally 4:00 P.M., Eastern Time) on each Fund Business Day (as fully described in the Fund prospectus). In addition to the Fund's published NASDAQ listing (symbol: DEFIX), you may check its net asset value by calling 800.697.3863 to speak directly to a Fund representative during the normal business hours of 8:00 A.M. - 7:00 P.M., Central Standard Time. During off business hours, you may use the same telephone numbers for a pre-recorded message. The 3-digit code number for The Delafield Fund is 924.

Our website address is: www.tocquevillefunds.com.

This discussion reflects the views of the author as of the date or dates cited and may change at any time. The information should not be construed as investment advice. No representation is made concerning the accuracy of cited data, nor is there any guarantee that any projection, forecast or opinion will be realized.

References to stocks, securities or investments in this writing should not be considered recommendations to buy or sell. Past performance is not a guide to future performance. Securities that are referenced may be held in portfolios managed by Tocqueville or by principals, employees and associates of Tocqueville, and such references should not be deemed as an understanding of any future position, buying or selling, that may be taken by Tocqueville.

TOTAL RETURN WITH INCOME*

Cumulative	Delafield Fund**	S&P 500 Total Index†	Russell 2000 Total Index†
Quarter ended December 31, 2011	17.10%	11.82%	15.47%
Twelve months ended December 31, 2011	-7.17	2.11	-4.18
Inception, November 19, 1993 to December 31, 2011	608.89	284.20	276.44
Annual Average			
One year ended December 31, 2011	-7.17	2.11	-4.18
Three years ended December 31, 2011	21.91	14.11	15.63
Five years ended December 31, 2011	3.46	-0.25	0.15
Ten years ended December 31, 2011	9.01	2.92	5.62
Inception, November 19, 1993 to December 31, 2011	11.42	7.71	7.59

TEN LARGEST HOLDINGS‡

Company	% of Net Assets
Dover Corp.	2.98%
Celanese Corp.	2.73%
Kennametal, Inc.	2.70%
Honeywell International, Inc.	2.68%
Tyco International Ltd.	2.59%
Stanley Black & Decker, Inc.	2.59%
Ashland, Inc.	2.47%
Carlisle Companies, Inc.	2.37%
Eastman Chemical Co.	2.28%
Collective Brands, Inc.	2.16%
TOTAL	25.56%

FEES^(a)

Shareholder Fees	
<i>(fees paid directly from your investment)</i>	
Maximum Sales Charge Imposed on Purchases	None
Maximum Deferred Sales Charge	None
Maximum Sales Charge Imposed on Reinvested Dividends/Distributions	None
Redemption Fee for Shares held 90 days or less (as a percent of amount redeemed)	2.00%
Exchange Fee	None
Annual Fund Operating Expenses	
<i>(expenses that are deducted from Fund assets)</i>	
Management Fees	0.75%
Distribution and Service (12b-1) Fee	0.25%
Acquired Fund Fees and Expenses	0.02%
Other Expenses	0.27%
Total Annual Fund Operating Expenses	1.29%

ASSET MIX

	12/31/11	9/30/11	6/30/11	3/31/11	12/31/10
Equities	87.43	84.43	80.27	80.07%	78.32%
Corporate Bonds	0.00	0.00	0.92	0.99	1.34
Real Estate Investment Trust	0.80	0.83	0.78	0.80	0.98
Cash Equivalents	11.77	14.74	18.03	18.14	19.36
TOTAL	100.00%	100.00%	100.00%	100.00%	100.00%

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The Delafield Fund may invest in the stocks of smaller companies which carry special risks including, narrower markets, limited financial and management resources, less liquidity, and greater volatility than the stocks of larger companies. The Fund's investments, which are often value or special situations, are likely to not correlate with the overall market averages. Hence, there may be periods when the Fund's performance may lag these measures.

Kindly consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund. Please contact us to obtain a prospectus, which should be read carefully before investing. The Tocqueville Mutual Funds may be offered only to persons in the United States and by way of a prospectus. This letter should not be considered a solicitation or offering of any investment products or services to investors residing outside of the United States.

The Delafield Fund is distributed by Tocqueville Securities L.P., 40 West 57th Street, New York, NY 10019.

** The Delafield Fund performance is stated after fees.

The three month performance does not reflect the redemption fee of 2% on shares redeemed within 90 days of purchase. If deducted, the fee would reduce the performance quoted above. Returns for the periods prior to 9/27/09 reflect the performance of Delafield Fund, Inc. (the "Predecessor Delafield Fund"), which was reorganized into the Delafield Fund on 9/28/09. The Predecessor Delafield Fund had the same Portfolio Managers, investment objectives and investment strategies as the Delafield Fund. Performance since 9/28/09 reflects actual Delafield Fund performance.

† The S&P 500 Index is an unmanaged broad market-weighted average of U.S. blue-chip companies and the Russell 2000 Index is an unmanaged, market-weighted index, with dividends reinvested, of 2,000 small companies, formed by taking the largest 3,000 companies and eliminating the largest 1,000 of those companies. You may not invest directly in the S&P 500 Index or the Russell 2000 Index and, unlike the Fund, they do not incur fees and expenses.

‡ Holdings are expressed as a percentage of total investments and will vary over time. Because the Fund is actively managed there can be no assurances the Fund continues to invest in the securities referenced. Additionally, references to specific securities or industries should not be considered a recommendation for investors.

(a) Represents information from the most current prospectus, dated March 1, 2011.

STATEMENT OF NET ASSETS

December 31, 2011

(Unaudited)

Common Stocks (87.43%)	Shares	Value
Aerospace & Defense (2.68%)		
Honeywell International, Inc.	600,000	\$ 32,610,000
Building Products (2.07%)		
Griffon Corp.	1,550,000	14,151,500
NCI Building Systems, Inc. (a)	60,000	652,200
Trex Co., Inc. (a)	450,000	10,309,500
		<u>25,113,200</u>
Chemicals (20.46%)		
A. Schulman, Inc.	225,000	4,765,500
Ashland, Inc.	525,000	30,009,000
Celanese Corp.	750,000	33,202,500
Chemtura Corp. (a)	1,010,000	11,453,400
Cytec Industries, Inc.	350,000	15,627,500
Eastman Chemical Co.	710,000	27,732,600
Ferro Corp. (a)	2,500,000	12,225,000
FMC Corp.	300,000	25,812,000
HB Fuller Co.	185,400	4,284,594
Minerals Technologies, Inc. (b)	420,000	23,742,600
OM Group, Inc. (a)	200,000	4,478,000
PolyOne Corp.	1,700,000	19,635,000
Solutia, Inc. (a)	1,200,000	20,736,000
Tronox, Inc. (a)	125,000	15,000,000
		<u>248,703,694</u>
Commercial Banks (0.92%)		
Hancock Holding Co.	350,000	11,189,500
Commercial Services & Supplies (2.16%)		
Avery Dennison Corp.	575,000	16,491,000
RR Donnelley & Sons Co.	675,000	9,740,250
		<u>26,231,250</u>
Communications Equipment (1.63%)		
Harris Corp.	550,000	19,822,000
Computers & Peripherals (0.74%)		
Diebold, Inc.	300,000	9,021,000
Construction & Engineering (1.01%)		
Aegion Corp. (a)	800,000	12,272,000
Containers & Packaging (3.80%)		
Owens-Illinois, Inc. (a)	1,000,000	19,380,000
Sealed Air Corp.	600,000	10,326,000
Sonoco Products Co.	500,000	16,480,000
		<u>46,186,000</u>
Electrical Equipment (6.16%)		
Acuity Brands, Inc.	375,000	19,875,000
AMETEK, Inc.	250,000	10,525,000
Belden, Inc.	200,000	6,656,000
Brady Corp.	455,000	14,364,350
Hubbell, Inc.	350,000	23,401,000
		<u>74,821,350</u>
Electronic Equipment, Instruments & Components (7.58%)		
Checkpoint Systems, Inc. (a)(b)	2,250,000	24,615,000
Corning, Inc.	1,000,000	12,980,000
Flextronics International Ltd. (a)(c)	4,000,000	22,640,000
Ingram Micro, Inc. (a)	850,000	15,461,500
Plexus Corp. (a)	600,000	16,428,000
		<u>92,124,500</u>
Health Care Equipment & Supplies (1.26%)		
Teleflex, Inc.	250,000	15,322,500

Common Stocks (87.43%)	Shares	Value
Household Durables (2.59%)		
Stanley Black & Decker, Inc.	465,000	\$ 31,434,000
Industrial Conglomerates (4.96%)		
Carlisle Companies, Inc.	650,000	28,795,000
Tyco International Ltd. (c)	675,000	31,529,250
		<u>60,324,250</u>
Insurance (0.59%)		
Alleghany Corp (a)	25,000	7,132,250
Life Sciences Tools & Services (1.48%)		
Thermo Fisher Scientific, Inc. (a)	400,000	17,988,000
Machinery (12.60%)		
Albany International Corp. (b)	700,000	16,184,000
Crane Co.	315,000	14,713,650
Dover Corp.	625,000	36,281,250
Federal Signal Corp. (a)	2,100,000	8,715,000
IDEX Corp.	350,000	12,988,500
Ingersoll-Rand PLC (c)	650,000	19,805,500
Kennametal, Inc.	900,000	32,868,000
Timken Co.	300,000	11,613,000
		<u>153,168,900</u>
Metals & Mining (0.78%)		
Universal Stainless & Alloy (a)	255,000	9,526,800
Professional Services (1.71%)		
TrueBlue, Inc. (a)	1,500,000	20,820,000
Semiconductors & Semiconductor Equipment (6.45%)		
Brooks Automation, Inc.	1,150,000	11,810,500
Diodes, Inc. (a)	550,000	11,715,000
Fairchild Semiconductor International, Inc. (a)	1,300,000	15,652,000
Formfactor, Inc. (a)	1,200,000	6,072,000
Infineon Technologies AG (c)	390,000	2,935,663
Infineon Technologies AG - ADR	376,000	2,823,760
LTX-Credence Corp. (a)	2,000,000	10,700,000
Teradyne, Inc. (a)	1,225,000	16,696,750
		<u>78,405,673</u>
Specialty Retail (2.16%)		
Collective Brands, Inc. (a)	1,825,000	26,225,250
Textiles, Apparel & Luxury Goods (1.17%)		
Maidenform Brands, Inc. (a)	775,000	14,182,500
Trading Companies & Distributors (2.47%)		
Rush Enterprises, Inc. (a)	359,700	7,524,924
WESCO International, Inc. (a)	425,000	22,529,250
		<u>30,054,174</u>
Total Common Stocks (Cost \$992,767,677)		<u>1,062,678,791</u>
Real Estate Investment Trusts (0.80%)		
Real Estate (0.80%)		
Kimco Realty Corp.	600,000	9,744,000
Total Real Estate Investment Trusts (Cost \$5,536,617)		<u>9,744,000</u>

STATEMENT OF NET ASSETS, continued
December 31, 2011
(Unaudited)

Short-Term Investments (11.78%)	<u>Principal Amount</u>	<u>Value</u>
Money Market Fund (11.78%)		
AIM STIT-Treasury Portfolio (0.02%) (d)	\$143,227,847	\$ 143,227,847
Total Short-Term Investments (Cost \$143,227,847)		<u>143,227,847</u>
Total Investments (Cost \$1,141,532,141) (100.01%)		<u>1,215,650,638</u>
Liabilities in Excess of Other Assets ((0.01)%)		<u>(164,566)</u>
Total Net Assets (100.00%)		<u><u>\$1,215,486,072</u></u>

Percentages are stated as a percent of net assets.

(a) Non-income producing security.

(b) Affiliated company.

(c) Foreign issued security. Foreign concentration (including ADRs) was as follows: Germany 0.47%; Ireland 1.63%; Singapore 1.86%; Switzerland 2.59%

(d) Variable rate security. The rate listed is as of December 31, 2011.