The Mellon Funds

Mellon Large Cap Stock Fund

Mellon Income Stock Fund

Mellon Mid Cap Stock Fund

Mellon Small Cap Stock Fund

Mellon International Fund

Mellon Emerging Markets Fund

Mellon Balanced Fund

ANNUAL REPORT August 31, 2005

Mellon

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For More Information

The views expressed herein are current to the date of this report. These views and the composition of the funds' portfolios are subject to change at any time based on market and other conditions.

The Funds

LETTER FROM THE PRESIDENT

Dear Shareholder:

This annual report for The Mellon Funds covers the period from September 1, 2004, through August 31, 2005. Inside, you'll find valuable information about how the funds were managed during the reporting period, including discussions with each fund's portfolio manager.

On average, U.S. stock prices ended the reporting period higher than where they began. However, most of the equity markets' gains occurred during the closing months of 2004. So far in 2005, positive factors, including steady economic growth and higher corporate profits, were largely offset by headwinds, such as sharply higher energy prices and rising short-term interest rates. Against the same backdrop and, contrary to historical norms, bonds generally rallied as inflation appeared to remain low and demand for U.S. fixed-income securities was robust, particularly from overseas investors. In global markets, international stocks generally rose more than U.S. stocks over the past year, with gains achieved in the industrialized markets of Europe and Asia, as well as many of the emerging markets.

Recent shocks to the U.S. economy — including sharply higher gasoline prices and other consequences of Hurricane Katrina — have added a degree of uncertainty to the outlook for stocks and bonds. However, our economists currently believe that the economy should continue to grow without either entering a recession or triggering a significant acceleration of inflation. As always, we encourage you to discuss the potential implications of these and other matters with your portfolio manager.

Thank you for your continued confidence and support.

Sincerely,

Lawrence P. Keblusek
President
Mellon Funds Trust
September 15, 2005

DISCUSSION OF FUND PERFORMANCE

Michael D. Weiner, Portfolio Manager

How did Mellon Large Cap Stock Fund perform relative to its benchmark?

For the 12-month reporting period ended August 31, 2005, the fund's Class M shares produced a total return of 13.27% while its Investor shares produced a total return of 13.08%.[1] In comparison, the total return of the Standard & Poor's 500 Composite Stock Price Index ("S&P 500 Index"), the fund's benchmark, was 12.55% for the same period.[2]

We attribute these results to an expanding economy and growing corporate earnings, which offset the negative impact of rising interest rates and higher oil and gas prices. The fund had mildly stronger performance than its benchmark, primarily due to the success of our stock selection strategy in the energy, consumer discretionary and industrial sectors.

On a separate note, Michael D. Weiner became the fund's portfolio manager on December 31, 2004.

What is the fund's investment approach?

Effective December 31, 2004, the fund changed the way it describes its investment objective, which is to seek capital appreciation. To pursue its goal, the fund normally invests at least 80% of its assets in stocks of large-cap companies. Stocks are chosen through a disciplined investment process that combines computer modeling techniques, fundamental analysis and risk management.

When selecting securities, we use a computer model to identify and rank stocks within an industry or sector, based on:

- *Value*, or how a stock is priced relative to its perceived intrinsic worth;
- *Growth,* in this case the sustainability or growth of earnings; and
- *Financial profile,* which measures the financial health of the company.

Next, a team of experienced analysts examines the fundamentals of the higher-ranked securities. The portfolio manager then decides which stocks to purchase and whether any current holdings should be sold.

We also attempt to manage the risks by diversifying across companies and industries. The fund is structured so that its sector weightings and risk characteristics are generally similar to those of the S&P 500 Index.

What other factors influenced the fund's performance?

Although we choose the fund's investments based on our "bottom-up" stock selection process and not according to broad economic or market trends, it is worth noting that stocks generally overcame concerns related to surging energy prices and rising interest rates, and were driven higher by improving investor sentiment amid higher corporate earnings in a moderately expanding U.S. economy. However, most of the market's gains were achieved in the final weeks of 2004. Despite periodic rallies and declines, the market gained relatively little ground overall during the first eight months of 2005.

Energy stocks represented a notable exception to the broader market's trends, as they were driven higher throughout the reporting period by sharply higher oil and gas prices amid robust industrial demand for energy and constrained U.S. refinery capacity. The fund's energy holdings outperformed the benchmark's energy component, fueled by especially strong returns from integrated oil and gas companies, such as ConocoPhillips, Exxon Mobil and Occidental Petroleum. Independent oil and gas exploration and production companies, such as Devon Energy and XTO Energy, further contributed to the fund's relatively strong energy returns.

Consumer discretionary and industrial holdings also produced relatively attractive returns. In the consumer discretionary sector, returns proved to be particularly strong among media holdings, such as The Walt Disney

Company; specialty retailers, such as Chico's FAS; and multiline retailers, such as Nordstrom and Target. Top industrial holdings included construction machinery maker Caterpillar; climate control and industrial machinery company Ingersoll-Rand; and electrical component manufacturer ITT Industries.

Other notably good performers included electric utility Exelon, food and tobacco giant Altria Group, and several health care stocks, such as insurers UnitedHealth Group and Aetna, and biotechnology concern Amgen. On the whole, however, the fund's health care holdings produced mixed results compared to the benchmark. The strong gains cited above were balanced by relatively weak returns from pharmaceutical giants Pfizer and Merck, medical device maker Boston Scientific and insurer AIG.

In addition, the fund's results in the technology and financials sectors trailed the benchmark slightly. While most holdings performed reasonably well, the fund did not invest in several of the companies that produced the greatest gains in the benchmark.

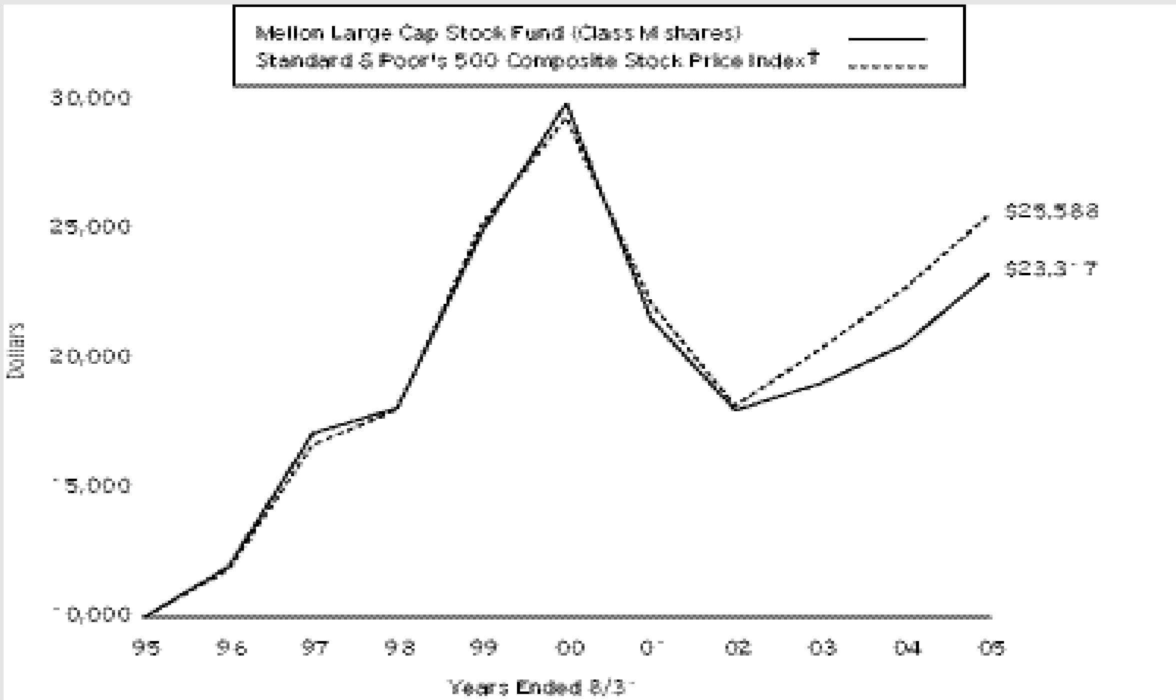
What is the fund's current strategy?

We believe the current economic environment of moderate growth, low inflation and gradual interest-rate increases remains generally positive for large-cap stocks. At the same time, we are concerned about the impact of soaring energy prices, which could slow future economic growth. Accordingly, we have focused on what we believe are high-quality companies with sound business fundamentals, strong cash flows and good prospects for meeting analysts' earnings expectations. As part of our risk management discipline, the fund's sector allocations roughly match those of the benchmark. However, the fund currently maintains slightly greater exposure than the S&P 500 Index to energy stocks, where commodity prices appear likely to remain high, and slightly less exposure to the financials sector, especially companies that tend to be sensitive to rising interest rates.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects the monthly reinvestment of dividends and, where applicable, capital gain distributions. The Standard & Poor's 500 Composite Stock Price Index is a widely accepted, unmanaged index of U.S. stock market performance.*



Comparison of change in value of $10,000 investment in Mellon Large Cap Stock Fund Class M shares and the Standard & Poor's 500 Composite Stock Price Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		13.27%	(4.87)%	8.83%	
Investor shares	7/11/01	13.08%	–	–	0.54%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Large Cap Stock Fund on 8/31/95 to a $10,000 investment made in the Standard & Poor's 500 Composite Stock Price Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund (and those of another CTF) were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a widely accepted, unmanaged index of U.S. stock market performance. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

D. Gary Richardson, Portfolio Manager

How did Mellon Income Stock Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares produced a total return of 16.23%, and its Investor shares produced a total return of 16.00%.[1] In comparison, the Russell 1000 Value Index, the fund's benchmark, provided a total return of 16.86%.[2]

We attribute these results primarily to the positive effects of sustained economic growth and improving business fundamentals for many companies. Returns were particularly impressive from energy stocks, which were driven higher by surging commodity prices amid rising global demand for a limited supply of oil and gas. The fund achieved particularly strong results in the energy, utilities, consumer staples and materials and processing sectors. However, relatively weak returns in the health care and financials sectors caused the fund's total return to lag slightly behind its benchmark.

What is the fund's investment approach?

Effective December 31, 2004, the fund changed the way it describes its investment objective, which is to seek total return (consisting of capital appreciation and income). To pursue its goal, the fund normally invests at least 80% of its assets in stocks. The fund seeks to invest primarily in dividend-paying stocks. Stocks are chosen through a disciplined investment process that combines computer modeling techniques, fundamental analysis and risk management. Because the fund seeks to invest primarily in dividend-paying stocks, it generally emphasizes stocks with value characteristics, although it may also purchase growth stocks.

When selecting securities, we use a computer model to identify and rank stocks within an industry or sector, based on:

- *Value*, or how a stock is priced relative to its perceived intrinsic worth;
- *Growth,* in this case the sustainability or growth of earnings; and
- *Financial profile,* which measures the financial health of the company.

Next, based on fundamental analysis, we generally select the most attractive of the higher-ranked securities. The portfolio manager then decides which stocks to purchase and whether any current holdings should be sold. We also attempt to manage the risks by diversifying broadly across companies and industries, limiting the potential adverse impact of any one stock or industry on the overall portfolio. In an attempt to earn higher yields, the fund may at times invest a higher percentage of assets than its benchmark in certain industry sectors.

What other factors influenced the fund's performance?

The fund outperformed its benchmark in the energy sector due to the fund's slightly overweighted exposure to energy companies and to good individual stock selections within the sector. The fund's performance benefited from longstanding holdings, such as refinery specialist Sunoco and integrated oil and gas company ConocoPhillips, as well as more recent additions to the fund, such as oil services provider Halliburton and diversified producer Marathon Oil.

Our stock selection strategy generated relatively strong returns in several other sectors as well. Among the fund's holdings in the utilities sector, electricity generating companies such as Exelon, PPL and Constellation Energy Group benefited from high levels of industrial demand and recent legislation that opened the sector to new mergers-and-acquisitions opportunities. In the consumer staples sector, the fund established a position in natural food retailer Whole Foods Market, which experienced significant growth as consumers became more health-conscious, enhancing the fund's returns. Altria Group and other tobacco holdings also contributed positively to the fund's performance, as litigation concerns eased and business prospects improved. Timely sales of other consumer staples holdings, such as Sara Lee and ConAgra Foods, further bolstered the fund's relative performance. In the materials and processing area, specialty chemical company Monsanto contributed to the fund's performance, as did Eastman Chemical. Finally, in the consumer discretionary sector, a buyout of May Department Stores increased the value of the fund's position.

On the other hand, the fund's health care holdings were hurt by a variety of regulatory issues and patent expirations among large pharmaceutical companies. In the financials sector, the fund's investments in large banks, such as JP Morgan Chase & Co. and Citigroup, suffered due to rising interest rates. The fund's underweighted exposure to real estate investment trusts (REITs) and life insurance providers — two areas that produced surprisingly good returns during the reporting period — further detracted from the fund's performance relative to the benchmark.

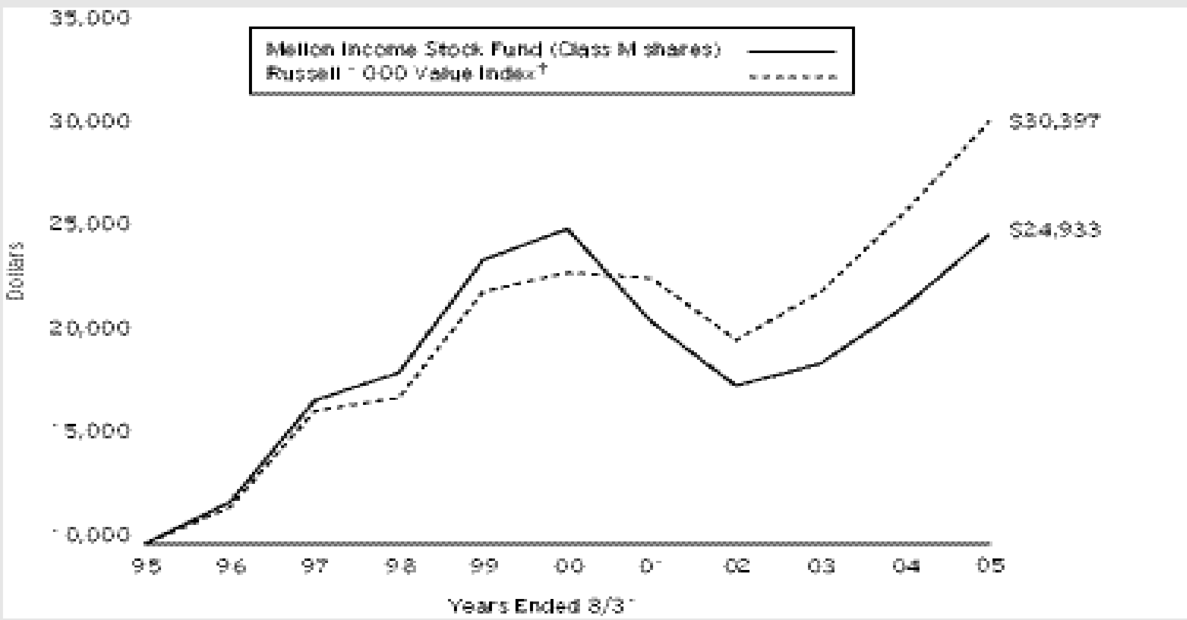
What is the fund's current strategy?

As of the end of the reporting period, we have continued to maintain the fund's slightly overweighted exposure to the energy sector, where the impact of Hurricane Katrina on refinery operations along the Gulf Coast appears likely to intensify the current imbalance between energy supply and demand. We also have increased the fund's holdings of utility stocks in light of recent legislation enhancing the sector's mergers-and-acquisitions potential. Conversely, the fund holds slightly less exposure than the benchmark to the financials and consumer discretionary sectors, which we believe may be vulnerable to rising interest rates.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects the reinvestment of dividends and, where applicable, capital gain distributions. The Russell 1000 Value Index is an unmanaged index that measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values.*



Comparison of change in value of $10,000 investment in Mellon Income Stock Fund Class M shares and the Russell 1000 Value Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		16.23%	(0.21)%	9.57%	
Investor shares	7/11/01	16.00%	–	–	3.75%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Income Stock Fund on 8/31/95 to a $10,000 investment made in the Russell 1000 Value Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund (and those of another CTF) were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

James C. Wadsworth, Portfolio Manager

How did the Mellon Mid Cap Stock Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund produced total returns of 28.41% for its Class M shares, 28.05% for its Investor shares and 27.11% for its Dreyfus Premier shares.[1] In comparison, the Standard & Poor's MidCap 400 Index ("S&P 400 Index"), the fund's benchmark, produced a total return of 24.82% for the same period.[2]

Midcap stock prices moved higher during the reporting period as steady economic growth and rising corporate profits outweighed negative influences, such as soaring energy prices and rising interest rates. The fund produced higher returns than its benchmark, primarily due to the success of our stock selection strategy across a variety of market sectors.

What is the fund's investment approach?

Effective December 31, 2004, the fund changed the way it describes its investment objective, which is to seek capital appreciation. To pursue its goal, the fund normally invests at least 80% of its assets in stocks of midcap domestic companies, whose market capitalizations generally range between $1 billion and $10 billion at the time of purchase. Stocks are chosen through a disciplined investment process that combines computer modeling techniques, fundamental analysis and risk management.

When selecting securities, we use a computer model to identify and rank stocks within each industry or sector, based on:

- *Value*, or how a stock is priced relative to its perceived intrinsic worth;
- *Growth,* in this case the sustainability or growth of earnings; and
- *Financial profile,* which measures the financial health of the company.

Next, based on fundamental analysis, we generally select the most attractive of the higher-ranked securities, drawing on a variety of sources, including internal analysts and external Wall Street research. Finally, we use portfolio construction techniques to manage sector and industry risks. Our goal is to keep those risks at levels that are similar to those of the S&P 400 Index. For example, if the S&P 400 Index has a 10% weighting in a particular sector, about 10% of the fund's assets will also normally be invested in that sector.

What other factors influenced the fund's performance?

Stocks generally were hindered when the reporting period began by investors' concerns regarding the sustainability of economic growth and the uncertainty of a contentious political environment. These issues largely were resolved by early November, when new signs of economic strength appeared and the presidential election ended. Stocks rallied sharply in the closing weeks of 2004, accounting for a substantial portion of the market's gains for the reporting period. Although 2005 so far has proved to be a less favorable environment for many stocks, midcap stocks generally fared better than their large- and small-cap counterparts. Many midcap companies posted better financial results than analysts forecasted, helping them overcome adverse influences such as surging energy prices and higher interest rates.

The fund achieved above-average results in eight of the 10 market sectors that comprise its benchmark, with particularly strong results in the energy sector and materials sector. Many energy stocks benefited from higher oil and gas prices, including natural gas producer Southwestern Energy and refiner Premcor, which was the subject of an acquisition offer from Valero Energy. In the materials sector, the fund enjoyed especially strong returns from coal miner Peabody Energy. In a related development, mining equipment manufacturer Joy Global benefited from rising customer demand.

Other holdings that benefited the fund's performance for the reporting period included apparel retailers Chico's FAS and Nordstrom, whose affluent customers continued to spend despite higher gasoline prices. In the financial sector, asset manager Legg Mason, commodities exchange Chicago Mercantile Exchange and online broker Ameritrade Holding posted attractive gains due to favorable trends in their niche markets. Finally, homebuilder Toll Brothers continued to benefit from higher prices for single family homes in affluent residential communities.

Although some of the fund's technology holdings proved to be disappointing, a modest underweighting to the technology sector helped cushion the effect. Nonetheless, technology outsourcing provider Sirva was hurt by accounting restatements, and the purchase of outsourcer Cognizant Technology Solutions undermined the fund's relative performance. In the industrials sector, Dycom Industries underperformed when reported and prospective earnings per share were revised downward.

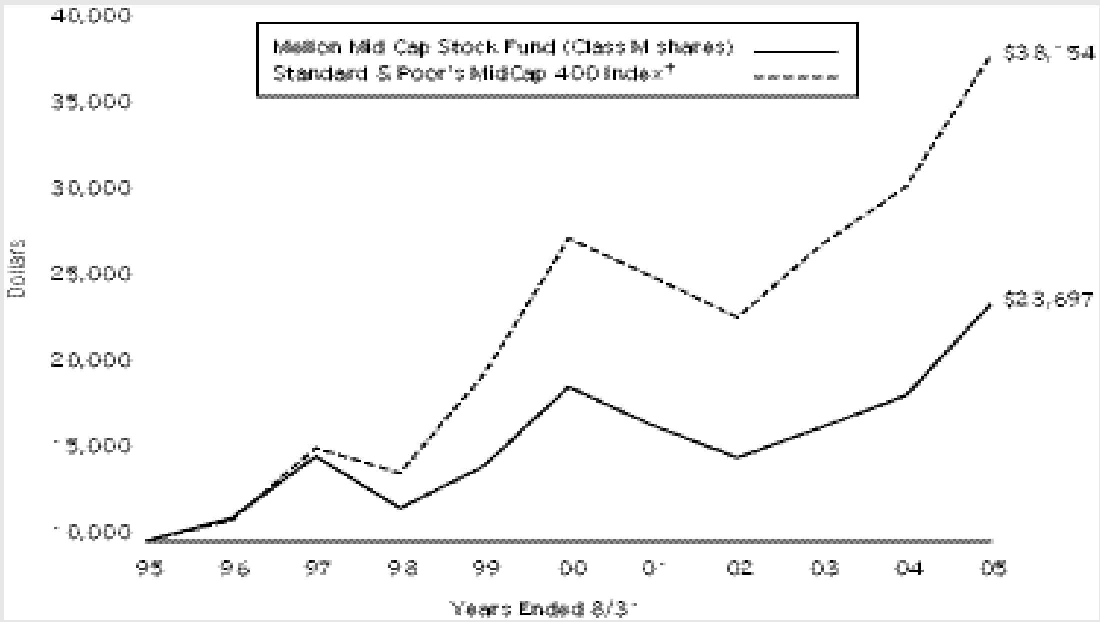
What is the fund's current strategy?

We have continued to emphasize energy stocks positioned to benefit from higher prices for natural gas. In the industrials sector, we have focused on engineering and construction companies that we believe should benefit from the repair of facilities along the Gulf Coast in the wake of Hurricanes Katrina and Rita. In the materials sector, we added a position in a producer of highway construction materials. In addition, we have reduced the number of holdings in the fund to 151 as of the end of the reporting period. In our view, the fund is well-positioned to participate in the potential of midcap companies that retain the opportunity for further growth.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Standard & Poor's MidCap 400 Index is a widely accepted, unmanaged total return index measuring the performance of the midsize company segment of the U.S. stock market.*



Comparison of change in value of $10,000 investment in Mellon Mid Cap Stock Fund Class M shares and the Standard & Poor's MidCap 400 Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		28.41%	4.59%	9.01%	
Investor shares	7/11/01	28.05%	–	–	8.27%
Dreyfus Premier shares					
with applicable redemption ††	9/6/02	23.11%	–	–	15.50%
without redemption	9/6/02	27.11%	–	–	16.25%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Mid Cap Stock Fund on 8/31/95 to a $10,000 investment made in the Standard & Poor's MidCap 400 Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a widely accepted, unmanaged total return index measuring the performance of the midsize company segment of the U.S. stock market. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

†† The maximum contingent deferred sales charge for Dreyfus Premier shares is 4%. After six years Dreyfus Premier shares convert to Investor shares.

DISCUSSION OF FUND PERFORMANCE

Dwight Cowden, Portfolio Manager

How did Mellon Small Cap Stock Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares produced a total return of 17.86%, and its Investor shares produced a total return of 17.55%.[1] In comparison, the fund's benchmark, the Standard & Poor's SmallCap 600 Index ("S&P 600 Index"), produced a total return of 26.49% for the same period.[2]

Faster-than-anticipated economic growth offset concerns regarding rising interest rates and higher energy prices, allowing for a robust market environment for small-cap stocks during the reporting period. All of the economic sectors in the S&P 600 Index produced positive returns, led by the energy and utilities areas, where surging oil and gas prices led to sharply higher earnings. While the fund participated to a significant degree in the market's good performance, its results underperformed its benchmark, mainly because micro-cap stocks within the S&P 600 Index fared better than stocks toward the upper end of the small-cap range, where the fund primarily focused.

What is the fund's investment approach?

Effective December 31, 2004, the fund changed the way it describes its investment objective, which is to seek capital appreciation. To pursue its goal, the fund normally invests at least 80% of its assets in stocks of small capitalization companies whose market capitalizations generally range between $100 million and $3 billion at the time of purchase. The fund invests in growth and value stocks, which are chosen through a disciplined investment process that combines computer modeling techniques, fundamental analysis and risk management.

When selecting securities, we use a computer model to identify and rank stocks within an industry or sector, based on:

- *Value*, or how a stock is priced relative to its perceived intrinsic worth;
- *Growth,* which measures the sustainability and rate of growth of earnings; and
- *Financial profile,* which measures the financial health of the company.

Next, we examine the fundamentals of the higher-ranked securities. Using these insights, we select what we believe are the most attractive securities identified by the model. Finally, we use portfolio construction techniques to manage sector and industry risks. We attempt to keep those risks at levels that are similar to those of the S&P 600 Index. For example, if the S&P 600 Index has a 10% weighting in a particular sector, about 10% of the fund's assets will also normally be invested in that sector.

What other factors influenced the fund's performance?

Although we choose stocks through our bottom-up security selection process, and not in response to broader economic or market trends, it is worth noting that small-cap stocks produced substantially higher returns than large-cap stocks during the reporting period. A growing economy and sound business conditions apparently made investors more comfortable with the risks of smaller companies. In addition, small-cap stocks generally were not affected by the regulatory concerns that hurt several large health care and financial services companies.

Energy and utilities stocks provided the fund with especially strong contributions to its relative performance over the reporting period, as sharply higher oil and gas prices benefited both groups. Holdings in the energy sector that helped the fund's performance included petroleum refiner Frontier Oil, as well as exploration and production companies, such as Energy Partners. In the utilities sector, our stock selection strategy identified Energen Corporation, UGI Corporation and CMS Energy which also benefited the fund's performance.

On the other hand, disappointing stock selection and sector allocation decisions undermined results from the fund's technology and health care holdings. In the technology area, oversupply issues and low factory utilization rates continued to adversely affect the semiconductor and semiconductor equipment industries. As a result, holdings such as MIPS Technologies, Axcelis Technologies, and ChipMOS Technologies posted negative earnings reports. In the health care sector, medical products manufacturer Merit Medical Systems announced disappointing earnings due to competitive pressures that eroded demand for its products. Pediatric services provider Pediatrix Medical Group fell on concerns that future margins could decline due to a change in revenue sources.

What is the fund's current strategy?

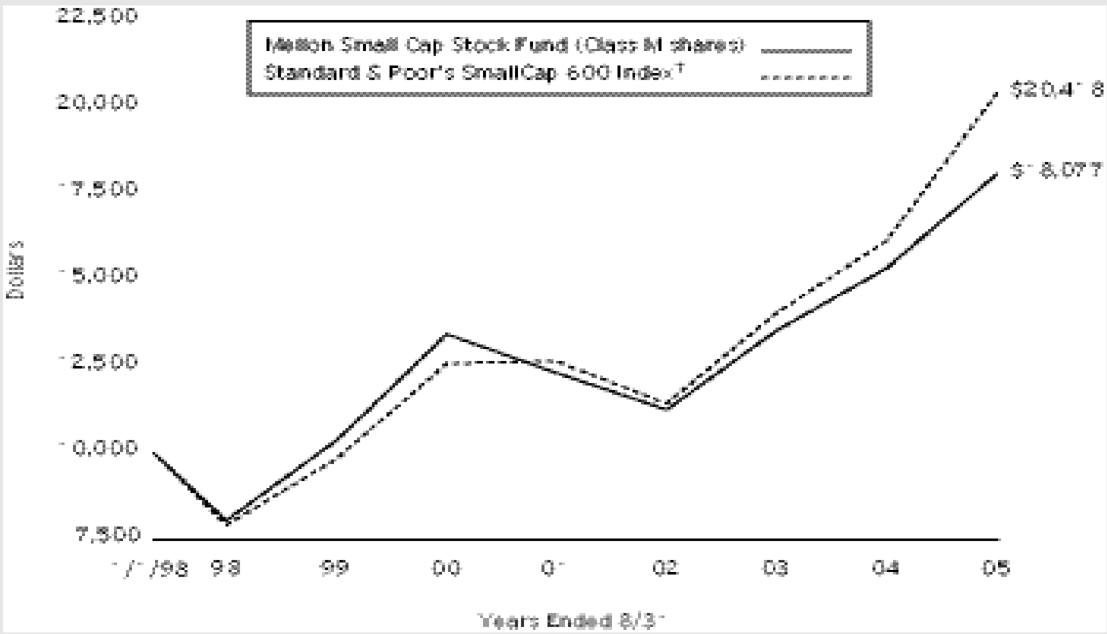
We have continued to manage the fund utilizing our proprietary quantitative model and fundamental analysis, an approach that tends to give the fund a bias toward higher-quality companies. In our view, quality companies tend to outperform over the long term.

We also have continued to maintain a generally sector-neutral position in most market sectors. However, because we believe energy prices and rising interest rates are likely to have negative implications for consumer spending and economic growth, we recently reduced the fund's exposure to the consumer discretionary sector. We also remain cautious with regard to the financials sector, where higher interest rates may put pressure on profit margins. Conversely, we have modestly increased the fund's exposure to the health care and technology sectors, where we believe market forces may benefit companies that have defendable product niches and attractive valuations.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*
Part of the fund's recent performance is attributable to positive returns from its initial public offering (IPO) investments. There can be no guarantee that IPOs will have or continue to have a positive effect on the fund's performance.

2 *SOURCE: LIPPER INC. — Reflects the reinvestment of dividends and, where applicable, capital gain distributions. The Standard & Poor's SmallCap 600 Index is a broad-based index and a widely accepted, unmanaged index of overall small-cap stock market performance.*



Comparison of change in value of $10,000 investment in Mellon Small Cap Stock Fund Class M shares and the Standard & Poor's SmallCap 600 Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	From Inception
Class M shares	1/1/98	17.86%	6.09%	8.04%
Investor shares	7/11/01	17.55%	–	9.46%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

Part of the fund's recent performance is attributable to positive returns from its initial public offering (IPO) investments. There can be no guarantee that IPOs will have or continue to have a positive effect on the fund's performance.

The above graph compares a $10,000 investment made in Class M shares of Mellon Small Cap Stock Fund on 1/1/98 (inception date) to a $10,000 investment made in the Standard & Poor's SmallCap 600 Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a widely accepted, unmanaged index of overall small-cap stock market performance which does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

D. Kirk Henry and Remi J. Browne,
Portfolio Managers

How did Mellon International Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares produced a total return of 19.51%, and its Investor shares produced a total return of 19.24%.[1] The fund's benchmark, the Morgan Stanley Capital International Europe, Australasia, Far East Index ("MSCI EAFE Index"), produced a total return of 23.58% for the same period.[2]

We attribute the market's returns to steady global economic growth and improved corporate earnings, which helped bolster investor sentiment in many regions of the world. The fund's returns trailed the benchmark, chiefly due to its exposure in the materials sector, higher weight in Japan, and our stock selection in the technology sector.

On a separate note, effective June 30, 2005, Remi J. Browne, CFA, became a co-primary portfolio manager of the fund and is responsible for the portion of the fund's portfolio that is managed in accordance with the core investment style.

What is the fund's investment approach?

The fund seeks long-term capital growth. To pursue this goal, the fund normally invests at least 65% of its total assets in equity securities of foreign issuers.

Since June 30, 2005, the fund generally invests most of its cash inflows (purchases of fund shares and reinvested distributions) in accordance with a core investment style under the direction of the fund's co-primary portfolio manager, Remi J. Browne. The fund's portfolio as of June 30, 2005, will continue to be managed in accordance with the value-oriented investment style under the direction of the fund's other co-primary portfolio manager D. Kirk Henry. The allocation of cash inflows and outflows will be at the discretion of the investment adviser depending on the circumstances; however, under normal circumstances, generally between 90% to 100% of cash inflows will be allocated to the core investment style. We believe that by implementing a core investment style with respect to such assets, the fund may take advantage of investment opportunities in international markets that may not fall within the value-oriented investment style previously employed for the fund's entire portfolio.

Pursuant to the core investment style, under normal circumstances, at least 80% of the fund's cash inflows allocated to this style is invested in equity securities of companies located in the foreign countries represented in the MSCI EAFE Index and Canada.

The fund will continue to invest in stocks that appear to be undervalued (as measured by their price/earnings ratios), but stocks purchased pursuant to the core investment style may have value and/or growth characteristics. The core investment style portfolio manager employs a bottom-up investment approach which emphasizes individual stock selection. The core investment style stock selection process is designed to produce a diversified portfolio that, relative to the MSCI EAFE Index, has a below-average price/earnings ratio and an above-average earnings growth trend.

The fund's investment approach for the portion of the fund using the value-oriented investment style is research-driven and risk-averse. When selecting stocks, we identify potential investments through extensive quantitative and fundamental research. Emphasizing individual stock selection over economic or industry trends, the fund focuses on three key factors: value, business health and business momentum.

What other factors influenced the fund's performance?

Steady global economic growth, rising commodity prices and higher corporate earnings helped international stock markets post generally strong returns over the reporting period's first half. Europe's economic recovery gained some momentum, the result of corporate restructuring efforts, which helped boost returns in Germany, France and Italy. The United Kingdom posted more modest gains due to lackluster consumer spending and market volatility following the London terrorist attacks. During the second half of the reporting period, international stock market returns moderated as investors became concerned that corporate earnings and global economic growth might already have peaked.

Not surprisingly, energy stocks provided the greatest contributions to the fund's returns, as they continued to benefit from surging oil and gas prices. The fund's performance was helped by returns from integrated oil producers such as France's Total, Italy's ENI and Spanish refiner RepsolYPF. Conversely, Ciba Specialty Chemicals declined due to profit pressure from rising fuel costs.

Widespread corporate restructuring in Germany helped boost profits for several holdings in the fund's portfolio, including automobile manufacturer Volkswagen and insurance firm Allianz. In France, information technology firm Thomson, which specializes in the film industry, benefited from the release of new editing software.

In the United Kingdom, solid commodity prices benefited the fund's longstanding metals and mining holding, Rio Tinto, while defense contractor BAE Systems and drug producer GlaxoSmithKline fared well due to a shift in market leadership toward companies with records of consistent earnings growth in a variety of economic conditions.

On the other hand, the fund's performance was hindered by its overweighted position in Japan, which lagged most other markets during the reporting period. Our stock selection strategy in Japan, which focused on information technology and domestic stocks, also undermined the fund's relative performance. To a lesser degree, the fund's limited exposure to metals stocks in Australia, which we regarded as fully valued, also detracted from the fund's relative performance.

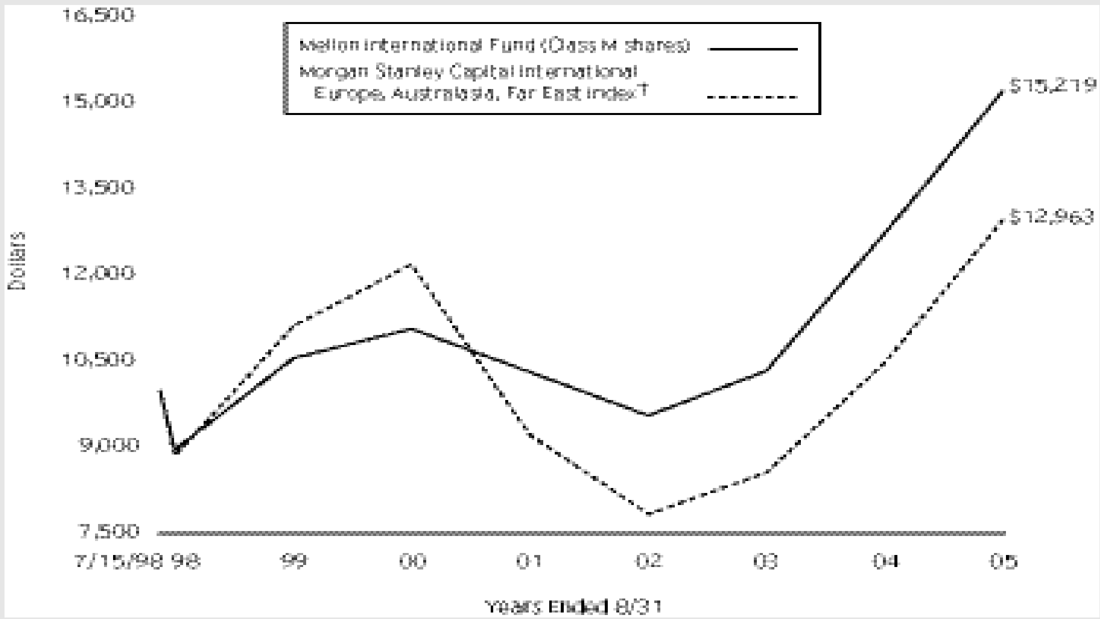
What is the fund's current strategy?

As of the end of the reporting period, we have trimmed positions that have reached our price targets, locking in their gains. In our view, many international stocks have become more fully valued in today's market environment. In markets such as these, patience and discipline are central to our strategy of seeking high-quality companies that may have been overlooked by the market. However, our longer-term outlook for the international stock markets remains positive, and we expect our quantitative and fundamental analyses to help us identify new opportunities as they arise.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of net dividends and, where applicable, capital gain distributions. The Morgan Stanley Capital International Europe, Australasia, Far East (MSCI EAFE) Index is an unmanaged index composed of a sample of companies representative of the market structure of European and Pacific Basin countries.*



Comparison of change in value of $10,000 investment in Mellon International Fund Class M shares and the Morgan Stanley Capital International Europe, Australasia, Far East Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	From Inception
Class M shares	7/15/98	19.51%	6.58%	6.07%
Investor shares	7/11/01	19.24%	–	10.21%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon International Fund on 7/15/98 (inception date) to a $10,000 investment made in the Morgan Stanley Capital International Europe, Australasia, Far East Index (the "Index") on that date. For comparative purposes, the value of the Index on 6/30/98 is used as the beginning value on 7/15/98. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund (and those of another CTF) were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a free float-adjusted market capitalization index that is designed to measure developed market equity performance, excluding the U.S. and Canada. The Index consists of 21 MSCI developed market country indices. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

D. Kirk Henry and Remi J. Browne,
Portfolio Managers

How did Mellon Emerging Markets Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares produced a total return of 36.62%, and the fund's Investor shares produced a total return of 36.26%.[1] In comparison, the Morgan Stanley Capital International Emerging Markets Index ("MSCI EM Index"), the fund's benchmark, provided a total return of 42.40% for the same period.[2]

Companies in the emerging markets benefited during the reporting period from ongoing global economic growth and higher prices for many exports, especially natural resources. The fund's returns trailed the benchmark, mostly due to its limited exposure to Mexican stocks trading at what we believed were relatively high valuations. In addition, the fund's stock selection in information technology and telecommunications services also detracted from its relative performance.

On a separate note, effective June 30, 2005, Remi J. Browne, CFA, became a co-primary portfolio manager of the fund and is responsible for the portion of the fund's portfolio that is managed in accordance with the core investment style.

What is the fund's investment approach?

The fund seeks long-term capital growth. To pursue its goal, the fund invests at least 80% of its assets in equity securities of companies organized, or with a majority of assets or operations, in countries considered to be emerging markets.

Since June 30, 2005, the fund generally invests most of its cash inflows (purchases of fund shares and reinvested distributions) in accordance with a core investment style under the direction of the fund's co-primary portfolio manager, Remi J. Browne. The fund's portfolio as of June 30, 2005, will continue to be managed in accordance with the value-oriented investment style under the direction of the fund's other co-primary portfolio manager, D. Kirk Henry. The allocation of cash inflows and outflows will be at the discretion of the investment adviser depending on the circumstances; however, under normal circumstances, generally between 90% to 100% of cash inflows will be allocated to the core investment style. We believe that by implementing a core investment style with respect to such assets, the fund may take advantage of investment opportunities in emerging markets that may not fall within the value-oriented investment style previously employed for the fund's entire portfolio.

Pursuant to the core investment style, under normal circumstances, at least 80% of the fund's cash inflows allocated to this style are invested in equity securities of companies located in the foreign countries represented in the MSCI EM Index.

The fund will continue to invest in stocks that appear to be undervalued (as measured by their price/earnings ratios), but stocks purchased pursuant to the core investment style may have value and/or growth characteristics. The core investment style portfolio manager employs a bottom-up investment approach which emphasizes individual stock selection. The core investment style stock selection process is designed to produce a diversified portfolio that, relative to the MSCI EM Index, has a below-average price/earnings ratio and an above-average earnings growth trend.

When choosing stocks for the portion of the fund using value-oriented investment style, we use a research-driven and risk-adverse approach. We identify potential investments through extensive quantitative and fundamental research. Emphasizing individual stock selection rather than economic and industry trends, we focus on three key factors: value, business health and business momentum.

What other factors influenced the fund's performance?

We attribute the emerging markets' strong performance during the reporting period primarily to the effects of a strengthening global economy. The emerging markets — which are rich in oil, iron and other natural resources — benefited from rising global demand for industrial and construction materials. In addition, many companies in the emerging markets benefited from stronger domestic economies. Finally, with interest rates at low levels in the United States, Japan and most of Europe, international investors were attracted by the higher potential returns offered by the emerging markets.

The fund achieved good results from its holdings in Russia, where oil exporter LUKOIL posted especially strong gains. While the company performed well due to rising oil and gas prices, it also cut costs, boosting earnings further. A number of holdings in South Africa contributed positively to the fund's performance. A strong local currency and low inflation enabled the country's central bank to reduce interest rates. At the same time, the South African government implemented programs to boost employment and consumer spending. These factors helped fuel gains in bank holding company Nedbank Group (formerly Nedcor), furniture producer Steinhoff International Holdings, energy producer Sasol, metals and mining firm Impala Platinum and diversified industrial conglomerate Bidvest Group.

The fund also achieved attractive returns from its holdings in South Korea, one of the fund's largest areas of investment and a market that has been out of favor with investors for some time now. Korea Electric Power benefited from solid electricity demand and a strong local currency, which helped offset the effects of higher prices for raw materials.

On the other hand, the fund's relative performance was hindered by its lack of exposure to two Mexican firms that are part of the MSCI EM Index but which we believed were too richly valued to meet our investment criteria. Certain textile exporters in Brazil also undermined the fund's returns, as did South African paper companies, where earnings growth has been slow. Finally, returns from the fund's holdings in semiconductor and contract manufacturers in Taiwan proved to be disappointing.

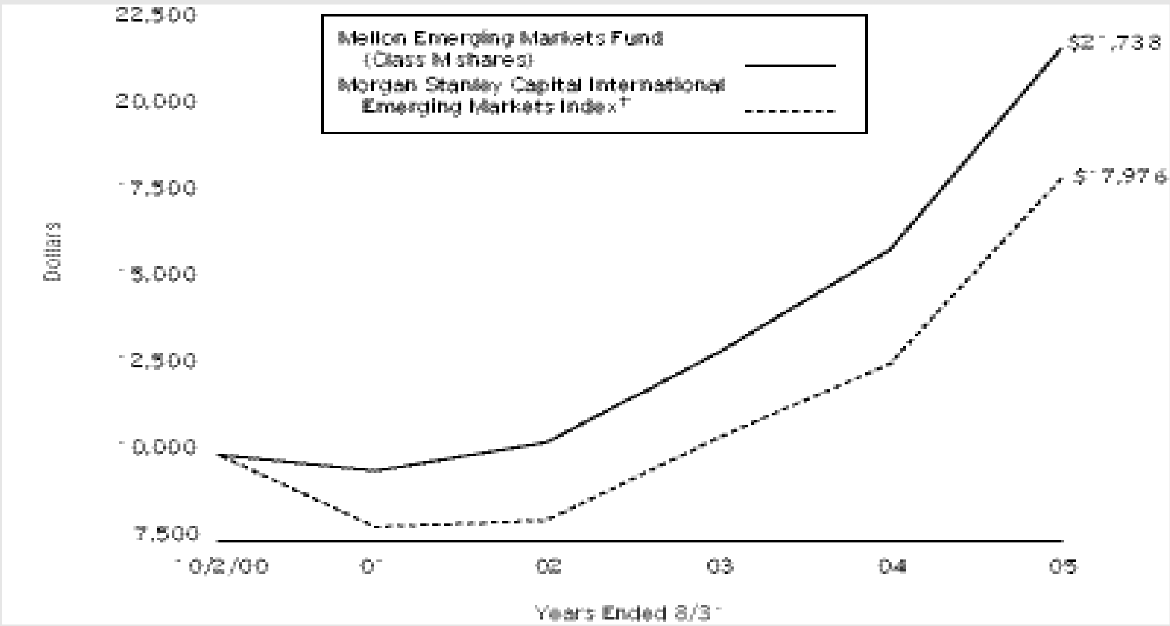
What is the fund's current strategy?

As of the end of the reporting period, we have trimmed positions that have reached our price targets, locking in their gains. In our view, many stocks in today's emerging markets have become more fully valued. In investment environments such as these, patience and discipline are central to our strategy of seeking high-quality companies that may have been overlooked by the market. However, our longer-term outlook for stocks in the emerging markets remains positive, and we expect our quantitative and fundamental analyses to help us identify new opportunities as they arise.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of gross dividends and, where applicable, capital gain distributions. The Morgan Stanley Capital International Emerging Markets (MSCI EM) Index is a market capitalization-weighted index composed of companies representative of the market structure of 26 emerging market countries in Europe, Latin America and the Pacific Basin.*



Comparison of change in value of $10,000 investment in Mellon Emerging Markets Fund Class M shares and the Morgan Stanley Capital International Emerging Markets Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	From Inception
Class M shares	10/2/00	36.62%	17.13%
Investor shares	7/11/01	36.26%	21.19%

† *Source: Lipper Inc.*

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Emerging Markets Fund on 10/2/00 (inception date) to a $10,000 investment made in the Morgan Stanley Capital International Emerging Markets Index (the "Index") on that date. For comparative purposes, the value of the Index on 9/30/00 is used as the beginning value on 10/2/00. All dividends and capital gain distributions are reinvested.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a market capitalization-weighted index composed of companies representative of the market structure of 26 emerging market countries in Europe, Latin America and the Pacific Basin. The Index excludes closed markets and those shares in otherwise free markets, which are not purchasable by foreigners. The Index includes gross dividends reinvested and does not take into account charges, fees and other expenses. These factors can contribute to the Index potentially outperforming the fund. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

Michael D. Weiner and Lawrence R. Dunn, Portfolio Managers

How did Mellon Balanced Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares produced a total return of 12.78% while its Investor shares produced a total return of 12.56%.[1] In comparison, the fund's benchmark, a blended index composed of 60% Standard & Poor's 500 Composite Stock Price Index ("S&P 500 Index") and 40% Lehman Brothers U.S. Aggregate Index, produced a 9.19% total return for the same period.[2] Separately, the S&P 500 Index and the Lehman Brothers U.S. Aggregate Index produced total returns of 12.55% and 4.15%, respectively, for the same period.

We attribute these results to the effects of a growing economy and rising corporate earnings on the stock market, and to support provided by low inflation and robust overseas demand in the bond market. The fund produced higher returns than its benchmark, primarily due to the success of our stock selection strategy in the energy, consumer discretionary and industrial sectors.

On a separate note, Michael D. Weiner became the fund's co-portfolio manager on December 31, 2004, with respect to its equity investments.

What is the fund's investment approach?

The fund seeks long-term growth of principal in conjunction with current income. To pursue its goal, the fund may invest in equity securities, income-producing bonds, Mellon Small Cap Stock Fund, Mellon Mid Cap Stock Fund, Mellon International Fund and Mellon Emerging Markets Fund. The fund has established target allocations for its assets of 60% in the aggregate to equity securities and 40% to bonds and money market instruments. The fund may deviate from these targets within ranges of 15% above or below the target amount. The fund's investments in each of Mellon Small Cap Stock Fund, Mellon Mid Cap Stock Fund, Mellon International Fund and Mellon Emerging Markets Fund are subject to a separate limit of 20% of the fund's total assets, as is the fund's investment in money market instruments.

With respect to the equity portion of the fund's portfolio, individual stocks are chosen through a computer model, fundamental analysis and risk management. Our computer model identifies and ranks stocks within each industry or sector, based on a variety of criteria. A team of experienced analysts then examines the fundamentals of the higher-ranked candidates. Finally, the portfolio managers decide which stocks to purchase or sell. The equity portion of the fund's portfolio is structured so that its allocations of assets to economic sectors are similar to those of the S&P 500 Index.

With respect to the fixed-income portion of the fund's portfolio, the fund's investments in debt securities must be of investment-grade quality at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective portfolio duration of bonds will not exceed eight years. We choose debt securities based on their yields, credit quality, the level of interest rates and inflation, general economic and financial trends and our outlook for the securities markets.

What other factors influenced the fund's performance?

Stocks and longer-term bonds fared relatively well during the reporting period. Stocks prices were driven higher by improving investor sentiment in a moderately expanding economy. Contrary to historical norms, bonds maintained most of their value despite the potentially eroding effects of rising short-term interest rates.

Energy stocks represented a significant driver of the fund's relative performance, with strong returns from integrated oil and gas companies and independent exploration and production companies. In the consumer discretionary sector, returns proved particularly strong among media holdings, such as The Walt Disney Company; specialty retailers, such as Chico's FAS; and multiline retailers, such as Nordstrom and Target. The fund's holdings in construction machinery maker Caterpillar, climate control and industrial machinery company Ingersoll-Rand and electrical component manufacturer ITT Industries also helped the fund's performance.

On the other hand, health care stocks produced mixed results as gains among certain insurers and biotechnology firms were offset by relatively weak returns from pharmaceutical giants Pfizer and Merck, medical device maker Boston Scientific and insurer AIG. The fund's results in the technology and financials sectors also trailed the benchmark slightly, as the fund did not invest in several of the companies that produced the greatest gains in the benchmark.

In the fund's bond portfolio, a relatively defensive duration posture constrained results when longer-term bond yields remained surprisingly stable while shorter-term yields climbed. The fund's mix of fixed-income securities roughly matched that of the benchmark. Within the fund's corporate bond portfolio, however, our sector allocation strategy helped boost relative performance. We focused primarily on bonds from the media, finance, basic materials and telecommunications industries, and we maintained relatively light exposure to the troubled automotive sector.

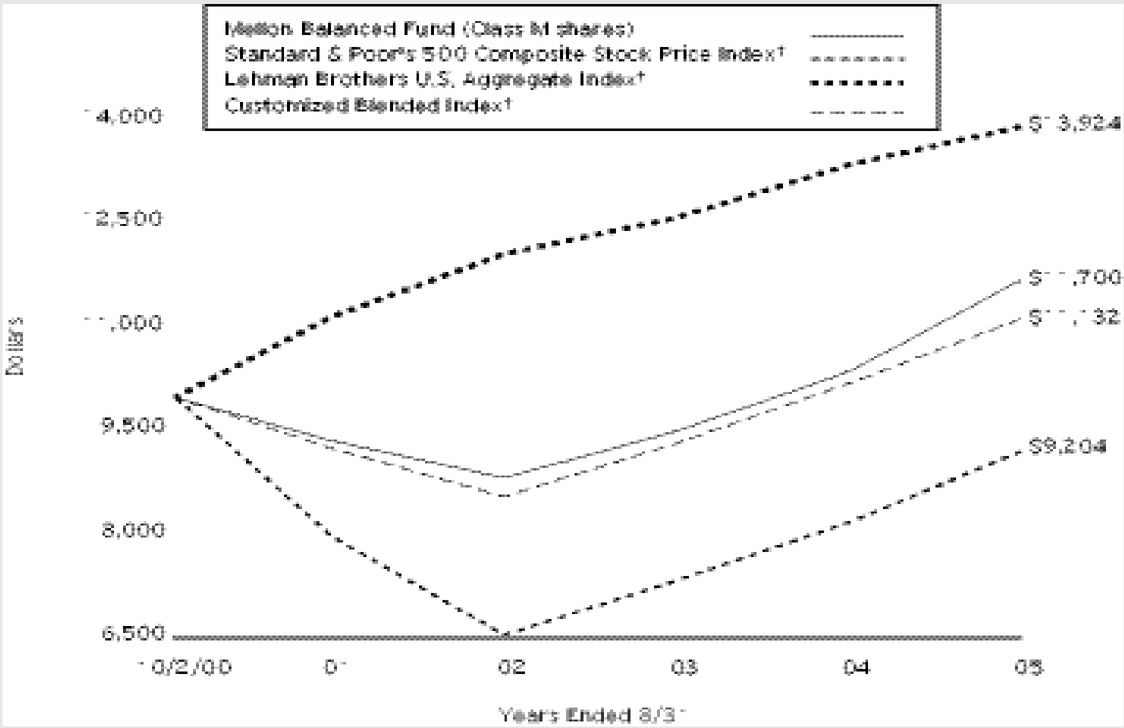
What is the fund's current strategy?

Among stocks, we have focused on what we believe are high-quality companies with sound business fundamentals, strong cash flows and good earnings prospects. The fund currently maintains slightly greater exposure than the benchmark to energy stocks, where commodity prices appear likely to remain high, and slightly less exposure to financial companies that tend to be sensitive to rising interest rates. With further interest-rate hikes expected, we have continued to maintain a relatively cautious fixed-income investment posture, including a short average duration and a sector-neutral asset mix.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Standard & Poor's 500 Composite Stock Price Index is a widely accepted, unmanaged index of U.S. stock market performance. The Lehman Brothers U.S. Aggregate Index is a widely accepted, unmanaged total return index of corporate, U.S. government and U.S. government agency debt instruments, mortgage-backed securities and asset-backed securities with an average maturity of 1-10 years.*



Comparison of change in value of $10,000 investment in Mellon Balanced Fund Class M shares with the Standard & Poor's 500 Composite Stock Price Index, the Lehman Brothers U.S. Aggregate Index, and the Customized Blended Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	From Inception
Class M shares	10/2/00	12.78%	3.25%
Investor shares	7/11/01	12.55%	5.08%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Balanced Fund on 10/2/00 (inception date) to a $10,000 investment made in three different indices: (1) the Standard & Poor's 500 Composite Stock Price Index (the "S&P 500 Index"), (2) the Lehman Brothers U.S. Aggregate Index (the "Lehman Index") and (3) the Customized Blended Index on that date. The Customized Blended Index is calculated on a year-to-year basis. For comparative purposes, the value of each index on 9/30/00 is used as the beginning value on 10/2/00. All dividends and capital gain distributions are reinvested.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The S&P 500 Index is a widely accepted, unmanaged index of U.S. stock market performance. The Lehman Index is a widely accepted, unmanaged index of corporate, government and government agency debt instruments, mortgage-backed securities and asset-backed securities with an average maturity of 1-10 years. The indices do not take into account charges, fees and other expenses. The Customized Blended Index is composed of the S&P 500 Index, 60%, and the Lehman Index, 40%. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of other funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemptions fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial adviser.

Review your fund's expenses

The table below shows the expenses you would have paid on a $1,000 investment in each class of each Mellon equity fund from March 1, 2005 to August 31, 2005. It also shows how much a $1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

Expenses and Value of a $1,000 Investment
assuming actual returns for the six months ended August 31, 2005

	Class M Shares	Investor Shares	Dreyfus Premier Shares
Mellon Large Cap Stock Fund			
Expenses paid per $1,000†	$ 4.09	$ 5.37	–
Ending value (after expenses)	$1,028.30	$1,028.00	–
Mellon Income Stock Fund			
Expenses paid per $1,000†	$ 4.19	$ 5.46	–
Ending value (after expenses)	$1,026.40	$1,025.00	–
Mellon Mid Cap Stock Fund			
Expenses paid per $1,000†	$ 4.74	$ 6.11	$ 10.04
Ending value (after expenses)	$1,091.40	$1,089.50	$1,084.90
Mellon Small Cap Stock Fund			
Expenses paid per $1,000†	$ 5.11	$ 6.37	–
Ending value (after expenses)	$1,007.60	$1,005.90	–
Mellon International Fund			
Expenses paid per $1,000†	$ 5.51	$ 6.77	–
Ending value (after expenses)	$1,004.30	$1,003.00	–
Mellon Emerging Markets Fund			
Expenses paid per $1,000†	$7.73	$ 8.96	–
Ending value (after expenses)	$1,044.20	$1,043.00	–
Mellon Balanced Fund			
Expenses paid per $1,000†	$ 3.02	$ 4.34	–
Ending value (after expenses)	$1,028.90	$1,027.60	–

† *Expenses are equal to the Mellon Large Cap Stock Fund's annualized expense ratio of .80% for Class M and 1.05% for Investor Shares, Mellon Income Stock Fund .82% for Class M and 1.07% for Investor Shares, Mellon Mid Cap Stock Fund .90% for Class M, 1.16% for Investor Shares and 1.91% for Dreyfus Premier Shares, Mellon Small Cap Stock Fund 1.01% for Class M and 1.26% for Investor Shares, Mellon International Fund 1.09% for Class M and 1.34% for Investor Shares, Mellon Emerging Markets Fund 1.50% for Class M and 1.74% for Investor Shares and Mellon Balanced Fund .59% for Class M and .85% for Investor Shares, multiplied by the respective fund's average account value over the period, multiplied by 184/365 (to reflect the one-half year period).*

Using the SEC's method to compare expenses

The Securities and Exchange Commission (SEC) has established guidelines to help investores assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a $1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total cost) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

Expenses and Value of a $1,000 Investment

assuming a hypothetical 5% annualized return for the six months ended August 31, 2005

	Class M Shares	Investor Shares	Dreyfus Premier Shares
Mellon Large Cap Stock Fund			
Expenses paid per $1,000†	$ 4.08	$ 5.35	–
Ending value (after expenses)	$1,021.17	$1,019.91	–
Mellon Income Stock Fund			
Expenses paid per $1,000†	$ 4.18	$ 5.45	–
Ending value (after expenses)	$1,021.07	$1,019.81	–
Mellon Mid Cap Stock Fund			
Expenses paid per $1,000†	$ 4.58	$ 5.90	$ 9.70
Ending value (after expenses)	$1,020.67	$1,019.36	$1,015.58
Mellon Small Cap Stock Fund			
Expenses paid per $1,000†	$ 5.14	$ 6.41	–
Ending value (after expenses)	$1,020.11	$1,018.85	–
Mellon International Fund			
Expenses paid per $1,000†	$ 5.55	$ 6.82	–
Ending value (after expenses)	$1,019.71	$1,018.45	–
Mellon Emerging Markets Fund			
Expenses paid per $1,000†	$ 7.63	$ 8.84	–
Ending value (after expenses)	$1,017.64	$1,016.43	–
Mellon Balanced Fund			
Expenses paid per $1,000†	$ 3.01	$ 4.33	–
Ending value (after expenses)	$1,022.23	$1,020.92	–

† *Expenses are equal to the Mellon Large Cap Stock Fund's annualized expense ratio of .80% for Class M and 1.05% for Investor Shares, Mellon Income Stock Fund .82% for Class M and 1.07% for Investor Shares, Mellon Mid Cap Stock Fund .90% for Class M, 1.16% for Investor Shares and 1.91% for Dreyfus Premier Shares, Mellon Small Cap Stock Fund 1.01% for Class M and 1.26% for Investor Shares, Mellon International Fund 1.09% for Class M and 1.34% for Investor Shares, Mellon Emerging Markets Fund 1.50% for Class M and 1.74% for Investor Shares and Mellon Balanced Fund .59% for Class M and .85% for Investor Shares, multiplied by the respective fund's average account value over the period, multiplied by 184/365 (to reflect the one-half year period).*

Mellon Large Cap Stock Fund

Common Stocks—96.9%	Shares	Value ($)
Capital Goods—.1%		
Goodrich	54,650	**2,504,063**
Consumer Cyclical—9.1%		
Aeropostale	191,400 [a]	4,888,356
Bed Bath & Beyond	246,800 [a]	10,007,740
Chico's FAS	278,530 [a]	9,667,776
Coach	152,600 [a]	5,064,794
Coldwater Creek	154,940 [a]	4,748,911
Harrah's Entertainment	116,100	8,075,916
Home Depot	172,740	6,964,877
McDonald's	310,060	10,061,447
Nordstrom	432,800	14,533,424
Starbucks	302,730 [a]	14,845,879
Starwood Hotels & Resorts Worldwide	221,200	12,895,960
Target	234,950	12,628,563
Wal-Mart Stores	495,884	22,294,945
Walgreen	391,300	18,128,929
Yum! Brands	66,480	3,149,822
		157,957,339
Consumer Staples—7.3%		
ACCO Brands	24,702 [a]	644,722
Altria Group	306,510	21,670,257
Archer-Daniels-Midland	324,580	7,306,296
Coca-Cola	163,140	7,178,160
Fortune Brands	105,110	9,142,468
General Mills	134,840	6,218,821
Gillette	217,880	11,737,195
Kimberly-Clark	141,020	8,788,366
PepsiCo	418,817	22,972,112
Procter & Gamble	472,510	26,214,855
Sysco	138,220	4,613,784
		126,487,036
Energy—10.2%		
Amerada Hess	129,030 [b]	16,399,713
Apache	214,290 [b]	15,347,450
ConocoPhillips	425,120	28,032,413
Energy (continued)		
Devon Energy	232,712	14,141,908
Exxon Mobil	868,780	52,039,922
Occidental Petroleum	276,110	22,925,413
Suncor Energy	198,980 [b]	11,791,555
XTO Energy	400,920	15,956,616
		176,634,990
Health Care—13.2%		
Abbott Laboratories	378,880	17,098,854
Aetna	155,380	12,379,124
Amgen	343,710 [a]	27,462,429
Boston Scientific	618,320 [a]	16,620,442
Fisher Scientific International	105,400 [a]	6,796,192
Johnson & Johnson	364,690	23,117,699
Kinetic Concepts	103,700 [a]	5,682,760
Medtronic	291,900	16,638,300
Novartis, ADR	238,400	11,622,000
Pfizer	1,442,146	36,731,459
Sanofi-Synthelabo, ADR	197,600	8,449,376
UnitedHealth Group	598,640	30,829,960
Wyeth	345,138	15,803,869
		229,232,464
Interest Sensitive—20.2%		
Allstate	186,640	10,491,034
American Express	268,590	14,836,912
American International Group	484,920	28,707,264
Bear Stearns Cos.	79,960	8,035,980
Capital One Financial	142,370	11,708,509
Citigroup	591,239	25,878,531
Commerce Bancorp	138,800 [b]	4,680,336
Fannie Mae	193,240	9,862,970
Freddie Mac	251,630	15,193,419
General Electric	1,281,266	43,063,350
Goldman Sachs Group	167,010	18,568,172
JPMorgan Chase & Co.	958,536	32,484,785
Lehman Brothers Holdings	124,730	13,178,972

Mellon Large Cap Stock Fund (continued)

Common Stocks (continued)	Shares		Value ($)
Interest Sensitive (continued)			
MBNA	389,650		9,819,180
Morgan Stanley	156,900		7,981,503
PNC Financial Services Group	184,500		10,374,435
Radian Group	78,250		4,004,835
RenaissanceRe Holdings	103,100		4,671,461
Simon Property Group	138,100	b	10,505,267
St. Paul Travelers Cos.	495,150		21,296,401
US Bancorp	449,269		13,127,640
Wachovia	176,380		8,751,976
Wells Fargo & Co.	389,240		23,206,489
			350,429,421
Producer Goods—10.5%			
Air Products & Chemicals	184,120		10,200,248
Caterpillar	262,200		14,549,478
Companhia Vale do Rio Doce, ADR	261,990		9,009,836
Cooper Industries, Cl. A	105,700		7,022,708
DR Horton	243,400		8,986,328
Freeport-McMoRan Copper & Gold, Cl. B	336,980		14,210,447
General Dynamics	79,550		9,115,634
Honeywell International	298,510		11,426,963
Inco	322,990		13,672,167
Ingersoll-Rand, Cl. A	115,600		9,204,072
ITT Industries	82,120		8,960,934
L-3 Communications Holdings	91,200		7,467,456
Pentair	208,560		8,233,949
PPG Industries	147,560		9,293,329
3M	140,170		9,973,095
Tyco International	506,330		14,091,164
United Technologies	333,940		16,697,000
			182,114,808
Retail—.4%			
Best Buy	162,400		**7,739,984**
Services—5.1%			
Allied Waste Industries	526,400	a	4,200,672
Cendant	654,650		13,315,581
McGraw-Hill Cos.	347,720		16,767,058
News, Cl. B	917,240	b	15,675,632
Sprint Nextel	903,006		23,414,945
Time Warner	902,580		16,174,234
			89,548,122
Technology—16.4%			
Amdocs	324,090	a	9,512,042
Apple Computer	146,000	a	6,851,780
Cisco Systems	1,599,934	a	28,190,837
Corning	427,600	a	8,534,896
Danaher	232,400		12,447,344
Dell	693,522	a	24,689,383
eBay	516,020	a	20,893,650
Electronic Arts	120,600	a	6,907,968
EMC	814,840	a	10,478,842
Google, Cl. A	32,000		9,152,000
Intel	1,101,078		28,319,726
International Business Machines	90,470		7,293,691
Linear Technology	286,190		10,855,187
Marvell Technology Group	144,200	a	6,804,798
Microsoft	2,153,446		59,004,420
QUALCOMM	525,260		20,858,075
Symantec	687,660	a,b	14,427,107
			285,221,746
Utilities—4.4%			
Ameren	101,700		5,586,381
Constellation Energy Group	204,710		12,026,713
Entergy	136,640		10,235,702
Exelon	333,840		17,990,638
PPL	334,940		10,704,682
SBC Communications	377,409	b	9,088,009
Telefonos de Mexico, ADR	549,820		10,556,544
			76,188,669
Total Common Stocks (cost $1,206,019,912)			**1,684,058,642**

Mellon Large Cap Stock Fund (continued)

Short-Term Investment—2.9%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
Salomon Smith Barney, 3.60%, dated 8/31/2005, due 9/1/2005, in the amount of $50,715,071 (fully collateralized by $51,556,000 Federal Home Loan Mortgage Corp., Notes, 4.75%, 8/9/2010, value $51,724,731) (cost $50,710,000)	50,710,000	**50,710,000**

Investment of Cash Collateral for Securities Loaned—2.3%	Shares	Value ($)
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $39,543,268)	39,543,268 [c]	**39,543,268**

Total Investments (cost $1,296,273,180)	**102.1%**	**1,774,311,910**
Liabilities, Less Cash and Receivables	**(2.1%)**	**(36,795,588)**
Net Assets	**100.0%**	**1,737,516,322**

ADR—American Depository Receipts.

[a] *Non-income producing.*

[b] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $44,570,928 and the total market value of the collateral held by the fund is $45,408,768, consisting of cash collateral of $39,543,268 and U.S. Government and agency securities valued at $5,865,500.*

[c] *Investment in affiliated money market mutual fund.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Interest Sensitive	20.2	Consumer Cyclical	9.1
Technology	16.4	Consumer Staples	7.3
Health Care	13.2	Short-Term/Money Market Investments	5.2
Producer Goods	10.5	Other	10.0
Energy	10.2		**102.1**

† *Based on net assets.*

See notes to financial statements.

Mellon Income Stock Fund

Common Stocks—98.9%	Shares		Value ($)
Banking—10.1%			
AmSouth Bancorporation	52,500		1,381,800
Bank of America	276,140		11,882,304
Compass Bancshares	49,200		2,303,052
JPMorgan Chase & Co.	95,849		3,248,323
North Fork Bancorporation	80,400		2,210,196
US Bancorp	200,406		5,855,863
Wachovia	125,820		6,243,188
Wells Fargo & Co.	117,100		6,981,502
			40,106,228
Consumer Cyclical—4.0%			
Dana	108,530		1,460,814
Harrah's Entertainment	66,200		4,604,872
JC Penney (Holding)	34,600		1,682,598
Johnson Controls	48,790	a	2,926,424
Starwood Hotels & Resorts Worldwide	50,000		2,915,000
VF	16,400		972,684
Whole Foods Market	10,700		1,383,082
			15,945,474
Consumer Staples—7.7%			
Altria Group	136,690		9,663,983
Coca-Cola	85,100		3,744,400
Diageo, ADR	34,800		2,008,308
Newell Rubbermaid	81,000		1,897,830
PepsiCo	27,472		1,506,839
Procter & Gamble	55,820		3,096,894
Reynolds American	45,670	a	3,833,540
SUPERVALU	50,100		1,743,480
Tupperware	132,300		2,900,016
			30,395,290
Energy—16.1%			
Chevron	122,606		7,528,009
ConocoPhillips	211,060		13,917,297
Exxon Mobil	300,906		18,024,269
Halliburton	58,600		3,631,442
Helmerich & Payne	45,700		2,715,494

	Shares		Value ($)
Energy (continued)			
Marathon Oil	95,200		6,122,312
Occidental Petroleum	64,110		5,323,053
Sunoco	90,580		6,585,166
			63,847,042
Entertainment—.5%			
Regal Entertainment Group, Cl. A	103,200	a	**2,017,560**
Health Care—6.5%			
Abbott Laboratories	117,900		5,320,827
Aetna	49,040		3,907,017
Bristol-Myers Squibb	91,600		2,241,452
Eli Lilly & Co.	69,760		3,838,195
Novartis, ADR	28,270		1,378,163
Pfizer	200,168		5,098,279
Wyeth	87,789		4,019,858
			25,803,791
Interest Sensitive—18.3%			
Allstate	67,100		3,771,691
American International Group	74,300		4,398,560
Arthur J. Gallagher & Co.	83,300		2,379,048
Block (H&R)	142,940		3,852,233
Chubb	22,290		1,938,339
Citigroup	296,055		12,958,327
General Electric	370,592		12,455,597
Hartford Financial Services Group	60,640		4,429,752
Mack-Cali Realty	18,700		823,735
MBNA	142,300		3,585,960
Mercury General	29,600	a	1,738,408
New York Community Bancorp	115,600	a	2,032,248
Plum Creek Timber	148,970		5,474,648
Simon Property Group	25,860		1,967,170
St. Paul Travelers Cos.	76,501		3,290,308
Washington Mutual	117,200		4,873,176
XL Capital, Cl. A	38,400		2,668,800
			72,638,000

Mellon Income Stock Fund (continued)

Common Stocks (continued)	Shares	Value ($)
Producer Goods—7.8%		
Air Products & Chemicals	33,360	1,848,144
Burlington Northern Santa Fe	37,600	1,993,552
General Dynamics	27,300	3,128,307
Goodrich	23,500	1,076,770
Honeywell International	80,200	3,070,056
Lincoln Electric Holdings	33,300	1,254,744
Masco	76,410	2,344,259
Monsanto	63,140	4,030,857
Olin	83,700	1,563,516
Raytheon	38,200	1,498,204
Rockwell Automation	80,700	4,199,628
Sherwin-Williams	30,710	1,423,716
United Technologies	67,696	3,384,800
		30,816,553
Securities & Asset Management—2.7%		
Bear Stearns Cos.	15,880	1,595,940
Lehman Brothers Holdings	30,606	3,233,830
Merrill Lynch & Co.	59,770	3,416,453
T Rowe Price Group	35,200	2,217,600
		10,463,823
Services—8.0%		
ALLTEL	85,550	5,303,245
Automatic Data Processing	98,700	4,219,425
EW Scripps, Cl. A	60,500	3,025,000
McGraw-Hill Cos.	97,634	4,707,911
RR Donnelley & Sons	115,280	4,306,861
Sprint Nextel	68,500	1,776,205
Vodafone Group, ADR	243,000	6,621,750

Common Stocks (continued)	Shares	Value ($)
Services (continued)		
Walt Disney	63,470	1,598,809
		31,559,206
Technology—5.7%		
Danaher	32,940	1,764,266
Hewlett-Packard	208,430	5,786,017
Intel	62,726	1,613,313
International Business Machines	47,336	3,816,228
Intersil, Cl. A	100,000	2,100,000
Lucent Technologies (Warrants)	2,788 [b]	2,314
Microsoft	112,300	3,077,020
Nokia, ADR	109,600	1,728,392
Pitney Bowes	36,600	1,582,950
QUALCOMM	24,200	960,982
		22,431,482
Utilities—11.5%		
Cinergy	49,400	2,175,576
Citizens Communications	224,700	3,064,908
Constellation Energy Group	71,400	4,194,750
Dominion Resources	21,700 [a]	1,659,616
Exelon	108,640	5,854,609
NSTAR	80,500	2,379,580
PG&E	140,000	5,252,800
PPL	158,880	5,077,805
SBC Communications	317,315	7,640,945
Southern	48,200	1,658,080
Verizon Communications	206,391	6,751,050
		45,709,719
Total Common Stocks (cost $286,734,823)		**391,734,168**

Mellon Income Stock Fund (continued)

Short-Term Investment—1.0%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
Salomon Smith Barney, 3.60%, dated 8/31/2005, due 9/1/2005 in the amount of $3,930,393 (fully collateralized by $3,996,000 Federal Home Loan Mortgage Corp., Notes, due 8/9/2010 value, $4,009,078) (cost $3,930,000)	3,930,000	**3,930,000**

Investment of Cash Collateral for Securities Loaned—1.9%	Shares	Value ($)
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $7,600,890)	7,600,890 [c]	**7,600,890**
Total Investments (cost $298,265,713)	**101.8%**	**403,265,058**
Liabilities, Less Cash and Receivables	**(1.8%)**	**(7,195,163)**
Net Assets	**100.0%**	**396,069,895**

ADR—American Depository Receipts.

[a] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $9,432,269 and the total market value of the collateral held by the fund is $9,607,890, consisting of cash collateral of $7,600,890 and U.S. Government and agency securities valued at $2,007,000.*

[b] *Non-income producing.*

[c] *Investment in affiliated money market mutual fund.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Interest Sensitive	18.3	Health Care	6.5
Energy	16.1	Technology	5.7
Utilities	11.5	Consumer Cyclical	4.0
Banking	10.1	Short-Term/Money Market Investments	2.9
Services	8.0	Other	3.2
Producer Goods	7.8		
Consumer Staples	7.7		**101.8**

† *Based on net assets.*

See notes to financial statements.

Mellon Mid Cap Stock Fund

Common Stocks—99.2%	Shares		Value ($)
Building and Construction—.2%			
Chicago Bridge & Iron (New York Shares)	111,400		**3,455,628**
Consumer Cyclical—11.6%			
Advance Auto Parts	183,700	a	11,192,841
Aeropostale	464,700	a	11,868,438
ARAMARK, Cl. B	284,300	b	7,767,076
BorgWarner	142,240		8,315,351
Chico's FAS	645,100	a	22,391,421
Coldwater Creek	283,500	a	8,689,275
Dick's Sporting Goods	241,400	a	7,637,896
Genuine Parts	181,800		8,330,076
Harman International Industries	119,300		12,335,620
Hilton Hotels	620,200		14,370,034
Marvel Enterprises	323,600	a	6,229,300
Nordstrom	291,800		9,798,644
O'Reilly Automotive	244,800	a	6,749,136
Oshkosh Truck	164,000	b	6,578,040
Outback Steakhouse	249,300		10,373,373
PETCO Animal Supplies	164,600	a	3,640,952
PetSmart	191,900		4,945,263
Urban Outfitters	209,200	a	11,644,072
			172,856,808
Consumer Staples—3.4%			
Constellation Brands, Cl. A	328,800	a	9,048,576
Loews—Carolina Group	271,000		10,463,310
McCormick & Co.	211,500		7,171,965
Pepsi Bottling Group	270,500		7,974,340
Performance Food Group	245,400	a,b	7,600,038
SUPERVALU	1		35
Tupperware	374,900		8,217,808
			50,476,072
Energy—10.8%			
Denbury Resources	199,300	a	9,014,339
Diamond Offshore Drilling	165,100		9,750,806
Energen	200,100		7,667,832
Grant Prideco	484,300	a	17,851,298
National Oilwell Varco	208,200	a	13,368,522
Newfield Exploration	278,960	a	13,172,491
Noble Energy	119,000		10,488,660
Plains Exploration & Production	153,600	a	5,690,880
Energy (continued)			
Premcor	116,500	c	10,868,285
Questar	274,800		21,439,896
Southwestern Energy	224,400	a	12,992,760
Ultra Petroleum	178,800	a	7,910,112
Weatherford International	117,900	a	7,983,009
Western Gas Resources	280,600		13,468,800
			161,667,690
Finance—.4%			
Refco	219,800	a	**6,143,410**
Health Care—12.5%			
Coventry Health Care	234,450	a	18,756,000
DaVita	127,100	a	5,835,161
DENTSPLY International	169,600		8,983,712
Fisher Scientific International	151,400	a	9,762,272
Henry Schein	238,800	a	9,955,572
Invitrogen	111,400	a,b	9,438,922
Kinetic Concepts	172,500	a	9,453,000
LifePoint Hospitals	221,800	a	10,087,464
Omnicare	303,800		15,964,690
PacifiCare Health Systems	184,500	a	13,907,610
PerkinElmer	251,600		5,208,120
Perrigo	426,000		6,104,580
Protein Design Labs	349,700	a	9,350,978
Sepracor	203,800	a,b	10,230,760
Shire Pharmaceuticals Group, ADR	277,400		10,574,488
Sierra Health Services	133,100	a,b	8,957,630
Sybron Dental Specialties	198,500	a	7,695,845
Vertex Pharmaceuticals	291,600	a	5,365,440
WellChoice	153,300	a,b	10,899,630
			186,531,874
Insurance—.5%			
Mercury General	124,100		**7,288,393**
Interest Sensitive—16.2%			
AMB Property	211,900		9,393,527
Ameritrade Holding	601,400	a	11,967,860
Associated Banc-Corp	377,558		12,285,737
Bank of Hawaii	209,500		10,632,125
Chicago Mercantile Exchange	48,300		13,408,080
Colonial BancGroup	347,500		8,082,850
Comerica	145,500		8,801,295

Mellon Mid Cap Stock Fund (continued)

Common Stocks (continued)	Shares		Value ($)
Interest Sensitive (continued)			
Compass Bancshares	259,700		12,156,557
Cullen/Frost Bankers	182,200		8,904,114
Developers Diversified Realty	207,240	b	9,945,448
Edwards (A.G.)	258,600		11,691,306
General Growth Properties	204,900		9,238,941
Jefferies Group	229,900	b	9,076,452
La Quinta	782,100	a	6,608,745
LaBranche & Co.	247,900	a,b	2,126,982
Lazard, Cl. A	220,200		5,597,484
Legg Mason	203,495		21,271,332
MGIC Investment	117,600		7,341,768
Nationwide Financial Services, Cl. A	175,500		6,767,280
New York Community Bancorp	549,600	b	9,661,968
Platinum Underwriters Holdings	246,800		8,016,064
Protective Life	156,300		6,412,989
Radian Group	276,346		14,143,388
Rayonier	184,524		10,010,427
Sunstone Hotel Investors	306,160		7,745,848
			241,288,567
Producer Goods—15.6%			
Ashland	148,400		9,021,236
Bemis	258,300		6,754,545
CH Robinson Worldwide	230,900		14,258,075
Cooper Industries, Cl. A	123,300		8,192,052
Cytec Industries	224,000		10,662,400
Dycom Industries	120,000	a	2,126,400
Freeport-McMoRan Copper & Gold, Cl. B	288,400		12,161,828
Goodrich	206,600		9,466,412
Inco	230,600		9,761,298
Joy Global	203,050		9,705,790
Kennametal	148,500		6,926,040
Lafarge North America	62,300		4,295,585
Landstar System	103,200		3,748,224
Lennar, Cl. A	252,300	b	15,667,830
Lyondell Chemical	547,800		14,133,240
MDC Holdings	84,300		6,438,834
Overseas Shipholding Group	161,500		9,875,725
Peabody Energy	373,900		26,797,413
Pentair	297,460		11,743,721

	Shares		Value ($)
Producer Goods (continued)			
Precision Castparts	157,700		15,246,436
Sherwin-Williams	127,700		5,920,172
Stanley Works	144,700		6,620,025
Toll Brothers	292,600	a	14,059,430
			233,582,711
Services—10.5%			
Allied Waste Industries	905,800	a	7,228,284
CACI International, Cl. A	134,000	a	8,393,760
ChoicePoint	187,500	a	8,049,375
Cognizant Technology Solutions, Cl. A	368,500	a	16,777,805
Dun & Bradstreet	143,300	a	9,123,911
Equifax	155,700		5,144,328
EW Scripps, Cl. A	166,000		8,300,000
FactSet Research Systems	210,150		7,355,250
Fair Isaac	242,550		9,913,018
Getty Images	105,800	a,b	9,055,422
ITT Educational Services	195,700	a,b	9,949,388
Labor Ready	287,000	a	6,520,640
Monster Worldwide	241,700	a	7,550,708
Nextel Partners, Cl. A	495,100	a,b	12,991,424
Radio One, Cl. D	560,600	a	7,837,188
Republic Services	359,120		13,010,918
Shaw Group	489,000	a	10,317,900
			157,519,319
Technology—12.2%			
Activision	652,133	a	14,575,172
Amdocs	261,000	a	7,660,350
AMETEK	190,500		7,675,245
Amphenol, Cl. A	199,400		8,456,554
ATI Technologies	550,600	a	6,706,308
CheckFree	348,900	a	12,836,031
Harris	440,000		16,988,400
Hyperion Solutions	172,300	a	7,472,651
International Rectifier	211,300	a	10,163,530
Lam Research	270,700	a	8,581,190
McAfee	456,900	a	14,003,985
Microchip Technology	642,200		19,985,264
Polycom	347,100	a	6,181,851

Mellon Mid Cap Stock Fund (continued)

Common Stocks (continued)	Shares		Value ($)
Technology (continued)			
SanDisk	449,500	a	17,454,085
Sybase	352,790	a	7,877,801
Symbol Technologies	8,259		75,818
TIBCO Software	876,400	a	6,695,696
Zebra Technologies, Cl. A	222,200	a	8,301,392
			181,691,323
Transportation—.6%			
JB Hunt Transport Services	479,500		**8,664,565**
Utilities—4.7%			
CenturyTel	212,100		7,614,390
DPL	516,400		13,937,636
OGE Energy	368,300		10,691,749
PPL	467,800		14,950,888
SCANA	319,200		13,530,888
Westar Energy	423,800		10,179,676
			70,905,227
Total Common Stocks (cost $1,136,920,074)			**1,482,071,587**

Short-Term Investment—.7%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
Salomon Smith Barney, 3.60%, dated 8/31/2005, due 9/1/2005 in the amount of $10,151,015 (fully collateralized by $10,320,000 of Federal Home Loan Mortgage Corp., Notes, 4.75%, 8/9/2010, value $10,353,775) (cost $10,150,000)	10,150,000	**10,150,000**

Investment of Cash Collateral for Securities Loaned—1.1%	Shares		Value ($)
Registered Investment Company;			
Dreyfus Institutional Cash Advantage Plus Fund (cost $16,892,046)	16,892,046	d	**16,892,046**

Total Investments (cost $1,163,962,120)	**101.0%**	**1,509,113,633**
Liabilities, Less Cash and Receivables	**(1.0%)**	**(15,604,520)**
Net Assets	**100.0%**	**1,493,509,113**

ADR—American Depository Receipts.

[a] *Non-income producing.*

[b] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $34,949,101 and the total market value of the collateral held by the fund is $35,619,406, consisting of cash collateral of $16,892,046 and U.S. Government and agency securities valued at $18,727,360.*

[c] *The valuation of this security has been determined in good faith under the direction of the Trust's Board.*

[d] *Investment in affiliated money market mutual fund.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Interest Sensitive	16.2	Services	10.5
Producer Goods	15.6	Utilities	4.7
Health Care	12.5	Consumer Staples	3.4
Technology	12.2	Short-Term/Money Market Investments	1.8
Consumer Cyclical	11.6	Other	1.7
Energy	10.8		**101.0**

† *Based on net assets.*

See notes to financial statements.

Mellon Small Cap Stock Fund

Common Stocks—99.7%	Shares	Value ($)
Consumer Cyclical—15.1%		
Aeropostale	390,200 [a]	9,965,708
Alaska Air Group	124,230 [a]	4,189,036
AnnTaylor Stores	293,520 [a]	7,514,112
Choice Hotels International	85,010	5,218,764
Coldwater Creek	320,350 [a]	9,818,728
Dick's Sporting Goods	243,100 [a,b]	7,691,684
Guitar Center	47,420 [a]	2,721,908
Gymboree	532,720 [a]	8,187,906
Marvel Enterprises	197,400 [a]	3,799,950
Men's Wearhouse	113,495 [a]	3,459,328
Oshkosh Truck	107,500	4,311,825
Panera Bread, Cl. A	47,760 [a]	2,662,142
Pinnacle Airlines	447,100 [a,b]	4,318,986
Polaris Industries	62,680 [b]	3,301,982
Quiksilver	670,390 [a]	10,223,448
Red Robin Gourmet Burgers	83,100 [a]	3,995,448
SCP Pool	104,370	3,819,942
Shuffle Master	326,638 [a,b]	7,986,299
Sonic	250,570 [a]	7,664,936
Talbots	90,060	2,764,842
Wild Oats Markets	622,470 [a,b]	7,525,662
		121,142,636
Consumer Products—2.2%		
Cott	359,200 [a]	9,109,312
Performance Food Group	261,440 [a,b]	8,096,797
		17,206,109
E-Commerce—1.0%		
Monster Worldwide	266,400 [a]	**8,322,336**
Electronics—.5%		
Integrated Device Technology	389,900 [a,b]	**4,171,930**
Energy—9.6%		
Cal Dive International	118,500 [a]	7,401,510
Cimarex Energy	138,250 [a]	5,908,805
Dynegy, Cl. A	769,900 [a]	3,356,764
Energen	187,380	7,180,402
Goodrich Petroleum	409,400 [a]	8,920,826
Hydril	32,990 [a]	2,259,815
Piedmont Natural Gas	113,150 [b]	2,778,964
Remington Oil & Gas	142,140 [a]	5,476,654
Southwestern Energy	108,580 [a]	6,286,782
St. Mary Land & Exploration	104,890 [b]	3,615,558
UGI	271,740	7,513,611
Energy (continued)		
Unit	245,530 [a]	12,782,292
Veritas DGC	105,140 [a]	3,381,302
		76,863,285
Health Care—10.5%		
Abgenix	328,660 [a]	3,611,973
American Healthways	52,660 [a,b]	2,301,242
Cooper Cos.	49,400	3,387,358
Encysive Pharmaceuticals	364,200 [a]	4,508,796
IDEXX Laboratories	109,840 [a]	7,034,154
Immucor	65,800 [a]	1,557,486
Kindred Healthcare	107,430 [a,b]	3,287,358
Merit Medical Systems	1 [a]	17
MGI Pharma	103,350 [a]	2,786,316
Molina Healthcare	80,050 [a]	2,179,762
Owens & Minor	62,060	1,778,640
Pediatrix Medical Group	32,870 [a]	2,436,653
Pharmaceutical Product Development	107,630 [a]	6,056,340
Psychiatric Solutions	166,810 [a]	7,973,518
ResMed	101,050 [a,b]	7,309,957
Respironics	101,790 a	3,986,096
Sierra Health Services	88,070 [a,b]	5,927,111
Sybron Dental Specialties	134,910 [a]	5,230,461
Symbion	166,510 [a]	4,457,473
Syneron Medical	230,660 [b]	8,515,967
		84,326,678
Interest Sensitive—12.6%		
AmerUs Group	57,630 [b]	3,188,092
Apollo Investment	162,625	3,127,279
BankUnited Financial, Cl. A	148,650	3,508,140
Capital Automotive REIT	92,260	3,309,366
Centene	174,030 [a]	5,304,434
Cullen/Frost Bankers	79,200	3,870,504
Downey Financial	61,260 [b]	3,882,659
East West Bancorp	73,090	2,480,674
Endurance Specialty Holdings	68,410	2,510,647
Equity Inns	611,990	7,864,072
Equity One	181,090	4,215,775
First Midwest Bancorp	103,140 [b]	3,913,132
Fremont General	220,970	5,042,535
Horace Mann Educators	159,050	3,114,199
La Quinta	658,620 [a]	5,565,339
Max Re Capital	108,490	2,494,185

Mellon Small Cap Stock Fund (continued)

Common Stocks (continued)	Shares		Value ($)
Interest Sensitive (continued)			
Nelnet, Cl. A	99,710	a	3,569,618
New Century Financial	37,870	b	1,628,031
Ohio Casualty	126,420		3,193,369
Philadelphia Consolidated Holding	41,700	a	3,239,673
Phoenix Cos.	224,410	b	2,690,676
South Financial Group	89,500		2,606,240
SVB Financial Group	78,700	a	3,702,048
UCBH Holdings	386,550		7,371,509
UICI	64,680		1,996,025
Umpqua Holdings	181,380		4,416,603
Wintrust Financial	65,450	b	3,373,293
			101,178,117
Producer Goods—20.9%			
Actuant, Cl. A	119,670	b	5,074,008
AptarGroup	71,650		3,563,154
Armor Holdings	45,130	a	1,913,963
Briggs & Stratton	80,290		2,962,701
CLARCOR	169,160		4,787,228
Cleveland-Cliffs	32,070	b	2,279,536
Commercial Metals	102,600		3,070,818
Engineered Support Systems	107,060		3,650,746
EnPro Industries	117,830	a	4,053,352
Florida Rock Industries	96,125		5,440,675
FMC	87,020	a	4,956,659
GATX	87,230	b	3,535,432
Georgia Gulf	52,060		1,452,474
HB Fuller	116,220		3,813,178
Headwaters	60,680	a	2,336,180
IDEX	71,420		3,106,770
JB Hunt Transport Services	418,700		7,565,909
Kansas City Southern	111,070	a	2,233,618
MDC Holdings	54,904		4,193,567
Manitowoc	57,640		2,686,024
Massey Energy	189,680		9,635,744
Maverick Tube	128,770	a	4,101,324
Meritage Homes	35,790	a	2,801,999
NVR	8,130	a	7,195,050
Olin	340,150		6,354,002
Overseas Shipholding Group	73,660		4,504,309
Pacer International	218,530	a	5,734,227
Quanta Services	517,700	a	6,212,400
Standard-Pacific	104,140		4,574,870

Common Stocks (continued)	Shares		Value ($)
Producer Goods (continued)			
Steel Dynamics	237,600		7,491,528
Teledyne Technologies	172,220	a	6,652,859
Timken	138,940		4,080,668
United Stationers	50,360	a	2,361,884
URS	63,170	a	2,380,246
Walter Industries	195,610		8,581,411
Watsco	106,480		5,191,965
WCI Communities	245,600	a,b	7,409,752
			167,940,230
Real Estate Investment Trusts—1.5%			
Spirit Finance	358,700		3,823,742
Sunstone Hotel Investors	337,700		8,543,810
			12,367,552
Services—11.4%			
Alamosa Holdings	281,930	a	4,877,389
Allied Waste Industries	980,730	a,b	7,826,225
Allscripts Healthcare Solutions	346,790	a,b	6,165,926
CACI International, Cl. A	169,570	a	10,621,865
Cerner	60,030	a,b	4,727,963
FactSet Research Systems	51,650		1,807,750
Global Payments	124,720		8,204,082
Healthcare Services Group	183,320	b	3,382,254
Kronos	64,970	a	2,815,150
Labor Ready	273,260	a	6,208,467
Navigant Consulting	440,530	a	8,519,850
Radio One, Cl. D	627,900	a	8,778,042
Regal Entertainment Group, Cl. A	402,800		7,874,740
Ventiv Health	417,100	a	9,468,170
			91,277,873
Technology—13.0%			
Advanced Energy Industries	357,800	a	4,264,976
Agile Software	1,260,800	a	8,371,712
Anixter International	99,070	a	3,782,493
ANSYS	104,280	a	3,936,570
ATI Technologies	455,300	a	5,545,554
Benchmark Electronics	217,280	a	6,325,021
Cypress Semiconductor	127,950	a	1,999,858
Esterline Technologies	68,520	a	2,990,898
FLIR Systems	115,760	a	3,737,890
Hyperion Solutions	63,180	a	2,740,117
Internet Security Systems	66,030	a	1,500,202
Manhattan Associates	192,500	a,b	4,069,450

Mellon Small Cap Stock Fund (continued)

Common Stocks (continued)	Shares	Value ($)
Technology (continued)		
Micrel	165,020 [a]	2,079,252
MICROS Systems	228,400 [a]	10,184,356
Microsemi	91,830 [a]	2,212,185
MIPS Technologies	1,139,200 [a]	7,142,784
Progress Software	59,650 [a]	1,828,869
Roper Industries	124,040	4,778,021
Silicon Laboratories	247,000 [a]	7,664,410
Take-Two Interactive Software	103,270 [a,b]	2,457,826
THQ	64,430 [a]	2,165,492
Trimble Navigation	102,280 [a]	3,735,265
Varian Semiconductor Equipment Associates	139,480 [a]	6,319,839
WebSideStory	283,300	4,714,112
		104,547,152
Utilities—1.4%		
Alaska Communications Systems Group	381,720 [b]	4,134,028
CMS Energy	422,240 [a]	6,798,064
		10,932,092
Total Common Stocks (cost $667,683,620)		**800,275,990**

Short-Term Investment—.4%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
Salomon Smith Barney, 3.60%, dated 8/31/2005, due 9/1/2005 in the amount of $3,450,345 (fully collateralized by $3,508,000 of Federal Home Loan Mortgage Corp., Notes, 4.75%, 8/9/2010, value $3,519,481) (cost $3,450,000)	3,450,000	**3,450,000**

Investment of Cash Collateral for Securities Loaned—12.1%	Shares	Value ($)
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $96,933,352)	96,933,352 [c]	**96,933,352**

Total Investments (cost $768,066,972)	**112.2%**	**900,659,342**
Liabilities, Less Cash and Receivables	**(12.2%)**	**(98,159,939)**
Net Assets	**100.0%**	**802,499,403**

[a] *Non-income producing.*

[b] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $94,286,727 and the total market value of the collateral held by the fund is $97,027,784, consisting of cash collateral of $96,933,352 and U.S. Government and agency securities valued at $94,432.*

[c] *Investment in affiliated money market mutual fund.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Producer Goods	20.9	Services	11.4
Consumer Cyclical	15.1	Health Care	10.5
Technology	13.0	Other	16.2
Interest Sensitive	12.6		
Short-Term/Money Market Investments	12.5		**112.2**

† *Based on net assets.*

See notes to financial statements.

Mellon International Fund

Common Stocks—97.0%	Shares	Value ($)
Australia—1.8%		
Amcor	2,458,525	12,342,515
Caltex Australia	46,000	604,487
Commonwealth Bank of Australia	17,000	481,219
CSL	9,400	244,243
Macquarie Bank	16,800	803,080
National Australia Bank	730,131	17,279,801
Oil Search	178,500	495,890
Qantas Airways	141,400	344,116
QBE Insurance Group	19,800	256,500
Rinker Group	82,200	898,860
		33,750,711
Austria—.1%		
Boehler-Uddeholm	3,800	586,891
OMV	24,300	1,322,496
		1,909,387
Belgium—1.1%		
Fortis	692,897	19,739,040
KBC Groep	9,700	803,523
		20,542,563
Denmark—.0%		
Novo Nordisk, Cl. B	12,200	**628,138**
Finland—1.7%		
Fortum	21,700	422,376
Kesko, Cl. B	19,200	547,911
M-real, Cl. B	2,077,775	11,346,440
Nokia	262,700	4,106,168
Nokia, ADR	245,340	3,869,012
Rautaruukki	21,700	435,751
UPM-Kymmene	516,616	10,316,687
		31,044,345
France—9.3%		
BNP Paribas	299,088	21,734,027
Bouygues	13,900	619,413
Carrefour	542,390	25,186,318
Credit Agricole	654,390	17,423,998
Elior	25,700	339,297
France Telecom	834,473	25,109,465
France (continued)		
Remy Cointreau	6,500	300,551
Renault	6,900	610,279
Sanofi-Aventis	205,648	17,542,358
Schneider Electric	120,090	9,437,228
Societe Generale	14,100	1,521,713
Suez	8,400	244,785
Total	91,228	23,964,535
Total, ADR	75,511	9,955,370
Valeo	444,002	18,214,852
Vinci	5,600	497,025
Vivendi Universal	29,100	913,649
		173,614,863
Germany—8.8%		
Allianz	116,971	15,118,337
Bayerische Motoren Werke	9,100	408,320
Continental	16,000	1,263,863
Deutsche Bank	243,342	21,063,731
Deutsche Lufthansa	939,897	12,501,413
Deutsche Post	927,165	23,395,497
Deutsche Postbank	215,723	11,825,540
Deutsche Telekom	838,870	15,893,734
E.ON	176,160	16,807,598
Hannover Rueckversicherung	32,600	1,170,619
Heidelberger Druckmaschinen	238,741	8,513,984
Infineon Technologies	1,276,344 [a]	11,910,254
KarstadtQuelle	99,752 [b]	1,328,014
Medion	176,162	2,799,127
Merck	4,100	351,460
SAP	2,300	390,125
Schering	5,400	341,150
ThyssenKrupp	24,800	474,156
Volkswagen	329,187	17,306,893
		162,863,815
Greece—.0%		
Coca-Cola Hellenic Bottling	15,300	**471,508**
Hong Kong—1.0%		
Bank of East Asia	4,808,151	14,034,371
Cheung Kong Holdings	25,000	271,176

Mellon International Fund (continued)

Common Stocks (continued)	Shares	Value ($)
Hong Kong (continued)		
China Mobile (Hong Kong)	224,000	973,958
China Resources Power Holdings	579,000	330,540
Citic Pacific	743,500	2,084,335
Kerry Properties	115,000	311,682
Orient Overseas International	68,000	271,570
Wharf Holdings	63,000	231,722
		18,509,354
Ireland—1.5%		
Anglo Irish Bank	39,300	529,505
Bank of Ireland	1,708,860	27,068,676
CRH	18,200	494,022
		28,092,203
Italy—4.5%		
Banca Intesa	163,600	787,520
Banche Popolari Unite Scrl	223,941	4,563,141
Banco Popolare di Verona e Novara Scrl	376,250	6,757,615
Benetton Group	905,598	8,908,319
Capitalia	74,700	418,976
ENI	845,044	25,000,458
Finmeccanica	626,171	11,732,591
Mediaset	58,000	716,396
UniCredito Italiano	4,478,830	25,493,466
		84,378,482
Japan—26.3%		
Aeon	991,800	18,587,660
Alps Electric	499,900	8,148,646
Asahi Breweries	39,200	483,705
Bridgestone	22,000	436,160
Canon	384,800	19,478,501
Credit Saison	281,800	11,089,355
Dentsu	4,058	10,711,381
Diamond Lease	5,500	221,870
Eisai	13,500	513,955
Fuji Heavy Industries	2,645,400	11,568,612
Fuji Photo Film	385,100	12,478,269
Fujitsu	58,000	347,154
Funai Electric	131,600	12,355,932
Japan (continued)		
Hisamitsu Pharmaceutical	14,100	373,087
Honda Motor	17,700	951,191
Hoya	6,700	876,480
Japan Tobacco	33	476,943
JS Group	666,600	11,281,934
Kao	655,200	15,625,697
Kawasaki Kisen Kaisha	63,000	416,058
KDDI	3,235	17,133,931
Kirin Beverage	300	6,573
Kobe Steel	371,000	882,247
Komatsu	73,000	816,893
Kubota	101,000	630,173
Kuraray	1,152,500	10,201,375
Kyushu Electric Power	10,800	245,376
Mabuchi Motor	265,800	13,739,279
Matsumotokiyoshi	213,150	6,367,769
Mazda Motor	97,000	385,031
Minebea	2,606,600	10,870,608
Mitsubishi	51,900	859,276
Mitsubishi Tokyo Financial Group	1,252	12,779,549
Mitsui OSK Lines	85,000	627,304
Mitsui Sumitomo Insurance	26,000	265,938
Mizuho Financial Group	102	570,063
Murata Manufacturing	202,900	10,674,646
Nippon Express	5,066,600	22,634,384
Nippon Steel	249,000	730,399
Nippon Telegraph & Telephone	2,902	12,626,895
Nisshin Seifun Group	30,000	325,659
Ono Pharmaceutical	9,500	473,054
ORIX	76,200	12,577,102
Promise	4,000	272,122
Rinnai	518,700	12,108,138
Rohm	179,700	16,436,429
Sankyo	7,200	355,282
Santen Pharmaceutical	11,400	291,686
Sanyo Shinpan Finance	9,100	645,172
Sekisui House	1,389,500	15,317,798
77 Bank	1,992,500	13,621,840

Mellon International Fund (continued)

Common Stocks (continued)	Shares	Value ($)
Japan (continued)		
Shin-Etsu Chemical	432,300	17,553,870
Skylark	731,200	11,073,323
Sohgo Security Services	398,355	5,362,653
Sumitomo Bakelite	1,207,800	8,080,086
Sumitomo Chemical	2,039,000	11,398,188
Sumitomo Electric Industries	41,600	514,166
Sumitomo Mitsui Financial Group	3,727	30,589,608
Sumitomo Rubber Industries	49,000	520,197
Sumitomo Trust & Banking	75,000	523,413
Takeda Pharmaceutical	323,900	17,548,560
Takefuji	283,830	19,907,653
TDK	80,400	6,001,178
Toyo Suisan Kaisha	15,800	278,658
Toyoda Gosei	636,000	10,628,946
Toyota Motor	391,800	16,038,453
Yamaha Motor	62,200	1,170,597
		489,084,130
Luxembourg–.0%		
Arcelor	20,400	**447,618**
Netherlands–6.6%		
ABN AMRO Holding	566,812	13,536,767
Aegon	1,228,359	17,216,433
Buhrmann	46,500	565,754
CSM	8,900	248,713
Heineken	676,357	21,835,789
ING Groep	53,100	1,540,843
Koninklijke Philips Electronics	566,090	14,891,461
Koninklijke Philips Electronics (New York Shares)	242,880	6,448,464
Royal Dutch Shell, Cl. A	667,200	21,745,775
VNU	351,341	10,784,141
Wolters Kluwer	780,183	14,618,320
		123,432,460
New Zealand–.0%		
Fletcher Building	54,400	**277,225**
Norway–.1%		
DNB NOR	53,200	560,224
Norsk Hydro	4,400	467,132
Orkla	12,400	497,072
Tandberg	21,800	266,262
Yara International	20,200	335,285
		2,125,975
Portugal–.9%		
Energias de Portugal	5,658,060	**15,902,294**
Singapore–2.0%		
DBS Group Holdings	2,340,644	21,801,844
Fraser & Neave	41,400	411,919
Keppel	35,000	242,099
United Overseas Bank	1,633,300	13,820,427
		36,276,289
Spain–3.1%		
ACS	21,200	636,083
Banco Sabadell	325,008	8,461,461
Corp Mapfre	30,500	502,301
Endesa	1,039,801	23,456,257
Repsol YPF	176,300	5,211,454
Repsol YPF, ADR	634,451	18,754,372
Union Fenosa	8,900	258,916
		57,280,844
Sweden–1.1%		
Lindex	5,300	278,863
Skandinaviska Enskilda Banken, Cl. A	28,300	514,423
Svenska Cellulosa, Cl. B	531,960	18,917,446
Telefonaktiebolaget LM Ericsson, Cl. B	200,300	693,767
Volvo, Cl. B	17,500	749,574
		21,154,073

Mellon International Fund (continued)

Common Stocks (continued)	Shares	Value ($)
Switzerland—7.5%		
Baloise Holding	4,000	211,918
Ciba Specialty Chemicals	330,417	20,098,262
Clariant	524,848	7,505,594
Compagnie Financiere Richemont (Units), Cl. A	12,700	481,107
Credit Suisse Group	31,200	1,350,956
Logitech International	13,700 [a]	507,529
Lonza Group	110,913	6,322,359
Nestle	91,150	25,561,504
Novartis	567,140	27,471,409
Sulzer	1,400	664,197
Swiss Reinsurance	378,890	24,389,987
Swisscom	320	107,584
UBS	284,239	23,233,685
Zurich Financial Services	4,600	812,476
		138,718,567
United Kingdom—19.5%		
Alliance Unichem	31,300	465,502
Anglo American	819,210	20,704,594
AstraZeneca	20,800	948,653
Aviva	77,400	854,615
BAA	1,263,334	13,926,376
BAE Systems	1,297,934	7,656,948
Barclays	2,044,597	20,382,446
Barratt Developments	43,000	548,039
BHP Billiton	40,600	603,082
BOC Group	585,874	11,057,943
Boots Group	1,623,161	18,053,866
BP	2,457,500	27,998,455
British Airways	82,700 [a]	413,333
British American Tobacco	13,500	271,595
BT Group	3,885,383	15,094,008
Bunzl	95,143	935,610
Centrica	4,452,770	20,047,454
United Kingdom (continued)		
Dairy Crest Group	26,900	235,189
Diageo	1,275,336	18,208,462
Enterprise Inns	41,900	623,904
Filtrona	7,289	32,061
Friends Provident	220,600	690,961
GKN	2,547,382	13,202,476
GlaxoSmithKline	1,325,379	31,992,201
Greene King	10,600	252,616
HBOS	53,700	841,719
HSBC Holdings	842,530	13,563,141
Inchcape	20,839	777,626
International Power	63,900	268,111
Kelda Group	52,000	635,091
Legal & General Group	117,200	235,045
Lloyds TSB Group	7,100	58,364
Marks & Spencer Group	1,646,172	10,586,750
O2	105,800	292,287
Old Mutual	363,700	926,094
Rexam	820,992	7,448,111
Rio Tinto	2,000	70,630
Royal Bank of Scotland Group	1,005,596	29,385,292
Royal Dutch Shell, Cl. A	1,400	45,680
Royal Dutch Shell, Cl. B	3,800	128,853
SABMiller	13,900	245,188
Sage Group	99,100	408,210
Sainsbury (J)	2,090,927	10,676,582
Scottish Power	63,900	577,691
Shire Pharmaceuticals	24,400	304,822
Stagecoach Group	148,700	289,506
Standard Chartered	32,800	700,673
Tesco	94,200	554,019
Tullow Oil	102,500	398,194
Unilever	2,056,560	20,668,536
Vodafone Group	13,585,070	37,163,280

Mellon International Fund (continued)

Common Stocks (continued)	Shares	Value ($)
United Kingdom (continued)		
Wolseley	23,000	467,692
Xstrata	32,600	764,572
		363,682,148
United States–.1%		
iShares MSCI EAFE Index Fund	23,900	**1,338,400**
Total Common Stocks (cost $1,560,950,358)		**1,805,525,392**

Preferred Stocks–.1%	Shares	Value ($)
Germany:		
Fresenius	2,500	321,118
Henkel KGaA	4,170	394,523
Total Preferred Stocks (cost $666,647)		**715,641**

Short-Term Investment–1.5%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
J.P. Morgan Chase & Co., 3.48%, dated 8/31/2005, due 9/1/2005 in the amount of $28,002,707 (fully collateralized by $28,277,000 U.S. Treasury Notes, 4.125%, 8/15/2008, value $28,559,770) (cost $28,000,000)	28,000,000	**28,000,000**

Total Investments (cost $1,589,617,005)	**98.6%**	**1,834,241,033**
Cash and Receivables (Net)	**1.4%**	**26,623,333**
Net Assets	**100.0%**	**1,860,864,366**

ADR—American Depository Receipts.

[a] *Non-income producing.*

[b] *A portion of this security is on loan. At August 31, 2005, the total market value of the fund's security on loan is $444,162 and the total market value of the collateral held by the fund is $467,082, consisting of U.S. Government and agency securities.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Banking	16.7	Beverages & Tobacco	2.3
Financial Services	7.4	Merchandising	2.3
Energy	7.2	Miscellaneous	2.2
Food & Household Products	5.9	Consumer Services	1.6
Telecommunications	5.8	Machinery & Engineering	1.6
Healthcare	4.4	Textiles & Apparel	1.6
Chemicals	4.3	Appliances & Household Durables	1.5
Utilities	4.2	Miscellaneous Materials	1.5
Automobiles	3.4	Short-Term Investments	1.5
Transportation	3.3	Other	14.2
Electronic Components	2.9		
Forest Products & Paper	2.8		**98.6**

† *Based on net assets.*

See notes to financial statements.

Mellon Emerging Markets Fund

Common Stocks—93.8%	Shares		Value ($)
Brazil—7.0%			
Banco Itau Holding Financeira, ADR	48,700		5,102,786
Brasil Telecom Participacoes, ADR	234,540		8,548,983
Centrais Electricas Brasileiras	90,574		1,253,218
Cia de Saneamento Basico do Estado de Sao Paulo	123,584		7,762,494
Cia de Saneamento Basico do Estado de Sao Paulo, ADR	210,100		3,298,570
Contax Participacoes, ADR	272,800	a	178,308
Empresa Brasileira de Aeronautica, ADR	358,950		12,871,947
Grendene	670,100		4,721,217
Petroleo Brasileiro, ADR	559,980		35,032,349
Telecomunicacoes Brasileiras, ADR	272,800		7,818,448
Unibanco, GDR	158,810		7,101,983
			93,690,303
Chile—.4%			
Banco Santander Chile, ADR	128,500		**4,874,005**
China—4.2%			
Beijing Capital International Airport, Cl. H	4,165,000		1,714,690
Byd, Cl. H	421,000		750,383
China Petroleum & Chemical, ADR	36,300		1,625,877
China Petroleum & Chemical, Cl. H	13,746,700		6,120,388
China Shenhua Energy, Cl. H	5,102,000		5,672,188
China Shipping Container Lines, Cl. H	617,000		248,470
China Telecom, Cl. H	23,113,400		8,625,739
Datang International Power Generation, Cl. H	250,000		187,234
Huadian Power International, Cl. H	29,094,300		8,043,859
Huaneng Power International, Cl. H	5,923,600		4,231,651
PetroChina, Cl. H	10,492,000		8,157,017
Sinopec Yizheng Chemical Fibre, Cl. H	19,060,000		3,031,332
Sinotrans, Cl. H	15,027,600		5,277,723
Weiqiao Textile, Cl. H	2,028,500		2,663,224
			56,349,775
Croatia—.4%			
Pliva, GDR	457,400	b	**5,799,832**
Egypt—.3%			
Commercial International Bank, GDR	489,300	b	**3,982,902**
Hong Kong—3.9%			
Beijing Enterprises Holdings	1,497,000		2,107,325
Brilliance China Automotive Holdings	9,683,000		1,649,775
China Mobile (Hong Kong)	3,996,600		17,377,321
China Resources Enterprise	4,585,300		7,387,335
CNOOC	6,883,000		4,951,265
Denway Motors	23,869,500		8,852,934
Panva Gas Holdings	2,987,000	c	1,365,966
Shanghai Industrial Holdings	4,666,600		8,898,486
			52,590,407
Hungary—1.7%			
Egis	2,526		233,534
Gedeon Richter	53,657		8,566,036
Magyar Telekom	2,644,000		13,357,583
Mol Magyar Olaj-es Gazipari	4,519		496,099
			22,653,252
India—9.0%			
Bharat Petroleum	1,235,348		9,939,349
Dr. Reddy's Laboratories	139,300		2,513,246
Dr. Reddy's Laboratories, ADR	584,400		10,618,548
GAIL India	946,181		5,002,400
GAIL India, GDR	170,200	b	5,408,956
Hindalco Industries, GDR	460,300	b	14,637,540
Hindustan Petroleum	1,669,722		11,085,957
Mahanagar Telephone Nigam	4,347,957		12,656,766
Mahanagar Telephone Nigam, ADR	340,450		2,383,150
Mahindra & Mahindra	16,700		273,907
Oil & Natural Gas	386,536		8,588,633
Reliance Industries	1,325,608		21,494,139
Satyam Computer Services	30,148		362,251
State Bank of India, GDR	337,700	b	15,196,500
Tata TEA	24,840		449,569
			120,610,911
Indonesia—1.8%			
Astra International	250,000		246,551
Bank Mandiri Persero	25,324,500		3,380,396
Bank Rakyat Indonesia	681,500		171,172
Gudang Garam	5,317,700		5,689,496
Indofood Sukses Makmur	54,366,500		4,171,547
Telekomunikasi Indonesia	19,481,500		9,593,801
United Tractors	791,000		299,043
			23,552,006

Mellon Emerging Markets Fund (continued)

Common Stocks (continued)	Shares		Value ($)
Israel—.8%			
Bank Hapoalim	915,782		3,380,403
Bank Leumi Le-Israel	1,151,000		3,405,025
Check Point Software Technologies	12,400	c	279,744
Nice Systems, ADR	6,500	c	281,060
Super-Sol	1,565,094		3,904,442
			11,250,674
Malaysia—4.4%			
AMMB Holdings	1,569,800		1,065,897
Commerce Asset Holdings	6,404,300		9,422,922
Gamuda	7,233,300		8,212,889
Genting	2,575,000		13,037,835
Kuala Lumpur Kepong	2,206,400		4,214,271
MK Land Holdings	1,545,000		401,718
Resorts World	2,745,900		7,493,224
Sime Darby	9,099,200		14,590,102
			58,438,858
Mexico—6.9%			
Alfa, Cl. A	46,000		278,882
Cemex	1,271,142		6,053,170
Cemex, ADR	7,200		343,224
Coca-Cola Femsa, ADR	770,300		20,798,100
Controladora Comercial Mexicana (Units)	9,497,100		13,244,375
Desc, Ser. B	6,871,166	c	1,782,312
Embotelladoras Arca	183,000		394,719
Grupo Continental	2,047,500		3,464,531
Grupo Financiero Banorte, Cl. O	42,945		352,551
Grupo Mexico, Ser. B	183,029		321,781
Kimberly-Clark de Mexico, Cl. A	3,522,100		11,582,064
Organizacion Soriana, Cl. B	59,400		233,049
Telefonos de Mexico, ADR	1,729,200		33,200,640
			92,049,398
Philippines—.6%			
ABS-CBN Broadcasting	1,568,300	c	376,888
Bank of Philippine Islands	6,436,576		6,120,213
Manila Electric, Cl. B	2,878,000	c	1,162,904
			7,660,005
Poland—.9%			
KGHM Polska Miedz	240,533		2,948,107
Polski Koncern Naftowy Orlen	15,999		276,201
Powszechna Kasa Oszczednosci Bank Polski	261,300	b	2,311,679
Poland (continued)			
Telekomunikacja Polska	929,267		6,422,715
			11,958,702
Russia—3.8%			
Gazprom, ADR	315,900		15,573,870
LUKOIL, ADR	682,000		33,142,710
NovaTek, GDR	115,200	b,c	2,534,400
Rostelecom, ADR	22,900		309,150
			51,560,130
South Africa—11.1%			
Alexander Forbes	2,300,119		4,968,835
Aveng	3,006,641		6,258,915
Bidvest Group	873,380		11,992,681
Edgars Consolidated Stores	64,320		321,347
Illovo Sugar	833,876		1,159,435
Impala Platinum Holdings	114,690		12,054,613
Investec	9,644		307,593
JD Group	30,268		351,898
Mittal Steel South Africa	41,227		311,874
Nampak	4,196,510		10,153,378
Nedbank Group	1,881,063		25,974,333
Network Healthcare Holdings	4,034,171		3,878,889
Old Mutual	4,638,886		11,812,059
Sanlam	6,983,700		14,559,890
Sappi	1,655,781		17,728,433
Sasol	501,361		16,935,211
Shoprite Holdings	1,364,836		3,441,574
Steinhoff International Holdings	2,598,369		6,735,756
Telkom SA	23,402		468,775
Tiger Brands	16,802		342,243
			149,757,732
South Korea—21.1%			
CJ	90,860		5,800,947
Daeduck Electronics	27,710		252,446
Daegu Bank	28,130		295,879
Daelim Industrial	111,660		6,628,458
Dongbu Insurance	26,910		325,454
Honam Petrochemical	4,600		241,063
Hyundai Department Store	77,900		5,140,814
Hyundai Development	115,870		3,110,387
Hyundai Motor	178,090		12,298,528
Industrial Bank of Korea	664,650		6,953,480

Mellon Emerging Markets Fund (continued)

Common Stocks (continued)	Shares		Value ($)
South Korea (continued)			
INI Steel	121,730		2,478,992
Kangwon Land	702,317		11,088,064
KCC	1,200		258,567
Kia Motors	354,840		5,294,186
Kookmin Bank	469,114		23,603,266
Kookmin Bank, ADR	53,340		2,703,271
Korea Electric Power	756,180		23,793,824
Korea Fine Chemical	11,140		91,944
Korean Air Lines	493,220		8,465,766
KT, ADR	905,350		18,423,873
KT Freetel	15,150		368,544
Kumho Tire, GDR	308,200	b	2,326,910
LG Chem	308,440		12,654,458
LG Electronics	274,480		16,549,278
LG Telecom	56,300	c	305,516
POSCO	67,000		13,894,136
POSCO, ADR	71,350		3,728,038
Pusan Bank	27,560		266,696
Samsung	212,090		3,129,330
Samsung Electro-Mechanics	536,100		12,967,001
Samsung Electronics	60,050		31,732,103
Samsung Fire & Marine Insurance	145,350		13,983,571
Samsung SDI	86,840		8,192,735
SK	132,600		6,602,553
SK Telecom	45,100		8,252,892
SK Telecom, ADR	550,000		11,693,000
			283,895,970
Taiwan—12.4%			
Accton Technology	3,368,225	c	1,262,874
Acer	150,520		286,529
Advanced Semiconductor Engineering	9,511,000		6,558,051
Asia Cement	612,360		338,004
Asustek Computer	3,322,128		8,093,465
Benq	8,465,100		7,938,193
Catcher Technology	64,190		424,763
China Development Financial Holding	664,000	c	243,125
China Motor	6,665,220		6,129,616
Chunghwa Telecom, ADR	166,400		3,203,200
Compal Electronics	23,518,572		23,525,824
Delta Electronics	2,931,287		4,776,172
Taiwan (continued)			
Elan Microelectronics	2,204,726		980,458
Evergreen Marine	284,900		195,708
Far EasTone Telecommunications	168,000		211,804
First Financial Holding	15,273,300		11,243,988
High Tech Computer	35,600		393,188
Nien Hsing Textile	2,056,000		1,562,912
Novatek Microelectronics	85,909		364,237
Optimax Technology	3,822,283		6,697,188
Phoenix Precision Technology	253,358		242,985
Quanta Computer	9,543,433		15,230,442
Siliconware Precision Industries	280,084		252,818
SinoPac Financial Holdings	28,723,225		13,807,460
Sunplus Technology	2,773,000		2,799,637
Taishin Financial Holdings	2,183,440		1,402,568
Taiwan Mobile	8,737,806		8,147,333
Taiwan Semiconductor Manufacturing, ADR	32,900		270,767
United Microelectronics	48,199,928		29,085,996
Yageo	33,239,960	c	10,532,171
			166,201,476
Thailand—2.2%			
Bank of Ayudhya	621,300		191,461
Charoen Pokphand Foods	20,310,700		2,432,587
Delta Electronics Thai	956,700		359,799
Kasikornbank	6,009,700		8,847,678
Krung Thai Bank	38,766,800		8,973,591
PTT	48,000		282,907
Siam Commercial Bank	6,922,500		7,998,012
Siam Makro	547,400		752,407
Thai Olefins	136,200		195,134
			30,033,576
Turkey—.7%			
Tupras Turkiye Petrol Rafine	601,456		**9,208,468**
United States—.2%			
iShares MSCI Emerging Markets Index	38,000		**2,968,560**
Total Common Stocks (cost $959,194,279)			**1,259,086,942**

Preferred Stocks—2.7%	Shares	Value ($)
Brazil:		
Banco Bradesco	9,700	411,697
Banco Itau Holding Financeira	1,900	397,564

Mellon Emerging Markets Fund (continued)

Preferred Stocks (continued)	Shares	Value ($)
Brazil (continued):		
Centrais Electricas Brasileiras	163,381	2,177,395
Cia de Tecidos Norte de Minas	53,122	3,832,919
Cia Energetica de Minas Gerais	217,434	7,599,732
Cia Paranaense de Energia	1,332,700	7,653,083
Duratex	189,500	1,785,535
Perdigao	8,100	215,555
Petroleo Brasileiro	8,400	463,478
Telecomunicacoes de Sao Paulo	201,427	3,706,065
Telemar Norte Leste, Cl. A	150,904	3,330,507
Telemig Celular Participacoes	2,811,118	4,438,419
Tim Participacoes	168,500	263,896
Total Preferred Stocks (cost $23,217,075)		**36,275,845**

Short-Term Investment—1.4%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
JP Morgan Chase & Co., 3.48%, dated 8/31/2005, due 9/1/2005 in the amount of $18,801,817 (collateralized by $18,986,000 U.S. Treasury Notes, 4.125%, 8/15/2008, value $19,175,860) (cost $18,800,000)	18,800,000	**18,800,000**
Total Investments (cost $1,001,211,354)	**97.9%**	**1,314,162,787**
Cash and Receivables (Net)	**2.1%**	**28,195,351**
Net Assets	**100.0%**	**1,342,358,138**

ADR—American Depository Receipts.
GDR—Global Depository Receipts.
[a] *The valuation of this security has been determined in good faith under the direction of the Trust's Board.*
[b] *Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2005, these securities amounted to $52,198,719 or 3.9% of net assets.*
[c] *Non-income producing.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Telecommunications	11.1	Multi-Industry	2.8
Banking	9.2	Electrical & Electronics	2.5
Electronic Components & Instruments	8.2	Utilities	2.5
Energy	6.5	Leisure & Tourism	2.4
Energy Equipment & Services	5.8	Building Materials	2.3
Financial Services	4.6	Insurance	1.9
Utilities	4.5	Data Processing & Reproduction	1.8
Healthcare	4.3	Consumer Durables	1.6
Metals	3.8	Forest Products & Paper	1.6
Automobiles	3.2	Short-Term Investments	1.4
Beverages & Tobacco	3.1	Other	9.8
Chemicals	3.0		**97.9**

† *Based on net assets.*
See notes to financial statements.

Mellon Balanced Fund

Common Stocks—43.0%	Shares		Value ($)
Consumer Cyclical—4.1%			
Aeropostale	17,500	a	446,950
Bed Bath & Beyond	22,760	a	922,918
Chico's FAS	26,420	a	917,038
Coach	13,800	a	458,022
Coldwater Creek	13,990	a	428,794
Harrah's Entertainment	10,850		754,726
Home Depot	15,840		638,669
McDonald's	28,130		912,818
Nordstrom	41,880		1,406,330
Starbucks	27,650	a	1,355,956
Starwood Hotels & Resorts Worldwide	20,180		1,176,494
Target	21,640		1,163,150
Wal-Mart Stores	44,760		2,012,410
Walgreen	35,370		1,638,692
Yum! Brands	5,990		283,806
			14,516,773
Consumer Staples—3.2%			
ACCO Brands	2,218	a	57,890
Altria Group	27,400		1,937,180
Archer-Daniels-Midland	29,660		667,647
Coca-Cola	14,760		649,440
Fortune Brands	9,440		821,091
General Mills	12,160		560,819
Gillette	19,770		1,065,010
Kimberly-Clark	12,730		793,334
PepsiCo	37,500		2,056,875
Procter & Gamble	43,020		2,386,749
Sysco	12,570		419,586
			11,415,621
Electronics-Semiconductors/ Components—.2%			
Marvell Technology Group	13,000	a	**613,470**
Energy—4.5%			
Amerada Hess	11,470		1,457,837
Apache	19,150		1,371,523
ConocoPhillips	37,920		2,500,445
Devon Energy	20,838		1,266,325
Exxon Mobil	78,450		4,699,155
Occidental Petroleum	24,860		2,064,126
Suncor Energy	16,930		1,003,272
XTO Energy	35,756		1,423,088
			15,785,771
Health Care—5.7%			
Abbott Laboratories	34,130		1,540,287
Aetna	13,980		1,113,786
Amgen	31,310	a	2,501,669
Boston Scientific	56,290	a	1,513,075
Johnson & Johnson	33,030		2,093,772
Kinetic Concepts	9,300	a	509,640
Medtronic	26,320		1,500,240
Novartis, ADR	21,550		1,050,562
Pfizer	130,323		3,319,327
Sanofi-Synthelabo, ADR	17,800		761,128
UnitedHealth Group	53,800		2,770,700
Wyeth	31,140		1,425,901
			20,100,087
Interest Sensitive—8.9%			
Allstate	16,910		950,511
American Express	23,920		1,321,341
American International Group	43,356		2,566,675
Bear Stearns Cos.	7,330		736,665
Capital One Financial	12,650		1,040,336
Citigroup	53,106		2,324,450
Commerce Bancorp	12,500		421,500
Fannie Mae	17,120		873,805
Freddie Mac	22,770		1,374,853
General Electric	115,460		3,880,611
Goldman Sachs Group	15,210		1,691,048
JPMorgan Chase & Co.	86,172		2,920,369
Lehman Brothers Holdings	11,330		1,197,128
MBNA	34,920		879,984
Morgan Stanley	14,280		726,423
PNC Financial Services Group	16,710		939,603
Radian Group	7,070		361,842
RenaissanceRe Holdings	9,250		419,117
Simon Property Group	12,560		955,439
St. Paul Travelers Cos.	44,290		1,904,913
US Bancorp	40,586		1,185,923
Wachovia	15,867		787,321
Wells Fargo & Co.	35,080		2,091,470
			31,551,327
Producer Goods—4.7%			
Air Products & Chemicals	16,680		924,072
Caterpillar	23,680		1,314,003
Companhia Vale do Rio Doce, ADR	23,720		815,731

Mellon Balanced Fund (continued)

Common Stocks (continued)	Shares		Value ($)
Producer Goods (continued)			
Cooper Industries, Cl. A	9,390		623,871
DR Horton	22,000		812,240
Freeport-McMoRan Copper & Gold, Cl. B	30,190		1,273,112
General Dynamics	7,190		823,902
Goodrich	7,900		216,729
Honeywell International	26,970		1,032,412
Inco	29,510		1,249,158
Ingersoll-Rand, Cl. A	10,400		828,048
ITT Industries	7,330		799,850
L-3 Communications Holdings	8,160		668,141
Pentair	18,720		739,066
PPG Industries	13,530		852,119
3M	12,650		900,048
Tyco International	45,670		1,270,996
United Technologies	30,220		1,511,000
			16,654,498
Retail-Computers & Electronics–.2%			
Best Buy	14,700		**700,602**
Scientific Instruments–.2%			
Fisher Scientific International	10,100	a	**651,248**
Services–2.3%			
Allied Waste Industries	47,900	a	382,242
Cendant	60,220		1,224,875
McGraw-Hill Cos.	31,080		1,498,677
News, Cl. B	82,690		1,413,172
Sprint Nextel Corp	80,116		2,077,408
Time Warner	79,590		1,426,253
			8,022,627
Technology–7.1%			
Amdocs	29,110	a	854,378
Apple Computer	13,200	a	619,476
Cisco Systems	144,080	a	2,538,690
Corning	38,600	a	770,456
Danaher	20,910		1,119,940
Dell	63,180	a	2,249,208
eBay	46,940	a	1,900,601
Electronic Arts	10,910	a	624,925
EMC	73,900	a	950,354
Google, Cl. A	2,900	a	829,400
Intel	100,940		2,596,177
International Business Machines	8,140		656,247
Linear Technology	26,140		991,490

	Shares		Value ($)
Technology (continued)			
Microsoft	192,420		5,272,308
QUALCOMM	47,450		1,884,239
Symantec	62,340	a	1,307,893
			25,165,782
Utilities–1.9%			
Ameren	9,120		500,962
Constellation Energy Group	18,670		1,096,862
Entergy	12,330		923,640
Exelon	30,110		1,622,628
PPL	30,300		968,388
SBC Communications	34,097		821,056
Telefonos de Mexico, ADR	49,600		952,320
			6,885,856
Total Common Stocks (cost $107,282,428)			**152,063,662**

Bonds and Notes–32.2%	Principal Amount ($)	Value ($)
Asset-Backed Certificates/ Automobile–.6%		
Harley-Davidson Motorcycle Trust:		
Ser. 2003-4, Cl. A2, 2.69%, 4/15/2011	670,000	655,631
Ser. 2005-3, Cl. A2, 4.41%, 6/15/2012	275,000	274,957
Honda Auto Receivables Owner Trust, Ser. 2004-3, Cl. A4, 3.28%, 2/18/2010	580,000	566,227
Onyx Acceptance Owner Trust, Ser. 2005-A, Cl. A4, 3.91%, 9/15/2011	590,000	585,156
		2,081,971
Asset-Backed Certificates/ Credit Card–.5%		
Bank One Issuance Trust, Ser. 2003-C3, Cl. C3, 4.77%, 2/16/2016	1,800,000	**1,806,727**
Asset-Backed Certificates/Other–.3%		
Caterpillar Financial Asset Trust, Ser. 2005-A, Cl. A4, 4.10%, 6/25/2010	755,000	752,685
CNH Equipment Trust, Ser. 2005-A, Cl. A4B, 4.29%, 6/15/2012	275,000	275,384
		1,028,069

Mellon Balanced Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)	Value ($)
Banking/Finance—4.1%		
American Express, Notes, 4.75%, 6/17/2009	1,235,000 [b]	1,253,610
AXA Financial, Sr. Notes, 7.75%, 8/1/2010	500,000	570,356
Bank of America, Sr. Notes, 5.875%, 2/15/2009	750,000	788,256
Bear Stearns Cos., Notes, 4.50%, 10/28/2010	980,000	979,725
Caterpillar Financial Services, Notes, Ser. F, 3.625%, 11/15/2007	810,000	800,725
CIT Group, Debs., 5.875%, 10/15/2008	1,200,000	1,252,339
Countrywide Home Loan, Notes, 3.25%, 5/21/2008	600,000	582,399
ERP Operating, Notes, 6.95%, 3/2/2011	750,000	829,660
General Electric Capital, Notes, 3.125%, 4/1/2009	220,000 [b]	211,632
Goldman Sachs Group, Notes, 4.75%, 7/15/2013	1,000,000	995,501
KFW, Gov't Gtd. Notes, 3.75%, 1/24/2008	975,000	967,386
Landwirtschaftliche Rentenbank, Gov't Gtd. Notes, 3.25%, 10/12/2007	895,000	878,548
Lehman Brothers Holdings, Notes, 7%, 2/1/2008	875,000	927,741
Merrill Lynch & Co., Notes, Ser. C, 4.125%, 9/10/2009	900,000	890,707
Morgan Stanley, Unsub. Notes, 6.75%, 4/15/2011	775,000	857,364
PNC Funding, Sr. Notes, 4.50%, 3/10/2010	900,000	901,999
Wells Fargo Financial, Notes, 5.50%, 8/1/2012	795,000	842,729
		14,530,677
Commercial Mortgage Pass-Through Certificates—1.1%		
Asset Securitization, Ser. 1995-MD4, Cl. A1, 7.10%, 8/13/2029	89,907	92,458
GS Mortgage Securities II:		
Ser. 1998-GLII, Cl. A2, 6.562%, 4/13/2031	2,375,000	2,494,225

	Principal Amount ($)	Value ($)
Commercial Mortgage Pass-Through Certificates (continued)		
GS Mortgage Securities II (continued):		
Ser. 2005-GG4, Cl. A4, 4.761%, 7/10/2039	350,000	352,976
JP Morgan Chase Commercial Mortgage Securities:		
Ser. 2005-CB11, Cl. A2, 5.016%, 8/12/2037	520,000	531,258
Ser. 2005-LDP2, Cl. AM, 4.78%, 7/15/2042	430,000	432,878
		3,903,795
Foreign/Governmental—.9%		
Financement Quebec, Govt. Gtd. Notes, 5%, 10/25/2012	605,000	627,669
Province of Manitoba, Notes, 4.45%, 4/12/2010	405,000	410,212
Province of Ontario:		
Notes, 5.125%, 7/17/2012	500,000 [b]	530,920
Sr. Unsub. Bonds, 5.50%, 10/1/2008	465,000	485,095
Republic of Italy, Bonds, 4%, 6/16/2008	710,000	708,579
United Mexican States, Notes, 6.625%, 3/3/2015	500,000 [b]	553,250
		3,315,725
Industrial—1.1%		
Alcoa, Notes, 4.25%, 8/15/2007	885,000	886,191
Canadian National Railways, Notes, 4.25%, 8/1/2009	1,000,000	995,028
Conoco Funding, Gtd. Notes, 6.35%, 10/15/2011	490,000	541,942
International Business Machines, Debs., 7%, 10/30/2025	650,000	801,965
Wal-Mart Stores, Bonds, 5.25%, 9/1/2035	690,000	698,888
		3,924,014
Media/Telecommunications—1.6%		
Comcast, Bonds, 5.65%, 6/15/2035	515,000	507,360
British Sky Broadcasting, Gtd. Notes, 6.875%, 2/23/2009	330,000	353,790
Sprint Capital, Notes, 8.375%, 3/15/2012	950,000	1,135,850
Time Warner Cos., Gtd. Notes, 6.95%, 1/15/2028	650,000	735,491
Univision Communications, Sr. Notes, 3.50%, 10/15/2007	1,150,000	1,123,243

Mellon Balanced Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)		Value ($)
Media/Telecommunications (continued)			
Verizon New York, Debs., 7.375%, 4/1/2032	500,000		588,188
Viacom, Gtd. Notes, 7.875%, 7/30/2030	850,000		1,048,835
			5,492,757
Real Estate Investment Trusts—.2%			
Liberty Property, Sr. Notes, 7.25%, 3/15/2011	250,000		278,735
Mack-Cali Realty, Notes, 7.75%, 2/15/2011	475,000		540,085
			818,820
Residential Mortgage Pass-Through Certificates—.1%			
ABN Ambro Mortgage Corp., Ser. 2002-1A, Cl. M, 5.627%, 6/25/2032	207,875	c	208,597
Washington Mutual, Ser. 2003-S4, Cl. 4A1, 4%, 2/25/2032	291,710		290,168
			498,765
U.S. Government—7.8%			
U.S. Treasury Bonds:			
6.25%, 8/15/2023	2,540,000		3,148,203
6%, 2/15/2026	50,000		61,332
5.375%, 2/15/2031	1,195,000		1,401,412
U.S. Treasury Inflation Protection Securities, 1.625%, 1/15/2015	1,201,943	b,d	1,201,592
U.S Treasury Notes:			
5.50%, 2/15/2008	155,000	b	161,163
6%, 8/15/2009	7,210,000	b	7,775,192
4.375%, 5/15/2007-8/15/20012	8,090,000	b	8,181,117
4%, 11/15/2012	400,000	b	401,920
4.125%, 5/15/2015	5,200,000	b	5,235,100
			27,567,031
U.S. Government Agencies—2.7%			
Federal Farm Credit Bank, Bonds, 4.125%, 4/15/2009	855,000		855,043
Federal Home Loan Bank, Bonds:			
3.75%, 3/7/2007	130,000		129,326
4%, 4/25/2007	85,000		84,850
3.875%, 2/15/2008	760,000		755,689
3.90%, 2/25/2008	560,000		557,846
4.25%, 5/16/2008	610,000		607,395
4.65%, 8/22/2008	425,000		426,860

	Principal Amount ($)	Value ($)
U.S. Government Agencies (continued)		
Federal Home Loan Mortgage Corp., Notes:		
3.75%, 8/3/2007	885,000	880,545
4.50%, 8/22/2007	655,000	657,364
3.30%, 9/14/2007	1,125,000	1,110,420
3.25%, 11/2/2007	155,000	152,425
4.375%, 1/25/2010	840,000	838,848
4.75%, 12/8/2010	715,000	716,380
Federal National Mortgage Association, Notes:		
4%, 5/9/2007	585,000	583,750
4.125%, 6/16/2008	590,000	587,133
4.75%, 8/25/2008	425,000	426,938
		9,370,812
U.S. Government Agencies/ Mortgage-Backed—10.8%		
Federal Home Loan Mortgage Corp.:		
8.50%, 6/1/2018	658,180	712,479
5%, 10/1/2018	1,287,418	1,298,683
7%, 8/1/2029	153,732	160,985
5.625%, 7/1/2031	172,344	177,109
6.50%, 8/1/2032	926,899	959,915
5.50%, 9/1/2006-3/1/2035	4,059,261	4,129,474
Federal National Mortgage Association:		
8%, 2/1/2013	235,915	246,161
4.50%, 5/1/2020-7/1/2020	2,855,815	2,834,712
7%, 6/1/2009-6/1/2032	609,867	636,054
7.50%, 7/1/2032	267,806	284,041
6%, 9/1/2019-3/1/2035	3,455,813	3,549,577
6.50%, 3/1/2017-6/1/2035	2,364,751	2,449,485
5%, 10/1/2018-7/1/2035	10,860,930	10,855,619
5.50%, 1/1/2020-7/1/2035	7,204,479	7,300,805
Ser. 333, Cl. 2, 5.50%, 3/1/2033 (Interest Only Obligation)	1,190,989	226,863
Government National Mortgage Association I:		
8%, 2/15/2008	170,810	175,026
9%, 12/15/2009	389,920	407,829
7%, 5/15/2023-11/15/2023	418,205	442,252
6.50%, 2/15/2024	245,267	256,763
7.50%, 3/15/2027	165,996	177,096
6%, 10/15/2008-10/15/2033	858,352	882,442
		38,163,370

Mellon Balanced Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)	Value ($)
Utilities—.4%		
Dominion Resources Sr. Unscd. Notes, 5.15%, 7/15/2015	500,000	506,838
FPL Group Capital, Gtd. Debs., 6.125%, 5/15/2007	700,000	721,628
		1,228,466
Total Bonds and Notes (cost $113,095,071)		**113,730,999**

Other Investments—25.5%	Shares	Value ($)
Registered Investment Companies:		
Mellon Emerging Markets Fund, Class M Shares	899,547 [e]	20,410,713
Mellon International Fund, Class M Shares	2,103,737 [e]	34,080,543
Mellon Mid Cap Stock Fund, Class M Shares	1,665,488 [e]	24,649,219

Other Investments (continued)	Shares	Value ($)
Registered Investment Companies (continued):		
Mellon Small Cap Stock Fund, Class M Shares	634,438 [e]	10,899,641
Total Other Investments (cost $65,913,724)		**90,040,116**

Investment of Cash Collateral for Securities Loaned—6.1%		
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $21,441,190)	21,441,190 [f]	**21,441,190**

Total Investments (cost $307,732,413)	**106.8%**	**377,275,967**
Liabilities, Less Cash and Receivables	**(6.8%)**	**(23,902,315)**
Net Assets	**100.0%**	**353,373,652**

ADR—American Depository Receipts.

[a] *Non-income producing.*

[b] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $24,945,632 and the total market value of the collateral held by the fund is $25,478,199, consisting of cash collateral of $21,441,190 and U.S. Government and agency securities valued at $4,037,009.*

[c] *Variable rate security—interest rate subject to periodic change.*

[d] *Principal amount for accrual purposes is periodically adjusted based on changes in the Consumer Price Index.*

[e] *Investments in affiliated mutual funds.*

[f] *Investment in affiliated money market mutual fund.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Registered Investment Companies	25.5	Health Care	5.7
U.S. Government Agencies/Mortgage-Backed	10.8	Producer Goods	4.7
Interest Sensitive	8.9	Energy	4.5
U.S Government	7.8	Other	25.7
Technology	7.1		
Money Market Investments	6.1		**106.8**

† *Based on net assets.*

See notes to financial statements.

STATEMENTS OF ASSETS AND LIABILITIES

August 31, 2005

	Mellon Large Cap Stock Fund	Mellon Income Stock Fund	Mellon Mid Cap Stock Fund	Mellon Small Cap Stock Fund
Assets ($):				
Investments in securities— See Statement of Investments† (including securities on loan)††—Note 2(b):				
Unaffiliated isuers	1,734,768,642	395,664,168	1,492,221,587	803,725,990
Affiliated issuers	39,543,268	7,600,890	16,892,046	96,933,352
Cash	–	–	1,414,161	1,392,678
Receivable for investment securities sold	28,037,824	–	11,109,585	2,920,697
Dividends and interest receivable	2,617,556	944,674	1,164,131	279,103
Receivable for shares of Beneficial Interest subscribed	1,083,190	280,000	613,977	255,626
Prepaid expenses	25,974	16,736	35,592	15,801
	1,806,076,454	**404,506,468**	**1,523,451,079**	**905,523,247**
Liabilities ($):				
Due to The Dreyfus Corporation and affiliates—Note 4(c)	990,846	226,319	977,591	612,143
Due to Administrator—Note 4(a)	197,441	44,744	167,060	91,533
Cash overdraft due to Custodian	291,298	383,091	–	–
Liability for securities on loan—Note 2(b)	39,543,268	7,600,890	16,892,046	96,933,352
Payable for investment securities purchased	27,107,360	151,867	11,388,220	4,832,723
Payable for shares of Beneficial Interest redeemed	379,157	–	474,921	518,869
Accrued expenses	50,762	29,662	42,128	35,224
	68,560,132	**8,436,573**	**29,941,966**	**103,023,844**
Net Assets ($)	**1,737,516,322**	**396,069,895**	**1,493,509,113**	**802,499,403**
Composition of Net Assets ($):				
Paid-in capital	1,321,344,550	284,574,348	972,181,316	558,272,246
Accumulated undistributed investment income—net	534,727	56,371	1,036,313	174,382
Accumulated net realized gain (loss) on investments	(62,401,685)	6,439,831	175,139,971	111,460,405
Accumulated net unrealized appreciation (depreciation) on investments	478,038,730	104,999,345	345,151,513	132,592,370
Net Assets ($)	**1,737,516,322**	**396,069,895**	**1,493,509,113**	**802,499,403**
Net Asset Value Per Share				
Class M Shares				
Net Assets ($)	1,733,531,012	394,977,477	1,458,951,536	797,807,512
Shares Outstanding	176,992,791	39,824,563	98,609,959	46,433,663
Net Asset Value Per Share ($)	**9.79**	**9.92**	**14.80**	**17.18**
Investor Shares				
Net Assets ($)	3,985,310	1,092,418	26,444,991	4,691,891
Shares Outstanding	406,030	109,506	1,795,162	276,412
Net Asset Value Per Share ($)	**9.82**	**9.98**	**14.73**	**16.97**
Dreyfus Premier Shares				
Net Assets ($)	–	–	8,112,586	–
Shares Outstanding	–	–	561,634	–
Net Asset Value Per Share ($)	**–**	**–**	**14.44**	**–**
† **Investments at cost ($):**				
Unaffiliated issuers	1,256,729,912	290,664,823	1,147,070,074	671,133,620
Affiliated issuers	39,543,268	7,600,890	16,892,046	96,933,352
†† **Value of securities on loan ($)**	**44,570,928**	**9,432,269**	**34,949,101**	**94,286,727**

See notes to financial statements.

	Mellon International Fund	Mellon Emerging Markets Fund	Mellon Balanced Fund
Assets ($):			
Investments in securities—See Statement of Investments† (including securities on loan)††—Note 2(b):			
Unaffiliated isuers	1,834,241,033	1,314,162,787	265,794,661
Affiliated issuers	–	–	111,481,306
Cash	6,372,622	1,169,341	–
Cash denominated in foreign currencies†††	21,321,712	17,317,061	–
Receivable for investment securites sold	8,225,719	16,545,367	3,388,501
Dividends and interest receivable	4,926,274	3,565,779	1,094,940
Receivable for shares of Beneficial Interest subscribed	1,097,347	1,960,640	–
Paydowns receivable	–	–	11,438
Unrealized appreciation on foreign currency exchange contracts—Note 2(e)	28,078	12,634	–
Prepaid expenses	18,278	25,794	14,866
	1,876,231,063	**1,354,759,403**	**381,785,712**
Liabilities ($):			
Due to The Dreyfus Corporation and affiliates—Note 4(c)	1,694,271	1,901,417	150,930
Due to Administrator—Note 4(a)	208,155	152,824	30,029
Cash overdraft due to Custodian	–	–	2,027,841
Payable for investment securities purchased	12,791,355	9,432,917	3,290,599
Liability for securities on loan—Note 2(b)	–	–	21,441,190
Payable for shares of Beneficial Interest redeemed	583,646	845,686	21,006
Bank loan payable—Note 3	–	–	1,400,000
Unrealized depreciation on foreign currency exchange contracts—Note 2(e)	425	29,799	–
Interest expense—Note 3	–	–	8,068
Accrued expenses	88,845	38,622	42,397
	15,366,697	**12,401,265**	**28,412,060**
Net Assets ($)	**1,860,864,366**	**1,342,358,138**	**353,373,652**
Composition of Net Assets ($):			
Paid-in capital	1,482,843,025	869,649,243	278,261,878
Accumulated undistributed investment income—net	21,539,696	20,147,828	668,597
Accumulated net realized gain (loss) on investments	111,861,530	139,834,186	4,899,623
Accumulated net unrealized appreciation (depreciation) on investments	–	–	69,543,554
Accumulated net unrealized appreciation (depreciation) on investments and foreign currency transactions	244,620,115	312,726,881	–
Net Assets ($)	**1,860,864,366**	**1,342,358,138**	**353,373,652**
Net Asset Value Per Share			
Class M Shares			
Net Assets ($)	1,857,397,916	1,337,800,722	351,525,348
Shares Outstanding	114,662,647	58,961,837	27,494,236
Net Asset Value Per Share ($)	**16.20**	**22.69**	**12.79**
Investor Shares			
Net Assets ($)	3,466,450	4,557,416	1,848,304
Shares Outstanding	207,129	199,992	144,098
Net Asset Value Per Share ($)	**16.74**	**22.79**	**12.83**
† **Investments at cost ($):**			
Unaffiliated issuers	1,589,617,005	1,001,211,354	220,377,499
Affiliated issuers	–	–	87,354,914
†† **Value of securities on loan ($)**	**444,162**	**–**	**24,945,632**
††† **Cash denominated in foreign currencies (cost) ($)**	**21,392,868**	**17,651,540**	–

See notes to financial statements.

STATEMENTS OF OPERATIONS

Year Ended August 31, 2005

	Mellon Large Cap Stock Fund	Mellon Income Stock Fund	Mellon Mid Cap Stock Fund	Mellon Small Cap Stock Fund
Investment Income ($):				
Income:				
Cash dividends (net of $74,686, $10,952, $6,918 and $11,003 foreign taxes withheld at source, respectively)	31,092,567	9,758,465	15,316,562	7,124,022
Interest	597,024	329,648	340,791	189,637
Income from securities lending	38,270	8,328	143,034	476,664
Total Income	**31,727,861**	**10,096,441**	**15,800,387**	**7,790,323**
Expenses:				
Investment advisory fee—Note 4(a)	10,673,410	2,230,567	10,109,587	7,048,135
Administration fee—Note 4(a)	2,215,136	462,685	1,818,117	1,118,908
Custodian fees—Note 4(c)	107,795	26,300	98,873	85,387
Trustees' fees and expenses—Note 4(d)	62,739	13,197	49,961	33,607
Auditing fees	29,635	23,243	25,082	24,087
Legal fees	29,482	5,228	6,891	14,521
Registration fees	27,960	27,540	35,855	28,011
Shareholder servicing costs—Note 4(c)	10,872	2,750	97,997	12,737
Prospectus and shareholders' reports	7,824	6,987	42,052	6,861
Distribution fees—Note 4(b)	–	–	65,730	–
Interest expense—Note 3	–	–	9,654	2,892
Miscellaneous	36,367	9,946	27,997	11,322
Total Expenses	**13,201,220**	**2,808,443**	**12,387,796**	**8,386,468**
Less—reduction in custody fees due to earnings credits—Note 2(b)	(1,801)	(1,345)	–	(3,113)
Net Expenses	**13,199,419**	**2,807,098**	**12,387,796**	**8,383,355**
Investment Income (Loss)—Net	**18,528,442**	**7,289,343**	**3,412,591**	**(593,032)**
Realized and Unrealized Gain (Loss) on Investments—Note 5 ($):				
Net realized gain (loss) on investments	49,992,372	6,443,507	199,130,337	124,554,417
Net unrealized appreciation (depreciation) on investments	134,534,665	36,248,833	131,825,896	7,285,347
Net Realized and Unrealized Gain (Loss) on Investments	**184,527,037**	**42,692,340**	**330,956,233**	**131,839,764**
Net Increase in Net Assets Resulting from Operations	**203,055,479**	**49,981,683**	**334,368,824**	**131,246,732**

See notes to financial statements.

	Mellon International Fund	Mellon Emerging Markets Fund	Mellon Balanced Fund
Investment Income ($):			
Income:			
Cash dividends (net of $3,676,777, $4,608,393 and $6,916 foreign taxes withheld at source, respectively)	37,655,638	36,946,077	3,492,985
Interest	1,256,359	481,619	4,919,829
Income from securities lending	81,724	–	26,225
Total Income	**38,993,721**	**37,427,696**	**8,439,039**
Expenses:			
Investment advisory fee—Note 4(a)	13,341,337	14,233,018	1,552,710
Administration fee—Note 4(a)	2,116,403	1,669,408	349,162
Custodian fees—Note 4(c)	1,375,485	2,561,561	31,528
Registration fees	74,602	32,716	25,068
Trustees' fees and expenses—Note 4(d)	59,953	45,820	14,434
Auditing fees	28,570	26,850	35,645
Legal fees	22,123	20,803	4,136
Shareholder servicing costs—Note 4(c)	7,456	14,005	3,205
Prospectus and shareholders' reports	3,841	5,516	13,117
Interest expense—Note 3	2,377	–	8,306
Miscellaneous	56,945	49,564	20,725
Total Expenses	**17,089,092**	**18,659,261**	**2,058,036**
Less—reduction in custody fees due to earnings credits—Note 2(b)	–	(12,917)	–
Net Expenses	**17,089,092**	**18,646,344**	**2,058,036**
Investment Income—Net	**21,904,629**	**18,781,352**	**6,381,003**
Realized and Unrealized Gain (Loss) on Investments—Note 5 ($):			
Net realized gain (loss) on investments	–	–	16,266,463
Net realized gain (loss) on investments and foreign currency transactions	142,332,726	163,176,508	–
Net realized gain (loss) on foreign currency exchange contracts	(1,471,761)	(387,715)	–
Net Realized Gain (Loss)	**140,860,965**	**162,788,793**	**16,266,463**
Net unrealized appreciation (depreciation) on investments	–	–	19,693,002
Net unrealized appreciation (depreciation) on investments and foreign currency transactions	100,934,933	192,279,052	–
Net Realized and Unrealized Gain (Loss) on Investments	**241,795,898**	**355,067,845**	**35,959,465**
Net Increase in Net Assets Resulting from Operations	**263,700,527**	**373,849,197**	**42,340,468**

See notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

	Mellon Large Cap Stock Fund		Mellon Income Stock Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Operations ($):				
Investment income—net	18,528,442	12,308,880	7,289,343	4,711,642
Net realized gain (loss) on investments	49,992,372	68,780,791	6,443,507	34,939,890
Net unrealized appreciation (depreciation) on investments	134,534,665	38,241,235	36,248,833	(2,981,630)
Net Increase (Decrease) in Net Assets Resulting from Operations	**203,055,479**	**119,330,906**	**49,981,683**	**36,669,902**
Dividends to Shareholders from ($):				
Investment income—net:				
Class M Shares	(18,372,314)	(12,496,818)	(7,052,698)	(4,805,224)
Investor Shares	(31,103)	(21,293)	(15,954)	(12,371)
Net realized gain on investments:				
Class M Shares	–	–	(27,270,508)	(3,983,636)
Investor Shares	–	–	(75,936)	(14,224)
Total Dividends	**(18,403,417)**	**(12,518,111)**	**(34,415,096)**	**(8,815,455)**
Beneficial Interest Transactions ($):				
Net proceeds from shares sold:				
Class M Shares	207,306,006	186,854,023	139,980,677	45,592,369
Investor Shares	1,519,222	14,101,149	276,218	88,373
Dividends reinvested:				
Class M Shares	921,282	726,047	18,406,441	2,737,835
Investor Shares	21,575	10,984	89,750	26,489
Cost of shares redeemed:				
Class M Shares	(203,961,213)	(228,844,318)	(53,808,276)	(72,272,051)
Investor Shares	(1,299,792)	(13,279,261)	(78,671)	(555,022)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**4,507,080**	**(40,431,376)**	**104,866,139**	**(24,382,007)**
Total Increase (Decrease) in Net Assets	**189,159,142**	**66,381,419**	**120,432,726**	**3,472,440**
Net Assets ($):				
Beginning of Period	1,548,357,180	1,481,975,761	275,637,169	272,164,729
End of Period	**1,737,516,322**	**1,548,357,180**	**396,069,895**	**275,637,169**
Undistributed investment income—net	534,727	437,108	56,371	63,830
Capital Share Transactions (Shares):				
Class M Shares				
Shares sold	22,038,590	21,219,504	14,483,294	4,864,972
Shares issued for dividends reinvested	98,190	82,445	1,931,894	292,117
Shares redeemed	(21,865,930)	(25,953,732)	(5,530,554)	(7,871,834)
Net Increase (Decrease) in Shares Outstanding	**270,850**	**(4,651,783)**	**10,884,634**	**(2,714,745)**
Investor Shares				
Shares sold	160,554	1,589,881	28,956	9,545
Shares issued for dividends reinvested	2,301	1,249	9,336	2,829
Shares redeemed	(139,866)	(1,468,062)	(8,150)	(58,918)
Net Increase (Decrease) in Shares Outstanding	**22,989**	**123,068**	**30,142**	**(46,544)**

See notes to financial statements.

	Mellon Mid Cap Stock Fund		Mellon Small Cap Stock Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Operations ($):				
Investment income (loss)—net	3,412,591	3,917,981	(593,032)	(765,197)
Net realized gain (loss) on investments	199,130,337	107,373,012	124,554,417	43,686,983
Net unrealized appreciation (depreciation) on investments	131,825,896	11,137,361	7,285,347	35,068,269
Net Increase (Decrease) in Net Assets Resulting from Operations	**334,368,824**	**122,428,354**	**131,246,732**	**77,990,055**
Dividends to Shareholders from ($):				
Investment income—net:				
Class M Shares	(3,984,308)	(3,197,923)	–	–
Investor Shares	(17,531)	(10,284)	–	–
Net realized gain on investments:				
Class M Shares	(77,822,375)	–	(19,844,248)	–
Investor Shares	(1,434,735)	–	(84,779)	–
Dreyfus Premier Shares	(570,464)	–	–	–
Total Dividends	**(83,829,413)**	**(3,208,207)**	**(19,929,027)**	**–**
Beneficial Interest Transactions ($):				
Net proceeds from shares sold:				
Class M Shares	215,658,261	159,457,396	124,390,649	206,754,973
Investor Shares	4,329,614	11,860,398	1,679,037	666,905
Dreyfus Premier Shares	163,180	246,977	–	–
Dividends reinvested:				
Class M Shares	46,621,454	668,015	11,761,061	–
Investor Shares	1,344,492	9,349	79,795	–
Dreyfus Premier Shares	488,518	–	–	–
Cost of shares redeemed:				
Class M Shares	(207,406,100)	(189,805,996)	(196,753,928)	(94,900,610)
Investor Shares	(5,592,823)	(10,367,338)	(921,111)	(1,315,084)
Dreyfus Premier Shares	(3,785,773)	(7,089,773)	–	–
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**51,820,823**	**(35,020,972)**	**(59,764,497)**	**111,206,184**
Total Increase (Decrease) in Net Assets	**302,360,234**	**84,199,175**	**51,553,208**	**189,196,239**
Net Assets ($):				
Beginning of Period	1,191,148,879	1,106,949,704	750,946,195	561,749,956
End of Period	**1,493,509,113**	**1,191,148,879**	**802,499,403**	**750,946,195**
Undistributed investment income—net	1,036,313	2,419,500	174,382	76,408

	Mellon Mid Cap Stock Fund		Mellon Small Cap Stock Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Capital Share Transactions:				
Class M Shares				
Shares sold	16,035,142	13,025,718	7,529,761	14,075,756
Shares issued for dividends reinvested	3,594,561	55,575	707,645	–
Shares redeemed	(15,380,226)	(15,743,025)	(11,908,708)	(6,347,665)
Net Increase (Decrease) in Shares Outstanding	**4,249,477**	**(2,661,732)**	**(3,671,302)**	**7,728,091**
Investor Shares[a]				
Shares sold	326,579	967,869	104,401	44,983
Shares issued for dividends reinvested	103,982	781	4,851	–
Shares redeemed	(417,144)	(829,700)	(56,733)	(94,651)
Net Increase (Decrease) in Shares Outstanding	**13,417**	**138,950**	**52,519**	**(49,668)**
Dreyfus Premier Shares[a]				
Shares sold	12,634	19,462	–	–
Shares issued for dividends reinvested	38,315	–	–	–
Shares redeemed	(290,042)	(586,382)	–	–
Net Increase (Decrease) in Shares Outstanding	**(239,093)**	**(566,920)**	**–**	**–**

[a] *During the period ended August 31, 2005, 177,382 Dreyfus Premier shares of Mellon Mid Cap Stock Fund representing $2,306,284 were automatically converted to 174,748 Investor shares and during the period ended August 31, 2004, 408,718 Dreyfus Premier shares of Mellon Mid Cap Stock Fund representing $4,969,465 were automatically converted to 405,061 Investor shares.*

See notes to financial statements.

	Mellon International Fund		Mellon Emerging Markets Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Operations ($):				
Investment income—net	21,904,629	16,404,935	18,781,352	11,759,859
Net realized gain (loss) on investments	140,860,965	88,031,934	162,788,793	80,463,564
Net unrealized appreciation (depreciation) on investments	100,934,933	96,766,316	192,279,052	47,288,199
Net Increase (Decrease) in Net Assets Resulting from Operations	**263,700,527**	**201,203,185**	**373,849,197**	**139,511,622**
Dividends to Shareholders from ($):				
Investment income—net:				
Class M Shares	(18,606,194)	(13,996,941)	(7,111,602)	(5,321,756)
Investor Shares	(11,955)	(1,305)	(21,031)	(2,047)
Net realized gain on investments:				
Class M Shares	(58,460,661)	–	(93,399,039)	(10,285,747)
Investor Shares	(46,662)	–	(338,211)	(5,743)
Total Dividends	**(77,125,472)**	**(13,998,246)**	**(100,869,883)**	**(15,615,293)**
Beneficial Interest Transactions ($):				
Net proceeds from shares sold:				
Class M Shares	532,302,524	352,182,586	276,540,708	412,560,640
Investor Shares	3,052,884	4,308,413	3,641,107	3,575,511
Dividends reinvested:				
Class M Shares	16,624,186	3,040,359	57,373,886	7,970,340
Investor Shares	49,927	1,240	348,588	6,955
Cost of shares redeemed:				
Class M Shares	(142,862,209)	(97,834,871)	(269,519,059)	(69,024,287)
Investor Shares	(781,894)	(3,874,911)	(3,774,228)	(578,993)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**408,385,418**	**257,822,816**	**64,611,002**	**354,510,166**
Total Increase (Decrease) in Net Assets	**594,960,473**	**445,027,755**	**337,590,316**	**478,406,495**
Net Assets ($):				
Beginning of Period	1,265,903,893	820,876,138	1,004,767,822	526,361,327
End of Period	**1,860,864,366**	**1,265,903,893**	**1,342,358,138**	**1,004,767,822**
Undistributed investment income—net	21,539,696	16,352,003	20,147,828	7,087,091
Capital Share Transactions (Shares):				
Class M Shares				
Shares sold	34,292,129	25,536,689	13,502,727	23,872,309
Shares issued for dividends reinvested	1,088,683	233,335	2,793,276	457,802
Shares redeemed	(9,252,652)	(6,932,933)	(13,020,978)	(3,908,665)
Net Increase (Decrease) in Shares Outstanding	**26,128,160**	**18,837,091**	**3,275,025**	**20,421,446**
Investor Shares				
Shares sold	191,177	292,232	176,814	200,762
Shares issued for dividends reinvested	3,160	91	16,872	397
Shares redeemed	(48,259)	(256,688)	(183,120)	(32,580)
Net Increase (Decrease) in Shares Outstanding	**146,078**	**35,635**	**10,566**	**168,579**

See notes to financial statements.

	Mellon Balanced Fund	
	Year Ended August 31,	
	2005	2004
Operations ($):		
Investment income—net	6,381,003	6,358,677
Net realized gain (loss) on investments	16,266,463	7,905,951
Net unrealized appreciation (depreciation) on investments	19,693,002	17,010,291
Net Increase (Decrease) in Net Assets Resulting from Operations	**42,340,468**	**31,274,919**
Dividends to Shareholders from ($):		
Investment income—net:		
Class M Shares	(6,757,641)	(6,621,136)
Investor Shares	(17,186)	(8,017)
Total Dividends	**(6,774,827)**	**(6,629,153)**
Beneficial Interest Transactions ($):		
Net proceeds from shares sold:		
Class M Shares	15,452,501	14,543,502
Investor Shares	1,371,782	201,741
Dividends reinvested:		
Class M Shares	119,933	105,144
Investor Shares	12,030	3,972
Cost of shares redeemed:		
Class M Shares	(41,826,634)	(45,340,881)
Investor Shares	(312,570)	(1,612)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**(25,182,958)**	**(30,488,134)**
Total Increase (Decrease) in Net Assets	**10,382,683**	**(5,842,368)**
Net Assets ($):		
Beginning of Period	342,990,969	348,833,337
End of Period	**353,373,652**	**342,990,969**
Undistributed investment income—net	668,597	627,471
Capital Share Transactions (Shares:)		
Class M Shares		
Shares sold	1,254,690	1,257,979
Shares issued for dividends reinvested	9,722	9,111
Shares redeemed	(3,393,828)	(3,930,836)
Net Increase (Decrease) in Shares Outstanding	**(2,129,416)**	**(2,663,746)**
Investor Shares		
Shares sold	111,038	17,335
Shares issued for dividends reinvested	967	344
Shares redeemed	(25,405)	(139)
Net Increase (Decrease) in Shares Outstanding	**86,600**	**17,540**

See notes to financial statements.

FINANCIAL HIGHLIGHTS

The following tables describe the performance for each share class of each Mellon equity fund for the fiscal periods indicated. All information (except portfolio turnover rate) reflects financial results for a single fund share. Total return shows how much your investment in each fund would have increased (or decreased) during the period, assuming you had reinvested all dividends and distributions. These figures have been derived from each fund's financial statements.

	Class M Shares				
	Year Ended August 31,				
Mellon Large Cap Stock Fund	2005	2004	2003[a]	2002	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	8.74	8.16	7.77	9.52	12.50
Investment Operations:					
Investment income—net[c]	.11	.07	.06	.05	.03
Net realized and unrealized gain (loss) on investments	1.05	.58	.39	(1.59)	(2.97)
Total from Investment Operations	1.16	.65	.45	(1.54)	(2.94)
Distributions:					
Dividends from investment income—net	(.11)	(.07)	(.06)	(.05)	(.03)
Dividends from net realized gain on investments	–	–	–	(.16)	(.01)
Total Distributions	(.11)	(.07)	(.06)	(.21)	(.04)
Net asset value, end of period	9.79	8.74	8.16	7.77	9.52
Total Return (%)	13.27	7.95	5.76	(16.47)	(23.55)[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.80	.81	.81	.81	.75[d]
Ratio of net expenses to average net assets	.80	.81	.81	.81	.75[d]
Ratio of net investment income to average net assets	1.13	.77	.83	.56	.27[d]
Portfolio Turnover Rate	23.49	43.52	56.96	44.26	45.08[d]
Net Assets, end of period ($ x 1,000)	1,733,531	1,545,002	1,479,855	1,389,045	1,857,167

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*
[b] *From October 2, 2000 (commencement of operations) to August 31, 2001.*
[c] *Based on average shares outstanding at each month end.*
[d] *Not annualized.*
See notes to financial statements.

Mellon Large Cap Stock Fund	Investor Shares Year Ended August 31, 2005	2004	2003	2002	2001[a]
Per Share Data ($):					
Net asset value, beginning of period	8.76	8.16	7.77	9.52	9.99
Investment Operations:					
Investment income (loss)—net[b]	.08	.06	.04	.03	(.00)[c]
Net realized and unrealized gain (loss) on investments	1.06	.58	.39	(1.59)	(.47)
Total from Investment Operations	1.14	.64	.43	(1.56)	(.47)
Distributions:					
Dividends from investment income—net	(.08)	(.04)	(.04)	(.03)	(.00)[c]
Dividends from net realized gain on investments	–	–	–	(.16)	–
Total Distributions	(.08)	(.04)	(.04)	(.19)	(.00)[c]
Net asset value, end of period	9.82	8.76	8.16	7.77	9.52
Total Return (%)	13.08	7.88	5.50	(16.65)	(4.69)[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.05	1.06	1.07	1.07	.23[d]
Ratio of net expenses to average net assets	1.05	1.06	1.07	1.07	.23[d]
Ratio of net investment income (loss) to average net assets	.87	.59	.56	.31	(.05)[d]
Portfolio Turnover Rate	23.49	43.52	56.96	44.26	45.08[d]
Net Assets, end of period ($ x 1,000)	3,985	3,356	2,121	803	1,496

[a] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*
[b] *Based on average shares outstanding at each month end.*
[c] *Amount represents less than $.01 per share.*
[d] *Not annualized.*
See notes to financial statements.

Mellon Income Stock Fund	Class M Shares Year Ended August 31, 2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	9.50	8.56	8.24	10.39	12.50
Investment Operations:					
Investment income—net[d]	.21	.16	.12	.11	.09
Net realized and unrealized gain (loss) on investments	1.27	1.09	.37	(1.56)	(1.96)
Total from Investment Operations	1.48	1.25	.49	(1.45)	(1.87)
Distributions:					
Dividends from investment income—net	(.20)	(.17)	(.12)	(.11)	(.09)
Dividends from net realized gain on investments	(.86)	(.14)	(.05)	(.59)	(.15)
Total Distributions	(1.06)	(.31)	(.17)	(.70)	(.24)
Net asset value, end of period	9.92	9.50	8.56	8.24	10.39
Total Return (%)	16.23	14.68	6.19	(14.94)	(15.12)[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.82	.83	.83	.82	.77[e]
Ratio of net expenses to average net assets	.82	.83	.83	.82	.77[e]
Ratio of net investment income to average net assets	2.12	1.75	1.48	1.19	.78[e]
Portfolio Turnover Rate	34.61	52.47	12.82	30.35	30.28[e]
Net Assets, end of period ($ x 1,000)	394,977	274,881	271,085	406,875	631,743

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. There were no effect of these changes for the period ended August 31, 2002 and the ratios were not affected by these changes. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect these changes in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001.*

[d] *Based on average shares outstanding at each month end.*

[e] *Not annualized.*

See notes to financial statements.

	Investor Shares				
	Year Ended August 31,				
Mellon Income Stock Fund	2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	9.53	8.58	8.25	10.40	10.66
Investment Operations:					
Investment income—net[c]	.18	.14	.10	.10	.02
Net realized and unrealized gain (loss) on investments	1.29	1.08	.38	(1.57)	(.27)
Total from Investment Operations	1.47	1.22	.48	(1.47)	(.25)
Distributions:					
Dividends from investment income—net	(.16)	(.13)	(.10)	(.09)	(.01)
Dividends from net realized gain on investments	(.86)	(.14)	(.05)	(.59)	–
Total Distributions	(1.02)	(.27)	(.15)	(.68)	(.01)
Net asset value, end of period	9.98	9.53	8.58	8.25	10.40
Total Return (%)	16.00	14.26	6.03	(15.15)	(2.32)[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.07	1.08	1.09	1.09	.20[d]
Ratio of net expenses to average net assets	1.07	1.08	1.09	1.09	.20[d]
Ratio of net investment income to average net assets	1.88	1.49	1.21	1.08	.16[d]
Portfolio Turnover Rate	34.61	52.47	12.82	30.35	30.28[d]
Net Assets, end of period ($ x 1,000)	1,092	756	1,080	586	163

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. There were no effect of these changes for the period ended August 31, 2002 and the ratios were not affected by these changes. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect these changes in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

See notes to financial statements.

Mellon Mid Cap Stock Fund	Class M Shares Year Ended August 31, 2005	2004	2003[a]	2002	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	12.29	11.07	9.92	11.20	12.50
Investment Operations:					
Investment income—net[c]	.04	.04	.05	.04	.02
Net realized and unrealized gain (loss) on investments	3.33	1.21	1.13	(1.29)	(1.32)
Total from Investment Operations	3.37	1.25	1.18	(1.25)	(1.30)
Distributions:					
Dividends from investment income—net	(.04)	(.03)	(.03)	(.03)	(.00)[d]
Dividends from net realized gain on investments	(.82)	–	–	–	–
Total Distributions	(.86)	(.03)	(.03)	(.03)	(.00)[d]
Net asset value, end of period	14.80	12.29	11.07	9.92	11.20
Total Return (%)	28.41	11.33	11.94	(11.21)	(10.39)[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.91	.91	.92	.93	.85[e]
Ratio of net investment income to average net assets	.26	.34	.47	.33	.14[e]
Portfolio Turnover Rate	83.57	69.03	67.97	61.20	59.63[e]
Net Assets, end of period ($ x 1,000)	1,458,952	1,159,657	1,073,837	839,075	850,110

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*
[b] *From October 2, 2000 (commencement of operations) to August 31, 2001.*
[c] *Based on average shares outstanding at each month end.*
[d] *Amount represents less than $.01 per share.*
[e] *Not annualized.*
See notes to financial statements.

	Investor Shares				
	Year Ended August 31,				
Mellon Mid Cap Stock Fund	2005	2004	2003	2002	2001[a]
Per Share Data ($):					
Net asset value, beginning of period	12.24	11.03	9.90	11.19	11.32
Investment Operations:					
Investment income (loss)—net[b]	.00[c]	.01	.02	(.00)[c]	(.00)[c]
Net realized and unrealized gain (loss) on investments	3.32	1.21	1.13	(1.28)	(.13)
Total from Investment Operations	3.32	1.22	1.15	(1.28)	(.13)
Distributions:					
Dividends from investment income—net	(.01)	(.01)	(.02)	(.01)	–
Dividends from net realized gain on investments	(.82)	–	–	–	–
Total Distributions	(.83)	(.01)	(.02)	(.01)	–
Net asset value, end of period	14.73	12.24	11.03	9.90	11.19
Total Return (%)	28.05	11.02	11.66	(11.44)	(1.15)[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.15	1.16	1.20	1.25	.20[d]
Ratio of net investment income (loss) to average net assets	.02	.10	.19	(.00)[e]	(.03)[d]
Portfolio Turnover Rate	83.57	69.03	67.97	61.20	59.63[d]
Net Assets, end of period ($ x 1,000)	26,445	21,810	18,117	736	140

[a] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*
[b] *Based on average shares outstanding at each month end.*
[c] *Amount represents less than $.01 per share.*
[d] *Not annualized.*
[e] *Amount represents less than .01%.*
See notes to financial statements.

Mellon Mid Cap Stock Fund	Dreyfus Premier Shares		
	Year Ended August 31,		
	2005	2004	2003[a]
Per Share Data ($):			
Net asset value, beginning of period	12.09	10.96	9.81
Investment Operations:			
Investment (loss)—net[b]	(.09)	(.08)	(.06)
Net realized and unrealized gain (loss) on investments	3.26	1.21	1.21
Total from Investment Operations	3.17	1.13	1.15
Distributions:			
Dividends from net realized gain on investments	(.82)	–	–
Net asset value, end of period	14.44	12.09	10.96
Total Return (%)	27.11	10.31	11.72[c]
Ratios/Supplemental Data (%):			
Ratio of total expenses to average net assets	1.88	1.91	1.95[c]
Ratio of net investment (loss) to average net assets	(.71)	(.65)	(.58)[c]
Portfolio Turnover Rate	83.57	69.03	67.97
Net Assets, end of period ($ x 1,000)	8,113	9,682	14,996

[a] *From the close of business on September 6, 2002 (date the fund began offering Dreyfus Premier shares) to August 31, 2003.*
[b] *Based on average shares outstanding at each month end.*
[c] *Not annualized.*
See notes to financial statements.

	Class M Shares				
	Year Ended August 31,				
Mellon Small Cap Stock Fund	2005	2004	2003[a]	2002	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	14.92	13.17	10.95	11.99	12.50
Investment Operations:					
Investment (loss)—net[c]	(.01)	(.02)	(.00)[d]	(.03)	(.01)
Net realized and unrealized gain (loss) on investments	2.66	1.77	2.22	(1.01)	(.50)
Total from Investment Operations	2.65	1.75	2.22	(1.04)	(.51)
Distributions:					
Dividends from net realized gain on investments	(.39)	–	–	–	–
Net asset value, end of period	17.18	14.92	13.17	10.95	11.99
Total Return (%)	17.86	13.29	20.27	(8.67)	(4.08)[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.01	1.02	1.04	1.07	1.00[e]
Ratio of net expenses to average net assets	1.01	1.02	1.03	1.05	.96[e]
Ratio of net investment (loss) to average net assets	(.07)	(.11)	(.02)	(.27)	(.09)[e]
Portfolio Turnover Rate	148.54	91.71	91.99	76.66	101.57[e]
Net Assets, end of period ($ x 1,000)	797,808	747,637	558,172	350,873	151,440

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*
[b] *From October 2, 2000 (commencement of operations) to August 31, 2001.*
[c] *Based on average shares outstanding at each month end.*
[d] *Amount represents less than $.01 per share.*
[e] *Not annualized.*
See notes to financial statements.

Mellon Small Cap Stock Fund	Investor Shares				
	Year Ended August 31,				
	2005	2004	2003	2002	2001[a]
Per Share Data ($):					
Net asset value, beginning of period	14.78	13.08	10.90	11.98	11.95
Investment Operations:					
Investment (loss)—net[b]	(.05)	(.05)	(.03)	(.06)	(.01)
Net realized and unrealized gain (loss) on investments	2.63	1.75	2.21	(1.02)	.04
Total from Investment Operations	2.58	1.70	2.18	(1.08)	.03
Distributions:					
Dividends from net realized gain on investments	(.39)	–	–	–	–
Net asset value, end of period	16.97	14.78	13.08	10.90	11.98
Total Return (%)	17.55	13.00	20.00	(9.02)	.25[c]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.26	1.26	1.29	1.32	.20[c]
Ratio of net expenses to average net assets	1.26	1.26	1.28	1.30	.19[c]
Ratio of net investment (loss) to average net assets	(.33)	(.35)	(.27)	(.51)	(.06)[c]
Portfolio Turnover Rate	148.54	91.71	91.99	76.66	101.57[c]
Net Assets, end of period ($ x 1,000)	4,692	3,310	3,578	3,857	1

[a] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*
[b] *Based on average shares outstanding at each month end.*
[c] *Not annualized.*
See notes to financial statements.

Mellon International Fund	Class M Shares Year Ended August 31, 2005	2004	2003[a]	2002	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	14.29	11.77	11.03	12.08	12.50
Investment Operations:					
Investment income—net[c]	.22	.20	.20	.18	.16
Net realized and unrealized gain (loss) on investments	2.52	2.51	.68	(1.07)	(.58)
Total from Investment Operations	2.74	2.71	.88	(.89)	(.42)
Distributions:					
Dividends from investment income—net	(.20)	(.19)	(.14)	(.15)	(.00)[d]
Dividends from net realized gain on investments	(.63)	–	–	(.01)	–
Total Distributions	(.83)	(.19)	(.14)	(.16)	(.00)[d]
Net asset value, end of period	16.20	14.29	11.77	11.03	12.08
Total Return (%)	19.51	23.15	8.19	(7.39)	(3.33)[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.09	1.11	1.12	1.12	1.04[e]
Ratio of net expenses to average net assets	1.09	1.10	1.05	1.05	.96[e]
Ratio of net investment income to average net assets	1.40	1.46	1.99	1.59	1.31[e]
Portfolio Turnover Rate	44.92	45.60	36.52	24.63	34.27[e]
Net Assets, end of period ($ x 1,000)	1,857,398	1,265,004	820,568	543,566	398,759

[a] *Effective December 16, 2002, MPAM shares were as redesignated as Class M shares.*
[b] *From October 2, 2000 (commencement of operations) to August 31, 2001.*
[c] *Based on average shares outstanding at each month end.*
[d] *Amount represents less than $.01 per share.*
[e] *Not annualized.*
See notes to financial statements.

Mellon International Fund	Investor Shares Year Ended August 31, 2005	2004	2003	2002	2001[a]
Per Share Data ($):					
Net asset value, beginning of period	14.74	12.13	11.34	12.08	11.98
Investment Operations:					
Investment income (loss)—net[b]	.24	.49	.13	.24	(.00)[c]
Net realized and unrealized gain (loss) on investments	2.55	2.20	.78	(.97)	.10
Total from Investment Operations	2.79	2.69	.91	(.73)	.10
Distributions:					
Dividends from investment income—net	(.16)	(.08)	(.12)	–	–
Dividends from net realized gain on investments	(.63)	–	–	(.01)	–
Total Distributions	(.79)	(.08)	(.12)	(.01)	–
Net asset value, end of period	16.74	14.74	12.13	11.34	12.08
Total Return (%)	19.24	22.28	8.24	(5.95)	.75[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.34	1.35	1.36	1.38	.23[d]
Ratio of net expenses to average net assets	1.34	1.35	1.30	1.30	.22[d]
Ratio of net investment income (loss) to average net assets	1.50	2.63	1.10	2.16	(.01)[d]
Portfolio Turnover Rate	44.92	45.60	36.52	24.63	34.27[d]
Net Assets, end of period ($ x 1,000)	3,466	900	308	2,588	28

[a] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*
[b] *Based on average shares outstanding at each month end.*
[c] *Amount represents less than $.01 per share.*
[d] *Not annualized.*
See notes to financial statements.

Mellon Emerging Markets Fund	Class M Shares Year Ended August 31, 2005	2004	2003[a]	2002	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	17.98	14.92	12.33	11.86	12.50
Investment Operations:					
Investment income—net[c]	.32	.25	.22	.24	.28
Net realized and unrealized gain (loss) on investments	6.09	3.16	2.77	.75	(.87)
Total from Investment Operations	6.41	3.41	2.99	.99	(.59)
Distributions:					
Dividends from investment income—net	(.12)	(.12)	(.12)	(.19)	(.05)
Dividends from net realized gain on investments	(1.58)	(.23)	(.28)	(.33)	(.00)[d]
Total Distributions	(1.70)	(.35)	(.40)	(.52)	(.05)
Net asset value, end of period	22.69	17.98	14.92	12.33	11.86
Total Return (%)	36.62	22.93	25.18	8.48	(4.68)[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.51	1.51	1.61	1.68	1.66[e]
Ratio of net expenses to average net assets	1.51	1.50	1.35	1.35	1.24[e]
Ratio of net investment income to average net assets	1.52	1.39	1.77	1.86	2.24[e]
Portfolio Turnover Rate	42.97	46.36	26.43	55.00	44.74[e]
Net Assets, end of period ($ x 1,000)	1,337,801	1,001,344	526,049	145,144	54,863

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*
[b] *From October 2, 2000 (commencement of operations) to August 31, 2001.*
[c] *Based on average shares outstanding at each month end.*
[d] *Amount represents less than $.01 per share.*
[e] *Not annualized.*
See notes to financial statements.

Mellon Emerging Markets Fund	Investor Shares Year Ended August 31, 2005	2004	2003	2002	2001[a]
Per Share Data ($):					
Net asset value, beginning of period	18.08	15.00	12.38	11.92	12.17
Investment Operations:					
Investment income—net[b]	.30	.17	.17	.11	.03
Net realized and unrealized gain (loss) on investments	6.09	3.22	2.82	.86	(.28)
Total from Investment Operations	6.39	3.39	2.99	.97	(.25)
Distributions:					
Dividends from investment income—net	(.10)	(.08)	(.09)	(.18)	–
Dividends from net realized gain on investments	(1.58)	(.23)	(.28)	(.33)	–
Total Distributions	(1.68)	(.31)	(.37)	(.51)	–
Net asset value, end of period	22.79	18.08	15.00	12.38	11.92
Total Return (%)	36.26	22.68	24.99	8.26	(2.06)[c]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	1.72	1.84	1.85	1.90	.27[c]
Ratio of net expenses to average net assets	1.72	1.83	1.60	1.60	.23[c]
Ratio of net investment income to average net assets	1.48	1.14	1.12	.88	.03[c]
Portfolio Turnover Rate	42.97	46.36	26.43	55.00	44.74[c]
Net Assets, end of period ($ x 1,000)	4,557	3,424	313	684	1

[a] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*
[b] *Based on average shares outstanding at each month end.*
[c] *Not annualized.*
See notes to financial statements.

	Class M Shares				
	Year Ended August 31,				
Mellon Balanced Fund	2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	11.56	10.79	10.28	11.39	12.50
Investment Operations:					
Investment income—net[d]	.22	.20	.25	.31	.32
Net realized and unrealized gain (loss) on investments	1.25	.78	.51	(.92)	(1.11)
Total from Investment Operations	1.47	.98	.76	(.61)	(.79)
Distributions:					
Dividends from investment income—net	(.24)	(.21)	(.25)	(.30)	(.32)
Dividends from net realized gain on investments	–	–	–	(.20)	–
Total Distributions	(.24)	(.21)	(.25)	(.50)	(.32)
Net asset value, end of period	12.79	11.56	10.79	10.28	11.39
Total Return (%)	12.78	9.13	7.68	(5.70)	(6.38)[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.58	.59	.62	.63	.59[e]
Ratio of net expenses to average net assets	.58	.59	.62	.63	.59[e]
Ratio of net investment income to average net assets	1.81	1.77	2.41	2.81	2.70[e]
Portfolio Turnover Rate	62.64[f]	61.77[f]	83.22	90.36	75.62[e]
Net Assets, end of period ($ x 1,000)	351,525	342,326	348,402	372,089	412,801

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of these changes for the period ended August 31, 2002 was to increase net investment income per share by less than $.01, decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets from 2.79% to 2.81%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect these changes in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001.*

[d] *Based on average shares outstanding at each month end.*

[e] *Not annualized.*

[f] *The portfolio turnover rates excluding mortgage dollar roll transactions for the periods ended August 31, 2005 and August 31, 2004, were 45.79% and 55.45%, respectively.*

See notes to financial statements.

Mellon Balanced Fund	Investor Shares				
	Year Ended August 31,				
	2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	11.57	10.79	10.27	11.39	11.53
Investment Operations:					
Investment income—net[c]	.18	.17	.23	.27	.04
Net realized and unrealized gain (loss) on investments	1.26	.77	.51	(.91)	(.13)
Total from Investment Operations	1.44	.94	.74	(.64)	(.09)
Distributions:					
Dividends from investment income—net	(.18)	(.16)	(.22)	(.28)	(.05)
Dividends from net realized gain on investments	–	–	–	(.20)	–
Total Distributions	(.18)	(.16)	(.22)	(.48)	(.05)
Net asset value, end of period	12.83	11.57	10.79	10.27	11.39
Total Return (%)	12.55	8.76	7.52	(5.91)	(.88)[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.85	.85	.87	.89	.16[d]
Ratio of net expenses to average net assets	.85	.85	.87	.89	.16[d]
Ratio of net investment income to average net assets	1.45	1.45	2.13	2.45	.32[d]
Portfolio Turnover Rate	62.64[e]	61.77[e]	83.22	90.36	75.62[d]
Net Assets, end of period ($ x 1,000)	1,848	665	431	165	1

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of these changes for the period ended August 31, 2002 was to increase net investment income per share by $.01, decrease net realized and unrealized gain (loss) on investments per share by $.01 and increase the ratio of net investment income to average net assets from 2.43% to 2.45%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect these changes in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *The portfolio turnover rates excluding mortgage dollar roll transactions for the periods ended August 31, 2005 and August 31, 2004, were 45.79% and 55.45%, respectively.*

See notes to financial statements.

NOTE 1—General:

Mellon Funds Trust (the "Trust") was organized as a Massachusetts business trust which is registered under the Investment Company Act of 1940, as amended (the "Act"), as an open-end management investment company and operates as a series company currently comprised of sixteen series including the following diversified equity funds and balanced fund: Mellon Large Cap Stock Fund, Mellon Income Stock Fund, Mellon Mid Cap Stock Fund, Mellon Small Cap Stock Fund, Mellon International Fund, Mellon Emerging Markets Fund and Mellon Balanced Fund (each, a "fund" and collectively, the "funds"). With respect to Mellon Large Cap Stock Fund, Mellon Income Stock Fund, Mellon Mid Cap Stock Fund and Mellon Small Cap Stock Fund, effective December 31, 2004, each fund changed the manner in which its respective investment objective is articulated. Mellon Large Cap Stock Fund, Mellon Mid Cap Stock Fund and Mellon Small Cap Stock Fund seek capital appreciation and Mellon Income Stock Fund seeks total return (consisting of capital appreciation and income). Mellon International Fund and Mellon Emerging Markets Fund seek long-term capital growth. Mellon Balanced Fund seeks long-term growth of principal in conjunction with current income. Mellon Fund Advisers, a division of The Dreyfus Corporation ("Dreyfus"), serves as each fund's investment adviser ("Investment Adviser"). Mellon Bank, N.A. ("Mellon Bank"), which is a wholly-owned subsidiary of Mellon Financial Corporation ("Mellon Financial"), serves as administrator for the funds pursuant to an Administration Agreement with the Trust (the "Administration Agreement"). Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services. Dreyfus is a wholly-owned subsidiary of Mellon Financial. Dreyfus Service Corporation (the "Distributor"), a wholly-owned subsidiary of Dreyfus, is the Distributor of each fund's shares, which are sold without a sales charge.

The Trust is authorized to issue an unlimited number of shares of beneficial interest, par value $.001 per share, in each of the Class M and Investor class shares of each fund and in the Dreyfus Premier class shares of Mellon Mid Cap Stock Fund. Dreyfus Premier shares of Mellon Mid Cap Stock Fund are subject to a contingent deferred sales charge ("CDSC") imposed on redemptions of Dreyfus Premier shares made within six years of purchase and automatically convert to Investor class shares after six years. Each class of shares has similar rights and privileges, except with respect to the expenses borne by and the shareholder services offered to each class, the shareholder services plan applicable to the Investor shares and Dreyfus Premier shares and the Rule 12b-1 plan applicable to the Dreyfus Premier shares and certain voting rights. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments are allocated to each class of shares based on its relative net assets.

The Trust accounts separately for the assets, liabilities and operations of each series. Expenses directly attributable to each series are charged to that series' operations; expenses that are applicable to all series are allocated among them on a pro rata basis.

The funds' financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

NOTE 2—Significant Accounting Policies:

(a) Portfolio valuation: Investments in equity securities are valued at the last sales price on the securities exchange or national securities market on which such securities are primarily traded. Securities listed on the National Market System for which market quotations are available are valued at the official closing price or, if there is no official closing price that day, at the last sales price. Securities not listed on an exchange or the national securities market, or securities for which there were no transactions, are valued at the average of the most recent bid and asked prices, except for open short positions, where the asked price is used for valuation purposes. Bid price is used when no asked price is available. Investments in registered investment companies are valued at their net asst value. When market quotations or official closing prices are not readily available, or are determined not to reflect accurately fair value, such as when the value of the security has been significantly affected by events after the close of the exchange or market on which the security is principally traded (for example, a foreign exchange or market), but before the funds calculate their net asset values, the funds may value these investments at fair value as determined in accordance with the procedures approved by the Trust's Board. Fair valuing of securities may be determined with the assistance of a pricing service using calculations based on indices of domestic securities and other appropriate indicators, such as prices of relevant ADR's and futures contracts. For other securities that are fair valued by the Trust's Board, certain factors may be considered such as: fundamental analytical data, the nature and duration of restrictions on disposition, an evaluation of the forces that influence the market in which securities are purchased and sold and public trading in similar securities of the issuer or comparable issuers. Investments denominated in foreign currencies are translated to U.S. dollars at the prevailing rates of exchange. Forward currency exchange contracts are valued at the forward rate.

Mellon Balanced Fund

Most debt securities are valued each business day by an independent pricing service (the "Service") approved by the Trust's Board. Securities listed on the National Market System for which market quotations are available are valued at the official closing price or, if there is no official closing price that day, at the last sales price. Debt securities for which quoted bid prices are readily available and are representative of the bid side of the market in the judgment of the Service are valued at the mean between the quoted bid prices (as obtained by the Service from dealers in such securities) and asked prices (as calculated by the Service based upon its evaluation of the market for such securities). Other debt securities (which constitute a majority of the portfolio securities) are valued as determined by the Service, based on methods which include consideration of: yields or prices of securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. Securities for which there are no such valuations are valued at fair value as determined in good faith under the direction of the Trust's Board. Restricted securities, as well as securities or other assets for which recent market quotations are not readily available, that are not valued by a pricing service approved by the Trust's Board, or are determined by the fund not to reflect accurately fair value (such as when an event occurs after the close of the exchange on which the security is principally traded and that is determined by the fund to have changed the value of the security), are valued at fair value as determined in good faith under the direction of the Trust's Board. The factors that may be considered when fair valuing a security include fundamental analytical data, the nature and duration of restrictions on disposition, an evaluation of the forces that influence the market in which the securities are purchased and sold and public trading in similar securities of the issuer or comparable issuers.

(b) Securities transactions and investment income: Securities transactions are recorded on a trade date basis. Realized gain and loss from securities transactions are recorded on the identified cost basis. Dividend income is recorded on the ex-dividend date and interest income, including accretion of discount and amortization of premium on investments, is recognized on the accrual basis.

The funds have an arrangement with the custodian banks whereby the funds receive earnings credits from the custodian when positive cash balances are maintained, which are used to offset custody fees. For financial reporting purposes, the funds include net earnings credits as expense offsets in the Statements of Operations.

Pursuant to a securities lending agreement with Mellon Bank, an affiliate of Dreyfus, the funds may lend securities to certain qualified institutions. At origination, all loans are secured by collateral of at least 102% of the value of U.S. securities loaned and 105% of the value of foreign securities loaned. Collateral equivalent to at least 100% of the market value of securities on loan will be maintained at all times. Cash collateral is invested in certain money market mutual funds managed by Dreyfus. The funds are entitled to receive all income on securities loaned, in addition to income earned as a result of the lending transaction. Although each security loaned is fully collateralized, the funds would bear the risk of delay in recovery of, or loss of rights in, the securities loaned should a borrower fail to return the securities in a timely manner.

The funds may engage in repurchase agreement transactions. Under the terms of a typical repurchase agreement, a fund, through its custodian and sub-custodian, takes possession of an underlying debt obligation subject to an obligation of the seller to repurchase, and the fund to resell, the obligation at an agreed-upon price and time, thereby determining the yield during the fund's holding period. This arrangement results in a fixed rate of return that is not subject to market fluctuations during the fund's holding period. The value of the collateral is at least equal, at all times, to the total amount of the repurchase obligation, including interest. In the event of a counterparty default, the fund has the right to use the collateral to offset losses incurred. There is potential loss to the fund in the event the fund is delayed or prevented from exercising its rights to dispose of the collateral securities, including the risk of a possible decline in the value of the underlying securities during the period while the fund seeks to assert its rights. The Investment Adviser reviews the value of the collateral and the creditworthiness of those banks and dealers with which the fund enters into repurchase agreements to evaluate potential risks.

(c) Affiliated issuers: Investments in other investment companies advised by Dreyfus are defined as "affiliated" in the Act.

(d) Foreign currency transactions: Mellon Emerging Markets Fund and Mellon International Fund do not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in the market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments.

Net realized foreign exchange gains or losses arise from sales and maturities of short-term securities, sales of foreign currencies, currency gains or losses realized on securities transactions and the difference between the amounts of dividends, interest, and foreign withholding taxes recorded on the fund's books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the value of assets and liabilities other than investments in securities, resulting from changes in exchange rates. Such gains and losses are included with net realized and unrealized gain or loss on investments.

(e) Foreign currency exchange contracts: Certain funds may enter into forward currency exchange contracts to hedge their exposure to changes in foreign currency exchange rates on their foreign portfolio holdings and to settle foreign currency transactions. When executing forward currency exchange contracts, a fund is obligated to buy or sell a foreign currency at a specified rate on a certain date in the future. With respect to sales of forward currency exchange contracts, a fund would incur a loss if the value of the contract increases between the date the forward contract is opened and the date the forward contract is closed. The fund realizes a gain if the value of the contract decreases between those dates. With respect to purchases of forward currency exchange contracts, a fund would incur a loss if the value of the contract decreases between the date the forward contract is opened and the date the forward contract is closed. A fund realizes a gain if the value of the contract increases between those dates. The fund is also exposed to credit risk associated with counterparty nonperformance on these forward currency exchange contracts, which is typically limited to the unrealized gain on each open contract. As of August 31, 2005, there were no open forward currency exchange contracts. Funds may also enter into foreign exchange contracts at the prevailing spot rate in order to facilitate the settlement of purchases and sales of foreign securities. **Table 1** summarizes open foreign exchange contracts for Mellon International Fund and Mellon Emerging Markets Fund at August 31, 2005.

(f) Concentration of risk: Mellon Emerging Markets Fund invests in equity securities traded on the stock markets of emerging market countries, which can be extremely volatile due to political, social and economic factors. Risks include changes in currency exchange rates, a lack of comprehensive company information, political instability, differing auditing and legal standards, less diverse, less mature economic structures and less liquidity.

(g) Dividends to shareholders: Dividends payable to shareholders are recorded by the funds on the ex-dividend date. Mellon Large Cap Stock Fund, Mellon Income Stock Fund and Mellon Balanced Fund declare and pay dividends from investment income-net monthly. Mellon Mid Cap Stock Fund, Mellon Small Cap Stock Fund, Mellon International Fund and Mellon Emerging Markets Fund declare and pay dividends from investment income-net annually. With respect to each series, dividends from net realized capital gain, if any, are normally declared and paid annually, but the funds may make distributions on a more frequent basis to comply with the distribution require-

Table 1.

Mellon International Fund

Foreign Currency Exchange Contracts	Foreign Currency Amounts	Cost ($)	Value ($)	Unrealized Appreciation (Depreciation) ($)
Purchases:				
British Pounds, expiring 9/1/2005	6,605	11,861	11,907	46
Euro, expiring 9/2/2005	39,542	48,320	48,743	423
Japanese Yen, expiring 9/1/2005	528,027,500	4,744,363	4,769,681	25,318
Japanese Yen, expiring 9/2/2005	86,658,709	780,498	782,789	2,291
Sales:		**Proceeds ($)**		
British Pounds, expiring 9/1/2005	26,999	48,320	48,671	(351)
Euro, expiring 9/1/2005	9,682	11,861	11,935	(74)
Total				**27,653**

Mellon Emerging Markets Fund

Foreign Currency Exchange Contracts	Foreign Currency Amounts	Cost ($)	Value ($)	Unrealized Appreciation (Depreciation) ($)
Purchases:				
Indonesian Rupiah, expiring 9/1/2005	2,777,782,284	273,673	269,688	(3,985)
Malaysian Ringgit, expiring 9/2/2005	447,967	119,573	118,761	(812)
South Korean Won, expiring 9/1/2005	474,119,945	458,707	456,543	(2,164)
Sales:		**Proceeds ($)**		
Hungary Forint, expiring 9/2/2005	40,409,350	202,909	204,149	(1,240)
Poland Zloty, expiring 9/2/2005	2,180,770	664,565	669,893	(5,328)
South African Rand, expiring 9/1/2005	3,511,175	537,206	551,638	(14,432)
South African Rand, expiring 9/2/2005	819,110	126,994	128,690	(1,696)
South Korean Won, expiring 9/1/2005	771,432,778	746,067	742,834	3,233
South Korean Won, expiring 9/2/2005	2,243,101,907	2,169,345	2,159,944	9,401
Turkish Lira, expiring 9/1/2005	14,851	10,896	11,038	(142)
Turkish Lira, expiring 9/2/2005	14,851	11,038	11,038	0
Total				**(17,165)**

ments of the Internal Revenue Code of 1986, as amended (the "Code"). To the extent that net realized capital gain can be offset by capital loss carryovers of that fund, it is the policy of the fund not to distribute such gain. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from U.S. generally accepted accounting principles.

(h) Federal income taxes: It is the policy of each fund to continue to qualify as a regulated investment company, if such qualification is in the best interests of its shareholders, by complying with the applicable provisions of the Code, and to make distributions of taxable income sufficient to relieve it from substantially all federal income and excise taxes. For federal income tax purposes, each series is treated as a single entity for the purpose of determining such qualification.

Table 2 summarizes each fund's components of accumulated earnings on a tax basis at August 31, 2005.

Table 3 summarizes Mellon Large Cap Stock Fund's accumulated capital loss carryover available to be applied against future net securities profits, if any, realized subsequent to August 31, 2005.

Table 4 summarizes each fund's tax character of distributions paid to shareholders during the fiscal periods ended August 31, 2005 and August 31, 2004, respectively.

Table 2.

	Undistributed Ordinary Income ($)	Accumulated Capital Losses ($)	Undistributed Capital Gains ($)	Unrealized Appreciation ($)
Mellon Large Cap Stock Fund	506,555	60,482,970	–	476,148,187
Mellon Income Stock Fund	–	–	6,610,359	104,885,188
Mellon Mid Cap Stock Fund	20,363,291	–	155,960,349	345,004,157
Mellon Small Cap Stock Fund	3,280,247	–	109,811,864	131,135,046
Mellon International Fund	60,210,453	–	82,132,366	235,678,522
Mellon Emerging Markets Fund	47,744,270	–	115,606,897	309,357,728
Mellon Balanced Fund	688,120	–	6,309,952	68,113,702

Table 3.

Expiring in fiscal	2011 ($)†
Mellon Large Cap Stock Fund	60,482,970

† *If not applied, the carryover expires in fiscal 2011.*

Table 4.

	Ordinary Income ($)		Long-Term Capital Gains ($)	
	2005	2004	2005	2004
Mellon Large Cap Stock Fund	18,403,417	12,518,111	-	–
Mellon Income Stock Fund	7,068,652	4,817,595	27,346,444	3,997,860
Mellon Mid Cap Stock Fund	8,137,578	3,208,207	75,691,835	–
Mellon Small Cap Stock Fund	–	–	19,929,027	–
Mellon International Fund	37,686,099	13,998,246	39,439,373	–
Mellon Emerging Markets Fund	56,279,263	13,199,030	44,590,620	2,416,263
Mellon Balanced Fund	6,774,827	6,629,153	–	–

During the period ended August 31, 2005, as a result of permanent book to tax differences, the funds increased (decreased) accumulated undistributed investment income-net, increased (decreased) accumulated net realized gain (loss) on investments and increased (decreased) paid-in capital as summarized in **Table 5.** These permanent book to tax differences are primarily due to the tax treatment for real estate investment trusts for the Mellon Large Cap Stock Fund, the Mellon Income Stock Fund and the Mellon Mid Cap Stock Fund, real estate investment trusts and net operating losses for the Mellon Small Cap Stock Fund, foreign exchange gains and losses and passive foreign investment companies for the Mellon International Fund, foreign exchange gains and losses for the Mellon Emerging Markets Fund and amortization adjustments, treasury protected securities and real estate investment trusts for the Mellon Balanced Fund. Net assets were not affected by this reclassification.

NOTE 3—Bank Line of Credit:

The funds participate with other Dreyfus-managed funds in a $100 million unsecured line of credit primarily to be utilized for temporary or emergency purposes, including the financing of redemptions. Interest is charged to the funds based on prevailing market rates in effect at the time of borrowings. During the period ended August 31, 2005, the funds did not borrow under the line of credit with the exception of Mellon Mid Cap Stock Fund, Mellon Small Cap Stock Fund, Mellon International Fund and Mellon Balanced Fund.

The average daily amount of borrowings outstanding under the line of credit during the period ended August 31, 2005 for the Mellon Mid Cap Stock Fund was approximately $412,900, with a related weighted average annualized interest rate of 2.34%.

The average daily amount of borrowings outstanding under the line of credit during the period ended August 31, 2005 for the Mellon Small Cap Stock Fund was approximately $82,100, with a related weighted average annualized interest rate of 3.48%.

The average daily amount of borrowings outstanding under the line of credit during the period ended August 31, 2005 for the Mellon International Fund was approximately $86,100, with a related weighted average annualized interest rate of 2.76%.

The average daily amount of borrowings outstanding under the line of credit during the period ended August 31, 2005 for the Mellon Balanced Fund was approximately $206,600, with a related weighted average annualized interest rate of 4.02%.

NOTE 4—Investment Advisory Fee, Administration Fee and Other Transactions With Affiliates:

(a) Fees payable by the funds pursuant to the provisions of an Investment Advisory Agreement with the Investment Adviser are payable monthly, computed on the average daily value of each fund's net assets at the following annual rates: .65% of the Mellon Large Cap Stock

Table 5.

	Accumulated Undistributed Investment Income—Net ($)	Accumulated Net Realized Gain (Loss) ($)	Paid-in Capital ($)
Mellon Large Cap Stock Fund	(27,406)	27,406	–
Mellon Income Stock Fund	(228,150)	228,150	–
Mellon Mid Cap Stock Fund	(793,939)	793,939	–
Mellon Small Cap Stock Fund	691,006	(674,279)	(16,727)
Mellon International Fund	1,901,213	(1,901,213)	–
Mellon Emerging Markets Fund	1,412,018	(1,412,018)	–
Mellon Balanced Fund	434,950	(646,774)	211,824

Fund, .65% of the Mellon Income Stock Fund, .75% of the Mellon Mid Cap Stock Fund, .85% of the Mellon Small Cap Stock Fund, .85% of the Mellon International Fund, 1.15% of the Mellon Emerging Markets Fund and .65% (equity investments), .40% (debt securities) and .15% (money market investments and other underlying Mellon funds) of the Mellon Balanced Fund.

Pursuant to the Administration Agreement with Mellon Bank, Mellon Bank provides or arranges for fund accounting, transfer agency and other fund administration services and receives a fee based on the total net assets of the Trust based on the following rates:

0 up to $6 billion	.15%
$6 billion up to $12 billion	.12%
In excess of $12 billion	.10%

No administration fee is applied to assets held by the Mellon Balanced Fund, which are invested in cash or money market instruments or shares of certain other series of the Trust.

Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services.

During the period ended August 31, 2005, the Distributor retained $18,356 from the contingent deferred sales charge on redemptions of the Mellon Mid Cap Stock Fund's Dreyfus Premier shares.

(b) Mellon Mid Cap Stock Fund has adopted a Distribution Plan (the "Plan") pursuant to Rule 12b-1 under the Act for distributing its Dreyfus Premier shares. Mellon Mid Cap Stock Fund pays the Distributor a fee at an annual rate of .75% of the value of the fund's average daily net assets attributable to its Dreyfus Premier shares. During the period ended August 31, 2005, Mellon Mid Cap Stock Fund's Dreyfus Premier shares were charged $65,730 pursuant to the Plan.

(c) The funds have adopted a Shareholder Services Plan with respect to their Investor shares and Mellon Mid Cap Stock Fund has adopted a Shareholder Services Plan with respect to its Dreyfus Premier shares, pursuant to which each fund pays the Distributor for the provision of certain services to holders of Investor shares and Dreyfus Premier shares a fee at an annual rate of .25% of the value of the average daily net assets attributable to Investor shares and Dreyfus Premier shares, respectively. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding a fund, and providing reports and other information, and services related to the maintenance of such shareholder accounts. The Shareholder Services Plan allows the Distributor to make payments from the shareholder services fees it collects from each fund to compensate service agents (certain banks, securities brokers or dealers and other financial institutions) in respect of these services. **Table 6** summarizes the amounts Investor shares and Dreyfus Premier shares were charged during the period ended August 31, 2005, pursuant to the Shareholder Services Plan. Additional fees included in shareholder servicing costs in the Statements of Operations include fees paid to the transfer agent.

Table 6.

Mellon Large Cap Stock Fund	$8,847
Mellon Income Stock Fund	2,442
Mellon Mid Cap Stock Fund, Investor shares	61,084
Mellon Mid Cap Stock Fund, Dreyfus Premier shares	21,910
Mellon Small Cap Stock Fund	10,204
Mellon International Fund	5,696
Mellon Emerging Markets Fund	12,246
Mellon Balanced Fund	2,838

All funds except Mellon International Fund and Mellon Emerging Markets Fund compensate Mellon Bank, an affiliate of Dreyfus, under a Custody Agreement with Mellon Bank and Mellon International Fund and Mellon Emerging Markets Fund compensate Mellon Trust of New England, N.A. under a Custody Agreement with Mellon Trust of New England, N.A. for providing custodial services for the relevant funds. **Table 7** summarizes the amounts the funds were charged during the period ended August 31, 2005, pursuant to the custody agreements.

Table 7.

Mellon Large Cap Stock Fund	$107,795
Mellon Income Stock Fund	26,300
Mellon Mid Cap Stock Fund	98,873
Mellon Small Cap Stock Fund	85,387
Mellon International Fund	1,375,485
Mellon Emerging Markets Fund	2,561,561
Mellon Balanced Fund	31,528

During the period ended August 31, 2005, each of the funds were charged $2,520 for services performed by the Chief Compliance Officer.

Table 8 summarizes the components of Due to the Dreyfus Corporation and affiliates in the Statements of Assets and Liabilities for each fund.

(d) Each trustee who is not an "affiliated person" as defined in the Act receives from the Trust an annual fee of $44,000 and an attendance fee of $4,000 for each in-person meeting attended and $500 for telephone meetings and is reimbursed for travel and out-of-pocket expenses. Prior to September 14, 2004, the attendance fee payable to each trustee was $3,000 for each in-person meeting attended.

(e) The Trust and Dreyfus have received an exemptive order from the SEC which, among other things, permits each fund to use collateral received in connection with lending the funds' securities and other uninvested cash to purchase shares of one or more registered mutual funds advised by Dreyfus in excess of the limitations imposed by the Act.

NOTE 5—Securities Transactions:

Table 9 summarizes each fund's aggregate amount of purchases and sales (including paydowns) of investment securities, excluding short-term securities and foreign currency exchange contracts, during the period ended August 31, 2005, of which $58,907,505 in purchases and

Table 8.

	Investment Advisory Fees ($)	Rule 12b-1 Distribution Plan Fees ($)	Shareholder Services Plan Fees ($)	Custody Fees ($)	Chief Compliance Officer Fees ($)
Mellon Large Cap Stock Fund	961,138	–	833	27,342	1,533
Mellon Income Stock Fund	218,046	–	231	6,509	1,533
Mellon Mid Cap Stock Fund	939,371	5,150	7,290	24,247	1,533
Mellon Small Cap Stock Fund	583,309	–	996	26,305	1,533
Mellon International Fund	1,326,507	–	744	365,487	1,533
Mellon Emerging Markets Fund	1,317,623	–	934	581,327	1,533
Mellon Balanced Fund	133,859	–	375	15,163	1,533

Table 9.

	Purchases ($)	Sales ($)
Mellon Large Cap Stock Fund	378,776,591	402,311,581
Mellon Income Stock Fund	193,507,828	114,122,479
Mellon Mid Cap Stock Fund	1,113,811,856	1,133,358,009
Mellon Small Cap Stock Fund	1,211,660,652	1,275,686,513
Mellon International Fund	1,045,312,709	673,326,917
Mellon Emerging Markets Fund	510,196,948	522,895,655
Mellon Balanced Fund	219,275,232	235,090,722

$59,121,454 in sales were from mortgage dollar roll transactions in the Mellon Balanced Fund.

A mortgage dollar roll transaction involves a sale by the fund of mortgage related securities that it holds with an agreement by the fund to repurchase similar securities at an agreed upon price and date. The securities purchased will bear the same interest rate as those sold, but generally will be collateralized by pools of mortgages with different prepayment histories than those securities sold.

Table 10 summarizes the cost of investments for federal income tax purposes and accumulated net unrealized appreciation on investments for each fund at August 31, 2005.

NOTE 6—Legal Matters:

In early 2004, two purported class and derivative actions were filed against Mellon Financial, Mellon Bank, N.A., Dreyfus, Founders Asset Management LLC, and certain directors of the Dreyfus Funds and the Dreyfus Founders Funds (together, the "Funds") in the United States District Court for the Western District of Pennsylvania. In September 2004, plaintiffs served a Consolidated Amended Complaint (the "Amended Complaint") on behalf of a purported class of all persons who acquired interests in any of the Funds between January 30, 1999 and November 17, 2003, and derivatively on behalf of the Funds. The Amended Complaint in the newly styled In re Dreyfus Mutual Funds Fee Litigation also named the Distributor, Premier Mutual Fund Services, Inc. and two additional Fund directors as defendants and alleges violations of the Investment Company Act of 1940, the Investment Advisers Act of 1940, the Pennsylvania Unfair Trade Practices and Consumer Protection Law and common-law claims. Plaintiffs seek to recover allegedly improper and excessive Rule 12b-1 and advisory fees allegedly charged to the Funds for marketing and distribution services. More specifically, plaintiffs claim, among other things, that 12b-1 fees and directed brokerage were improperly used to pay brokers to recommend the Funds over other funds, and that such payments were not disclosed to investors. In addition, plaintiffs assert that economies of scale and soft-dollar benefits were not passed on to the Funds. Plaintiffs further allege that 12b-1 fees were improperly charged to certain of the Funds that were closed to new investors. The Amended Complaint seeks compensatory and punitive damages, rescission of the advisory contracts, and an accounting and restitution of any unlawful fees, as well as an award of attorneys' fees and litigation expenses. As noted, some of the claims in this litigation are asserted derivatively on behalf of the Funds that have been named as nominal defendants. With respect to such derivative claims, no

Table 10.

	Cost of Investments ($)	Gross Appreciation ($)	Gross (Depreciation) ($)	Net ($)
Mellon Large Cap Stock Fund	1,298,163,723	483,575,643	7,427,456	476,148,187
Mellon Income Stock Fund	298,379,870	106,954,971	2,069,783	104,885,188
Mellon Mid Cap Stock Fund	1,164,109,476	368,196,847	23,192,690	345,004,157
Mellon Small Cap Stock Fund	769,524,296	145,217,390	14,082,344	131,135,046
Mellon International Fund	1,598,558,598	274,644,370	38,961,935	235,682,435
Mellon Emerging Markets Fund	1,004,580,507	340,688,878	31,106,598	309,582,280
Mellon Balanced Fund	309,162,265	70,369,304	2,255,602	68,113,702

relief is sought against the Funds. Dreyfus believes the allegations to be totally without merit and intends to defend the action vigorously. None of the trustees of the Trust, nor the funds, were named in the actions. In November 2004, all named defendants moved to dismiss the Amended Complaint in whole or substantial part. Briefing was completed in May 2005.

Additional lawsuits arising out of these circumstances and presenting similar allegations and requests for relief may be filed against the defendants in the future. Neither Dreyfus nor the Funds believe that any of the pending actions will have a material adverse effect on the Funds or Dreyfus' ability to perform its contract with the Funds.

The Board of Trustees and Shareholders of Mellon Funds Trust:

We have audited the accompanying statements of assets and liabilities of the Mellon Large Cap Stock Fund, the Mellon Income Stock Fund, the Mellon Mid Cap Stock Fund, the Mellon Small Cap Stock Fund, the Mellon International Fund, the Mellon Emerging Markets Fund and the Mellon Balanced Fund of Mellon Funds Trust (collectively "the Funds"), including the statements of investments, as of August 31, 2005, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the financial highlights for each of the periods indicated herein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights. Our procedures included confirmation of securities owned as of August 31, 2005, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Funds as of August 31, 2005, and the results of their operations for the year then ended, the changes in their net assets for each of the years in the two-year period then ended and the financial highlights for each of the periods indicated herein, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

New York, New York
October 20, 2005

Mellon Large Cap Stock Fund

For federal tax purposes the fund hereby designates 100% of the ordinary dividends paid during the fiscal year ended August 31, 2005 as qualifying for the corporate dividends received deduction. Also certain dividends paid by the fund may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. Of the distributions paid during the fiscal year, $18,403,417 represents the maximum amount that may be considered qualified dividend income. Shareholders will receive notification in January 2006 of the percentage applicable to the preparation of their 2005 income tax returns.

Mellon Income Stock Fund

For federal tax purposes the fund hereby designates 100% of the ordinary dividends paid during the fiscal year ended August 31, 2005 as qualifying for the corporate dividends received deduction. Also certain dividends paid by the fund may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. Of the distributions paid during the fiscal year, $7,033,062 represents the maximum amount that may be considered qualified dividend income. Shareholders will receive notification in January 2006 of the percentage applicable to the preparation of their 2005 income tax returns. Also, the fund designates $.8574 per share as a long-term capital gain distribution paid on December 31, 2004 and also designates $.0051 per share as a long-term capital gain distribution paid on March 31, 2005.

Mellon Mid Cap Stock Fund

For federal tax purposes the fund hereby designates 60.62% of the ordinary dividends paid during the fiscal year ended August 31, 2005 as qualifying for the corporate dividends received deduction. Also certain dividends paid by the fund may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. Of the distributions paid during the fiscal year, $8,137,578 represents the maximum amount that may be considered qualified dividend income. Shareholders will receive notification in January 2006 of the percentage applicable to the preparation of their 2005 income tax returns. Also, the fund designates $.7760 per share as a long-term capital gain distribution paid on December 10, 2004.

Mellon Small Cap Stock Fund

The fund designates $.3915 per share as a long-term capital gain distribution paid on December 8, 2004.

Mellon International Fund

In accordance with federal tax law, the fund elects to provide each shareholder with their portion of the fund's foreign taxes paid and the income sourced from foreign countries. Accordingly, the fund hereby makes the following designations regarding its fiscal year ended August 31, 2005:

— the total amount of taxes paid to foreign countries was $3,435,265.

— the total amount of income sourced from foreign countries was $33,179,597.

As required by federal tax law rules, shareholders will receive notification of their proportionate share of foreign taxes paid and foreign sourced income for the 2005 calendar year with Form 1099-DIV which will be mailed by January 31, 2006.

Also certain dividends paid by the fund may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. Of the distributions paid during the fiscal year, $22,069,776 represents the maximum amount that may be considered qualified dividend income. Also, the fund designates $.4236 per share as a long-term capital gain distribution paid on December 15, 2004.

Mellon Emerging Markets Fund

In accordance with federal tax law, the fund elects to provide each shareholder with their portion of the fund's foreign taxes paid and the income sourced from foreign countries. Accordingly, the fund hereby makes the following designations regarding its fiscal year ended August 31, 2005:

— the total amount of taxes paid to foreign countries was $4,892,118.

— the total amount of income sourced from foreign countries was $31,414,640.

As required by federal tax law rules, shareholders will receive notification of their proportionate share of foreign taxes paid and foreign sourced income for the 2005 calendar year with Form 1099-DIV which will be mailed by January 31, 2006.

Also certain dividends paid by the fund may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. Of the distributions paid during the fiscal year, $13,902,666 represents the maximum amount that may be considered qualified dividend income. Also, the fund designates $.7497 per share as a long-term capital gain distribution paid on December 31, 2004.

Mellon Balanced Fund

For federal tax purposes the fund hereby designates 47.73% of the ordinary dividends paid during the fiscal year ended August 31, 2005 as qualifying for the corporate dividends received deduction. Also certain dividends paid by the fund may be subject to a maximum tax rate of 15%, as provided for by the Jobs and Growth Tax Relief Reconciliation Act of 2003. Of the distributions paid during the fiscal year, $3,383,685 represents the maximum amount that may be considered qualified dividend income. Shareholders will receive notification in January 2006 of the percentage applicable to the preparation of their 2005 income tax returns.

MELLON FUNDS TRUST (Mellon Large Cap Stock Fund, Mellon Income Stock Fund, Mellon Mid Cap Stock Fund, Mellon Small Cap Stock Fund, Mellon International Fund, Mellon Emerging Markets Funds and Mellon Balanced Fund)

At a meeting of the Board of Trustees held on March 15-16, 2005, the Board considered the re-approval of the Trust's Investment Advisory Agreement for another one year term, pursuant to which the Investment Adviser, a division of Dreyfus, provides the funds with investment advisory services. The Board members also considered the re-approval of the Trust's Administration Agreement with Mellon Bank for another one year term, pursuant to which Mellon Bank provides the funds with administrative services. Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain of these administrative services. The Board members who are not "interested persons" (as defined in the Act) of the Trust were assisted in their review by independent legal counsel and met with counsel in executive session separate from representatives of Dreyfus.

Analysis of Nature, Extent and Quality of Services Provided to the Funds. The Board members received a presentation from representatives of Dreyfus regarding services provided to the funds, and discussed the nature, extent and quality of the services provided to the funds pursuant to the Investment Advisory Agreement. Dreyfus' representatives reviewed the funds' distribution of accounts, and noted the diversity of distribution of the funds and Dreyfus' corresponding need for broad, deep and diverse resources to be able to provide ongoing shareholder services to each of the funds' distribution channels. The Board also reviewed the number of shareholder accounts in each fund, as well as each fund's asset size.

The Board members also considered Dreyfus' research and portfolio management capabilities and that Dreyfus also provides oversight of day-to-day fund operations, including fund accounting and administration and assistance in meeting legal and regulatory requirements. The Board members also considered Dreyfus' extensive administrative, accounting and compliance infrastructure.

Comparative Analysis of the Funds' Performance, Management Fees and Expense Ratios.

Mellon Large Cap Stock Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that although the fund's performance for the 1-, 3- and 5-year periods ended December 31, 2004 was below that of the Lipper and comparison group averages, it was showing a trend of improvement. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's rankings in its Lipper category as of February 28th had improved versus those of January 31st for each period. Management also noted that, over the past year, management had discussed and implemented several significant enhancements to its equity processes and that as part of the enhancements, management had redefined the roles and responsibilities of certain personnel and had hired several people for its equity group. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked first (was the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds had management fees that were both higher and lower than the fund's management fee, and management noted that the management fees of the Similar Funds (that were lower than the fund's management fee) reflected historical pricing, pricing of a "unitary fee" fund and pricing of funds offered only to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus also reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by separate accounts with similar investment objectives, policies and strategies as the fund (the "Similar Accounts"). The Similar Accounts' comparison group was composed exclusively of separate accounts and "wrap" accounts managed by Dreyfus or its affiliates. Dreyfus' representatives explained the nature of each Similar Account and the differences, from Dreyfus' perspective, in management of these Separate Accounts as compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Board members considered the relevance of the fee information provided for the Similar Accounts to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Accounts seemed to be consistent with the services provided.

Mellon Income Stock Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's performance as of December 31, 2004 was below the averages of the comparison group for the 1-, 3- and 5-year periods, was comparable to its Lipper category average for the 1-year period and was below its Lipper category averages for the 3- and 5-year periods. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's rankings in its Lipper category as of February 28th had improved versus those of January 31st for each period, except the 1-month period ended February 28th. The Board members noted that the fund's performance was showing a trend of improvement. Management also noted that, over the past year, management had discussed and implemented several significant enhancements to its equity processes. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the first quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus stated that there were no other mutual funds managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund, which were reported in the same Lipper category as the fund, and that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon Mid Cap Stock Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's performance as of December 31, 2004 was above the averages of the comparison group for the 1- and 3-year periods, was below the average of the comparison group for the 5-year period, was above its Lipper category average for the 1-year period and was below its Lipper category averages for the 3- and 5-year periods. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's ranking in its Lipper category as of February 28th had improved versus that of January 31st for each period, except the 3-year period ended February 28th. The Board members noted that the Fund's performance was showing a trend of improvement. Management also noted that, over the past year, management had discussed and implemented several significant enhancements to its equity processes and that as part of the enhancements, management had redefined the roles and responsibilities of certain personnel and had hired several people for its equity group. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked first (was the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. Management noted that the management fees of the Similar Funds were substantially comparable to those of the fund or reflected the pricing of a "unitary fee" fund and a fund offered only to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon Small Cap Stock Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's performance as of December 31, 2004 was below the averages of the comparison group for the 1-, 3- and 5-year periods, was comparable to its Lipper category average for the 1- and 3-year periods and was below its Lipper category average for the 5-year period. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's ranking in its Lipper category as of February 28th had improved versus that of January 31st for the 1-month and 3-month periods and was generally comparable to that of January 31st for the 1-year and 3-year periods. The Board members noted that the fund's performance was showing a trend of improvement. Management also noted that, over the past year, management had discussed and implemented several significant enhancements to its equity processes and that as part of the enhancements, management was seeking a candidate to serve as a co-primary portfolio manager of the fund. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds had management fees that were both higher and lower than the fund's management fee, and management noted that the management fees of the Similar Funds reflected historical pricing and pricing of an index fund and a fund offered only to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon International Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's performance as of December 31, 2004 was comparable to the averages of the comparison group for the 1- and 3-year periods, was below the average of the comparison group for the 5-year period, was below its Lipper category averages for the 1- and 3-year periods and was above its Lipper category average for the 5-year period. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's ranking in its Lipper category as of February 28th had improved versus that for the 3-month period. The Board Members also noted management's efforts to improve performance in connection with its proposal, which was effective June 30, 2005, to invest most of the fund's cash inflows in accordance with a core investment style and to add a co-primary portfolio manager of the fund to manage the fund's core investment style. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. Management noted that the management fees of the Similar Funds were comparable to those of the fund or reflected the pricing of a "master/feeder" fund structure and of funds offered only to institutional investors or to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies.The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus also reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by separate accounts with similar investment objectives, policies and strategies as the fund (the "Similar Accounts"). The Similar Accounts' comparison group was composed exclusively of separate accounts and "wrap" accounts managed by Dreyfus or its affiliates. Dreyfus' representatives explained the nature of each Similar Account and the differences, from Dreyfus' perspective, in management of these Separate Accounts as compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries.The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Board members considered the relevance of the fee information provided for the Similar Accounts to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Accounts seemed to be consistent with the services provided.

Mellon Emerging Markets Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average.The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's performance as of December 31, 2004 was above the averages of the comparison group and its Lipper category averages for the 1- and 3-year periods. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's ranking in its Lipper category as of February 28th had improved versus that of January 31st for the 1-month period. The Board Members also noted management's efforts to improve performance in connection with its proposal, which was effective June 30, 2005, to invest most of the fund's cash inflows in accordance with a core investment style and to add a co-primary portfolio manager of the fund to manage the fund's core investment style. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fee paid to Dreyfus or its affiliates by a mutual fund with a similar investment objective and similar policies and strategies as the fund (the "Similar Fund"). This comparison group also compared the management fee and total expense ratio of the Similar Fund. The Similar Fund's comparison group was composed exclusively of an investment company managed by Dreyfus or its affiliates that was reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of the Similar Fund and the differences, from Dreyfus' perspective, in management of the Similar Fund compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. Management noted that the management fee of the Similar Fund was comparable to that of the fund. The Board members considered the relevance of the fee information provided for the Similar Fund to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that the fee paid by the Similar Fund seemed to be consistent with the services provided.

Representatives of Dreyfus also reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by separate accounts with similar investment objectives, policies and strategies as the fund (the "Similar Accounts"). The Similar Accounts' comparison group was composed exclusively of separate accounts and "wrap" accounts managed by Dreyfus or its affiliates. Dreyfus' representatives explained the nature of each Similar Account and the differences, from Dreyfus' perspective, in management of these Separate Accounts as compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Board members considered the relevance of the fee information provided for the Similar Accounts to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Accounts seemed to be consistent with the services provided.

Mellon Balanced Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's performance as of December 31, 2004 was above the averages of the comparison group and its Lipper category averages for the 1- and 3-year periods. Management also presented the Board with the quartile, percentile and rank of the fund for the 1-month, 3-month, 1-year and 3-year periods ended January 31, 2005 and February 28, 2005 within its Lipper category, and noted that the fund's ranking in its Lipper category as of February 28th had improved versus that of January 31st for each period. The Board Members also noted the trend of good performance of the fund. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the first quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to

Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds had management fees that were both higher and lower than the fund's management fee, and management noted that the management fees of the Similar Funds (that were lower than the fund's management fee) reflected historical pricing, pricing of a "unitary fee" fund and pricing of a fund offered only to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Analysis of Profitability and Economies of Scale. Dreyfus' representatives reviewed the dollar amount of expenses allocated and profit received by Dreyfus and its affiliates with respect to each fund and the method used to determine such expenses and profit. The Board received and considered information prepared by an independent consulting firm regarding Dreyfus' approach to allocating costs to, and determining the profitability of, individual funds and the entire Dreyfus mutual fund complex. The Dreyfus representatives stated that the methodology had also been reviewed by an independent registered public accounting firm which, like the consultant, found the methodology to be reasonable. The consulting firm also analyzed where any economies of scale might emerge in connection with the management of the funds. The Board members evaluated the analysis in light of the relevant circumstances for each fund, and the extent to which economies of scale would be realized as the fund grows and whether fee levels reflect these economies of scale for the benefit of fund investors. The Board noted that it appeared that the benefits of any economies of scale also would be appropriately shared with shareholders through increased investment in fund management and administration resources. The Board members also considered potential benefits to Dreyfus and its affiliates, including Mellon Fund Advisers, from acting as investment adviser, including soft dollar arrangements with respect to trading each fund's portfolio.

It was noted that the Board members should consider Dreyfus' profitability with respect to each fund as part of their evaluation of whether the fees under the Investment Advisory Agreement bear a reasonable relationship to the mix of services provided by Dreyfus, including the nature, extent and quality of such services and that a discussion of economies of scale are predicated on increasing assets and that, if a fund's assets had been decreasing, the possibility that Dreyfus may have realized any economies of scale would be less. The Board members also discussed the profitability percentage ranges determined by appropriate court cases to be reasonable given the services rendered to investment companies. It was noted that the profitability percentage for managing each fund was not unreasonable given the fund's overall performance and generally superior service levels provided.

At the conclusion of these discussions, each of the Board Members expressed the opinion that he or she had been furnished with sufficient information to make an informed business decision with respect to the continuation of the Trust's Investment Advisory Agreement. Based on their discussions and considerations as described above, the Board made the following conclusions and determinations.

- The Board concluded that the nature, extent and quality of the services provided by Dreyfus are adequate and appropriate.
- The Board was generally satisfied with the each fund's performance, noting in particular, with respect to Mellon Large Cap Stock Fund, Mellon Income Stock Fund, Mellon Mid Cap Stock Fund and Mellon Small Cap Stock Fund, that each fund's short-term performance was showing a trend of improvement, with respect to Mellon International Fund and Mellon Emerging Markets Fund, that management had made efforts to improve the funds' performance in connection with its proposal, effective on June 30, 2005, to invest most of the funds' cash inflows in accordance with a core investment style and to add a co-primary portfolio manager of each fund to manage the fund's core investment style and, with respect to Mellon Balanced Fund, that management's change, effective December 31, 2004, to the fund's primary portfolio manager for the equity portion of its portfolio was a positive step aimed at seeking to maintain the fund's good performance.
- The Board concluded that the fee paid by each fund to Mellon Fund Advisers was reasonable in light of comparative performance and expense and advisory fee information, costs of the services provided and profits to be realized and benefits derived or to be derived by Dreyfus and its affiliates from its relationship with the funds.
- The Board determined that the economies of scale which may accrue to Dreyfus and its affiliates in connection with the management of the funds had been adequately considered by Dreyfus in connection with the management fee rate charged to each fund, and that, to the extent in the future it were to be determined that material economies of scale had not been shared with the funds, the Board would seek to have those economies of scale shared with fund shareholders.

The Board members considered these conclusions and determinations and, without any one factor being dispositive, the Board determined that re-approval of the Trust's Investment Advisory Agreement and Administration Agreement with respect to the funds was in the best interests of each fund and its respective shareholders.

Patrick J. O'Connor (62)
Chairman of the Board (2000)

Principal Occupation During Past 5 Years:

- Attorney, Cozen and O'Connor, P.C. since 1973, including Vice Chairman since 1980 and Chief Executive Officer and President since 2002

Other Board Memberships and Affiliations:

- Board of Consultors of Villanova University School of Law, Board Member
- Temple University, Trustee
- Philadelphia Police Foundation, Board Member
- Philadelphia Children's First Fund, Board Member
- Committee on Rules of Evidence of Pennsylvania Supreme Court, Vice Chair
- American College of Trial Lawyers, Fellow
- Historical Society of the United States District Court for the Eastern District of Pennsylvania, Director

No. of Portfolios for which Board Member Serves: 16

Ronald R. Davenport (69)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Chairman of Sheridan Broadcasting Corporation since July 1972

Other Board Memberships and Affiliations:

- American Urban Radio Networks, Co-Chairman
- Aramark Corporation, Board Member
- Momentum Equity Group LLC, Director

No. of Portfolios for which Board Member Serves: 16

John L. Diederich (68)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Chairman of Digital Site Systems, Inc., a privately held software company providing internet service to the construction materials industry, since July 1998

Other Board Memberships and Affiliations:

- Continental Mills, a dry baking products company, Board Member
- Pittsburgh Parks Conservancy, Board Member

No. of Portfolios for which Board Member Serves: 16

Maureen D. McFalls (60)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Director of the Office of Government Relations at Carnegie Mellon University since January 2000
- Manager, Government Communications, of the Software Engineering Institute at Carnegie Mellon University from March 1994 to December 1999

Other Board Memberships and Affiliations:

- Maglev, Inc., a company seeking a partnership between industry and government in Pennsylvania to create a magnetically levitated high-speed transportation system, Board Member representing Carnegie Mellon University
- Coro Center For Civic Leadership, Board Member
- Pennsylvania Association for Individuals with Disabilities, Board Member

No. of Portfolios for which Board Member Serves: 16

Kevin C. Phelan (61)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Mortgage Banker, Meredith & Grew, Inc. since March 1978, including Executive Vice President and Director since March 1998.

Other Board Memberships and Affiliations:

- Greater Boston Chamber of Commerce, Director
- Fiduciary Trust, Director
- St. Elizabeth's Medical Center of Boston, Board Member
- Providence College, Trustee
- Simmons College, Trustee
- Newton Country Day School, Chairman of the Board
- Board of Visitors of Babson College, Board Member
- Board of Visitors of Boston University School of Public Health, Board Member
- Boston Public Library Foundation, Director
- Boston Foundation, Director
- Boston Municipal Research Bureau, Board Member
- Boys and Girls Club of Boston, Board Member
- Greater Boston Real Estate Board, Director

No. of Portfolios for which Board Member Serves: 16

Patrick J. Purcell (57)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Owner, President and Publisher of The Boston Herald since February 1994
- President and Founder, jobfind.com, an employment search site on the world wide web, since July 1996
- President and Chief Executive Officer, Herald Media since 2001

Other Board Memberships and Affiliations:

- The American Ireland Fund, an organization that raises funds for philanthropic projects in Ireland, Director
- The Genesis Fund, an organization that raises funds for the specialized care and treatment of New England area children born with birth defects, mental retardation and genetic diseases, Board Member
- United Way of Massachusetts Bay, Board Member
- Greater Boston Chamber of Commerce, Board Member
- St. John's University, Trustee

No. of Portfolios for which Board Member Serves: 16

Thomas F. Ryan, Jr. (64)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Retired since April 1999
- President and Chief Operating Officer of the American Stock Exchange from October 1995 to April 1999

Other Board Memberships and Affiliations:

- Boston College, Trustee
- Brigham & Women's Hospital, Trustee
- New York State Independent System Operator, a non-profit organization which administers a competitive wholesale market for electricity in New York State, Director
- RepliGen Corporation, a biopharmaceutical company, Director

No. of Portfolios for which Board Member Serves: 16

Once elected all Board Members serve for an indefinite term. The address of the Board Members and Officers is in c/o The Dreyfus Corporation, 200 Park Avenue, New York, New York 10166. Additional information about the Board Members is available in the fund's Statement of Additional Information which can be obtained from Dreyfus free of charge by calling this toll free number: 1-800-645-6561. For individual account holders for Private Wealth Management clients, please contact your account officer or call 1-888-281-7350.

LAWRENCE P. KEBLUSEK, President since June 2003.

As Chief Investment Officer of Mellon's Private Wealth Management group, Mr. Keblusek is responsible for investment strategy, policy and implementation for Mellon's Private Wealth Management group. Prior to joining Mellon, Mr. Keblusek was a Managing Director at Citigroup since 1995. He was previously a Vice President of the Trust. He is 55 years old and has been employed by Mellon since August 2002.

MARK N. JACOBS, Vice President since June 2000.

Executive Vice President, Secretary and General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 59 years old and has been an employee of Dreyfus since June 1977.

CHRISTOPHER SHELDON, Vice President since June 2003.

As director of Investment Strategy for Mellon's Private Wealth Management group since April 2003, Mr. Sheldon manages the analysis and development of investment and asset allocation strategies and investment product research. Prior to assuming his current position, Mr. Sheldon was the West Coast managing director of Mellon's Private Wealth Management group from 2001-2003 and its regional manager from 1998-2001. He is 38 years old has been employed by Mellon since January 1995.

MICHAEL A. ROSENBERG, Vice President and Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 45 years old and has been an employee of Dreyfus since October 1991.

JAMES BITETTO, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 39 years old and has been an employee of Dreyfus since December 1996.

JONI LACKS CHARATAN, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 49 years old and has been an employee of Dreyfus since October 1998.

JOSEPH M. CHIOFFI, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 43 years old and has been an employee of Dreyfus since June 2000.

JANETTE E. FARRAGHER, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 42 years old and has been an employee of Dreyfus since February 1984.

JOHN B. HAMMALIAN, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 42 years old and has been an employee of Dreyfus since February 1991.

ROBERT R. MULLERY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 53 years old and has been an employee of Dreyfus since May 1986.

JEFF PRUSNOFSKY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 40 years old and has been an employee of Dreyfus since October 1990.

JAMES WINDELS, Treasurer since November 2001.

Director – Mutual Fund Accounting of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since April 1985.

GREGORY S. GRUBER, Assistant Treasurer since March 2000.

Senior Accounting Manager – Municipal Bond Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since August 1981.

ERIK D. NAVILOFF, Assistant Treasurer since December 2002.

Senior Accounting Manager – Taxable Fixed Income Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 37 years old and has been an employee of Dreyfus since November 1992.

ROBERT ROBOL, Assistant Treasurer since December 2002.

Senior Accounting Manager – Money Market Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 41 years old and has been an employee of Dreyfus since October 1988.

ROBERT SVAGNA, Assistant Treasurer since December 2002.

Senior Accounting Manager – Equity Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 38 years old and has been an employee of Dreyfus since November 1990.

KENNETH J. SANDGREN, Assistant Treasurer since November 2001.

Mutual Funds Tax Director of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 51 years old and has been an employee of Dreyfus since June 1993.

JOSEPH W. CONNOLLY, Chief Compliance Officer since October 2004.

Chief Compliance Officer of the Manager and The Dreyfus Family of Funds (91 investment companies, comprising 200 portfolios). From November 2001 through March 2004, Mr. Connolly was first Vice-President, Mutual Fund Servicing for Mellon Global Securities Services. In that capacity, Mr. Connolly was responsible for managing Mellon's Custody, Fund Accounting and Fund Administration services to third-party mutual fund clients. He is 48 years old and has served in various capacities with the Manager since 1980, including manager of the firm's Fund Accounting Department from 1997 through October 2001.

WILLIAM GERMENIS, Anti-Money Laundering Compliance Officer since September 2002.

Vice President and Anti-Money Laundering Compliance Officer of the Distributor, and the Anti-Money Laundering Compliance Officer of 87 investment companies (comprised of 196 portfolios) managed by Dreyfus. He is 35 years old and has been an employee of the Distributor since October 1998.

NOTES

For More Information

Mellon Funds Trust
c/o The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Investment Adviser

Mellon Fund Advisers, a division of
The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Administrator

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

Sub-Administrator

The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Custodian

Domestic Equity Funds:
Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

International and Emerging Markets Funds:
Mellon Trust of New England, N.A.
One Boston Place
Boston, MA 02108

Transfer Agent &
Dividend Disbursing Agent

Dreyfus Transfer, Inc.
200 Park Avenue
New York, NY 10166

Distributor

Dreyfus Service Corporation
200 Park Avenue
New York, NY 10166

Telephone Private Wealth Management (PWM) Clients, please contact your Account Officer or call 1-888-281-7350. Brokerage Clients of Mellon Private Wealth Advisors (MPWA), please contact your financial representative or call 1-800-830-0549-Option 2. Individual Account holders, please call Dreyfus at 1-800-896-8167.

Mail PWM Clients, write to your Account Officer, c/o Mellon Bank, N.A., One Mellon Bank Center, Pittsburgh, PA 15258

MPWA Brokerage Clients, write to your financial representative, P.O. Box 9012, Hicksville, NY 11802–9012

Individual Account Holders, write to: Mellon Funds, P.O. Box 55268, Boston, MA 02205–8502

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The fund's Forms N-Q are available on the SEC's website at http://www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

A description of the policies and procedures that the fund uses to determine how to vote proxies relating to portfolio securities, and information regarding how the fund voted these proxies for the 12-month period ended June 30, 2005, is available at http://www.dreyfus.com and on the SEC's website at http://www.sec.gov. The description of the policies and procedures is also available without charge, upon request, by calling 1-800-645-6561.

The Mellon Funds

Mellon Bond Fund

Mellon Intermediate Bond Fund

Mellon Short-Term U.S. Government Securities Fund

ANNUAL REPORT August 31, 2005

Mellon

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The Funds

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The views expressed herein are current to the date of this report. These views and the composition of the funds' portfolios are subject to change at any time based on market and other conditions.

The Funds

LETTER FROM THE PRESIDENT

Dear Shareholder:

This annual report for The Mellon Funds covers the period from September 1, 2004, through August 31, 2005. Inside, you'll find valuable information about how the funds were managed during the reporting period, including discussions with each fund's portfolio manager.

On average, U.S. stock prices ended the reporting period higher than where they began. However, most of the equity markets' gains occurred during the closing months of 2004. So far in 2005, positive factors, including steady economic growth and higher corporate profits, were largely offset by headwinds, such as sharply higher energy prices and rising short-term interest rates. Against the same backdrop and, contrary to historical norms, bonds generally rallied as inflation appeared to remain low and demand for U.S. fixed-income securities was robust, particularly from overseas investors. In global markets, international stocks generally rose more than U.S. stocks over the past year, with gains achieved in the industrialized markets of Europe and Asia, as well as many of the emerging markets.

Recent shocks to the U.S. economy — including sharply higher gasoline prices and other consequences of Hurricane Katrina — have added a degree of uncertainty to the outlook for stocks and bonds. However, our economists currently believe that the economy should continue to grow without either entering a recession or triggering a significant acceleration of inflation. As always, we encourage you to discuss the potential implications of these and other matters with your portfolio manager.

Thank you for your continued confidence and support.

Sincerely,

Lawrence P. Keblusek
President
Mellon Funds Trust
September 15, 2005

DISCUSSION OF FUND PERFORMANCE

John F. Flahive, Portfolio Manager

How did Mellon Bond Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares achieved a total return of 3.30%, and its Investor shares achieved a total return of 2.98%.[1] In comparison, the Lehman Brothers U.S. Aggregate Index, the fund's benchmark, achieved a total return of 4.15% for the same period.[2]

Despite steadily rising short-term interest rates, longer-term bonds remained surprisingly resilient, ending the reporting period at prices that were relatively unchanged compared to the reporting period's beginning. We attribute the market's strength to robust demand from overseas investors and low domestic inflation expectations. The fund produced lower returns than its benchmark, primarily due to a relatively defensive investment posture that was designed to help preserve capital in a rising interest-rate environment.

Note to shareholders: John F. Flahive became the fund's portfolio manager on August 1, 2005.

What is the fund's investment approach?

Effective December 31, 2004, the fund changed the way it describes its investment objective, which is to seek total return (consisting of capital appreciation and current income). To pursue its goal, the fund actively manages bond market and maturity exposure and invests at least 80% of its assets in bonds, such as U.S. Treasury and government agency bonds, corporate bonds, mortgage-related securities and foreign corporate and government bonds. The fund's investments in bonds must be rated investment grade quality at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective duration will not exceed eight years.

What other factors influenced the fund's performance?

The fund's performance was influenced by rising short-term interest rates throughout the reporting period. The Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years, implementing eight consecutive increases in the overnight federal funds rate, which climbed from 1.5% at the start of the reporting period to 3.5% at the reporting period's end. The Fed's credit-tightening campaign was intended to achieve a monetary policy that neither stimulates nor restricts economic growth.

Unlike most previous credit-tightening cycles, longer-term bond yields failed to rise along with short-term interest rates. In fact, longer-term bond yields fell during much of the reporting period before rising modestly during the summer of 2005. As a result, longer-term bond prices and yields ended the reporting period virtually unchanged from where they began, a situation Fed Chairman Alan Greenspan called "a conundrum." We believe that bond prices have been supported by robust demand from overseas investors, including Asian central banks, and low inflation expectations among U.S. investors.

Early in 2005, we had positioned the fund for a rising interest-rate environment, which we believed might erode longer-term bond prices. Accordingly, we set the fund's average duration — a measure of sensitivity to changing interest rates — in a range we considered shorter than industry averages. This positioning was designed to maintain the liquidity required to capture higher yields as they became available. However, this relatively defensive posture held back the fund's returns when longer-term bond prices did not fall, and yields did not rise. We offset some, but not all, of the adverse effects of the fund's short average duration through a "barbell" strategy in which longer- and shorter-term securities were balanced to achieve our duration target.

The fund's mix of fixed-income securities roughly matched that of the benchmark. Within the fund's corporate bond portfolio, however, our sector allocation strategy helped boost relative performance. We focused primarily on bonds issued by companies in the media, finance, basic materials and telecommunications industries, and the fund maintained relatively light exposure to bonds from issuers in the automotive sector. Indeed, bonds from the major U.S. automobile manufacturers experienced sharp declines during the spring of 2005, when disappointing financial results led the credit-rating agencies to downgrade automakers' bonds to the high-yield category.

The fund also maintained a position in mortgage-backed securities, which tend to offer higher yields than U.S. Treasury securities with comparable maturities. As part of our generally defensive investment posture, we focused primarily on mortgage-backed securities with maturities in the three- to five-year range.

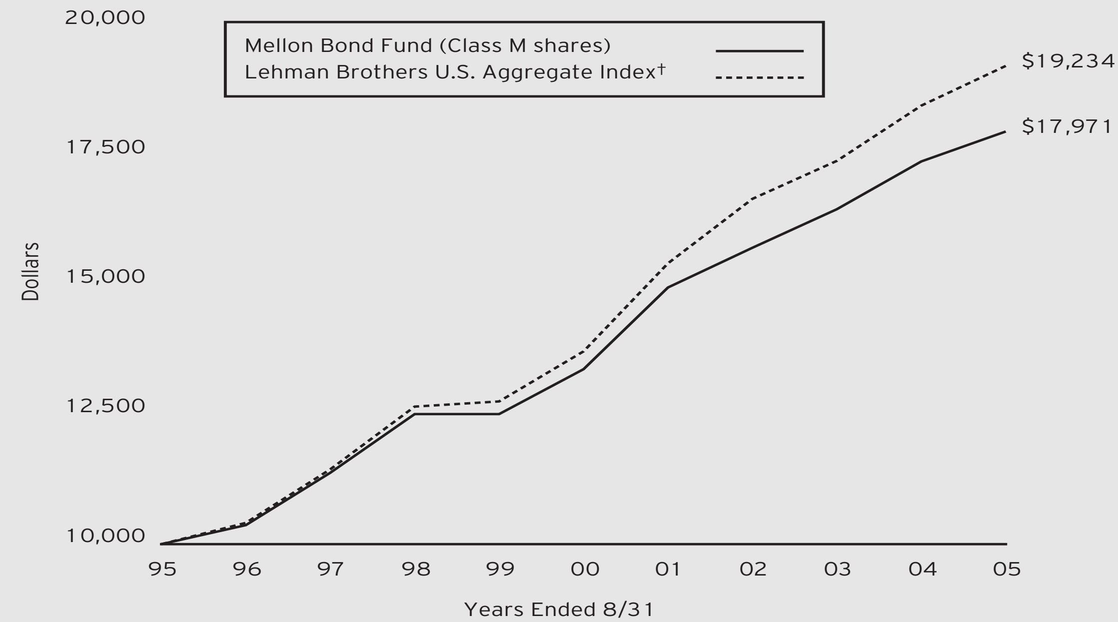
What is the fund's current strategy?

Recent statements from the Fed have given no indication that it has reached the end of its credit-tightening campaign, and many analysts believe that further rate hikes are likely. While the aftermath of Hurricane Katrina may reduce the rate of economic growth, the economic expansion currently appears to remain intact. Accordingly, we have continued to maintain the fund's relatively cautious investment posture, including a short average duration and a neutral asset mix. However, as yield differences along the maturity spectrum have narrowed, we have reduced the fund's "barbell" structure. In our judgment, these are prudent strategies in today's changing economic and market environments.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers U.S. Aggregate Index is a widely accepted, unmanaged total return index of corporate, U.S. government and U.S. government agency debt instruments, mortgage-backed securities and asset-backed securities with an average maturity of 1-10 years.*



Comparison of change in value of $10,000 investment in Mellon Bond Fund Class M shares and the Lehman Brothers U.S. Aggregate Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		3.30%	6.07%	6.04%	
Investor shares	7/11/01	2.98%	–	–	4.85%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Bond Fund on 8/31/95 to a $10,000 investment made in the Lehman Brothers U.S. Aggregate Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund (and those of two other CTFs) were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a widely accepted, unmanaged index of corporate, government and government agency debt instruments, mortgage-backed securities, and asset-backed securities with an average maturity of 1-10 years. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

Lawrence R. Dunn, CFA, Portfolio Manager

How did Mellon Intermediate Bond Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares achieved a total return of 1.53%, and its Investor shares achieved a total return of 1.30%.[1] In comparison, the Lehman Brothers Intermediate Government/Credit Bond Index (the "Index"), the fund's benchmark, achieved a 2.55% total return for the same period.[2]

Despite steadily rising short-term interest rates, yields of intermediate- and long-term bonds were little changed over the reporting period, as robust foreign demand and low inflation helped support prices. The fund produced lower returns than its benchmark, primarily due to a defensive duration management strategy that was designed to help preserve capital in a rising interest-rate environment.

What is the fund's investment approach?

Effective December 31, 2004, the fund changed the way it describes its investment objective, which is to seek total return (consisting of capital appreciation and current income). To pursue its goal, the fund actively manages bond market and maturity exposure and invests at least 80% of its assets in bonds, such as U.S. government and agency bonds, corporate bonds, mortgage-related securities, foreign corporate and government bonds and municipal bonds. The fund's investments in bonds must be rated investment grade at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective portfolio maturity will be between three and 10 years, and its average effective portfolio duration will be between 2.5 and 5.5 years.

When managing the fund, we use a disciplined process to select securities and manage risk. We generally choose bonds based on yield, credit quality, the level of interest rates and inflation, general economic and financial trends and our outlook for the securities markets. Our management process also includes computer modeling and scenario testing of possible changes in market conditions.

What other factors influenced the fund's performance?

The bond market was influenced to a significant degree by investors' economic and inflation expectations. Early in the reporting period, economic growth appeared to be hindered by rising energy prices and heightened political uncertainty in advance of the U.S. presidential elections. As a result, investors' inflation outlook was relatively benign, supporting bond prices. After the election, rallying equity markets and signs of more robust economic growth led many analysts to anticipate a potential acceleration of inflation. However, the economy continued to expand at a moderate pace when energy prices renewed their surge, manufacturing activity failed to meet expectations and labor markets achieved only modest improvement.

In this economic environment, the Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years. The Fed increased the overnight federal funds rate eight times during the reporting period, driving it from 1.5% to 3.5%. Largely because of strong demand from foreign investors and persistently low inflation expectations, however, intermediate-term bond yields remained roughly unchanged, causing yield differences to narrow across the short-intermediate maturity spectrum.

Because the Fed was clear in its intentions to raise short-term interest rates until it achieved a level that neither stimulated nor restricted economic growth, we set the fund's average duration — a measure of sensitivity to changing interest rates — in a range that was modestly shorter than industry averages, including an emphasis on securities in the one- to three-year maturity range. This position, which was designed to protect the fund from the potentially eroding effects of higher interest rates, detracted from performance when longer-term bond yields failed to rise along with short-term rates. While better results from the fund's longer-term holdings helped boost returns, it was not enough to fully offset the fund's short duration position.

In addition, because of concerns regarding the age of the current business cycle, we tended to focus on higher-quality securities within the fund's corporate bond portfolio. However, lower-rated credits that are part of the Index fared better, further undermining the fund's relative performance. Among mortgage-backed securities, which are not part of the Index, we focused primarily on 15-year fixed-rate securities and adjustable-rate mortgages with shorter maturities. We also invested a portion of the fund's assets in high-quality asset-backed securities, which contributed positively to the fund's performance.

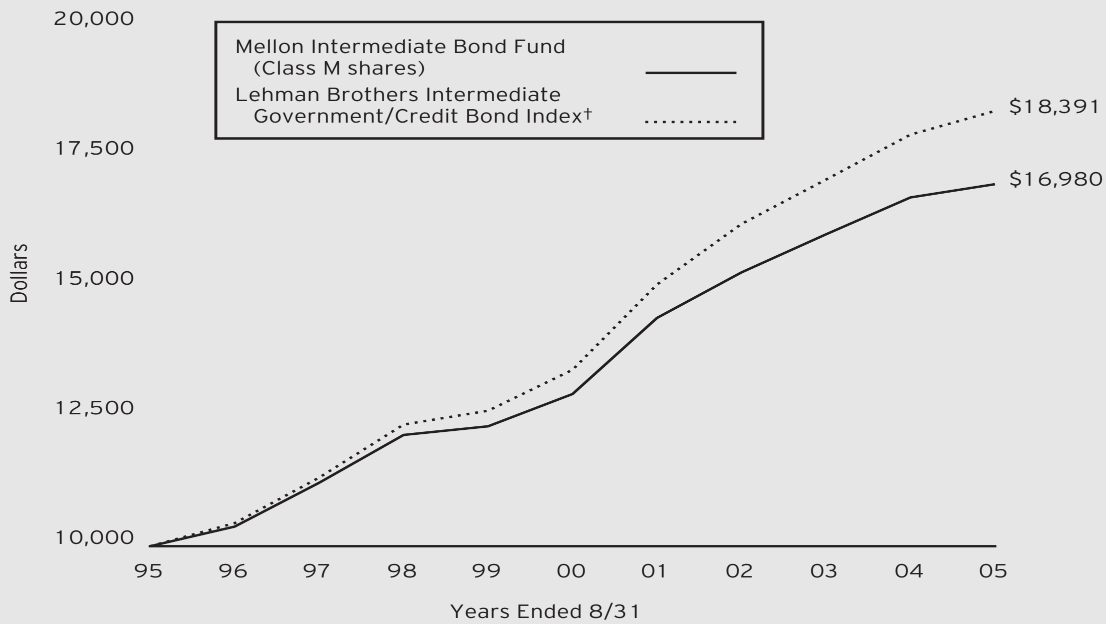
What is the fund's current strategy?

We currently expect the Fed to continue to raise short-term interest rates at upcoming meetings of its Federal Open Market Committee. However, the economic damage caused by Hurricane Katrina may cause the Fed to pause in its credit-tightening campaign sooner than many analysts previously expected. The Fed may need time to assess the impact of the storm and previous rate hikes on economic growth and inflation. Accordingly, while we have maintained the fund's relatively short average duration, we have tempered that position with a more intent focus on securities with maturities in the five- to 10-year range.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. – Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers Intermediate Government/Credit Bond Index is a widely accepted, unmanaged index of government and corporate bond market performance composed of U.S. government, Treasury and agency securities, fixed-income securities and nonconvertible investment-grade corporate debt, with an average maturity of 1-10 years.*



Comparison of change in value of $10,000 investment in Mellon Intermediate Bond Fund Class M shares and the Lehman Brothers Intermediate Government/Credit Bond Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		1.53%	5.59%	5.44%	
Investor shares	7/11/01	1.30%	–	–	4.36%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Intermediate Bond Fund on 8/31/95 to a $10,000 investment made in the Lehman Brothers Intermediate Government/Credit Bond Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a widely accepted, unmanaged index of U.S. government and credit bond market performance composed of U.S. government, Treasury and agency securities, fixed-income securities and nonconvertible investment-grade corporate debt, with an average maturity of 1-10 years. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

Lawrence R. Dunn, CFA, Portfolio Manager

How did Mellon Short-Term U.S. Government Securities Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund's Class M shares achieved a total return of 1.00%, and its Investor shares achieved a total return of 0.78%.[1] In comparison, the Lehman Brothers 1-3 Year U.S. Government Index (the "Index"), the fund's benchmark, achieved a total return of 1.27% for the same period.[2]

Despite steadily rising short-term interest rates, yields of longer-term U.S. government securities were little changed over the reporting period, as robust foreign demand and low inflation helped support prices. The fund produced lower returns than its benchmark, primarily due to a defensive duration management strategy that was designed to help preserve capital in a rising interest-rate environment.

What is the fund's investment approach?

The fund seeks to provide as high a level of current income as is consistent with the preservation of capital. To pursue this goal, the fund invests at least 80% of its assets in securities issued or guaranteed by the U.S. government or its agencies or instrumentalities and in repurchase agreements. The fund may invest up to 35% of its net assets in mortgage-related securities issued by U.S. government agencies or instrumentalities, such as mortgage pass-through securities issued by the Government National Mortgage Association ("Ginnie Mae"), the Federal National Mortgage Association ("Fannie Mae") and the Federal Home Loan Mortgage Corporation ("Freddie Mac"). The fund may also invest in collateralized mortgage obligations ("CMOs"), including stripped mortgage-backed securities. Generally, the fund's average effective portfolio maturity and its average effective portfolio duration will be less than three years.

When choosing securities, we typically first examine U.S. and global economic conditions and other market factors to estimate long- and short-term interest rates. Using a research-driven investment process, we then seek to identify what we believe are potentially profitable sectors before they are widely perceived by the market. We also seek to identify underpriced or mispriced securities that appear likely to perform well over time.

What other factors influenced the fund's performance?

The U.S. government securities market was influenced to a significant degree by investors' economic and inflation expectations. Early in the reporting period, economic growth appeared to be hindered by rising energy prices and heightened political uncertainty in advance of the presidential elections. As a result, investors' inflation outlook was relatively benign, supporting prices of U.S. Treasury securities. After the election, rallying equity markets and signs of more robust economic growth led many analysts to anticipate a potential acceleration of inflation. However, the economy continued to expand at a moderate pace when energy prices renewed their surge, manufacturing activity failed to meet expectations and labor markets achieved only modest improvement.

In this environment, the Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years. The Fed increased the overnight federal funds rate eight times during the reporting period, driving it from 1.5% to 3.5%. Largely because of strong demand from foreign investors and persistently low inflation expectations, however, intermediate-term bond yields remained roughly unchanged, causing yield differences to narrow across the short-intermediate maturity spectrum.

Because the Fed was clear in its intentions to raise short-term interest rates until it achieved a level that neither stimulated nor restricted economic growth, we set the fund's average duration — a measure of sensitivity to changing interest rates — in a range that was modestly shorter than industry averages, including an emphasis on U.S. Treasury securities with maturities of one year or less. This position, which was designed to protect the fund from the potentially eroding effects of higher interest rates, detracted from performance when longer-term bond yields failed to rise along with short-term rates. While better results from the fund's longer-term holdings helped boost returns, it was not enough to fully offset the fund's short duration position.

In addition to the fund's core position in U.S. Treasury securities, we allocated approximately 10% of the fund's assets to mortgage-backed securities backed by U.S. government agencies. We focused primarily on short-term balloon mortgages, hybrids and 15-year fixed-rate securities that offered a yield advantage over U.S. Treasuries with comparable maturities.

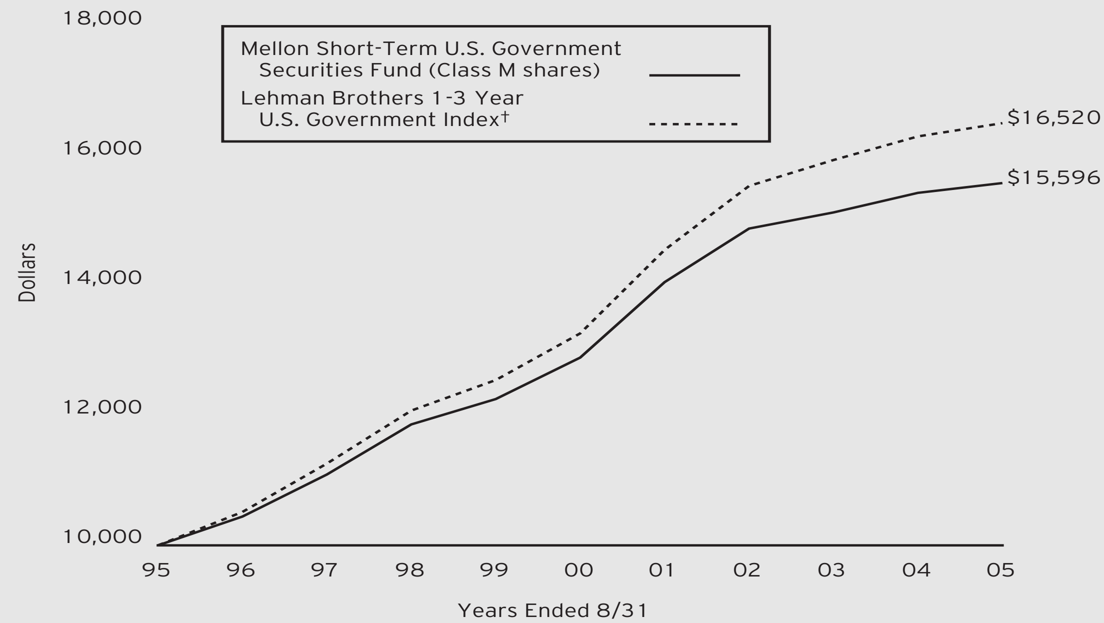
What is the fund's current strategy?

We currently expect the Fed to continue to raise short-term interest rates at upcoming meetings of its Federal Open Market Committee. However, the economic damage caused by Hurricane Katrina may cause the Fed to pause in its credit-tightening campaign sooner than many analysts previously expected. The Fed may need time to assess the impact of the storm, the federal government's fiscal response and previous rate hikes on economic growth and inflation. Accordingly, while we have maintained the fund's relatively short average duration, we are prepared to temper that position with a more intent focus on securities with maturities in the two- to three-year range.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost.*

2 *SOURCE: LIPPER INC. – Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers 1-3 Year U.S. Government Index is a widely accepted, unmanaged index of government bond market performance composed of U.S. Treasury and agency securities with maturities of 1-3 years.*



Comparison of change in value of $10,000 investment in Mellon Short-Term U.S. Government Securities Fund Class M shares and the Lehman Brothers 1-3 Year U.S. Government Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		1.00%	3.87%	4.54%	
Investor shares	7/11/01	0.78%	–	–	2.55%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Short-Term U.S. Government Securities Fund on 8/31/95 to a $10,000 investment made in the Lehman Brothers 1-3 Year U.S. Government Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is a widely accepted, unmanaged index of government bond market performance composed of U.S. Treasury and agency securities with maturities of 1-3 years. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

UNDERSTANDING YOUR FUND'S EXPENSES (Unaudited)

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of other funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemption fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial advisor.

Review your fund's expenses

The table below shows the expenses you would have paid on a $1,000 investment in each class of each fund from March 1, 2005 to August 31, 2005. It also shows how much a $1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

Expenses and Value of a $1,000 Investment
assuming actual returns for the six months ended August 31, 2005

	Class M Shares	Investor Shares
Mellon Bond Fund		
Expenses paid per $1,000†	$ 2.86	$ 4.13
Ending value (after expenses)	$1,023.20	$1,021.90
Mellon Intermediate Bond Fund		
Expenses paid per $1,000†	$ 2.90	$ 4.16
Ending value (after expenses)	$1,015.40	$1,015.00
Mellon Short-Term U.S. Government Securities Fund		
Expenses paid per $1,000†	$ 2.84	$ 4.31
Ending value (after expenses)	$1,012.00	$1,010.70

COMPARING YOUR FUND'S EXPENSES WITH THOSE OF OTHER FUNDS (Unaudited)

Using the SEC's method to compare expenses

The Securities and Exchange Commission (SEC) has established guidelines to help investors assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a $1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total costs) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

Expenses and Value of a $1,000 Investment
assuming a hypothetical 5% annualized return for the six months ended August 31, 2005

	Class M Shares	Investor Shares
Mellon Bond Fund		
Expenses paid per $1,000†	$ 2.85	$ 4.13
Ending value (after expenses)	$1,022.38	$1,021.12
Mellon Intermediate Bond Fund		
Expenses paid per $1,000†	$ 2.91	$ 4.18
Ending value (after expenses)	$1,022.33	$1,021.07
Mellon Short-Term U.S. Government Securities Fund		
Expenses paid per $1,000†	$ 2.85	$ 4.33
Ending value (after expenses)	$1,022.38	$1,020.92

† *Expenses are equal to the Mellon Bond Fund annualized expense ratio of .56% for Class M and .81% for Investor shares, Mellon Intermediate Bond Fund .57% for Class M and .82% for Investor shares and Mellon Short-Term U.S. Government Securities Fund .56% for Class M and .85% for Investor shares, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).*

Mellon Bond Fund

Bonds and Notes—98.6%	Principal Amount ($)	Value ($)
Aerospace & Defense—.2%		
United Technologies, Notes, 6.5%, 2009	1,250,000	**1,347,676**
Asset-Backed-Ctfs—Automobile Receivables—1.8%		
Harley-Davidson Motorcycle Trust:		
Ser. 2003-4, Cl. A2, 2.69%, 2011	4,650,000	4,550,273
Ser. 2005-3, Cl. A2, 4.41%, 2012	2,365,000	2,364,631
Honda Auto Receivables Owner Trust, Ser. 2004-3, Cl. A4, 3.28%, 2010	3,820,000	3,729,291
Onyx Acceptance Grantor Trust, Ser. 2005-A, Cl. A4, 3.91%, 2011	4,910,000	4,869,690
		15,513,885
Asset-Backed Ctfs.—Credit Cards—1.3%		
Bank One Issuance Trust, Ser. 2003-03, Cl. C3, 4.77%, 2016	11,000,000	**11,041,108**
Asset-Backed Ctfs.—Others—.3%		
CNH Equipment Trust, Ser. 2005-A, Cl. A4B, 4.29%, 2012	2,305,000	**2,308,219**
Bank & Finance—10.3%		
AXA Financial, Sr. Notes, 7.75%, 2010	5,650,000	6,445,028
American Express, Notes, 4.75%, 2009	3,000,000 [a]	3,045,207
Bank of America, Sr. Notes, 5.875%, 2009	6,585,000	6,920,888
Bear Stearns & Cos., Notes, 4.5%, 2010	2,000,000	1,999,438
CIT Group, Sr. Debs., 5.875%, 2008	4,800,000	5,009,357
Caterpillar Financial Services, Notes, 3.625%, 2007	5,825,000	5,758,304
Citigroup, Sr. Notes, 6.2%, 2009	1,825,000	1,937,946
Bank & Finance (continued)		
Countrywide Home Loans, Notes, 3.25%, 2008	6,165,000	5,984,150
Credit Suisse First Boston, Notes, 4.875%, 2010	2,100,000	2,132,920
Fifth Third Bancorp, Notes, 3.375%, 2008	3,000,000	2,929,497
Ford Motor Credit, Notes, 7%, 2013	3,000,000 [a]	2,880,192
Goldman Sachs, Notes, 4.75%, 2013	6,500,000	6,470,756
KfW, Gtd. Global Notes, (Gtd. By Fedal Rep. of Gemany), 3.75%, 2008	7,530,000	7,471,198
Landwirtschaftliche Rentenbank, Gtd. Global Notes, (Gtd. By Bundes Republik Deutschland), 3.25%, 2007	6,555,000	6,434,506
Lehman Brothers:		
Notes, 4.25%, 2010	5,200,000	5,158,878
Notes, 7%, 2008	2,000,000 [a]	2,120,552
Merrill Lynch & Co., Notes, 4.125%, 2009	3,250,000	3,216,441
Morgan (J.P.), Sub. Notes, 6.25%, 2009	1,800,000	1,901,065
Morgan Stanley Dean Witter & Co., Bonds, 6.75%, 2011	3,200,000	3,540,083
PNC Funding, Notes, 4.5%, 2010	2,825,000	2,831,274
Wells Fargo & Co., Notes, 3.12%, 2008	2,425,000	2,355,160
		86,542,840
Collateralized Mortgage Obligations—.9%		
ABN Amro Mortgage, Ser. 2002-1A, Cl. M, 5.619%, 2032	1,270,851 [b]	1,275,265
Federal Home Loan Mortgage Corp.: REMIC, Muiltclass Mortgage Participation Ctfs., Ser. 1660, Cl. H, 6.50%, 1/15/2009	2,555,417	2,606,781

Mellon Bond Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)	Value ($)
Collateralized Mortgage Obligations (continued)		
Federal National Mortgage Association:		
(Interest Only Obligation) Ser. 333, Cl. 2, 5.5%, 3/1/2033	7,838,368 [c]	1,493,073
REMIC Trust, Pass-Through Ctfs., Ser. 1992-18, Cl. HC, 7.5%, 3/25/2007	296,184	301,012
Washington Mutual, Ser. 2003-S4, Cl. 4A1, 4%, 2032	2,049,914	2,039,079
		7,715,210
Commercial Mortgage Pass-Through Ctfs.—2.7%		
Asset Securitization, Ser.1995-MD IV, Cl. A-1, 7.10%, 2029	392,425	403,561
GS Mortgage Securities II:		
Ser. 1998-GLII, Cl. A-2, 6.562%, 2031	8,750,000	9,189,250
Ser. 2005-GG4, Cl. A4, 4.761%, 2039	1,850,000	1,865,733
JP Morgan Chase Commercial Mortgage Securities:		
Ser. 2005-CB11, Cl. A2, 5.016%, 2037	4,145,000	4,234,738
Ser. 2005-CB12, Cl. AM, 4.948%, 2037	3,075,000	3,131,643
Ser. 2005-LDP2, Cl. AM, 4.78%, 2042	3,720,000	3,744,900
		22,569,825
Foreign Government—3.1%		
Financement-Quebec, Notes, 5%, 2012	4,875,000	5,057,661
Province of Manitoba Canada, Notes, 4.45%, 2010	3,220,000	3,261,438
Province of Ontario:		
Notes, 5.125%, 2012	3,500,000 [a]	3,716,437
Sr. Notes, 5.5%, 2008	4,000,000	4,172,864
Republic of Italy, Bonds, 4%, 2008	5,730,000	5,718,534
United Mexican States, Notes, 6.625%, 2015	4,000,000 [a]	4,426,000
		26,352,934
Industrials—2.7%		
Canadian National Railway, Notes, 4.25%, 2009	7,600,000	7,562,213
Emerson Electric, Notes, 5%, 2014	4,290,000	4,436,096
IBM:		
Debs., 7%, 2025	2,000,000	2,467,586
Notes, 4.375%, 2009	3,000,000	3,017,802
Pemex Project Funding Master Trust, Notes, 5.75%, 2015	5,000,000 [d]	5,018,750
		22,502,447
Media & Telecommunications—7.0%		
British Sky Broadcasting, Notes, 6.875%, 2009	4,180,000	4,481,340
Comcast Cable Communications:		
Bonds, 5.65%, 2035	3,000,000	2,955,495
Sr. Notes, 5.85%, 2010	1,000,000	1,049,235
Grupo Televisa, Sr. Notes, 6.625%, 2025	3,000,000 [d]	3,060,000
Sprint Capital, Notes, 8.375%, 2012	4,800,000	5,739,034
Time Warner:		
Debs., 6.95%, 2028	4,430,000	5,012,651
Sr. Debs., 7.7%, 2032	3,000,000	3,709,278
Tribune, Notes, 5.25%, 2015	5,000,000	5,142,215
Univision Communications, Sr. Notes, 3.5%, 2007	9,400,000	9,181,290
Verizon Global Funding, Notes, 7.6%, 2007	750,000	785,345
Verizon New York:		
Debs., Ser. A, 6.875%, 2012	1,125,000	1,242,359
Debs., Ser. B, 7.375%, 2032	4,500,000	5,293,692
Viacom, Debs., 7.875%, 2030	5,400,000	6,663,184
Vodafone, Sr. Notes, 7.75%, 2010	4,430,000	5,013,334
		59,328,452
Real Estate Investment Trust—1.8%		
ERP Operating, Notes, 6.95%, 2011	4,000,000	4,424,856
Liberty Property, Sr. Notes, 7.25%, 2011	2,025,000	2,257,750

Mellon Bond Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)		Value ($)
Real Estate Investment Trust (continued)			
Mack-Cali Realty,			
Notes, 7.75%, 2011	4,775,000		5,429,275
Simon Property,			
Notes, 5.1%, 2015	3,000,000	a,d	3,002,943
			15,114,824
Retail—.6%			
Wal-Mart Stores,			
Bonds, 5.25%, 2035	5,310,000		**5,378,398**
U.S. Government—21.0%			
U.S. Treasury Bonds:			
5.375%, 2/15/2031	8,875,000		10,407,979
6%, 2/15/2026	4,000,000		4,906,560
6.25%, 8/15/2023	16,620,000		20,599,659
U.S. Treasury Inflation			
Protected Securities,			
1.625%, 1/15/2015	14,713,677	a,e	14,709,409
U.S. Treasury Note:			
3.375%, 10/15/2009	4,545,000	a	4,463,690
4%, 4/15/2010	9,630,000	a	9,686,056
4%, 11/15/2012	6,300,000	a	6,330,240
4.125%, 5/15/2015	19,310,000	a	19,440,342
4.375%, 5/15/2007	39,615,000	a	39,989,362
4.375%, 8/15/2012	5,325,000		5,483,046
5.5%, 2/15/2008	18,000,000	a	18,715,680
6%, 8/15/2009	20,200,000	a	21,783,478
			176,515,501
U.S. Government Agencies—9.2%			
Federal Farm Credit Banks,			
Bonds, 4.125%, 4/15/2009	6,740,000		6,740,337
Federal Home Loan Banks:			
Bonds, 3.625%, 5/15/2008	365,000		360,210
Bonds, 3.75%, 3/7/2007	2,500,000		2,487,037
Bonds, 3.875%, 2/15/2008	6,040,000		6,005,735
Bonds, 3.9%, 2/25/2008	4,415,000		4,398,016
Bonds, 4%, 4/25/2007	5,000,000		4,991,185
Bonds, 4.25%, 5/16/2008	4,910,000		4,889,034
Bonds, 4.65%, 8/22/2008	3,125,000		3,138,675
Bonds, Ser. S107,			
3.75%, 8/15/2007	1,005,000		998,243
Federal Home Loan Mortgage Corp.:			
Notes, 3.25%, 11/2/2007	3,445,000		3,387,772
Notes, 3.3%, 9/14/2007	6,375,000		6,292,380
Notes, 3.75%, 8/3/2007	5,225,000		5,198,697
Notes, 4.375%, 1/25/2010	6,570,000		6,560,993
Notes, 4.5%, 8/22/2007	4,845,000		4,862,486

	Principal Amount ($)		Value ($)
U.S. Government Agencies (continued)			
Federal Home Loan			
Mortgage Corp. (continued):			
Notes, 4.75%, 12/8/2010	4,375,000		4,383,444
Federal National Mortgage Association:			
Notes, 4%, 5/9/2007	4,845,000		4,834,646
Notes, 4.125%, 6/16/2008	4,925,000		4,901,065
Notes, 4.75%, 8/25/2008	3,125,000		3,139,250
			77,569,205
U.S. Government Agencies/ Mortgage-Backed—34.3%			
Federal Home Loan Mortgage Corp.:			
5%, 10/1/2018	9,733,363		9,818,530
5.5%, 9/1/2006-3/1/2035	36,559,489		37,158,318
5.625%, 7/1/2031	840,176	b	863,407
6%, 7/1/2017	4,784,833		4,938,809
6.5%, 8/1/2031-7/1/2032	2,768,389		2,868,212
7%, 4/1/2032	894,890		936,833
8.5%, 6/1/2018	3,554,665		3,847,925
Federal National Mortgage Association:			
4.5%, 5/1/2020-7/1/2020	23,454,974		23,281,653
5%, 5/1/2019-7/1/2035	90,664,982		90,620,597
5.5%, 1/1/2020-7/1/2035	48,117,075		48,787,881
6%, 9/1/2019-9/1/2034	22,220,268		22,812,333
6.5%, 3/1/2017-6/1/2035	13,777,686		14,273,308
7%, 6/1/2009-6/1/2032	5,076,159		5,313,831
7.5%, 7/1/2032	1,373,038		1,456,272
8%, 7/1/2007-2/1/2013	1,267,886		1,315,190
Government National			
Mortgage Association I:			
6%, 10/15/2008-10/15/2033	5,733,820		5,908,843
6.5%, 2/15/2024-8/15/2034	8,195,488		8,558,596
7%, 5/15/2023-12/15/2023	1,691,453		1,788,712
7.5%, 3/15/2027	893,082		952,802
8%, 5/15/2007-9/15/2008	1,800,926		1,836,385
9%, 12/15/2009	1,687,730		1,765,248
			289,103,685
Utilities—1.4%			
Dominion Resources,			
Sr. Notes, 5.15%, 2015	1,000,000		1,013,676
FPL Group Capital,			
Debs., 6.125%, 2007	6,800,000		7,010,100
Southern California Edison,			
First Mortgage, 4.65%, 2015	4,200,000		4,196,010
			12,219,786
Total Bonds and Notes			
(cost $827,347,636)			**831,123,995**

Mellon Bond Fund (continued)

Short-Term Investment—1.6%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
JP Morgan Chase & Co., 3.48%, dated 8/31/2005 due 9/1/2005 in the amount of $13,245,280 (fully collateralized by $13,375,000, U.S. Treasury Notes, 4.125%, 8/15/2008, value $13,532,935) (cost $13,244,000)	13,244,000	**13,244,000**

Investment of Cash Collateral for Securities Loaned—16.9%	Shares	Value ($)
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $142,491,618)	142,491,618 [f]	**142,491,618**
Total Investments (cost $983,083,254)	**117.1%**	**986,859,613**
Liabilities, Less Cash and Receivables	**(17.1%)**	**(144,351,623)**
Net Assets	**100.0%**	**842,507,990**

[a] *All or a portion of these securities are on loan. At August 31, 2005 the total market value of the fund's securities on loan is $148,168,332 and the total market value of the collateral held by the fund is $151,431,661, consisting of cash collateral of $142,491,618 and U.S Government debt valued at $8,940,043.*

[b] *Variable rate security—interest rate subject to periodic change.*

[c] *Notional face amount shown.*

[d] *These securities are exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2005, these securities amounted to $11,081,693 or 1.2% of net assets.*

[e] *Principal amount for accrual purposes is periodically adjusted based on changes in the Consumer Price Index.*

[f] *Investments in affiliated money market mutual funds.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
U.S. Agency Mortgage-Backed Securities	34.3	Mortgage/Asset-Backed Securities	7.0
U.S. Government/Agencies Securities	30.2	Foreign Government Securities	3.1
Corporate Bonds/Notes	24.0		
Short-Term/Money Market Instruments	18.5		**117.1**

† *Based on net assets.*

See notes to financial statements.

Mellon Intermediate Bond Fund

Bonds and Notes—98.4%	Principal Amount ($)		Value ($)
Asset-Backed Ctfs—Automobile Receivables—1.7%			
Harley-Davidson Motorcycle Trust:			
Ser. 2003-4, Cl. A2, 2.69%, 2011	2,470,000		2,417,027
Ser. 2005-3, Cl. A2, 4.41%, 2012	2,350,000		2,349,632
Honda Auto Receivables Owner Trust, Ser. 2004-3, Cl. A4, 3.28%, 2/18/10	2,030,000		1,981,796
Onyx Acceptance Grantor Trust, Ser. 2005-A, Cl. A4, 3.91%, 2011	3,150,000		3,124,139
			9,872,594
Asset-Backed Ctfs.—Credit Cards—.8%			
Bank One Issuance Trust, Ser. 2003-03, Cl. C3, 4.77%, 2016	4,275,000		**4,290,976**
Asset-Backed Ctfs.—Other—1.1%			
CNH Equipment Trust, Ser. 2005-A, Cl. A4B, 4.29%, 2012	1,385,000		1,386,934
Caterpillar Financial Asset Trust, Ser. 2005-A, Cl. A4, 4.1%, 2010	2,700,000		2,691,722
John Deere Owner Trust, Ser. 2004-A, Cl. A4, 3.02%, 2011	2,245,000		2,196,633
			6,275,289
Bank & Finance—19.3%			
AXA Financial:			
Sr. Notes, 6.5%, 2008	1,200,000		1,263,713
Sr. Notes, 7.75%, 2010	3,625,000		4,135,085
American Express, Notes, 4.75%, 2009	2,000,000	a	2,030,138
Bank of America, Sr. Notes, 5.875%, 2009	3,500,000		3,678,528
Bank of New York, Sr. Notes, 3.625%, 2009	4,575,000		4,480,947
Bear Stearns & Cos., Notes, 4.5%, 2010	2,100,000		2,099,410
CIT Group, Debs., 5.875%, 2008	2,275,000		2,374,226
Caterpillar Financial Services, Notes, 3.625%, 2007	5,700,000		5,634,735
Citigroup, Sr. Notes, 6.2%, 2009	4,400,000		4,672,307
Countrywide Home Loans, Notes, 3.25%, 2008	4,630,000		4,494,179
Credit Suisse First Boston, Notes, 4.875%, 2010	2,900,000		2,945,460
Bank & Finance (continued)			
Fifth Third Bancorp, Notes, 3.375%, 2008	3,680,000		3,593,516
Ford Motor Credit, Notes, 7%, 2013	2,000,000	a	1,920,128
General Electric Capital, Notes, Ser. A, 3.125%, 2009	5,885,000	a	5,661,164
Goldman Sachs, Notes, 4.75%, 2013	5,400,000		5,375,705
Household Finance, Notes, 4.75%, 2013	5,400,000		5,405,659
International Lease Finance, Notes, 4.35%, 2008	3,500,000	a	3,485,430
KfW, Gtd. Global Notes, (Gtd. by Federal Rep. of Germany), 3.75%, 2008	9,470,000		9,396,049
Landwirtschaftliche Rentenbank, Gtd. Global Notes, (Gtd. By Bundes Republik Deutschland), 3.25%, 2007	8,320,000		8,167,062
Lehman Brothers:			
Notes, 4.25%, 2010	2,400,000		2,381,021
Notes, 7%, 2008	1,680,000		1,781,264
Merrill Lynch & Co, Notes, 4.125%, 2009	6,700,000		6,630,816
Morgan Stanley Bonds, 5.8%, 2007	5,000,000		5,116,925
US Bank, Sr. Notes, 4.125%, 2008	4,000,000		3,992,424
Wachovia, Sub. Notes, 6.375%, 2009	4,000,000		4,247,988
Wells Fargo & Co., Notes, 3.12%, 2008	5,000,000		4,856,000
			109,819,879
Collateralized Mortgage Obligations—.6%			
ABN Amro Mortgage, Ser. 2002-1A, Cl. M, 5.627113%, 2032	529,521	b	531,360
Federal Home Loan Mortgage Corp., Mulitclass Mortgage Participation Ctfs., REMIC, Ser. 2134, Cl. PM, 5.5%, 3/15/2014	2,628,203		2,689,756
			3,221,116

Mellon Intermediate Bond Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)	Value ($)
Commercial Mortgage Pass-Through Ctfs.–2.5%		
GS Mortgage Securities II:		
Ser. 1998-GLII, Cl. A-2, 6.562%, 2031	4,250,000	4,463,350
Ser. 2005-GG4, Cl. A4, 4.761%, 2039	2,800,000	2,823,812
JP Morgan Chase Commercial Mortgage Securities:		
Ser. 2005-CB11, Cl. A2, 5.016%, 2037	2,645,000	2,702,264
Ser. 2005-CB12, Cl. AM, 4.948%, 2037	1,985,000	2,021,565
Ser. 2005-LDP2, Cl. AM, 4.78%, 2042	2,405,000	2,421,097
		14,432,088
Foreign Government–4.1%		
Financement-Quebec, Notes, 5%, 2012	6,330,000	6,567,179
Mexico Government, Notes, 6.625%, 2015	2,875,000 [a]	3,181,187
Province of Manitoba Canada, Notes, 4.45%, 2010	4,190,000 [a]	4,243,921
Province of Ontario, Notes, 5.125%, 2012	2,200,000 [a]	2,336,046
Republic of Italy, Bonds, 4%, 2008	7,315,000 [a]	7,300,363
		23,628,696
Industrials–2.4%		
Canadian National Railway, Notes, 4.25%, 2009	3,875,000	3,855,734
Conoco Funding, Notes, 6.35%, 2011	1,825,000	2,018,459
Dominion Resources, Sr. Notes, 5.15%, 2015	1,225,000	1,241,753
Emerson Electric, Notes, 4.625%, 2012	3,625,000	3,680,564
Pemex Project Funding Master Trust,Notes, 5.75%, 2015	3,000,000 [c]	3,011,250
		13,807,760
Media & Telecommunications–8.5%		
AOL Time Warner, Notes, 6.875%, 2012	2,750,000 [a]	3,062,870
British Sky Broadcasting, Notes, 6.875%, 2009	3,500,000	3,752,319
Comcast Cable Communications:		
Notes, 5.3%, 2014	2,000,000	2,042,918
Sr. Notes, 5.85%, 2010	2,400,000	2,518,164
Grupo Televisa, Sr. Notes, 6.625%, 2025	2,000,000 [c]	2,040,000
News America, Sr. Notes, 4.75%, 2010	4,115,000	4,142,455
Sprint Capital, Notes, 8.375%, 2012	5,250,000 [a]	6,277,068
Tribune, Notes, 5.25%, 2015	3,000,000	3,085,329
Univision Communications:		
Sr. Notes, 3.5%, 2007	4,965,000	4,849,479
Sr. Notes, 3.875%, 2008	1,850,000	1,800,415
Verizon New York, Debs., Ser. A, 6.875%, 2012	4,925,000	5,438,771
Viacom, Sr. Notes, 6.625%, 2011	5,850,000	6,364,665
Vodafone, Notes, 7.75%, 2010	2,675,000	3,027,239
		48,401,692
Real Estate Investment Trust–1.8%		
ERP Operating, Notes, 6.95%, 2011	1,875,000	2,074,151
Liberty Property, Sr. Notes, 7.25%, 2011	1,480,000	1,650,108
Mack-Cali Realty:		
Notes, 7.25%, 2009	2,525,000	2,721,988
Notes, 7.75%, 2011	1,500,000	1,705,532

Mellon Intermediate Bond Fund (continued)

Bonds and Notes (continued)	Principal Amount ($)		Value ($)
Real Estate Investment Trust (continued)			
Simon Property,			
Notes, 5.1%, 2015	2,000,000	a,c	2,001,962
			10,153,741
Retail–.9%			
Wal-Mart Stores,			
Sr. Notes, 6.875%, 2009	4,500,000		**4,916,318**
Technology–1.0%			
IBM,			
Notes, 4.375%, 2009	5,000,000		**5,029,670**
U.S. Government– 31.7%			
U.S. Treasury Inflation Protected Bonds,			
1.625%, 1/15/2015	8,535,868	a,d	8,533,368
U.S. Treasury Notes:			
3.5%, 11/15/2009	12,660,000	a	12,493,774
4%, 4/15/2010	6,725,000	a	6,764,146
4%, 11/15/2012	8,390,000	a	8,430,272
4.125%, 5/15/2015	1,375,000	a	1,384,281
4.375%, 5/15/2007	41,370,000	a	41,760,947
4.375%, 8/15/2012	6,315,000	a	6,502,429
5.5%, 2/15/2008	59,140,000	a	61,491,406
6.5%, 10/15/2006	32,480,000	a	33,440,434
			180,801,057
U.S. Government Agencies–19.0%			
Federal Farm Credit Bank:			
Bonds, 2.125%, 7/17/2006	4,500,000		4,430,875
Bonds, 4.125%, 4/15/2009	6,730,000		6,730,336
Federal Home Loan Banks:			
Bonds, 3.75%, 3/7/2007	6,865,000		6,829,405
Bonds, 3.875%, 2/15/2008	7,485,000		7,442,538
Bonds, 3.9%, 2/25/2008	5,560,000		5,538,611
Bonds, 4%, 4/25/2007	6,805,000		6,793,003
Bonds, 4.25%, 5/16/2008	6,495,000		6,467,266
Bonds, 4.65%, 8/22/2008	3,155,000		3,168,806
Bonds, Ser. QP06,			
4.125%, 11/15/2006	7,870,000		7,884,607
U.S. Government Agencies (continued)			
Federal Home Loan Banks (continued):			
Bonds, Ser. S107,			
3.75%, 8/15/2007	6,990,000		6,943,006
Federal Home Loan Mortgage Corp.:			
Notes, 3.25%, 11/2/2007	1,545,000		1,519,334
Notes, 3.3%, 9/14/2007	7,700,000		7,600,208
Notes, 3.75%, 8/3/2007	2,410,000		2,397,868
Notes, 4.5%, 8/22/2007	6,460,000		6,483,314
Federal National Mortgage Association:			
Notes, 2.71%, 1/30/2007	3,685,000		3,621,703
Notes, 3.55%, 2/16/2007	9,665,000		9,603,927
Notes, 4%, 5/9/2007	6,405,000		6,391,313
Notes, 4.125%, 6/16/2008	5,625,000		5,597,663
Notes, 4.75%, 8/25/2008	3,045,000		3,058,885
			108,502,668
U.S. Government Agencies/ Mortgage-Backed–1.8%			
Federal Home Loan Mortgage Corp.:			
3.5%, 5/1/2008	1,166,947		1,134,857
4.5%, 11/1/2007	1,278,710		1,280,705
4.919%, 11/1/2032	1,061,374	b	1,069,834
Federal National Mortgage Association:			
5%, 10/1/2018	4,988,878		5,029,388
5.5%, 6/1/2006	196,329		198,169
7%, 6/1/2009	353,526		364,683
Government National Mortgage Association I:			
6.5%, 9/15/2013	685,357		714,909
8%, 2/15/2008	287,887		294,992
			10,087,537
Utilities–1.2%			
Alabama Power,			
Sr. Notes, Cl. CC, 3.5%, 2007	3,675,000		3,618,567
FPL Group Capital,			
Debs., 6.125%, 2007	3,250,000		3,350,415
			6,968,982
Total Bonds and Notes			
(cost $561,515,143)			**560,210,063**

Mellon Intermediate Bond Fund (continued)

Short-Term Investment—1.4%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
JP Morgan Chase & Co., 3.48%, dated 8/31/2005 due 9/1/2005 in the amount of $7,958,769 (fully collateralized by $8,037,000 U.S. Treasury Notes, 4.125%, 8/15/2008, value $8,131,903) (cost $7,958,000)	7,958,000	**7,958,000**

Investment of Cash Collateral for Securities Loaned—34.3%	Shares	Value ($)
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $195,681,804)	195,681,804 [e]	**195,681,804**
Total Investments (cost $765,154,947)	**134.1%**	**763,849,867**
Liabilities, Less Cash and Receivables	**(34.1%)**	**(194,069,835)**
Net Assets	**100.0%**	**569,780,032**

[a] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $207,529,846 and the total market value of the collateral held by the fund is $212,766,902, consisting of cash collateral of $195,681,804, U.S. Government debt valued at $17,085,098.*

[b] *Variable rate security—interest rate subject to periodic change.*

[c] *These securities are exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2005, these securities amounted to $7,053,212 or 1.2% of net assets.*

[d] *Principal amount for accrual purposes is periodically adjusted based on changes in the Consumer Price Index.*

[e] *Investment in affiliated money market mutual funds.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
U.S. Governments/Agencies Securities	50.7	Foreign Government Securities	4.1
Short-Term/Money Market Investments	35.7	U.S. Agency Mortgage-Backed Securities	1.8
Corporate Bonds/ Notes	35.1		
Mortgages/Asset-Backed Securities	6.7		**134.1**

† *Based on net assets.*

See notes to financial statements.

Mellon Short-Term U.S. Government Securities Fund

Bonds and Notes—98.1%	Principal Amount ($)	Value ($)
Collateralized Mortgage Obligations—.2%		
Federal Home Loan Mortgage Corp., Multiclass Mortgage Participation Ctfs., REMIC, Ser. 2495, Cl. UC, 5%, 7/15/2032	244,034	**246,363**
U.S. Government—48.4%		
U.S. Treasury Notes:		
3%, 11/15/2007	16,000,000 [a]	15,727,360
4.375%, 5/15/2007	18,025,000 [a]	18,195,336
5.5%, 2/15/2008	9,000,000 [a]	9,357,840
5.625%, 2/15/2006	17,500,000 [a]	17,655,750
6.5%, 10/15/2006	17,000,000 [a]	17,502,690
		78,438,976
U.S. Government Agencies—39.9%		
Federal Farm Credit Banks:		
Bonds, 1.875%, 1/16/2007	2,000,000	1,944,298
Bonds, 2.125%, 7/17/2006	2,470,000	2,432,058
Bonds, 2.25%, 9/1/2006	835,000	821,253
Bonds, 2.375%, 10/2/2006	1,425,000	1,401,314
Federal Home Loan Banks:		
Bonds, 2.75%, 5/15/2006	895,000	887,941
Bonds, 2.95%, 9/14/2006	2,150,000	2,128,403
Bonds, 3.875%, 2/15/2008	2,270,000	2,257,122
Bonds, 4%, 4/5/2007	1,315,000	1,315,062
Bonds, 4%, 4/25/2007	2,015,000	2,011,448
Bonds, 4.25%, 5/16/2008	1,900,000	1,891,887
Bonds, Ser. 571, 4.65%, 8/22/2008	1,205,000	1,210,273
Bonds, Ser. QP06, 4.125%, 11/15/2006	3,385,000	3,391,283
Bonds, Ser. S706, 5.375%, 5/15/2006	1,605,000	1,620,890
Federal Home Loan Mortgage Corp.:		
Notes, 2.14%, 2/24/2006	1,000,000	992,039
Notes, 2.2%, 12/30/2005	1,220,000	1,213,989
Notes, 2.25%, 2/17/2006	2,765,000	2,745,678
Notes, 3%, 4/25/2007	2,000,000	1,969,624
Notes, 3.25%, 11/2/2007	1,490,000	1,465,248
Notes, 3.3%, 9/14/2007	2,470,000	2,437,989
Notes, 3.75%, 8/3/2007	2,295,000	2,283,447
Notes, 4.375%, 1/25/2010	2,770,000	2,766,202
Notes, 4.5%, 8/22/2007	1,885,000	1,891,803

	Principal Amount ($)	Value ($)
U.S. Government Agencies (continued)		
Federal National Mortgage Association:		
Notes, 2.35%, 4/29/2006	1,335,000	1,321,675
Notes, 2.5%, 5/12/2006	1,009,000	999,426
Notes, 2.71%, 1/30/2007	745,000	732,203
Notes, 3%, 3/2/2007	550,000	542,248
Notes, 3%, 10/19/2006	1,275,000	1,261,562
Notes, 3%, 12/15/2006	1,000,000	987,987
Notes, 3.01%, 6/2/2006	2,000,000	1,985,448
Notes, 3.05%, 12/28/2006	2,000,000	1,981,688
Notes, 3.05%, 4/20/2007	510,000	502,498
Notes, 3.55%, 1/12/2007	3,545,000	3,524,723
Notes, 3.55%, 2/16/2007	3,425,000	3,403,357
Notes, 4%, 5/9/2007	1,850,000	1,846,047
Notes, 4.1%, 4/18/2007	1,375,000	1,373,554
Notes, 4.125%, 6/16/2008	1,870,000	1,860,912
Notes, 4.75%, 8/25/2008	1,205,000	1,210,495
		64,613,074
U.S. Government Agencies/ Mortgage-Backed—9.6%		
Federal Home Loan Mortgage Corp.:		
3.5%, 5/1/2008-9/1/2008	4,730,951	4,600,850
4%, 2/1/2008-3/1/2010	4,204,105	4,153,122
4.5%, 11/1/2007-5/1/2008	2,261,002	2,265,042
4.91%, 11/1/2032	265,343 [b]	267,458
5%, 3/1/2008-4/1/2009	375,380	378,873
5.625%, 7/1/2031	86,171 [b]	88,555
Federal National Mortgage Association:		
4.5%, 1/1/2010	373,942	372,656
4.699%, 6/1/2032	531,145 [b]	538,778
4.944%, 3/1/2032	109,417 [b]	110,438
5.193%, 4/1/2032	122,153 [b]	125,796
5.23%, 5/1/2032	329,533 [b]	332,374
5.375%, 5/1/2032	93,441 [b]	95,431
5.5%, 6/1/2009	109,145	110,850
5.718%, 6/1/2032	142,888 [b]	148,359
5.773%, 3/1/2032	64,206 [b]	65,356
5.825%, 6/1/2032	457,537 [b]	472,430
Government National Mortgage Association I, 6%, 12/15/2008-4/15/2009	1,451,199	1,490,160
		15,616,528
Total Bonds and Notes (cost $160,575,025)		**158,914,941**

Mellon Short-Term U.S. Government Securities Fund (continued)

Short-Term Investment—2.6%	Principal Amount ($)	Value ($)
Repurchase Agreement;		
JP Morgan Chase & Co., 3.48%, dated 8/31/2005, due 9/1/2005 in the amount of $4,188,405 (fully collateralized by $4,229,000 U.S. Treasury Note, 4.125%, 8/15/2008 value $4,278,937) (cost $4,188,000)	4,188,000 [c]	**4,188,000**

Investment of Cash Collateral for Securities Loaned—42.0%	Shares	Value ($)
Registered Investment Company;		
Dreyfus Institutional Cash Advantage Plus Fund (cost $68,091,473)	68,091,473	**68,091,473**
Total Investments (cost $232,854,498)	**142.7%**	**231,194,414**
Liabilities, Less Cash and Receivables	**(42.7%)**	**(69,211,917)**
Net Assets	**100.0%**	**161,982,497**

[a] *All or a portion of these securities are on loan. At August 31, 2005, the total market value of the fund's securities on loan is $71,211,785 and the total market value of the collateral held by the fund is $72,996,824, consisting of cash collateral of $68,091,473 and U.S. Government debt valued at $4,905,351.*

[b] *Variable rate security—interest rate subject to periodic change.*

[c] *Investment in affiliated money market mutual funds.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
U.S. Government/Agencies Securities	88.3	U.S. Agency Mortgage-Backed Securities	9.8
Short-Term/Money Market Investments	44.6		**142.7**

† *Based on net assets.*

See notes to financial statements.

STATEMENTS OF ASSETS AND LIABILITIES

August 31, 2005

	Mellon Bond Fund	Mellon Intermediate Bond Fund	Mellon Short-Term U.S. Government Securities Fund
Assets ($):			
Investments in securities— See Statement of Investments†—Note 2(c) (including securities loaned)††—Note 2(b):			
Unaffiliated issuers	844,367,995	568,168,063	163,102,941
Affiliated issuers	142,491,618	195,681,804	68,091,473
Dividends and interest receivable	6,387,610	5,885,514	1,412,947
Receivable for investment securites sold	4,573,979	9,619,631	–
Receivable for shares of Beneficial Interest subscribed	357,995	705,949	209,150
Paydowns receivable	61,612	62,972	15,895
Prepaid expenses	14,608	15,298	17,076
	998,255,417	**780,139,231**	**232,849,482**
Liabilities ($):			
Due to The Dreyfus Corporation and affiliates—Note 3(b)	292,512	208,779	54,036
Due to Administrator—Note 3(a)	91,647	64,076	18,252
Liability for securities loaned—Note 2(b)	142,491,618	195,681,804	68,091,473
Cash overdraft due to Custodian	2,480,065	7,954,220	244,695
Payable for investment securities purchased	10,227,497	6,227,721	2,420,814
Payable for shares of Beneficial Interest redeemed	129,008	183,987	9,167
Accrued expenses	35,080	38,612	28,548
	155,747,427	**210,359,199**	**70,866,985**
Net Assets ($)	**842,507,990**	**569,780,032**	**161,982,497**
Composition of Net Assets ($):			
Paid-in capital	842,422,414	581,849,098	170,517,051
Accumulated undistributed investment income—net	438,115	181,224	35,694
Accumulated net realized gain (loss) on investments	(4,128,898)	(10,945,210)	(6,910,164)
Accumulated net unrealized appreciation (depreciation) on investments	3,776,359	(1,305,080)	(1,660,084)
Net Assets ($)	**842,507,990**	**569,780,032**	**161,982,497**
Net Asset Value Per Share			
Class M Shares			
Net Assets ($)	839,803,988	569,233,483	161,962,509
Shares Outstanding	66,350,215	45,631,889	13,337,693
Net Asset Value Per Share ($)	**12.66**	**12.47**	**12.14**
Investor Shares			
Net Assets ($)	2,704,002	546,549	19,988
Shares Outstanding	214,047	43,832	1,647
Net Asset Value Per Share ($)	**12.63**	**12.47**	**12.14**
† **Investments at cost ($):**			
Unaffiliated issuers	840,591,636	569,473,143	164,763,025
Affiliated issuers	142,491,618	195,681,804	68,091,473
††**Value of securities loaned ($)**	**148,168,332**	**207,529,846**	**71,211,785**

See notes to financial statements.

STATEMENTS OF OPERATIONS

Year Ended August 31, 2005

	Mellon Bond Fund	Mellon Intermediate Bond Fund	Mellon Short-Term U.S. Government Securities Fund
Investment Income ($):			
Income:			
Interest	36,303,365	20,382,903	4,656,843
Income from securites lending	145,879	118,308	31,620
Total Income	**36,449,244**	**20,501,211**	**4,688,463**
Expenses:			
Investment advisory fee—Note 3(a)	3,334,649	2,158,931	586,506
Administration fee—Note 3(a)	1,124,849	728,105	226,171
Custodian fees—Note 3(b)	64,925	44,671	22,155
Registration fees	30,036	33,077	23,911
Auditing fees	25,882	24,677	22,021
Trustees' fees and expenses—Note 3(c)	23,262	20,752	7,549
Legal fees	14,015	8,765	3,766
Prospectus and shareholders' reports	11,216	6,024	6,122
Shareholder servicing costs—Note 3(b)	8,311	5,812	202
Miscellaneous	46,987	23,748	17,320
Total Expenses	**4,684,132**	**3,054,562**	**915,723**
Less—expense reduction in custody fees due to earnings credits—Note 1(b)	–	–	(1,629)
Net expenses	**4,684,132**	**3,054,562**	**914,094**
Investment Income—Net	**31,765,112**	**17,446,649**	**3,774,369**
Realized and Unrealized Gain (Loss) on Investments—Note 4 ($):			
Net realized gain (loss) on investments	5,843,843	(1,907,257)	(1,015,599)
Net unrealized appreciation (depreciation) on investments	(10,671,423)	(6,826,688)	(1,151,379)
Net Realized and Unrealized Gain (Loss) on Investments	**(4,827,580)**	**(8,733,945)**	**(2,166,978)**
Net Increase in Net Assets Resulting from Operations	**26,937,532**	**8,712,704**	**1,607,391**

See notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

	Mellon Bond Fund		Mellon Intermediate Bond Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Operations ($):				
Investment income—net	31,765,112	31,494,946	17,446,649	16,432,387
Net realized gain (loss) on investments	5,843,843	(133,402)	(1,907,257)	939,931
Net unrealized appreciation (depreciation) on investments	(10,671,423)	13,882,009	(6,826,688)	3,822,793
Net Increase (Decrease) in Net Assets Resulting from Operations	**26,937,532**	**45,243,553**	**8,712,704**	**21,195,111**
Dividends to Shareholders from ($):				
Investment income—net:				
Class M Shares	(35,555,587)	(36,121,179)	(21,074,940)	(20,375,125)
Investor Shares	(116,007)	(157,181)	(17,253)	(34,773)
Net realized gain on investments:				
Class M Shares	–	(17,018,671)	–	(9,166,862)
Investor Shares	–	(61,689)	–	(8,352)
Total Dividends	**(35,671,594)**	**(53,358,720)**	**(21,092,193)**	**(29,585,112)**
Beneficial Interest Transactions ($):				
Net proceeds from shares sold:				
Class M Shares	168,833,816	103,772,972	158,006,759	140,283,197
Investor Shares	293,755	7,537,232	314,490	6,057,622
Dividends reinvested:				
Class M Shares	3,433,836	14,963,476	1,847,547	8,032,347
Investor Shares	51,515	93,985	13,673	14,821
Cost of shares redeemed:				
Class M Shares	(143,427,019)	(137,503,943)	(102,841,225)	(83,021,807)
Investor Shares	(675,720)	(8,341,659)	(226,406)	(5,859,825)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**28,510,183**	**(19,477,937)**	**57,114,838**	**65,506,355**
Total Increase (Decrease) in Net Assets	**19,776,121**	**(27,593,104)**	**44,735,349**	**57,116,354**
Net Assets ($):				
Beginning of Period	822,731,869	850,324,973	525,044,683	467,928,329
End of Period	**842,507,990**	**822,731,869**	**569,780,032**	**525,044,683**
Undistributed investment income—net	438,115	698,208	181,224	115,608
Capital Share Transactions (Shares):				
Class M Shares				
Shares sold	13,306,299	8,082,403	12,573,035	10,880,644
Shares issued for dividends reinvested	270,952	1,166,839	147,205	624,731
Shares redeemed	(11,312,031)	(10,693,762)	(8,167,590)	(6,483,796)
Net Increase (Decrease) in Shares Outstanding	**2,265,220**	**(1,444,520)**	**4,552,650**	**5,021,579**
Investor Shares				
Shares sold	23,103	596,511	24,951	475,368
Shares issued for dividends reinvested	4,071	7,335	1,088	1,151
Shares redeemed	(53,408)	(662,727)	(17,847)	(464,298)
Net Increase (Decrease) in Shares Outstanding	**(26,234)**	**(58,881)**	**8,192**	**12,221**

See notes to financial statements.

	Mellon Short-Term U.S. Government Securities Fund	
	Year Ended August 31,	
	2005	2004
Operations ($):		
Investment income—net	3,774,369	3,244,676
Net realized gain (loss) on investments	(1,015,599)	(296,064)
Net unrealized appreciation (depreciation) on investments	(1,151,379)	(247,165)
Net Increase (Decrease) in Net Assets Resulting from Operations	**1,607,391**	**2,701,447**
Dividends to Shareholders from ($):		
Investment income—net:		
Class M Shares	(6,154,146)	(5,914,214)
Investor Shares	(376)	(4,708)
Net realized gain on investments:		
Class M Shares	–	(198,147)
Investor Shares	–	(1)
Total Dividends	**(6,154,522)**	**(6,117,070)**
Beneficial Interest Transactions ($):		
Net proceeds from shares sold:		
Class M Shares	80,903,887	104,633,452
Investor Shares	20,152	1,639,534
Dividends reinvested:		
Class M Shares	808,058	1,064,461
Investor Shares	356	279
Cost of shares redeemed:		
Class M Shares	(91,504,077)	(65,962,515)
Investor Shares	(11,510)	(1,619,458)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**(9,783,134)**	**39,755,753**
Total Increase (Decrease) in Net Assets	**(14,330,265)**	**36,340,130**
Net Assets ($):		
Beginning of Period	176,312,762	139,972,632
End of Period	**161,982,497**	**176,312,762**
Undistributed investment income—net	35,694	76,627
Capital Share Transactions (Shares):		
Class M Shares		
Shares sold	6,586,447	8,281,381
Shares issued for dividends reinvested	65,932	84,550
Shares redeemed	(7,449,019)	(5,255,350)
Net Increase (Decrease) in Shares Outstanding	**(796,640)**	**3,110,581**
Investor Shares		
Shares sold	1,660	130,906
Shares issued for dividends reinvested	29	22
Shares redeemed	(946)	(130,114)
Net Increase (Decrease) in Shares Outstanding	**743**	**814**

See notes to financial statements.

FINANCIAL HIGHLIGHTS

The following tables describe the performance for each share class of each fund for the fiscal periods indicated. All information (except portfolio turnover rate) reflects financial results for a single fund share. Total return shows how much your investment in each fund would have increased (or decreased) during the period, assuming you had reinvested all dividends and distributions. These figures have been derived from each fund's financial statements.

	Class M Shares				
	Year Ended August 31,				
Mellon Bond Fund	2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	12.79	12.92	12.95	13.15	12.50
Investment Operations:					
Investment income—net	.48[d]	.49[d]	.56[d]	.67[d]	.70
Net realized and unrealized gain (loss) on investments	(.07)	.21	.06	(.02)	.65
Total from Investment Operations	.41	.70	.62	.65	1.35
Distributions:					
Dividends from investment income—net	(.54)	(.56)	(.62)	(.69)	(.70)
Dividends from net realized gain on investments	–	(.27)	(.03)	(.16)	–
Total Distributions	(.54)	(.83)	(.65)	(.85)	(.70)
Net asset value, end of period	12.66	12.79	12.92	12.95	13.15
Total Return (%)	3.30	5.63	4.73	5.11	11.05[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.56	.56	.57	.57	.58[f]
Ratio of net expenses to average net assets	.56	.56	.55	.55	.56[f]
Ratio of net investment income to average net assets	3.81	3.79	4.30	5.19	5.96[f]
Portfolio Turnover Rate	151.34[g]	133.00[g]	134.12	163.78	120.55[e]
Net Assets, end of period ($ x 1,000)	839,804	819,664	846,464	966,170	675,666

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of this change for the period ended August 31, 2002 was to decrease net investment income per share by $.02, increase net realized and unrealizd gain (loss) on investments per share by $.02 and decrease the ratio of net investment income to average net assets from 5.32% to 5.19%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001. Effective July 11, 2001, shares of the fund were redesignated as MPAM shares and the fund commenced selling Investor shares.*

[d] *Based on average shares outstanding at each month end.*

[e] *Not annualized.*

[f] *Annualized.*

[g] *The portfolio turnover rate excluding mortgage dollar roll transactions for the periods ended August 31, 2005 and August 31, 2004, were 104.24% and 106.10%, respectively.*

See notes to financial statements.

	Investor Shares				
	Year Ended August 31,				
Mellon Bond Fund	2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	12.77	12.90	12.94	13.15	12.94
Investment Operations:					
Investment income—net	.45[c]	.50[c]	.54[c]	.63[c]	.10
Net realized and unrealized gain (loss) on investments	(.08)	.17	.04	(.02)	.23
Total from Investment Operations	.37	.67	.58	.61	.33
Distributions:					
Dividends from investment income—net	(.51)	(.53)	(.59)	(.66)	(.12)
Dividends from net realized gain on investments	–	(.27)	(.03)	(.16)	–
Total Distributions	(.51)	(.80)	(.62)	(.82)	(.12)
Net asset value, end of period	12.63	12.77	12.90	12.94	13.15
Total Return (%)	2.98	5.29	4.48	4.73	2.54[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.81	.81	.82	.82	1.34[e]
Ratio of net expenses to average net assets	.81	.81	.80	.80	.81[e]
Ratio of net investment income to average net assets	3.56	3.52	4.11	4.96	6.03[e]
Portfolio Turnover Rate	151.34[f]	133.00[f]	134.12	163.78	120.55[d]
Net Assets, end of period ($ x 1,000)	2,704	3,068	3,861	3,693	957

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of this change for the period ended August 31, 2002 was to decrease net investment income per share by $.02, increase net realized and unrealizd gain (loss) on investments per share by $.02 and decrease the ratio of net investment income to average net assets from 5.08% to 4.96%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *Annualized.*

[f] *The portfolio turnover rate excluding mortgage dollar roll transactions for the periods ended August 31, 2005 and August 31, 2004, were 104.24% and 106.10%, respectively.*

See notes to financial statements.

Mellon Intermediate Bond Fund	Class M Shares				
	Year Ended August 31,				
	2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	12.77	12.97	13.04	13.08	12.50
Investment Operations:					
Investment income—net	.41[d]	.42[d]	.51	.62[d]	.68
Net realized and unrealized gain (loss) on investments	(.22)	.14	.11	.15	.58
Total from Investment Operations	.19	.56	.62	.77	1.26
Distributions:					
Dividends from investment income—net	(.49)	(.52)	(.59)	(.67)	(.68)
Dividends from net realized gain on investments	–	(.24)	(.10)	(.14)	–
Total Distributions	(.49)	(.76)	(.69)	(.81)	(.68)
Net asset value, end of period	12.47	12.77	12.97	13.04	13.08
Total Return (%)	1.53	4.45	4.77	6.09	10.29[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.57	.57	.57	.58	.59[f]
Ratio of net expenses to average net assets	.57	.57	.56	.56	.56[f]
Ratio of net investment income to average net assets	3.23	3.26	3.88	4.81	5.77[f]
Portfolio Turnover Rate	112.51[g]	109.19	104.98	106.09	134.69[e]
Net Assets, end of period ($ x 1,000)	569,233	524,590	467,627	437,119	398,959

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of this change for the period ended August 31, 2002 was to decrease net investment income per share by $.04, increase net realized and unrealizd gain (loss) on investments per share by $.04 and decrease the ratio of net investment income to average net assets from 5.15% to 4.81%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001.*

[d] *Based on average shares outstanding at each month end.*

[e] *Not annualized.*

[f] *Annualized.*

[g] *The portfolio turnover rate excluding mortgage dollar roll transactions for the period ended August 31, 2005, was 111.52%.*

See notes to financial statements.

	Investor Shares				
	Year Ended August 31,				
Mellon Intermediate Bond Fund	2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	12.77	13.02	13.08	13.09	12.90
Investment Operations:					
Investment income—net	.37[c]	.55[c]	.48[c]	.56[c]	.20
Net realized and unrealized gain (loss) on investments	(.21)	(.07)[d]	.12	.20	.10
Total from Investment Operations	.16	.48	.60	.76	.30
Distributions:					
Dividends from investment income—net	(.46)	(.49)	(.56)	(.63)	(.11)
Dividends from net realized gain on investments	–	(.24)	(.10)	(.14)	–
Total Distributions	(.46)	(.73)	(.66)	(.77)	(.11)
Net asset value, end of period	12.47	12.77	13.02	13.08	13.09
Total Return (%)	1.30	3.88	4.51	6.05	2.31[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.81	.82	.81	.83	.93[f]
Ratio of net expenses to average net assets	.81	.82	.81	.81	.81[f]
Ratio of net investment income to average net assets	3.00	3.01	3.57	4.51	5.14[f]
Portfolio Turnover Rate	112.51[g]	109.19	104.98	106.09	134.69[e]
Net Assets, end of period ($ x 1,000)	547	455	305	121	148

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of this change for the period ended August 31, 2002 was to decrease net investment income per share by $.04, increase net realized and unrealizd gain (loss) on investments per share by $.04 and decrease the ratio of net investment income to average net assets from 4.90% to 4.51%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *In addition to the net realized and unrealized gain on investments as shown in the Statement of Operations, this amount includes a decrease in net asset value per share resulting from the timing of issuances and redemptions of shares in relation to fluctuating market values for the fund's investments.*

[e] *Not annualized.*

[f] *Annualized.*

[g] *The portfolio turnover rate excluding mortgage dollar roll transactions for the period ended August 31, 2005, was 111.52%.*

See notes to financial statements.

Mellon Short-Term U.S. Government Securities Fund	Class M Shares				
	Year Ended August 31,				
	2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	12.47	12.70	12.94	12.87	12.50
Investment Operations:					
Investment income—net	.28[d]	.25[d]	.34[d]	.52[d]	.63
Net realized and unrealized gain (loss) on investments	(.16)	(.01)	(.11)	.22	.37
Total from Investment Operations	.12	.24	.23	.74	1.00
Distributions:					
Dividends from investment income—net	(.45)	(.45)	(.44)	(.58)	(.63)
Dividends from net realized gain on investments	–	(.02)	(.03)	(.09)	(.00)[e]
Total Distributions	(.45)	(.47)	(.47)	(.67)	(.63)
Net asset value, end of period	12.14	12.47	12.70	12.94	12.87
Total Return (%)	1.00	1.97	1.68	5.87	8.20[f]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.55	.55	.56	.59	.59[g]
Ratio of net expenses to average net assets	.55	.55	.55	.55	.55[g]
Ratio of net investment income to average net assets	2.25	1.97	2.68	4.07	5.41[g]
Portfolio Turnover Rate	69.11	44.76	88.05	97.19	89.21[f]
Net Assets, end of period ($ x 1,000)	161,963	176,301	139,971	108,605	88,732

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of this change for the period ended August 31, 2002 was to decrease net investment income per share by $.05, increase net realized and unrealizd gain (loss) on investments per share by $.05 and decrease the ratio of net investment income to average net assets from 4.47% to 4.07%. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001. Effective July 11, 2001, shares of the fund were redesignated as MPAM shares and the fund commenced selling Investor shares.*

[d] *Based on average shares outstanding at each month end.*

[e] *Amount represents less than $.01 per share.*

[f] *Not annualized.*

[g] *Annualized.*

See notes to financial statements.

	Investor Shares				
	Year Ended August 31,				
Mellon Short-Term U.S. Government Securities Fund	2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	12.47	12.73	12.93	12.88	12.82
Investment Operations:					
Investment income—net	.23[c]	.37[c]	.30[c]	.46[c]	.09
Net realized and unrealized gain (loss) on investments	(.14)	(.19)	(.06)	.21	.08
Total from Investment Operations	.09	.18	.24	.67	.17
Distributions:					
Dividends from investment income—net	(.42)	(.42)	(.41)	(.53)	(.11)
Dividends from net realized gain on investments	–	(.02)	(.03)	(.09)	–
Total Distributions	(.42)	(.44)	(.44)	(.62)	(.11)
Net asset value, end of period	12.14	12.47	12.73	12.93	12.88
Total Return (%)	.78	1.46	1.78	5.28	1.29[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.81	.78	.83	.90	1.00[e]
Ratio of net expenses to average net assets	.81	.78	.80	.80	.80[e]
Ratio of net investment income to average net assets	1.99	1.74	2.38	3.54	4.86[e]
Portfolio Turnover Rate	69.11	44.76	88.05	97.19	89.21[d]
Net Assets, end of period ($ x 1,000)	20	11	1	1	1

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on fixed income securities on a scientific basis and including paydown gains and losses in interest income. The effect of this change for the period ended August 31, 2002 was to decrease net investment income per share by $.05, increase net realized and unrealizd gain (loss) on investments per share by $.05 and decrease the ratio of net investment income to average net assets from and 3.94% to 3.54% for the Investor shares. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *Annualized.*

See notes to financial statements.

NOTE 1—General:

Mellon Funds Trust (the "Trust") was organized as a Massachusetts business trust which is registered under the Investment Company Act of 1940, as amended (the "Act"), as an open-end management investment company and operates as a series company currently comprised of sixteen series including the following diversified fixed income funds: Mellon Bond Fund, Mellon Intermediate Bond Fund and Mellon Short-Term U.S. Government Securities Fund (each, a "fund" and collectively, the "funds"). With respect to Mellon Bond Fund and Mellon Intermediate Bond Fund, effective December 31, 2004, each fund changed the manner in which its respective investment objective is articulated. Mellon Bond Fund's and Mellon Intermediate Bond Fund's investment objective seeks total return (consisting of capital appreciation and current income). Mellon Short-Term U.S. Government Securities Fund investment objective is to seek to provide as high a level of current income as is consistent with the preservation of capital. Mellon Fund Advisers, a division of The Dreyfus Corporation ("Dreyfus"), serves as each fund's investment adviser ("Investment Adviser"). Mellon Bank, N.A. ("Mellon Bank"), which is a wholly-owned subsidiary of Mellon Financial Corporation, ("Mellon Financial") serves as administrator for the funds pursuant to an Administration Agreement with the Trust (the "Administration Agreement"). Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services. Dreyfus is a wholly-owned subsidiary of Mellon Financial. Dreyfus Service Corporation (the "Distributor"), a wholly-owned subsidiary of Dreyfus, is the Distributor of each fund's shares, which are sold without a sales charge.

The Trust is authorized to issue an unlimited number of shares of beneficial interest, par value $.001 per share, in each of the Class M and Investor class shares of each fund. Each class of shares has similar rights and privileges, except with respect to the expenses borne by and the shareholder services offered to each class and the shareholder services plan applicable to the Investor shares and certain voting rights. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments are allocated daily for each class of shares based upon relative proportion of net assets of each class.

The Trust accounts separately for the assets, liabilities and operations of each series. Expenses directly attributable to each series are charged to that series' operations; expenses that are applicable to all series are allocated among them on a pro rata basis.

The funds' financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

NOTE 2—Significant Accounting Policies:

(a) Portfolio valuation: Investments in securities (excluding short-term investments (other than U.S. Treasury Bills), are valued each business day by an independent pricing service (the "Service") approved by the Board of Trustees. Investments for which quoted bid prices are readily available and are representative of the bid side of the market in the judgment of the Service are valued at the mean between the quoted bid prices (as obtained by the Service from dealers in such securities) and asked prices (as calculated by the Service based upon its evaluation of the market for such securities). Other investments (which constitute a majority of the portfolio securities) are valued as determined by the Service, based on methods which include consideration of: yields or prices of securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. Securities for which there are no such valuations are valued at fair value as determined in good faith under the direction of the fund's Board of Trustees. Restricted securities, as well as securities or other assets for which recent market quotations are not readily available, that are not valued by a pricing service approved by the fund's Board of Trustees, or are determined by the fund not to reflect accurately fair value (such as when an event occurs after the close of the exchange on which the security is principally traded and that is determined by the fund to have changed the value of the security), are valued at fair value as determined in good faith under the direction of the Board of Trustees. The factors that may be considered when fair valuing a security include fundamental analytical data, the nature and duration of restrictions on disposition, an evaluation of the forces that influence the market in which the securities are purchased and sold, and public trading in similar securities of the issuer or comparable issuers. Investments in registered investment companies are valued at their net asset value.

(b) Securities transactions and investment income: Securities transactions are recorded on a trade date basis. Realized gain and loss from securities transactions are recorded on the identified cost basis. Dividend income is recorded on the ex-dividend date and interest income, including where applicable, accretion of discount and amortization of premium on investments is recognized on the accrual basis.

The funds have an arrangement with the custodian bank whereby the funds receive earnings credits from the custodian when positive cash balances are maintained, which are used to offset custody fees. For financial reporting purposes, the funds include net earnings credits as an expense offset in the Statement of Operations.

Pursuant to a securities lending agreement with Mellon Bank, N.A., an affiliate of Dreyfus, the fund may lend securities to certain qualified institutions. At origination, all loans are secured by collateral of at least 102% of the value of U.S. securities loaned and 105% of the value of foreign securities loaned. Collateral equivalent to at least 100% of the market value of securities on loan will be maintained at all times. Cash collateral is invested in certain money market mutual funds managed by Dreyfus. The funds will be entitled to receive all income on securities loaned, in addition to income earned as a result of the lending transaction. Although each security loaned is fully collateralized, the funds would bear the risk of delay in recovery of, or loss of rights in, the securities loaned should a borrower fail to return the securities in a timely manner.

The funds may engage in repurchase agreement transactions. Under the terms of a typical repurchase agreement, a fund, through its custodian and sub-custodian, takes possession of an underlying debt obligation subject to an obligation of the seller to repurchase, and the fund to resell, the obligation at an agreed-upon price and time, thereby determining the yield during the fund's holding period. This arrangement results in a fixed rate of return that is not subject to market fluctuations during the fund's holding period. The value of the collateral is at least equal, at all times, to the total amount of the repurchase obligation, including interest. In the event of a counter party default, the fund has the right to use the collateral to offset losses incurred. There is potential loss to the fund in the event the fund is delayed or prevented from exercising its rights to dispose of the collateral securities, including the risk of a possible decline in the value of the underlying securities during the period while the fund seeks to assert its rights. The Investment Adviser reviews the value of the collateral and the creditworthiness of those banks and dealers with which the fund enters into repurchase agreements to evaluate potential risks.

(c) Affiliated issuers: Investments in other investment companies advised by the Manager are defined as "affiliated" in the Act.

(d) Dividends to shareholders: Dividends payable to shareholders are recorded by the funds on the ex-dividend date. The funds declare and pay dividends from investment income-net monthly. With respect to each series, dividends from net realized capital gain, if any, are normally declared and paid annually, but the funds may make distributions on a more frequent basis to comply with the distribution requirements of the Internal Revenue Code of 1986, as amended (the "Code"). To the extent that net realized capital gain can be offset by capital loss carryovers of that fund, it is the policy of the fund not to distribute such gain. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from generally accepted accounting principles.

(e) Federal income taxes: It is the policy of each fund to continue to qualify as a regulated investment company, if such qualification is in the best interests of its shareholders, by complying with the applicable provisions of the Code, and to make distributions of taxable income sufficient to relieve it from substantially all federal income and excise taxes. For federal income tax purposes, each series is treated as a single entity for the purpose of determining such qualification.

Table 1 summarizes each fund's components of accumulated earnings on a tax basis at August 31, 2005.

Table 2 summarizes each relevant fund's accumulated capital loss carryover available to be applied against future net securities profits, if any, realized subsequent to August 31, 2005.

Table 3 summarizes each fund's tax character of distributions paid to shareholders during the fiscal years ended August 31, 2005 and August 31, 2004, respectively.

During the period ended August 31, 2005, as a result of permanent book to tax differences, primarily due to

Table 1.

	Undistributed Ordinary Income ($)	Accumulated Capital Gains/ Losses ($)†	Unrealized Appreciation/ (Depreciation) ($)	Post 10/31 Losses††
Mellon Bond Fund	688,351	(1,732,299)	1,129,524	–
Mellon Intermediate Bond Fund	332,388	(2,706,703)	(6,386,893)	(3,307,858)
Mellon Short-Term U.S. Government Securities Fund	35,694	(2,035,082)	(3,972,644)	(2,562,522)

† *In addition, the funds had capital losses realized after October 31, 2004, which were deferred for tax purposes to the first day of the following year.*

Table 2.

Expiring in fiscal	2012 ($)†	2013 ($)†	Total ($)
Mellon Bond Fund	1,596,239	136,060	1,732,299
Mellon Intermediate Bond Fund	1,813,775	892,928	2,706,703
Mellon Short-Term U.S. Government Securities Fund	182,342	1,852,740	2,035,082

† *If not applied, the carryover expire in the above years.*

Table 3.

	Ordinary Income ($)		Long-Term Capital Gains ($)	
	2005	2004	2005	2004
Mellon Bond Fund	35,671,594	41,173,145	–	12,185,575
Mellon Intermediate Bond Fund	21,092,193	23,660,869	–	5,924,243
Mellon Short-Term U.S. Government Securities Fund	6,154,522	5,918,922	–	198,148

amortization of premiums and paydown gains and losses on mortgage backed securities, the fund increased (decreased) accumulated undistributed investment income-net, increased (decreased) accumulated net realized gain (loss) on investments and increased (decreased) paid-in capital as summarized in **Table 4.** Net assets were not affected by this reclassification.

NOTE 3—Investment Advisory Fee, Administration Fee and Other Transactions With Affiliates:

(a) Fees payable by the funds pursuant to the provisions of an Investment Advisory Agreement with the Investment Adviser are payable monthly, computed on the average daily value of each fund's net assets at the following annual rates: .40% of the Mellon Bond Fund, .40% of the Mellon Intermediate Bond Fund and .35% of the Mellon Short-Term U.S. Government Securities Fund.

Pursuant to the Administration Agreement with Mellon, Mellon provides or arranges for fund accounting, transfer agency and other fund administration services and receives a fee based on the total net assets of the Trust based on the following rates:

0 up to $6 billion	.15%
$6 billion up to $12 billion	.12%

Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services.

(b) The funds have adopted a Shareholder Services Plan with respect to its Investor shares pursuant to which each fund pays the Distributor for the provision of certain services to holders of Investor shares a fee at an annual rate of .25% of the value of the average daily net assets attributable to Investor shares. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding a fund, and providing reports and other information, and services related to the maintenance of such shareholder accounts. The Shareholder Services Plan allows the Distributor to make payments from the shareholder services fees it collects from each fund to compensate service agents (certain banks, securities brokers or dealers and other financial institutions) in respect of these services. **Table 5** summarizes the amounts Investor shares were charged during the period ended August 31, 2005, pursuant to the Shareholder Services Plan. Additional fees included in shareholder servicing costs in the Statement of Operations includes fees paid to the transfer agent.

Table 5.

Mellon Bond Fund	$7,231
Mellon Intermediate Bond Fund	1,163
Mellon Short-Term U.S. Government Securities Fund	25

The funds compensate Mellon Bank, N.A., an affiliate of Dreyfus, under a Custody Agreement for providing custodial services for the funds. **Table 6** summarizes the amounts the funds were charged during the period ended August 31, 2005, pursuant to the custody agreements.

Table 6.

Mellon Bond Fund	$64,925
Mellon Intermediate Bond Fund	44,671
Mellon Short-Term U.S. Government Securities Fund	22,155

Table 4.

	Accumulated Undistributed Investment Income—Net ($)	Accumulated Net Realized Gain (Loss) ($)	Paid-in Capital ($)
Mellon Bond Fund	3,646,389	(5,158,284)	1,511,895
Mellon Intermediate Bond Fund	3,711,160	(6,220,382)	2,509,222
Mellon Short-Term U.S. Government Securities Fund	2,339,220	(4,727,014)	2,387,794

During the period ended August 31, 2005, each fund was charged $2,520 for services performed by the Chief Compliance Officer.

Table 7 summarizes the components of Due to The Dreyfus Corporation and affiliates in the Statement of Assets and Liabilities for each fund.

(c) Each Trustee who is not "affiliated person" as defined in the Act receives from the Trust an annual fee of $44,000 and an attendance fee of $4,000 for each in-person meeting attended and $500 for telephone meetings and is reimbursed for travel and out-of-pocket expenses. Prior to September 14, 2004, the attendance fee payable to each Trustee was $3,000 for each in-person meeting.

(d) The Trust and Dreyfus have received an exemptive order from the SEC which, among other things, permits each fund to use cash collateral received in connection with lending the fund's securities and other uninvested cash to purchase shares of one or more registered money market funds advised by Dreyfus in excess of the limitations imposed by the Act.

NOTE 4—Securities Transactions:

Table 8 summarizes each fund's aggregate amount of purchases and sales (including paydowns) of investments securities, excluding short-term securities, during the period ended August 31, 2005 of which $381,524,399 in purchases and $382,541,309 in sales were from mortgage dollar roll transactions in the Mellon Bond Fund, and $5,226,525 in purchases and $5,237,536 in sales in Mellon Intermediate Bond Fund.

A mortgage dollar roll transactions involves a sale by the fund of mortgage related securities that it holds with an agreement by the fund to repurchase similar securities at an agreed upon price and date. The securities purchased will bear the same interest rate as those sold, but generally will be collateralized by pools of mortgages with different prepayment histories than those securities sold. Proceeds from the sale will be reinvested and additional income from the sale is included in realized gain loss. Losses may arise due to changes in the value of the securities.

Table 9 on the next page summarizes the cost of investments for federal income tax purposes and accumulated

Table 7.

	Investment Advisory Fees ($)	Chief Compliance Officer Fees ($)	Shareholder Services Plan Fees ($)	Custodian Fees ($)
Mellon Bond Fund	283,064	1,533	566	7,349
Mellon Intermediate Bond Fund	192,158	1,533	112	14,976
Mellon Short-Term U.S.Government Securities Fund	47,894	1,533	2	4,607

Table 8.

	Purchases ($)	Sales ($)
Mellon Bond Fund	1,275,926,860	1,229,054,811
Mellon Intermediate Bond Fund	646,577,746	593,923,206
Mellon Short-Term U.S. Government Securities Fund	112,503,486	121,980,879

net unrealized appreciation (depreciation) on investments for each fund at August 31, 2005:

NOTE 5—Bank Line of Credit:

The funds participate with other Dreyfus-managed funds in a $100 million unsecured line of credit primarily to be utilized for temporary or emergency purposes, including the financing of redemptions. Interest is charged to the funds based on prevailing market rates in effect at the time of borrowings. During the period ended August 31, 2005, the funds did not borrow under the line of credit.

NOTE 6—Legal Matters:

In early 2004, two purported class and derivative actions were filed against Mellon Financial, Mellon Bank, N.A., Dreyfus, Founders Asset Management LLC, and certain directors of the Dreyfus Funds and the Dreyfus Founders Funds (together, the "Funds") in the United States District Court for the Western District of Pennsylvania. In September 2004, plaintiffs served a Consolidated Amended Complaint (the "Amended Complaint") on behalf of a purported class of all persons who acquired interests in any of the Funds between January 30, 1999 and November 17, 2003, and derivatively on behalf of the Funds. The Amended Complaint in the newly styled In re Dreyfus Mutual Funds Fee Litigation also named the Distributor, Premier Mutual Fund Services, Inc. and two additional Fund directors as defendants and alleges violations of the Investment Company Act of 1940, the Investment Advisers Act of 1940, the Pennsylvania Unfair Trade Practices and Consumer Protection Law and common-law claims. Plaintiffs seek to recover allegedly improper and excessive Rule 12b-1 and advisory fees allegedly charged to the Funds for marketing and distribution services. More specifically, plaintiffs claim, among other things, that 12b-1 fees and directed brokerage were improperly used to pay brokers to recommend the Funds over other funds, and that such payments were not disclosed to investors. In addition, plaintiffs assert that economies of scale and soft-dollar benefits were not passed on to the Funds. Plaintiffs further allege that 12b-1 fees were improperly charged to certain of the Funds that were closed to new investors. The Amended Complaint seeks compensatory and punitive damages, rescission of the advisory contracts, and an accounting and restitution of any unlawful fees, as well as an award of attorneys' fees and litigation expenses. As noted, some of the claims in this litigation are asserted derivatively on behalf of the Funds that have been named as nominal defendants. With respect to such derivative claims, no relief is sought against the Funds. Dreyfus believes the allegations to be totally without merit and intends to defend the action vigorously. In November 2004, all named defendants moved to dismiss the Amended Complaint in the whole or substantial part. Briefing was completed in May 2005.

Additional lawsuits arising out of these circumstances and presenting similar allegations and requests for relief may be filed against the defendants in the future. Neither Dreyfus nor the Funds believe that any of the pending actions will have a material adverse effect on the Funds or Dreyfus' ability to perform its contract with the Funds.

Table 9.

	Cost of Investments ($)	Gross Appreciation ($)	Gross (Depreciation) ($)	Net ($)
Mellon Bond Fund	985,730,090	7,311,003	6,181,480	1,129,523
Mellon Intermediate Bond Fund	770,236,760	2,308,918	8,695,811	(6,386,893)
Mellon Short-Term U.S. Government Securities Fund	235,167,058	20,665	3,993,309	(3,792,644)

The Board of Trustees and Shareholders of Mellon Funds Trust:

We have audited the accompanying statements of assets and liabilities of Mellon Bond Fund, Mellon Intermediate Bond Fund and Mellon Short-Term U.S. Government Securities Fund of Mellon Funds Trust (collectively "the Funds"), including the statements of investments, as of August 31, 2005, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the financial highlights for each of the periods indicated herein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of August 31, 2005, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Funds as of August 31, 2005, and the results of their operations for the year then ended, the changes in their net assets for each of the years in the two-year period then ended and the financial highlights for each of the periods indicated herein, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

New York, New York
October 20, 2005

Mellon Short-Term U.S. Government Securities Fund

For state individual income tax purposes, the fund hereby designates 65.56% of the ordinary income dividends paid during its fiscal year ended August 31, 2005 as attributable to interest income from direct obligations of the United States. Such dividends are currently exempt from taxation for individual income tax purposes in most states, including New York, California and the District of Columbia.

MELLON FUNDS TRUST (Mellon Bond Fund, Mellon Intermediate Bond Fund and Mellon Short-Term U.S. Government Securities Fund)

At a meeting of the Board of Trustees held on March 15-16, 2005, the Board considered the re-approval of the Trust's Investment Advisory Agreement for another one year term, pursuant to which the Investment Adviser, a division of Dreyfus, provides the funds with investment advisory services. The Board members also considered the re-approval of the Trust's Administration Agreement with Mellon Bank for another one year term, pursuant to which Mellon Bank provides the funds with administrative services. Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain of these administrative services. The Board members who are not "interested persons" (as defined in the Act) of the Trust were assisted in their review by independent legal counsel and met with counsel in executive session separate from representatives of Dreyfus.

Analysis of Nature, Extent and Quality of Services Provided to the Funds. The Board members received a presentation from representatives of Dreyfus regarding services provided to the funds, and discussed the nature, extent and quality of the services provided to the funds pursuant to the Investment Advisory Agreement. Dreyfus' representatives reviewed the funds' distribution of accounts, and noted the diversity of distribution of the funds and Dreyfus' corresponding need for broad, deep and diverse resources to be able to provide ongoing shareholder services to each of the funds' distribution channels. The Board also reviewed the number of shareholder accounts in each fund, as well as each fund's asset size.

The Board members also considered Dreyfus' research and portfolio management capabilities and that Dreyfus also provides oversight of day-to-day fund operations, including fund accounting and administration and assistance in meeting legal and regulatory requirements. The Board members also considered Dreyfus' extensive administrative, accounting and compliance infrastructure.

Comparative Analysis of the Funds' Performance and Management Fees and Expense Ratios.

Mellon Bond Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that, as of December 31, 2004, the fund's total return performance was below the averages of the comparison group and its Lipper category for the 1-, 3- and 5-year periods and that the fund's income performance was above the averages of the comparison group and its Lipper category for the 1- and 3-year periods. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds had management fees that were both higher and lower than the fund's management fee, and management noted that the management fees of the Similar Funds (that were lower than the fund's management fee) reflected historical pricing, pricing of institutional funds and pricing of funds offered only to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon Intermediate Bond Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to two groups of comparable funds and Lipper averages. Management advised the Board members that Lipper had reviewed the fund and that, based on the fund's holdings, Lipper intended to reclassify the fund from the "Intermediate Investment Grade Debt Funds" category (the funds selected from this Lipper category, "Comparison Group I") to the "Short-Intermediate Investment Grade Debt Funds" category (the funds selected from the second Lipper category, "Comparison Group II"). The Board reviewed the fund's performance, management fee and total expense ratio within each comparison group and against the fund's Lipper average for each category. Each group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that, as of December 31, 2004, the fund's total return performance versus Comparison Group I was below the averages of the comparison group and its Lipper category, and that versus Comparison Group II was above the averages of the comparison group and its Lipper category, for the 1-, 3- and 5-year periods. They also noted the improvement in the fund's relative total return performance versus that of the funds in Comparison Group II. The Board members then noted that, as of December 31, 2004, the fund's income performance was above the averages of Comparison Group I and Comparison Group II and their corresponding Lipper categories for the 1- and 3-year periods. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in each comparison group and noted that, with respect to each comparison group, the fund's expense ratio was lower than the average expense ratio of the respective comparison group and that of its corresponding Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in each comparison group.

Representatives of Dreyfus stated that there were no other mutual funds managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund, which were reported in the same Lipper category as the fund, and that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon Short-Term U.S. Government Securities Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that, as of December 31, 2004, the fund's total return performance was below the average of the comparison group, and above the average of its Lipper category, for the 1-year period, was below the average of the comparison group, and was comparable to the average of its Lipper category, for the 3-year period, was comparable to the average of the comparison group, and was above the average of its Lipper category, for the 5-year period and that the fund's income performance was above the averages of the comparison group and its Lipper category for the 1- and 3-year periods. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fee paid to Dreyfus or its affiliates by a mutual fund with a similar investment objective and similar policies and strategies as the fund (the "Similar Fund"). This comparison group also compared the management fee and total expense ratio of the Similar Fund. The Similar Fund's comparison group was composed exclusively of an investment company managed by Dreyfus or its affiliates that was reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of the Similar Fund and the differences, from Dreyfus' perspective, in management of the Similar Fund compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. Management noted that the management fee of the Similar Fund was comparable to that of the fund. The Board members considered the relevance of the fee information provided for the Similar Fund to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that the fee paid by the Similar Fund seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

<u>Analysis of Profitability and Economies of Scale.</u> Dreyfus' representatives reviewed the dollar amount of expenses allocated and profit received by Dreyfus and its affiliates with respect to each fund and the method used to determine such expenses and profit. The Board received and considered information prepared by an independent consulting firm regarding Dreyfus' approach to allocating costs to, and determining the profitability of, individual funds and the entire Dreyfus mutual fund complex. The Dreyfus representatives stated that the methodology had also been reviewed by an independent registered public accounting firm which, like the consultant, found the methodology to be reasonable. The consulting firm also analyzed where any economies of scale might emerge in connection with the management of the funds. The Board members evaluated the analysis in light of the relevant circumstances for each fund, and the extent to which economies of scale would be realized as the fund grows and whether fee levels reflect these economies of scale for the benefit of fund investors. The Board noted that it appeared that the benefits of any economies of scale also would be appropriately shared with shareholders through increased investment in fund management and administration resources. The Board members also considered potential benefits to Dreyfus and its affiliates, including Mellon Fund Advisers, from acting as investment adviser with respect to each fund.

It was noted that the Board members should consider Dreyfus' profitability with respect to each fund as part of their evaluation of whether the fees under the Investment Advisory Agreement bear a reasonable relationship to the mix of services provided by Dreyfus, including the nature, extent and quality of such services and that a discussion of economies of scale are predicated on increasing assets and that, if a fund's assets had been decreasing, the possibility that Dreyfus may have realized any economies of scale would be less. The Board members also discussed the profitability percentage ranges determined by appropriate court cases to be reasonable given the services rendered to investment companies. It was noted that the profitability percentage for managing each fund was not unreasonable given the fund's overall performance and generally superior service levels provided.

At the conclusion of these discussions, each of the Board Members expressed the opinion that he or she had been furnished with sufficient information to make an informed business decision with respect to the continuation of the Trust's Investment Advisory Agreement. Based on their discussions and considerations as described above, the Board made the following conclusions and determinations.

- The Board concluded that the nature, extent and quality of the services provided by Dreyfus are adequate and appropriate.
- The Board was generally satisfied with the each fund's performance, noting in particular, with respect to Mellon Bond Fund, that the underperformance of the fund's total return versus its comparison group may be attributable, in part, to the lower-quality holdings of some funds in the comparison group and, with respect to Mellon Intermediate Bond Fund, that the fund's ranking in its Lipper category had improved following Lipper's reclassification of the fund.
- The Board concluded that the fee paid by each fund to Mellon Fund Advisers was reasonable in light of comparative performance and expense and advisory fee information, costs of the services provided and profits to be realized and benefits derived or to be derived by Dreyfus and its affiliates from its relationship with the funds.
- The Board determined that the economies of scale which may accrue to Dreyfus and its affiliates in connection with the management of the funds had been adequately considered by Dreyfus in connection with the management fee rate charged to each fund, and that, to the extent in the future it were to be determined that material economies of scale had not been shared with the funds, the Board would seek to have those economies of scale shared with fund shareholders.

The Board members considered these conclusions and determinations and, without any one factor being dispositive, the Board determined that re-approval of the Trust's Investment Advisory Agreement and Administration Agreement with respect to the funds was in the best interests of each fund and its respective shareholders.

Patrick J. O'Connor (62)
Chairman of the Board (2000)

Principal Occupation During Past 5 Years:
- Attorney, Cozen and O'Connor, P.C. since 1973, including Vice Chairman since 1980 and Chief Executive Officer and President since 2002

Other Board Memberships and Affiliations:
- Board of Consultors of Villanova University School of Law, Board Member
- Temple University, Trustee
- Philadelphia Police Foundation, Board Member
- Philadelphia Children's First Fund, Board Member
- Committee on Rules of Evidence of Pennsylvania Supreme Court, Vice Chair
- American College of Trial Lawyers, Fellow
- Historical Society of the United States District Court for the Eastern District of Pennsylvania, Director

No. of Portfolios for which Board Member Serves: 16

Ronald R. Davenport (69)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Chairman of Sheridan Broadcasting Corporation since July 1972

Other Board Memberships and Affiliations:
- American Urban Radio Networks, Co-Chairman
- Aramark Corporation, Board Member
- Momentum Equity Group LLC, Director

No. of Portfolios for which Board Member Serves: 16

John L. Diederich (68)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Chairman of Digital Site Systems, Inc., a privately held software company providing internet service to the construction materials industry, since July 1998

Other Board Memberships and Affiliations:
- Continental Mills, a dry baking products company, Board Member
- Pittsburgh Parks Conservancy, Board Member

No. of Portfolios for which Board Member Serves: 16

Maureen D. McFalls (60)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Director of the Office of Government Relations at Carnegie Mellon University since January 2000
- Manager, Government Communications, of the Software Engineering Institute at Carnegie Mellon University from March 1994 to December 1999

Other Board Memberships and Affiliations:
- Maglev, Inc., a company seeking a partnership between industry and government in Pennsylvania to create a magnetically levitated high-speed transportation system, Board Member representing Carnegie Mellon University
- Coro Center For Civic Leadership, Board Member
- Pennsylvania Association for Individuals with Disabilities, Board Member

No. of Portfolios for which Board Member Serves: 16

Kevin C. Phelan (61)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Mortgage Banker, Meredith & Grew, Inc. since March 1978, including Executive Vice President and Director since March 1998

Other Board Memberships and Affiliations:
- Greater Boston Chamber of Commerce, Director
- Fiduciary Trust, Director
- St. Elizabeth's Medical Center of Boston, Board Member
- Providence College, Trustee
- Simmons College, Trustee
- Newton Country Day School, Chairman of the Board
- Board of Visitors of Babson College, Board Member
- Board of Visitors of Boston University School of Public Health, Board Member
- Boston Public Library Foundation, Director
- Boston Foundation, Director
- Boston Municipal Research Bureau, Board Member
- Boys and Girls Club of Boston, Board Member
- Greater Boston Real Estate Board, Director

No. of Portfolios for which Board Member Serves: 16

Patrick J. Purcell (57)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Owner, President and Publisher of The Boston Herald since February 1994
- President and Founder, jobfind.com, an employment search site on the world wide web, since July 1996
- President and Chief Executive Officer, Herald Media since 2001

Other Board Memberships and Affiliations:

- The American Ireland Fund, an organization that raises funds for philanthropic projects in Ireland, Director
- The Genesis Fund, an organization that raises funds for the specialized care and treatment of New England area children born with birth defects, mental retardation and genetic diseases, Board Member
- United Way of Massachusetts Bay, Board Member
- Greater Boston Chamber of Commerce, Board Member
- St. John's University, Trustee

No. of Portfolios for which Board Member Serves: 16

Thomas F. Ryan, Jr. (64)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Retired since April 1999
- President and Chief Operating Officer of the American Stock Exchange from October 1995 to April 1999

Other Board Memberships and Affiliations:

- Boston College, Trustee
- Brigham & Women's Hospital, Trustee
- New York State Independent System Operator, a non-profit organization which administers a competitive wholesale market for electricity in New York State, Director
- RepliGen Corporation, a biopharmaceutical company, Director

No. of Portfolios for which Board Member Serves: 16

Once elected all Board Members serve for an indefinite term. The address of the Board Members and Officers is in c/o The Dreyfus Corporation, 200 Park Avenue, New York, New York 10166. Additional information about the Board Members is available in the fund's Statement of Additional Information which can be obtained from Dreyfus free of charge by calling this toll free number: 1-800-645-6561. For individual account holders for Private Wealth Management clients, please contact your account officer or call 1-888-281-7350.

OFFICERS OF THE TRUST (Unaudited)

LAWRENCE P. KEBLUSEK, President since June 2003.

As Chief Investment Officer of Mellon's Private Wealth Management group, Mr. Keblusek is responsible for investment strategy, policy and implementation for Mellon's Private Wealth Management group. Prior to joining Mellon, Mr. Keblusek was a Managing Director at Citigroup since 1995. He was previously a Vice President of the Trust. He is 55 years old and has been employed by Mellon since August 2002.

MARK N. JACOBS, Vice President since June 2000.

Executive Vice President, Secretary and General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 59 years old and has been an employee of Dreyfus since June 1977.

CHRISTOPHER SHELDON, Vice President since June 2003.

As director of Investment Strategy for Mellon's Private Wealth Management group since April 2003, Mr. Sheldon manages the analysis and development of investment and asset allocation strategies and investment product research. Prior to assuming his current position, Mr. Sheldon was the West Coast managing director of Mellon's Private Wealth Management group from 2001-2003 and its regional manager from 1998-2001. He is 38 years old has been employed by Mellon since January 1995.

MICHAEL A. ROSENBERG, Vice President and Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 45 years old and has been an employee of Dreyfus since October 1991.

JAMES BITETTO, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 39 years old and has been an employee of Dreyfus since December 1996.

JONI LACKS CHARATAN, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 49 years old and has been an employee of Dreyfus since October 1998.

JOSEPH M. CHIOFFI, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 43 years old and has been an employee of Dreyfus since June 2000.

JANETTE E. FARRAGHER, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 42 years old and has been an employee of Dreyfus since February 1984.

JOHN B. HAMMALIAN, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 42 years old and has been an employee of Dreyfus since February 1991.

ROBERT R. MULLERY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 53 years old and has been an employee of Dreyfus since May 1986.

JEFF PRUSNOFSKY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 40 years old and has been an employee of Dreyfus since October 1990.

JAMES WINDELS, Treasurer since November 2001.

Director – Mutual Fund Accounting of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since April 1985.

GREGORY S. GRUBER, Assistant Treasurer since March 2000.

Senior Accounting Manager – Municipal Bond Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since August 1981.

ERIK D. NAVILOFF, Assistant Treasurer since December 2002.

Senior Accounting Manager – Taxable Fixed Income Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 37 years old and has been an employee of Dreyfus since November 1992.

ROBERT ROBOL, Assistant Treasurer since December 2002.

Senior Accounting Manager – Money Market Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 41 years old and has been an employee of Dreyfus since October 1988.

ROBERT SVAGNA, Assistant Treasurer since December 2002.

Senior Accounting Manager – Equity Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 38 years old and has been an employee of Dreyfus since November 1990.

KENNETH J. SANDGREN, Assistant Treasurer since November 2001.

Mutual Funds Tax Director of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 51 years old and has been an employee of Dreyfus since June 1993.

JOSEPH W. CONNOLLY, Chief Compliance Officer since October 2004.

Chief Compliance Officer of the Manager and The Dreyfus Family of Funds (91 investment companies, comprising 200 portfolios). From November 2001 through March 2004, Mr. Connolly was first Vice-President, Mutual Fund Servicing for Mellon Global Securities Services. In that capacity, Mr. Connolly was responsible for managing Mellon's Custody, Fund Accounting and Fund Administration services to third-party mutual fund clients. He is 48 years old and has served in various capacities with the Manager since 1980, including manager of the firm's Fund Accounting Department from 1997 through October 2001.

WILLIAM GERMENIS, Anti-Money Laundering Compliance Officer since September 2002.

Vice President and Anti-Money Laundering Compliance Officer of the Distributor, and the Anti-Money Laundering Compliance Officer of 87 investment companies (comprised of 196 portfolios) managed by Dreyfus. He is 35 years old and has been an employee of the Distributor since October 1998.

NOTES

For More Information

Mellon Funds Trust
c/o The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Investment Adviser

Mellon Fund Advisers, a division of
The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Administrator

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

Sub-Administrator

The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Custodian

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

**Transfer Agent &
Dividend Disbursing Agent**

Dreyfus Transfer, Inc.
200 Park Avenue
New York, NY 10166

Distributor

Dreyfus Service Corporation
200 Park Avenue
New York, NY 10166

Telephone Private Wealth Management (PWM) Clients, please contact your Account Officer or call 1-888-281-7350. Brokerage Clients of Mellon Private Wealth Advisors (MPWA), please contact your financial representative or call 1-800-830-0549-Option 2. Individual Account holders, please call Dreyfus at 1-800-896-8167.

Mail PWM Clients, write to your Account Officer, c/o Mellon Bank, N.A., One Mellon Bank Center, Pittsburgh, PA 15258

MPWA Brokerage Clients, write to your financial representative, P.O. Box 9012, Hicksville, NY 11802–9012

Individual Account Holders, write to: Mellon Funds, P.O. Box 55268, Boston, MA 02205–8502

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The fund's Forms N-Q are available on the SEC's website at http://www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

A description of the policies and procedures that the fund uses to determine how to vote proxies relating to portfolio securities, and information regarding how the fund voted these proxies for the 12-month period ended June 30, 2005, is available at http://www.dreyfus.com and on the SEC's website at http://www.sec.gov. The description of the policies and procedures is also available without charge, upon request, by calling 1-800-645-6561.

The Mellon Funds

Mellon National Intermediate Municipal Bond Fund
Mellon National Short-Term Municipal Bond Fund
Mellon Pennsylvania Intermediate Municipal Bond Fund
Mellon Massachusetts Intermediate Municipal Bond Fund

ANNUAL REPORT August 31, 2005

Mellon

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The Funds

For More Information

The views expressed herein are current to the date of this report. These views and the composition of the funds' portfolios are subject to change at any time based on market and other conditions.

The Funds

LETTER FROM THE PRESIDENT

Dear Shareholder:

This annual report for The Mellon Funds covers the period from September 1, 2004, through August 31, 2005. Inside, you'll find valuable information about how the funds were managed during the reporting period, including discussions with each fund's portfolio manager.

On average, U.S. stock prices ended the reporting period higher than where they began. However, most of the equity markets' gains occurred during the closing months of 2004. So far in 2005, positive factors, including steady economic growth and higher corporate profits, were largely offset by headwinds, such as sharply higher energy prices and rising short-term interest rates. Against the same backdrop and, contrary to historical norms, bonds generally rallied as inflation appeared to remain low and demand for U.S. fixed-income securities was robust, particularly from overseas investors. In global markets, international stocks generally rose more than U.S. stocks over the past year, with gains achieved in the industrialized markets of Europe and Asia, as well as many of the emerging markets.

Recent shocks to the U.S. economy — including sharply higher gasoline prices and other consequences of Hurricane Katrina — have added a degree of uncertainty to the outlook for stocks and bonds. However, our economists currently believe that the economy should continue to grow without either entering a recession or triggering a significant acceleration of inflation. As always, we encourage you to discuss the potential implications of these and other matters with your portfolio manager.

Thank you for your continued confidence and support.

Sincerely,

Lawrence P. Keblusek
President
Mellon Funds Trust
September 15, 2005

DISCUSSION OF FUND PERFORMANCE

John F. Flahive, Portfolio Manager

How did Mellon National Intermediate Municipal Bond Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund achieved total returns of 3.62% for Class M shares, 3.28% for Investor shares and 2.85% for Dreyfus Premier shares.[1] In comparison, the Lehman Brothers 7-Year Municipal Bond Index, the fund's benchmark, achieved a total return of 2.90% for the same period.[2] In addition, the average total return for all funds reported in the Lipper Intermediate Municipal Debt Funds category was 2.60% for the same period.[3]

Despite rising interest rates, municipal bond prices remained relatively stable over the reporting period. The fund produced higher returns than its benchmark and Lipper category average, primarily due to its focus on securities in the 15- to 20-year maturity range.

What is the fund's investment approach?

The fund seeks to maximize current income exempt from federal income tax to the extent consistent with the preservation of capital. To pursue its goal, the fund normally invests at least 80% of its assets in municipal bonds that provide income exempt from federal income tax. The fund may occasionally, including for temporary defensive purposes, invest in taxable bonds. The fund's investments in municipal and taxable bonds must be rated investment grade at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective portfolio maturity will be between three and ten years, and its average effective portfolio duration will not exceed eight years.

Rather than focusing on economic or market trends, we search for securities that, in our opinion, will help us enhance the fund's yield without sacrificing quality.

We use a more tactical approach with respect to the fund's average duration. If we expect the supply of securities to increase temporarily, we may reduce the fund's average duration to make cash available for the purchase of higher-yielding securities. This is due to the fact that yields generally tend to rise if issuers are competing for investor interest. If we expect demand to surge at a time when we anticipate little issuance and therefore lower yields, we may increase the fund's average duration to maintain current yields for as long as practical. At other times, we typically try to maintain a neutral average duration.

What other factors influenced the fund's performance?

Like most U.S. fixed-income securities, municipal bonds were affected during the reporting period by rising short-term interest rates in a moderately growing economy. Interest rates escalated gradually as the Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years. The Fed implemented eight consecutive rate hikes, driving the overnight federal funds rate from 1.5% at the start of the reporting period to 3.5% at the reporting period's end.

Contrary to historical norms, however, longer-term bond yields remained surprisingly resilient. Instead of rising along with short-term interest rates, longer-term bond yields fell over much of the reporting period before rebounding modestly during the summer. As a result, intermediate-term municipal bond yields ended the reporting period little changed from where they began, enabling the fund to achieve positive absolute returns that were derived primarily from tax-exempt interest income.

Municipal bonds also were influenced by changing supply-and-demand dynamics. The volume of newly issued municipal bonds hit record highs during the reporting period as states and municipalities continued to refinance older debt at lower rates. However, the ample supply of new securities was absorbed by robust investor demand, including buying by hedge funds, insurance companies and other investors that typically did not invest in municipal securities, helping to keep yields low.

In this economic environment, we positioned the fund to benefit from narrower yield differences between short- and long-term bonds. By focusing primarily on securities in the 15- to 20-year range at the longer end of the intermediate-term maturity spectrum, the fund avoided most of the eroding effects of rising short-term interest rates and participated more fully in the strength of longer-term bonds. The fund also benefited from refunding activity among some of its holdings, which helped support their prices, as well as strong contributions to performance from bonds backed by revenues from health care facilities and industrial development projects.

What is the fund's current strategy?

We have continued to maintain a somewhat cautious investment posture, which we believe remains prudent in an investment environment characterized by rising interest rates and economic uncertainty in the wake of Hurricane Katrina. Accordingly, we have set the fund's average duration — a measure of sensitivity to changing interest rates — in a range that is modestly shorter than industry averages, and we have continued to emphasize higher-quality securities. In addition, we have maintained our focus on securities at the longer end of the intermediate-term maturity range, which we believe may benefit the portfolio further should yield differences continue to narrow along the maturity spectrum.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost. Income may be subject to state and local taxes, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors. Capital gains, if any, are fully taxable.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers 7-Year Municipal Bond Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted 7-year tax-exempt bond market, consisting of municipal bonds with maturities of 6-8 years. Index returns do not reflect the fees and expenses associated with operating a mutual fund.*

3 *Source: Lipper Inc.*

Comparison of change in value of $10,000 investment in Mellon National Intermediate Municipal Bond Fund Class M shares and the Lehman Brothers 7-Year Municipal Bond Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		3.62%	5.53%	5.37%	
Investor shares	7/11/01	3.28%	–	–	4.77%
Dreyfus Premier shares					
with applicable redemption ††	10/11/02	(0.13)%	–	–	2.40%
without redemption	10/11/02	2.85%	–	–	3.05%

† *Source: Lipper Inc.*

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon National Intermediate Municipal Bond Fund on 8/31/95 to a $10,000 investment made in the Lehman Brothers 7-Year Municipal Bond Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted, 7-year tax-exempt bond market, consisting of municipal bonds with maturities of 6-8 years. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

†† The maximum contingent deferred sales charge for Dreyfus Premier shares is 3%. After six years Dreyfus Premier shares convert to Investor shares.

DISCUSSION OF FUND PERFORMANCE

M. Collette O'Brien and Timothy J. Sanville, Portfolio Managers

How did Mellon National Short-Term Municipal Bond Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund achieved total returns of 0.91% for Class M shares and 0.73% for Investor shares.[1] In comparison, the Lehman Brothers 3-Year Municipal Bond Index (the "Index"), the fund's benchmark, achieved a total return of 0.84% for the same period.[2]

Rising interest rates in a moderately growing economy eroded the value of most short-term fixed-income securities, including municipal bonds, during the reporting period. The fund's returns were roughly in line with its benchmark, as good results from holdings in the one- to two-year maturity range were offset by the fund's relatively light exposure to the better-performing, lower-quality bonds that are contained in the Index.

What is the fund's investment approach?

The fund seeks to maximize current income exempt from federal income tax to the extent consistent with the preservation of capital. To pursue its goal, the fund normally invests at least 80% of its assets in municipal bonds that provide income exempt from federal income tax. The fund occasionally, including for temporary defensive purposes, may invest in taxable bonds. The fund's investments in municipal and taxable bonds must be rated investment grade at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective portfolio maturity and its average effective portfolio duration will be less than three years.

Rather than focusing on economic or market trends, we search for securities that, in our opinion, will help us enhance the fund's yield without sacrificing quality. We use a more tactical approach with respect to the fund's average duration. If we expect the supply of securities to increase temporarily, we may reduce the fund's average duration to make cash available for the purchase of higher-yielding securities. This is due to the fact that yields generally tend to rise if issuers are competing for investor interest. If we expect demand to surge at a time when we anticipate little issuance and therefore lower yields, we may increase the fund's average duration to maintain current yields for as long as practical. At other times, we typically try to maintain a neutral average duration.

What other factors influenced the fund's performance?

Like most U.S. fixed-income securities, municipal bonds were affected during the reporting period by rising short-term interest rates in a moderately growing economy. Interest rates escalated gradually as the Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years. The Fed implemented eight consecutive rate hikes, driving the overnight federal funds rate from 1.5% at the start of the reporting period to 3.5% at the reporting period's end.

Contrary to historical norms, longer-term bond yields fell over much of the reporting period before rebounding modestly during the summer. However, shorter-term bonds lost a relatively modest amount of value in the rising interest-rate environment. The fund nonetheless achieved mildly positive absolute returns as tax-exempt interest income more than offset price depreciation.

Municipal bonds also were influenced by changing supply-and-demand dynamics. The volume of newly issued short-term municipal bonds fell during the reporting period as states and municipalities enjoyed higher tax revenues in the recovering economy and had less need to borrow to finance budget deficits. The reduced supply of new securities was easily absorbed by robust investor demand, putting further upward pressure on short-term bond yields.

In this economic environment, we positioned the fund relatively defensively, emphasizing securities in the one- to two-year range and setting its average duration — a measure of sensitivity to changing interest rates — in a range we considered shorter than industry averages. This positioning enabled the fund to avoid the full brunt of weakness among bonds with two- to three-year maturities, which comprised a more substantial portion of the Index. However, the benefits of this strategy were offset to a degree by our focus on higher-quality securities. Because the economic recovery helped to improve the credit profiles of many issuers, investors grew more comfortable owning lower-rated securities, enabling them to produce higher returns than higher-quality municipal securities over the reporting period.

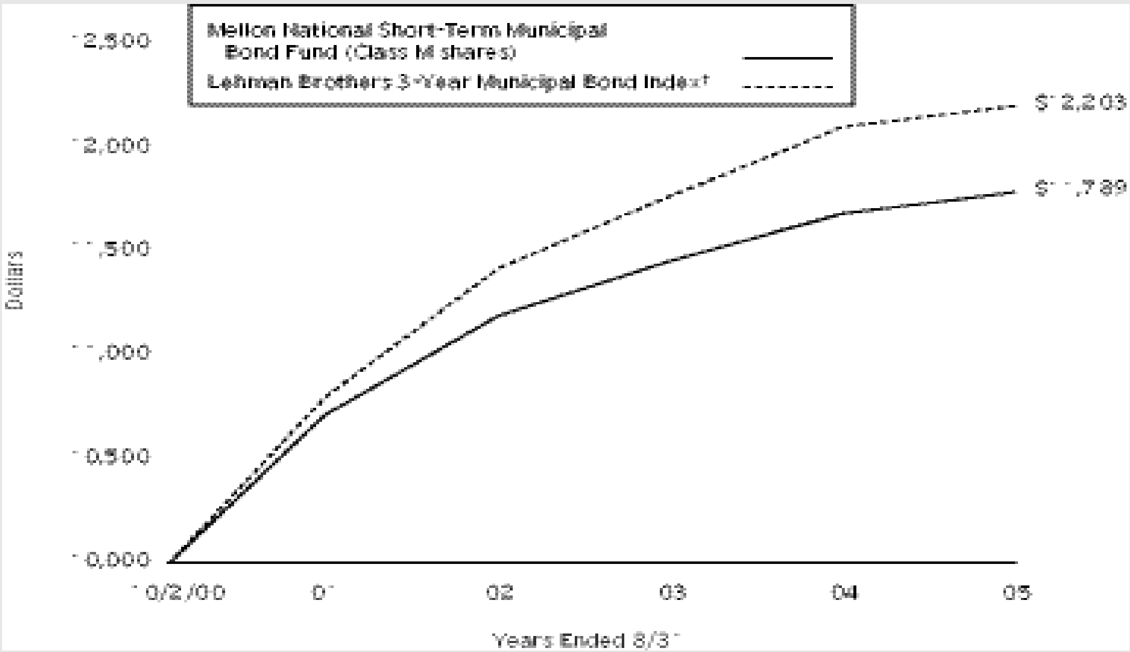
What is the fund's current strategy?

We have continued to maintain a somewhat cautious investment posture, which we believe remains appropriate in an investment environment characterized by rising interest rates and heightened economic uncertainty in the wake of Hurricane Katrina. Accordingly, we have maintained the fund's relatively short average duration, and we have continued to emphasize higher-quality securities. In our view, these are prudent strategies that may help the fund withstand renewed market volatility while enabling it to capture potentially higher yields as economic and market conditions evolve.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost. Income may be subject to state and local taxes, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors. Capital gains, if any, are fully taxable.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers 3-Year Municipal Bond Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted 3-year tax-exempt bond market, consisting of municipal bonds with maturities of 2-4 years. Index returns do not reflect the fees and expenses associated with operating a mutual fund.*



Comparison of change in value of $10,000 investment in Mellon National Short-Term Municipal Bond Fund Class M shares and the Lehman Brothers 3-Year Municipal Bond Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	From Inception
Class M shares	10/2/00	0.91%	3.41%
Investor shares	7/11/01	0.73%	2.44%

† Source: Lipper Inc.

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon National Short-Term Municipal Bond Fund on 10/2/00 (inception date) to a $10,000 investment made in the Lehman Brothers 3-Year Municipal Bond Index (the "Index") on that date. For comparative purposes, the value of the Index on 9/30/00 is used as the beginning value on 10/2/00. All dividends and capital gain distributions are reinvested.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted, 3-year tax-exempt bond market, consisting of municipal bonds with maturities of 2-4 years. The Index does not take into account charges, fees and other expenses. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

John F. Flahive and M. Collette O'Brien, Portfolio Managers

How did Mellon Pennsylvania Intermediate Municipal Bond Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund achieved total returns of 2.84% for Class M shares and 2.50% for Investor shares.[1] In comparison, the Lehman Brothers 7-Year Municipal Bond Index, the fund's benchmark, achieved a total return of 2.90% for the same period.[2] In addition, the average total return for all funds reported in the Lipper Pennsylvania Intermediate Municipal Debt Funds category was 2.23% for the same period.[3]

Despite rising interest rates, municipal bond prices remained relatively stable over the reporting period. The fund produced returns that were roughly in line with its benchmark and higher than its Lipper category average, primarily due to its focus on securities in the 15- to 20-year maturity range.

What is the fund's investment approach?

The fund seeks as high a level of income exempt from federal and Pennsylvania state income taxes as is consistent with the preservation of capital. To pursue its goal, the fund normally invests at least 80% of its assets in municipal bonds, the interest from which is exempt from federal and Pennsylvania state personal income taxes. The fund may also invest in municipal bonds that are exempt from federal income taxes, but not Pennsylvania personal income taxes, and in taxable bonds. The fund's investments in municipal and taxable bonds must be rated investment grade at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective portfolio maturity will be between three and ten years, and its average effective portfolio duration will not exceed eight years.

Rather than focusing on economic or market trends, we search for securities that, in our opinion, will help us enhance the fund's yield without sacrificing quality. We use a more tactical approach with respect to the fund's average duration. If we expect the supply of securities to increase temporarily, we may reduce the fund's average duration to make cash available for the purchase of higher-yielding securities. This is due to the fact that yields generally tend to rise if issuers are competing for investor interest. If we expect demand to surge at a time when we anticipate little issuance and therefore lower yields, we may increase the fund's average duration to maintain current yields for as long as practical. At other times, we typically try to maintain a neutral average duration.

What other factors influenced the fund's performance?

Like most U.S. fixed-income securities, municipal bonds were affected during the reporting period by rising short-term interest rates in a moderately growing economy. Interest rates escalated gradually as the Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years. The Fed implemented eight consecutive rate hikes, driving the overnight federal funds rate from 1.5% at the start of the reporting period to 3.5% at the reporting period's end.

Contrary to historical norms, however, longer-term bond yields remained surprisingly resilient. Instead of rising along with short-term interest rates, longer-term bond yields fell over much of the reporting period before rebounding modestly during the summer. As a result, intermediate-term municipal bond yields ended the reporting period little changed from where they began, enabling the fund to achieve positive absolute returns that were derived primarily from tax-exempt interest income.

Municipal bonds from Pennsylvania also were influenced by the state's improving fiscal condition. Higher tax revenues helped Pennsylvania maintain a healthy credit profile, and the supply of newly issued securities remained relatively sparse. These factors helped to keep yields relatively low.

In this economic environment, we positioned the fund to benefit from narrower yield differences between short- and long-term bonds. By focusing primarily on securities in the 15- to 20-year range at the longer end of the intermediate-term maturity spectrum, the fund avoided most of the eroding effects of rising short-term interest rates and participated more fully in the strength of longer-term bonds. The fund also benefited from refunding activity among some of its holdings, which helped support their prices, as well as strong contributions to performance from bonds backed by revenues from health care facilities and industrial development projects.

What is the fund's current strategy?

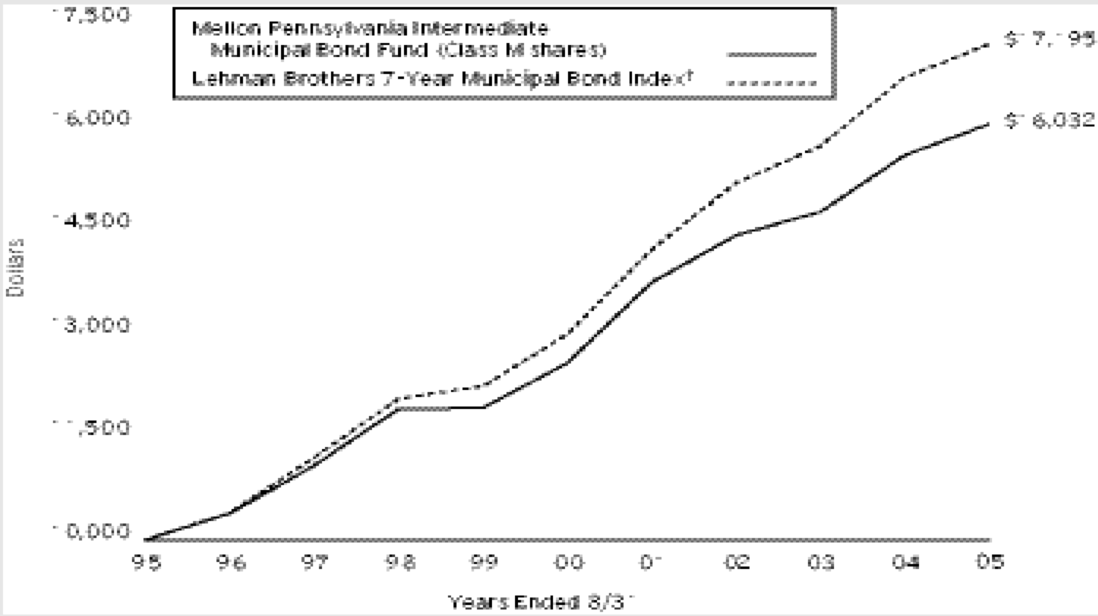
We have continued to maintain a somewhat cautious investment posture, which we believe remains prudent in an investment environment characterized by rising interest rates and economic uncertainty in the wake of Hurricane Katrina. Accordingly, we have set the fund's average duration — a measure of sensitivity to changing interest rates — in a range that is modestly shorter than industry averages, and we have continued to emphasize higher-quality securities. In addition, we have maintained our focus on securities at the longer end of the intermediate-term maturity range, which we believe may benefit the portfolio further should yield differences continue to narrow along the maturity spectrum.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost. Income may be subject to state and local taxes for non-Pennsylvania residents, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors. Capital gains, if any, are fully taxable.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers 7-Year Municipal Bond Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted 7-year tax-exempt bond market, consisting of municipal bonds with maturities of 6-8 years. Index returns do not reflect the fees and expenses associated with operating a mutual fund.*

3 *Source: Lipper Inc.*



Comparison of change in value of $10,000 investment in Mellon Pennsylvania Intermediate Municipal Bond Fund Class M shares and the Lehman Brothers 7-Year Municipal Bond Index

Average Annual Total Returns *as of 8/31/05*

	Inception Date	1 Year	5 Years	10 Years	From Inception
Class M shares		2.84%	4.99%	4.83%	
Investor shares	7/11/01	2.50%	–	–	4.18%

† *Source: Lipper Inc.*

Past performance is not predictive of future performance. The fund's performance shown in the graph and table does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

The above graph compares a $10,000 investment made in Class M shares of Mellon Pennsylvania Intermediate Municipal Bond Fund on 8/31/95 to a $10,000 investment made in the Lehman Brothers 7-Year Municipal Bond Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

Before the fund commenced operations, substantially all of the assets of a predecessor common trust fund (CTF) that, in all material respects, had the same investment objective, policies, guidelines and restrictions as the fund were transferred to the fund. Please note that the performance of the fund's Class M shares represents the performance of the predecessor CTF through October 1, 2000, adjusted to reflect the fund's fees and expenses, by subtracting from the actual performance of the CTF the expenses of the fund's Class M shares as they were estimated prior to the conversion of the CTF into the fund, and the performance of the fund's Class M shares thereafter. The predecessor CTF was not registered under the Investment Company Act of 1940, as amended, and therefore was not subject to certain investment restrictions that might have adversely affected performance. In addition, the expenses of the fund's Class M shares may be higher than those estimated prior to the conversion of the CTF into the fund, which would lower the performance shown in the above line graph.

Effective July 11, 2001, existing fund shares were designated as Class M shares and the fund began offering a second class of shares designated as Investor shares, which are subject to a Shareholder Services Plan. Performance for Investor shares will vary from the performance of Class M shares shown above because of the differences in charges and expenses.

The fund invests primarily in Pennsylvania investment-grade municipal bonds. The fund's performance shown in the line graph takes into account all applicable fees and expenses for Class M shares only. The Index is not limited to investments principally in Pennsylvania municipal obligations. The Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted, 7-year tax-exempt, bond market, consisting of municipal bonds with maturities of 6-8 years. The Index does not take into account charges, fees and other expenses. These factors can contribute to the Index potentially outperforming the fund. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report.

DISCUSSION OF FUND PERFORMANCE

John F. Flahive, Portfolio Manager

How did Mellon Massachusetts Intermediate Municipal Bond Fund perform relative to its benchmark?

For the 12-month period ended August 31, 2005, the fund achieved total returns of 3.25% for Class M shares, 3.07% for Investor shares and 2.59% for Dreyfus Premier shares.[1] In comparison, the Lehman Brothers 7-Year Municipal Bond Index, the fund's benchmark, achieved a total return of 2.90% for the same period.[2] In addition, the average total return for all funds reported in the Lipper Massachusetts Intermediate Municipal Debt Funds category was 2.48% for the same period.[3]

Despite rising interest rates, municipal bond prices remained relatively stable over the reporting period. The fund produced higher returns than its benchmark and Lipper category average, primarily due to its focus on securities in the 15- to 20-year maturity range.

What is the fund's investment approach?

The fund seeks as high a level of income exempt from federal and Massachusetts state income taxes as is consistent with the preservation of capital. To pursue its goal, the fund normally invests at least 80% of its assets in municipal bonds, the interest from which is exempt from federal and Massachusetts state personal income taxes. The fund may also invest in municipal bonds that are exempt from federal income taxes, but not Massachusetts personal income taxes, and in taxable bonds. The fund's investments in municipal and taxable bonds must be rated investment grade at the time of purchase or, if unrated, deemed of comparable quality by the investment adviser. Generally, the fund's average effective portfolio maturity will be between three and ten years, and its average effective portfolio duration will not exceed eight years.

Rather than focusing on economic or market trends, we search for securities that, in our opinion, will help us enhance the fund's yield without sacrificing quality. We use a more tactical approach with respect to the fund's average duration. If we expect the supply of securities to increase temporarily, we may reduce the fund's average duration to make cash available for the purchase of higher-yielding securities. This is because yields generally tend to rise if issuers are competing for investor interest. If we expect demand to surge at a time when we anticipate little issuance and therefore lower yields, we may increase the fund's average duration to maintain current yields for as long as practical. At other times, we typically try to maintain a neutral average duration.

What other factors influenced the fund's performance?

Like most U.S. fixed-income securities, municipal bonds were affected during the reporting period by rising short-term interest rates in a moderately growing economy. Interest rates escalated gradually as the Federal Reserve Board (the "Fed") continued to move away from its accommodative monetary policy of the past several years. The Fed implemented eight consecutive rate hikes, driving the overnight federal funds rate from 1.5% at the start of the reporting period to 3.5% at the reporting period's end.

Contrary to historical norms, however, longer-term bond yields remained surprisingly resilient. Instead of rising along with short-term interest rates, longer-term bond yields fell over much of the reporting period before rebounding modestly during the summer. As a result, intermediate-term municipal bond yields ended the reporting period little changed from where they began, enabling the fund to achieve positive absolute returns that were derived primarily from tax-exempt interest income.

Municipal bonds from Massachusetts also were influenced by the state's improving fiscal condition. The state ended its most recent fiscal year with a budget surplus that approached record levels, and one of the major bond rating agencies recently upgraded the state's credit rating. These factors helped to keep yields relatively low.

In this environment, we positioned the fund to benefit from narrower yield differences between short- and long-term bonds. By focusing primarily on securities in the 15- to 20-year range at the longer end of the intermediate-term maturity spectrum, the fund avoided most of the eroding effects of rising short-term interest rates and participated more fully in the strength of longer-term bonds. The fund also benefited from refunding activity among some of its holdings, which helped support their prices, as well as strong contributions to performance from bonds backed by revenues from health care facilities, educational institutions and the state's settlement with U.S. tobacco companies.

What is the fund's current strategy?

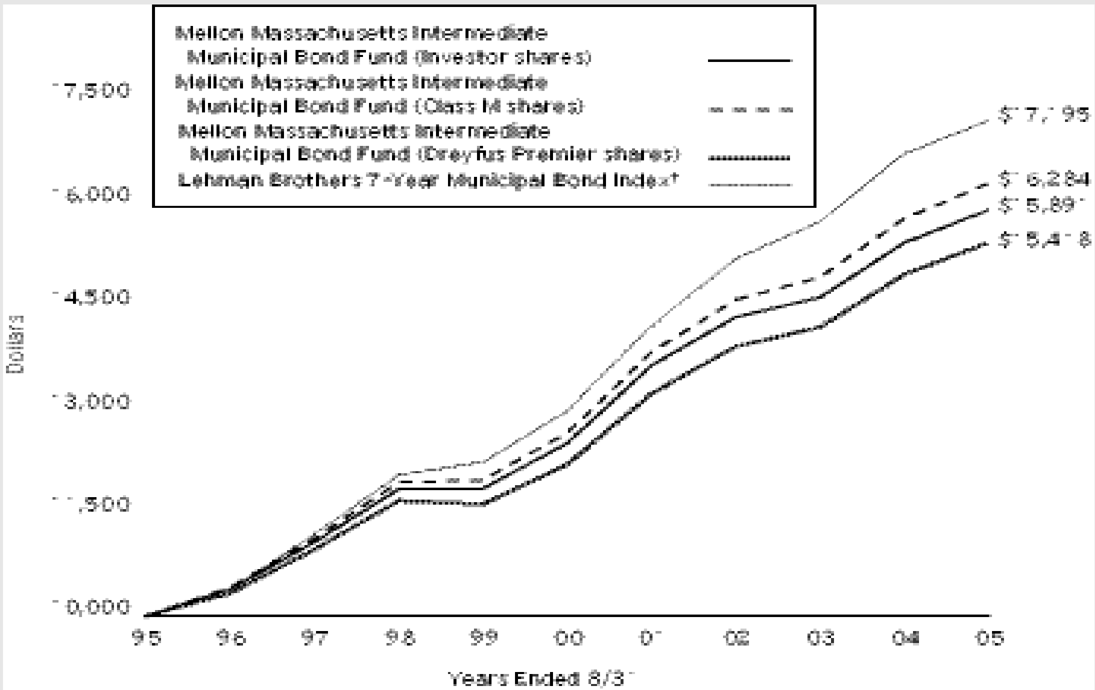
We have continued to maintain a somewhat cautious investment posture, which we believe remains prudent in an investment environment characterized by rising interest rates and economic uncertainty in the wake of Hurricane Katrina. Accordingly, we have set the fund's average duration — a measure of sensitivity to changing interest rates — in a range that is modestly shorter than industry averages, and we have continued to emphasize higher-quality securities. In addition, we have maintained our focus on securities at the longer end of the intermediate-term maturity range, which we believe may benefit the portfolio further should yield differences continue to narrow along the maturity spectrum.

September 15, 2005

1 *Total return includes reinvestment of dividends and any capital gains paid. Past performance is no guarantee of future results. Share price, yield and investment return fluctuate such that upon redemption, fund shares may be worth more or less than their original cost. Income may be subject to state and local taxes for non-Massachusetts residents, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors. Capital gains, if any, are fully taxable. Return figures provided reflect the absorption of fund expenses by Mellon Bank, N.A. pursuant to an agreement in effect through September 30, 2007, at which time it may be extended, terminated or modified. Had these expenses not been absorbed, the fund's returns would have been lower.*

2 *SOURCE: LIPPER INC. — Reflects reinvestment of dividends and, where applicable, capital gain distributions. The Lehman Brothers 7-Year Municipal Bond Index is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted 7-year tax-exempt bond market, consisting of municipal bonds with maturities of 6-8 years. Index returns do not reflect the fees and expenses associated with operating a mutual fund.*

3 *Source: Lipper Inc.*



Comparison of change in value of $10,000 investment in Mellon Massachusetts Intermediate Municipal Bond Fund Investor shares, Class M shares and Dreyfus Premier shares and the Lehman Brothers 7-Year Municipal Bond Index

Average Annual Total Returns *as of 8/31/05*

	1 Year	5 Years	10 Years
Investor shares	3.07%	4.90%	4.74%
Class M shares	3.25%	5.16%	5.00%
Dreyfus Premier shares			
with applicable redemption ††	(0.40)%	4.23%	4.43%
without redemption	2.59%	4.40%	4.43%

† Source: Lipper Inc.

Past performance is not predictive of future performance.

The above graph compares a $10,000 investment made in Class M shares, Investor shares and Dreyfus Premier shares of Mellon Massachusetts Intermediate Municipal Bond Fund on 8/31/95 to a $10,000 investment made in the Lehman Brothers 7-Year Municipal Bond Index (the "Index") on that date. All dividends and capital gain distributions are reinvested.

As of the close of business on September 6, 2002, substantially all of the assets of another investment company managed by Dreyfus, Dreyfus Premier Limited Term Massachusetts Municipal Fund (the "Premier Massachusetts Fund"), were transferred to the Mellon Massachusetts Fund in a tax-free reorganization and the fund commenced operations. The performance shown in the line graph for Class M shares represents the performance of the Premier Massachusetts Fund's Class R shares prior to the commencement of operations of the Mellon Massachusetts Fund and the performance of the Mellon Massachusetts Fund's Class M shares thereafter. The performance shown in the line graph for Investor shares represents the performance of the Premier Massachusetts Fund's Class A shares prior to the commencement of operations of the Mellon Massachusetts Fund, and the performance of the Mellon Massachusetts Fund's Investor shares thereafter.

The fund's performance shown in the line graph takes into account all applicable fees and expenses for all share classes. The Index, unlike the fund, is an unmanaged total return performance benchmark for the investment-grade, geographically unrestricted 7-year tax-exempt bond market consisting of municipal bonds with maturities of 6-8 years. The Index does not take into account charges, fees and other expenses and is not limited to investments principally in Massachusetts municipal obligations. These factors can contribute to the Index outperforming or underperforming the fund. Further information relating to fund performance, including expense reimbursements, if applicable, is contained in the Financial Highlights section of the prospectus and elsewhere in this report. Performance for Dreyfus Premier shares assumes the conversion of Dreyfus Premier shares to Investor shares at the end of the sixth year following the date of purchase.

†† The maximum contingent deferred sales charge for Dreyfus Premier shares is 3%. After six years Dreyfus Premier shares convert to Investor shares.

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of other funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemptions fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial adviser.

Review your fund's expenses

The table below shows the expenses you would have paid on a $1,000 investment in each class of each Mellon municipal bond fund from March 1, 2005 to August 31, 2005. It also shows how much a $1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

Expenses and Value of a $1,000 Investment
assuming actual returns for the six months ended August 31, 2005

	Class M Shares	Investor Shares	Dreyfus Premier Shares
Mellon National Intermediate Municipal Bond Fund			
Expenses paid per $1,000†	$ 2.65	$ 3.92	$ 6.45
Ending value (after expenses)	$1,019.80	$1,017.80	$1,016.00
Mellon National Short-Term Municipal Bond Fund			
Expenses paid per $1,000†	$ 2.68	$ 3.95	–
Ending value (after expenses)	$1,009.50	$1,008.20	–
Mellon Pennsylvania Intermediate Municipal Bond Fund			
Expenses paid per $1,000†	$ 3.36	$ 4.67	–
Ending value (after expenses)	$1,016.80	$1,015.40	–
Mellon Massachusetts Intermediate Municipal Bond Fund			
Expenses paid per $1,000†	$ 2.54	$ 3.81	$ 6.35
Ending value (after expenses)	$1,018.70	$1,017.50	$1,015.10

† *Expenses are equal to the Mellon National Intermediate Municipal Bond Fund annualized expense ratio of .52% for Class M, .77% for Investor shares and 1.27% for Dreyfus Premier shares, Mellon National Short-Term Municipal Bond Fund .53% for Class M and .78% for Investor shares, Mellon Pennsylvania Intermediate Municipal Bond Fund .66% for Class M and .92% for Investor shares and Mellon Massachusetts Intermediate Municipal Bond Fund .50% for Class M, .75% for Investor shares and 1.25% for Dreyfus Premier shares, multiplied by the respective fund's average account value over the period, multiplied by 184/365 (to reflect the one-half year period).*

Using the SEC's method to compare expenses

The Securities and Exchange Commission (SEC) has established guidelines to help investores assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a $1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total cost) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

Expenses and Value of a $1,000 Investment

assuming a hypothetical 5% annualized return for the six months ended August 31, 2005

	Class M Shares	Investor Shares	Dreyfus Premier Shares
Mellon National Intermediate Municipal Bond Fund			
Expenses paid per $1,000†	$ 2.65	$ 3.92	$ 6.46
Ending value (after expenses)	$1,022.58	$1,021.32	$1,018.80
Mellon National Short-Term Municipal Bond Fund			
Expenses paid per $1,000†	$ 2.70	$ 3.97	–
Ending value (after expenses)	$1,022.53	$1,021.27	–
Mellon Pennsylvania Intermediate Municipal Bond Fund			
Expenses paid per $1,000†	$ 3.36	$ 4.69	–
Ending value (after expenses)	$1,021.88	$1,020.57	–
Mellon Massachusetts Intermediate Municipal Bond Fund			
Expenses paid per $1,000†	$ 2.55	$ 3.82	$ 6.36
Ending value (after expenses)	$1,022.68	$1,021.42	$1,018.90

† *Expenses are equal to the Mellon National Intermediate Municipal Bond Fund annualized expense ratio of .52% for Class M, .77% for Investor shares and 1.27% for Dreyfus Premier shares, Mellon National Short-Term Municipal Bond Fund .53% for Class M and .78% for Investor shares, Mellon Pennsylvania Intermediate Municipal Bond Fund .66% for Class M and .92% for Investor shares and Mellon Massachusetts Intermediate Municipal Bond Fund .50% for Class M, .75% for Investor shares and 1.25% for Dreyfus Premier shares, multiplied by the respective fund's average account value over the period, multiplied by 184/365 (to reflect the one-half year period).*

Mellon National Intermediate Municipal Bond Fund

Long-Term Municipal Investments—98.4%	Principal Amount ($)	Value ($)
Alabama—1.7%		
Alabama 5%, 6/1/2009	2,295,000	2,452,506
Alabama Public School and College Authority, Capital Improvement 5.625%, 7/1/2013	3,000,000	3,298,470
Jefferson County, Limited Obligation School Warrants 5%, 1/1/2024	3,500,000	3,702,545
Montgomery BMC Special Care Facilities Financing Authority, Revenue (Baptist Health):		
0/5%, 11/15/2013 (Insured; MBIA)	1,365,000 [a]	1,318,289
0/5%, 11/15/2014 (Insured; MBIA)	2,500,000 [a]	2,418,550
Alaska—.2%		
Anchorage, Electric Utility Revenue 8%, 12/1/2010 (Insured; MBIA)	1,000,000	1,219,930
Arizona—2.4%		
Arizona School Facilities Board, State School Improvement Revenue 5%, 7/1/2008	1,625,000	1,712,815
Maricopa County Unified School District:		
(Paradise Valley):		
6.35%, 7/1/2010 (Insured; MBIA)	550,000	627,011
7%, 7/1/2011 (Insured; MBIA)	1,905,000	2,269,998
(Scottsdale School)		
6.60%, 7/1/2012	1,250,000	1,495,787
Phoenix:		
5.40%, 7/1/2007	1,000,000	1,044,190
6.25%, 7/1/2016	1,250,000	1,543,012
Phoenix Industrial Development Authority, SFMR 6.60%, 12/1/2029 (Collateralized: FHLMC, FNMA and GNMA)	585,000	589,159
Salt River Project Agricultural Improvement and Power District, Electric System Revenue:		
5%, 1/1/2010	1,000,000	1,074,980
5%, 1/1/2016	1,475,000	1,615,228
5%, 1/1/2017	1,000,000	1,092,070
Scottsdale Industrial Development Authority, HR (Scottsdale Healthcare) 5.70%, 12/1/2021	1,000,000	1,089,750
Arizona (continued)		
Tucson 5%, 7/1/2012	1,265,000	1,389,451
University Medical Center Corp., HR 5.25%, 7/1/2016	2,310,000	2,488,216
California—22.2%		
Agua Caliente Band, Cahuilla Indians Revenue:		
4%, 7/1/2006	300,000	301,920
5.60%, 7/1/2013	1,815,000	1,854,640
Alameda Corridor Transportation Authority, Revenue (Subordinated Lien) 0/5.25%, 10/1/2021 (Insured; AMBAC)	5,000,000 [a]	3,820,950
California:		
6.80%, 10/1/2005	700,000	702,275
4%, 2/1/2008	2,385,000	2,436,683
5.75%, 3/1/2008	190,000	193,549
6.60%, 2/1/2009	510,000	565,891
5.75%, 3/1/2009 (Insured; FGIC)	80,000	81,547
5%, 11/1/2011	655,000 [b]	721,057
5%, 11/1/2012	345,000	373,563
5%, 5/1/2018	30,000,000	32,697,900
5.50%, 6/1/2020	5,000,000	5,416,750
5.25%, 11/1/2026	10,500,000	11,597,775
5%, 2/1/2033	1,825,000	1,915,009
5.50%, 11/1/2033	3,900,000	4,395,066
California Department of Water Resources, Power Supply Revenue:		
5.50%, 5/1/2008	4,000,000	4,237,160
5.375%, 5/1/2018 (Insured; AMBAC)	5,000,000	5,543,750
California Economic Recovery 5%, 7/1/2016	10,400,000	11,224,720
California Educational Facilities Authority:		
(Pepperdine University) 5.75%, 9/15/2008	3,250,000 [b]	3,547,017
(Stanford University) 5%, 11/1/2011	3,000,000	3,300,780
California Housing Finance Agency, Home Mortgage Revenue 5.65%, 8/1/2006 (Insured; MBIA)	655,000	665,585
California Infrastructure and Economic Development Bank, Revenue (Clean Water State Revolving Fund) 5%, 10/1/2017	2,500,000	2,724,225

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
California (continued)		
California Municipal Finance Authority, SWDR (Waste Management Inc. Project) 4.10%, 9/1/2009	1,000,000	1,010,180
California Statewide Community Development Authority, Revenue:		
(Daughters of Charity Health) 5.25%, 7/1/2024	3,000,000	3,180,690
(Kaiser-Permanente) 3.85%, 8/1/2006	1,250,000	1,259,000
Multi Family Housing:		
(Archstone/Seascape) 5.25%, 6/1/2008	4,000,000	4,174,840
(Equity Residential) 5.20%, 6/15/2009	3,000,000	3,167,880
Foothill/Eastern Transportation Corridor Agency, Toll Road Revenue:		
0/5.80%, 1/15/2020 (Insured; MBIA)	1,505,000 [a]	1,376,217
0/5.875%, 1/15/2026 (Insured; MBIA)	8,000,000 [a]	7,201,120
Golden State Tobacco Securitization Corp., Tobacco Settlement Revenue (Enhanced-Asset Backed):		
5.75%, 6/1/2008	6,755,000 [b]	7,243,724
5.75%, 6/1/2008	8,240,000 [b]	8,836,164
5%, 6/1/2045	10,000,000	10,434,600
Kern High School District 6.40%, 2/1/2012 (Insured; MBIA)	2,750,000	3,192,447
Los Angeles Department of Water and Power, Power Systems Revenue 5.25%, 7/1/2011 (Insured; MBIA)	2,250,000	2,489,152
Los Angeles Unified School District 5.75%, 7/1/2016 (Insured; MBIA)	2,000,000	2,369,980
Modesto Wastewater Treatment Facility, Revenue 6%, 11/1/2009 (Insured; MBIA)	500,000	558,360
Oakland Joint Powers Financing Authority, LR (Oakland Convention Centers) 5.50%, 10/1/2013 (Insured; AMBAC)	1,500,000	1,709,010
Sacramento Municipal Utility District, Electric Revenue:		
5.30%, 7/1/2012	1,145,000	1,224,555
5.25%, 5/15/2013 (Insured; FGIC)	3,530,000	3,964,931

	Principal Amount ($)	Value ($)
California (continued)		
San Francisco City and County Airports Commission, International Airport Revenue 5.625%, 5/1/2006 (Insured; FGIC)	500,000	508,715
San Jose Redevelopment Agency, Tax Allocation (Merged Area Redevelopment):		
6%, 8/1/2009 (Insured; MBIA)	205,000	227,761
6%, 8/1/2009 (Insured; MBIA)	420,000	464,764
Santa Margarita-Dana Point Authority, Revenue 7.25%, 8/1/2007 (Insured; MBIA)	500,000	539,985
Southern California Public Power Authority, Power Project Revenue (San Juan Unit 3):		
5.50%, 1/1/2013 (Insured; FSA)	3,010,000	3,413,942
5.50%, 1/1/2014 (Insured; FSA)	2,000,000	2,286,080
Westside Unified School District 6%, 8/1/2014 (Insured; AMBAC)	385,000	458,262
Colorado—4.1%		
Colorado Department of Transportation, Transportation Revenue, RAN 5.25%, 6/15/2010 (Insured; MBIA)	1,000,000	1,091,140
Colorado Educational and Cultural Facilities Authority, Revenue (Regis University Project) 5%, 6/1/2022 (Insured; Radian)	1,825,000	1,913,147
Colorado Health Facilities Authority, Revenue (Vail Valley Medical Center Project) 5%, 1/15/2020	1,250,000	1,308,500
Colorado Housing Finance Authority:		
6.75%, 4/1/2015	145,000	147,917
6.70%, 10/1/2016	90,000	90,405
7.15%, 10/1/2030 (Insured; FHA)	130,000	135,087
(Single Family Program):		
7.10%, 5/1/2015	30,000	30,190
6.05%, 10/1/2016	275,000	282,004
6.75%, 10/1/2021 (Insured; FHA)	405,000	413,404
7.55%, 11/1/2027	50,000	50,348
6.80%, 11/1/2028	65,000	65,436

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Colorado (continued)		
E-470 Public Highway Authority, Revenue:		
0/5%, 9/1/2016 (Insured; MBIA)	3,565,000 [a]	2,898,274
0/5%, 9/1/2017 (Insured; MBIA)	3,500,000 [a]	2,850,715
Jefferson County School District 6.50%, 12/15/2010 (Insured; MBIA)	1,500,000	1,734,885
Northwest Parkway Public Highway Authority:		
0/5.45%, 6/15/2017 (Insured; AMBAC)	7,690,000 [a]	6,565,184
0/5.55%, 6/15/2018 (Insured; FSA)	5,000,000 [a]	4,265,150
0/5.70%, 6/15/2021 (Insured; AMBAC)	7,345,000 [a]	6,279,681
University of Colorado, Enterprise System Revenue:		
5%, 6/1/2009	500,000	533,400
5.50%, 6/1/2010	500,000	550,510
Connecticut—.3%		
Connecticut 5.25%, 6/1/2018 (Insured; AMBAC)	1,500,000	1,723,830
Connecticut Health and Educational Facilities Authority, Revenue (Yale University) 5.125%, 7/1/2027	300,000	316,560
Stamford 6.60%, 1/15/2007	500,000	524,870
Florida—3.8%		
Florida Board of Education (Capital Outlay—Public Education) 5.50%, 6/1/2010	1,750,000 [b]	1,943,305
Florida Municipal Loan Council, Revenue 5.75%, 11/1/2015 (Insured; MBIA)	520,000	585,088
Hillsborough County Aviation Authority, Revenue (Tampa International Airport):		
5.125%, 10/1/2020 (Insured; AMBAC)	3,540,000	3,884,619
5.125%, 10/1/2021 (Insured; AMBAC)	3,675,000	4,023,169
Hillsborough County Educational Facilities Authority (University of Tampa Project) 5.75%, 4/1/2018 (Insured; Radian)	3,270,000	3,596,117

	Principal Amount ($)	Value ($)
Florida (continued)		
JEA, Saint Johns River Power Park System, Revenue 5%, 10/1/2015	2,750,000	2,974,180
Key West Utility Board, Electric Revenue 5.75%, 10/1/2006 (Insured; AMBAC)	1,000,000	1,030,860
Lee County, Airport Revenue 5.875%, 10/1/2019 (Insured; FSA)	2,500,000	2,756,475
Miami-Dade County, Subordinate Special Obligation:		
0/5%, 10/1/2022	2,000,000 [a]	1,445,780
0/5%, 10/1/2035	1,500,000 [a]	1,315,785
Orlando and Orange County Expressway Authority, Expressway Revenue 5%, 7/1/2013 (Insured; AMBAC)	4,710,000	5,205,445
Georgia—1.7%		
Atlanta, Water and Wastewater Revenue 5%, 5/1/2009 (Insured; FGIC)	1,435,000 [b]	1,543,386
Burke County Development Authority, PCR (Georgia Power Co. Plant Vogtle Project) 4.75%, 5/1/2034 (Insured; FGIC)	1,595,000	1,619,244
Chatham County Hospital Authority (Memorial Health Medical Center) 6.125%, 1/1/2024	2,480,000	2,727,132
Crisp County Development Authority, EIR (International Paper Co. Project) 5.55%, 2/1/2015	1,000,000	1,069,930
Georgia:		
5.40%, 11/1/2010	1,000,000	1,107,720
5.75%, 9/1/2011	3,460,000	3,937,203
Georgia Municipal Electric Authority (Project One) 6%, 1/1/2006	1,275,000	1,287,877
Illinois—3.5%		
Chicago:		
Gas Supply Revenue (Peoples Gas, Light and Coke) 4.75%, 6/30/2014	1,000,000	1,042,330
SFMR 4.70%, 10/1/2017 (Collateralized: FNMA and GNMA)	195,000	195,392

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Illinois (continued)		
Chicago Metropolitan Water Reclamation District (Chicago Capital Improvement) 7.25%, 12/1/2012	8,500,000	10,560,570
Du Page County Community High School District (Downers Grove) 5.50%, 12/1/2009 (Insured; FSA)	1,000,000 [b]	1,084,780
Illinois Finance Authority, Gas Supply Revenue (People's Gas, Light and Coke Co.) 4.30%, 6/1/2016 (Insured; AMBAC)	2,500,000	2,538,850
Illinois Health Facilities Authority, Revenue (Loyola University Health System) 5.75%, 7/1/2011	2,500,000	2,721,400
Lake County Community Unitary School District (Waukegan) 5.625%, 12/1/2011 (Insured; FSA)	3,150,000	3,442,981
Regional Transportation Authority:		
7.75%, 6/1/2009 (Insured; FGIC)	1,000,000	1,158,900
7.75%, 6/1/2010 (Insured; FGIC)	1,620,000	1,934,021
7.75%, 6/1/2012 (Insured; FGIC)	1,890,000	2,373,953
Iowa—.4%		
Muscatine, Electric Revenue 5.50%, 1/1/2011 (Insured; AMBAC)	3,000,000	3,322,530
Kentucky—.6%		
Kentucky Property and Buildings Commission, Revenue 6%, 2/1/2010 (Insured; FSA)	2,000,000 [b]	2,233,080
Kentucky Turnpike Authority, EDR (Revitalization's Projects):		
6.50%, 7/1/2007 (Insured; AMBAC)	1,000,000	1,062,760
5.50%, 7/1/2012 (Insured; AMBAC)	1,250,000	1,410,837
Maine—.2%		
Maine Municipal Bond Bank 5.875%, 11/1/2009 (Insured; FSA)	1,660,000 [b]	1,852,045
Maryland—1.6%		
Maryland Health and Higher Educational Facilities Authority, Revenue (Johns Hopkins University) 5%, 7/1/2024	1,000,000	1,073,360
Maryland State and Local Facilities Loan (Second Series) 5%, 8/1/2015	10,000,000	11,072,800

	Principal Amount ($)	Value ($)
Massachusetts—4.9%		
Massachusetts, Consolidated Loan:		
5.75%, 9/1/2009	500,000 [b]	554,405
5.25%, 11/1/2012	3,000,000 [b]	3,332,490
5%, 8/1/2014	3,000,000 [b]	3,304,590
Massachusetts Bay Transportation Authority, Sales Tax Revenue 5.50%, 7/1/2016	7,750,000	9,011,700
Massachusetts Development Finance Agency, Revenue:		
(Boston University Issue) 5%, 10/1/2035 (Insured; AMBAC)	2,000,000	2,132,900
(Combined Jewish Philanthropies) 4.75%, 2/1/2015	4,135,000	4,390,915
Massachusetts Housing Finance Agency, HR 5.125%, 12/1/2034	350,000	359,786
Massachusetts Municipal Wholesale Electric Co. Power Supply System Revenue (Project Number 6) 5.25%, 7/1/2012 (Insured; MBIA)	2,000,000	2,216,760
Massachusetts Port Authority, Revenue:		
6%, 1/1/2010	2,035,000 [b]	2,290,738
5.75%, 7/1/2010	1,325,000	1,462,323
Massachusetts School Building Authority, Dedicated Sales Tax 5%, 8/15/2017 (Insured; FSA)	4,000,000	4,413,920
Massachusetts Water Pollution Abatement Trust (Pool Program Bonds) 5.25%, 8/1/2017	2,500,000	2,796,975
Weston:		
5.625%, 3/1/2010	650,000 [b]	718,757
5.625%, 3/1/2010	665,000 [b]	734,759
Michigan—1.2%		
Fowlerville Community School District 6.50%, 5/1/2006 (Insured; MBIA)	555,000	568,287
Michigan Hospital Finance Authority, Revenue (Genesys Regional Medical Hospital) 5.50%, 10/1/2008	1,505,000	1,610,621
Michigan Municipal Bond Authority, State Revolving Fund Revenue:		
(Clean Water) 5%, 10/1/2021	5,000,000	5,367,950
(Drinking Water) 5.50%, 10/1/2015	1,000,000	1,158,980

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Michigan (continued)		
Saint Johns Public Schools (School Bond Loan Fund) 6.50%, 5/1/2006 (Insured; FGIC)	525,000	537,568
Minnesota—2.5%		
Minneapolis (Special School District Number 1) 5%, 2/1/2014 (Insured; FSA)	2,350,000	2,489,566
Minnesota Housing Finance Agency (Residential Housing) 2.35%, 12/11/2006	5,000,000	4,937,850
Minnesota Public Facilities Authority, Water Pollution Control Revenue 5.25%, 3/1/2016	10,000,000	11,446,200
Mississippi—1.1%		
Mississippi 5.50%, 12/1/2017	1,250,000	1,467,912
Mississippi Higher Education Assistance Corp., Student Loan Revenue 6.05%, 9/1/2007	85,000	85,139
Mississippi Hospital Equipment and Facilities Authority, Revenue (Baptist Memorial Health Care) 5%, 9/1/2024	5,845,000	6,004,861
Mississippi University Educational Building Corp., Revenue 5.25%, 8/1/2016 (Insured; MBIA)	400,000	455,064
Missouri—.8%		
Missouri Environmental Improvement and Energy Resource Authority, Water Pollution Control Revenue (Revolving Fund Program) 5.50%, 7/1/2014	1,250,000	1,433,887
Missouri Highways and Transportation Commission, State Road Revenue:		
5.50%, 2/1/2010	2,000,000	2,193,180
5.50%, 2/1/2011	2,000,000	2,223,900
Nebraska—.3%		
Municipal Energy Agency of Nebraska, Power Supply System 5%, 4/1/2025 (Insured; FSA)	2,000,000	2,140,040
Nevada—.3%		
Humboldt County, PCR (Sierra Pacific) 6.55%, 10/1/2013 (Insured; AMBAC)	2,000,000	2,086,640
New Hampshire—.2%		
Nashua, Capital Improvement 5.50%, 7/15/2018	560,000	627,318
New Hampshire (continued)		
New Hampshire Business Finance Authority, PCR (Central Maine Power Co.) 5.375%, 5/1/2014	1,000,000	1,079,890
New Jersey—7.2%		
Garden State Preservation Trust: (Open Space and Farmland Preservation):		
5.80%, 11/1/2018 (Insured; FSA)	5,000,000 [c]	5,908,600
5.80%, 11/1/2019 (Insured; FSA)	5,000,000 [c]	5,889,850
5.80%, 11/1/2023 (Insured; FSA)	5,000,000 [c]	5,806,250
Gloucester County Improvement Authority, Solid Waste Resource Recovery Revenue:		
6.85%, 12/1/2009	4,000,000	4,473,160
7%, 12/1/2009	1,000,000	1,119,540
New Jersey 6%, 2/15/2011	1,000,000	1,131,010
New Jersey Economic Development Authority:		
Cigarette Tax Revenue:		
5%, 6/15/2013 (Insured; FGIC)	3,000,000	3,276,090
5.375%, 6/15/2015	4,400,000	4,853,904
5.50%, 6/15/2024	4,000,000	4,251,920
5.50%, 6/15/2031	1,000,000	1,058,090
School Facilities Construction Revenue 5.25%, 6/15/2011	5,375,000 [b]	5,946,524
Trasportation Sublease Revenue (New Jersey Transit Corp. Light Rail Transit System) 5.875%, 5/1/2009 (Insured; FSA)	1,000,000 [b]	1,097,430
New Jersey Highway Authority, General Revenue (Garden State Parkway):		
5%, 1/1/2009 (Insured; FGIC)	1,060,000	1,126,208
5%, 1/1/2010 (Insured; FGIC)	1,110,000	1,193,694
New Jersey Transit Corp., COP:		
5.50%, 9/15/2009 (Insured; AMBAC)	5,000,000	5,422,550
6%, 9/15/2010 (Insured; AMBAC)	2,000,000 [b]	2,263,140
New Mexico—.4%		
New Mexico Finance Authority, Revenue (Public Project Revolving Fund) 5.25%, 6/1/2017 (Insured; AMBAC)	1,000,000	1,113,720

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
New Mexico (continued)		
New Mexico Highway Commission, Tax Revenue 6%, 6/15/2010	2,000,000 [b]	2,249,260
New York—10.8%		
Greece Central School District:		
6%, 6/15/2010 (Insured; FGIC)	225,000	253,786
6%, 6/15/2011 (Insured; FGIC)	950,000	1,091,066
6%, 6/15/2012 (Insured; FGIC)	950,000	1,105,249
6%, 6/15/2013 (Insured; FGIC)	950,000	1,118,929
6%, 6/15/2014 (Insured; FGIC)	950,000	1,128,059
6%, 6/15/2015 (Insured; FGIC)	950,000	1,137,939
Long Island Power Authority, Electric System Revenue:		
5%, 6/1/2009	2,000,000	2,123,620
5%, 4/1/2010 (Insured; AMBAC)	2,500,000	2,688,150
Metropolitan Transportation Authority:		
Commuter Facilities Revenue:		
5.50%, 7/1/2007 (Insured; AMBAC)	1,000,000	1,047,610
5.50%, 7/1/2011	1,000,000	1,078,100
Service Contract Revenue:		
5.50%, 7/1/2016	5,000,000	5,751,200
5.75%, 1/1/2018	1,500,000	1,752,705
Nassau County, General Improvement 5.10%, 11/1/2013 (Insured; AMBAC)	3,000,000 [b]	3,195,990
New York City:		
7%, 8/1/2006	300,000	311,058
6%, 4/15/2007	4,000,000 [b]	4,239,840
5.75%, 8/1/2007	265,000 [b]	281,902
5.50%, 8/1/2010 (Insured; XLCA)	2,000,000	2,204,820
5%, 8/1/2012	5,105,000	5,542,907
5.75%, 8/1/2012	280,000	295,571
5.75%, 8/1/2013	1,650,000	1,813,961
New York City Municipal Water Finance Authority, Water and Sewer Systems Revenue:		
5.75%, 6/15/2006 (Insured; MBIA)	440,000 [b]	454,595
5.75%, 6/15/2026 (Insured; MBIA)	815,000	840,567
New York City Transitional Finance Authority, Revenue:		
6.125%, 5/15/2010	825,000 [b]	941,754
6.125%, 5/15/2010	175,000 [b]	199,766
6.125%, 5/15/2010	2,000,000 [b]	2,283,040
5.50%, 11/1/2011	3,000,000	3,322,050

	Principal Amount ($)	Value ($)
New York (continued)		
New York Counties Tobacco Trust IV, Tobacco Settlement Pass-Through:		
5%, 6/1/2042	1,000,000	987,490
5%, 6/1/2045	2,000,000	1,974,320
New York State Dormitory Authority, Revenue:		
(Consolidated City University System) 5.75%, 7/1/2018 (Insured; FSA)	200,000	237,402
(FIT Student Housing) 5.75%, 7/1/2006 (Insured; AMBAC)	130,000	133,082
New York State Power Authority, General Purpose Revenue 7%, 1/1/2010	300,000 [b]	347,283
New York State Thruway Authority:		
(Highway and Bridge Trust Fund):		
5.50%, 4/1/2007 (Insured; FGIC)	500,000	520,795
6%, 4/1/2010 (Insured; FSA)	2,000,000 [b]	2,263,800
6%, 4/1/2010 (Insured; FSA)	1,000,000 [b]	1,131,900
5.50%, 4/1/2011 (Insured; FGIC)	1,000,000 [b]	1,127,550
(Second General Highway and Bridge Trust Fund):		
5.25%, 4/1/2012 (Insured; AMBAC)	5,000,000	5,555,400
5%, 4/1/2019 (Insured; AMBAC)	5,000,000 [c]	5,496,350
New York State Urban Development Corp., Revenue (Correctional Capital Facilities) 5%, 1/1/2011	5,000,000	5,353,000
Orange County 5.50%, 11/15/2007	250,000	264,108
Port Authority of New York and New Jersey 5.50%, 10/15/2006 (Insured; MBIA)	3,045,000	3,131,113
Tobacco Settlement Financing Corp. of New York, Asset-Backed Revenue (State Contingency Contract Secured):		
5.50%, 6/1/2018 (Insured; MBIA)	2,000,000	2,223,900
5.50%, 6/1/2019	5,000,000	5,578,100
North Carolina—4.1%		
Charlotte 5%, 4/1/2013	1,000,000	1,111,080
Charlotte-Mecklenberg Hospital Authority, Health Care System Revenue 5.60%, 1/15/2011	1,000,000	1,029,090

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
North Carolina (continued)		
Concord, COP 5.50%, 6/1/2011 (Insured; MBIA)	1,000,000	1,113,200
Durham County 5.50%, 4/1/2010	1,000,000	1,103,130
Guilford County, Public Improvement 5.10%, 10/1/2010	1,500,000 b	1,660,830
Mecklenburg County:		
5.50%, 4/1/2011	1,195,000	1,337,074
Public Improvement 4.75%, 4/1/2008	1,000,000	1,045,580
North Carolina:		
5%, 2/1/2012	9,000,000	9,911,970
Public Improvement 5%, 3/1/2012	5,000,000	5,511,450
North Carolina Eastern Municipal Power Agency, Power System Revenue 5.375%, 1/1/2016	1,500,000	1,610,655
Raleigh Durham Airport Authority, Revenue 5.25%, 11/1/2013 (Insured; FGIC)	2,465,000	2,704,450
Wake County 5.75%, 2/1/2010	2,000,000 b	2,249,220
Wake County Industrial Facilities and Pollution Control Financing Authority, Revenue (Carolina Power and Light Co.) 5.375%, 2/1/2017	1,000,000	1,079,260
Ohio—3.0%		
Akron, Sewer Systems Revenue 6%, 12/1/2014 (Insured; AMBAC)	500,000	559,245
Butler County Transportation Improvement District 6%, 4/1/2011 (Insured; FSA)	1,000,000	1,088,730
Columbus 6%, 6/15/2008	3,000,000	3,239,670
Cuyahoga County, Revenue (Cleveland Clinic Health System):		
6%, 1/1/2015	2,265,000	2,589,008
6%, 1/1/2017	3,900,000	4,429,698
Erie County, Hospital Facilities Revenue (Firelands Regional Medical Center) 4.50%, 8/15/2006	1,200,000	1,213,788
Ohio Building Authority:		
(Adult Correction Building) 5.25%, 4/1/2008	2,000,000 b	2,130,300
(Juvenile Correction Facilities) 5.50%, 4/1/2014	3,295,000	3,645,852
(Sports Building Fund) 5.50%, 4/1/2014	1,945,000	2,152,104

	Principal Amount ($)	Value ($)
Ohio (continued)		
Ohio Infrastructure Improvements 5.625%, 2/1/2009	1,000,000	1,081,980
Toledo–Lucas County Port Authority, Port Facilities Revenue (Cargill Inc. Project) 4.50%, 12/1/2015	900,000	936,486
Oklahoma—.2%		
Oklahoma Capital Improvement Authority, State Highway Capital Improvement Revenue 5%, 6/1/2006 (Insured; MBIA)	1,200,000	1,219,296
Oklahoma Housing Finance Agency, SFMR 6.80%, 9/1/2016 (Collateralized; FNMA)	120,000	121,302
Oregon—.7%		
Jackson County School District:		
(Central Point) 5.75%, 6/15/2010 (Insured; FGIC)	2,265,000 b	2,522,304
(Eagle Point) 5.625%, 6/15/2011	1,500,000 b	1,685,610
Portland Urban Renewal and Redevelopment (Convention Center) 5.75%, 6/15/2018 (Insured; AMBAC)	1,150,000	1,284,987
Pennsylvania—2.0%		
Allegheny County Hospital Development Authority, Revenue (University of Pittsburgh Medical Center) 5.25%, 6/15/2015	1,620,000	1,780,672
Chester County 5%, 11/15/2010	3,420,000	3,711,692
Pennsylvania Higher Educational Facilities Authority, Health Services Revenue (University of Pennsylvania) 5.35%, 1/1/2006	3,750,000 b	3,818,363
Philadelphia School District 5%, 4/1/2017 (Insured; AMBAC)	2,165,000	2,376,542
Scranton-Lackawanna Health and Welfare Authority, Catholic Healthcare Revenue (Mercy Health) 5.10%, 1/1/2007 (Insured; MBIA)	100,000	102,734
State Public School Building Authority, College Revenue (Harrisburg Community College) 6.25%, 4/1/2008 (Insured; MBIA)	795,000	858,433

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Pennsylvania (continued)		
Swarthmore Borough Authority, College Revenue:		
5%, 9/15/2011	1,000,000	1,092,550
5%, 9/15/2012	1,400,000	1,540,350
Rhode Island—.1%		
Rhode Island Health and Educational Building Corp., Higher Educational Revenue (Providence College):		
4.50%, 11/1/2017 (Insured; XLCA)	795,000	824,948
5%, 11/1/2022 (Insured; XLCA)	250,000	266,093
South Carolina—4.4%		
Georgetown County School District, GO 5%, 3/1/2015 (Insured; FSA)	5,000,000	5,501,700
Greenville County School District, Installment Purchase Revenue: (Building Equity Sooner Tomorrow):		
5.25%, 12/1/2010	10,000,000	10,869,600
5.25%, 12/1/2011	5,650,000	6,198,785
5.875%, 12/1/2012	3,000,000 [b]	3,496,440
5.50%, 12/1/2018	3,000,000	3,424,230
5%, 12/1/2024	1,000,000	1,055,940
South Carolina Jobs-Economic Development Authority, Revenue:		
Economic Development (Waste Management of South Carolina Inc.) 3.30%, 11/1/2007	1,000,000	996,540
Hospital Facilities (Georgetown Memorial Hospital) 5.25%, 2/1/2021 (Insured; Radian)	1,250,000	1,316,075
South Carolina School Facilities 5%, 1/1/2009	1,000,000	1,063,120
Tennessee—.0%		
Shelby County Health Educational and Housing Facilities Board, Revenue (Saint Judes Children's Research) 5%, 7/1/2009	200,000	209,524
Texas—2.4%		
Austin Independent School District (Permanent School Fund Guaranteed) 5.70%, 8/1/2011	1,530,000	1,567,516
Dallas Fort Worth, International Airport Revenue 5.50%, 11/1/2031 (Insured; FGIC)	1,000,000	1,068,520
Harris County, Toll Road Revenue 6%, 8/1/2009 (Insured; FGIC)	5,150,000	5,687,712
Texas (continued)		
Laredo Independent School District (Permanent School Fund Guaranteed) 6%, 8/1/2009	1,000,000 [b]	1,106,350
Lewisville Independent School District Building Bonds (Permanent School Fund Guaranteed):		
7.50%, 8/15/2006	650,000	678,626
7.50%, 8/15/2007	600,000	651,972
Mission Consolidated Independent School District (Permanent School Fund Guaranteed) 5.875%, 2/15/2008	1,690,000 [b]	1,806,035
Red River Education Finance Corp., Education Revenue (The Hockaday School Project) 5%, 5/15/2004	1,980,000	2,111,591
San Antonio Electric and Gas Revenue General Improvement 5.90%, 2/1/2010	500,000 [b]	556,220
Texas Municipal Power Agency, Revenue 4.40%, 9/1/2011 (Insured; FGIC)	2,750,000	2,803,268
Utah—.7%		
Intermountain Power Agency, Power Supply Revenue:		
6%, 7/1/2008 (Insured; MBIA)	4,200,000	4,531,884
6.25%, 7/1/2009 (Insured; FSA)	750,000	832,868
Vermont—.7%		
Burlington, Electric Revenue:		
6.25%, 7/1/2011 (Insured; MBIA)	2,000,000	2,310,060
6.25%, 7/1/2012 (Insured; MBIA)	2,500,000	2,931,900
Virginia—1.3%		
Chesterfield County Industrial Development Authority, PCR 5.875%, 6/1/2017	3,000,000	3,303,060
Louisa Industrial Development Authority, PCR (Virginia Electric and Power Co.) 5.25%, 12/1/2008	3,000,000	3,101,430
Newport News Industrial Development Authority, Revenue (Advanced Shipbuilding Carrier) 5.50%, 9/1/2010	1,000,000	1,105,250
Virginia Commonwealth Transportation Board (Federal Highway Reimbursement Notes) 5%, 9/27/2012	2,000,000	2,205,020

Mellon National Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Washington–.4%		
Seattle Municipal Light and Power, Revenue 5.50%, 12/1/2010	1,000,000	1,100,140
Washington Public Power Supply System, Revenue (Nuclear Project Number 1):		
6%, 7/1/2006 (Insured; MBIA)	500,000	512,835
7%, 7/1/2008	380,000	420,918
7%, 7/1/2008	620,000	683,562
West Virginia–.6%		
Monongalia County Building Commission, HR (Monongalia General Hospital) 5.25%, 7/1/2020	4,415,000	4,709,878
Wisconsin–.9%		
Kenosha, Waterworks Revenue 5%, 12/1/2012 (Insured; FGIC)	750,000	804,075
Wisconsin 5%, 5/1/2016 (Insured; MBIA)	5,000,000	5,479,900
Wisconsin Health and Educational Facilities Authority, Revenue (Aurora Medical Group Inc.) 5.75%, 11/15/2007 (Insured; FSA)	500,000	528,395
U.S. Related–4.5%		
Puerto Rico Commonwealth:		
6%, 7/1/2008	1,500,000	1,604,205
6.25%, 7/1/2011 (Insured; MBIA)	950,000	1,102,200
5%, 7/1/2012	2,000,000	2,143,760
6.25%, 7/1/2013 (Insured; MBIA)	1,380,000	1,648,934
Public Improvement 5%, 7/1/2012	5,000,000 [b]	5,507,950
Puerto Rico Commonwealth Highway and Transportation Authority, Transportation Revenue:		
6.25%, 7/1/2009 (Insured; MBIA)	150,000	167,262
5.875%, 7/1/2010 (Insured; MBIA)	1,405,000 [b]	1,591,134
5.875%, 7/1/2035 (Insured; MBIA)	2,595,000	2,902,196
Puerto Rico Electric Power Authority, Power Revenue:		
6.50%, 7/1/2006 (Insured; MBIA)	625,000	643,806
5.25%, 7/1/2015 (Insured; MBIA)	2,000,000	2,284,500
5%, 7/1/2017 (Insured; MBIA)	3,940,000	4,381,122
5.25%, 7/1/2029 (Insured; FSA)	2,000,000	2,171,200
U.S. Related (continued)		
Puerto Rico Public Buildings Authority, Government Facility Revenue:		
6.25%, 7/1/2010 (Insured; AMBAC)	750,000	854,348
5.50%, 7/1/2014	1,000,000	1,129,700
5.50%, 7/1/2015	1,000,000	1,134,830
5.50%, 7/1/2016	2,000,000	2,279,480
5.75%, 7/1/2017	1,945,000	2,270,263
University of Puerto Rico, University Revenue 6.25%, 6/1/2008 (Insured; MBIA)	750,000	814,710
Total Long-Term Municipal Investments (cost $715,824,755)		**752,405,572**

Short-Term Municipal Investments–5.4%	Principal Amount ($)	Value ($)
Arizona–.4%		
Phoenix Industrial Development Authority, Revenue (Valley of The Sun YMCA Project) 2.35% (LOC; Bank of America)	2,900,000 [d]	2,900,000
Colorado–.2%		
Colorado Educational and Cultural Facilities Authority, Revenue (National Jewish Federation Bond Program) 2.35% (LOC; Bank of America)	1,800,000 [d]	1,800,000
Florida–.3%		
Alachua County Health Facilities Authority, Continuing Care Retirement Community, Revenue (Oak Hammock at the University of Florida Project) 2.35% (LOC; BNP Paribas)	1,700,000 [d]	1,700,000
Jacksonville Health Facilities Authority, HR, (Genesis Rehabilitation Hospital Project) 2.35% (LOC; Bank of America)	900,000 [d]	900,000
Georgia–.2%		
Gainesville and Hall County Development Authority, Senoir Living Facility Revenue (Lanier Village Estates, Inc. Project) 2.38% (LOC; Bank of America)	1,200,000 [d]	1,200,000

Mellon National Intermediate Municipal Bond Fund (continued)

Short-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Indiana—.5%		
Indiana Educational Facilities Authority, Educational Facilities Revenue (Depauw University Project) 2.32% (LOC; Northern Trust Bank)	3,400,000 [d]	3,400,000
Minnesota—.3%		
Arden Hills, Health Care and Housing Revenue (Presbyterian Homes of Arden Hills, Inc. Project) 2.40% (LOC; U.S. Bancorp)	2,100,000 [d]	2,100,000
Nebraska—.4%		
Lancaster County Hospital Authority, HR (BryanLGH Medical Center Project) 2.35% (Insured; AMBAC and LOC; U.S. Bancorp)	3,000,000 [d]	3,000,000
Tennessee—1.5%		
Clarksville Public Building Authority, Pooled Financing Revenue (Tennessee Municipal Bond Fund):		
2.35% (LOC; Bank of America)	2,100,000 [d]	2,100,000
2.35% (LOC; Bank of America)	2,600,000 [d]	2,600,000
Tennessee (continued)		
Montgomery County Public Building Authority, Pooled Financing Revenue (Tennessee County Loan Pool) 2.35% (LOC; Bank of America)	6,800,000 [d]	6,800,000
Texas—1.6%		
Harris County Health Facilites, Development Corp. HR (Texas Children's Hospital Project) 2.36% (Insured; MBIA and LOC; JPMorgan Chase Bank)	2,400,000 [d]	2,400,000
Texas, TRAN 4.50%, 8/31/2006	10,000,000	10,152,800
Total Short-Term Municipal Investments (cost $41,050,100)		**41,052,800**

Total Investments (cost $756,874,855)	**103.8%**	**793,458,372**
Liabilities, Less Cash and Receivables	**(3.8%)**	**(28,681,669)**
Net Assets	**100.0%**	**764,776,703**

Summary of Abbreviations

ACA	American Capital Access
AGIC	Asset Guaranty Insurance Company
AMBAC	American Municipal Bond Assurance Corporation
ARRN	Adjustable Rate Receipt Notes
BAN	Bond Anticipation Notes
BIGI	Bond Investors Guaranty Insurance
BPA	Bond Purchase Agreement
CGIC	Capital Guaranty Insurance Company
CIC	Continental Insurance Company
CIFG	CDC Ixis Financial Guaranty
CMAC	Capital Market Assurance Corporation
COP	Certificate of Participation
CP	Commercial Paper
EDR	Economic Development Revenue
EIR	Environmental Improvement Revenue
FGIC	Financial Guaranty Insurance Company
FHA	Federal Housing Administration
FHLB	Federal Home Loan Bank
FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association
FSA	Financial Security Assurance
GAN	Grant Anticipation Notes
GIC	Guaranteed Investment Contract
GNMA	Government National Mortgage Association
GO	General Obligation
HR	Hospital Revenue
IDB	Industrial Development Board
IDC	Industrial Development Corporation
IDR	Industrial Development Revenue
LOC	Letter of Credit
LOR	Limited Obligation Revenue
LR	Lease Revenue
MBIA	Municipal Bond Investors Assurance Insurance Corporation
MFHR	Multi-Family Housing Revenue
MFMR	Multi-Family Mortgage Revenue
PCR	Pollution Control Revenue
RAC	Revenue Anticipation Certificates
RAN	Revenue Anticipation Notes
RAW	Revenue Anticipation Warrants
RRR	Resources Recovery Revenue
SAAN	State Aid Anticipation Notes
SBPA	Standby Bond Purchase Agreement
SFHR	Single Family Housing Revenue
SFMR	Single Family Mortgage Revenue
SONYMA	State of New York Mortgage Agency
SWDR	Solid Waste Disposal Revenue
TAN	Tax Anticipation Notes
TAW	Tax Anticipation Warrants
TRAN	Tax and Revenue Anticipation Notes
XLCA	XL Capital Assurance

Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%)†
AAA		Aaa		AAA	55.3
AA		Aa		AA	17.2
A		A		A	16.2
BBB		Baa		BBB	6.5
F1		MIG1/P1		SP1/A1	4.0
Not Rated [e]		Not Rated [e]		Not Rated [e]	.8
					100.0

† *Based on total investments.*

[a] *Zero Coupon until a specified date, at which time the stated coupon rate becomes effective until maturity.*

[b] *These securities are prerefunded; the date shown represents the prerefunded date. Bonds which are prerefunded are collateralized by U.S. Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to retire the bonds in full at the earliest refunding date.*

[c] *Purchased on a delayed delivery basis.*

[d] *Securities payable on demand. Variable interest rate—subject to periodic change.*

[e] *Securities which, while not rated by Fitch, Moody's and Standard & Poor's, have been determined by the Investment Adviser to be of comparable quality to those rated securities in which the fund may invest.*

See notes to financial statements.

STATEMENT OF FINANCIAL FUTURES

August 31, 2005

	Contracts	Market Value Covered by Contracts ($)	Expiration	Unrealized (Depreciation) at 8/31/2005 ($)
Financial Futures Sold Short				
U.S. Treasury Futures 5 Year Note	55	5,969,219	September 2005	(11,172)
U.S. Treasury Futures 10 Year Note	295	33,311,953	September 2005	(5,598)
U.S. Treasury Futures 30 Year Bond	205	24,266,875	September 2005	(354,002)
				(370,772)

See notes to financial statements.

Mellon National Short-Term Municipal Bond Fund

Long-Term Municipal Investments—97.1%	Principal Amount ($)	Value ($)
Alabama—3.4%		
Alabama 5.25%, 6/1/2007	1,205,000	1,253,598
Alabama Water Pollution Control Authority, Revolving Fund Loan:		
5%, 8/15/2007 (Insured; AMBAC)	1,000,000	1,038,860
5.50%, 8/15/2007 (Insured; AMBAC)	2,000,000	2,096,580
Jefferson County, Limited Obligation School Warrant 5%, 1/1/2007	2,500,000	2,561,475
Arizona—1.5%		
Maricopa County Community College District 6.50%, 7/1/2006	1,510,000 [a]	1,570,581
Tucson, Water System Revenue 6%, 7/1/2006 (Insured; MBIA)	1,500,000 [a]	1,554,045
California—9.7%		
Agua Caliente Band of Cahuilla Indians, Revenue:		
4%, 7/1/2006	200,000	201,280
4.60%, 7/1/2008	800,000	804,072
California, Economic Recovery 5%, 7/1/2008	2,500,000	2,629,525
California Department of Water Resources, Power Supply Revenue:		
5%, 2/1/2008	1,000,000	1,044,790
5.50%, 5/1/2008	3,500,000	3,707,515
California Infrastructure and Economic Development Bank, Workers Compensation Relief Revenue 5%, 10/1/2009 (Insured; AMBAC)	2,500,000	2,687,275
California Pollution Control Financing Authority, PCR (Southern California Edison Co.) 2%, 3/1/2006	2,000,000	1,984,720
California Statewide Communities Development Authority, Revenue (Kaiser Permanente):		
3.85%, 8/1/2006	1,000,000	1,007,200
2.625%, 5/1/2008	2,000,000	1,959,600
Del Mar Race Track Authority, Revenue 5%, 8/15/2009	1,080,000 [b]	1,135,674
Santa Clara Transitional Authority, Sales Tax Revenue 4%, 10/2/2006	3,000,000	3,033,990
Colorado—.5%		
Colorado Health Facilities Authority, Revenue (Evangelical Lutheran Hospital) 3.75%, 3/1/2009	1,000,000	997,530
Connecticut—2.2%		
Connecticut 4%, 12/15/2005	1,000,000	1,003,570
Mashantucket Western Pequot Tribe 6.50%, 9/1/2006	2,970,000 [c]	3,077,276
Mohegan Tribe of Indians, Gaming Authority, Priority Distribution Payment Public Improvement 5%, 1/1/2008	500,000	517,300
Florida—4.9%		
Escambia County Health Facilities Authority, Revenue (Ascension Health Credit):		
5%, 11/15/2006	1,000,000	1,023,520
5%, 11/15/2007	400,000	415,628
Florida Board of Education, Public Education 5.375%, 6/1/2008	1,000,000	1,049,670
Orlando Utilities Commission, Water and Electric Revenue 5%, 10/1/2006	2,500,000	2,557,275
Pinellas County, Capital Improvement Revenue 4.50%, 1/1/2006	4,000,000	4,023,040
Saint Johns County Industrial Development Authority, IDR (Professional Golf Hall of Fame Project) 5.875%, 9/1/2006 (Insured; MBIA)	1,085,000 [a]	1,129,051
Georgia—1.0%		
Cobb County Development Authority, SWDR (Georgia Waste Management Project) 3.65%, 4/1/2006	1,000,000	1,000,720
College Park Business and Industrial Development Authority, Revenue (Civic Center Project) 5.80%, 9/1/2005 (Insured; FSA)	1,165,000	1,165,000
Illinois—2.1%		
Chicago Transit Authority, Capital Grant Receipt Revenue (Douglas Branch Reconstruction) 5%, 6/1/2007 (Insured; AMBAC)	3,400,000	3,405,916
Illinois (Sales Tax Revenue) 3.50%, 6/15/2006	1,000,000	1,005,230
Kansas—2.8%		
Burlington, PCR (Kansas Gas and Electric Co. Project) 2.65%, 6/1/2006	2,500,000	2,494,225

Mellon National Short-Term Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Kansas (continued)		
The Unified Government of Wyandotte County/ Kansas City Tax Exempt Sales Tax Special Obligation Revenue (Redevelopment Project Area B) 3.75%, 12/1/2012	3,250,000	3,301,903
Kentucky—1.5%		
Kentucky Asset and Liability Commission, General Fund Tax and RAN 4%, 6/28/2006	2,000,000	2,019,380
Kentucky Economic Development Finance Authority, Health System Revenue (Norton Healthcare Inc.) 6.25%, 10/1/2012	1,000,000	1,096,680
Louisiana—1.0%		
Jefferson Sales Tax District, Special Sales Tax Revenue 5%, 12/1/2005 (Insured; AMBAC)	900,000	904,878
Louisiana Local Government Environment Facilities Community Development Authority, Revenue (Kenner Road Project) 5%, 3/1/2006 (Insured; AMBAC)	1,050,000	1,061,119
Maryland—1.7%		
Washington Suburban Sanitary District, Sewage Disposal 5%, 6/1/2006	3,500,000	3,557,330
Massachusetts—4.8%		
Lowell, GO 5.50%, 12/15/2006 (Insured; AMBAC)	1,000,000 [a]	1,052,540
Marlborough, GO 4%, 6/15/2006	1,307,000	1,318,972
Massachusetts, Federal Highway Grant Anticipation Notes 5.75%, 6/15/2012 (Insured; FSA)	2,000,000	2,233,640
Massachusetts College Building Authority, Project Revenue 4%, 5/1/2006	535,000	538,938
Massachusetts Development Finance Agency, Revenue (Combined Jewish Philanthropies) 3.50%, 2/1/2008	1,435,000	1,439,434
Massachusetts Health and Educational Facilities Authority, Revenue (Springfield College) 4%, 10/15/2007	1,220,000	1,239,032
Massachusetts (continued)		
Massachusetts Housing Finance Agency, Housing Revenue 4.20%, 12/1/2010	2,075,000	2,096,435
Michigan—3.1%		
Michigan, Environmental Program 5%, 5/1/2009	2,000,000	2,131,240
Michigan Building Authority, Revenue (Facilities Program) 5.50%, 10/15/2006	1,250,000	1,286,562
Michigan Hospital Finance Authority, Revenue (Oakwood Obligated Group) 5%, 11/1/2007	1,000,000	1,032,570
Michigan Municipal Bond Authority, Revenue (Clean Water State Revolving Fund):		
4.50%, 10/1/2006	1,000,000	1,017,730
5%, 10/1/2006	1,000,000	1,023,020
Minnesota—2.1%		
Minnesota 5%, 10/1/2006	2,000,000	2,046,040
Minnesota Housing Finance Authority, Residential Housing 2.35%, 12/11/2006	2,000,000	1,975,140
Willmar Independent School District Number 347 5.15%, 2/1/2009	400,000	403,732
Mississippi—1.5%		
Mississippi, Highway Revenue, Four Lane Highway Program 5.25%, 6/1/2006	3,000,000	3,053,100
Nevada—.9%		
Clark County, PCR (Southern California Edison Co.) 3.25%, 3/2/2009	2,000,000	1,968,240
New Hampshire—1.9%		
Coos County, TAN 3.50%, 12/30/2005	1,850,000	1,852,849
New Hampshire Business Finance Authority, SWDR (Waste Management Inc. Project) 3.625%, 5/1/2006	2,000,000	2,001,480
New Jersey—2.5%		
New Jersey Economic Development Authority, Revenue:		
Cigarette Tax 5.625%, 6/15/2017	2,000,000	2,074,900
School Facilities Construction 5%, 9/1/2007	1,000,000	1,037,620

Mellon National Short-Term Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
New Jersey (continued)		
New Jersey Transportation Trust Fund Authority 5%, 12/15/2006	1,000,000	1,025,040
University of Medicine and Dentistry, COP 6.75%, 12/1/2009 (Insured; MBIA)	1,050,000	1,053,350
New Mexico—.5%		
Gallup, PCR (Tri-State Generation and Transmission Association, Inc. Project) 5%, 8/15/2007 (Insured; AMBAC)	1,000,000	1,037,310
New York—6.5%		
Long Island Power Authority, Electric System General Revenue 5%, 12/1/2005	2,000,000	2,010,980
Metropolitan Transportation Authority, Service Contract 5%, 1/1/2006	1,425,000	1,434,790
Municipal Assistance Corp. for the City of New York 5.25%, 7/1/2006	1,415,000	1,444,064
New York City:		
5.25%, 11/15/2007	2,095,000	2,196,063
5.20%, 8/1/2009 (Insured; XLCA)	2,000,000	2,097,680
New York City Educational Construction Fund, Revenue 5%, 4/1/2007 (Insured; MBIA)	1,000,000	1,032,170
New York City Transitional Finance Authority, Revenue (New York City Recovery) 5%, 11/1/2006	1,250,000	1,281,037
New York State Dormitory Authority, Revenue (Lutheran Medical Center) 4%, 8/1/2007 (Insured; MBIA)	1,000,000	1,018,320
New York State Thruway Authority, Service Contract Revenue, Local Highway and Bridge 5%, 4/1/2006	1,000,000	1,012,470
North Carolina—3.3%		
Guilford County 4%, 10/1/2007	2,000,000	2,037,100
North Carolina:		
5.10%, 6/1/2006	1,000,000 [a]	1,032,320
Public Improvement 5%, 3/1/2006	1,000,000	1,011,090
North Carolina Eastern Municipal Power Agency, Power System Revenue 5%, 1/1/2007	655,000	668,821
Wake County, Public Improvement 5%, 4/1/2006	2,000,000	2,025,640

	Principal Amount ($)	Value ($)
Ohio—1.0%		
Ohio Higher Education Capital Facilities, GO:		
5.25%, 5/1/2006	1,000,000	1,015,980
5.25%, 2/1/2008	1,025,000	1,078,546
Pennsylvania—8.5%		
Berks County 5.50%, 11/15/2005 (Insured; AMBAC)	1,835,000	1,845,258
Dauphin County General Authority, School Revenue 3.25%, 6/1/2006	2,000,000	2,000,380
Lehigh County Industrial Development Center, PCR (Peoples Electric Utility Corp.) 3.125%, 11/1/2008 (Insured; AMBAC)	1,250,000	1,253,225
Pennsylvania:		
5.125%, 9/15/2006 (Insured; AMBAC)	1,175,000	1,202,671
5%, 10/1/2007 (Insured; FGIC)	1,000,000	1,042,240
Pennsylvania Higher Educational Facilities Authority, Revenue (University of Pennsylvania Health System):		
4%, 8/15/2006	1,000,000	1,007,460
5%, 8/15/2007	1,000,000	1,031,350
Pennsylvania Industrial Development Authority, EDR 7%, 7/1/2007 (Insured; AMBAC)	440,000	470,941
Philadelphia, Gas Works Revenue 5%, 8/1/2007 (Insured; FSA)	1,555,000	1,613,701
Philadelphia Hospital and Higher Educational Facilities Authority, Revenue (Jefferson Health System) 5.50%, 5/15/2007	1,495,000	1,553,320
Pittsburgh:		
5%, 9/1/2005 (Insured; FGIC)	2,000,000 [a]	2,000,000
5%, 9/1/2006 (Insured; MBIA)	2,500,000	2,549,025
Rhode Island—2.0%		
Rhode Island, EDR, Department of Transportation 5%, 6/15/2006	2,000,000	2,032,620
Rhode Island Depositors Economic Protection Corp. Special Obligation 6.40%, 8/1/2006 (Insured; FSA)	2,000,000	2,064,680

Mellon National Short-Term Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
South Carolina—2.4%		
Greenville County School District, Installment Purchase Revenue (Building Equity Sooner for Tomorrow) 5%, 12/1/2007	1,000,000	1,040,340
South Carolina Jobs and Economic Development Authority, EDR (Waste Management of South Carolina Inc. Project) 3.30%, 11/1/2007	4,000,000	3,986,160
Tennessee—2.5%		
Humphreys Industrial Development Board, SWDR (E.I. Dupont Denemours and Co. Project) 6.70%, 5/1/2024	2,000,000	2,055,060
Shelby County Health, Educational and Housing Facilities Board, Revenue (Baptist Memorial Healthcare) 4%, 9/1/2006	3,000,000	3,021,600
Texas—11.7%		
Dallas, Waterworks and Sewage System Revenue 5%, 10/1/2007	1,000,000	1,040,380
Dallas Civic Center, Improvement 4.80%, 8/15/2011 (Insured; MBIA)	3,050,000	3,208,386
Grand Prairie Independent School District, Tax School Building (Permanent School Fund Guaranteed) 3.05%, 7/31/2007	3,000,000	3,000,000
Hays Consolidated Independent School District 5.375%, 8/15/2008	2,000,000 a	2,133,940
Killeen Independent School District (Permanent School Fund Guaranteed) 4.50%, 2/15/2007	500,000	510,990
North Texas Thruway Authority, Dallas North Thruway System Revenue 5%, 7/1/2008 (Insured; AMBAC)	2,000,000	2,095,860
Spring Independent School District, Schoolhouse 5%, 8/15/2006 (Insured; FSA and SBPA; Dexia Bank)	2,000,000	2,036,820
Tarrant Regional Water District, Water Revenue 4.50%, 3/1/2006 (Insured; FSA)	1,000,000	1,008,280
Texas A & M University, Financing System Revenue 5.625%, 5/15/2006 (Insured; AMBAC)	2,500,000 a	2,549,525
Texas (continued)		
Texas Public Finance Authority 5.75%, 10/1/2006	4,000,000 a	4,124,720
Texas Turnpike Authority, Central Texas Turnpike System Revenue 5%, 6/1/2007	2,500,000	2,585,900
Utah—1.5%		
Jordan School District (Local School Board Program) 5.25%, 6/15/2007	3,000,000	3,120,780
Virginia—1.7%		
Louisa Industrial Development Authority, PCR (Virginia Electric and Power Co.) 5.25%, 12/1/2008	2,000,000	2,067,620
Peninsula Ports Authority, Coal Terminal Revenue (Dominion Terminal Association Project) 3.30%, 10/1/2008	1,400,000	1,395,296
Washington—1.0%		
Washington Public Power Supply System, Revenue (Nuclear Project Number 3) 6%, 7/1/2007 (Insured; AMBAC)	2,050,000	2,159,757
Wyoming—1.0%		
Uinta County, PCR (Amoco Project) 2.25%, 7/1/2007	2,000,000	1,965,440
U.S. Related—4.4%		
Commonwealth of Puerto Rico, Public Improvement:		
5%, 7/1/2006	1,000,000	1,016,300
5.375%, 7/1/2007 (Insured; FSA)	1,000,000 a	1,045,210
Puerto Rico Electric Authority, Power Revenue 4%, 7/1/2008	500,000	510,190
Puerto Rico Highway and Transportation Authority, Highway Revenue 5%, 7/1/2006	2,500,000	2,541,150
Puerto Rico Municipal Finance Agency 4%, 8/1/2006 (Insured; FSA)	1,355,000	1,369,688
Puerto Rico Public Buildings Authority (Government Facilities) 4.50%, 7/1/2007	2,500,000	2,554,550
Total Long-Term Municipal Investments (cost $201,542,177)		**201,223,819**

Mellon National Short-Term Municipal Bond Fund (continued)

Short-Term Municipal Investments—4.0%	Principal Amount ($)	Value ($)
Florida—.2%		
Capital Projects Finance Authority, Continuing Care Retirement Community Revenue (Capital Projects Loan Program-The Glenridge on Palmer Ranch Project) 2.35% (LOC; Bank of Scotland)	300,000 [d]	300,000
Missouri—.0%		
Missouri Development Finance Board, LR (Missouri Association of Municipal Utilities Lease Financing Program) 2.40% (LOC; U.S. Bank NA)	100,000 [d]	100,000
Nebraska—.5%		
Hospital Authority Number 1 of Lancaster County, Health Facilities Revenue (Immanuel Health Systems-Williamsburg Project) 2.36% (LOC; ABN-AMRO)	1,100,000 [d]	1,100,000
Pennsylvania—1.6%		
Allegheny County Hospital Development Authority, Revenue (Presbyterian University Hospital) 2.50% (LOC; Bank One NA)	1,335,000 [d]	1,335,000
Pennsylvania (continued)		
The Hospitals and Higher Education Facilities Authority of Philadelphia, HR (The Children's Hospital of Philadelphia Project) 2.36% (Insured; MBIA and LOC; Westdeutsche Landesbank)	2,000,000 [d]	2,000,000
Texas—1.7%		
Harris County Health Facilities, Development Corp. HR (Texas Children's Hospital Project) 2.36% (LOC; MBIA and LOC; JPMorgan Chase Bank)	500,000 [d]	500,000
Texas, TRAN 4.50%, 8/31/2006	3,000,000 [b]	3,045,390
Total Short-Term Municipal Investments (cost $8,378,760)		**8,380,390**

Total Investments (cost $209,920,937)	**101.1%**	**209,604,209**
Liabilities, Less Cash and Receivables	**(1.1%)**	**(2,391,151)**
Net Assets	**100.0%**	**207,213,058**

Summary of Abbreviations

ACA	American Capital Access
AGIC	Asset Guaranty Insurance Company
AMBAC	American Municipal Bond Assurance Corporation
ARRN	Adjustable Rate Receipt Notes
BAN	Bond Anticipation Notes
BIGI	Bond Investors Guaranty Insurance
BPA	Bond Purchase Agreement
CGIC	Capital Guaranty Insurance Company
CIC	Continental Insurance Company
CIFG	CDC Ixis Financial Guaranty
CMAC	Capital Market Assurance Corporation
COP	Certificate of Participation
CP	Commercial Paper
EDR	Economic Development Revenue
EIR	Environmental Improvement Revenue
FGIC	Financial Guaranty Insurance Company
FHA	Federal Housing Administration
FHLB	Federal Home Loan Bank
FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association
FSA	Financial Security Assurance
GAN	Grant Anticipation Notes
GIC	Guaranteed Investment Contract
GNMA	Government National Mortgage Association
GO	General Obligation
HR	Hospital Revenue
IDB	Industrial Development Board
IDC	Industrial Development Corporation
IDR	Industrial Development Revenue
LOC	Letter of Credit
LOR	Limited Obligation Revenue
LR	Lease Revenue
MBIA	Municipal Bond Investors Assurance Insurance Corporation
MFHR	Multi-Family Housing Revenue
MFMR	Multi-Family Mortgage Revenue
PCR	Pollution Control Revenue
RAC	Revenue Anticipation Certificates
RAN	Revenue Anticipation Notes
RAW	Revenue Anticipation Warrants
RRR	Resources Recovery Revenue
SAAN	State Aid Anticipation Notes
SBPA	Standby Bond Purchase Agreement
SFHR	Single Family Housing Revenue
SFMR	Single Family Mortgage Revenue
SONYMA	State of New York Mortgage Agency
SWDR	Solid Waste Disposal Revenue
TAN	Tax Anticipation Notes
TAW	Tax Anticipation Warrants
TRAN	Tax and Revenue Anticipation Notes
XLCA	XL Capital Assurance

Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%)†
AAA		Aaa		AAA	46.9
AA		Aa		AA	23.1
A		A		A	13.4
BBB		Baa		BBB	9.0
BB		Ba		BB	.3
F1		MIG1/P1		SP1/A1	4.0
Not Rated [e]		Not Rated [e]		Not Rated [e]	3.3
					100.0

† *Based on total investments.*

[a] *These securities are prerefunded; the date shown represents the prerefunded date. Bonds which are prerefunded are collateralized by U.S. Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to retire the bonds in full at the earliest refunding date.*

[b] *Purchased on a delayed delivery basis.*

[c] *Security exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2005, this security amounted to $3,077,276 or 1.5% of net assets.*

[d] *Securities payable on demand. Variable interest rate—subject to periodic change.*

[e] *Securities which, while not rated by Fitch, Moody's and Standard & Poor's, have been determined by the Investment Adviser to be of comparable quality to those rated securities in which the fund may invest.*

See notes to financial statements.

Mellon Pennsylvania Intermediate Municipal Bond Fund

Long-Term Municipal Investments—99.9%	Principal Amount ($)	Value ($)
Alabama—.6%		
Jefferson County, Limited Obligation School Warrant 5.50%, 1/1/2021	3,500,000	3,863,510
Arizona—.2%		
University Medical Center Corp., HR 5.25%, 7/1/2015	1,160,000	1,254,830
California—7.0%		
Agua Caliente Band Cahuilla Indians, Revenue 6%, 7/1/2018	1,500,000	1,606,950
Alameda Corridor Transportation Authority, Revenue 0/5.25%, 10/1/2021 (Insured; AMBAC)	2,000,000 [a]	1,528,380
California:		
5.25%, 11/1/2017	2,500,000	2,756,575
5%, 5/1/2019	20,000,000	21,748,200
5.50%, 6/1/2020	2,000,000	2,166,700
5.50%, 11/1/2033	6,300,000	7,099,722
Foothill/Eastern Transportation Corridor Agency, Toll Road Revenue:		
0/5.875%, 1/15/2027 (Insured; MBIA)	6,000,000 [a]	5,388,300
0/5.875%, 1/15/2029 (Insured; MBIA)	2,000,000 [a]	1,786,400
5.75%, 1/15/2040	2,000,000	2,062,720
Colorado—.6%		
Northwest Parkway Public Highway Authority, Senior Revenue 0/5.70%, 6/15/2021 (Insured; AMBAC)	5,000,000 [a]	4,274,800
Florida—.2%		
Miami-Dade County, Subordinate Special Obligation 0/5%, 10/1/2035	1,500,000 [a]	1,315,785
Georgia—.2%		
Burke County Development Authority, PCR (Georgia Power Co. Plant Vogtle Project) 4.75%, 5/1/2034 (Insured; FGIC)	1,525,000	1,548,180
Illinois—.6%		
Illinois Educational Facilities Authority (University of Chicago) 5.25%, 7/1/2011	1,960,000	2,087,753
Illinois Finance Authority, Revenue (Peoples Gas Light and Coke Co.) 4.30%, 6/1/2016 (Insured; AMBAC)	2,000,000	2,031,080
Kentucky—.3%		
Kentucky Property and Buildings Commission, Revenue (Project Number 68) 5.75%, 10/1/2010	1,500,000	1,675,110
Massachusetts—.5%		
Massachusetts Housing Finance Agency, Housing Revenue 5.125%, 12/1/2034	350,000	359,786
Massachusetts Water Pollution Abatement Trust (Pool Program Bonds) 5%, 8/1/2032	3,000,000	3,156,450
Michigan—.3%		
Detroit City School District 5.25%, 5/1/2017 (Insured; FGIC)	2,000,000	2,270,120
Mississippi—.8%		
Mississippi Hospital Equipment and Facilities Authority, Revenue (Baptist Memorial Health) 5%, 10/1/2008	5,000,000	5,194,250
Missouri—.1%		
Missouri Housing Development Commission, SFMR 6.40%, 9/1/2029	765,000	769,215
New Hampshire—.2%		
New Hampshire Business Finance Authority, PCR (Central Maine Power Co.) 5.375%, 5/1/2014	1,015,000	1,096,088
New Jersey—2.2%		
Garden State Preservation Trust (Open Space and Farmland):		
5.80%, 11/1/2019 (Insured; FSA)	4,805,000 [b]	5,660,146
5.80%, 11/1/2021 (Insured; FSA)	2,000,000 [b]	2,341,000
5.80%, 11/1/2023 (Insured; FSA)	2,000,000 [b]	2,322,500
New Jersey Economic Development Authority, Cigarette Tax Revenue 5.75%, 6/15/2029	4,000,000	4,324,680
New York—1.4%		
New York City Transitional Finance Authority, Revenue (Future Tax Secured) 5.50%/14%, 11/1/2026	4,000,000 [c]	4,429,400

Mellon Pennsylvania Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
New York (continued)		
New York Counties Tobacco Trust IV, Tobacco Settlement Pass-Through 5%, 6/1/2045	1,000,000	987,160
New York State Dormitory Authority, Revenue:		
(Mental Health Services Facilities):		
6%, 8/15/2007	20,000 [d]	21,283
6%, 8/15/2007	2,480,000	2,616,846
(School Program)		
5.25%, 7/1/2011	1,200,000	1,285,836
North Carolina–.5%		
North Carolina Eastern Municipal Power Agency, Power System Revenue:		
5.30%, 1/1/2015	1,500,000	1,610,475
5.125%, 1/1/2023	1,500,000	1,558,395
Ohio–.9%		
Cuyahoga County, Revenue (Cleveland Clinic Health System) 6%, 1/1/2016	5,000,000	5,689,900
Pennsylvania–69.5%		
Allegheny County Hospital Development Authority, Revenue:		
(Pittsburgh Mercy Health System)		
5.60%, 8/15/2006 (Insured; AMBAC)	2,135,000	2,189,955
(University of Pittsburgh Medical Center):		
4.95%, 12/1/2007 (Insured; MBIA)	690,000	706,891
5.15%, 12/1/2009 (Insured; MBIA)	750,000	768,285
5%, 6/15/2014	9,720,000	10,469,606
Allegheny County Port Authority, Special Transportation Revenue:		
5.50%, 6/1/2008 (Insured; MBIA)	4,000,000	4,261,000
5.375%, 3/1/2011 (Insured; FGIC)	2,500,000	2,763,600
5.50%, 3/1/2014 (Insured; FGIC)	2,500,000	2,784,100
5.50%, 3/1/2016 (Insured; FGIC)	1,360,000	1,514,550
Allegheny County Sanitary Authority, Sewer Revenue 5%, 12/1/2018 (Insured; MBIA)	2,560,000	2,812,928
Pennsylvania (continued)		
Athens Area School District 4.75%, 4/15/2011 (Insured; FGIC)	1,740,000	1,871,039
Blair County:		
5.375%, 8/1/2015 (Insured; AMBAC)	1,880,000	2,151,434
5.375%, 8/1/2016 (Insured; AMBAC)	1,980,000	2,282,306
Bucks County Technical School Authority, School Revenue:		
5.10%, 8/15/2008 (Insured; AMBAC)	1,000,000	1,009,860
5.40%, 8/15/2011 (Insured; AMBAC)	1,500,000	1,516,815
Carlisle Area School District 5%, 3/1/2012 (Insured; MBIA)	1,295,000	1,417,144
Central York School District:		
5%, 6/1/2012 (Insured; FGIC)	2,305,000	2,529,738
5.50%, 6/1/2014 (Insured; FGIC)	1,000,000	1,125,910
Chester County 5%, 8/15/2018	4,545,000	4,999,455
Chichester School District 5%, 3/15/2009 (Insured; FSA)	1,000,000	1,064,140
Coatesville Area School District 5.25%, 8/15/2019 (Insured; FSA)	8,000,000	8,915,200
Conestoga Valley School District:		
5%, 5/1/2010 (Insured; FGIC)	2,070,000	2,232,578
5%, 5/1/2011 (Insured; FGIC)	1,500,000	1,632,765
Conrad Weiser Area School District:		
5.20%, 12/15/2010 (Insured; MBIA)	1,000,000	1,017,510
5.25%, 12/15/2014 (Insured; MBIA)	3,890,000	3,959,592
Cumberland County Municipal Authority, College Revenue (Dickerson College):		
5.25%, 11/1/2008 (Insured; AMBAC)	1,000,000	1,066,570
5.25%, 11/1/2009 (Insured; AMBAC)	1,170,000	1,266,232
Delaware County 5.50%, 10/1/2015	280,000	280,588
Delaware County Authority, College Revenue (Haverford College):		
5.875%, 11/15/2021	1,500,000	1,686,720
5.75%, 11/15/2025	3,000,000	3,345,060

Mellon Pennsylvania Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Pennsylvania (continued)		
Delaware County Regional Water Quality Control Authority, Sewer Revenue 4.75%, 5/1/2010 (Insured; FGIC)	1,945,000	2,076,813
Delaware River Joint Toll Bridge Commission, Bridge Revenue 5.25%, 7/1/2017 (Insured; MBIA)	1,485,000	1,673,862
Downingtown Area School District:		
5.25%, 2/1/2008	300,000	315,888
5.375%, 2/1/2009	5,020,000	5,396,199
Erie County 5.375%, 9/1/2016 (Insured; MBIA)	2,445,000	2,751,579
Exeter Township School District 5.15%, 5/15/2010	1,990,000	2,020,546
Fleetwood Area School District 5%, 4/1/2011 (Insured; FGIC)	1,500,000	1,631,415
Harrisburg Authority, Resource Recovery Facility Revenue 5%, 12/1/2013 (Insured; FSA)	4,000,000	4,343,480
Harrisburg Authority, School Revenue (Harrisburg Project) 5%, 4/1/2010 (Insured; FGIC)	2,500,000	2,693,675
Hazleton Area School District 6.50%, 3/1/2008 (Insured; FSA)	1,300,000	1,408,212
Kennett Consolidated School District 5.50%, 2/15/2015 (Insured; FGIC)	1,310,000	1,462,196
Lancaster County Solid Waste Management Authority, RRR:		
5.25%, 12/15/2008 (Insured; AMBAC)	3,940,000	4,160,640
5.25%, 12/15/2009 (Insured; AMBAC)	4,230,000	4,518,571
5.25%, 12/15/2010 (Insured; AMBAC)	2,000,000	2,155,420
Lancaster County Vocational-Technical School Authority, LR:		
5.25%, 2/15/2009 (Insured; FGIC)	1,000,000	1,070,940
5.25%, 2/15/2010 (Insured; FGIC)	1,500,000	1,629,195
Lancaster Higher Education Authority, College Revenue (Franklin and Marshall College) 5.25%, 4/15/2016	1,815,000	1,987,661
Pennsylvania (continued)		
Lehigh County General Purpose Authority, Revenues (Good Shepherd Group) 5.25%, 11/1/2014	3,255,000	3,454,857
Lehigh County Industrial Development Authority, PCR (Peoples Electric Utilities Corp. Project) 4.75%, 2/15/2027 (Insured; FGIC)	2,000,000	2,071,640
Lower Merion School District 5%, 5/15/2029	11,975,000	12,716,731
Montgomery County:		
5%, 9/15/2010	1,165,000	1,265,411
5%, 9/15/2011	2,155,000	2,363,087
Montgomery County Higher Education and Health Authority, HR (Abington Memorial Hospital) 5%, 6/1/2007 (Insured; AMBAC)	2,940,000	3,038,225
Muhlenberg School District 5.375%, 4/1/2015 (Insured; FGIC)	1,000,000	1,107,820
North Pennsylvania School District Authority, School Revenue (Montgomery and Bucks County) 6.20%, 3/1/2007	860,000	880,416
North Wales Water Authority, Water Revenue 5.40%, 11/1/2010 (Insured; FGIC)	1,000,000	1,004,150
Northampton County Higher Education Authority, Revenue (Lehigh University) 5.50%, 11/15/2011	2,500,000	2,805,175
Northeastern Hospital and Education Authority, College Revenue (Luzerne County Community College) 5.25%, 8/15/2007 (Insured; MBIA)	1,170,000	1,221,433
Northwestern Lehigh School District:		
5%, 3/15/2009 (Insured; FSA)	1,190,000	1,266,327
5%, 3/15/2010 (Insured; FSA)	1,245,000	1,340,765
Owen J. Roberts School District 5.50%, 8/15/2018 (Insured; FSA)	1,440,000	1,615,003
Parkland School District:		
5.25%, 9/1/2011 (Insured; FGIC)	2,220,000	2,454,543
5.375%, 9/1/2014 (Insured; FGIC)	3,110,000	3,543,472
5.375%, 9/1/2016 (Insured; FGIC)	1,490,000	1,718,953

Mellon Pennsylvania Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Pennsylvania (continued)		
Penn Manor School District:		
5.20%, 6/1/2006 (Insured; FGIC)	355,000 [d]	361,312
5.20%, 6/1/2012 (Insured; FGIC)	395,000	401,581
Pennsylvania:		
5.25%, 10/15/2009	10,000,000	10,818,800
6%, 1/15/2010	2,500,000 [d]	2,810,825
5.25%, 10/15/2010	10,000,000	10,965,000
5.25%, 2/1/2011	7,850,000	8,627,857
5.25%, 2/1/2012 (Insured; FGIC)	1,000,000	1,111,420
Pennsylvania Economic Development Financing Authority, SWDR (Waste Management Inc. Project) 4.70%, 11/1/2014	5,000,000	5,113,000
Pennsylvania Higher Educational Facilities Authority:		
College and University Revenue:		
(Allegheny College Project) 6.10%, 11/1/2008 (Insured; MBIA)	1,750,000	1,759,310
(Bryn Mawr College) 5.25%, 12/1/2012 (Insured; AMBAC)	3,000,000	3,353,820
(Drexel University):		
5.30%, 5/1/2007 (Insured; MBIA)	875,000 [d]	925,540
5.50%, 5/1/2007 (Insured; MBIA)	1,275,000	1,328,461
5.30%, 5/1/2010 (Insured; MBIA)	3,035,000	3,202,623
(La Salle University) 5.50%, 5/1/2034	2,250,000	2,375,573
(Lafayette College Project) 6%, 5/1/2030	5,000,000	5,554,050
(State Systems) 5.75%, 6/15/2010 (Insured; AMBAC)	3,045,000	3,381,046
(State Systems Higher Education):		
5%, 6/15/2010 (Insured; AMBAC)	2,785,000	3,005,544
5%, 6/15/2011 (Insured; AMBAC)	2,935,000	3,193,896
(Temple University) 5.25%, 4/1/2014 (Insured; MBIA)	2,500,000	2,652,600
(University of Scranton) 5.75%, 11/1/2016 (Insured; AMBAC)	1,690,000	1,895,352
Pennsylvania (continued)		
Pennsylvania Higher Educational Facilities Authority (continued):		
(UPMC Health System):		
5%, 1/15/2010	1,630,000	1,722,307
5.125%, 1/15/2011	1,550,000	1,656,191
5.25%, 8/1/2012 (Insured; FSA)	3,000,000	3,236,370
6%, 1/15/2022	2,500,000	2,762,825
Health Services (University of Pennsylvania):		
5.875%, 1/1/2006	2,000,000 [d]	2,039,920
5.60%, 11/15/2010 (Insured; MBIA)	2,000,000	2,193,000
Pennsylvania Housing Finance Agency:		
(Single Family Mortgage):		
5.35%, 10/1/2009	1,165,000	1,199,135
5.45%, 10/1/2010	3,025,000	3,171,410
5.50%, 10/1/2011	1,325,000	1,386,957
5.55%, 10/1/2012	325,000	325,767
5.75%, 10/1/2013	975,000	1,009,145
Pennsylvania Industrial Development Authority, EDR:		
6%, 7/1/2008 (Insured; AMBAC)	5,600,000	6,042,512
5.80%, 1/1/2009 (Insured; AMBAC)	5,000,000	5,422,700
5.50%, 7/1/2012 (Insured; AMBAC)	5,335,000	6,007,583
Pennsylvania State University 5%, 3/1/2009	3,000,000	3,190,560
Pennsylvania Turnpike Commission, Turnpike Revenue:		
5%, 6/1/2009 (Insured; FGIC)	3,275,000	3,497,373
5%, 6/1/2011 (Insured; FGIC)	3,000,000	3,271,530
5.50%, 12/1/2011 (Insured; FGIC)	2,510,000	2,820,939
5.50%, 12/1/2012 (Insured; FGIC)	2,000,000	2,270,500
5.50%, 6/1/2015	1,500,000	1,677,615
5%, 12/1/2029 (Insured; AMBAC)	5,000,000	5,349,200
Perkiomen Valley School District:		
5.25%, 3/1/2013 (Insured; FSA)	1,230,000	1,342,951
5.25%, 3/1/2014 (Insured; FSA)	1,290,000	1,408,461

Mellon Pennsylvania Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Pennsylvania (continued)		
Philadelphia:		
5.25%, 3/15/2011 (Insured; FSA)	3,500,000	3,762,080
5.25%, 3/15/2012 (Insured; FSA)	235,000	252,597
5.25%, 3/15/2013 (Insured; FSA)	2,000,000	2,149,760
5.25%, 3/15/2014 (Insured; FSA)	1,000,000	1,074,880
Water and Wastewater Revenue:		
5.625%, 6/15/2009 (Insured; AMBAC)	5,000,000	5,447,600
5.25%, 12/15/2012 (Insured; AMBAC)	10,000,000	11,163,100
5.25%, 7/1/2018 (Insured; FSA)	5,000,000	5,609,600
5%, 7/1/2023 (Insured; FSA)	1,690,000	1,828,343
Philadelphia Authority for Industrial Development, Industrial and Commercial Revenue (Girard Estates Facilities Leasing Project) 5%, 5/15/2019	2,400,000	2,462,208
Philadelphia Hospital and Higher Education Facilities Authority, Revenue (Jefferson Health System) 5.50%, 5/15/2008	1,000,000	1,058,170
Philadelphia Parking Authority, Parking Revenue:		
5.25%, 2/1/2013 (Insured; AMBAC)	1,935,000	2,076,332
5.25%, 2/1/2014 (Insured; AMBAC)	2,040,000	2,189,002
Airport 5.75%, 9/1/2009 (Insured; AMBAC)	2,255,000	2,469,744
Philadelphia School District:		
5%, 10/1/2008 (Insured; MBIA)	10,000,000	10,561,900
5.25%, 4/1/2009 (Insured; MBIA)	2,500,000 d	2,684,850
5.75%, 2/1/2011 (Insured; FSA)	4,000,000	4,478,120
5.75%, 2/1/2011 (Insured; FSA)	3,000,000 d	3,372,510
5.50%, 2/1/2012 (Insured; FSA)	1,770,000 d	1,986,082
5.50%, 2/1/2012 (Insured; FSA)	1,310,000 d	1,469,925
5%, 4/1/2017 (Insured; AMBAC)	5,000,000	5,488,550
Pittsburgh School District:		
5.50%, 9/1/2016 (Insured; FSA)	4,000,000	4,643,840
5.50%, 9/1/2018 (Insured; FSA)	1,000,000	1,171,440
Pennsylvania (continued)		
Saint Mary Hospital Authority, Health System Revenue (Catholic Health East) 5%, 11/15/2021	1,000,000	1,053,860
Scranton-Lackawanna Health and Welfare Authority, Revenue:		
(Community Medical Center Project):		
5.50%, 7/1/2010 (Insured; MBIA)	3,035,000	3,239,589
5.50%, 7/1/2011 (Insured; MBIA)	3,195,000	3,410,375
(University of Scranton Project) 5.50%, 11/1/2007 (Insured; AMBAC)	3,040,000	3,202,853
Springfield School District (Delaware County):		
4.75%, 3/15/2010 (Insured; FSA)	1,145,000	1,221,051
4.75%, 3/15/2011 (Insured; FSA)	780,000	838,165
4.75%, 3/15/2012 (Insured; FSA)	1,085,000	1,172,657
State Public School Building Authority, School Revenue:		
(Lease-Philadelphia School District Project) 5%, 6/1/2029 (Insured; FSA)	5,000,000	5,280,600
(Tuscarora School District Project) 5.25%, 4/1/2017 (Insured; FSA)	1,035,000	1,148,871
Susquehanna Area Regional Airport Authority, Airport System, Revenue:		
5.375%, 1/1/2018	6,000,000	6,199,500
5.50%, 1/1/2020 (Insured; AMBAC)	4,370,000	4,778,464
5%, 1/1/2033 (Insured; AMBAC)	2,400,000	2,519,208
Swarthmore Borough Authority, College Revenue:		
5.50%, 9/15/2011	17,500,000	19,564,650
5.25%, 9/15/2017	1,000,000	1,104,060
University Area Joint Authority, Sewer Revenue 5%, 11/1/2011 (Insured; MBIA)	1,430,000	1,564,163

Mellon Pennsylvania Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Pennsylvania (continued)		
Upper Darby School District, GO:		
5%, 2/15/2010 (Insured; AMBAC)	1,100,000	1,183,391
5%, 5/1/2018 (Insured; FGIC)	2,870,000	3,149,968
5%, 5/1/2019 (Insured; FGIC)	3,000,000	3,285,000
Upper Merion Area School District 5%, 2/15/2019 (Insured; MBIA)	1,165,000	1,270,724
Upper Saint Clair Township School District 5.20%, 7/15/2007	7,000,000 [d]	7,288,890
Wallenpaupack Area School District 5.50%, 3/1/2008 (Insured; FGIC)	2,090,000	2,215,567
Warwick School District, Lancaster County 5.25%, 2/15/2011 (Insured; FGIC)	1,000,000	1,100,020
Wilson Area School District 5%, 2/15/2011 (Insured; FGIC)	1,910,000	2,074,642
Wilson School District:		
5.375%, 5/15/2015 (Insured; FSA)	1,785,000	1,980,582
5.375%, 5/15/2016 (Insured; FSA)	1,500,000	1,663,410
Woodland Hills School District, GO 5%, 9/1/2014 (Insured; FSA)	1,400,000	1,554,994
Wyoming Valley Sanitary Authority, Sewer Revenue 5%,11/15/2007 (Insured; MBIA)	1,960,000	2,045,966
York County 5%, 6/1/2017 (Insured; AMBAC)	1,100,000	1,201,728
York County Solid Waste and Refuse Authority, Solid Waste System Revenue 5.50%, 12/1/2014 (Insured; FGIC)	1,000,000	1,148,980
South Carolina—.7%		
Greenville County School District, Installment Purchase Revenue (Building Equity Sooner for Tomorrow):		
5.875%, 12/1/2012	2,000,000 [d]	2,330,960
5.50%, 12/1/2018	2,000,000	2,282,820
Texas—.3%		
Cities of Dallas and Fort Worth, Dallas/Fort Worth International Airport Revenue, Improvement 5.50%, 11/1/2031 (Insured; FGIC)	2,000,000	2,137,040
Virginia—1.8%		
Industrial Development Authority of the County of Charles City, Solid Waste Disposal Facility Revenue (USA Waste of Virginia, Inc. Project) 4.875%, 2/1/2009	6,600,000	6,800,178
Louisa Industrial Development Authority, PCR (Virginia Electric and Power Co.) 5.25%, 12/1/2008	5,000,000	5,169,050
U.S. Related—11.0%		
Commonwealth of Puerto Rico, Public Improvement:		
5%, 7/1/2012	5,000,000 [d]	5,507,950
5.50%, 7/1/2014 (Insured; MBIA)	7,500,000	8,664,825
5.50%, 7/1/2018 (Insured; FGIC)	9,545,000	11,260,427

Mellon Pennsylvania Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
U.S. Related (continued)		
Puerto Rico Electric Power Authority, Power Revenue:		
5.25%, 7/1/2014 (Insured; MBIA)	7,875,000	8,949,229
5.50%, 7/1/2017 (Insured; MBIA)	6,000,000	7,049,100
5.25%, 7/1/2029 (Insured; FSA)	5,000,000	5,428,000
Puerto Rico Highway and Transportation Authority:		
Highway Revenue:		
Series Y, 6.25%, 7/1/2008 (Insured; MBIA)	1,295,000	1,409,724
Series Z, 6.25%, 7/1/2008 (Insured; MBIA)	1,000,000	1,088,590
5.50%, 7/1/2013 (Insured; FSA)	1,500,000	1,695,690
5.50%, 7/1/2013 (Insured; MBIA)	4,000,000	4,521,840
Transportation Revenue 5.25%, 7/1/2010	4,000,000	4,328,920
Puerto Rico Municipal Finance Agency:		
5.50%, 8/1/2007	5,000,000	5,243,600
5.50%, 8/1/2009 (Insured; FSA)	7,090,000	7,730,652
Total Long-Term Municipal Investments (cost $626,913,574)		**660,998,113**

Short-Term Municipal Investments—.8%	Principal Amount ($)	Value ($)
Indiana—.3%		
Indiana Educational Facilities Authority, Educational Facilities Revenue (Depauw University Project) 2.32% (LOC; Northern Trust Bank)	1,800,000 e	1,800,000
Oklahoma—.3%		
Tulsa County Industial Authority, First Mortgage Revenue (Montereau in Warren Woods Project) 2.33% (LOC; BNP Paribas)	1,800,000 e	1,800,000
Pennsylvania—.2%		
Pennsylvania Higher Educational Facilities Authority, Temple University Revenue 2.31% (LOC; Landesbank Hessen-Thurigen Girozentrale)	1,600,000 e	1,600,000
Total Short-Term Municipal Investments (cost $5,200,000)		**5,200,000**
Total Investments (cost $632,113,574)	**100.7%**	**666,198,113**
Liabilities, Less Cash and Receivables	**(.7%)**	**(4,735,748)**
Net Assets	**100.0%**	**661,462,365**

Summary of Abbreviations

ACA	American Capital Access	**IDB**	Industrial Development Board
AGIC	Asset Guaranty Insurance Company	**IDC**	Industrial Development Corporation
AMBAC	American Municipal Bond Assurance Corporation	**IDR**	Industrial Development Revenue
ARRN	Adjustable Rate Receipt Notes	**LOC**	Letter of Credit
BAN	Bond Anticipation Notes	**LOR**	Limited Obligation Revenue
BIGI	Bond Investors Guaranty Insurance	**LR**	Lease Revenue
BPA	Bond Purchase Agreement	**MBIA**	Municipal Bond Investors Assurance Insurance Corporation
CGIC	Capital Guaranty Insurance Company	**MFHR**	Multi-Family Housing Revenue
CIC	Continental Insurance Company	**MFMR**	Multi-Family Mortgage Revenue
CIFG	CDC Ixis Financial Guaranty	**PCR**	Pollution Control Revenue
CMAC	Capital Market Assurance Corporation	**RAC**	Revenue Anticipation Certificates
COP	Certificate of Participation	**RAN**	Revenue Anticipation Notes
CP	Commercial Paper	**RAW**	Revenue Anticipation Warrants
EDR	Economic Development Revenue	**RRR**	Resources Recovery Revenue
EIR	Environmental Improvement Revenue	**SAAN**	State Aid Anticipation Notes
FGIC	Financial Guaranty Insurance Company	**SBPA**	Standby Bond Purchase Agreement
FHA	Federal Housing Administration	**SFHR**	Single Family Housing Revenue
FHLB	Federal Home Loan Bank	**SFMR**	Single Family Mortgage Revenue
FHLMC	Federal Home Loan Mortgage Corporation	**SONYMA**	State of New York Mortgage Agency
FNMA	Federal National Mortgage Association	**SWDR**	Solid Waste Disposal Revenue
FSA	Financial Security Assurance	**TAN**	Tax Anticipation Notes
GAN	Grant Anticipation Notes	**TAW**	Tax Anticipation Warrants
GIC	Guaranteed Investment Contract	**TRAN**	Tax and Revenue Anticipation Notes
GNMA	Government National Mortgage Association	**XLCA**	XL Capital Assurance
GO	General Obligation		
HR	Hospital Revenue		

Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%)†
AAA		Aaa		AAA	64.8
AA		Aa		AA	18.3
A		A		A	11.3
BBB		Baa		BBB	4.8
F1		MIG1/P1		SP1/A1	.8
					100.0

† *Based on total investments.*
[a] *Zero coupon until a specified date, at which time, the stated coupon rate becomes effective until maturity.*
[b] *Purchased on a delayed delivery basis.*
[c] *Subject to interest rate change on November 1, 2011.*
[d] *These securities are prerefunded;the date shown represents the prerefunded date. Bonds which are prerefunded are collateralized by U.S. Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to retire the bonds in full at the earliest refunding date.*
[e] *Securities payable on demand. Variable interest rate—subject to periodic change.*
See notes to financial statements.

STATEMENT OF FINANCIAL FUTURES

August 31, 2005

	Contracts	Market Value Covered by Contracts ($)	Expiration	Unrealized (Depreciation) at 8/31/2005 ($)
Financial Futures Sold Short				
U.S. Treasury Futures 5 Year Note	50	5,426,563	September 2005	(10,156)
U.S. Treasury Futures 10 Year Note	265	29,924,297	September 2005	(8,466)
U.S. Treasury Futures 30 Year Bond	185	21,899,375	September 2005	(319,465)
				(338,087)

See notes to financial statements.

Mellon Massachusetts Intermediate Municipal Bond Fund

Long-Term Municipal Investments—97.2%	Principal Amount ($)	Value ($)
Massachusetts—88.2%		
Amesbury, GO 5%, 9/15/2013 (Insured; MBIA)	1,420,000	1,576,825
Auburn 5.125%, 6/1/2020 (Insured; AMBAC)	1,225,000	1,346,422
Bellingham 5.375%, 3/1/2014 (Insured; AMBAC)	1,685,000	1,872,271
Boston 5.75%, 2/1/2010	2,000,000	2,216,260
Boston Economic Development and Industrial Corp., Public Parking Facility 4.50%, 6/1/2010	3,000,000	3,140,790
Boston Water and Sewer Commission, Revenue:		
9.25%, 1/1/2011	100,000	126,653
5%, 11/1/2019	2,170,000	2,372,504
5%, 11/1/2023	3,920,000	4,241,597
Brockton (Municipal Purpose Loan) 5%, 6/1/2019 (Insured; AMBAC)	1,430,000	1,565,593
Burlington:		
5.25%, 2/1/2012	200,000	222,650
5.25%, 2/1/2013	250,000	280,785
Cambridge (Municipal Purpose Loan):		
5%, 12/15/2011	510,000	562,443
4%, 1/1/2014	1,000,000	1,045,030
Cohasset:		
5%, 6/15/2022	895,000	969,339
5%, 6/15/2023	895,000	967,262
Easton 6%, 9/15/2006	105,000	106,742
Everett:		
6.125%, 12/15/2009 (Insured; MBIA)	1,000,000 [a]	1,129,620
5.375%, 12/15/2017 (Insured; FGIC)	1,250,000	1,421,150
Hingham (Municipal Purpose Loan) 5.375%, 4/1/2017	1,645,000	1,827,463
Holden (Municipal Purpose Loan) 6%, 3/1/2014 (Insured; FGIC)	1,000,000	1,124,440
Hopedale:		
4%, 11/15/2013 (Insured; AMBAC)	250,000	260,160
5%, 11/15/2019 (Insured; AMBAC)	650,000	717,074
Lynn 5.25%, 2/15/2008 (Insured; MBIA)	1,500,000	1,581,300
Lynnfield (Municipal Purpose Loan):		
5%, 7/1/2020	505,000	550,283
5%, 7/1/2021	525,000	570,843
5%, 7/1/2022	585,000	634,257
5%, 7/1/2023	585,000	632,894
Massachusetts (continued)		
Mansfield 5%, 8/15/2017 (Insured; AMBAC)	1,395,000 [b]	1,541,796
Marblehead:		
5%, 8/15/2018	1,440,000	1,579,853
5%, 8/15/2022	1,750,000	1,899,118
Mashpee 5.625%, 11/15/2010 (Insured; FGIC)	500,000 [a]	564,370
Massachusetts:		
6.50%, 8/1/2008	600,000	654,072
Zero Coupon, 12/1/2012 (Insured; XLCA)	1,770,000	1,905,600
Consolidated Loan:		
5.75%, 6/1/2010	5,000,000 [a]	5,575,650
5.50%, 3/1/2012 (Insured; FSA)	2,000,000 [a]	2,235,440
5%, 8/1/2012 (Insured; MBIA)	420,000 [a]	458,984
5.25%, 11/1/2012	2,000,000 [a]	2,221,660
5.25%, 1/1/2013 (Insured; FSA)	1,300,000 [a]	1,442,857
5.25%, 10/1/2013	2,500,000 [a]	2,793,500
5%, 3/1/2022	1,800,000	1,947,762
5%, 3/1/2025	1,500,000	1,620,660
5%, 8/1/2027 (Insured; MBIA)	1,580,000	1,735,835
Federal Highway:		
5.50%, 12/15/2009	5,000,000	5,462,850
5.75%, 6/15/2010	2,000,000	2,222,600
5.75%, 6/15/2012 (Insured; FSA)	2,500,000	2,792,050
(Grant Anticipation Notes) 5.125%, 6/15/2015 (Insured; MBIA)	1,500,000	1,598,385
Special Obligation Revenue:		
5.375%, 6/1/2011	6,350,000	7,027,609
5.50%, 6/1/2013	1,000,000	1,135,400
5.25%, 1/1/2014 (Insured; FGIC)	2,405,000 [a]	2,689,295
Massachusetts Bay Transportation Authority:		
Assessment Revenue:		
5.75%, 7/1/2010	1,835,000 [a]	2,049,438
5.75%, 7/1/2011	165,000	182,993
5.25%, 7/1/2014	1,045,000 [a]	1,179,063
5.25%, 7/1/2014	1,000,000 [a]	1,128,290
General Transportation System:		
5.50%, 3/1/2009 (Insured; FGIC)	2,000,000	2,158,600
5.25%, 3/1/2015 (Insured; FGIC)	1,000,000	1,129,020
Sales Tax Revenue:		
5.50%, 7/1/2016	2,500,000	2,907,000
5.25%, 7/1/2021	2,000,000	2,323,060

Mellon Massachusetts Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Massachusetts (continued)		
Massachusetts Development Finance Agency, Revenue:		
(Boston University Issue) 5%, 10/1/2035 (Insured; AMBAC)	2,000,000	2,132,900
(College of Pharmacy and Allied Health):		
5%, 7/1/2024 (Insured; Assured Guaranty)	2,750,000	2,916,485
5%, 7/1/2027 (Insured; Assured Guaranty)	1,000,000	1,053,540
5%, 7/1/2035 (Insured; Assured Guaranty)	2,000,000	2,093,200
(Combined Jewish Philanthropies) 5.25%, 2/1/2022	1,000,000	1,094,790
Education (Belmont Hill School) 5%, 9/1/2015	500,000	534,885
Higher Education (Smith College) 5.75%, 7/1/2010	1,000,000 [a]	1,125,470
(Massachusetts College of Pharmacy):		
6%, 7/1/2008	310,000	329,251
6.30%, 1/1/2010	350,000 [a]	398,209
6.40%, 1/1/2010	370,000 [a]	422,455
6.50%, 1/1/2010	395,000 [a]	452,587
6.375%, 7/1/2023	1,000,000	1,128,200
(Milton Academy) 5%, 9/1/2019	1,000,000	1,090,250
Resource Recovery (Waste Management, Inc.) 6.90%, 12/1/2009	1,000,000	1,111,120
Solid Waste Disposal (Waste Management, Inc.) 5.45%, 6/1/2014	1,000,000	1,083,210
(Suffolk University) 5.85%, 7/1/2009	1,000,000 [a]	1,103,500
Massachusetts Education Loan Authority, Education Loan Revenue 6.20%, 7/1/2013 (Insured; AMBAC)	295,000	297,832
Massachusetts Educational Financing Authority, Education Loan Revenue 4.70%, 1/1/2010 (Insured; AMBAC)	715,000	723,001
Massachusetts Health and Educational Facilities Authority, Revenue:		
(Boston College) 5.125%, 6/1/2037	2,000,000	2,119,680
(Dartmouth-Hitchcock) 5.125%, 8/1/2022 (Insured; FSA)	2,000,000	2,169,920
(Jordan Hospital) 5%, 10/1/2010	500,000	511,340
Massachusetts (continued)		
Massachusetts Health and Educational Facilities Authority, Revenue (continued):		
(Northeastern University) 5.50%, 10/1/2009 (Insured; MBIA)	420,000	457,951
(Partners Healthcare Systems):		
5.25%, 7/1/2013	1,595,000	1,700,509
5%, 7/1/2014	1,300,000	1,429,376
5%, 7/1/2016	1,045,000	1,126,280
5.125%, 7/1/2019	1,000,000	1,049,610
(Tufts University):		
5.50%, 8/15/2014	1,000,000	1,147,630
5.50%, 2/15/2036	1,000,000	1,093,330
(UMass Memorial Issue):		
5.25%, 7/1/2025	2,000,000	2,100,960
5%, 7/1/2033	1,000,000	1,013,510
(Wellesley College) 5%, 7/1/2024	1,000,000	1,079,610
(Winchester Hospital) 6.75%, 7/1/2010	1,600,000 [a]	1,840,960
Massachusetts Housing Finance Agency:		
Housing:		
4.20%, 12/1/2010	4,000,000	4,041,320
5%, 12/1/2026	1,165,000	1,199,449
5.125%, 12/1/2034	200,000	205,592
SFHR 6%, 6/1/2014 (Insured; MBIA)	370,000	372,020
Massachusetts Industrial Finance Agency, Revenue:		
(Babson College) 5.75%, 10/1/2007 (Insured; MBIA)	555,000	586,219
(College of The Holy Cross) 5.50%, 3/1/2007 (Insured; MBIA)	1,145,000	1,182,201
(Concord Academy):		
5.45%, 9/1/2017	500,000	526,040
5.50%, 9/1/2027	1,250,000	1,315,350
Electric Utility (Nantucket Electric Co.) 6.75%, 7/1/2006 (Insured; AMBAC)	1,400,000	1,442,994
(Saint John's School, Inc.) 5.70%, 6/1/2018	1,000,000	1,045,190
(The Tabor Academy) 5.40%, 12/1/2028	500,000	519,920
(Tufts University):		
5.50%, 2/15/2007 (Insured; MBIA)	710,000	736,164
5.50%, 2/15/2011 (Insured; MBIA)	500,000	555,765

Mellon Massachusetts Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Massachusetts (continued)		
Massachusetts Industrial Finance Agency, Revenue (continued):		
(Wentworth Institute of Technology) 5.55%, 10/1/2013	500,000	531,030
(Worcester Polytechnic) 5.35%, 9/1/2006 (Insured; MBIA)	850,000	870,936
Massachusetts Municipal Wholesale Electric Co., Power Supply System Revenue:		
(Nuclear Project Number 5) 5%, 7/1/2011 (Insured; MBIA)	120,000	130,308
(Nuclear Project Number 4) 5.25%, 7/1/2012 (Insured; MBIA)	2,000,000	2,216,760
Massachusetts Port Authority, Revenue:		
6%, 1/1/2010	2,500,000 [a]	2,814,175
5.75%, 7/1/2011	3,500,000	3,913,070
5.50%, 7/1/2014 (Insured; FSA)	1,265,000	1,361,545
Massachusetts School Building Authority, Dedicated Sales Tax:		
5%, 8/15/2017 (Insured; FSA)	4,000,000	4,413,920
5%, 8/15/2018 (Insured; FSA)	1,100,000	1,209,032
Massachusetts Turnpike Authority, Turnpike Revenue 5%, 1/1/2020 (Insured; MBIA)	2,440,000	2,701,568
Massachusetts Water Pollution Abatement Trust:		
(Pooled Loan Program):		
5.25%, 2/1/2009	500,000	535,455
5.50%, 8/1/2009	1,055,000 [a]	1,158,464
5.625%, 8/1/2010	975,000 [a]	1,093,492
5.25%, 8/1/2011	335,000 [a]	370,828
5%, 8/1/2012	3,910,000 [a]	4,295,643
5.625%, 8/1/2013	25,000	27,823
5.25%, 2/1/2014	965,000	1,058,296
5.50%, 8/1/2014	30,000	32,822
5.25%, 8/1/2017	1,500,000	1,678,185
5%, 8/1/2018	75,000	81,448
5%, 8/1/2032	2,000,000	2,104,300
Water Pollution Abatement Revenue:		
(New Bedford Loan Program) 5.25%, 2/1/2012	500,000	553,275
(South Essex Sewer District Loan Program) 6.375%, 2/1/2015	195,000	197,498
Massachusetts (continued)		
Massachusetts Water Resource Authority:		
5.30%, 11/1/2006 (Insured; FGIC)	1,000,000 [a]	1,036,910
Series B, 5.50%, 8/1/2011 (Insured; FSA)	1,100,000	1,229,074
Series D, 5.50%, 8/1/2011 (Insured; MBIA)	1,000,000	1,117,340
6%, 8/1/2014 (Insured; MBIA)	1,000,000	1,187,680
5.25%, 8/1/2018 (Insured; FSA)	500,000	573,725
5.25%, 8/1/2019 (Insured; MBIA)	1,500,000	1,712,250
5.25%, 8/1/2021 (Insured; MBIA)	1,000,000	1,135,320
Mendon Upton Regional School District 6%, 6/1/2007 (Insured; FGIC)	600,000	631,608
Milton School:		
5%, 3/1/2023	500,000	540,220
5%, 3/1/2024	500,000	539,400
5%, 3/1/2025	500,000	538,990
Northampton 5.125%, 10/15/2016 (Insured; MBIA)	1,985,000	2,232,033
Northbridge 5.25%, 2/15/2017 (Insured; AMBAC)	1,000,000	1,108,620
Pittsfield:		
5%, 4/15/2012 (Insured; MBIA)	1,000,000	1,098,660
5.50%, 4/15/2014 (Insured; MBIA)	500,000	567,395
Quabbin Regional School District 6%, 6/15/2008 (Insured; AMBAC)	780,000	842,743
Randolph:		
5%, 9/1/2017 (Insured; AMBAC)	1,045,000	1,157,818
5%, 9/1/2024 (Insured; AMBAC)	490,000	533,071
Sandwich, GO:		
5.75%, 8/15/2010 (Insured; MBIA)	1,050,000 [a]	1,184,358
5%, 7/15/2015 (Insured; MBIA)	1,060,000	1,185,419
Somerville 6%, 2/15/2007 (Insured; FSA)	775,000	809,387
Springfield 5.50%, 8/1/2014 (Insured; FGIC)	1,500,000	1,686,645
University of Massachusetts Building Authority, Project Revenue 5.50%, 11/1/2010 (Insured; AMBAC)	1,000,000 [a]	1,111,600

Mellon Massachusetts Intermediate Municipal Bond Fund (continued)

Long-Term Municipal Investments (continued)	Principal Amount ($)	Value ($)
Massachusetts (continued)		
Uxbridge (Municipal Purpose Loan) 6.125%, 11/15/2007 (Insured; MBIA)	525,000	560,663
Westfield 6.50%, 5/1/2010 (Insured; FGIC)	735,000 [a]	848,506
Worcester:		
5.625%, 8/15/2010 (Insured; FGIC)	1,000,000 [a]	1,122,260
5.25%, 8/15/2017 (Insured; MBIA)	1,000,000	1,130,550
(Municipal Purpose Loan) 6.25%, 7/1/2010 (Insured; MBIA)	755,000	856,782
U.S. Related—9.0%		
Guam Economic Development Authority:		
0/5.15%, 5/15/2011	250,000 [c]	229,308
0/5.20%, 5/15/2012	300,000 [c]	275,436
0/5.20%, 5/15/2013	1,175,000 [c]	1,069,708
Puerto Rico Commonwealth:		
5%, 7/1/2008	5,000,000	5,213,450
6%, 7/1/2008	2,500,000	2,673,675
6.25%, 7/1/2011 (Insured; MBIA)	1,050,000	1,218,221
Public Improvement:		
5.50%, 7/1/2014 (Insured; MBIA)	500,000	577,655
5.50%, 7/1/2015 (Insured; FSA)	1,350,000	1,569,874
Puerto Rico Commonwealth Highway and Transportation Authority:		
Highway Revenue 6.25%, 7/1/2009 (Insured; MBIA)	1,000,000	1,115,080
Transportation Revenue:		
5.25%, 7/1/2015 (Insured; FGIC)	1,905,000	2,134,362
5.25%, 7/1/2018 (Insured; FGIC)	2,500,000	2,790,100
Puerto Rico Electric Power Authority, Power Revenue:		
5%, 7/1/2009	500,000	530,165
5%, 7/1/2017 (Insured; MBIA)	1,000,000	1,111,960
Puerto Rico Public Buildings Authority, Revenue (Guaranteed Government Facilities) 4%, 7/1/2007 (Insured; MBIA)	1,050,000	1,070,779
Total Long-Term Municipal Investments (cost $222,991,375)		**232,093,908**

Short-Term Municipal Investments—3.3%	Principal Amount ($)	Value ($)
Massachusetts;		
Massachusetts, GO (Central Artery/Ted Williams Tunnel Infrastructure Loan Act):		
2.35%	2,650,000 [d]	2,650,000
2.35%	200,000 [d]	200,000
Massachusetts Health and Educational Facilities Authority:		
(Capital Asset Program Issue) 2.35% (LOC; Bank Of America)	1,200,000 [d]	1,200,000
(Peabody Essex Museum Issue) 2.47% (LOC; Royal Bank of Scotland)	1,500,000 [d]	1,500,000
Massachusetts Industrial Finance Agency, Higher Education Revenue (Southern New England School of Law Issue) 2.47% (LOC; Bank of America)	400,000 [d]	400,000
Massachusetts Water Resources Authority, Multi-Modal Subordinated General Revenue:		
2.35% (LOC; Landesbank Baden-Wurttemberg)	700,000 [d]	700,000
2.37% (LOC; Landesbank Hessen-Thurigen Girozentrale)	500,000 [d]	500,000
Route 3 North Transportation Improvements Association, LR 2.50% (Insured; AMBAC and LOC; Dexia Credit Locale)	800,000 [d]	800,000
Total Short-Term Municipal Investments (cost $7,950,000)		**7,950,000**
Total Investments (cost $230,941,375)	**100.5%**	**240,043,908**
Liabilities, Less Cash and Receivables	**(.5%)**	**(1,231,964)**
Net Assets	**100.0%**	**238,811,944**

Summary of Abbreviations

ACA	American Capital Access	**IDB**	Industrial Development Board
AGIC	Asset Guaranty Insurance Company	**IDC**	Industrial Development Corporation
AMBAC	American Municipal Bond Assurance Corporation	**IDR**	Industrial Development Revenue
ARRN	Adjustable Rate Receipt Notes	**LOC**	Letter of Credit
BAN	Bond Anticipation Notes	**LOR**	Limited Obligation Revenue
BIGI	Bond Investors Guaranty Insurance	**LR**	Lease Revenue
BPA	Bond Purchase Agreement	**MBIA**	Municipal Bond Investors Assurance Insurance Corporation
CGIC	Capital Guaranty Insurance Company	**MFHR**	Multi-Family Housing Revenue
CIC	Continental Insurance Company	**MFMR**	Multi-Family Mortgage Revenue
CIFG	CDC Ixis Financial Guaranty	**PCR**	Pollution Control Revenue
CMAC	Capital Market Assurance Corporation	**RAC**	Revenue Anticipation Certificates
COP	Certificate of Participation	**RAN**	Revenue Anticipation Notes
CP	Commercial Paper	**RAW**	Revenue Anticipation Warrants
EDR	Economic Development Revenue	**RRR**	Resources Recovery Revenue
EIR	Environmental Improvement Revenue	**SAAN**	State Aid Anticipation Notes
FGIC	Financial Guaranty Insurance Company	**SBPA**	Standby Bond Purchase Agreement
FHA	Federal Housing Administration	**SFHR**	Single Family Housing Revenue
FHLB	Federal Home Loan Bank	**SFMR**	Single Family Mortgage Revenue
FHLMC	Federal Home Loan Mortgage Corporation	**SONYMA**	State of New York Mortgage Agency
FNMA	Federal National Mortgage Association	**SWDR**	Solid Waste Disposal Revenue
FSA	Financial Security Assurance	**TAN**	Tax Anticipation Notes
GAN	Grant Anticipation Notes	**TAW**	Tax Anticipation Warrants
GIC	Guaranteed Investment Contract	**TRAN**	Tax and Revenue Anticipation Notes
GNMA	Government National Mortgage Association	**XLCA**	XL Capital Assurance
GO	General Obligation		
HR	Hospital Revenue		

Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%)†
AAA		Aaa		AAA	55.9
AA		Aa		AA	30.7
A		A		A	1.0
BBB		Baa		BBB	9.1
F1		MIG1/ P1		SP1/A1	3.3
					100.0

† *Based on total investments.*

[a] *These securities are prerefunded; the date shown represents the prerefunded date. Bonds which are prerefunded are collateralized by U.S. Government securities which are held in escrow and are used to pay principal and interest on the municipal issue and to retire the bonds in full at the earliest refunding date.*

[b] *Purchased on a delayed delivery basis.*

[c] *Zero coupon until a specified date at which time the stated coupon rate becomes effective until maturity.*

[d] *Securities payable on demand. Variable interest rate—subject to periodic change.*

See notes to financial statements.

STATEMENT OF FINANCIAL FUTURES

August 31, 2005

	Contracts	Market Value Covered by Contracts ($)	Expiration	Unrealized (Depreciation) at 8/31/2005 ($)
Financial Futures Sold Short				
U.S. Treasury Futures 5 Year Note	20	2,170,625	September 2005	(4,062)
U.S. Treasury Futures 10 Year Note	90	10,162,969	September 2005	(3,326)
U.S. Treasury Futures 30 Year Bond	60	7,102,500	September 2005	(103,610)
				(110,998)

See notes to financial statements.

	Mellon National Intermediate Municipal Bond Fund	Mellon National Short-Term Municipal Bond Fund	Mellon Pennsylvania Intermediate Municipal Bond Fund	Mellon Massachusetts Intermediate Municipal Bond Fund
Assets ($):				
Investments in securities— See Statement of Investments†	793,458,372	209,604,209	666,198,113	240,043,908
Cash on Initial Margin—Note 5	484,500	–	436,500	146,500
Interest receivable	8,658,518	2,480,795	8,075,352	2,385,287
Receivable for investment securites sold	2,493,500	–	489,672	–
Receivable for shares of Beneficial Interest subscribed	162,500	320,570	263,785	25,000
Prepaid expenses	29,578	14,244	22,886	24,257
	805,286,968	**212,419,818**	**675,486,308**	**242,624,952**
Liabilities ($):				
Due to The Dreyfus Corporation and affiliates—Note 4(c)	248,616	67,865	294,001	72,771
Due to Administrator—Note 4(a)	85,797	23,634	74,627	26,503
Cash overdraft due to Custodian	3,760,712	186,623	2,542,959	558,385
Payable for investment securities purchased	35,834,722	4,174,509	10,129,675	2,976,516
Payable for futures variation margin—Note 5	303,281	–	273,281	92,188
Payable for shares of Beneficial Interest redeemed	203,246	713,815	659,354	48,000
Accrued expenses and other liabilities	73,891	40,314	50,046	38,645
	40,510,265	**5,206,760**	**14,023,943**	**3,813,008**
Net Assets ($)	**764,776,703**	**207,213,058**	**661,462,365**	**238,811,944**
Composition of Net Assets ($):				
Paid—in capital	725,799,705	207,823,779	625,571,744	229,759,400
Accumulated net realized gain (loss) on investments	2,764,253	(293,993)	2,144,169	61,009
Accumulated net unrealized appreciation (depreciation) [including ($370,772), ($338,087) and ($110,998) net unrealized (depreciation) on financial futures for Mellon National Intermediate Municipal Bond Fund, Mellon Pennsylvania Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund, respectively]	36,212,745	(316,728)	33,746,452	8,991,535
Net Assets ($)	**764,776,703**	**207,213,058**	**661,462,365**	**238,811,944**
Net Asset Value Per Share				
Class M Shares				
Net Assets ($)	732,711,365	207,063,417	656,901,334	228,239,237
Shares Outstanding	55,301,248	16,390,274	50,860,172	17,895,107
Net Asset Value Per Share ($)	**13.25**	**12.63**	**12.92**	**12.75**
Investor Shares				
Net Assets ($)	27,409,463	149,641	4,561,031	10,370,659
Shares Outstanding	2,071,090	11,860	353,270	813,224
Net Asset Value Per Share ($)	**13.23**	**12.62**	**12.91**	**12.75**
Dreyfus Premier Shares				
Net Assets ($)	4,655,875	–	–	202,048
Shares Outstanding	351,724	–	–	15,807
Net Asset Value Per Share ($)	**13.24**	**–**	**–**	**12.78**
† **Investments at cost ($)**	**756,874,855**	**209,920,937**	**632,113,574**	**230,941,375**

See notes to financial statements.

STATEMENTS OF OPERATIONS

Year Ended August 31, 2005

	Mellon National Intermediate Municipal Bond Fund	Mellon National Short-Term Municipal Bond Fund	Mellon Pennsylvania Intermediate Municipal Bond Fund	Mellon Massachusetts Intermediate Municipal Bond Fund
Investment Income ($):				
Interest Income	**31,101,193**	**6,001,685**	**29,828,662**	**9,203,436**
Expenses:				
Investment advisory fee—Note 4(a)	2,519,179	739,360	3,355,471	772,315
Administration fee—Note 4(a)	970,968	285,075	905,581	297,672
Shareholder servicing costs—Note 4(c)	88,097	617	9,527	29,695
Custodian fees—Note 4(c)	56,360	22,226	49,993	17,819
Registration fees	47,159	24,216	26,555	32,834
Auditing fees	35,031	26,276	32,516	31,847
Trustees' fees and expenses—Note 4(d)	27,515	8,686	26,477	9,096
Distribution fees—Note 4(b)	26,400	–	–	1,518
Prospectus and shareholders' reports	22,517	–	–	3,060
Legal fees	14,338	4,031	15,543	1,690
Miscellaneous	69,201	21,841	21,558	32,567
Total Expenses	**3,876,765**	**1,132,328**	**4,443,221**	**1,230,113**
Less—reduction in investment advisory fee due to undertaking—Note 4(a)	–	–	–	(97,124)
Less—reduction in custody fees due to earnings credits—Note 2(b)	–	(5,843)	–	–
Net Expenses	**3,876,765**	**1,126,485**	**4,443,221**	**1,132,989**
Investment Income—Net	**27,224,428**	**4,875,200**	**25,385,441**	**8,070,447**
Realized and Unrealized Gain (Loss) on Investments—Note 5 ($):				
Net realized gain (loss) on investments	4,929,594	(306,685)	4,096,846	1,112,026
Net realized gain (loss) on financial futures	(3,630,388)	–	(3,879,685)	(989,875)
Net Realized Gain (Loss)	**1,299,206**	**(306,685)**	**217,161**	**122,151**
Net unrealized (depreciation) on investments (including $1,137,822, $1,472,226 and $341,580 appreciation on financial futures for Mellon National Intermediate Municipal Bond Fund, Mellon Pennsylvania Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund, respectively)	(3,147,194)	(2,585,470)	(6,966,166)	(929,112)
Net Realized and Unrealized Gain (Loss) on Investments	**(1,847,988)**	**(2,892,155)**	**(6,749,005)**	**(806,961)**
Net Increase in Net Assets Resulting from Operations	**25,376,440**	**1,983,045**	**18,636,436**	**7,263,486**

See notes to financial statements.

	Mellon National Intermediate Municipal Bond Fund		Mellon National Short-Term Municipal Bond Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Operations ($):				
Investment income—net	27,224,428	25,732,162	4,875,200	5,102,377
Net realized gain (loss) on investments	1,299,206	6,932,040	(306,685)	132,115
Net unrealized appreciation (depreciation) on investments	(3,147,194)	7,949,583	(2,585,470)	(1,163,845)
Net Increase (Decrease) in Net Assets Resulting from Operations	**25,376,440**	**40,613,785**	**1,983,045**	**4,070,647**
Dividends to Shareholders from ($):				
Investment income—net:				
Class M Shares	(25,973,923)	(24,381,081)	(4,857,538)	(5,123,165)
Investor Shares	(1,015,149)	(1,140,332)	(3,058)	(2,209)
Dreyfus Premier Shares	(160,871)	(214,978)	–	–
Net realized gain on investments:				
Class M Shares	(2,952,454)	(1,938,957)	(33,941)	–
Investor Shares	(130,078)	(101,785)	(25)	–
Dreyfus Premier Shares	(24,499)	(22,614)	–	–
Total Dividends	**(30,256,974)**	**(27,799,747)**	**(4,894,562)**	**(5,125,374)**
Beneficial Interest Transactions ($):				
Net proceeds from shares sold:				
Class M Shares	168,322,003	92,725,243	80,462,689	107,345,169
Investor Shares	997,977	1,795,226	81,778	189,212
Dreyfus Premier Shares	35,306	93,493	–	–
Dividends reinvested:				
Class M Shares	3,261,425	2,709,006	497,679	476,987
Investor Shares	746,936	789,805	2,181	2,102
Dreyfus Premier Shares	97,238	115,490	–	–
Cost of shares redeemed:				
Class M Shares	(81,034,937)	(86,237,556)	(92,587,933)	(95,741,349)
Investor Shares	(4,288,210)	(7,739,754)	(26,291)	(130,394)
Dreyfus Premier Shares	(1,381,659)	(2,251,287)	–	–
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**86,756,079**	**1,999,666**	**(11,569,897)**	**12,141,727**
Total Increase (Decrease) in Net Assets	**81,875,545**	**14,813,704**	**(14,481,414)**	**11,087,000**
Net Assets ($):				
Beginning of Period	682,901,158	668,087,454	221,694,472	210,607,472
End of Period	**764,776,703**	**682,901,158**	**207,213,058**	**221,694,472**

	Mellon National Intermediate Municipal Bond Fund		Mellon National Short-Term Municipal Bond Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Capital Share Transactions:				
Class M Shares				
Shares sold	12,696,418	6,985,297	6,343,090	8,362,321
Shares issued for dividends reinvested	245,554	203,894	39,257	37,189
Shares redeemed	(6,108,084)	(6,501,591)	(7,297,105)	(7,474,588)
Net Increase (Decrease) in Shares Outstanding	**6,833,888**	**687,600**	**(914,758)**	**924,922**
Investor Shares [a]				
Shares sold	75,443	135,711	6,417	14,726
Shares issued for dividends reinvested	56,350	59,490	172	164
Shares redeemed	(323,572)	(583,659)	(2,078)	(10,145)
Net Increase (Decrease) in Shares Outstanding	**(191,779)**	**(388,458)**	**4,511**	**4,745**
Dreyfus Premier Shares [a]				
Shares sold	2,666	6,920	–	–
Shares issued for dividends reinvested	7,333	8,697	–	–
Shares redeemed	(104,164)	(170,369)	–	–
Net Increase (Decrease) in Shares Outstanding	**(94,165)**	**(154,752)**	**–**	**–**

[a] *During the period ended August 31, 2005, 38,734 Dreyfus Premier shares of Mellon National Intermediate Municipal Bond Fund representing $512,908 were automatically converted to 38,734 Investor shares and during the year ended August 31, 2004, 65,825 Dreyfus Premier shares of Mellon National Intermediate Municipal Bond Fund representing $868,322 were automatically converted to 65,833 Investor shares.*

See notes to financial statements.

	Mellon Pennsylvania Intermediate Municipal Bond Fund	
	Year Ended August 31,	
	2005	2004
Operations ($):		
Investment income—net	25,385,441	27,375,623
Net realized gain (loss) on investments	217,161	8,628,398
Net unrealized appreciation (depreciation) on investments	(6,966,166)	2,964,408
Net Increase (Decrease) in Net Assets Resulting from Operations	**18,636,436**	**38,968,429**
Dividends to Shareholders from ($):		
Investment income—net:		
Class M Shares	(25,226,961)	(27,371,553)
Investor Shares	(124,901)	(107,403)
Net realized gain on investments:		
Class M Shares	(4,276,843)	(1,786,516)
Investor Shares	(19,443)	(8,199)
Total Dividends	**(29,648,148)**	**(29,273,671)**
Beneficial Interest Transactions ($):		
Net proceeds from shares sold:		
Class M Shares	65,423,035	44,955,224
Investor Shares	2,366,668	426,469
Dividends reinvested:		
Class M Shares	2,624,841	1,156,977
Investor Shares	39,408	24,195
Cost of shares redeemed:		
Class M Shares	(81,478,309)	(115,052,210)
Investor Shares	(538,227)	(700,100)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**(11,562,584)**	**(69,189,445)**
Total Increase (Decrease) in Net Assets	**(22,574,296)**	**(59,494,687)**
Net Assets ($):		
Beginning of Period	684,036,661	743,531,348
End of Period	**661,462,365**	**684,036,661**
Capital Share Transactions:		
Class M Shares		
Shares sold	5,044,489	3,434,644
Shares issued for dividends reinvested	201,687	88,092
Shares redeemed	(6,277,254)	(8,799,386)
Net Increase (Decrease) in Shares Outstanding	**(1,031,078)**	**(5,276,650)**
Investor Shares		
Shares sold	183,045	32,810
Shares issued for dividends reinvested	3,043	1,845
Shares redeemed	(41,670)	(53,183)
Net Increase (Decrease) in Shares Outstanding	**144,418**	**(18,528)**

See notes to financial statements.

	Mellon Massachusetts Intermediate Municipal Bond Fund	
	Year Ended August 31,	
	2005	2004
Operations ($):		
Investment income—net	8,070,447	7,288,002
Net realized gain (loss) on investments	122,151	1,467,739
Net unrealized appreciation (depreciation) on investments	(929,112)	1,828,686
Net Increase (Decrease) in Net Assets Resulting from Operations	**7,263,486**	**10,584,427**
Dividends to Shareholders from ($):		
Investment income—net:		
Class M Shares	(7,684,432)	(6,855,459)
Investor Shares	(375,565)	(434,236)
Dreyfus Premier Shares	(9,056)	(27,069)
Total Dividends	**(8,069,053)**	**(7,316,764)**
Beneficial Interest Transactions ($):		
Net proceeds from shares sold:		
Class M Shares	70,762,479	43,023,674
Investor Shares	268,171	475,539
Dreyfus Premier Shares	1,201	–
Dividends reinvested:		
Class M Shares	1,658,306	1,562,472
Investor Shares	201,526	238,712
Dreyfus Premier Shares	4,311	7,098
Cost of shares redeemed:		
Class M Shares	(40,564,487)	(23,788,847)
Investor Shares	(1,750,485)	(2,204,270)
Dreyfus Premier Shares	(456,127)	(307,248)
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**30,124,895**	**19,007,130**
Total Increase (Decrease) in Net Assets	**29,319,328**	**22,274,793**
Net Assets ($):		
Beginning of Period	209,492,616	187,217,823
End of Period	**238,811,944**	**209,492,616**

	Mellon Massachusetts Intermediate Municipal Bond Fund	
	Year Ended August 31,	
	2005	2004
Capital Share Transactions:		
Class M Shares		
Shares sold	5,549,494	3,374,954
Shares issued for dividends reinvested	130,029	122,397
Shares redeemed	(3,179,864)	(1,871,173)
Net Increase (Decrease) in Shares Outstanding	**2,499,659**	**1,626,178**
Investor Shares [a]		
Shares sold	20,985	37,334
Shares issued for dividends reinvested	15,802	18,690
Shares redeemed	(137,234)	(172,545)
Net Increase (Decrease) in Shares Outstanding	**(100,447)**	**(116,521)**
Dreyfus Premier Shares [a]		
Shares sold	95	–
Shares issued for dividends reinvested	337	555
Shares redeemed	(35,661)	(24,198)
Net Increase (Decrease) in Shares Outstanding	**(35,229)**	**(23,643)**

[a] *During the period ended August 31, 2005, 6,911 Dreyfus Premier shares of Mellon Massachusetts Intermediate Municipal Bond Fund representing $88,499 were automatically converted to 6,927 Investor shares and during the period ended August 31, 2004, 552 Dreyfus Premier shares of Mellon Massachusetts Intermediate Municipal Bond Fund representing $6,996 were automatically converted to 553 Investor shares.*

See notes to financial statements.

FINANCIAL HIGHLIGHTS

The following tables describe the performance for each share class of each fund for the fiscal periods indicated. All information (except portfolio turnover rate) reflects financial results for a single fund share. Total return shows how much your investment in each fund would have increased (or decreased) during the period, assuming you had reinvested all dividends and distributions. These figures have been derived from each fund's financial statements.

	Class M Shares				
	Year Ended August 31,				
Mellon National Intermediate Municipal Bond Fund	2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	13.34	13.09	13.25	13.24	12.50
Investment Operations:					
Investment income—net	.50[d]	.51[d]	.50[d]	.52[d]	.51
Net realized and unrealized gain (loss) on investments	(.03)	.29	(.14)	.14	.74
Total from Investment Operations	.47	.80	.36	.66	1.25
Distributions:					
Dividends from investment income—net	(.50)	(.51)	(.50)	(.52)	(.51)
Dividends from net realized gain on investments	(.06)	(.04)	(.02)	(.13)	(.00)[e]
Total Distributions	(.56)	(.55)	(.52)	(.65)	(.51)
Net asset value, end of period	13.25	13.34	13.09	13.25	13.24
Total Return (%)	3.62	6.22	2.77	5.16	10.21[f]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.52	.52	.53	.53	.53[g]
Ratio of net expenses to average net assets	.52	.52	.52	.52	.52[g]
Ratio of net investment income to average net assets	3.80	3.84	3.77	4.04	4.33[g]
Portfolio Turnover Rate	42.72	53.26	50.68	60.12	47.78[f]
Net Assets, end of period ($ x 1,000)	732,711	646,793	625,558	555,158	477,595

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended August 31, 2002 was to increase net investment income per share by less than $.01, decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets from 4.02% to 4.04% for Class M shares. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001. Effective July 11, 2001, shares of the fund were redesignated as MPAM shares and the fund commenced selling Investor shares.*

[d] *Based on average shares outstanding at each month end.*

[e] *Amount represents less than $.01 per share.*

[f] *Not annualized.*

[g] *Annualized.*

See notes to financial statements.

Mellon National Intermediate Municipal Bond Fund	Investor Shares Year Ended August 31, 2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	13.33	13.08	13.24	13.23	12.91
Investment Operations:					
Investment income—net	.47[c]	.48[c]	.50[c]	.50[c]	.07
Net realized and unrealized gain (loss) on investments	(.04)	.29	(.18)	.13	.32
Total from Investment Operations	.43	.77	.32	.63	.39
Distributions:					
Dividends from investment income—net	(.47)	(.48)	(.46)	(.49)	(.07)
Dividends from net realized gain on investments	(.06)	(.04)	(.02)	(.13)	–
Total Distributions	(.53)	(.52)	(.48)	(.62)	(.07)
Net asset value, end of period	13.23	13.33	13.08	13.24	13.23
Total Return (%)	3.28	6.04	2.36	4.98	3.05[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.77	.77	.79	.84	.85[e]
Ratio of net expenses to average net assets	.77	.77	.77	.77	.77[e]
Ratio of net investment income to average net assets	3.56	3.60	3.52	3.74	3.91[e]
Portfolio Turnover Rate	42.72	53.26	50.68	60.12	47.78[d]
Net Assets, end of period ($ x 1,000)	27,409	30,164	34,673	909	1

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended August 31, 2002 was to increase net investment income per share by less than $.01, decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets from 3.73% to 3.74% for Class M shares and Investor shares, respectively. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *Annualized.*

See notes to financial statements.

Mellon National Intermediate Municpal Bond Fund	Dreyfus Premier Shares Year Ended August 31, 2005	2004	2003[a]
Per Share Data ($):			
Net asset value, beginning of period	13.33	13.08	13.37
Investment Operations:			
Investment income—net[b]	.40	.41	.36
Net realized and unrealized gain (loss) on investments	(.03)	.29	(.28)
Total from Investment Operations	.37	.70	.08
Distributions:			
Dividends from investment income—net	(.40)	(.41)	(.35)
Dividends from net realized gain on investments	(.06)	(.04)	(.02)
Total Distributions	(.46)	(.45)	(.37)
Net asset value, end of period	13.24	13.33	13.08
Total Return (%)	2.85	5.43	.58[c]
Ratios/Supplemental Data (%):			
Ratio of total expenses to average net assets	1.27	1.27	1.29[d]
Ratio of net expenses to average net assets	1.27	1.27	1.27[d]
Ratio of net investment income to average net assets	3.06	3.09	3.03[d]
Portfolio Turnover Rate	42.72	53.26	50.68[c]
Net Assets, end of period ($ x 1,000)	4,656	5,945	7,856

[a] *From close of business on October 11, 2002 (date the fund began offering Dreyfus Premier shares) to August 31, 2003.*
[b] *Based on average shares outstanding at each month end.*
[c] *Not annualized.*
[d] *Annualized.*
See notes to financial statements.

	Class M Shares				
	Year Ended August 31,				
Mellon National Short-Term Municipal Bond Fund	2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	12.81	12.86	12.91	12.90	12.50
Investment Operations:					
Investment income—net	.29[d]	.29[d]	.34[d]	.46[d]	.48
Net realized and unrealized gain (loss) on investments	(.18)	(.05)	(.03)	.10	.40
Total from Investment Operations	.11	.24	.31	.56	.88
Distributions:					
Dividends from investment income—net	(.29)	(.29)	(.35)	(.46)	(.48)
Dividends from net realized gain on investments	–	–	(.01)	(.09)	–
Total Distributions	(.29)	(.29)	(.36)	(.55)	(.48)
Net asset value, end of period	12.63	12.81	12.86	12.91	12.90
Total Return (%)	.91	2.00	2.35	4.43	7.15[e]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.54	.53	.55	.57	.58[f]
Ratio of net expenses to average net assets	.53	.53	.52	.52	.52[f]
Ratio of net investment income to average net assets	2.31	2.28	2.66	3.56	4.11[f]
Portfolio Turnover Rate	40.92	28.12	22.15	50.86	44.18[e]
Net Assets, end of period ($ x 1,000)	207,063	221,600	210,574	138,670	119,026

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended August 31, 2002 was to increase net investment income per share and decrease net realized and unrealizd gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets by less than .01% for Class M shares. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001. Effective July 11, 2001, shares of the fund were redesignated as MPAM shares and the fund commenced selling Investor shares.*

[d] *Based on average shares outstanding at each month end.*

[e] *Not annualized.*

[f] *Annualized.*

See notes to financial statements.

Mellon National Short-Term Municipal Bond Fund	Investor Shares Year Ended August 31, 2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	12.79	12.84	12.91	12.90	12.78
Investment Operations:					
Investment income—net	.27[c]	.29[c]	.29[c]	.42[c]	.07
Net realized and unrealized gain (loss) on investments	(.18)	(.07)	(.04)	.10	.12
Total from Investment Operations	.09	.22	.25	.52	.19
Distributions:					
Dividends from investment income—net	(.26)	(.27)	(.31)	(.42)	(.07)
Dividends from net realized gain on investments	–	–	(.01)	(.09)	–
Total Distributions	(.26)	(.27)	(.32)	(.51)	(.07)
Net asset value, end of period	12.62	12.79	12.84	12.91	12.90
Total Return (%)	.73	1.72	2.01	4.16	1.48[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.79	.79	.81	.72	.96[e]
Ratio of net expenses to average net assets	.78	.79	.76	.67	.77[e]
Ratio of net investment income to average net assets	2.06	2.08	2.44	4.15	3.76[e]
Portfolio Turnover Rate	40.92	28.12	22.15	50.86	44.18[d]
Net Assets, end of period ($ x 1,000)	150	94	33	1	1

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended August 31, 2002 was to increase net investment income per share and decrease net realized and unrealizd gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets by less than .01% for Investor shares. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *Annualized.*

See notes to financial statements.

Mellon Pennsylvania Intermediate Municipal Bond Fund	Class M Shares Year Ended August 31, 2005	2004	2003[a]	2002[b]	2001[c]
Per Share Data ($):					
Net asset value, beginning of period	13.13	12.95	13.15	13.16	12.50
Investment Operations:					
Investment income—net	.49[d]	.50[d]	.51[d]	.53[d]	.50
Net realized and unrealized gain (loss) on investments	(.13)	.21	(.20)	.11	.66
Total from Investment Operations	.36	.71	.31	.64	1.16
Distributions:					
Dividends from investment income—net	(.49)	(.50)	(.51)	(.53)	(.50)
Dividends from net realized gain on investments	(.08)	(.03)	–	(.12)	(.00)[e]
Total Distributions	(.57)	(.53)	(.51)	(.65)	(.50)
Net asset value, end of period	12.92	13.13	12.95	13.15	13.16
Total Return (%)	2.84	5.60	2.35	5.03	9.50[f]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.66	.66	.67	.68	.68[g]
Ratio of net expenses to average net assets	.66	.66	.67	.67	.67[g]
Ratio of net investment income to average net assets	3.78	3.82	3.88	4.09	4.25[g]
Portfolio Turnover Rate	23.88	18.87	17.58	34.50	39.32[f]
Net Assets, end of period ($ x 1,000)	656,901	681,295	740,587	837,441	879,711

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*

[b] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended August 31, 2002 was to increase net investment income per share and decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets from 4.08% to 4.09% for Class M shares. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[c] *From October 2, 2000 (commencement of operations) to August 31, 2001. Effective July 11, 2001, shares of the fund were redesignated as MPAM shares and the fund commenced selling Investor shares.*

[d] *Based on average shares outstanding at each month end.*

[e] *Amount represents less than $.01 per share.*

[f] *Not annualized.*

[g] *Annualized.*

See notes to financial statements.

Mellon Pennsylvania Intermediate Municipal Bond Fund	Investor Shares				
	Year Ended August 31,				
	2005	2004	2003	2002[a]	2001[b]
Per Share Data ($):					
Net asset value, beginning of period	13.13	12.95	13.14	13.16	12.90
Investment Operations:					
Investment income—net	.45[c]	.47[c]	.48[c]	.54[c]	.07
Net realized and unrealized gain (loss) on investments	(.13)	.21	(.20)	.06	.26
Total from Investment Operations	.32	.68	.28	.60	.33
Distributions:					
Dividends from investment income—net	(.46)	(.47)	(.47)	(.50)	(.07)
Dividends from net realized gain on investments	(.08)	(.03)	–	(.12)	–
Total Distributions	(.54)	(.50)	(.47)	(.62)	(.07)
Net asset value, end of period	12.91	13.13	12.95	13.14	13.16
Total Return (%)	2.50	5.41	2.09	4.69	2.58[d]
Ratios/Supplemental Data (%):					
Ratio of total expenses to average net assets	.91	.92	.93	.94	1.14[e]
Ratio of net expenses to average net assets	.91	.92	.92	.92	.92[e]
Ratio of net investment income to average net assets	3.50	3.56	3.59	3.84	3.86[e]
Portfolio Turnover Rate	23.88	18.87	17.58	34.50	39.32[d]
Net Assets, end of period ($ x 1,000)	4,561	2,741	2,944	963	230

[a] *As required, effective September 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended August 31, 2002 was to increase net investment income per share and decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets from 3.83% to 3.84% for Investor shares. Per share data and ratios/supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.*

[b] *From July 11, 2001 (date the fund began offering Investor shares) to August 31, 2001.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *Annualized.*

See notes to financial statements.

FINANCIAL HIGHLIGHTS

Please note that the financial highlights information in the following tables for the fund's Investor shares, Class M shares and Dreyfus Premier shares represents the financial highlights of the Class A shares, Class R shares and Class B shares, respectively, of the fund's predecessor, Dreyfus Premier Limited Term Massachusetts Municipal Fund (the Premier Massachusetts Fund) before the fund commenced operations as of the close of business on September 6, 2002, and represents the performance of the fund's Investor shares, Class M shares and Dreyfus Premier shares thereafter. Before the fund commenced operations, substantially all of the assets of the Premier Massachusetts Fund were transferred to the fund in a tax-free reorganization. Total return for the periods before the fund commenced operations shows how much an investment in the Premier Massachusetts Fund's Class A shares, Class R shares and Class B shares would have increased (or decreased) during those periods, assuming all dividends and distributions were reinvested. Total return for the period since the fund commenced operations also reflects how much an investment in the fund's Investor shares, Class M shares and Dreyfus Premier shares would have increased (or decreased), assuming all dividends and distributions were reinvested.

	Class M Shares					
Mellon Massachusetts	Year Ended August 31,			Two Months Ended	Year Ended June 30,	
Intermediate Municipal Bond Fund	2005	2004	2003[a]	August 31, 2002[b]	2002[c]	2001
Per Share Data ($):						
Net asset value, beginning of period	12.81	12.59	12.79	12.62	12.38	11.89
Investment Operations:						
Investment income—net	.47[d]	.48[d]	.50[d]	.09[d]	.52[d]	.55
Net realized and unrealized gain (loss) on investments	(.06)	.22	(.21)	.17	.24	.49
Total from Investment Operations	.41	.70	.29	.26	.76	1.04
Distributions:						
Dividends from investment income—net	(.47)	(.48)	(.49)	(.09)	(.52)	(.55)
Net asset value, end of period	12.75	12.81	12.59	12.79	12.62	12.38
Total Return (%)	3.25	5.72	2.23	2.10[e]	6.19	8.90
Ratios/Supplemental Data (%):						
Ratio of total expenses to average net assets	.54	.55	.58	.50[f]	.50	.50
Ratio of net expenses to average net assets	.50	.50	.50	.50[f]	.50	.50
Ratio of net investment income to average net assets	3.67	3.74	3.93	3.94[f]	4.18	4.49
Portfolio Turnover Rate	32.16	27.26	15.54	4.48[e]	11.45	14.88
Net Assets, end of period ($ x 1,000)	228,239	197,140	173,311	170,030	162,413	126,264

[a] *Effective December 16, 2002, MPAM shares were redesignated as Class M shares.*
[b] *The Premier Massachusetts Fund has changed its fiscal year end from June 30 to August 31.*
[c] *As required, effective July 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities on a daily basis. The effect of this change for the period ended June 30, 2002 was to increase net investment income per share and decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets by less than .01%. Per share data and ratios/supplemental data for periods prior to July 1, 2001 have not been restated to reflect this change in presentation.*
[d] *Based on average shares outstanding at each month end.*
[e] *Not annualized.*
[f] *Annualized.*
See notes to financial statements.

Mellon Massachusetts Intermediate Municipal Bond Fund	Investor Shares Year Ended August 31, 2005	2004	2003	Two Months Ended August 31, 2002[a]	Year Ended June 30, 2002[b]	2001
Per Share Data ($):						
Net asset value, beginning of period	12.80	12.59	12.79	12.61	12.38	11.89
Investment Operations:						
Investment income—net	.44[c]	.45[c]	.47[c]	.08[c]	.49[c]	.52
Net realized and unrealized gain (loss) on investments	(.05)	.21	(.20)	.18	.23	.49
Total from Investment Operations	.39	.66	.27	.26	.72	1.01
Distributions:						
Dividends from investment income—net	(.44)	(.45)	(.47)	(.08)	(.49)	(.52)
Net asset value, end of period	12.75	12.80	12.59	12.79	12.61	12.38
Total Return (%)	3.07	5.38	1.97	2.06[d,e]	5.92[e]	8.63[e]
Ratios/Supplemental Data (%):						
Ratio of total expenses to average net assets	.79	.80	.83	.75[f]	.75	.75
Ratio of net expenses to average net assets	.75	.75	.75	.75[f]	.75	.75
Ratio of net investment income to average net assets	3.43	3.50	3.68	3.69[f]	3.93	4.24
Portfolio Turnover Rate	32.16	27.26	15.54	4.48[e]	11.45	14.88
Net Assets, end of period ($ x 1,000)	10,371	11,698	12,965	13,866	13,553	12,850

[a] *The Premier Massachusetts Fund has changed its fiscal year end from June 30 to August 31.*

[b] *As required, effective July 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities. The effect of this change for the period ended June 30, 2002 was to increase net investment income per share and decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets by less than .01%. Per share data and ratios/supplemental data for periods prior to July 1, 2001 have not been restated to reflect this change in presentation.*

[c] *Based on average shares outstanding at each month end.*

[d] *Not annualized.*

[e] *Exclusive of sales charge which was applicable to Class A shares of the Premier Massachusetts Fund.*

[f] *Annualized.*

See notes to financial statements.

	Dreyfus Premier Shares					
	Year Ended August 31,			Two Months Ended	Year Ended June 30,	
Mellon Massachusetts Intermediate Municipal Bond Fund	2005	2004	2003	August 31, 2002[a]	2002[b]	2001
Per Share Data ($):						
Net asset value, beginning of period	12.83	12.61	12.81	12.64	12.40	11.92
Investment Operations:						
Investment income—net	38[c]	.38[c]	.40[c]	.07[c]	.43[c]	.46
Net realized and unrealized gain (loss) on investments	(.05)	.22	(.20)	.17	.24	.48
Total from Investment Operations	.33	.60	.20	.24	.67	.94
Distributions:						
Dividends from investment income—net	(.38)	(.38)	(.40)	(.07)	(.43)	(.46)
Net asset value, end of period	12.78	12.83	12.61	12.81	12.64	12.40
Total Return (%)	2.59	4.85	1.55	1.98[d,e]	5.40[d]	8.00[d]
Ratios/Supplemental Data (%):						
Ratio of total expenses to average net assets	1.29	1.30	1.33	1.25[f]	1.25	1.25
Ratio of net expenses to average net assets	1.25	1.25	1.25	1.25[f]	1.25	1.25
Ratio of net investment income to average net assets	2.98	3.01	3.19	3.17[f]	3.41	3.74
Portfolio Turnover Rate	32.16	27.26	15.54	4.48[e]	11.45	14.88
Net Assets, end of period ($ x 1,000)	202	655	941	1,484	1,251	862

[a] *The Premier Massachusetts Fund has changed its fiscal year end from June 30 to August 31.*

[b] *As required, effective July 1, 2001, the fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting discount or amortizing premium on a scientific basis for debt securities on a daily basis. The effect of this change for the period ended June 30, 2002 was to increase net investment income per share and decrease net realized and unrealized gain (loss) on investments per share by less than $.01 and increase the ratio of net investment income to average net assets from 3.40% to 3.41%. Per share data and ratios/supplemental data for periods prior to July 1, 2001 have not been restated to reflect this change in presentation.*

[c] *Based on average shares outstanding at each month end.*

[d] *Exclusive of sales charge which was applicable to Class B shares of the Premier Massachusetts Fund.*

[e] *Not annualized.*

[f] *Annualized.*

See notes to financial statements.

NOTE 1—General:

Mellon Funds Trust (the "Trust") was organized as a Massachusetts business trust which is registered under the Investment Company Act of 1940, as amended (the "Act"), as an open-end management investment company and operates as a series company currently comprised of sixteen series including the following non-diversified municipal bond funds: Mellon National Intermediate Municipal Bond Fund, Mellon National Short-Term Municipal Bond Fund, Mellon Pennsylvania Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund (each, a "fund" and collectively, the "funds"). Mellon National Intermediate Municipal Bond Fund and Mellon National Short-Term Municipal Bond Fund seek to maximize current income exempt from federal income tax to the extent consistent with the preservation of capital. Mellon Pennsylvania Intermediate Municipal Bond Fund seeks as high a level of income exempt from federal and Pennsylvania state income taxes as is consistent with the preservation of capital. Mellon Massachusetts Intermediate Municipal Bond Fund seeks as high a level of income exempt from federal and Massachusetts state income taxes as is consistent with the preservation of capital. Mellon Fund Advisers, a division of The Dreyfus Corporation ("Dreyfus"), serves as each fund's investment adviser ("Investment Adviser"). Mellon Bank, N.A. ("Mellon Bank"), which is a wholly-owned subsidiary of Mellon Financial Corporation ("Mellon Financial"), serves as administrator for the funds pursuant to an Administration Agreement with the Trust (the "Administration Agreement"). Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services. Dreyfus is a wholly-owned subsidiary of Mellon Financial. Dreyfus Service Corporation (the "Distributor"), a wholly-owned subsidiary of Dreyfus, is the Distributor of each fund's shares, which are sold without a front-end sales charge.

The Trust is authorized to issue an unlimited number of shares of beneficial interest, par value $.001 per share, in each of the Class M and Investor class shares of each fund and in the Dreyfus Premier class shares of Mellon National Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund. Dreyfus Premier shares of Mellon National Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund are subject to a contingent deferred sales charge ("CDSC") imposed on redemptions of Dreyfus Premier shares made within six years of purchase and automatically convert to Investor class shares after six years. Each class of shares has similar rights and privileges, except with respect to the expenses borne by and the shareholder services offered to each class, the shareholder services plan applicable to the Investor shares and Dreyfus Premier shares and the Rule 12b-1 plan applicable to the Dreyfus Premier shares and certain voting rights. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments are allocated to each class of shares based on its relative net assets.

The Trust accounts separately for the assets, liabilities and operations of each series. Expenses directly attributable to each series are charged to that series' operations; expenses that are applicable to all series are allocated among them on a pro rata basis.

The funds' financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

NOTE 2—Significant Accounting Policies:

(a) Portfolio valuation: Investments in municipal securities (excluding options and financial futures on municipal, U.S. Treasury securities and swaps) are valued each business day by an independent pricing service (the "Service") approved by the Board of Trustees. Investments for which quoted bid prices are readily available and are representative of the bid side of the market in the judgment of the Service are valued at the mean between the quoted bid prices (as obtained by the Service from dealers in such securities) and asked prices (as calculated by the Service based upon its evaluation of the market for such securities). Other investments (which constitute a majority of each fund's securities) are valued by the Service, based on methods which include consideration of: yields or prices of municipal securities of comparable quality, coupon, maturity and type; indications as to values from dealers; and general market conditions. Options and financial futures on municipal and U.S. Treasury securities are valued at the last sales price on the securities exchange on which such securities are primarily traded or at the last sales price on the national securities market on each business day. Swap transactions are valued based on future cash flows and other factors, such as interest rates and underlying securities.

(b) Securities transactions and investment income: Securities transactions are recorded on a trade date basis. Realized gain and loss from securities transactions are recorded on the identified cost basis. Interest income, adjusted for accretion of discount and amortization of premium on investments, is earned from settlement date and recognized on the accrual basis. Securities purchased or sold on a when-issued or delayed-delivery basis may be settled a month or more after the trade date.

The funds have an arrangement with the custodian banks whereby the funds receive earnings credits from the custodian when positive cash balances are maintained, which are used to offset custody fees. For financial reporting purposes, the funds include net earnings credits as expense offsets in the Statements of Operations.

(c) Concentration of risk: Mellon Pennsylvania Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund follow an investment policy of investing primarily in municipal obligations of one state. Economic changes affecting the state and certain of its public bodies and municipalities may affect the ability of issuers within the state to pay interest on, or repay principal of, municipal obligations held by the fund.

(d) Dividends to shareholders: The funds declare dividends daily from investment income-net; such dividends are paid monthly. With respect to each series, dividends from net realized capital gain, if any, are normally declared and paid annually, but the funds may make distributions on a more frequent basis to comply with the distribution requirements of the Internal Revenue Code of 1986, as amended (the "Code"). To the extent that net realized capital gain can be offset by capital loss carryovers of that fund, it is the policy of the fund not to distribute such gain. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from U.S. generally accepted accounting principles.

(e) Federal income taxes: It is the policy of each fund to continue to qualify as a regulated investment company, which can distribute tax exempt dividends, by complying with the applicable provisions of the Code, and to make distributions of income and net realized capital gain sufficient to relieve it from substantially all federal income and excise taxes. For federal income tax purposes, each series is treated as a single entity for the purpose of determining such qualification.

Table 1 on the next page summarizes each fund's components of accumulated earnings on a tax basis at August 31, 2005.

Table 2 on the next page summarizes Mellon Massachusetts Intermediate Municipal Bond Fund's unused capital loss carryover available to be applied against future net securities profits, if any, realized subsequent to August 31, 2005.

Table 3 on the next page summarizes each relevant fund's tax character of distributions paid to shareholders during the fiscal years ended August 31, 2005 and August 31, 2004, respectively.

During the period ended August 31, 2005, as a result of permanent book to tax differences, primarily due to the tax treatment for amortization of premiums, the funds increased (decreased) accumulated undistributed investment income-net, increased (decreased) accumulated net realized gain (loss) on investments and increased (decreased) paid-in capital as summarized in **Table 4** on the next page. Net assets were not affected by this reclassification.

NOTE 3—Bank Line of Credit:

The funds participate with other Dreyfus-managed funds in a $100 million unsecured line of credit primarily to be utilized for temporary or emergency purposes, including the financing of redemptions. Interest is charged to the funds based on prevailing market rates in effect at the time of borrowings. During the period ended August 31, 2005, the funds did not borrow under the line of credit.

NOTE 4—Investment Advisory Fee, Administration Fee and Other Transactions With Affiliates:

(a) Fees payable by the funds pursuant to the provisions of an Investment Advisory Agreement with the Investment Adviser are payable monthly, computed on the average daily value of each fund's net assets at the following annual rates: .35% of the Mellon National Intermediate Municipal Bond Fund, .35% of the Mellon National

Table 1.

	Undistributed Ordinary Income ($)	Undistributed Capital Gains (Losses) ($)	Unrealized Appreciation (Depreciation) ($)	Capital (Losses) Realized After October 31, 2004 ($)
Mellon National Intermediate Municipal Bond Fund	–	2,165,059	36,811,938	–
Mellon National Short-Term Municipal Bond Fund	–	–	(302,124)	(308,597)
Mellon Pennsylvania Intermediate Municipal Bond Fund	–	1,685,015	34,205,606	–
Mellon Massachusetts Intermediate Municipal Bond Fund	–	(57,290)	9,109,834	–

Table 2.

Expiring in fiscal†	2011 ($)
Mellon Massachusetts Intermediate Municipal Bond Fund	57,290

† *If not applied, the carryover expires in fiscal 2011.*

Table 3.

	Tax-Exempt Income ($)		Ordinary Income ($)		Long-Term Capital Gains ($)	
	2005	2004	2005	2004	2005	2004
Mellon National Intermediate Municipal Bond Fund	27,149,943	25,736,391	560,508	306,202	2,546,523	1,757,154
Mellon National Short-Term Municipal Bond Fund	4,860,596	5,125,374	–	–	33,966	–
Mellon Pennsylvania Intermediate Municipal Bond Fund	25,351,862	27,478,956	25,778	–	4,270,508	1,794,715
Mellon Massachusetts Intermediate Municipal Bond Fund	8,069,053	7,316,764	–	–	–	–

Table 4.

	Accumulatead Undistributed Investment Income—Net ($)	Accumulatead Net Realized Gain (Loss) ($)	Paid-in Capital ($)
Mellon National Intermediate Municipal Bond Fund	(74,485)	154,182	(79,697)
Mellon National Short-Term Municipal Bond Fund	(14,604)	14,604	–
Mellon Pennsylvania Intermediate Municipal Bond Fund	(33,579)	179,127	(145,548)
Mellon Massachusetts Intermediate Municipal Bond Fund	(1,394)	7,293	(5,899)

Short-Term Municipal Bond Fund, .50% of the Mellon Pennsylvania Intermediate Municipal Bond Fund and .35% of the Mellon Massachusetts Intermediate Municipal Bond Fund.

Pursuant to the Administration Agreement with Mellon Bank, Mellon Bank provides or arranges for fund accounting, transfer agency and other fund administration services and receives a fee based on the total net assets of the Trust based on the following rates:

0 up to $6 billion	.15%
$6 billion up to $12 billion	.12%
In excess of $12 billion	.10%

Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon pays Dreyfus for performing certain administrative services.

Mellon Bank has agreed, until September 30, 2007, with respect to Mellon Massachusetts Intermediate Municipal Bond Fund, to waive receipt of its fees and/or reimburse a portion of the fund's expenses, exclusive of taxes, interest, brokerage commissions, Rule 12b-1 fees, Shareholder Services Plan fees and extraordinary expenses, so that the fund's expenses, in the aggregate, do not exceed an annual rate of .50% of the value of the fund's average daily net assets. The expense reimbursement, pursuant to the undertaking, for Mellon Massachusetts Intermediate Municipal Bond Fund, amounted to $97,124 during the period ended August 31, 2005.

During the period ended August 31, 2005, the Distributor retained $13,206 from contingent deferred sales charges on redemptions of the Mellon National Intermediate Municipal Bond Fund's Dreyfus Premier shares, and $16,517 from contingent deferred sales charges on redemptions of the Mellon Massachusetts Intermediate Municipal Bond Fund's Dreyfus Premier shares.

(b) Mellon National Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund have adopted a Distribution Plan (the "Plan") pursuant to Rule 12b-1 under the Act for distributing its Dreyfus Premier shares. The funds each pay the Distributor a fee at an annual rate of .50% of the value of the fund's average daily net assets attributable to its Dreyfus Premier shares. During the period ended August 31, 2005, Mellon National Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund, Dreyfus Premier shares were charged $26,400 and $1,518, respectively, pursuant to the Plan.

(c) The funds have adopted a Shareholder Services Plan with respect to its Investor shares, and Mellon National Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund have adopted a Shareholder Services Plan with respect to its Dreyfus Premier shares, pursuant to which each fund pays the Distributor for the provision of certain services to holders of Investor shares and Dreyfus Premier shares a fee at an annual rate of .25% of the value of the average daily net assets attributable to Investor shares and Dreyfus Premier shares, respectively. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding a fund, and providing reports and other information, and services related to the maintenance of such shareholder accounts. The Shareholder Services Plan allows the Distributor to make payments from the shareholder services fees it collects from each fund to compensate service agents (certain banks, securities brokers or dealers and other financial institutions) in respect of these services. **Table 5** summarizes the amounts Investor shares and Dreyfus Premier shares were charged during the period ended August 31, 2005, pursuant to the Shareholder Services Plan. Additional fees included in shareholder servicing costs in the Statement of Operations include fees paid to the transfer agent.

Table 5.

Mellon National Intermediate Municipal Bond Fund (Investor Shares)	$71,564
Mellon National Intermediate Municipal Bond Fund (Dreyfus Premier Shares)	13,200
Mellon National Short-Term Municipal Bond Fund	373
Mellon Pennsylvania Intermediate Municipal Bond Fund	8,938
Mellon Massachusetts Intermediate Municipal Bond Fund (Investor Shares)	27,406
Mellon Massachusetts Intermediate Municipal Bond Fund (Dreyfus Premier Shares)	759

The funds compensate Mellon Bank, an affiliate of Dreyfus, under a Custody Agreement for providing custodial services for the funds. **Table 6** summarizes the amounts the funds were charged during the period ended August 31, 2005 pursuant to the custody agreement.

Table 6.

Mellon National Intermediate Municipal Bond Fund	$56,360
Mellon National Short-Term Municipal Bond Fund	22,226
Mellon Pennsylvania Intermediate Municipal Bond Fund	49,993
Mellon Massachusetts Intermediate Municipal Bond Fund	17,819

During the period ended August 31, 2005, each of the funds were charged $2,520 for services performed by the Chief Compliance Officer.

Table 7 summarizes the components of Due to the Dreyfus Corporation and affiliates in the Statements of Assets and Liabilities for each fund.

(d) Each trustee who is not an "affiliated person" as defined in the Act receives from the Trust an annual fee of $44,000 and an attendance fee of $4,000 for each in-person meeting attended and $500 for telephone meetings and is reimbursed for travel and out-of-pocket expenses. Prior to September 14, 2004, the attendance fee payable to each trustee was $3,000 for each in-person meeting attended.

NOTE 5—Securities Transactions:

Table 8 summarizes each fund's aggregate amount of purchases and sales of investment securities, excluding short-term securities and financial futures, during the period ended August 31, 2005.

The funds may invest in financial futures contracts in order to gain exposure to or protect against changes in the market. The funds are exposed to market risk as a result of changes in the value of the underlying financial instruments. Investments in financial futures require the funds to "mark to market" on a daily basis, which reflects the change in the market value of the contracts at the close of each day's trading. Typically, variation margin payments are received or made to reflect daily unrealized gains or losses. When the contracts are closed, the funds recognize a realized gain or loss. These investments require initial margin deposits with a broker, which con-

Table 7.

	Investment Advisory Fees ($)	Rule 12b-1 Distribution Plan Fees ($)	Shareholder Services Plan Fees ($)	Custodian Fees ($)	Chief Compliance Officer Fees ($)	Expense Reimbursement($)
Mellon National Intermediate Municipal Bond Fund	225,136	1,999	6,800	13,148	1,533	–
Mellon National Short-Term Municipal Bond Fund	61,970	–	32	4,330	1,533	–
Mellon Pennsylvania Intermediate Municipal Bond Fund	279,844	–	958	11,666	1,533	–
Mellon Massachusetts Intermediate Municipal Bond Fund	69,545	85	2,233	4,848	1,533	(5,473)

Table 8.

	Purchases ($)	Sales ($)
Mellon National Intermediate Municipal Bond Fund	390,778,324	301,518,468
Mellon National Short-Term Municipal Bond Fund	83,053,984	86,978,980
Mellon Pennsylvania Intermediate Municipal Bond Fund	158,907,272	161,116,425
Mellon Massachusetts Intermediate Municipal Bond Fund	95,851,726	68,840,165

sist of cash or cash equivalents. The amount of these deposits is determined by the exchange or Board of Trade on which the contract is traded and is subject to change. Contracts open at August 31, 2005 are set forth in the Statement of Financial Futures.

Table 9 summarizes accumulated net unrealized appreciation on investments for each fund at August 31, 2005.

NOTE 6—Legal Matters:

In early 2004, two purported class and derivative actions were filed against Mellon Financial, Mellon Bank, N.A., Dreyfus, Founders Asset Management LLC, and certain directors of the Dreyfus Funds and the Dreyfus Founders Funds (together, the "Funds") in the United States District Court for the Western District of Pennsylvania. In September 2004, plaintiffs served a Consolidated Amended Complaint (the "Amended Complaint") on behalf of a purported class of all persons who acquired interests in any of the Funds between January 30, 1999 and November 17, 2003, and derivatively on behalf of the Funds. The Amended Complaint in the newly styled In re Dreyfus Mutual Funds Fee Litigation also named the Distributor, Premier Mutual Fund Services, Inc. and two additional Fund directors as defendants and alleges violations of the Investment Company Act of 1940, the Investment Advisers Act of 1940, the Pennsylvania Unfair Trade Practices and Consumer Protection Law and common-law claims. Plaintiffs seek to recover allegedly improper and excessive Rule 12b-1 and advisory fees allegedly charged to the Funds for marketing and distribution services. More specifically, plaintiffs claim, among other things, that 12b-1 fees and directed brokerage were improperly used to pay brokers to recommend the Funds over other funds, and that such payments were not disclosed to investors. In addition, plaintiffs assert that economies of scale and soft-dollar benefits were not passed on to the Funds. Plaintiffs further allege that 12b-1 fees were improperly charged to certain of the Funds that were closed to new investors. The Amended Complaint seeks compensatory and punitive damages, rescission of the advisory contracts, and an accounting and restitution of any unlawful fees, as well as an award of attorneys' fees and litigation expenses. As noted, some of the claims in this litigation are asserted derivatively on behalf of the Funds that have been named as nominal defendants. With respect to such derivative claims, no relief is sought against the Funds. Dreyfus believes the allegations to be totally without merit and intends to defend the action vigorously. None of the trustees of the Trust, nor the funds, were named in the actions. In November 2004, all named defendants moved to dismiss the Amended Complaint in whole or substantial part. Briefing was completed in May 2005.

Additional lawsuits arising out of these circumstances and presenting similar allegations and requests for relief may be filed against the defendants in the future. Neither Dreyfus nor the Funds believe that any of the pending actions will have a material adverse effect on the Funds or Dreyfus' ability to perform its contract with the Funds.

Table 9.

	Cost of Investments ($)	Gross Appreciation ($)	Gross (Depreciation) ($)	Net ($)
Mellon National Intermediate Municipal Bond Fund	756,646,434	37,053,354	241,416	36,811,938
Mellon National Short-Term Municipal Bond Fund	209,906,333	570,472	872,596	(302,124)
Mellon Pennsylvania Intermediate Municipal Bond Fund	631,992,507	34,361,379	155,773	34,205,606
Mellon Massachusetts Intermediate Municipal Bond Fund	230,934,074	9,305,145	195,311	9,109,834

The Board of Trustees and Shareholders of Mellon Funds Trust:

We have audited the accompanying statements of assets and liabilities of Mellon National Intermediate Municipal Bond Fund, Mellon National Short-Term Municipal Bond Fund, Mellon Pennsylvania Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund of Mellon Funds Trust (collectively "the Funds"), including the statements of investments and statements of financial futures, as of August 31, 2005, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the financial highlights for each of the periods indicated herein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of August 31, 2005, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Funds as of August 31, 2005, the results of their operations for the year then ended, the changes in their net assets for each of the years in the two-year period then ended and the financial highlights for each of the periods indicated herein, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

New York, New York
October 20, 2005

Mellon National Intermediate Municipal Bond Fund

In accordance with federal tax law, the fund hereby makes the following designations regarding its fiscal year ended August 31, 2005:

— all the dividends paid from investment income-net are "exempt-interest dividends" (not generally subject to regular federal income tax), and

— the fund hereby designates $.0486 per share as a long-term capital gain distribution of the $.0593 per share paid on December 9, 2004.

As required by federal tax law rules, shareholders will receive notification of their portion of the fund's taxable ordinary dividends (if any) and capital gains distributions (if any) paid for the 2005 calendar year on Form 1099-DIV which will be mailed by January 31, 2006.

Mellon National Short-Term Municipal Bond Fund

In accordance with federal tax law, the fund hereby makes the following designations regarding its fiscal year ended August 31, 2005:

— all the dividends paid from investment income-net are "exempt-interest dividends" (not generally subject to regular federal income tax), and

— the fund hereby designates $.0020 per share as a long-term capital gain distribution paid on December 9, 2004.

As required by federal tax law rules, shareholders will receive notification of their portion of the fund's taxable ordinary dividends (if any) and capital gains distributions (if any) paid for the 2005 calendar year on Form 1099-DIV which will be mailed by January 31, 2006.

Mellon Pennsylvania Intermediate Municipal Bond Fund

In accordance with federal tax law, the fund hereby makes the following designations regarding its fiscal year ended August 31, 2005:

— all the dividends paid from investment income-net are "exempt-interest dividends" (not generally subject to regular federal income tax), and

— the fund hereby designates $.0829 per share as a long-term capital gain distribution of the $.0834 per share paid on December 9, 2004.

As required by federal tax law rules, shareholders will receive notification of their portion of the fund's taxable ordinary dividends (if any) and capital gain distributions (if any) paid for the 2005 calendar year on Form 1099-DIV which will be mailed by January 31, 2006.

Mellon Massachusetts Intermediate Municipal Bond Fund

In accordance with federal tax law, the fund hereby designates all the dividends paid from investment income-net during its fiscal year ended August 31, 2005 as "exempt-interest dividends" (not generally subject to regular federal income tax).

As required by federal tax law rules, shareholders will receive notification of their portion of the fund's taxable ordinary dividends (if any) and capital gains distributions (if any) paid for the 2005 calendar year on Form 1099-DIV which will be mailed by January 31, 2006.

MELLON FUNDS TRUST (Mellon National Intermediate Municipal Bond Fund, Mellon National Short-Term Municipal Bond Fund, Mellon Pennsylvania Intermediate Municipal Bond Fund and Mellon Massachusetts Intermediate Municipal Bond Fund)

At a meeting of the Board of Trustees held on March 15-16, 2005, the Board considered the re-approval of the Trust's Investment Advisory Agreement for another one year term, pursuant to which the Investment Adviser, a division of Dreyfus, provides the funds with investment advisory services. The Board members also considered the re-approval of the Trust's Administration Agreement with Mellon Bank for another one year term, pursuant to which Mellon Bank provides the funds with administrative services. Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain of these administrative services. The Board members who are not "interested persons" (as defined in the Act) of the Trust were assisted in their review by independent legal counsel and met with counsel in executive session separate from representatives of Dreyfus.

Analysis of Nature, Extent and Quality of Services Provided to the Funds. The Board members received a presentation from representatives of Dreyfus regarding services provided to the funds, and discussed the nature, extent and quality of the services provided to the funds pursuant to the Investment Advisory Agreement. Dreyfus' representatives reviewed the funds' distribution of accounts, and noted the diversity of distribution of the funds and Dreyfus' corresponding need for broad, deep and diverse resources to be able to provide ongoing shareholder services to each of the funds' distribution channels. The Board also reviewed the number of shareholder accounts in each fund, as well as each fund's asset size.

The Board members also considered Dreyfus' research and portfolio management capabilities and that Dreyfus also provides oversight of day-to-day fund operations, including fund accounting and administration and assistance in meeting legal and regulatory requirements. The Board members also considered Dreyfus' extensive administrative, accounting and compliance infrastructure.

Comparative Analysis of the Funds' Performance and Management Fees and Expense Ratios.

Mellon National Intermediate Municipal Bond Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that, as of December 31, 2004, the fund's total return performance was above the averages of the comparison group and its Lipper category for the 1-, 3- and 5-year periods and that the fund's income performance was above the averages of the comparison group and its Lipper category for the 1- and 3-year periods. The Board members also noted the fund's number one ranking versus the comparison group for the 1-, 3-, 5- and 10-year periods ended December 31, 2004. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds.

The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds had management fees that were both higher and lower than the fund's management fee, and management noted that the management fee of the Similar Fund (that was lower than the fund's management fee) reflected the pricing and characteristics of an institutional fund. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon National Short-Term Municipal Bond Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that, as of December 31, 2004, the fund's total return performance was below the average of the comparison group for the 1-year period, was above the average of the comparison group for the 3-year period and was above its Lipper category average for the 1- and 3-year periods, and that the fund's income performance was above the averages of the comparison group and its Lipper category for the 1- and 3-year periods. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked in the second quartile (was among the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fee paid to Dreyfus or its affiliates by a mutual fund with a similar investment objective and similar policies and strategies as the fund (the "Similar Fund"). This comparison group also compared the management fee and total expense ratio of the Similar Fund. The Similar Fund's comparison group was composed exclusively of an investment company managed by Dreyfus or its affiliates that was reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of the Similar Fund and the differences, from Dreyfus' perspective, in management of the Similar Fund compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. Management noted that the management fee of the Similar Fund was comparable to that of the fund. The Board members considered the relevance of the fee information provided for the Similar Fund to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that the fee paid by the Similar Fund seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon Pennsylvania Intermediate Municipal Bond Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's comparison group consisted of only one other fund. The Board members also noted that, as of December 31, 2004, the fund's total return performance was higher than that of the other fund in the comparison group for the 1-year period, was comparable to that of the other fund for the 3- and 5-year periods and was above its Lipper category average for the 1-, 3- and 5-year periods and that the fund's income performance was comparable to that of the other fund for the 1-year period and was below that of the other fund for the 3-year period. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the other fund in the comparison group and was lower than the average of the fund's Lipper category.

Representatives of Dreyfus reviewed with the Board members a comparison of the fee paid to Dreyfus or its affiliates by a mutual fund with a similar investment objective and similar policies and strategies as the fund (the "Similar Fund"). This comparison group also compared the management fee and total expense ratio of the Similar Fund. The Similar Fund's comparison group was composed exclusively of an investment company managed by Dreyfus or its affiliates that was reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of the Similar Fund and the differences, from Dreyfus' perspective, in management of the Similar Fund compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. Management noted that the management fee of the Similar Fund was comparable to that of the fund. The Board members considered the relevance of the fee information provided for the Similar Fund to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that the fee paid by the Similar Fund seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon Massachusetts Intermediate Municipal Bond Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's Lipper category average. The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same Lipper category as the fund. The Board members noted that the fund's comparison group consisted of only two other funds for the 1-year period, and only one other fund for the 3- and 5-year periods, ended December 31, 2004 The Board members also noted that, as of December 31, 2004, the fund's total return performance was higher than that of the other two funds in the comparison group for the 1-year period and was higher than that of the other fund for the 3- and 5-year periods and that the fund's income performance was higher than that of the other funds in the comparison group for the 1-year period and was comparable to that of the other fund for the 3- and 5-year periods. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked first (was the lowest) in the comparison group. The Board members also considered Mellon Bank's contractual undertaking for the fund in effect through September 30, 2007.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds had management fees that were both higher and lower than the fund's management fee, and management noted that the management fee of the Similar Fund (that was lower than the fund's management fee) reflected the pricing of an institutional fund. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

<u>Analysis of Profitability and Economies of Scale.</u> Dreyfus' representatives reviewed the dollar amount of expenses allocated and profit received by Dreyfus and its affiliates with respect to each fund and the method used to determine such expenses and profit. The Board received and considered information prepared by an independent consulting firm regarding Dreyfus' approach to allocating costs to, and determining the profitability of, individual funds and the entire Dreyfus mutual fund complex. The Dreyfus representatives stated that the methodology had also been reviewed by an independent registered public accounting firm which, like the consultant, found the methodology to be reasonable. The consulting firm also analyzed where any economies of scale might emerge in connection with the management of the funds. The Board members evaluated the analysis in light of the relevant circumstances for each fund, and the extent to which economies of scale would be realized as the fund grows and whether fee levels reflect these economies of scale for the benefit of fund investors. The Board noted that it appeared that the benefits of any economies of scale also would be appropriately shared with shareholders through increased investment in fund management and administration resources. The Board members also considered potential benefits to Dreyfus and its affiliates, including Mellon Fund Advisers, from acting as investment adviser with respect to each fund.

It was noted that the Board members should consider Dreyfus' profitability with respect to each fund as part of their evaluation of whether the fees under the Investment Advisory Agreement bear a reasonable relationship to the mix of services provided by Dreyfus, including the nature, extent and quality of such services and that a discussion of economies of scale are predicated on increasing assets and that, if a fund's assets had been decreasing, the possibility that Dreyfus may have realized any economies of scale would be less. The Board members also discussed the profitability percentage ranges determined by appropriate court cases to be reasonable given the services rendered to investment companies. It was noted that the profitability percentage for managing each fund was not unreasonable given the fund's overall performance and generally superior service levels provided.

At the conclusion of these discussions, each of the Board Members expressed the opinion that he or she had been furnished with sufficient information to make an informed business decision with respect to the continuation of the Trust's Investment Advisory Agreement. Based on their discussions and considerations as described above, the Board made the following conclusions and determinations.

- The Board concluded that the nature, extent and quality of the services provided by Dreyfus are adequate and appropriate.
- The Board was generally satisfied with the each fund's performance, noting in particular, with respect to Mellon National Intermediate Municipal Bond Fund, the fund's strong total return performance over a 10-year period ended December 31, 2004.
- The Board concluded that the fee paid by each fund to Mellon Fund Advisers was reasonable in light of comparative performance and expense and advisory fee information, costs of the services provided and profits to be realized and benefits derived or to be derived by Dreyfus and its affiliates from its relationship with the funds.
- The Board determined that the economies of scale which may accrue to Dreyfus and its affiliates in connection with the management of the funds had been adequately considered by Dreyfus in connection with the management fee rate charged to each fund, and that, to the extent in the future it were to be determined that material economies of scale had not been shared with the funds, the Board would seek to have those economies of scale shared with fund shareholders.

The Board members considered these conclusions and determinations and, without any one factor being dispositive, the Board determined that re-approval of the Trust's Investment Advisory Agreement and Administration Agreement with respect to the funds was in the best interests of each fund and its respective shareholders.

Patrick J. O'Connor (62)
Chairman of the Board (2000)

Principal Occupation During Past 5 Years:
- Attorney, Cozen and O'Connor, P.C. since 1973, including Vice Chairman since 1980 and Chief Executive Officer and President since 2002

Other Board Memberships and Affiliations:
- Board of Consultors of Villanova University School of Law, Board Member
- Temple University, Trustee
- Philadelphia Police Foundation, Board Member
- Philadelphia Children's First Fund, Board Member
- Committee on Rules of Evidence of Pennsylvania Supreme Court, Vice Chair
- American College of Trial Lawyers, Fellow
- Historical Society of the United States District Court for the Eastern District of Pennsylvania, Director

No. of Portfolios for which Board Member Serves: 16

Ronald R. Davenport (69)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Chairman of Sheridan Broadcasting Corporation since July 1972

Other Board Memberships and Affiliations:
- American Urban Radio Networks, Co-Chairman
- Aramark Corporation, Board Member
- Momentum Equity Group LLC, Director

No. of Portfolios for which Board Member Serves: 16

John L. Diederich (68)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Chairman of Digital Site Systems, Inc., a privately held software company providing internet service to the construction materials industry, since July 1998

Other Board Memberships and Affiliations:
- Continental Mills, a dry baking products company, Board Member
- Pittsburgh Parks Conservancy, Board Member

No. of Portfolios for which Board Member Serves: 16

Maureen D. McFalls (60)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Director of the Office of Government Relations at Carnegie Mellon University since January 2000
- Manager, Government Communications, of the Software Engineering Institute at Carnegie Mellon University from March 1994 to December 1999

Other Board Memberships and Affiliations:
- Maglev, Inc., a company seeking a partnership between industry and government in Pennsylvania to create a magnetically levitated high-speed transportation system, Board Member representing Carnegie Mellon University
- Coro Center For Civic Leadership, Board Member
- Pennsylvania Association for Individuals with Disabilities, Board Member

No. of Portfolios for which Board Member Serves: 16

Kevin C. Phelan (61)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Mortgage Banker, Meredith & Grew, Inc. since March 1978, including Executive Vice President and Director since March 1998

Other Board Memberships and Affiliations:
- Greater Boston Chamber of Commerce, Director
- Fiduciary Trust, Director
- St. Elizabeth's Medical Center of Boston, Board Member
- Providence College, Trustee
- Simmons College, Trustee
- Newton Country Day School, Chairman of the Board
- Board of Visitors of Babson College, Board Member
- Board of Visitors of Boston University School of Public Health, Board Member
- Boston Public Library Foundation, Director
- Boston Foundation, Director
- Boston Municipal Research Bureau, Board Member
- Boys and Girls Club of Boston, Board Member
- Greater Boston Real Estate Board, Director

No. of Portfolios for which Board Member Serves: 16

Patrick J. Purcell (57)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Owner, President and Publisher of The Boston Herald since February 1994
- President and Founder, jobfind.com, an employment search site on the world wide web, since July 1996
- President and Chief Executive Officer, Herald Media since 2001

Other Board Memberships and Affiliations:
- The American Ireland Fund, an organization that raises funds for philanthropic projects in Ireland, Director
- The Genesis Fund, an organization that raises funds for the specialized care and treatment of New England area children born with birth defects, mental retardation and genetic diseases, Board Member
- United Way of Massachusetts Bay, Board Member
- Greater Boston Chamber of Commerce, Board Member
- St. John's University, Trustee

No. of Portfolios for which Board Member Serves: 16

Thomas F. Ryan, Jr. (64)
Board Member (2000)

Principal Occupation During Past 5 Years:
- Retired since April 1999
- President and Chief Operating Officer of the American Stock Exchange from October 1995 to April 1999

Other Board Memberships and Affiliations:
- Boston College, Trustee
- Brigham & Women's Hospital, Trustee
- New York State Independent System Operator, a non-profit organization which administers a competitive wholesale market for electricity in New York State, Director
- RepliGen Corporation, a biopharmaceutical company, Director

No. of Portfolios for which Board Member Serves: 16

Once elected all Board Members serve for an indefinite term. The address of the Board Members and Officers is in c/o The Dreyfus Corporation, 200 Park Avenue, New York, New York 10166. Additional information about the Board Members is available in the fund's Statement of Additional Information which can be obtained from Dreyfus free of charge by calling this toll free number: 1-800-645-6561. For individual account holders for Private Wealth Management clients, please contact your account officer or call 1-888-281-7350.

LAWRENCE P. KEBLUSEK, President since June 2003.

As Chief Investment Officer of Mellon's Private Wealth Management group, Mr. Keblusek is responsible for investment strategy, policy and implementation for Mellon's Private Wealth Management group. Prior to joining Mellon, Mr. Keblusek was a Managing Director at Citigroup since 1995. He was previously a Vice President of the Trust. He is 55 years old and has been employed by Mellon since August 2002.

MARK N. JACOBS, Vice President since June 2000.

Executive Vice President, Secretary and General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 59 years old and has been an employee of Dreyfus since June 1977.

CHRISTOPHER SHELDON, Vice President since June 2003.

As director of Investment Strategy for Mellon's Private Wealth Management group since April 2003, Mr. Sheldon manages the analysis and development of investment and asset allocation strategies and investment product research. Prior to assuming his current position, Mr. Sheldon was the West Coast managing director of Mellon's Private Wealth Management group from 2001-2003 and its regional manager from 1998-2001. He is 38 years old has been employed by Mellon since January 1995.

MICHAEL A. ROSENBERG, Vice President and Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 45 years old and has been an employee of Dreyfus since October 1991.

JAMES BITETTO, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 39 years old and has been an employee of Dreyfus since December 1996.

JONI LACKS CHARATAN, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 49 years old and has been an employee of Dreyfus since October 1998.

JOSEPH M. CHIOFFI, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 43 years old and has been an employee of Dreyfus since June 2000.

JANETTE E. FARRAGHER, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 42 years old and has been an employee of Dreyfus since February 1984.

JOHN B. HAMMALIAN, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 42 years old and has been an employee of Dreyfus since February 1991.

ROBERT R. MULLERY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 53 years old and has been an employee of Dreyfus since May 1986.

JEFF PRUSNOFSKY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 40 years old and has been an employee of Dreyfus since October 1990.

JAMES WINDELS, Treasurer since November 2001.

Director – Mutual Fund Accounting of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since April 1985.

GREGORY S. GRUBER, Assistant Treasurer since March 2000.

Senior Accounting Manager – Municipal Bond Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since August 1981.

ERIK D. NAVILOFF, Assistant Treasurer since December 2002.

Senior Accounting Manager – Taxable Fixed Income Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 37 years old and has been an employee of Dreyfus since November 1992.

ROBERT ROBOL, Assistant Treasurer since December 2002.

Senior Accounting Manager – Money Market Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 41 years old and has been an employee of Dreyfus since October 1988.

ROBERT SVAGNA, Assistant Treasurer since December 2002.

Senior Accounting Manager – Equity Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 38 years old and has been an employee of Dreyfus since November 1990.

KENNETH J. SANDGREN, Assistant Treasurer since November 2001.

Mutual Funds Tax Director of Dreyfus, and an officer of 91 investment companies (comprised of 200portfolios) managed by Dreyfus. He is 51 years old and has been an employee of Dreyfus since June 1993.

JOSEPH W. CONNOLLY, Chief Compliance Officer since October 2004.

Chief Compliance Officer of the Manager and The Dreyfus Family of Funds (91 investment companies, comprising 200 portfolios). From November 2001 through March 2004, Mr. Connolly was first Vice-President, Mutual Fund Servicing for Mellon Global Securities Services. In that capacity, Mr. Connolly was responsible for managing Mellon's Custody, Fund Accounting and Fund Administration services to third-party mutual fund clients. He is 48 years old and has served in various capacities with the Manager since 1980, including manager of the firm's Fund Accounting Department from 1997 through October 2001.

WILLIAM GERMENIS, Anti-Money Laundering Compliance Officer since September 2002.

Vice President and Anti-Money Laundering Compliance Officer of the Distributor, and the Anti-Money Laundering Compliance Officer of 87 investment companies (comprised of 196 portfolios) managed by Dreyfus. He is 35 years old and has been an employee of the Distributor since October 1998.

For More Information

Mellon Funds Trust
c/o The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Investment Adviser

Mellon Fund Advisers, a division of
The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Administrator

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

Sub-Administrator

The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Custodian

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

Transfer Agent &
Dividend Disbursing Agent

Dreyfus Transfer, Inc.
200 Park Avenue
New York, NY 10166

Distributor

Dreyfus Service Corporation
200 Park Avenue
New York, NY 10166

Telephone Private Wealth Management (PWM) Clients, please contact your Account Officer or call 1-888-281-7350. Brokerage Clients of Mellon Private Wealth Advisors (MPWA), please contact your financial representative or call 1-800-830-0549-Option 2. Individual Account holders, please call Dreyfus at 1-800-896-8167.

Mail PWM Clients, write to your Account Officer, c/o Mellon Bank, N.A., One Mellon Bank Center, Pittsburgh, PA 15258

MPWA Brokerage Clients, write to your financial representative, P.O. Box 9012, Hicksville, NY 11802–9012

Individual Account Holders, write to: Mellon Funds, P.O. Box 55268, Boston, MA 02205–8502

The fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The funds' Forms N-Q are available on the SEC's website at http://www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

Information regarding how the fund voted proxies relating to portfolio securities for the 12-month period ended June 30, 2005, is available on the SEC's website at http://www.sec.gov and without charge, upon request, by calling 1-800-645-6561.

The Mellon Funds

Mellon Money Market Fund
Mellon National Municipal Money Market Fund

ANNUAL REPORT August 31, 2005

Mellon

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The Funds

For More Information

The views expressed herein are current to the date of this report. These views and the composition of the funds' portfolios are subject to change at any time based on market and other conditions.

The Funds

LETTER FROM THE PRESIDENT

Dear Shareholder:

This annual report for The Mellon Funds covers the period from September 1, 2004, through August 31, 2005. Inside, you'll find valuable information about how the funds were managed during the reporting period, including discussions with each fund's portfolio manager.

On average, U.S. stock prices ended the reporting period higher than where they began. However, most of the equity markets' gains occurred during the closing months of 2004. So far in 2005, positive factors, including steady economic growth and higher corporate profits, were largely offset by headwinds, such as sharply higher energy prices and rising short-term interest rates. Against the same backdrop and, contrary to historical norms, bonds generally rallied as inflation appeared to remain low and demand for U.S. fixed-income securities was robust, particularly from overseas investors. In global markets, international stocks generally rose more than U.S. stocks over the past year, with gains achieved in the industrialized markets of Europe and Asia, as well as many of the emerging markets.

Recent shocks to the U.S. economy — including sharply higher gasoline prices and other consequences of Hurricane Katrina — have added a degree of uncertainty to the outlook for stocks and bonds. However, our economists currently believe that the economy should continue to grow without either entering a recession or triggering a significant acceleration of inflation. As always, we encourage you to discuss the potential implications of these and other matters with your portfolio manager.

Thank you for your continued confidence and support.

Sincerely,

Lawrence P. Keblusek
President
Mellon Funds Trust
September 15, 2005

DISCUSSION OF FUND PERFORMANCE

J. Christopher Nicholl, Portfolio Manager

How did Mellon Money Market Fund perform during the period?

For the 12-month period ended August 31, 2005, the fund produced yields of 2.27% for its Class M shares and 2.03% for its Investor shares. Taking into account the effects of compounding, the fund also produced effective yields of 2.30% and 2.05% for its Class M shares and Investor shares, respectively.[1]

Yields of money market securities rose steadily over the reporting period, primarily in response to higher short-term interest rates from the Federal Reserve Board (the "Fed").

What is the fund's investment approach?

The fund seeks as high a level of current income as is consistent with the preservation of capital and the maintenance of liquidity. To pursue its goal, the fund invests in a diversified portfolio of high-quality, short-term debt securities, including U.S. government securities; certificates of deposit, time deposits, bankers' acceptances and other short-term domestic or foreign bank obligations; repurchase agreements; asset-backed securities; high-grade commercial paper and other short-term corporate obligations; and taxable municipal obligations. Normally, the fund invests at least 25% of its net assets in bank obligations.

What other factors influenced the fund's performance?

The fund's performance was mainly influenced by the Fed's ongoing efforts to move away from its accommodative monetary policy of the past several years. The Fed raised short-term interest rates by 25 basis points at each of eight meetings of its Federal Open Market Committee (FOMC) during the reporting period, driving the overnight federal funds rate from 1.5% at the start of the reporting period to 3.5% by the reporting period's end.

The Fed's credit tightening campaign occurred in an environment of moderate economic growth. Despite occasional concerns among analysts that the economy might be growing too robustly, potentially igniting inflationary pressures, or too weakly, increasing the risk of recession, U.S. gross domestic product continued to expand steadily throughout the reporting period. More specifically, U.S. GDP rose at annualized rates of 3.1% in the fourth quarter of 2004, 3.5% during the first quarter of 2005 and 3.3% for the second quarter of 2005. Inflation remained at relatively low levels, as discounts from automobile manufacturers and apparel retailers offset soaring energy prices during the spring and summer of 2005.

Unlike some previous cycles of rising interest rates, this time the Fed's policy intentions were made clear to investors by Chairman Alan Greenspan and other Fed governors, which helped the market respond to rate hikes in an orderly fashion. The Fed's "transparency" helped keep market volatility unusually low while yields rose gradually and steadily among money market securities with maturities between one day and one year. Indeed, yields of longer-term fixed-income securities ended the reporting period little changed from where they began, a situation that Fed Chairman Greenspan called "a conundrum."

For much of the reporting period, we maintained the fund's weighted average maturity in a range we considered modestly shorter than industry averages. This positioning was designed to maintain the liquidity the fund needed to capture higher yields as interest rates rose. At times, however, when yield differences between short- and longer-term money market instruments widened due to shifts in economic expectations and investor sentiment, we extended the fund's weighted average maturity temporarily to participate in the higher yields offered by securities in the two- to six-month range.

We adjusted this strategy during the final months of the reporting period, when we believed longer-term yields became more attractive and the risks between the Fed continuing to tighten and the Fed pausing to assess economic growth became a bit more balanced. Accordingly, we extended the fund's weighted average maturity toward a range that was in line with to slightly longer than industry averages, including occasional purchases of money market instruments with one-year maturities.

Over the course of the reporting period, we generally increased the fund's holdings of bank certificates of deposit and decreased its exposure to commercial paper. We continue to find the taxable municipals attractive, and have sought to increase our exposure to that sector.

What is the fund's current strategy?

Although we expect the Fed to continue to raise short-term interest rates at upcoming FOMC meetings, we believe that the effects of Hurricane Katrina, in tandem with the Fed's previous rate hikes, have made it far more difficult to plot the Fed's likely path. If these factors have constrained the rate of economic growth and inflation remains benign, the Fed may have relatively few rate-hikes left in store. On the other hand, rising inflationary pressures and robust economic growth could lead to more interest-rate increases than most analysts currently anticipate. Consequently, we have continued to maintain the fund's weighted average maturity in the neutral range.

September 15, 2005

An investment in the fund is not insured or guaranteed by the FDIC 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.

1 *Effective yield is based upon dividends declared daily and reinvested monthly. Past performance is no guarantee of future results. Yields fluctuate.*

DISCUSSION OF FUND PERFORMANCE

J. Christopher Nicholl, Portfolio Manager

How did Mellon National Municipal Money Market Fund perform during the period?

For the 12-month period ended August 31, 2005, the fund produced yields of 1.67% for its Class M shares and 1.42% for its Investor shares. Taking into account the effects of compounding, the fund also produced effective yields of 1.68% and 1.43% for its Class M shares and Investor shares, respectively. [1]

Yields of tax-exempt money market securities rose steadily over the reporting period, primarily in response to higher short-term interest rates from the Federal Reserve Board (the "Fed").

What is the fund's investment approach?

The fund seeks as high a level of current income exempt from federal income tax as is consistent with the preservation of capital and maintenance of liquidity. To pursue its goal, the fund invests at least 80% of its assets in short-term municipal obligations that provide income exempt from federal income tax. Among these are municipal notes, short-term municipal bonds, tax-exempt commercial paper and municipal leases. The fund may invest up to 20% of its total assets in taxable money market securities, such as U.S. government obligations, bank and corporate obligations and commercial paper.

What other factors influenced the fund's performance?

The fund's performance was mainly influenced by the Fed's ongoing efforts to move away from its accommodative monetary policy of the past several years. The Fed raised short-term interest rates by 25 basis points at each of eight meetings of its Federal Open Market Committee (FOMC) during the reporting period, driving the overnight federal funds rate from 1.5% at the start of the reporting period to 3.5% by the reporting period's end. Unlike some previous cycles of rising interest rates, this time the Fed's policy intentions were made clear to investors by Chairman Alan Greenspan and other Fed governors, which helped keep market volatility relatively low.

The Fed's credit tightening campaign occurred in an environment of moderate economic growth. Despite occasional concerns among analysts that the economy might be growing too robustly, potentially igniting inflationary pressures, or too weakly, increasing the risk of recession, U.S. gross domestic product continued to expand steadily throughout the reporting period. More specifically, U.S. GDP rose at annualized rates of 3.1% in the fourth quarter of 2004, 3.5% during the first quarter of 2005 and 3.3% for the second quarter of 2005. Inflation remained at relatively low levels, as discounts from automobile manufacturers and apparel retailers offset soaring energy prices during the spring and summer of 2005.

Better economic conditions helped improve the fiscal conditions of many states and municipalities. As a result, issuers had less need to borrow to cover budget shortfalls, and the supply of newly issued tax-exempt money market instruments fell compared to the same period one year earlier. Moderating supply amid robust investor demand, including participation of non-traditional investors such as hedge funds and insurance companies, generally put downward pressure on tax-exempt money market yields.

For much of the reporting period, we maintained the fund's weighted average maturity in a range we considered very short. This positioning was designed to maintain the liquidity the fund needed to capture higher yields quickly as interest rates rose. However, most other money market funds adopted a similar strategy, so the fund's weighted average maturity generally remained in line with industry averages. In fact, the industry's weighted average maturity in May 2005 fell to the shortest point on record. At times, when yield differences between short- and longer-term money market instruments widened due to investor sentiment and technical factors, we extended the fund's weighted average maturity temporarily to participate in the higher yields offered by securities in the two- to six-month range.

We adjusted this strategy during the final months of the reporting period, when we believed longer-term yields became more attractive and the risks between the Fed continuing to tighten and the Fed pausing to assess economic growth became a bit more balanced. Accordingly, we extended the fund's weighted average maturity modestly, including occasional purchases of municipal money market instruments with maturities of six months. As part of this strategy, we increased the fund's holdings of tax-exempt commercial paper and reduced its exposure to variable-rate demand notes on which yields are reset daily or weekly.

What is the fund's current strategy?

Although we expect the Fed to continue to raise short-term interest rates at upcoming FOMC meetings, we believe that the effects of Hurricane Katrina, in tandem with the Fed's previous rate hikes, have made it far more difficult to plot the Fed's likely path. If these factors have constrained the rate of economic growth and inflation remains benign, the Fed may have relatively few rate-hikes left in store. On the other hand, rising inflationary pressures and robust economic growth could lead to more interest-rate increases than most analysts currently anticipate. Consequently, we have continued to maintain the fund's weighted average maturity in the neutral range.

September 15, 2005

An investment in the fund is not insured or guaranteed by the FDIC 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.

1 *Effective yield is based upon dividends declared daily and reinvested monthly. Past performance is no guarantee of future results. Yields fluctuate. Income may be subject to state and local taxes, and some income may be subject to the federal alternative minimum tax (AMT) for certain investors.*

UNDERSTANDING YOUR FUND'S EXPENSES (Unaudited)

As a mutual fund investor, you pay ongoing expenses, such as management fees and other expenses. Using the information below, you can estimate how these expenses affect your investment and compare them with the expenses of the funds. You also may pay one-time transaction expenses, including sales charges (loads) and redemption fees, which are not shown in this section and would have resulted in higher total expenses. For more information, see your fund's prospectus or talk to your financial advisor.

Review your fund's expenses

The table below shows the expenses you would have paid on a $1,000 investment in each class of each fund from March 1, 2005 to August 31, 2005. It also shows how much a $1,000 investment would be worth at the close of the period, assuming actual returns and expenses.

Expenses and Value of a $1,000 Investment
assuming actual returns for the six months ended August 31, 2005

	Class M Shares	Investor Shares
Mellon Money Market Fund		
Expenses paid per $1,000†	$ 1.57	$ 2.89
Ending value (after expenses)	$1,014.10	$1,012.80
Mellon National Municipal Money Market Fund		
Expenses paid per $1,000†	$ 1.62	$ 2.89
Ending value (after expenses)	$1,010.20	$1,009.00

COMPARING YOUR FUND'S EXPENSES WITH THOSE OF OTHER FUNDS (Unaudited)

Using the SEC's method to compare expenses

The Securities and Exchange Commission (SEC) has established guidelines to help investors assess fund expenses. Per these guidelines, the table below shows your fund's expenses based on a $1,000 investment, assuming a hypothetical 5% annualized return. You can use this information to compare the ongoing expenses (but not transaction expenses or total costs) of investing in the fund with those of other funds. All mutual fund shareholder reports will provide this information to help you make this comparison. Please note that you cannot use this information to estimate your actual ending account balance and expenses paid during the period.

Expenses and Value of a $1,000 Investment
assuming a hypothetical 5% annualized return for the six months ended August 31, 2005

	Class M Shares	Investor Shares
Mellon Money Market Fund		
Expenses paid per $1,000†	$ 1.58	$ 2.91
Ending value (after expenses)	$1,023.64	$1,022.33
Mellon National Municipal Money Market Fund		
Expenses paid per $1,000†	$ 1.63	$ 2.91
Ending value (after expenses)	$1,023.59	$1,022.33

† *Expenses are equal to the Mellon Money Market Fund annualized expense ratio of .31% for Class M and .57% for Investor Class and Mellon National Municipal Money Market Fund, .32% for Class M and .57% for Investor Class, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).*

Mellon Money Market Fund

Bond Anticipation Notes—1.4%	Principal Amount ($)	Value ($)
Camden County Improvement Authority 4.22%, 8/3/2006 (cost $9,300,000)	9,300,000	**9,300,000**

Negotiable Bank Certificates of Deposit—22.1%	Principal Amount ($)	Value ($)
Barclays Bank PLC NY (Yankee) 3.70%, 11/8/2005	15,000,000	15,000,000
BNP Paribas NY (Yankee) 3.77%-3.80%, 11/23/2005-12/28/2005	30,000,000	29,998,654
Credit Suisse First Boston (Yankee) 3.27%, 9/2/2005	30,000,000	30,000,008
Rabobank Nederland (Yankee) 3.58%, 12/28/2005	15,000,000	14,998,065
Toronto Dominion Bank NY (Yankee) 3.50%, 12/29/2005	30,000,000	30,000,921
Wells Fargo Bank N.A. 3.50%, 9/20/2005	30,000,000	29,999,979
Total Negotiable Bank Certificates of Deposit (cost $149,997,627)		**149,997,627**

Commercial Paper—52.4%	Principal Amount ($)	Value ($)
AIG Funding Inc., Discount Notes 3.38%, 9/8/2005	34,000,000	33,977,787
Alaska Housing Finance Corp., Discount Notes 3.47%-3.60%, 9/7/2005-10/4/2005	30,100,000	30,041,822
American Express Co., Discount Notes 3.52%, 9/22/2005	30,000,000	29,938,750
ChevronTexaco Corp., Discount Notes 3.48%, 9/9/2005	10,000,000	9,992,289
DEPFA Bank PLC, Discount Notes 3.55%, 9/26/2005	30,000,000 [a]	29,926,250
General Electic Capital Corp., Discount Notes 3.52%, 9/2/2005	33,000,000	32,996,773
Lloyds TSB Bank PLC, Discount Notes 3.38%, 10/19/2005	20,000,000	19,998,756
Michigan State, General Obligation 3.60%, 10/4/2005	19,030,000	19,030,000
Oakland-Alameda County Coliseum Authority 3.68%, 10/7/2005	15,200,000	15,200,000
Prudential Funding LLC 3.46%, 9/1/2005	30,000,000	30,000,000
Rabobank USA Finance Corp., Discount Notes 3.53%, 9/23/2005	15,000,000	14,967,733
Salvation Army 3.47%-3.95%, 10/31/2005-12/13/2005	27,145,000	27,145,000
Texas State Public Finance Authority, Discount Notes 3.63%, 10/11/2005	29,500,000	29,498,876
Transmission Authority of Northern California 3.75%, 12/1/2005	3,725,000	3,725,000
UBS Finance Delaware LLC, Discount Notes 3.59%, 10/3/2005	30,000,000	29,904,800
Total Commercial Paper (cost $356,343,836)		**356,343,836**

Mandatory Demand Note—1.0%	Principal Amount ($)	Value ($)
Grand Prairie Texas Sports Facility Development Corp., Inc. 2.53%, 9/15/2005 (cost $6,535,000)	6,535,000	**6,535,000**

Mellon Money Market Fund (continued)

Variable Rate Demand Notes—18.5%	Principal Amount ($)	Value ($)
Bochasanwasi Shree Akshar Purushottam Swaminaryan Sanstha 3.80%, 9/7/2005	6,100,000 [b]	6,100,000
Cleveland Ohio Airport Systems 3.60%, 9/7/2005	15,200,000 [b]	15,200,000
Cuyahoga County 3.62%, 9/7/2005	1,500,000 [b]	1,500,000
Eskaton Lodge Granite 3.61%, 9/1/2005	7,000,000 [b]	7,000,000
General Secretariate OAS 3.50%, 9/7/2005	4,370,000 [b]	4,370,000
Mullenix-St. Charles 3.65%, 9/7/2005	7,000,000 [b]	7,000,000
New Jersey Economic Development Authority 3.51%, 9/7/2005-9/30/2005	19,400,000 [b]	19,400,000
New York State Dormitory Authority 3.64%, 9/7/2005	10,300,000 [b]	10,300,000
New York State Housing Finance Agency 3.56%, 9/7/2005	8,000,000 [b]	8,000,000
Pitney Road Partners 3.61%, 9/7/2005	5,010,000 [b]	5,010,000
Sacramento County 3.55%, 9/7/2005	14,400,000 [b]	14,400,000
Tulsa Oklahoma Airport Improvement Trust 3.61%, 9/7/2005	17,150,000 [b]	17,150,000
Washington State Housing Finance Commission 3.58%-3.65%, 9/1/2005	9,985,000 [b]	9,985,000
Total Variable Rate Demand Notes (cost $125,415,000)		**125,415,000**

Repurchase Agreement—4.7%	Principal Amount ($)	Value ($)
JPMorgan Securities, 3.48%, dated 8/31/2005, due 9/1/2005 in the amount of $32,003,093 (fully collateralized by $32,317,000 U.S. Treasury Notes, 4.125%, due 8/15/2008, value $32,640,170) (cost $32,000,000)	32,000,000	**32,000,000**

Total Investments (cost $679,591,463)	**100.1%**	**679,591,463**
Liabilities, Less Cash and Receivables	**(.1%)**	**(382,066)**
Net Assets	**100.0%**	**679,209,397**

[a] *Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2005, these securities amounted to $29,926,250 or 4.4% of net assets.*

[b] *Variable interest rate—subject to periodic change.*

Portfolio Summary (Unaudited)†

	Value (%)		Value (%)
Banking	36.0	Brokerage	4.7
Insurance	9.4	Financial Services	4.4
Housing	8.1	Other	27.0
Industrial Revenue	5.6		
Finance	4.9		**100.1**

† *Based on net assets.*

See notes to financial statements.

Mellon National Municipal Money Market Fund

Tax Exempt Investments—99.7%	Principal Amount ($)	Value ($)
Alabama—4.8%		
Birmingham-Carraway Special Care Facilities Financing Authority, Health Care Facilities Revenue (Carraway Methodist Hospitals) 2.36% (LOC; Amsouth Bank)	15,000,000 [a]	15,000,000
Daphne-Villa Mercy Special Care Facilities Financing Authority, Health Care Facilities Revenue (Mercy Medical Project) 2.34% (LOC; Amsouth Bank)	4,200,000 [a]	4,200,000
Port City Medical Clinic Board, Health Care Facilities Revenue (Infirmary Health Systems):		
2.48% (Insured; AMBAC and Liquidity Facility: Bank of Nova Scotia and KBC Bank)	200,000 [a]	200,000
2.51% (Insured; AMBAC and Liquidity Facility: Bank of Nova Scotia and KBC Bank)	10,000,000 [a]	10,000,000
Arizona—.6%		
Maricopa County Industrial Development Authority, MFHR (Gran Victoria Housing LLC Project) 2.49% (Insured; FNMA)	4,000,000 [a]	4,000,000
Arkansas—.7%		
Arkansas Development Finance Authority, Revenue (Higher Education Capital Asset Program) 2.53% (Insured; FGIC and Liquidity Facility; Citibank)	4,500,000 [a]	4,500,000
California—1.8%		
Los Angeles Community Redevelopment Agency, COP (Baldwin Hills Public Park) 2.25% (LOC; Wells Fargo Bank)	7,000,000 [a]	7,000,000
Ventura County Public Finance Authority, LR, CP 2.50%, 9/8/2005 (LOC; Scotiabank)	4,200,000	4,200,000
Colorado—8.0%		
Castlewood Ranch Metropolitan District, GO Notes 2.30%, 12/1/2005 (LOC; U.S. Bank NA)	6,050,000	6,050,000
Colorado (continued)		
Colorado Health Facilities Authority, Health Care Facilities Revenue (Exempla Inc.) 2.40% (LOC; U.S. Bank NA)	9,755,000 [a]	9,755,000
Dove Valley Metropolitan District, GO Notes 1.95%, 11/1/2005 (LOC; BNP Paribas)	3,590,000	3,590,000
Pinery West Metropolitan District Number 2, GO Notes 1.95%, 11/1/2005 (LOC; U.S. Bank NA)	7,015,000	7,015,000
Westminster Economic Development Authority, Tax Increment Revenue (North Huron Urban Renewal) 2.52% (LOC; DEPFA Bank PLC)	22,650,000 [a]	22,650,000
Connecticut—1.2%		
Connecticut Health and Educational Facility Authority, College and University Revenue (Yale University) 2.25%	7,250,000 [a]	7,250,000
Florida—2.4%		
Broward County Housing Finance Authority MFHR, Refunding (Waters Edge Project) 2.50% (Insured; FNMA)	6,740,000 [a]	6,740,000
Sunshine State Governmental Financing Commission, Revenue 2.36% (Insured; AMBAC and Liquidity Facility; Dexia Credit Locale)	8,000,000 [a]	8,000,000
Georgia—7.9%		
Burke County Development Authority, PCR (Oglethorpe Power Corp.) 2.35% (Insured; FGIC and Liquidity Facility; Bayerische Landesbank)	12,595,000 [a]	12,595,000
Clayton County Housing Authority, MFHR, Refunding (Chateau Forest Apartments) 2.44% (Insured; FSA and Liquidity Facility; Societe Generale)	6,530,000 [a]	6,530,000
Conyers-Rockdale-Big Haynes Impoundment Authority, Revenue 2.37% (Insured; FSA and Liquidity Facility; Wachovia Bank)	7,200,000 [a]	7,200,000

Mellon National Municipal Money Market Fund (continued)

Tax Exempt Investments (continued)	Principal Amount ($)	Value ($)
Georgia (continued)		
Marietta Housing Authority, MFHR, Refunding (Summit) 2.50% (Insured; FNMA)	4,900,000 [a]	4,900,000
Municipal Electric Authority of Georgia, CP 2.50%, 9/9/2005 (LOC; Westdeutsche Landesbank, Bayerische Landesbank and Wachovia Bank)	17,227,000	17,227,000
Hawaii—4.3%		
Honolulu City and County, Revenue, CP 2.65%, 12/8/2005 (LOC; Landesbank Hessen-Thuringen Girozentrale)	26,400,000	26,400,000
Idaho—1.0%		
Idaho Health Facilities Authority, Health Care Facilities Revenue (Aces-Pooled Financing Program) 2.58% (LOC; U.S. Bank NA)	6,000,000 [a]	6,000,000
Illinois—16.7%		
Chicago, GO Notes:		
2.20%, 12/8/2005 (LOC; State Street Bank and Trust Co.)	11,500,000	11,500,000
2.30%, 12/8/2005 (LOC; Bank of America)	2,700,000	2,700,000
Illinois Development Finance Authority:		
Health Care Facilities Revenue (Provena Health) 2.34% (Insured; MBIA and Liquidity Facility; JPMorgan Chase Bank)	5,000,000 [a]	5,000,000
MFHR, Refunding (Orleans-Illinois Project) 2.50% (Insured; FSA and Liquidity Facility; The Bank of New York)	12,000,000 [a]	12,000,000
Illinois Educational Facilities Authority, College and University Revenue (Columbia College) 2.36% (LOC; Bank of Montreal)	9,705,000 [a]	9,705,000
Illinois Health Facilities Authority, Revenue:		
(Decatur Memorial Hospital Project) 2.34% (Insured; MBIA and Liquidity Facility; Northern Trust Co.)	5,400,000 [a]	5,400,000
Illinois (continued)		
Illinois Health Facilities Authority, Revenue (continued):		
(Ingalls Memorial Hospital) 2.35% (LOC; Northern Trust Co.)	14,800,000 [a]	14,800,000
(Revolving Fund Pooled Program) 2.38% (LOC; Bank One)	5,800,000 [a]	5,800,000
(Rush Presbyterian Saint Luke's Medical Center) 2.37% (LOC; Northern Trust Co.)	3,000,000 [a]	3,000,000
(Swedish Covenant Hospital) 2.34% (Insured; AMBAC and Liquidity Facility Northern Trust Co.)	4,900,000 [a]	4,900,000
Regional Transportation Authority, Sales Tax Revenue, Refunding 2.37% (Liquidity Facility; DEPFA Bank PLC)	27,500,000 [a]	27,500,000
Indiana—.2%		
Indiana Educational Facilities Authority, College and University Revenue (Depauw University Project) 2.32% (LOC; Northern Trust Co.)	1,400,000 [a]	1,400,000
Kansas—1.5%		
Olathe, Health Care Facilities Revenue 2.32% (Insured; AMBAC and Liquidity Facility; Bank of America)	9,000,000 [a]	9,000,000
Kentucky—1.7%		
Breckinridge County, LR (Kentucky Association Counties Leasing Trust) 2.35% (LOC U.S. Bank NA)	4,600,000 [a]	4,600,000
Kentucky Economic Development Finance Authority, Hospital Facilities Revenue (Baptist Healthcare System) 2.33% (Insured; MBIA and Liquidity Facility; National City Bank)	6,000,000 [a]	6,000,000
Louisiana—.9%		
Plaquemines Port Harbor and Terminal District, Port Facilities Revenue (International Marine Term Project) 2.60%, 3/15/2006 (LOC; KBC Bank)	5,750,000	5,750,000

Mellon National Municipal Money Market Fund (continued)

Tax Exempt Investments (continued)	Principal Amount ($)	Value ($)
Maine–.8%		
Finance Authority of Maine, Private Schools Revenue (Foxcroft Academy) 2.52% (LOC; Allied Irish Bank)	4,800,000 [a]	4,800,000
Massachusetts–6.3%		
Massachusetts, GO Notes (Central Artery) 2.33% (Liquidity Facility Landesbank Baden-Wuerttemburg)	3,400,000 [a]	3,400,000
Massachusetts Health and Educational Facilities Authority:		
College and University Revenue (Massachusetts Institute of Technology) 2.36%	2,700,000 [a]	2,700,000
Revenue (Capital Asset Program):		
2.32% (Insured; MBIA and Liquidity Facility; State Street Bank and Trust Co.)	2,500,000 [a]	2,500,000
2.43% (LOC; Bank of America)	10,050,000 [a]	10,050,000
2.43% (LOC; Bank of Scotland)	14,300,000 [a]	14,300,000
Massachusetts Water Resources Authority, Water Revenue, Refunding 2.35% (Insured; FGIC and Liquidity Facility; Dexia Credit Locale)	5,550,000 [a]	5,550,000
Michigan–6.5%		
Detroit, Sewer Disposal Revenue 2.55%, 10/5/2005 (Insured; FGIC and Liquidity Facility; FGIC)	10,000,000	10,000,000
Michigan Building Authority, Revenue 2.68%, 10/13/2005 (LOC: Bank of New York and State Street Bank and Trust Co.)	20,000,000	20,000,000
Michigan Hospital Finance Authority, Health Care Facilities Revenue (Hospital Equipment Loan Program) 2.39% (LOC; National City Bank)	4,700,000 [a]	4,700,000
Michigan Municipal Bond Authority, Revenue 4%, 8/18/2006	5,000,000	5,050,433
Minnesota–.7%		
Saint Paul Housing Redevelopement Authority, Revenue (Minnesota Public Radio Project) 2.32% (LOC; Allied Irish Bank PLC)	4,000,000 [a]	4,000,000
Mississippi–1.2%		
Jackson County, Port Facility Revenue (Chevron USA. Inc. Project) 2.38%	7,300,000 [a]	7,300,000
Nebraska–2.3%		
Lancaster County Hospital Authority, Health Care Facilities Revenue (Immanuel Health System) 2.34% (LOC; ABN-AMRO)	14,115,000 [a]	14,115,000
New Hampshire–1.2%		
New Hampshire Business Finance Authority, RRR, Refunding (Wheelabrator Concord) 2.38% (LOC; Wachovia Bank)	7,600,000 [a]	7,600,000
New Jersey–1.6%		
New Jersey, TRAN 4%, 6/23/2006	10,000,000	10,094,691
New York–1.3%		
New York State Enviromental Quality, CP 2.55%, 10/17/2005 (LOC: Landesbank Hessen-Thuringern Girozentrale and Bayerische Landesbank)	8,000,000	8,000,000
Ohio–2.4%		
Cuyahoga County, HR 2.54% (LOC; National City Bank)	15,000,000 [a]	15,000,000
Oklahoma–.3%		
Tulsa County Industrial Authority, First Mortage Revenue (Montercau in Warren Woods Project) 2.33% (LOC; BNP Paribas)	1,600,000 [a]	1,600,000
Pennsylvania–4.4%		
Lehigh County Industrial Development Authority, PCR (Allegheny Electric Cooperative) 2.60% (LOC; Rabobank)	300,000 [a]	300,000

Mellon National Municipal Money Market Fund (continued)

Tax Exempt Investments (continued)	Principal Amount ($)	Value ($)
Pennsylvania (continued)		
Luzerne County Convention Center Authority, Hotel Room Rent Tax Revenue 2.49% (LOC; Wachovia Bank)	7,340,000 [a]	7,340,000
Philadelphia Hospitals and Higher Education Facilities Authority, HR (Temple University) 2.53% (LOC; PNC Bank)	3,400,000 [a]	3,400,000
Westmoreland County Industrial Development Authority, Health System Revenue (Excela Health Project) 2.49% (LOC; Wachovia Bank)	15,655,000 [a]	15,655,000
Tennessee—3.6%		
Clarksville Public Building Authority, Pooled Financing Revenue (Tennessee Municipal Bond Fund):		
2.33% (LOC; Bank of America)	6,200,000 [a]	6,200,000
2.33% (LOC; Bank of America)	10,000,000 [a]	10,000,000
Montogomery County Public Building Authority, Pooled Financing Revenue (Tenessee County Loan Pool) 2.33% (LOC; Bank of America)	5,700,000 [a]	5,700,000
Texas—6.1%		
Brownsville Utility Authority, CP 2.64%, 10/4/2005 (LOC; State Street Bank and Trust Co.)	9,250,000	9,250,000
Grand Prairie Sports Facilities Development Corp. Inc., Sales Tax Revenue, Refunding 1.75%, 9/15/2005 (Insured; FSA and Liquidity Facility; Dexia Credit Locale)	3,000,000	3,000,000
Texas (continued)		
Northside Independent School District (Permanent School Funding Guaranteed) 2.85% (LOC; DEPFA Bank PLC)	10,000,000 [a]	10,000,000
Port of Port Arthur Texas Navigation District of Jefferson County, PCR (Texaco Inc. Project) 2.34%	5,300,000 [a]	5,300,000
Texas, TRAN 4.50%, 8/31/2006	10,000,000 [b]	10,145,200
Washington—4.8%		
Seattle, Water System Revenue 2.22% (LOC; Bayerische Landesbank)	10,800,000 [a]	10,800,000
Snohomish County Public Utility District Number 1, Generation System Revenue, Refunding 2.35% (Insured; FSA and Liquidity Facility; Dexia Credit Locale)	15,100,000 [a]	15,100,000
Washington Public Power Supply System, Electric Power and Light Revenue, Refunding (Nuclear Project Number 1) 2.35% (LOC; Bank of America)	3,600,000 [a]	3,600,000
West Virginia—1.2%		
Marshall County, PCR (Ohio Power Co. Project) 2.33% (LOC; Bank of Scotland)	7,100,000 [a]	7,100,000
Wisconsin—1.3%		
Wisconsin Health and Educational Facilities Authority, Health Care Facilities Revenue (University of Wisconsin Medical Foundation) 2.34% (LOC; ABN-AMRO)	7,900,000 [a]	7,900,000
Total Investments (cost $611,607,324)	**99.7%**	**611,607,324**
Cash and Receivables (Net)	**.3%**	**1,768,440**
Net Assets	**100.0%**	**613,375,764**

Summary of Abbreviations

ACA	American Capital Access
AGIC	Asset Guaranty Insurance Company
AMBAC	American Municipal Bond Assurance Corporation
ARRN	Adjustable Rate Receipt Notes
BAN	Bond Anticipation Notes
BIGI	Bond Investors Guaranty Insurance
BPA	Bond Purchase Agreement
CGIC	Capital Guaranty Insurance Company
CIC	Continental Insurance Company
CIFG	CDC Ixis Financial Guaranty
CMAC	Capital Market Assurance Corporation
COP	Certificate of Participation
CP	Commercial Paper
EDR	Economic Development Revenue
EIR	Environmental Improvement Revenue
FGIC	Financial Guaranty Insurance Company
FHA	Federal Housing Administration
FHLB	Federal Home Loan Bank
FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association
FSA	Financial Security Assurance
GAN	Grant Anticipation Notes
GIC	Guaranteed Investment Contract
GNMA	Government National Mortgage Association
GO	General Obligation
HR	Hospital Revenue
IDB	Industrial Development Board
IDC	Industrial Development Corporation
IDR	Industrial Development Revenue
LOC	Letter of Credit
LOR	Limited Obligation Revenue
LR	Lease Revenue
MBIA	Municipal Bond Investors Assurance Insurance Corporation
MFHR	Multi-Family Housing Revenue
MFMR	Multi-Family Mortgage Revenue
PCR	Pollution Control Revenue
RAC	Revenue Anticipation Certificates
RAN	Revenue Anticipation Notes
RAW	Revenue Anticipation Warrants
RRR	Resources Recovery Revenue
SAAN	State Aid Anticipation Notes
SBPA	Standby Bond Purchase Agreement
SFHR	Single Family Housing Revenue
SFMR	Single Family Mortgage Revenue
SONYMA	State of New York Mortgage Agency
SWDR	Solid Waste Disposal Revenue
TAN	Tax Anticipation Notes
TAW	Tax Anticipation Warrants
TRAN	Tax and Revenue Anticipation Notes
XLCA	XL Capital Assurance

Summary of Combined Ratings (Unaudited)

Fitch	or	Moody's	or	Standard & Poor's	Value (%)
F1+, F1		VMIG1, MIG1, P1		SP1+, SP1, A1+, A1	94.6
AAA, AA, A [c]		Aaa, Aa, A [c]		AAA, AA, A [c]	5.4
					100.0

† *Based on total investments.*
[a] *Securities payable on demand. Variable interest rate—subject to periodic change.*
[b] *Purchased on a delayed delivery basis.*
[c] *Notes which are not F, MIG and SP rated are represented by bond ratings of the issuers.*
See notes to financial statements.

STATEMENTS OF ASSETS AND LIABILITIES

August 31, 2005

	Mellon Money Market Fund	Mellon National Municipal Money Market Fund
Assets ($):		
Investments in securities—See Statement of Investments†	679,591,463	611,607,324
Cash	–	10,572,992
Interest receivable	1,739,820	1,555,458
Prepaid expenses	12,100	12,474
	681,343,383	**623,748,248**
Liabilities ($):		
Due to The Dreyfus Corporation and affiliates—Note 4(b)	95,621	92,787
Due to Administrator—Note 4(a)	75,919	70,309
Cash overdraft due to Custodian	1,887,798	–
Payable for investment securities purchased	–	10,145,200
Interest payable—Note 3	–	11,012
Accrued expenses	74,648	53,176
	2,133,986	**10,372,484**
Net Assets ($)	**679,209,397**	**613,375,764**
Composition of Net Assets ($):		
Paid-in capital	679,209,993	613,374,476
Accumulated undistributed investment income—net	–	1,288
Accumulated net realized gain (loss) on investments	(596)	–
Net Assets ($)	**679,209,397**	**613,375,764**
Net Asset Value Per Share		
Class M Shares		
Net Assets ($)	678,569,481	613,374,745
Shares Outstanding	678,570,077	613,374,371
Net Asset Value Per Share ($)	**1.00**	**1.00**
Investor Shares		
Net Assets ($)	639,916	1,019
Shares Outstanding	639,916	1,019
Net Asset Value Per Share ($)	**1.00**	**1.00**
† **Investments at cost ($)**	**679,591,463**	**611,607,324**

See notes to financial statements.

STATEMENTS OF OPERATIONS

Year Ended August 31, 2005

	Mellon Money Market Fund	Mellon National Municipal Money Market Fund
Investment Income ($):		
Interest Income	**15,423,770**	**11,544,991**
Expenses:		
Investment advisory fee—Note 4(a)	863,928	864,074
Administration fee—Note 4(a)	776,268	776,922
Registration fees	52,684	43,027
Custodian fees—Note 4(b)	46,436	46,061
Trustees' fees and expenses—Note 4(c)	21,398	23,348
Professional fees	20,966	33,368
Prospectus and shareholders' reports	12,475	3,462
Interest expense—Note 3	–	47,989
Shareholder servicing costs—Note 4(b)	896	995
Miscellaneous	11,041	16,919
Total Expenses	**1,806,092**	**1,856,165**
Less—expense reduction in custody fees due to earnings credits—Note 2(b)	–	(3,963)
Net Expenses	**1,806,092**	**1,852,202**
Investment Income—Net	**13,617,678**	**9,692,789**
Realized and Unrealized Gain (Loss) on Investments—Note 2(b) ($):		
Net realized gain (loss) on investments	(56)	1,288
Net unrealized appreciation (depreciation) on investments	–	(786)
Net Realized and Unrealized Gain (Loss) on Investments	**(56)**	**502**
Net Increase in Net Assets Resulting from Operations	**13,617,622**	**9,693,291**

See notes to financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

	Mellon Money Market Fund		Mellon National Municipal Money Market Fund	
	Year Ended August 31,		Year Ended August 31,	
	2005	2004	2005	2004
Operations ($):				
Investment income—net	13,617,678	3,402,144	9,692,789	2,763,190
Net realized gain (loss) on investments	(56)	(540)	1,288	–
Net unrealized appreciation (depreciation) on investments	–	–	(786)	786
Net Increase (Decrease) in Net Assets Resulting from Operations	**13,617,622**	**3,401,604**	**9,693,291**	**2,763,976**
Dividends to Shareholders from ($):				
Investment income—net:				
Class M Shares	(13,610,468)	(3,401,824)	(9,692,775)	(2,763,184)
Investor Shares	(7,210)	(320)	(14)	(6)
Total Dividends	**(13,617,678)**	**(3,402,144)**	**(9,692,789)**	**(2,763,190)**
Beneficial Interest Transactions ($1.00 per share):				
Net proceeds from shares sold:				
Class M Shares	1,325,177,521	893,105,183	1,152,528,623	867,387,196
Investor Shares	466,825	309,407	–	–
Dividends reinvested:				
Class M Shares	24	8	143,750	7
Investor Shares	7,255	319	14	4
Cost of shares redeemed:				
Class M Shares	(1,118,330,648)	(810,361,313)	(1,028,224,224)	(643,530,026)
Investor Shares	(46,696)	(107,759)	–	–
Increase (Decrease) in Net Assets from Beneficial Interest Transactions	**207,274,281**	**82,945,845**	**124,448,163**	**223,857,181**
Total Increase (Decrease) In Net Assets	**207,274,225**	**82,945,305**	**124,448,665**	**223,857,967**
Net Assets ($):				
Beginning of Period	471,935,172	388,989,867	488,927,099	265,069,132
End of Period	**679,209,397**	**471,935,172**	**613,375,764**	**488,927,099**

See notes to financial statements.

FINANCIAL HIGHLIGHTS

The following tables describe the performance for each share class for the fiscal periods indicated. All information reflects financial results for a single fund share. Total return shows how much your investment in the fund would have increased (or decreased) during each period, assuming you had reinvested all dividends and distributions. These figures have been derived from the fund's financial statements.

	Class M Shares		
	Year Ended August 31,		
Mellon Money Market Fund	2005	2004	2003[a]
Per Share Data ($):			
Net asset value, beginning of period	1.00	1.00	1.00
Investment Operations:			
Investment income—net	.023	.008	.002
Distributions:			
Dividends from investment income—net	(.023)	(.008)	(.002)
Net asset value, end of period	1.00	1.00	1.00
Total Return (%)	2.30	.82	.76[b]
Ratios/Supplemental Data (%):			
Ratio of total expenses to average net assets	.31	.33	.36[b]
Ratio of net expenses to average net assets	.31	.33	.36[b]
Ratio of net investment income to average net assets	2.36	.82	.78[b]
Net Assets, end of period ($ x 1,000)	678,569	471,723	388,979

[a] *From June 2, 2003 (commencement of operations) to August 31, 2003.*
[b] *Annualized.*
See notes to financial statements.

Mellon Money Market Fund	Investor Shares Year Ended August 31, 2005	2004	2003[a]
Per Share Data ($):			
Net asset value, beginning of period	1.00	1.00	1.00
Investment Operations:			
Investment income—net	.020	.006	.001
Distributions:			
Dividends from investment income—net	(.020)	(.006)	(.001)
Net asset value, end of period	1.00	1.00	1.00
Total Return (%)	2.05	.57	.52[b]
Ratios/Supplemental Data (%):			
Ratio of total expenses to average net assets	.57	.64	.62[b]
Ratio of net expenses to average net assets	.57	.64	.62[b]
Ratio of net investment income to average net assets	2.20	.79	.48[b]
Net Assets, end of period ($ x 1,000)	640	213	11

[a] *From June 2, 2003 (commencement of operations) to August 31, 2003.*
[b] *Annualized.*
See notes to financial statements.

Mellon National Municipal Money Market Fund	Class M Shares		
	Year Ended August 31,		
	2005	2004	2003[a]
Per Share Data ($):			
Net asset value, beginning of period	1.00	1.00	1.00
Investment Operations:			
Investment income—net	.017	.007	.002
Distributions:			
Dividends from investment income—net	(.017)	(.007)	(.002)
Net asset value, end of period	1.00	1.00	1.00
Total Return (%)	1.68	.70	.64[b]
Ratios/Supplemental Data (%):			
Ratio of total expenses to average net assets	.32	.33	.35[b]
Ratio of net expenses to average net assets	.32	.33	.35[b]
Ratio of net investment income to average net assets	1.68	.71	.62[b]
Net Assets, end of period ($ x 1,000)	613,375	488,926	265,068

[a] *From June 2, 2003 (commencement of operations) to August 31, 2003.*
[b] *Annualized.*
See notes to financial statements.

Mellon National Municipal Money Market Fund	Investor Shares Year Ended August 31, 2005	 2004	 2003[a]
Per Share Data ($):			
Net asset value, beginning of period	1.00	1.00	1.00
Investment Operations:			
Investment income—net	.014	.005	.001
Distributions:			
Dividends from investment income—net	(.014)	(.005)	(.001)
Net asset value, end of period	1.00	1.00	1.00
Total Return (%)	1.43	.45	.36[b]
Ratios/Supplemental Data (%):			
Ratio of total expenses to average net assets	.58	.60	.57[b]
Ratio of net expenses to average net assets	.57	.60	.57[b]
Ratio of net investment income to average net assets	1.38	.58	.48[b]
Net Assets, end of period ($ x 1,000)	1	1	1

[a] *From June 2, 2003 (commencement of operations) to August 31, 2003.*
[b] *Annualized.*
See notes to financial statements.

NOTE 1—General:

Mellon Funds Trust (the "Trust") was organized as a Massachusetts business trust which is registered under the Investment Company Act of 1940, as amended (the "Act"), as an open-end management investment company and operates as a series company currently comprised of sixteen series including the following diversified money market funds: Mellon Money Market Fund and Mellon National Municipal Money Market Fund (each, a "fund" and collectively, the "funds"). Mellon Money Market Fund investment objective is to provide investors with as high a level of current income as is consistent with the preservation of capital and the maintenance of liquidity. Mellon National Municipal Money Market Fund investment objective is to provide investors with as high a level of current income exempt from federal income tax as is consistent with the preservation of capital and the maintenance of liquidity. Mellon Fund Advisers, a division of The Dreyfus Corporation ("Dreyfus"), serves as each fund's investment adviser ("Investment Adviser"). Mellon Bank, N.A. ("Mellon Bank"), which is a wholly-owned subsidiary of Mellon Financial Corporation, ("Mellon Financial"), serves as administrator for the funds pursuant to an Administration Agreement with the Trust (the "Administration Agreement"). Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services. Dreyfus is a wholly-owned subsidiary of Mellon Financial. Dreyfus Service Corporation (the "Distributor"), a wholly-owned subsidiary of Dreyfus, is the Distributor of each fund's shares, which are sold without a sales charge.

The Trust is authorized to issue an unlimited number of shares of beneficial interest, par value $.001 per share, in each of the Class M and Investor class shares of each fund. Each class of shares has similar rights and privileges, except with respect to the expenses borne by and the shareholder services offered to each class and the shareholder services plan applicable to the Investor shares and certain voting rights. Income, expenses (other than expenses attributable to a specific class), and realized gains or losses on investments are allocated to each Class of shares based on its relative net assets.

The Trust accounts separately for the assets, liabilities and operations of each series. Expenses directly attributable to each series are charged to that series' operations; expenses that are applicable to all series are allocated among them on a pro rata basis.

The fund's financial statements are prepared in accordance with U.S. generally accepted accounting principles, which may require the use of management estimates and assumptions. Actual results could differ from those estimates.

NOTE 2—Significant Accounting Policies:

(a) Portfolio valuation: Investments in securities are valued at amortized cost in accordance with Rule 2a-7 of the Act, which has been determined by the Trust's Board to represent the fair value of the fund's investments.

It is the funds' policy to maintain a continuous net asset value per share of $1.00; the fund has adopted certain investment, portfolio valuation and dividend and distribution policies to enable it to do so. There is no assurance, however, that the fund will be able to maintain a stable net asset value per share of $1.00.

(b) Securities transactions and investment income: Securities transactions are recorded on a trade date basis. Interest income, adjusted for accretion of discount and amortization of premium on investments, is earned from settlement date and recognized on the accrual basis. Cost of investments represents amortized cost.

The funds have an arrangement with the custodian bank whereby the funds receive earnings credits from the custodian when positive cash balances are maintained, which are used to offset custody fees. For financial reporting purposes, the funds include net earnings credits as expense offsets in the Statement of Operations.

(c) Repurchase agreements: The funds may engage in repurchase agreement transactions. Under the terms of a typical repurchase agreement, a fund, through its custodian and sub-custodian, takes possession of an underlying debt obligation subject to an obligation of the seller to repurchase, and the fund to resell, the obligation at an agreed-upon price and time, thereby determining the yield during the fund's holding period. This arrangement results in a fixed rate of return that is not subject to market fluctuations during the fund's holding period. The value of the collateral is at least equal, at all times, to the total amount of the repurchase obligation, including interest. In the event of a counterparty default, the fund has the right to use the collateral to offset losses incurred. There is potential loss to the fund in the event the fund is delayed or prevented from exercising its rights to dispose of the collateral securities, including the risk of a possible decline in the value of the underlying securities during the period while the fund seeks to assert its rights. The Investment Adviser reviews the value of the collateral and the creditworthiness of those banks and dealers with which the fund enters into repurchase agreements to evaluate potential risks.

(d) Dividends to shareholders: Dividends payable to shareholders are recorded by the funds on the ex-dividend date. The funds declare dividends daily from investment income-net; such dividends are paid monthly. With respect to each series, dividends from net realized capital gain, if any, are normally declared and paid annually, but the funds may make distributions on a more frequent basis to comply with the distribution requirements of the Internal Revenue Code of 1986, as amended (the "Code"). To the extent that net realized capital gain can be offset by capital loss carryovers of that fund, it is the policy of the fund not to distribute such gain.

(e) Federal income taxes: It is the policy of the Mellon Money Market Fund to continue to qualify as a regulated investment company, if such qualification is in the best interests of its shareholders, by complying with the applicable provisions of the Code, and to make distributions of taxable income sufficient to relieve it from substantially all federal income and excise taxes. It is the policy of the Mellon National Municipal Money Market Fund to continue to qualify as a regulated investment company, which can distribute tax exempt dividends, by complying with the applicable provisions of the Code, and to make distributions of income and net realized capital gain sufficient to relieve it from substantially all federal income and excise taxes. For federal income tax purposes, each series is treated as a single entity for the purpose of determining such qualification.

At August 31, 2005, the components of accumulated earnings on a tax basis were substantially the same as for financial reporting purposes.

The Mellon Money Market Fund has an unused capital loss carryover of $596 available for Federal income tax purposes to be applied against future net securities profits if any, realized subsequent to August 31, 2005. If not applied, $540 of the carryover expires in fiscal 2012 and $56 expires in fiscal 2013.

The tax character of distributions paid to shareholders during the fiscal periods ended August 31, 2005 and August 31, 2004 was all ordinary income for the Mellon Money Market Fund and all tax exempt income for the Mellon National Municipal Money Market Fund.

During the period ended August 31, 2005, as a result of permanent book to tax differences, Mellon National Municipal Money Market Fund decreased net realized gain (loss) on investments by $1,288 and increased accumulated undistributed investment income net by the same amount. Net assets were not affected by this reclassification.

At August 31, 2005, the cost of investments for federal income tax purposes was substantially the same as the cost for financial reporting purposes (see the Statement of Investments).

NOTE 3—Bank Line of Credit

The funds participate with other Dreyfus-managed funds in a $100 million unsecured line of credit primarily to be utilized for temporary or emergency purposes, including the financing of redemptions. Interest is charged to the fund based on prevailing market rates in effect at the time of borrowings. During the period ended August 31, 2005, the Mellon Money Market Fund did not borrow under the line of credit.

The average daily amount of borrowings outstanding for Mellon National Municipal Money Market Fund during the year ended August 31, 2005 was approximately $1,376,900 with a related weighted average annualized interest rate of 3.49%.

NOTE 4—Investment Advisory Fee, Administration Fee and Other Transactions With Affiliates:

(a) Fees payable by the funds pursuant to the provisions of an Investment Advisory Agreement with the Investment Adviser are payable monthly, computed on the average daily value of each fund's net assets at the following annual rates: .15% of the Mellon Money Market Fund and .15% of the Mellon National Municipal Money Market Fund.

Pursuant to the Administration Agreement with Mellon Bank, Mellon Bank provides or arranges for fund accounting, transfer agency and other fund administration services and receives a fee based on the total net assets of the Trust based on the following rates:

0 up to $6 billion	.15 of 1%
$6 billion up to $12 billion	.12 of 1%
In excess of $12 billion	.10 of 1%

Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain administrative services.

(b) The funds have adopted a Shareholder Services Plan with respect to its Investor shares pursuant to which each fund pays the Distributor for the provision of certain services to holders of Investor shares a fee at an annual rate of .25% of the value of the average daily net assets attributable to Investor shares. The services provided may include personal services relating to shareholder accounts, such as answering shareholder inquiries regarding a fund, and providing reports and other information, and services related to the maintenance of such shareholder accounts. The Shareholder Services Plan allows the Distributor to make payments from the shareholder services fees it collects from each fund to compensate service agents (certain banks, securities brokers or dealers and other financial institutions) in respect of these services. **Table 1** summarizes the amounts Investor shares were charged during the year ended August 31, 2005, pursuant to the Shareholder Services Plan.

Table 1.

Mellon Money Market Fund	$819
Mellon National Municipal Money Market Fund	$924

The funds compensate Mellon Bank under a Custody Agreement for providing custodial services for the funds. **Table 2** summarizes the amounts the funds were charged during the year ended August 31, 2005, pursuant to the custody agreements.

Table 2.

Mellon Money Market Fund	$46,436
Mellon National Municipal Money Market Fund	$46,061

During the year ended August 31, 2005, the funds were charged $2,520 for services performed by the Chief Compliance Officer.

Table 3 on the next page summarizes the components of Due to The Dreyfus Corporation and affiliates in the Statement of Assets and Liabilities for each fund.

(c) Each trustee who is not an "affiliated person" as defined in the Act receives from the Trust an annual fee of $44,000 and an attendance fee of $4,000 for each in-person meeting attended and $500 for telephone meetings and is reimbursed for travel and out-of-pocket expenses. Prior to September 14, 2004, the attendance fee payable to each trustee was $3,000 for each in-person meeting attended.

NOTE 5—Legal Matters:

In early 2004, two purported class and derivative actions were filed against Mellon Financial, Mellon Bank, N.A., Dreyfus, Founders Asset Management LLC, and certain directors of the Dreyfus Funds and the Dreyfus Founders Funds (together, the "Funds") in the United States District Court for the Western District of Pennsylvania. In September 2004, plaintiffs served a Consolidated Amended Complaint (the "Amended Complaint") on behalf of a purported class of all persons who acquired interests in any of the Funds between January 30, 1999 and November 17, 2003, and derivatively on behalf of the Funds. The Amended Complaint in the newly styled In re Dreyfus Mutual Funds Fee Litigation also named the Distributor, Premier Mutual Fund Services, Inc. and two additional Fund directors as defendants and alleges violations of the Investment Company Act of 1940, the Investment Advisers Act of 1940, the Pennsylvania Unfair Trade Practices and Consumer Protection Law and common-law claims. Plaintiffs seek to recover allegedly improper and excessive Rule 12b-1 and advisory fees allegedly charged to the Funds for marketing and distribution services. More specifically, plaintiffs claim, among other things, that 12b-1 fees and directed brokerage were improperly used to pay brokers to recommend the Funds over other funds, and that such payments were not disclosed to investors. In addition, plaintiffs assert that economies of scale and soft-dollar benefits were not passed on to the Funds. Plaintiffs further allege that 12b-1 fees were improperly charged to certain of the Funds that were closed to new investors. The Amended Complaint seeks compensatory and punitive damages, rescission of the advisory contracts, and an accounting and restitution of any unlawful fees, as well as an award of attorneys' fees and litigation expenses. As noted, some of the claims in this litigation are asserted derivatively on behalf of the Funds that have been named as nominal defendants. With respect to such derivative claims, no relief is sought against the Funds. Dreyfus believes the allegations to be totally without merit and intends to defend the action vigorously. None of the trustees of the Trust, nor the funds, were named in the actions. In November 2004, all named defendants moved to dismiss the Amended Complaint in whole or substantial part. Briefing was completed in May 2005.

Additional lawsuits arising out of these circumstances and presenting similar allegations and requests for relief may be filed against the defendants in the future. Neither Dreyfus nor the Funds believe that any of the pending actions will have a material adverse effect on the Funds or Dreyfus' ability to perform its contract with the Funds.

Table 3.

	Investment Advisory Fees ($)	Shareholder Services Plan Fees ($)	Custody Fees ($)	Chief Compliance Officer Fees ($)
Mellon Money Market Fund	85,378	125	8,585	1,533
Mellon National Municipal Money Market Fund	85,121	-	6,133	1,533

The Board of Trustees and Shareholders of Mellon Funds Trust

We have audited the accompanying statements of assets and liabilities of Mellon Funds Trust comprised of Mellon Money Market Fund and Mellon National Municipal Money Market Fund (collectively "the Funds"), including the statements of investments as of August 31, 2005, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the financial highlights for each of the periods indicated herein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights. Our procedures included confirmation of securities owned as of August 31, 2005, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Funds as of August 31, 2005 and the results of their operations for the year then ended, the changes in their net assets for each of the years in the two-year period then ended, and the financial highlights for each of the periods indicated herein, in conformity with U.S. generally accepted accounting principles.

KPMG LLP

New York, New York
October 20, 2005

Mellon National Municipal Money Market Fund

In accordance with federal tax law, the fund hereby designates all the dividends paid from investment income-net during its fiscal year ended August 31, 2005 as "exempt-interest dividends" (not generally subject to regular federal income tax).

As required by federal tax law rules, shareholders will receive notification of their portion of the fund's taxable ordinary dividends (if any) and capital gains distributions (if any) paid for the 2005 calendar year on Form 1099-DIV which will be mailed by January 31, 2006.

MELLON FUNDS TRUST (Mellon Money Market Fund and Mellon National Municipal Money Market Fund)

At a meeting of the Board of Trustees held on March 15-16, 2005, the Board considered the re-approval of the Trust's Investment Advisory Agreement for another one year term, pursuant to which the Investment Adviser, a division of Dreyfus, provides the funds with investment advisory services. The Board members also considered the re-approval of the Trust's Administration Agreement with Mellon Bank for another one year term, pursuant to which Mellon Bank provides the funds with administrative services. Mellon Bank has entered into a Sub-Administration Agreement with Dreyfus pursuant to which Mellon Bank pays Dreyfus for performing certain of these administrative services. The Board members who are not "interested persons" (as defined in the Act) of the Trust were assisted in their review by independent legal counsel and met with counsel in executive session separate from representatives of Dreyfus.

Analysis of Nature, Extent and Quality of Services Provided to the Funds. The Board members received a presentation from representatives of Dreyfus regarding services provided to the funds, and discussed the nature, extent and quality of the services provided to the funds pursuant to the Investment Advisory Agreement. Dreyfus' representatives reviewed the funds' distribution of accounts, and noted the diversity of distribution of the funds and Dreyfus' corresponding need for broad, deep and diverse resources to be able to provide ongoing shareholder services to each of the funds' distribution channels. The Board also reviewed the number of shareholder accounts in each fund, as well as each fund's asset size.

The Board members also considered Dreyfus' research and portfolio management capabilities and that Dreyfus also provides oversight of day-to-day fund operations, including fund accounting and administration and assistance in meeting legal and regulatory requirements. The Board members also considered Dreyfus' extensive administrative, accounting and compliance infrastructure.

Comparative Analysis of the Funds' Performance and Management Fees and Expense Ratios.

Mellon Money Market Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and iMoneyNet and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's iMoneyNet category average (with respect to performance) and Lipper category average (with respect to expense ratios). The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same iMoneyNet category as the fund. The Board members noted that, as of December 31, 2004, the fund's one-year total return performance was the highest of the comparison group and was above the average of its iMoneyNet category. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked first (was the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds' management fees were higher than the fund's management fee, and included a "unitary fee" fund and a fund offered only to separate accounts established by insurance companies to fund variable annuity contracts and variable life insurance policies. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Mellon National Municipal Money Market Fund. The Board members reviewed the fund's performance and expense ratios and placed significant emphasis on comparisons to a group of comparable funds and iMoneyNet and Lipper averages. The Board reviewed the fund's performance, management fee and total expense ratio within this comparison group and against the fund's iMoneyNet category average(with respect to performance) and Lipper category average (with respect to expense ratios). The group of comparable funds was previously approved by the Board for this purpose, and was prepared using a Board-approved selection methodology that was based, in part, on selecting non-affiliated funds reported in the same iMoneyNet category as the fund. The Board members noted that, as of December 31, 2004, the fund's one-year total return performance was the highest of the comparison group and was above the average of its iMoneyNet category. The Board members then discussed the fund's advisory fee and expense ratio and reviewed the range of advisory fees in the comparison group and noted that the fund's expense ratio was lower than the average expense ratio of the comparison group and that of its Lipper category and that the fund's expense ratio ranked first (was the lowest) in the comparison group.

Representatives of Dreyfus reviewed with the Board members a comparison of the fees paid to Dreyfus or its affiliates by mutual funds with similar investment objectives, policies and strategies as the fund (the "Similar Funds"). These comparison groups also compared the management fee and total expense ratios of Similar Funds. The Similar Funds' comparison group was composed exclusively of investment companies managed by Dreyfus or its affiliates that were reported in the same Lipper category as the fund. Dreyfus' representatives explained the nature of each Similar Fund and the differences, from Dreyfus' perspective, in management of these Similar Funds compared to managing and providing other services to the fund. Dreyfus' representatives also reviewed the costs associated with distribution through intermediaries. The Board analyzed differences in fees paid to Dreyfus and discussed the relationship of the management fees paid in light of Dreyfus' performance and the services provided. The Similar Funds' management fees were higher than the fund's management fee, and included a "unitary fee" fund. The Board members considered the relevance of the fee information provided for the Similar Funds to evaluate the appropriateness and reasonableness of the fund's management fee. The Board acknowledged that differences in fees paid by the Similar Funds seemed to be consistent with the services provided.

Representatives of Dreyfus stated that there were no separate accounts managed by Dreyfus or its affiliates with similar investment objectives, policies and strategies as the fund.

Analysis of Profitability and Economies of Scale. Dreyfus' representatives reviewed the dollar amount of expenses allocated and profit received by Dreyfus and its affiliates with respect to each fund and the method used to determine such expenses and profit. The Board received and considered information prepared by an independent consulting firm regarding Dreyfus' approach to allocating costs to, and determining the profitability of, individual funds and the entire Dreyfus mutual fund complex. The Dreyfus representatives stated that the methodology had also been reviewed by an independent registered public accounting firm which, like the consultant, found the methodology to be reasonable. The consulting firm also analyzed where any economies of scale might emerge in connection with the management of the funds. The Board members evaluated the analysis in light of the relevant circumstances for each fund, and the extent to which economies of scale would be realized as the fund grows and whether fee levels reflect these economies of scale for the benefit of fund investors. The Board noted that it appeared that the benefits of any economies of scale also would be appropriately shared with shareholders through increased investment in fund management and administration resources. The Board members also considered potential benefits to Dreyfus and its affiliates, including Mellon Fund Advisers, from acting as investment adviser with respect to each fund.

It was noted that the Board members should consider Dreyfus' profitability with respect to each fund as part of their evaluation of whether the fees under the Investment Advisory Agreement bear a reasonable relationship to the mix of services provided by Dreyfus, including the nature, extent and quality of such services and that a discussion of economies of scale are predicated on increasing assets and that, if a fund's assets had been decreasing, the possibility that Dreyfus may have realized any economies of scale would be less. The Board members also discussed the profitability percentage ranges determined by appropriate court cases to be reasonable given the services rendered to investment companies. It was noted that the profitability percentage for managing each fund was not unreasonable given the fund's overall performance and generally superior service levels provided.

At the conclusion of these discussions, each of the Board Members expressed the opinion that he or she had been furnished with sufficient information to make an informed business decision with respect to the continuation of the Trust's Investment Advisory Agreement. Based on their discussions and considerations as described above, the Board made the following conclusions and determinations.

- The Board concluded that the nature, extent and quality of the services provided by Dreyfus are adequate and appropriate.
- The Board was generally satisfied with the each fund's performance.
- The Board concluded that the fee paid by each fund to Mellon Fund Advisers was reasonable in light of comparative performance and expense and advisory fee information, costs of the services provided and profits to be realized and benefits derived or to be derived by Dreyfus and its affiliates from its relationship with the funds.
- The Board determined that the economies of scale which may accrue to Dreyfus and its affiliates in connection with the management of the funds had been adequately considered by Dreyfus in connection with the management fee rate charged to each fund, and that, to the extent in the future it were to be determined that material economies of scale had not been shared with the funds, the Board would seek to have those economies of scale shared with fund shareholders.

The Board members considered these conclusions and determinations and, without any one factor being dispositive, the Board determined that re-approval of the Trust's Investment Advisory Agreement and Administration Agreement with respect to the funds was in the best interests of each fund and its respective shareholders.

Patrick J. O'Connor (62)
Chairman of the Board (2000)

Principal Occupation During Past 5 Years:

- Attorney, Cozen and O'Connor, P.C. since 1973, including Vice Chairman since 1980 and Chief Executive Officer and President since 2002

Other Board Memberships and Affiliations:

- Board of Consultors of Villanova University School of Law, Board Member
- Temple University, Trustee
- Philadelphia Police Foundation, Board Member
- Philadelphia Children's First Fund, Board Member
- Committee on Rules of Evidence of Pennsylvania Supreme Court, Vice Chair
- American College of Trial Lawyers, Fellow
- Historical Society of the United States District Court for the Eastern District of Pennsylvania, Director

No. of Portfolios for which Board Member Serves: 16

Ronald R. Davenport (69)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Chairman of Sheridan Broadcasting Corporation since July 1972

Other Board Memberships and Affiliations:

- American Urban Radio Networks, Co-Chairman
- Aramark Corporation, Board Member
- Momentum Equity Group LLC, Director

No. of Portfolios for which Board Member Serves: 16

John L. Diederich (68)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Chairman of Digital Site Systems, Inc., a privately held software company providing internet service to the construction materials industry, since July 1998

Other Board Memberships and Affiliations:

- Continental Mills, a dry baking products company, Board Member
- Pittsburgh Parks Conservancy, Board Member

No. of Portfolios for which Board Member Serves: 16

Maureen D. McFalls (60)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Director of the Office of Government Relations at Carnegie Mellon University since January 2000
- Manager, Government Communications, of the Software Engineering Institute at Carnegie Mellon University from March 1994 to December 1999

Other Board Memberships and Affiliations:

- Maglev, Inc., a company seeking a partnership between industry and government in Pennsylvania to create a magnetically levitated high-speed transportation system, Board Member representing Carnegie Mellon University
- Coro Center For Civic Leadership, Board Member
- Pennsylvania Association for Individuals with Disabilities, Board Member

No. of Portfolios for which Board Member Serves: 16

Kevin C. Phelan (61)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Mortgage Banker, Meredith & Grew, Inc. since March 1978, including Executive Vice President and Director since March 1998

Other Board Memberships and Affiliations:

- Greater Boston Chamber of Commerce, Director
- Fiduciary Trust, Director
- St. Elizabeth's Medical Center of Boston, Board Member
- Providence College, Trustee
- Simmons College, Trustee
- Newton Country Day School, Chairman of the Board
- Board of Visitors of Babson College, Board Member
- Board of Visitors of Boston University School of Public Health, Board Member
- Boston Public Library Foundation, Director
- Boston Foundation, Director
- Boston Municipal Research Bureau, Board Member
- Boys and Girls Club of Boston, Board Member
- Greater Boston Real Estate Board, Director

No. of Portfolios for which Board Member Serves: 16

Patrick J. Purcell (57)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Owner, President and Publisher of The Boston Herald since February 1994
- President and Founder, jobfind.com, an employment search site on the world wide web, since July 1996
- President and Chief Executive Officer, Herald Media since 2001

Other Board Memberships and Affiliations:

- The American Ireland Fund, an organization that raises funds for philanthropic projects in Ireland, Director
- The Genesis Fund, an organization that raises funds for the specialized care and treatment of New England area children born with birth defects, mental retardation and genetic diseases, Board Member
- United Way of Massachusetts Bay, Board Member
- Greater Boston Chamber of Commerce, Board Member
- St. John's University, Trustee

No. of Portfolios for which Board Member Serves: 16

Thomas F. Ryan, Jr. (64)
Board Member (2000)

Principal Occupation During Past 5 Years:

- Retired since April 1999
- President and Chief Operating Officer of the American Stock Exchange from October 1995 to April 1999

Other Board Memberships and Affiliations:

- Boston College, Trustee
- Brigham & Women's Hospital, Trustee
- New York State Independent System Operator, a non-profit organization which administers a competitive wholesale market for electricity in New York State, Director
- RepliGen Corporation, a biopharmaceutical company, Director

No. of Portfolios for which Board Member Serves: 16

Once elected all Board Members serve for an indefinite term. The address of the Board Members and Officers is in c/o The Dreyfus Corporation, 200 Park Avenue, New York, New York 10166. Additional information about the Board Members is available in the fund's Statement of Additional Information which can be obtained from Dreyfus free of charge by calling this toll free number: 1-800-645-6561. For individual account holders for Private Wealth Management clients, please contact your account officer or call 1-888-281-7350.

OFFICERS OF THE FUND (Unaudited)

LAWRENCE P. KEBLUSEK, President since June 2003.

As Chief Investment Officer of Mellon's Private Wealth Management group, Mr. Keblusek is responsible for investment strategy, policy and implementation for Mellon's Private Wealth Management group. Prior to joining Mellon, Mr. Keblusek was a Managing Director at Citigroup since 1995. He was previously a Vice President of the Trust. He is 55 years old and has been employed by Mellon since August 2002.

MARK N. JACOBS, Vice President since June 2000.

Executive Vice President, Secretary and General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 59 years old and has been an employee of Dreyfus since June 1977.

CHRISTOPHER SHELDON, Vice President since June 2003.

As director of Investment Strategy for Mellon's Private Wealth Management group since April 2003, Mr. Sheldon manages the analysis and development of investment and asset allocation strategies and investment product research. Prior to assuming his current position, Mr. Sheldon was the West Coast managing director of Mellon's Private Wealth Management group from 2001-2003 and its regional manager from 1998-2001. He is 38 years old has been employed by Mellon since January 1995.

MICHAEL A. ROSENBERG, Vice President and Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 45 years old and has been an employee of Dreyfus since October 1991.

JAMES BITETTO, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 39 years old and has been an employee of Dreyfus since December 1996.

JONI LACKS CHARATAN, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 49 years old and has been an employee of Dreyfus since October 1998.

JOSEPH M. CHIOFFI, Vice President and Assistant Secretary since August 2005.

Assistant General Counsel and Assistant Secretary of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 43 years old and has been an employee of Dreyfus since June 2000.

JANETTE E. FARRAGHER, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. She is 42 years old and has been an employee of Dreyfus since February 1984.

JOHN B. HAMMALIAN, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 42 years old and has been an employee of Dreyfus since February 1991.

ROBERT R. MULLERY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 53 years old and has been an employee of Dreyfus since May 1986.

JEFF PRUSNOFSKY, Vice President and Assistant Secretary since August 2005.

Associate General Counsel of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 40 years old and has been an employee of Dreyfus since October 1990.

JAMES WINDELS, Treasurer since November 2001.

Director – Mutual Fund Accounting of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since April 1985.

GREGORY S. GRUBER, Assistant Treasurer since March 2000.

Senior Accounting Manager – Municipal Bond Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 46 years old and has been an employee of Dreyfus since August 1981.

ERIK D. NAVILOFF, Assistant Treasurer since December 2002.

Senior Accounting Manager – Taxable Fixed Income Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 37 years old and has been an employee of Dreyfus since November 1992.

ROBERT ROBOL, Assistant Treasurer since December 2002.

Senior Accounting Manager – Money Market Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 41 years old and has been an employee of Dreyfus since October 1988.

ROBERT SVAGNA, Assistant Treasurer since December 2002.

Senior Accounting Manager – Equity Funds of Dreyfus, and an officer of 91 investment companies (comprised of 200 portfolios) managed by Dreyfus. He is 38 years old and has been an employee of Dreyfus since November 1990.

KENNETH J. SANDGREN, Assistant Treasurer since November 2001.

Mutual Funds Tax Director of Dreyfus, and an officer of 91 investment companies (comprised of 200portfolios) managed by Dreyfus. He is 51 years old and has been an employee of Dreyfus since June 1993.

JOSEPH W. CONNOLLY, Chief Compliance Officer since October 2004.

Chief Compliance Officer of the Manager and The Dreyfus Family of Funds (91 investment companies, comprising 200 portfolios). From November 2001 through March 2004, Mr. Connolly was first Vice-President, Mutual Fund Servicing for Mellon Global Securities Services. In that capacity, Mr. Connolly was responsible for managing Mellon's Custody, Fund Accounting and Fund Administration services to third-party mutual fund clients. He is 48 years old and has served in various capacities with the Manager since 1980, including manager of the firm's Fund Accounting Department from 1997 through October 2001.

WILLIAM GERMENIS, Anti-Money Laundering Compliance Officer since September 2002.

Vice President and Anti-Money Laundering Compliance Officer of the Distributor, and the Anti-Money Laundering Compliance Officer of 87 investment companies (comprised of 196 portfolios) managed by Dreyfus. He is 35 years old and has been an employee of the Distributor since October 1998.

For More Information

Mellon Funds Trust
c/o The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Investment Adviser

Mellon Fund Advisers, a division of
The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Administrator

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

Sub-Administrator

The Dreyfus Corporation
200 Park Avenue
New York, NY 10166

Custodian

Mellon Bank, N.A.
One Mellon Bank Center
Pittsburgh, PA 15258

Transfer Agent &
Dividend Disbursing Agent

Dreyfus Transfer, Inc.
200 Park Avenue
New York, NY 10166

Distributor

Dreyfus Service Corporation
200 Park Avenue
New York, NY 10166

Telephone Private Wealth Management (PWM) Clients, please contact your Account Officer or call 1-888-281-7350. Brokerage Clients of Mellon Private Wealth Advisors (MPWA), please contact your financial representative or call 1-800-830-0549-Option 2. Individual Account holders, please call Dreyfus at 1-800-896-8167.

Mail PWM Clients, write to your Account Officer, c/o Mellon Bank, N.A., One Mellon Bank Center, Pittsburgh, PA 15258

MPWA Brokerage Clients, write to your financial representative, P.O. Box 9012, Hicksville, NY 11802–9012

Individual Account Holders, write to: Mellon Funds, P.O. Box 55268, Boston, MA 02205–8502

The funds file their complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The funds' Forms N-Q are available on the SEC's website at http://www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

Information regarding how the funds voted proxies relating to portfolio securities for the 12-month period ended June 30, 2005, is available on the SEC's website at http://www.sec.gov and without charge, upon request, by calling 1-800-645-6561.