IMPORTANT STATE TAX INFORMATION FOR PNC ADVANTAGE FUNDS

Income from U.S. government obligations and agency securities
Income earned from United States government obligations and agency securities is generally exempt from state and local income tax. Please check with your state or local tax office or your tax advisor to determine whether your state or local municipality allows you to exclude some or all of the income you earn from mutual funds that invest in these securities. If you are eligible for this exclusion, multiply the appropriate income percentage listed in the columns of the chart below by the amount in box 1a of your Form 1099-DIV to determine the amount of exempt interest.

<table>
<thead>
<tr>
<th>FUND</th>
<th>% OF INCOME FROM DIRECT U.S. GOVERNMENT OBLIGATIONS</th>
<th>% OF INCOME FROM U.S. GOVERNMENT AGENCY OBLIGATIONS</th>
<th>% OF INCOME FROM OTHER AGENCY OBLIGATIONS ¹</th>
<th>% OF ASSETS HELD IN DIRECT U.S. GOVERNMENT OBLIGATIONS ²</th>
</tr>
</thead>
<tbody>
<tr>
<td>PNC Advantage Institutional Government Money Market Fund</td>
<td>10.12%</td>
<td>21.47%</td>
<td>14.56%</td>
<td>1.51%</td>
</tr>
<tr>
<td>PNC Advantage Institutional Money Market Fund</td>
<td>8.03%</td>
<td>4.09%</td>
<td>1.51%</td>
<td>2.86%</td>
</tr>
<tr>
<td>PNC Advantage Institutional Treasury Money Market Fund</td>
<td>57.03%</td>
<td>0.00%</td>
<td>0.00%</td>
<td>100.00%</td>
</tr>
</tbody>
</table>

Due to statutory limitations, shareholders of the Advantage Funds who are residents of California, Connecticut or New York are not permitted to exclude the portion of ordinary income that represents direct U.S. government obligations from their state income taxes. Please consult your tax advisor.

² For those shareholders who may be required to pay an intangible or personal-property tax, the last column indicates the percentage of assets held in Direct U.S. Government Obligations as of December 31, 2011.

Intangibles Tax
Some states impose an intangibles tax on the taxable net asset value of shares held or gross earnings. Please consult your tax advisor regarding varying requirements by state.

This supplementary tax information is provided to assist you in completing your 2011 tax returns. Please consult your tax advisor if you have any questions about how to report 2011 tax information. You should consider the investment objectives, risks, charges and expenses of the PNC Advantage Funds carefully before investing. A prospectus or summary prospectus with this and other information may be obtained at 1-800-364-4890. Please read the prospectus carefully before investing.

An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Fund seeks to preserve the value of your investment at $1.00 per share, it is possible to lose money by investing in the Fund.

PNC Capital Advisors, LLC (PCA), a subsidiary of The PNC Financial Services Group, Inc., serves as investment adviser and co-administrator to PNC Funds and receives fees for its services. PNC Funds are distributed by Professional Funds Distributor LLC (PFD), 760 Moore Road, King of Prussia, PA 19406. PFD is not affiliated with PCA and is not a bank.

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