



Waddell & Reed Advisors

International Growth Fund [UNCGX]

Q2/10 Portfolio information as of June 30, 2010

Infinite Loop Category: Global Rebalancing

FUND PERFORMANCE^{1,2,3}

Average Annual Total Returns

Period	Class A NAV	Class A Load	Class Y	MSCI EAFE Growth	Lipper Intl Lg. - Cap Growth
3-Month	-12.02%	-17.08%	-12.01%	-12.44%	-12.64%
YTD	-10.77%	-15.90%	-10.65%	-10.73%	-10.88%
1-Year	7.04%	0.89%	7.49%	8.60%	9.29%
3-Year	-9.25%	-11.03%	-8.85%	-11.70%	-11.14%
5-Year	3.71%	2.49%	4.14%	1.68%	2.28%
10-Year	-1.67%	-2.25%	-1.22%	-1.62%	0.15%
Life	8.90%	8.74%	5.02%	-	-
Gross Expense	1.62%	1.62%	1.10%	-	-
Net Expense	1.59%	1.59%	1.07%	-	-
Inception	6/3/70	6/3/70	9/27/95	-	-

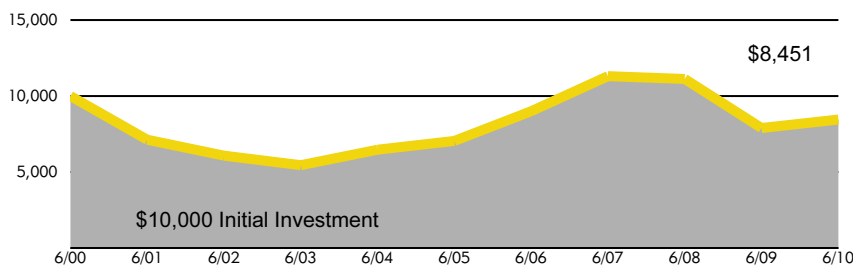
Calendar Year Returns

Year	Class A	Class Y	MSCI EAFE Growth	Lipper Intl Lg. - Cap Growth
2009	28.06%	28.79%	29.36%	33.44%
2008	-40.73%	-40.46%	-42.70%	-44.78%
2007	22.38%	22.80%	16.45%	14.15%
2006	22.02%	22.53%	22.33%	24.52%
2005	16.33%	16.88%	13.28%	14.02%
2004	12.32%	12.74%	16.12%	13.63%
2003	21.54%	22.36%	31.99%	30.76%
2002	-18.73%	-18.24%	-16.02%	-21.50%
2001	-22.36%	-22.04%	-24.58%	-25.76%
2000	-24.94%	-24.72%	-24.51%	-21.83

Data quoted is past performance and current performance may be lower or higher. Past performance is no guarantee of future results. Investment return and principal value of an investment will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. Please visit www.waddell.com for the most recent month-end performance.

- Performance at net asset value (NAV) does not include the effect of sales charges. Class A share performance, including sales charges, reflects the maximum applicable front-end sales load of 5.75%. Class Y shares are not subject to sales charges.
- MSCI EAFE Growth is an unmanaged index comprised of growth securities that represent the securities markets in Europe, Australasia and the Far East. It is not possible to invest directly in an index.
- Performance results include the effect of a voluntary fee waiver in effect through September 16, 2016. If those arrangements had not been in place, the performance results would have been lower.

GROWTH OF A \$10,000 INVESTMENT Class A shares- 06/30/2000-6/30/2010



Assumes an investment over 10 years or life of the share class, reinvestment of dividends and capital gains, and does not include the effect of sales charges or taxes.

LIPPER RANKINGS

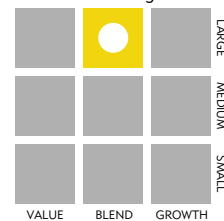
Category: Lipper International Large-Cap Growth

	Rank	Percentile
1 Year	145/196	74
3 Year	54/161	34
5 Year	38/119	32
10 Year	46/65	70

Rankings are for Class A Shares and are based on average annual total returns, but do not consider sales charges.

MORNINGSTAR STYLE BOX⁴

Source: Morningstar



PORTFOLIO MANAGEMENT⁵

F. Chace Brundige

Waddell & Reed Investment Management Co.
16 years in industry
1 year with fund

OBJECTIVE

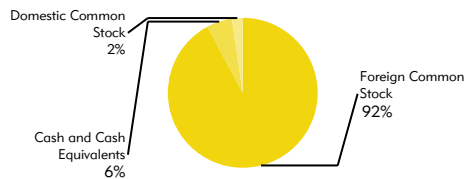
To provide, as a primary objective, long-term appreciation of capital with current income as a secondary goal.

INVESTMENT APPROACH

We use a research-based investment process that blends top-down global economic analysis and bottom-up stock selection. From the top-down perspective, promising opportunities around the world are identified. Through our selection process, we seek strong companies in industries that we believe are growing faster than their underlying economies. We focus on what we feel are undervalued, well-managed companies best positioned to maximize their competitive advantages.

**PORTFOLIO COMPOSITION⁵**

(as a % of net assets)

**TOP 10 EQUITY HOLDINGS⁵**

(as a % of net assets)

British American Tobacco (United Kingdom)	2.7%
DaimlerChrysler AG, Registered Shares (Germany)	2.5%
Telstra Corp. (Australia)	2.3%
Nestle (Switzerland)	2.3%
Foster's Group Limited (Australia)	2.3%
VINCI (France)	2.3%
InBev NV (Belgium)	2.1%
Honda Motor Co., Ltd. (Japan)	2.0%
Tokyo Electron Limited (Japan)	2.0%
Pinault-Printemps-Redoute SA (France)	2.0%

TOP 5 SECTORS⁵

(as a % of equity holdings)

Consumer Discretionary	18.7%
Consumer Staples	17.4%
Financials	12.8%
Information Technology	12.8%
Industrials	12.6%

TOP 5 COUNTRIES⁵

(as a % of equity holdings)

United Kingdom	20.3%
Japan	14.9%
Germany	11.2%
Australia	7.5%
China	7.2%

TICKER SYMBOL

Class A	UNCGX	Class Y	WAIYX
Class B	WAIBX		
Class C	WAICX		

PORTFOLIO CHARACTERISTICS⁶

Fund Inception	6/3/1970
Net Assets	\$485.0 mil
Dividends	Semi-Annually
Turnover Rate (3/31/2010)	82%
Number equity holdings	67
Median market cap	\$13.2 bil
Alpha	2.02
Beta	0.95
R-Squared	96.15
Standard Deviation	19.15
Sharpe Ratio	0.06

Consider all factors. International investing involves additional risks, including currency fluctuations, political or economic conditions affecting the foreign country, and differences in accounting standards and foreign regulations. As with any mutual fund, the value of the Fund's shares will change, and you could lose money on your investment. An investment in the Fund is not a bank deposit and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. These and other risks are more fully described in the fund's prospectus.

⁴ The style box reveals a fund's investment strategy by displaying the fund's investment style and the market capitalization of the stocks owned.

⁵ Information is subject to change and is not intended to represent any past or future investment recommendations.

⁶ Alpha, Beta, R-Squared, Standard Deviation and Sharpe Ratio are 5 year statistics that represent the fund's oldest share class. Alpha is a measure of a fund's actual returns and expected performance, given its level of risk (as measured by beta). Beta reflects the sensitivity of the fund's return to fluctuations in the market index. R-squared indicated how much of a fund's fluctuations were attributable to movements in the fund's benchmark. Standard deviation is a measure of how volatile a fund's returns are. Sharpe ratio is a measure of a fund's risk-adjusted performance.

Investors should consider the investment objectives, risks, charges and expenses of a fund carefully before investing. For a prospectus containing this and other information for the Waddell & Reed Advisors Funds, call your financial advisor or visit us online at www.waddell.com. Please read the prospectus carefully before investing.

