TOCQUEVILLE
40 West 57th Street
New York, NY 10019
800.697.3863

The Delafield Fund

July 18, 2016

Dear Fellow Shareholders:

During the quarter, the Delafield Fund's net asset value declined 0.55%, versus increases of 2.46% for the Standard & Poor's 500 Index ("S&P 500") and 3.79% for the Russell 2000 Index ("Russell 2000"), each on a total return basis.* The Fund's net asset value as of June 30, 2016 was $25.16 per share. The total net asset value amounted to $424,930,530 of which 77.48% was invested in equities, with the balance held in reserve.

Year to date, the Fund's net asset value has increased 5.05% versus increases of 3.84% in the S&P 500 and 2.22% in the Russell 2000, each on a total return basis.

Our progress up until the last Friday of the quarter had been quite satisfactory. However, in the two trading days that followed the affirmative "Brexit" vote by the United Kingdom, volatility reasserted itself, and global equity markets plunged. While our reserves helped, they could not shield us from declines in each of those two days. With respect to the "Brexit" outcome, the vote brought to the fore the underlying tensions that exist throughout the developed world between working Main Street, the younger crowd who are lining up for bigger government and more handouts, and the older generation struggling to fund their retirement at a zero percent interest rate. However, from a practical perspective, our view is that the world will go on. At present it is unclear how long it may take to unwind the United Kingdom's relationship with the European Union, if in fact it is to be unwound. Nevertheless, around the world people will continue to drive, eat and shop. And while there may be some uncertainty as to the new rules of the road, corporations, consumers and, over time, regional economies will make the necessary adjustments.

Broader global issues do however continue to worry us. Without question, the slowdown of the Chinese economy means there is too much capacity available in a low-growth world. Hence, corporate expenditures for capital equipment are likely to remain subdued. Overall, business confidence, which we view as a good proxy for economic growth prospects, will be hostage to the uncertainties which have been with us for several years, including terrorist activities, geopolitical concerns, the health of the emerging markets and our own presidential elections this fall.

On the positive side of the ledger is the domestic economic environment, which continues to sustain its moderate strength. Our economy is growing as employment increases, average hourly earnings rise, consumer net worth increases, savings rates are moderate and energy prices are relatively stable. All of this is helping to drive strong consumer confidence.

We have always aimed to increase your capital through our equity investments while keeping reserves as a hedge against uncertainty. In a global economic and political environment such as the current one it seems to us to be the best strategy. Moreover, in a market where valuations seem high by historical standards we believe this is an opportune time for investors like ourselves, who search for misunderstood and unloved companies where change for the better over the intermediate term can drive shareholder returns.

Lastly and most importantly, as anyone who has visited with us knows, we function as a team, and so, in recognition of the importance which Josh Kaufthal and Jamie Maxwell have played for many years in our research effort, we are naming them co-managers of our Fund. We are united in our approach. Our strategy and process will continue unchanged.

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* *The performance data quoted above represents past performance. Past performance does not guarantee future results. The investment return and principle value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. The current performance may be lower or higher than performance data quoted.*

Please visit our website (www.tocqueville.com/mutual-funds/delafield-fund/performance) to obtain the most recent month-end performance data.

We have invested in Aspen Aerogels, Inc. Aspen designs, develops and manufactures aerogel insulation products used in refineries, petrochemical plants, LNG liquefaction terminals, offshore pipelines and power generation facilities. Aerogels, which were first invented in 1931, consist of a lightweight silica solid derived from gel in which the liquid component of the gel has been replaced with gas. They are the most effective thermal insulator in the world. For many years the material was too brittle for most practical uses until Aspen partnered with NASA in the 1990's to develop a manufacturing process that enabled aerogels to be injected within a thin blanket for use as insulation in spacesuits. Today, Aspen's manufacturing process is patent protected by 86 issued and 78 pending patents, and their insulation characteristics enable two to five times better thermal performance and 50 to 80% volume savings versus traditional alternatives. For most of the company's history they have been operating at full capacity and have grown sales from about $60 million in 2012 to roughly $120 million in 2015 by adding additional lines as needed and reducing bottlenecks at a single facility in Providence, Rhode Island. To address future growth prospects the company has begun initial preparation at a second site in Statesboro, Georgia. We expect them to begin construction during the third quarter of 2016, once they have secured required debt financing of about $30 million. The facility will be completed in two phases at a total cost of $110 to $120 million. Each phase will add 20 to 24 million square feet of capacity (compared to 50 to 55 million square feet in Providence). We expect phase one will be complete by 2018 and were recently pleased to learn that BASF (the largest chemical company in the world) has agreed to a supply and material development agreement for commercial construction applications. As part of the deal BASF committed to provide $22 million towards the construction of the facility, which will be repaid as they purchase product. Once both plants are operating at full capacity we expect sales in excess of $250 million with 15% to 20% EBITDA margins. At today's current market cap of around $110 million we believe the valuation is compelling.

In May, the Board of Hewlett Packard Enterprise Company (HPE) announced the intent to spin-off and merge their Enterprise Services business with Computer Sciences Corporation (CSC). The deal, which is expected to close by April 2017, should create approximately $11 billion of value for HPE shareholders in the form of a $1.5 billion cash payment to HPE, the offloading of debt and pension liabilities, and ownership of 50% of the new CSC entity, currently valued at about $7 billion. After the transaction, HPE will focus on server, storage and networking equipment for cloud and data center applications as well as software for IT management, security and big data. The company will be smaller with only about $30 billion in revenues, have a very strong balance sheet with almost $10 billion in net cash (excluding financial services debt) and free cash flow (excluding separation and restructuring payments) of almost $3 billion per year. We estimate that HPE's remaining business will generate approximately $6 billion in EBITDA in FY 2016, valuing the remaining business at less than 3 times EV/EBITDA (excluding financial services, which balances its own debt with its lease portfolio).

We began buying shares in Stage Stores, Inc. during the quarter. Stage is a $1.5 billion in sales department store operator which sells primarily nationally branded apparel through five different store nameplates. The company's store base is concentrated in small under retailed regional markets, where the national brands which they offer are not available at the local mom & pop competitors. We have followed the company since 2013, shortly after a new management team, led by CEO Michael Glazer, was brought in to reinvigorate the business. More recently, their results have been buffeted by both the generally sluggish apparel retail environment, as well as company specific geographic exposure. With about 40% of their store base (representing an estimated one-third of their net sales) located in Texas, Louisiana, Oklahoma and New Mexico, their customers have been particularly hard hit by softness in the energy patch. Weakness in the Mexican Peso, which is off 16% against the U.S. Dollar year-to-date, has also been an issue, as border location stores account for about 6% of their net sales. Over the last three quarters, the company has averaged a roughly 5% same-store sales decline, while energy/border state stores experienced high single digit average declines, and the balance of the store base was off low single digits on average. With earnings expectations now sharply reduced, the shares have collapsed and are off about 70% versus one year ago.

We expect the near term to remain challenging, with estimated earnings per share of $0.27 this year consisting of a loss from store operations, more than offset by an income stream thrown off by their credit card portfolio under a profit share arrangement with the bank which owns it. Longer term, however, Stage is well positioned to generate earnings well in excess of this year's suppressed levels. First, while management has shown an ability to manage inventory and hence merchandise margins well through the downturn, gross margins are down in excess of 300 basis points from what we would consider normal levels. As management takes action to right size the buying and occupancy component of cost of goods, including through store closures, we expect much of this lost margin to return, even in the absence of sales acceleration. In addition, SG&A expense will be down about $25 million from just two years ago, with most of these cuts permanent. Eventually we believe that sales in the energy and border stores will bottom, and in the interim, management continues to execute on a number of early stage initiatives which have already shown the ability to drive topline velocity where in place. These include the introduction of new brands (most recently, Lauren by Ralph Lauren and Camuto sportswear), an expansion of their successful Clinique and Estee Lauder cosmetic counter program, a rollout of updated store fixtures, as well as a more comprehensive store refresh program, which began eighteen months ago and is expected to touch 45% of their store base by year end. Further, following a relaunch of their e-commerce business about a year ago, management is investing in omni-channel capabilities to support growth in the online channel. Importantly, the company has a healthy balance sheet with no near-term maturities, and we believe should continue to generate sufficient cash to self-fund the various programs outlined above. Trading at below four times EV/EBITDA, we believe the valuation reflects only the short-term challenges and none of the value creating initiatives underway.

TEGNA, Inc. is a mini-conglomerate containing one of the largest non-network owned television station groups and two internet businesses, Cars.com and CareerBuilder. The TV division owns 46 stations covering 36 million households primarily in the 50 largest domestic markets including Dallas, Atlanta, and Washington D.C. In 2016, the TV business will generate approximately $2 billion of revenue with 40% operating margins and modest capital requirements. Barriers to entry include multiyear exclusive contracts with the major networks, which provide primetime and sports programming to the independent station owners such as TEGNA, and the products of many of the highest rated, entrenched local news programs in their respective markets.

Cars.com, with 12 million unique visitors, is among the largest internet auto websites in the U.S. The business combines news and editorial features with exhaustive data regarding car makes/models to create a comprehensive research source for "in-market" car buyers. Cars.com will produce approximately $700 million in revenue in 2016 with operating margins over 30%. The company's operates a subscription revenue model whereby over 20,000 franchised car dealers pay between $1,000 to $5,000 per month to list their inventory and generate consumer leads to their dealership.

CareerBuilder is the largest job recruitment board in the U.S. generating $700 million in revenue with 20% operating margins. Today, the majority of the division's revenue is derived from fees paid by companies to post job openings at the site. However, management has been rapidly diversifying by providing human resources management and analytics software through a subscription model to complement its job board.

Currently the stock sells for 10 times earnings because investors fear a structural decline in the TV business. In addition, there are no inherent synergies between the media and digital businesses and its sub-optimal corporate structure likely reduces the company's appeal. Over time, we believe management may separate these entities, resulting in a higher and more appropriate valuation being placed on the distinct businesses. In the near term, management is deploying their significant free cash flow to buy back stock and pay a dividend.

We are aware that many shareholders have not been receiving our quarterly letters since they may not be distributed to those who are not direct shareholders of the Fund. Accordingly, anyone who wishes to be on our mailing list should either call Cleo Kotis or write to us and we will be happy to add you to the list. Cleo can be reached at 212.698.0750.

With very best wishes.

Sincerely,

J. Dennis Delafield	Vincent Sellecchia	Joshua Kaufthal	James Maxwell
Tel. 212.698.0752	Tel. 212.698.0751	Tel. 646.467.6512	Tel. 646.467.6513

P.S. The net asset value per share of the Fund is determined as of the close of regular trading on the New York Stock Exchange (normally 4:00 P.M., Eastern Time) on each Fund Business Day (as fully described in the Fund prospectus). In addition to the Fund's published NASDAQ listing (symbol: DEFIX), you may check its net asset value by calling 800.697.3863 to speak directly to a Fund representative during the normal business hours of 8:00 A.M.-7:00 P.M., Central Standard Time. During off business hours, you may use the same telephone numbers for a pre-recorded message. The 3-digit code number for The Delafield Fund is 924.

Our website address is: www.tocqueville.com/mutual-funds

This discussion reflects the views of the authors as of the date or dates cited and may change at any time. The information should not be construed as investment advice. No representation is made concerning the accuracy of cited data, nor is there any guarantee that any projection, forecast or opinion will be realized.

References to stocks, securities or investments in this writing should not be considered recommendations to buy or sell. Past performance is not a guide to future performance. Securities that are referenced may be held in portfolios managed by Tocqueville or by principals, employees and associates of Tocqueville, and such references should not be deemed as an understanding of any future position, buying or selling, that may be taken by Tocqueville.

TOTAL RETURN WITH INCOME*

Cumulative	Delafield Fund**	S&P 500 Total Index†	Russell 2000 Total Index†
Quarter ended June 30, 2016	-0.55%	2.46%	3.79%
Six months ended June 30, 2016	5.05	3.84	2.22
Inception, November 19, 1993 to June 30, 2016	806.13	606.17	523.14
Annual Average			
One year ended June 30, 2016	-13.05	3.99	-6.73
Three years ended June 30, 2016	-0.77	11.66	7.09
Five years ended June 30, 2016	2.57	12.10	8.35
Ten years ended June 30, 2016	5.46	7.42	6.20
Inception, November 19, 1993 to June 30, 2016	10.24	9.03	8.43

TEN LARGEST HOLDINGS‡

Security Name	% of Total Assets
Flextronics International Ltd.	3.96%
Minerals Technologies, Inc.	3.61%
TrueBlue, Inc.	3.56%
Eastman Chemical Co.	3.44%
Stanley Black & Decker, Inc.	3.01%
Dover Corp.	2.85%
Hewlett Packard Enterprise Co.	2.75%
HB Fuller Co.	2.69%
Boardwalk Pipeline Partners LP	2.57%
Teradyne, Inc.	2.55%
TOTAL	**30.99%**

FEES[(a)]

Shareholder Fees	
(fees paid directly from your investment)	
Maximum Sales Charge Imposed on Purchases	None
Maximum Deferred Sales Charge	None
Maximum Sales Charge Imposed on Reinvested Dividends/Distributions	None
Exchange Fee	None
Annual Fund Operating Expenses	
(expenses that are deducted from Fund assets)	
Management Fees	0.73%
Distribution and Service (12b-1) Fee	0.25%
Other Expenses	0.28%
Total Annual Fund Operating Expenses	**1.26%**

ASSET MIX

	6/30/16	*3/31/16*	*12/31/15*	*9/30/15*	*6/30/15*
Equities	77.48	81.21	84.81	88.70	87.66
Corporate Bonds	0.00	0.00	0.00	0.00	2.37
Real Estate Investment Trust	0.00	0.00	0.00	0.00	0.00
Cash Equivalents	22.52	18.79	15.19	11.30	9.97
TOTAL	100.00%	100.00%	100.00%	100.00%	100.00%

* **The performance data quoted above represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. The current performance may be lower or higher than performance data quoted.**
Please visit our website (www.tocqueville.com/mutual-funds/delafield-fund/performance) to obtain the most recent month-end performance data.
The Delafield Fund may invest in the stocks of smaller companies which carry special risks including narrower markets, limited financial and management resources, less liquidity, and greater volatility than the stocks of larger companies. The Fund's investments, which are often value or special situations, are likely to not correlate with the overall market averages. Hence, there may be periods when the Fund's performance may lag these measures.
Kindly consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund. Please contact us to obtain a prospectus, which should be read carefully before investing. The Tocqueville Mutual Funds may be offered only to persons in the United States and by way of a prospectus. This letter should not be considered a solicitation or offering of any investment products or services to investors residing outside of the United States.
The Delafield Fund is distributed by Tocqueville Securities L.P., 40 West 57th Street, 19th Floor, New York, NY 10019.

** **The Delafield Fund performance is stated after fees.**
Returns for the periods prior to 9/27/09 reflect the performance of Delafield Fund, Inc. (the "Predecessor Delafield Fund"), which was reorganized into the Delafield Fund on 9/28/09. The Predecessor Delafield Fund had the same Portfolio Managers, investment objectives and investment strategies as the Delafield Fund. Performance since 9/28/09 reflects actual Delafield Fund performance.

† **The S&P 500 Index is an unmanaged broad market-weighted average of U.S. blue-chip companies and the Russell 2000 Index is an unmanaged, market-weighted index, with dividends reinvested, of 2,000 small companies, formed by taking the largest 3,000 companies and eliminating the largest 1,000 of those companies. You may not invest directly in the S&P 500 Index or the Russell 2000 Index and, unlike the Fund, they do not incur fees and expenses.**

‡ **Holdings are expressed as a percentage of total investments and will vary over time. Because the Fund is actively managed there can be no assurances the Fund continues to invest in the securities referenced. Additionally, references to specific securities or industries should not be considered a recommendation for investors.**

(a) **Represents information from the prospectus, dated February 26, 2016.**

STATEMENT OF NET ASSETS
June 30, 2016
(Unaudited)

Common Stocks - 77.48%	Shares	Value
Aerospace & Defense - 2.30%		
Ducommun, Inc.(a)	83,100	$ 1,643,718
Honeywell International, Inc.	70,000	8,142,400
		9,786,118
Air Freight & Logistics - 0.15%		
Park-Ohio Holdings Corp.	22,400	633,472
Auto Components - 2.41%		
Gentex Corp.	350,000	5,407,500
Horizon Global Corp.(a)(b)	425,000	4,823,750
		10,231,250
Chemicals - 12.94%		
Calgon Carbon Corp.	300,000	3,945,000
Eastman Chemical Co.	215,000	14,598,500
HB Fuller Co.(b)	260,000	11,437,400
Minerals Technologies, Inc.	270,000	15,336,000
PolyOne Corp.	275,000	9,691,000
		55,007,900
Commercial Services & Supplies - 1.90%		
Team, Inc.(a)	325,000	8,069,750
Construction & Engineering - 1.40%		
KBR, Inc.	450,000	5,958,000
Construction and Engineering - 1.54%		
Aegion Corp.(a)	335,000	6,535,850
Electronic Equipment, Instruments & Components - 9.55%		
Flextronics International Ltd.(a)(c)	1,425,000	16,815,000
Jabil Circuit, Inc.	225,000	4,155,750
Kemet Corp.(a)	1,728,000	5,063,040
Plexus Corp.(a)	140,000	6,048,000
TTM Technologies, Inc.(a)	400,000	3,012,000
Zebra Technologies Corp. - Class A(a)	110,000	5,511,000
		40,604,790
Energy Equipment & Services - 2.59%		
Aspen Aerogels, Inc.(a)	510,400	2,536,688
Frank's International NV(c)	275,000	4,017,750
McDermott International, Inc.(a)(c)	900,000	4,446,000
		11,000,438
Health Care Equipment & Supplies - 0.43%		
Invacare Corp.	150,000	1,819,500
Industrial Conglomerates - 1.12%		
Carlisle Cos, Inc.	45,000	4,755,600
Insurance - 0.94%		
XL Group PLC(c)	120,000	3,997,200

Common Stocks - 77.48%	Shares	Value
Machinery - 10.96%		
Crane Co.	175,000	$ 9,926,000
Dover Corp.	175,000	12,131,000
Harsco Corp.	900,000	5,976,000
Stanley Black & Decker, Inc.	115,000	12,790,300
Xerium Technologies, Inc.(a)(b)	900,000	5,742,000
		46,565,300
Media - 1.50%		
TEGNA, Inc.	275,000	6,371,750
Metals & Mining - 2.12%		
Carpenter Technology Corp.	250,000	8,232,500
Real Industry, Inc.(a)	100,000	777,000
		9,009,500
Oil, Gas & Consumable Fuels - 4.45%		
Boardwalk Pipeline Partners LP	625,000	10,906,250
CONSOL Energy, Inc.	375,000	6,033,750
Marathon Petroleum Corp.	51,500	1,954,940
		18,894,940
Professional Services - 3.56%		
TrueBlue, Inc.(a)	800,000	15,136,000
Semiconductors & Semiconductor Equipment - 2.55%		
Teradyne, Inc.	550,000	10,829,500
Specialty Retail - 2.89%		
Ascena Retail Group, Inc.(a)	1,250,000	8,737,500
Pier 1 Imports, Inc.	500,000	2,570,000
Stage Stores, Inc.	200,000	976,000
		12,283,500
Technology Hardware, Storage & Peripherals - 5.26%		
Diebold, Inc.	430,000	10,676,900
Hewlett Packard Enterprise Co.(a)	640,000	11,692,800
		22,369,700
Textiles, Apparel & Luxury Goods - 3.04%		
PVH Corp.	47,000	4,428,810
Ralph Lauren Corp.	50,000	4,481,000
Sequential Brands Group, Inc.(a)	500,000	3,990,000
		12,899,810
Trading Companies & Distributors - 3.88%		
Rush Enterprises, Inc. - Class A(a)	275,000	5,926,250
WESCO International, Inc.(a)	205,000	10,555,450
		16,481,700
Total Common Stocks (Cost $267,140,392)		**329,241,568**

Short-Term Investments - 10.82%	Shares	Value
Money Market Funds - 4.94%		
STIT-Treasury Portfolio - Institutional Class - 0.26%(d)	20,995,187	$ 20,995,187
	Principal Amount	
U.S. Treasury Bill - 5.88%		
0.251%, 09/15/2016(e)	$25,000,000	24,989,650
Total Short Term Investments (Cost $45,982,056)		**45,984,837**
Total Investments (Cost $313,122,448) - 88.30%		**375,226,405**
Assets in Excess of Other Liabilities - 11.70%		**49,704,125**
Total Net Assets - 100.0%		**$ 424,930,530**

Percentages are stated as a percent of net assets.
(a) Non-income producing security.
(b) Affiliated company.
(c) Foreign issued security. Foreign concentration was as follows: Ireland 0.94%; Netherlands 0.95%; Panama 1.05%; Singapore 3.96%.
(d) Rate listed is the 7-day effective yield
(e) Rate shown is the effective yield based on purchase price. The calculation assumes the security is held to maturity.