

PORTFOLIO COMMENTARY

SECOND
QUARTER
2010



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Calvert Large Cap Growth Fund

Calvert Large Cap Growth Fund (Class A shares at NAV) returned -12.37% for the quarter ended June 30, 2010. The Fund underperformed its benchmark, the Standard & Poor's (S&P) 500 Index, which returned -11.43%. The Fund's relative underweighting of defensive sectors such as Consumer Staples and Utilities was the primary factor behind its underperformance of the benchmark.

Market Review

After four straight quarters of overall positive returns, the broad stock market took a downward tumble in the second quarter of 2010. Volatility was rampant, and stock prices were steadily beaten down during the period and then knocked out as the quarter came to a close. Many investors seemed to be pulling out of stocks to avoid risk in search of "safe" alternatives like gold. The "flash crash" on May 6 and questions of harm done by high-frequency traders trying to algorithmically game the system are forcing regulators to take notice. Financial

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HISTORICAL FUND PERFORMANCE

Average Annual Total Returns as of 6/30/2010. Inception Date 8/5/1994.

CALVERT LARGE CAP GROWTH FUND	QTR	YTD	1YR	3YRS	5YRS	10YRS	SINCE INCEPTION
A Shares at NAV	-12.37%	-7.75%	14.33%	-11.43%	-2.45%	-3.05%	7.22%
A Shares Max load of 4.75%	-16.52	-12.14	8.92	-12.85	-3.40	-3.52	6.90
S&P 500 Index Monthly Reinvested	-11.43	-6.65	14.43	-9.81	-0.79	-1.59	7.22

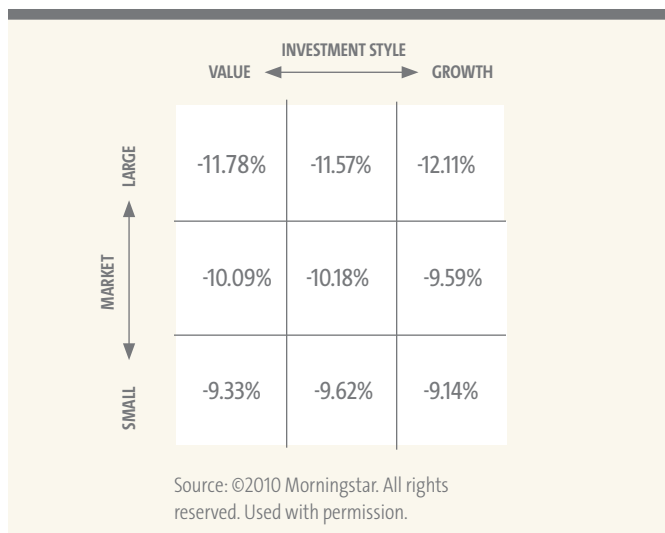
Source: Calvert Performance Analytics

Gross expense ratio: 1.38%. Net expense ratio: 1.27%. Performance data quoted already reflects deduction of fund operating expenses. Net expense ratio reflects contractual fee waiver and/or expense reimbursement through January 31, 2011.

The Social Responsibility Portfolio of Bridgeway Fund, Inc. ("Bridgeway") was reorganized into the Class I shares of the Calvert Large Cap Growth Fund, which commenced operations on 10/31/00. Performance results for Class A shares of Calvert Large Cap Growth Fund prior to 10/31/00 reflect the performance of Class I, i.e., Bridgeway (but have been adjusted to reflect the Class A sales charges).

The performance data quoted represents past performance, which 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 their original cost. Current performance may be higher or lower than the performance data quoted. Index reflects no deductions for fees or expenses. An investor cannot invest directly in an index. Visit www.calvert.com to obtain performance data current to the most recent month-end.





markets are under tighter regulatory scrutiny as the days of free markets for big U.S. banks and some other financial institutions appear to be coming to a close. Protecting consumers and avoiding any further bailouts of financial firms are now government priorities.

With so many “macro” situations coming into play, company-level economics were still not the major drivers of stock prices. However, at least the “junk rally” factors of 2009 seem to have significantly abated. For example, the half of the companies in the S&P 500 Index with higher debt levels only slightly outperformed the lower-debt half

10 BEST PERFORMERS FOR THE QUARTER

As of 6/30/2010

RANK	COMPANY	INDUSTRY	% RETURN	% OF FUND
1	Qwestar	Gas Utilities	12.9% ¹	0.00% ¹
2	Amerisourcebergen	Health Care Providers & Services	10.1%	1.63%
3	Apple	Computers	7.0%	4.17%
4	Intel	Semiconductors	6.9%	0.00%
5	Dolby Laboratories	Electronic Equipment	6.9%	1.44%
6	Dollar Tree	Multiline Retail	5.5%	1.59%
7	Family Dollar Stores	Multiline Retail	3.4%	1.29%
8	Aluminum Corp. of China	Metals & Mining	3.3% ¹	0.00% ¹
9	Viacom	Media	2.8% ¹	0.00% ¹
10	McKesson	Health Care Providers & Services	2.5%	1.40%

in the second quarter of 2010. Although their returns were still negative, the more conservative sectors of the economy (such as Consumer Staples and Utilities) were the strongest-performing areas of the S&P 500 Index during this declining market.

As presented at left, according to Morningstar each “corner” of the domestic stock market had a negative return for the quarter ending June 30, 2010. The average domestic stock declined 10.61% for the period. Overall, the market did punish small-cap stocks a little less than large caps, which is not what we would normally expect in this type of market downturn. Large-cap growth stocks were the weakest area of the market.

Portfolio Review

Sector and stock view. The Fund continued to maintain an overweight to the Information Technology sector relative to the S&P 500 Index. This is primarily the result of the significant representation of IT stocks on the growth side of the market as opposed to a disproportionate number of stock model picks. Overall, the large IT exposure neither helped nor hurt the Fund’s relative performance.

The Fund did miss some opportunities to enhance performance by being underweight to more defensive sectors such as Utilities and Consumer Staples. However,

10 WORST PERFORMERS FOR THE QUARTER

As of 6/30/2010

RANK	COMPANY	INDUSTRY	% RETURN	% OF FUND
1	Research in Motion	Communications Equipment	-33.4%	1.17%
2	Sony	Electronic Equipment	-30.8%	0.58%
3	Seagate Technology	Computers & Peripherals	-28.6%	0.89%
4	Walgreen	Food & Staples Retailing	-27.7%	0.86%
5	Potash Corp. of Saskatchewan	Chemicals	-27.7%	0.88%
6	eBay	Internet Software & Services	-27.3%	0.49%
7	Barclays	Commercial Banks	-26.7%	1.02%
8	ITT Educational Services	Diversified Consumer Services	-26.2%	0.88%
9	Noble	Energy Equipment & Services	-26.0%	1.87%
10	Banco Bilco Vizcaya	Banks	-25.9% ¹	0.00% ¹

1. The Fund sold this position during the second quarter. The return shown is for the time period that the Fund held the stock during the quarter, not for the full quarter.

relative underweights to two of the hardest-hit sectors for the quarter—Financials and Energy—made up for some of the performance drag from the underweighting of defensive sectors. The Fund did have some good stock selections from the Health Care and Industrials sectors; companies like Amerisourcebergen and Cooper Industries produced relatively strong returns during the second quarter.

Model view. Looking back on the second quarter of 2010 compared to 2009 as a whole, we saw more variation in the returns of the models that we use to pick stocks for the Fund. These results are more indicative of a “normal” market, which we see as a hopeful sign. Overall, this reflected broader market trends: value is outperforming growth and providing a cushion as the market spirals downward, and our faster-moving growth (opportunistic) model underperformed its slower-moving counterpart.

Company level performance: best and worst. Stocks in a variety of industries made up the Fund’s list of best performers for the June quarter. As of the end of the quarter, the Fund’s single largest holding was tech favorite Apple, which contributed to the Fund’s total return.

However, another tech name, Amazon.com, was the biggest detractor from Fund performance during the quarter as a result of the size of the Fund’s holdings of the company and the stock’s poor performance. Both Dolby Laboratories and Dollar Tree appeared on the list of best performers for both this quarter and the first quarter of 2010.

The Fund’s poorest-performing stocks came from 10 unique industry groups.

Outlook

There was definitely a lot of uncertainty in the market during the second quarter, with unemployment still high and some talk about the possibility of a “double-dip” recession. The turnaround in small-cap stocks over the last year has truly been spectacular; we are hopeful that large-cap growth stocks will come back into favor with similar newfound positive momentum. As always, the Fund is fully invested (holding very little cash) and is therefore poised for more of an upturn in large-cap growth stocks. ■

This commentary represents the opinions of its author as of 6/30/2010, and may change based on market and other conditions. The author’s opinions are not intended to forecast future events, guarantee future results, or serve as investment advice.

As of June 30, 2010, Calvert Large Cap Growth Fund’s holdings included Cooper Industries (1.54% of the portfolio) and Amazon.com (3.26%). Calvert may or may not still invest in, and is not recommending any action on, companies listed. For the most recently available information on individual holdings in each Calvert sustainable and responsible equity fund, visit www.calvert.com. Current and future portfolio holdings are subject to market risk.

Investment in mutual funds involves risk, including possible loss of principal invested. You could lose money on your investment in the Fund, or the Fund could underperform, because of the following risks: a) the stock market may fall in value, causing prices of stocks held by the Fund to fall, b) the individual stocks in the Fund may not perform as expected, and c) the Fund’s portfolio management practices may not achieve the desired result. In addition, large-cap companies may be unable to respond quickly to new competitive challenges such as changes in technology, and also may not be able to attain the high growth rate of successful smaller companies, especially during extended periods of economic expansion.

For more information on any Calvert fund, please contact your financial advisor, call Calvert at 800.368.2748 or visit www.calvert.com for a free summary prospectus and/or prospectus. An institutional investor should call Calvert at 800.327.2109. An investor should consider the investment objectives, risks, charges, and expenses of an investment carefully before investing. The summary prospectus and prospectus contain this and other information. Read them carefully before you invest or send money.

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