

State Farm® Equity & Bond Fund

as of September 30, 2009

State Farm Mutual Fund Trust



Legacy Class A & B Shares and
Class A & B Shares

Investment Objective

Seeks long-term growth of principal while providing some current income.

Investment Strategy

The Equity and Bond Fund invests all of its assets in shares of the State Farm Equity Fund and the State Farm Bond Fund and generally maintains a 60/40 Equity Fund/ Bond Fund split.

Who May Want to Invest?

Those seeking long-term growth.

Portfolio Management

Managed by State Farm Investment Management Corp., which has over 30 years experience managing investment company assets and is responsible for over \$10.7 billion in assets as of September 30, 2009.

For more information, visit your registered State Farm agent, or call our Securities Response Center at 1.800.447.4930.

Portfolio Composition

Top 10 Holdings - Equity Fund

| | |
|----------------------------------|---------------|
| 1. Johnson & Johnson | 2.13% |
| 2. Exxon Mobil Corp. | 1.89% |
| 3. Int'l Business Machines Corp. | 1.87% |
| 4. Cisco Systems Inc. | 1.80% |
| 5. Mastercard Inc | 1.77% |
| 6. CVS Caremark Corp | 1.71% |
| 7. Nike Inc. | 1.71% |
| 8. AT&T Inc. | 1.70% |
| 9. Wells Fargo & Company | 1.66% |
| 10. Union Pacific Corp. | 1.57% |
| Total of Top 10 Holdings | 17.81% |

Top 5 Sectors - Equity Fund

| | |
|-------------------------------|---------------|
| 1. Technology | 21.16% |
| 2. Health Care | 15.94% |
| 3. Consumer Discretionary | 15.29% |
| 4. Energy | 11.72% |
| 5. Financials | 11.22% |
| Total of Top 5 Sectors | 75.33% |

Total Net Assets

Legacy Class A & B: \$102,067,486.95
Class A & B: \$27,208,958.96

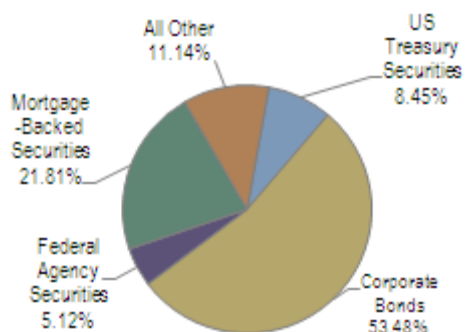
All information is provided for informational purposes only and should not be deemed as recommendations to buy the securities mentioned above.

Total Number of Securities - Equity Fund: 122

Average Maturity - Bond Fund (as of Sep. 30, 2009): 4.44 Years

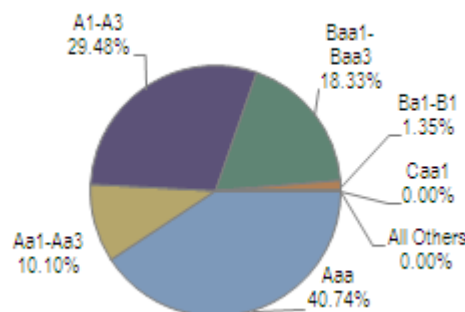
Duration* - Bond Fund (as of Sep. 30, 2009): 3.88 Years

*Option-Adjusted Duration - A measure of a bond's (or portfolio's) sensitivity to changes in interest rates. Calculated as the average percentage change in a bond's value (price plus accrued interest) under shifts of the Treasury Yield Curve +/- 100 basis points. Incorporates the effect of embedded options for corporate bonds and changes in pre-payments for mortgage-backed securities.



Composition of Assets-Bond Fund (as of Sep. 30, 2009)

| | |
|--|--------|
| 1. U.S. Treasury Securities | 8.45% |
| 2. Corporate Bonds | 53.48% |
| 3. Federal Agency Securities | 5.12% |
| 4. Mortgage-Backed Securities | 21.81% |
| 5. All Other (Includes Cash Equivalents) | 11.14% |



Credit Quality Breakdown-Bond Fund (as of Sep. 30, 2009)

| | |
|--|--------|
| 1. Aaa | 40.74% |
| 2. Aa1-Aa3 | 10.10% |
| 3. A1-A3 | 29.48% |
| 4. Baa1-Baa3 | 18.33% |
| 5. Ba1-B1 | 1.35% |
| 6. Caa1 | 0.00% |
| 7. All Other (Includes Cash Equivalents) | 0.00% |

Fund Facts

| | Legacy Class A Shares | Legacy Class B Shares | Legacy Class A Shares | Legacy Class B Shares |
|-----------|--------------------------|--------------------------|--------------------------|--------------------------|
| Inception | 12/18/2000 | 12/18/2000 | 5/1/2006 | 5/1/2006 |
| Symbol | SLBAX | SLBBX | NBSAX | NBSBX |
| CUSIP | 85-6852843 | 85-6852835 | 85-6853718 | 85-6853692 |

Investment Minimums*

| | |
|----------------------------|----------|
| Initial Lump Sum: | \$250.00 |
| Automatic Investment Plan: | \$50.00 |

*Additional fees may apply to certain accounts with balances less than \$1,000.

Performance as of September 30, 2009

| State Farm Equity and Bond Fund - Average Annual Total Returns | | | | | |
|--|--------|--------|--------|--------|-----------------|
| | YTD | 1-Year | 3-Year | 5-Year | Since Inception |
| Legacy Class A | | | | | |
| NAV | 11.82% | -3.62% | -5.25% | 0.01% | 0.13% |
| w/sales charge | 8.42% | -6.53% | -6.21% | -0.60% | -0.21% |
| Class A³ | | | | | |
| NAV | 11.93% | -3.48% | -5.22% | 0.02% | 0.13% |
| w/sales charge | 6.39% | -8.31% | -6.82% | -1.01% | -0.46% |
| Legacy Class B | | | | | |
| NAV | 11.44% | -4.04% | -5.65% | -0.39% | -0.24% |
| w/sales charge | 8.44% | -6.68% | -6.35% | -0.71% | -0.24% |
| Class B⁴ | | | | | |
| NAV | 11.29% | -4.12% | -5.85% | -0.64% | -0.49% |
| w/sales charge | 6.29% | -8.53% | -6.75% | -1.04% | -0.49% |

| Total Annual Operating Expenses | | |
|---------------------------------|-------|--------------------|
| | Gross | Net ^{1,2} |
| Legacy Class A | 1.08% | 0.98% |
| Class A | 1.08% | 0.98% |
| Legacy Class B | 1.48% | 1.38% |
| Class B | 1.68% | 1.58% |

| State Farm Equity and Bond Fund - NAV Total Returns At-a-Glance* | | | | |
|--|---------------|---------------|---------------|-------------------|
| | Year-End 2006 | Year-End 2007 | Year-End 2008 | Year-to-Date 2009 |
| Legacy Class A NAV | 11.05% | -1.27% | -25.57% | 11.82% |
| Class A NAV ³ | 11.09% | -1.35% | -25.61% | 11.93% |
| Legacy Class B NAV | 10.56% | -1.66% | -25.87% | 11.44% |
| Class B NAV ⁴ | 10.35% | -2.06% | -25.99% | 11.29% |

*These figures do not reflect the value of shares acquired through reinvestment of all dividends and of all capital gain distributions for the period. If sales charges were included, returns would be lower than indicated. The performance for other share classes will vary.

| Composite Index* | | | | | |
|--|--------|--------|--------|--------|------------------|
| Blended Benchmark ⁵ - Total Returns | | | | | |
| | YTD | 1-Year | 3-Year | 5-Year | Since 12/18/2000 |
| NAV | 14.16% | 0.63% | -0.41% | 2.95% | 2.26% |

*A theoretical investment in an index does not reflect any expenses. It is not possible to invest directly in an index.

This performance data represents past performance and does not guarantee future results. There is no guarantee that the circumstances leading to this performance will be replicated in the future. Investment return and principal value will fluctuate and fund shares, when redeemed, may be worth less than their original cost. Year-to-date and since inception total return are the compounded rate of change in value during a period of investment, including the value of shares acquired through reinvestment of all dividends and of all capital gain distributions for the period. These figures are based on an investment at the beginning of the period through the end of the period and reflect all applicable fees and expenses, including either:

- A maximum sales charge of 3.00% for Legacy Class A shares and maximum contingent deferred sales charges on Legacy Class B shares of 3.00% during year one, 2.75% in years two and three, 2.50% in year four, 2.00% in year five, 1.00% in year six, and 0.00% in year seven, as applicable and an annual 12b-1 fee of 0.25% for Legacy Class A shares and 0.65% for Legacy Class B shares; or
- A maximum sales charge of 5.00% for Class A shares and maximum contingent deferred sales charges on Class B shares of 5.00% during year one, 4.25% in year two 3.50% in year three, 2.75% in year four, 2.00% in year five, 1.00% in year six, and 0.00% in year seven, as applicable and an annual 12b-1 fee of 0.25% for Class A shares and 0.95% for Class B shares.

NAV Total Return does not include any initial sales charge or contingent deferred sales charge for any shares. These figures do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares. **Recent performance may be less than the figures shown.** Obtain total returns current to the most recent month-end at statefarm.com[®] under the Mutual Funds tab.

¹ State Farm Investment Management Corp., the investment advisor for each fund, has voluntarily agreed to reimburse each fund for certain annual operating expenses. This agreement may be eliminated at any time.

² State Farm Investment Management Corp has agreed to waive certain fees for the Equity and Bond Fund. State Farm Investment Management Corp. has also agreed to reimburse the Equity and Bond Fund for certain expenses incurred by the Fund. This expense reimbursement and waiver is voluntary and may be eliminated at any time.

³ For the time period prior to May 1, 2006, the performance data quoted in this report for State Farm Class A shares is the performance for the Legacy Class A shares adjusted to include the maximum sales charge associated with Class A shares. Legacy Class A shares and Class A shares are comprised of the same underlying securities portfolio and have the same investment objectives and annual operating expenses. Legacy Class A shares have a maximum sales load of 3.00%. Class A shares have a maximum sales load of 5.00% except for the Bond Fund and the Tax Advantaged Bond Fund, which have a maximum sales load of 3.00%. Neither the Class A Money Market Fund nor the Legacy Class A Money Market Fund have a sales load. Class A shares have an inception date of May 1, 2006. Legacy Class A shares have an inception date of December 18, 2000, except for the LifePath[®] Funds, which have an inception date of May 9, 2003.

⁴ For the time period prior to May 1, 2006, the performance data quoted in this report for State Farm Class B shares is the performance for the Legacy Class B shares adjusted to include the higher contingent deferred sales charges and the higher 12b-1 fees associated with Class B shares. Legacy Class B shares and Class B shares are comprised of the same underlying securities portfolio and have the same investment objectives and annual operating expenses, except for 12b-1 fees. The annual 12b-1 fee for Legacy Class B shares is .65% for all the funds except the Money Market Fund, which is .55%. The annual 12b-1 fee for Class B shares is .95% for all the funds except the Bond Fund and the Tax Advantaged Bond Fund, which are .65% and the Money Market Fund, which is .55%. Class B shares have an inception date of May 1, 2006. Legacy Class B shares have an inception date of December 18, 2000, except for the LifePath[®] Funds, which have an inception date of May 9, 2003.

⁵ This Blended Benchmark reflects a combination of 60% of the S&P 500[®] Index[†] and 40% of the Barclays Capital U.S. Aggregate Bond Index[‡].

[†] The S&P 500[®] Index tracks the common stock performance of large U.S. companies. In total, the S&P 500 is comprised of 500 common stocks.

[‡] The Barclays Capital U.S. Aggregate Bond Index represents debt securities in the U.S. investment grade fixed rate taxable bond market, including government and corporate debt securities, mortgage pass-through debt securities and asset-backed debt securities with maturities greater than one year.

Class B shares are not available for purchase in SEP, SIMPLE, Retirement Plan Funding Program, 401(k), and Profit-Sharing Plans established after April 30, 2006. LifePath® Funds are registered trademarks of Barclays Global Investors, N.A.

There is no assurance that the fund will achieve its investment objective. An investment should be made with an understanding of the risks that an investment in equity securities entails. These include the risk that the financial condition of the issuers of the securities in the portfolio, or the condition of the stock market in general, may decline. Fund shares, when redeemed, may be worth more or less than their original cost. Generally, the Equity and Bond Fund attempts to maintain approximately 60% of its net assets in shares of the State Farm Equity Fund and 40% of its net assets in shares of the Bond Fund. The underlying Equity Fund generally invests at least 80% of its assets in common stocks and other equity securities of U.S. companies with market capitalizations of at least \$1.5 billion. The fund may invest up to 25% of its assets in equity securities and depository receipts of foreign companies. Investing in foreign securities involves risks not normally associated with investing in the U.S. including higher trading and custody costs, less stringent accounting, legal, and reporting practices, potential for political and economic instabilities, and the fluctuation and potential regulation of currency exchange and exchange rate. The underlying Bond Fund invests in debt securities. Varying economic and market conditions may affect the value of, and yields on, the debt securities the Bond Fund holds. There may be changes in the issuer's ability to make timely interest and principal payments. The market prices of debt securities generally move inversely to changes in the interest rates. Therefore, the Bond Fund's net asset value can be expected to rise when interest rates decline and decline when interest rates rise. Mortgage-backed securities tend not to move in the same manner, as homeowners prepayment of their mortgage obligations generally accelerates during a period of falling interest rates, which can affect the prices of the mortgage securities the Bond Fund holds.

State Farm Mutual Funds are available through prospectus by registered representatives of State Farm VP Management Corp., One State Farm Plaza, Bloomington, Illinois 61710, 1-800-447-4930. Please read the prospectus and consider the investment objectives, risks, charges and expenses and other information it contains about State Farm Mutual Funds carefully before investing.

| | |
|---------------------|---|
| NOT FDIC INSURED | • MAY LOSE VALUE • NO BANK GUARANTEE |
|---------------------|---|



AP2009/10/9837