



IVY

Dividend Opportunities Fund [IVDAX]

Q2/10 Portfolio information as of June 30, 2010

Infinite Loop Category: Great American Companies

FUND PERFORMANCE^{1,2,3}

Average Annual Total Returns

Period	Class A NAV	Class A Load	Class Y	Russell 1000	Lipper Equity Income
3-Month	-13.10%	-18.09%	-13.06%	-11.44%	-10.07%
YTD	-9.82%	-15.01%	-9.77%	-6.40%	-5.80%
1-Year	5.40%	-0.66%	5.62%	15.24%	14.37%
3-Year	-9.85%	-11.61%	-9.70%	-9.54%	-9.36%
5-Year	0.34%	-0.84%	0.49%	-0.56%	-0.25%
Life	3.69%	2.82%	3.85%	3.26%	3.53%
Gross Expense	1.40%	1.40%	1.24%	-	-
Net Expense	1.40%	1.40%	1.24%	-	-
Inception	6/30/03	6/30/03	6/30/03	-	-

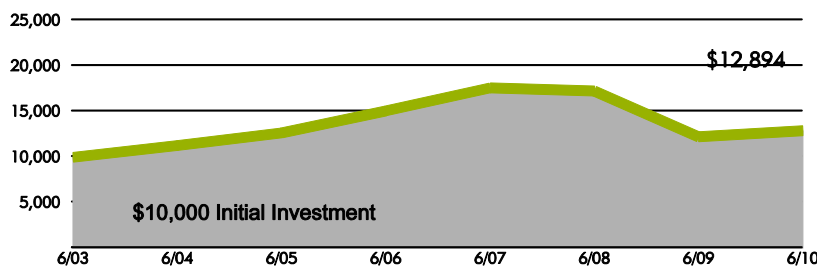
Calendar Year Returns

Year	Class A	Class Y	Russell 1000	Lipper Equity Income
2009	19.98%	20.29%	28.43%	22.86%
2008	-36.44%	-36.36%	-37.60%	-33.77%
2007	16.59%	16.74%	5.77%	2.98%
2006	15.54%	15.65%	15.46%	18.40%
2005	13.12%	13.17%	6.27%	5.80%
2004	11.16%	11.39%	11.40%	13.02%

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.ivyfund.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.
- Formerly known as Ivy Dividend Income Fund.
- Russell 1000 is an unmanaged index comprised of securities that represent the large cap sector of the stock market. It is not possible to invest directly in an index.

GROWTH OF A \$10,000 INVESTMENT Class A shares- 6/30/2003-6/30/2010



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.

★★★★

Overall Morningstar Rating*

Class A Shares among 1810 Large Blend funds. Based on risk-adjusted returns. The fund received 3 stars for the 3-year period among 1810 funds and 4 stars for the 5-year period among 1486 funds.

LIPPER RANKINGS

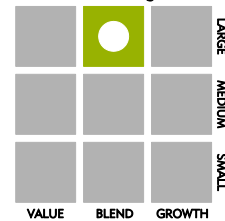
Category: Lipper Equity Income Funds

	Rank	Percentile
1 Year	275/280	98
3 Year	140/238	59
5 Year	80/192	42

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 MANAGEMENT

David P. Ginther, CPA

Ivy Investment Management Co.
15 years in industry
7 years with fund

OBJECTIVE

To provide income and long-term capital growth.

INVESTMENT APPROACH

The Fund invests primarily in dividend-paying common stocks of large companies that we believe may accelerate or grow their dividend payout ratio and that also demonstrate favorable prospects for long-term capital growth. The portfolio manager focuses on companies with high dividend yields considered relatively safe; with above average market yield that the manager expects will continue to maintain or grow; that pay a small dividend that could grow, or no dividend, but may initiate a dividend. Other factors for portfolio selection include a company's established operating history, profitability record, management and leadership position in its industry.



IVY

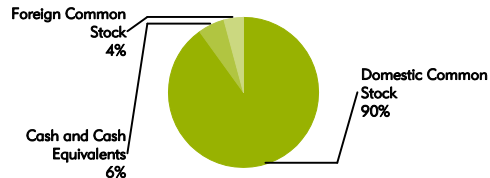
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PORTFOLIO COMPOSITION⁵

(as a % of net assets)



TOP 10 EQUITY HOLDINGS⁵

(as a % of net assets)

Microchip Technology	3.8%
Schlumberger	3.4%
Capital One Financial	3.2%
Halliburton	3.1%
Deere & Company	3.0%
Union Pacific	3.0%
Philip Morris International	3.0%
J.P. Morgan Chase	2.7%
Emerson Electric Co.	2.6%
Colgate-Palmolive	2.6%

TOP 5 SECTORS⁵

(as a % of equity holdings)

Industrials	18.5%
Energy	17.6%
Financials	15.2%
Consumer Staples	11.6%
Consumer Discretionary	11.5%

TICKER SYMBOL

Class A	IVDAX	Class Y	IVDYX
Class B	IVDBX	Class E	IDIEX
Class C	IVDCX	Class I	IVDIX

PORTFOLIO CHARACTERISTICS⁶

Fund Inception	6/30/2003
Net Assets	\$236.3 mil
Dividends	Quarterly
Turnover Rate (3/31/2010)	46%
Number equity holdings	55
Median market cap	\$23.7 bil
Alpha	0.77
Beta	0.88
R-Squared	90.87
Standard Deviation	15.78
Sharpe Ratio	-0.15

Consider all factors. Dividend-paying investments may not experience the same price appreciation as non-dividend paying instruments. 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. Not all funds or fund classes may be offered at all broker/dealers. These and other risks are more fully described in the fund's prospectus. Not all funds or fund classes may be offered at all broker/dealers.

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.

^{*} For each fund with at least a 3-year history, Morningstar calculates a risk-adjusted return measure that accounts for variation in a fund's monthly performance (including the effects of all sales charges), placing emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund and rated separately.) A fund's overall rating is derived from a weighted average of the 3-, 5- and 10-year (if applicable) rating metrics. Morningstar Rating is for the share classes specified; other classes may have different performance characteristics.

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 Ivy Funds, call your financial advisor or visit us online at www.ivyfund.com. Please read the prospectus carefully before investing.



IVY FUNDS[®]
PROVEN | FOCUSED | CONSTANT