

**Schedule of Investments**  
**DIAMOND HILL FINANCIAL LONG-SHORT FUND**  
January 31, 2011

**Net Assets: \$ 12,132,170**

Cusip	Ticker	Security Description	Shares/Par	Market Value	% of Net Assets
<b><u>LONG PORTFOLIO</u></b>					
<b>Common Stocks and Cash Equivalents</b>					
46699A9A6		JPMORGAN US GOV'T CAPITAL	1,371,396	\$1,371,396	11.30%
46625H100	JPM	JPMORGAN CHASE & CO	19,995	898,575	7.41%
949746101	WFC	WELLS FARGO & CO	27,716	898,553	7.41%
902973304	USB	US BANCORP DELAWARE	19,858	536,166	4.42%
693475105	PNC	PNC FINANCIAL SERVICES	7,989	479,340	3.95%
744320102	PRU	PRUDENTIAL FINANCIAL INC	7,410	455,789	3.76%
680223104	ORI	OLD REPUBLIC INTERNATIONAL CORP	35,745	437,161	3.60%
G0585R106	AGO	ASSURED GUARANTY LTD	29,640	428,594	3.53%
064058100	BK	BANK OF NEW YORK MELLON	13,584	424,228	3.50%
060505104	BAC	BANK OF AMERICA CORP	26,290	360,962	2.98%
89417E109	TRV	TRAVELERS COS INC	6,165	346,843	2.86%
04621X108	AIZ	ASSURANT INC	8,460	331,886	2.74%
G98290102	XL	XL GROUP PLC	14,000	320,880	2.64%
254709108	DFS	DISCOVER FINANCIAL	14,510	298,761	2.46%
020002101	ALL	ALLSTATE CORP	9,478	295,145	2.43%
758075402	RWT	REDWOOD TRUST INC	18,090	270,807	2.23%
416515104	HIG	HARTFORD FINANCIAL	9,268	257,465	2.12%
025816109	AXP	AMERICAN EXPRESS CO	5,590	242,494	2.00%
733174106	BPOP	POPULAR INC	74,440	238,952	1.97%
446150104	HBAN	HUNTINGTON BANCSHARES INC	32,131	232,628	1.92%
320734106	FLIC	FIRST OF LONG ISLAND CORP	6,860	194,618	1.60%
617446448	MS	MORGAN STANLEY	6,600	194,040	1.60%
637138108	NPBC	NATIONAL PENN BANCSHARES	22,185	181,030	1.49%
33582V108	FNFG	FIRST NIAGARA FINANCIAL	12,655	175,651	1.45%
21871D103	CLGX	CORELOGIC INC	8,625	172,931	1.43%
G0450A105	ACGL	ARCH CAPITAL GROUP	1,871	165,116	1.36%
440327104	HMN	HORACE MANN EDUCATORS	8,673	149,869	1.24%
867914103	STI	SUNTRUST BANKS INC	4,622	140,647	1.16%
320239106	FFCH	FIRST FINANCIAL HLDGS INC	12,529	129,800	1.07%
404132102	HCC	HCC INSURANCE HLDG	4,005	121,271	1.00%
054937107	BBT	BB&T CORP	3,776	104,369	0.86%
017175100	Y	ALLEGHANY CORP	307	94,795	0.78%
319395109	FCAL	FIRST CALIFORNIA	28,801	91,299	0.75%
571748102	MMC	MARSH & MCLENNAN COS INC	3,255	90,749	0.75%
171232101	CB	CHUBB CORP	1,555	90,081	0.74%
178566105	CYN	CITY NATIONAL CORP	1,500	86,685	0.71%
859158107	STL	STERLING BANCORP	7,285	71,320	0.59%
857477103	STT	STATE STREET CORP	1,223	57,139	0.47%
553829102	MVC	MVC CAPITAL INC	3,875	53,940	0.44%
					<u>94.72%</u>
<b>Preferred Stocks</b>					
222388209	CFC PRB	COUNTRYWIDE CAPITAL V 7%	7,625	\$182,543	1.50%
45031U606	SFI PRF	ISTAR FINANCIAL INC	6,417	117,303	0.97%
174687103	CTZ PRA	CITIZENS FUNDING TRUST I	7,130	116,148	0.96%
					<u>3.43%</u>
<b>Corporate Bond</b>					
989701AX5	ZB-A14B	ZIONS BANCORP 7.75% 09/14	105,000	\$111,549	0.92%
<b><u>SHORT PORTFOLIO</u></b>					
<b>Common Stocks</b>					
318910106	FBNC	FIRST BANCORP	-14,500	-\$217,935	-1.80%
268948106	EGBN	EAGLE BANCORP INC	-12,485	-168,672	-1.39%
909907107	UBSI	UNITED BANKSHARES INC	-5,895	-166,239	-1.37%
32020R109	FFIN	FIRST FINANCIAL	-1,900	-93,708	-0.77%
615369105	MCO	MOODYS CORP	-2,130	-62,558	-0.52%
957090103	WABC	WESTAMERICA BANCORP	-1,145	-57,250	-0.47%
950810101	WSBC	WESBANCO INC	-2,985	-56,267	-0.46%
					<u>-6.78%</u>

Holdings are unaudited and are current as of the date of this report, may not reflect holdings beyond this date, and do not include collateral received for securities loaned. The "unaudited" mutual fund holdings list is to be used for reporting purposes only, and is disclosed at [www.diamond-hill.com](http://www.diamond-hill.com) in conjunction with the Diamond Hill Funds Portfolio Holdings Disclosure Policy. This list is for the general information of Fund shareholders and is not intended as an offer of a security. For audited and certified holdings, please refer to the most recent annual and semi-annual report.