

Performance Commentary SECOND QUARTER 2010

For the second quarter of 2010, the Fund returned -13.29%, outperforming the MSCI EAFE Index return of -13.75%.

The Fund's relative performance was helped the most by its avoidance of BP, whose stock lost almost 50% following the Deepwater Horizon oil spill in the Gulf of Mexico. The Fund's relative performance was also helped by the following three companies in its portfolio:

- The Japanese company **Takeda Pharmaceutical**, which launched three new drugs in its domestic market and benefited from market response to the announcement of cost cuts.
- **Central Japan Railway**, whose stock gained almost 9% for the quarter.
- The Hong Kong company **Jardine Strategic Holdings**, whose stock gained more than 8% for the quarter.

The Fund's relative performance was hurt the most by the following companies in the portfolio:

- The Australian company **OneSteel**, whose production and earnings were affected by production problems.
- The Norwegian oil services company **TGS Nopec Geophysical**, whose stock suffered due to uncertainties over drilling in the Gulf of Mexico.
- The Hungarian company **OTP Bank**, whose stock lost more than 41% for the quarter.

The Fund benefited the most from stock selection within the industrials and financial sectors, and from its significant underweighting to the energy sector. The Fund's relative performance was hurt the most by its stock selection in information technology and telecommunication services and by its underweighting to the consumer staples sector.

As of June 30, 2010, Central Japan Railway, Jardine Strategic Holdings, OneSteel, OTP Bank, Takeda Pharmaceutical, and TGS Nopec Geophysical represented 1.1%, 0.7%, 1.6%, 0.3%, 2.0%, and 0.3%, respectively, of the Fund's portfolio. The composition of the Fund's portfolio is subject to change. The MSCI EAFE is an unmanaged index of common stocks. You cannot invest directly in an index. Obtain a copy of the Fund's most recent Annual or Semi-Annual Report, containing a complete description of the Fund's portfolio, by calling 1-800-762-6814 or at www.domini.com. This commentary should not be considered a recommendation of the financial attractiveness as an investment of any of the companies mentioned.

This material must be preceded or accompanied by a prospectus. Please read it carefully before investing.

DSIL Investment Services LLC, Distributor. 07/10

MONTHLY TOTAL RETURNS	DOMIX	MSCI EAFE
April	-0.91 %	-1.73 %
May	-12.27 %	-11.37 %
June	-0.26 %	-0.97 %

TOTAL RETURNS THROUGH 6/30/10	DOMIX	MSCI EAFE
Latest Quarter	-13.29%	-13.75%
Year to Date	-12.06%	-12.93%
One Year	4.34%	6.38%
Three Year [†]	-16.79%	-12.94%
Since Inception (12/27/06) [†]	-12.87%	-8.20%

[†]Average annual total returns

Past performance is no guarantee of future results. The Domini International Social Equity Fund is not insured and is subject to market 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. Total return for the Fund is based on the Fund's net asset values and assumes all dividends and capital gains were reinvested. 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.

For the period reported in its current prospectus, the Fund's gross annual operating expenses totaled 2.63% 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 1.60% of its average daily 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.

Investing internationally involves special risks, such as currency fluctuations, social and economic instability, differing securities regulations and accounting standards, limited public information, possible changes in taxation, and periods of illiquidity. These risks are magnified in emerging markets. The Fund's share price is denominated in U.S. dollars and generally will be exposed to foreign currency movements. In addition to other risks, the Fund will benefit when foreign currencies strengthen against the dollar and will be hurt when foreign currencies weaken against the dollar.