

Highlights

Fund Name:	Liberty All-Star® Growth Fund, Inc.
Fund Type:	Closed-end, multi-managed
Ticker Symbols:	Market Price: ASG NAV: XASGX
Investment Advisor:	ALPS Advisors, Inc. (ALPS)
Inception Date:	March 14, 1986 (formerly the Charles Allmon Trust, Inc.), effective in November 1995, the Fund was renamed Liberty All-Star Growth Fund, Inc. and in 2007 ALPS assumed management of the Fund.

Investment Approach

Fund Style: All-Cap Growth

Fund Strategy: Combines three growth style investment managers, each with a distinct capitalization focus (small-, mid- and large-cap) selected and monitored by the Fund's Investment Advisor.

Investment Managers: M.A. Weatherbie & Company, Inc.
Small-Cap Growth | Matthew A. Weatherbie, CFA
TCW Investment Management Company
Mid-Cap Growth | Brendt Stallings, CFA
Large-Cap Growth | Craig C. Blum, CFA

Distributions

Distribution Frequency: Quarterly
6% of net asset value (NAV) per annum

Distribution Policy: The current policy is to pay distributions on its common shares totaling approximately 6 percent of its net asset value per year, payable in four quarterly installments of 1.5% of the Fund's net asset value at the close of the New York Stock Exchange on the Friday prior to each quarterly declaration date. **The fixed distributions are not related to the amount of the Fund's net investment income or net realized capital gains or losses and may be taxed as ordinary income up to the amount of the Fund's current and accumulated earnings and profits.** If, for any calendar year, the total distributions made under the distribution policy exceed the Fund's net investment income and net realized capital gains, the excess will generally be treated as a non-taxable return of capital, reducing the shareholder's adjusted basis in his or her shares. If the Fund's net investment income and net realized capital gains for any year exceed the amount distributed under the distribution policy, the Fund may, in its discretion, retain and not distribute net realized capital gains and pay income tax thereon to the extent of such excess.

Fund Data as of June 30, 2010

NAV	\$3.76
Market Price (ASG)	\$3.41
Discount	9.3%
YTD Dividends	\$0.12
Net Assets	\$113
Expense Ratio	1.97%

Sector Breakdown (% of equity portfolio)*

Information Technology	24.5%
Industrials	21.7%
Health Care	21.0%
Financials	11.3%
Consumer Discretionary	8.2%
Energy	7.6%
Consumer Staples	2.5%
Materials	1.6%
Telecommunication Services	0.9%
Utilities	0.7%

* Based on Standard & Poor's and MSCI Barra Global Industry Classification Standard (GICS).
The Liberty All-Star Growth Fund is a Closed-end fund and does not continuously offer shares.

Top 10 Holdings (holdings are subject to change)

Salesforce.com, Inc.	Rockwell Automation, Inc.
C.H. Robinson	Masimo Corp.
Worldwide, Inc.	ACE Ltd.
Apple, Inc.	Google, Inc., Class A
Intuitive Surgical, Inc.	QUALCOMM, Inc.
Core Laboratories N.V.	

Annualized Performance Summary

	NAV	NAV Reinvested	Market Price Reinvested
1 Year	16.93%	17.64%	33.27%
3 Years	-6.15%	-5.38%	-7.46%
5 Years	0.66%	1.31%	-1.02%
10 Years	-3.12%	-2.64%	-2.06%

Returns for the Fund are total returns, which include dividends, after deducting fund expenses. The Fund's performance is calculated assuming that a shareholder reinvested all distributions and exercised all primary rights in the Fund's rights offerings. Past performance cannot predict future investment results.

Performance will fluctuate with changes in market conditions. Current performance may be lower or higher than the performance data shown. Performance information shown does not reflect the deduction of taxes that shareholders would pay on Fund distributions or the sale of Fund shares. An investment in the Fund involves risk, including loss of principal.



Most mutual funds are run by a single portfolio manager or an in-house team of managers pursuing a particular investment style. But a style that produces strong returns one year may produce disappointing results the next. That's a prescription for increased volatility.

The Liberty All-Star® Growth Fund's Investment Advisor, ALPS Advisors, Inc., utilizes multi-management, the same approach that is practiced by most large institutions, such as pension and endowment funds. Rather than rely on a single investment manager, multi-management combines managers who practice different investment styles and/or different strategies within a style in order to reduce volatility while pursuing attractive returns.

The investment managers in the All-Star Growth Fund all practice the growth style of investing, but each emphasizes a different part of the capitalization spectrum. Their capitalization focus is described in the pie chart below.

All-Star Growth investment managers are defined by several characteristics:

- A constant focus on the growth style of investing.
- A disciplined investment decision-making process.
- Continuity among the investment professionals, so that those who have built the record remain the managers.
- A well-managed, highly responsive organization.

The Investment Adviser's Multi-Management Approach is Based on Manager Evaluation and, Occasionally, Replacement.

The Advisor conducts continuing evaluation of the investment managers. The purpose is to be sure that each is still the best choice for the All-Star Growth Fund. Through frequent meetings with the portfolio managers, as well as through other qualitative and quantitative analyses, each manager is continually evaluated to assure that:

- They are consistently practicing their investment style.
- Their transactions and holdings reflect their style.
- Their organization and investment process continue to support their style.
- Their investment performance is competitive when compared with other managers practicing a similar style.

Also, the Advisor is alert to assuring the proficiency of the investment manager team. The objective is to be certain that the team remains an optimal combination, giving the All-Star Growth Fund the full benefits of multi-management. The procedures include:

- Assuring that the Fund's total portfolio has the proper investment characteristics.
- Active rebalancing among investment managers.
- Researching new managers as possible future managers.
- Making manager changes when necessary.

M.A. Weatherbie & Co., Inc.

Portfolio Manager -

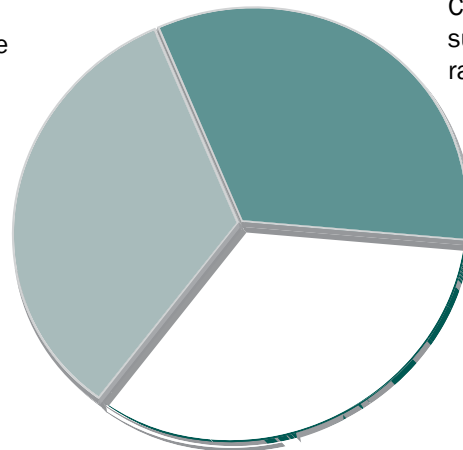
Matthew A. Weatherbie, CFA

Companies with enduring competitive advantages and high, sustainable earnings growth.

TCW Investment Management Company

Portfolio Manager - Brendt Stallings, CFA

Companies with competitive advantages and superior business models that should result in rapidly growing sales and earnings.



TCW Investment Management Company

Portfolio Manager - Craig C. Blum, CFA

Companies that have superior sales growth, leading and/or rising market shares, and high and/or rising profit margins.