Auxier Focus Fund

Semi - Annual Report

December 31, 2006

(Unaudited)

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AUXIER FOCUS FUND
A MESSAGE TO OUR SHAREHOLDERS
DECEMBER 31, 2006

The Auxier Focus Fund (the "Fund") ended the fourth quarter of 2006 with a gain of 7.66%, versus 6.70% for the market as measured by the S&P 500. For the year, the Fund advanced 11.75%, versus 15.79% for the S&P 500. The Fund's stock holdings, generally comprising 70-75% of assets last year, appreciated over 15%. But our bond holdings hurt results. Our goal is to outperform the major stock indexes over time, while taking far less risk. Since the Fund's inception in 1999, the cumulative total return has been 84.5%, versus 13.9% for the S&P, *a sixfold advantage*. For the five-year period ending December 31, 2006, the Fund ranked in the 6th percentile within the Moderate Allocation category tracked by Morningstar. Numerically, Morningstar ranked the Fund 315 out of 1039 and 35 out of 626 Moderate Allocation Funds for the 1- and 5- year periods ended December 31, respectively. The Fund's numeric rankings are based solely on total return performance. (*The Fund's 1, 5 and since inception (07/09/99) average annual total returns for the period ended December 31, 2006 were 11.75%, 8.86% and 8.53%, respectively. Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance, please visit the Fund's website at www.auxierasset.com. The Fund charges a 2.0% redemption fee on shares redeemed within 180 days after they are purchased, subject to limited exceptions.)*

Strong earnings, historically low interest rates, and easing commodity prices helped drive positive market returns for the second consecutive quarter. While excesses in the housing industry are correcting, lower energy prices and strong employment numbers have aided domestic consumers. In a welcome shift, investors' focus on speculative commodity and condo plays has begun to shift to quality, high return businesses with strong cash flows and balance sheets. The Fund's heavy weighting in such securities served it well in the fourth quarter.

Sharp gains in commodities initially were fueled by excessive liquidity, a weak U.S. dollar and rapid infrastructure build-outs in such emerging markets as China, India, Brazil and Russia. However, speculative fervor drove prices well above the cost of production, setting up the correction late in the year. Since the summer, oil has dropped over 34% from a high of $77 a barrel to $52 a barrel. Investing in undifferentiated commodities is like investing in technology— it's probably better to rent than own for the long term. In fact, adjusted for inflation, commodities as a group have DEPRECIATED by 80% from 1845 to 1998 according to Juan Enriquez, author of *As The Future Catches You*. Although current fundamentals are favorable, especially agricultural, commodities have been poor performers over the long term. Just as today's $700 laptop computers are some 13 times more powerful than IBM's 1970 mainframe—which cost over $4.7 million—it is difficult to bet against the rapid advances of technology… especially in a world economy that is more knowledge and service based.

Corporations Are Flush With Cash

In 1982, cash and marketable securities typically made up 12% of corporate balance sheets, half of today's 24% average. This balance sheet liquidity, together with 40-year low borrowing costs, contributed to an unprecedented $3.6 trillion in global mergers for 2006. Ironically, the 10-year bond yield is close to the same 4.7% level when the Federal Reserve (the "Fed") started tightening short-term interest rates in 2004. Many companies we bought this past year enjoy free cash flow yields far in excess of the prevailing bond rate.

According to *The Economist*, global liquidity has grown 18% annually for the past four years—possibly the fastest pace in history. This has led many investors to take more risk, especially in searching for yield. Collateralized debt obligations (CDOs) and other derivative instruments intended to disperse risk are up sixfold since 2004. Such liquidity tends to temper downside economic shocks, but can also mask sloppy business practices and overextended consumers. The lessons of Enron: be careful when there is hypergrowth, a lot of leverage, little disclosure, and questionable accounting.

Values Abound for Contrarians

Successful investing often requires a contrarian approach and detachment from the crowd. This involves avoiding high-flying stocks and buying instead shares out of favor with most investors. Because we frequently own such companies shunned by Wall Street, it can be difficult to predict how long it will take for them to work through operational challenges and return to investors' good graces. This can require both patience and intestinal fortitude. The ability to think and invest long term is a tremendous advantage in a marketplace that focuses on the very short term. We look hard for opportunities that are compelling, where the rewards could more than compensate for the risk taken.

Time is the friend of quality businesses purchased at a discount to intrinsic value. Such bargains occur when panic, fear, and uncertainty fuel short-term price dislocations. We seek to exploit those dislocations and hold stocks until intrinsic value is restored. James Montier, the head of global equity strategy for investment bank Dresdner Kleinwort Wasserstein, recently discussed the validity of this approach in a study measuring the merits of patience on investment portfolios. In the study, Mr. Montier divided the MSCI Europe Index from 1991 onward into quintiles represented by trailing twelve months price to earnings (P/E) ratios. The cheapest 20% of stocks were labeled "value." A strategy of buying value stocks at the beginning of each month resulted in annual outperformance of 3% relative to the MSCI Europe Index. What is interesting to note is how the outperformance was amplified over longer time periods. Holding value stocks for two years resulted in annual outperformance of 5.7%, while holding value stocks for five years led to a cumulative outperformance of 30%. While past performance doesn't necessarily indicate future results, we believe the lesson is clear: patience is a critical component in achieving successful investment returns.

Why For-Profits Are Out of Favor

In today's competitive global marketplace, companies and countries will need to stress education to prosper. Yet the for-profit education sector in the U.S. is suffering a serious downturn, with slow enrollment growth. And the reason is ironic: as the economy strengthens, prospective students have fewer incentives to enroll. Still, the demand for educated workers throughout the globe has never been greater. The companies in this industry typically have experienced double-digit returns on invested capital, high free cash flow yields in excess of prevailing bond rates, and miniscule mandatory capital requirements. We like to shop for bargains in industries in such a recessionary retrenchment. Among the names we monitor closely are Apollo, ITT Education, Career Education, Lincoln Educational and Universal Technical Institute.

Our Outlook for 2007

For 2007, a moderation in energy and commodity prices should generally fatten profit margins. Lower gasoline prices bolster real consumer incomes, though robust corporate profit growth is sure to slow from double-digit gains of past years. Healthy balance sheets sustain positive capital spending trends and stock buybacks. The supply of stock in the U.S. actually declined by 5% in 2006. As 40% of S&P 500 profits is derived from abroad, a lower dollar should spur higher sales for multinationals with broad international distribution networks. Such steady global distribution has been an undervalued asset the past couple of years. But it should continue to gain favor, especially as overall earnings growth estimates decelerate.

Look for U.S. legislative incentives to encourage baby boomers to save and invest more. Reason: boomers have relied too heavily on appreciating home prices for their investment returns. The tax laws have been overly generous with regard to housing, contributing to a misallocation of funds into that sector. Over the past 30 years, U.S. house prices have climbed 6.2% annually on average (much less after factoring in expenses). Unfortunately, returns going forward look uninspiring in the face of today's bubble valuations.

It is always nice to participate in a market rally. But it is more rewarding when shares advance due to attractive valuations rather than hype. Speculative gains tend to be ephemeral, while those based on fundamentals are more enduring in nature. The solid gains posted by the Fund during the fourth quarter have been on the back of stronger company fundamentals and prospects. We are always mindful, however, that dramatic market corrections are normal. On average the market corrects 10% every year, 15% every two years and 20% every 3.5 years. We aim to continue to add notable value during those difficult periods.

Your trust and support is appreciated.

Jeff Auxier

The views in this shareholder letter were those of the Fund Manager as of the letter's publication date and may not reflect his views on the date this letter is first distributed or anytime thereafter. These views are intended to assist readers in understanding the Fund's investment methodology and do not constitute investment advice.

As a non-diversified fund, the Fund will be subject to substantially more investment risk and potential for volatility than a diversified fund because its portfolio may at times focus on a limited number of companies. Moreover, if the Fund's portfolio is overweighted in a sector, any negative development affecting that sector will have a greater impact on the Fund than a fund that is not overweighted in that sector. Performance shown is for the Fund's Investor shares; returns for other share classes will vary. Price to earnings ratio is the value of a company's stock price relative to company earnings. MSCI Europe Index is a free float-adjusted market capitalization index that is designed to measure developed market equity performance in Europe.

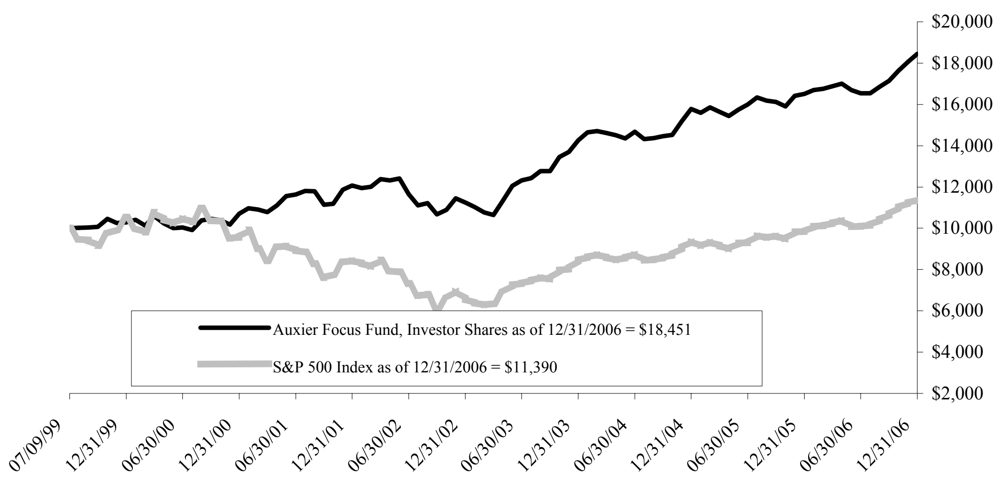
COMPARISON OF CHANGE IN VALUE OF A $10,000 INVESTMENT

The following chart reflects the change in value, since the Fund's inception, of a hypothetical $10,000 investment, including reinvested dividends and distributions compared with a broad-based securities market index. The S&P 500 (R) Index (''Index'') is a market weighted index composed of 500 large capitalization companies and reflects the reinvestment of dividends. The Fund is professionally managed while the Index is unmanaged and is not available for investment. The total return of the Fund's classes includes the maximum sales charge of 5.75% (A shares only), the maximum contingent deferred sales charge ("CDSC") of 1.00% (C shares only) and operating expenses that reduce returns while the total return of the Index does not include the effect of sales charges and expenses. A shares are subject to a 1.00% CDSC on shares purchased without an initial sales charge and redeemed less than one year after purchase. The performance of each class will differ due to different sales charges and expense structures. During the preformance period shown, certain Fund fees were waived or expenses reimbursed; otherwise, total return would have been lower, for all share classes.

Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance, please visit the website of the Fund's investment adviser at www.auxierasset.com. Returns greater than one year are annualized. All Fund share classes charge a 2.0% redemption fee on shares purchased after 10/11/04 and redeemed within six months of purchase.

Performance for Investor shares for periods prior to December 10, 2004 reflects performance of Auxier Focus Fund, a series of Unified Series Trust (the "Predecessor Fund"). Prior to January 3, 2003, the Predecessor Fund was a series of Ameriprime Funds. The performance of Investor shares for the period prior to December 10, 2004 reflects the expenses of the Predecessor Fund.

Average Annual Total Return as of 12/31/2006	1 Year	5 Years	Since Inception (1)
Investor Shares	11.75%	8.86%	8.53%
A Shares (with sales charge) (2)	5.32%	N/A	5.03%
C Shares (with sales charge)	9.88%	N/A	9.98%



(1) Investor, A and C shares commenced operations on July 9, 1999, July 8, 2005, and August 26, 2005, respectively.

(2) Due to shareholder redemptions on August 21, 2005 net assets of the class were zero from the close of business on that date until September 22, 2005. Financial information presented for the period August 21, 2005 to September 22, 2005 reflects perfomance of Investor shares of the Fund. Investor shares has the same net expense ratio as the A shares.

AUXIER FOCUS FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2006

Shares	Security Description	Value
Common Stock - 80.6%		
Consumer Discretionary - 15.8%		
26,304	Apollo Group, Inc., Class A (a)	1,025,067
14,950	Career Education Corp. (a)	370,460
1,325	CBS Corp., Class A	41,367
35,400	Comcast Corp., Class A (a)	1,498,482
4,000	Costco Wholesale Corp.	211,480
36,500	CVS Corp.	1,128,215
4,594	Discovery Holding Co., Class A (a)	73,917
18,700	D.R. Horton, Inc.	495,363
28,100	Family Dollar Stores, Inc.	824,173
8,000	FirstService Corp. (a)	184,800
18,250	Home Depot, Inc.	732,920
78,870	Interpublic Group of Cos., Inc. (a)	965,369
13,100	ITT Educational Services, Inc. (a)	869,447
61,768	Lincoln Educational Services Corp. (a)	833,250
7,400	Lowe's Cos., Inc.	230,510
41,500	MAXIMUS, Inc.	1,277,370
5,000	McDonald's Corp.	221,650
11,550	Nike, Inc., Class B	1,143,797
1,500	Office Depot, Inc. (a)	57,255
15,250	Sally Beauty Holdings, Inc. (a)	118,950
7,400	Signet Group plc, ADR	173,900
200	Speedway Motorsports, Inc.	7,680
46,500	Time Warner, Inc.	1,012,770
9,000	Unilever NV	245,250
16,000	Universal Technical Institute, Inc. (a)	355,360
14,990	Value Line, Inc.	681,296
8,000	Viacom, Inc., Class B (a)	328,240
46,850	Wal-Mart Stores, Inc.	2,163,533
3,450	Weight Watchers International, Inc.	181,229
4,300	Yum! Brands, Inc.	252,840
		17,705,940
Consumer Staples - 14.2%		
12,250	Alberto-Culver Co.	262,763
360,050	Alliance One International, Inc. (a)	2,541,953
28,350	Altria Group, Inc.	2,432,997
22,850	Anheuser-Busch Cos., Inc.	1,124,220
16,000	Avon Products, Inc.	528,640
60,050	Coca-Cola Co.	2,897,412
16,800	Diageo plc, ADR	1,332,408
15,250	Helen of Troy, Ltd. (a)	369,965
8,000	Kraft Foods, Inc.	285,600
7,300	National Beverage Corp. (a)	102,418
2,000	Nestle SA, ADR	177,357
4,000	Omnicare, Inc.	154,520
16,450	Safeway, Inc.	568,512
19,650	UST, Inc.	1,143,630
87,470	Western Union Co.	1,961,077
		15,883,472
Energy - 1.9%		
16,750	Chevron Corp.	1,231,628
7,613	El Paso Corp.	116,327
1,200	Gazpromneft, ADR (a)	25,800
800	LUKOIL, ADR	70,360

500	PetroChina Co., Ltd. ADR	70,390
1,950	Petroleo Brasileiro SA, ADR	200,831
550	Surgutneftegaz, ADR	42,075
15,000	Willbros Group, Inc. (a)	283,500
		2,040,911
Financials - 20.7%		
3,200	American Express Co.	194,144
27,550	American International Group, Inc.	1,974,233
1,280	Ameriprise Financial, Inc.	69,760
11,050	AON Corp.	390,507
9,950	Assurant, Inc.	549,738
34,583	Bank of America Corp.	1,846,386
2,000	Bank of New York Co., Inc.	78,740
502	Berkshire Hathaway, Inc., Class B (a)	1,840,332
3,125	Cascade Financial Corp.	53,344
44,993	Citigroup, Inc.	2,506,110
5,450	Federal Home Loan Mortgage Corp.	370,055
47,500	H&R Block, Inc.	1,094,400
5,544	JPMorgan Chase & Co.	267,775
13,861	Longview Fibre Co.	304,249
87,150	Marsh & McLennan Cos., Inc.	2,672,018
5,000	Morgan Stanley	407,150
12,500	Old Republic International Corp.	291,000
6,250	Progressive Corp.	151,375
65,668	St. Paul Travelers Cos., Inc.	3,525,715
2,600	Student Loan Corp.	538,980
83,766	UnumProvident Corp.	1,740,657
51,850	Waddell & Reed Financial, Inc.	1,418,616
11,846	Washington Federal, Inc.	278,736
12,750	Washington Mutual, Inc.	579,998
		23,144,018
Health Care - 10.8%		
8,750	Amgen, Inc. (a)	597,713
23,150	Bausch & Lomb, Inc.	1,205,189
104,004	BioScrip, Inc. (a)	359,854
26,921	Boston Scientific Corp. (a)	462,503
5,000	Bristol-Myers Squibb Co.	131,600
10,349	Coventry Health Care, Inc. (a)	517,967
7,905	Express Scripts, Inc. (a)	565,998
103,400	Health Management Associates, Class A	2,182,774
17,070	LifePoint Hospitals, Inc. (a)	575,259
11,850	Merck & Co., Inc.	516,660
32,550	Pfizer, Inc.	843,045
19,200	United Health Group, Inc.	1,031,616
16,000	WellPoint, Inc. (a)	1,259,039
13,650	Wyeth	695,058
14,450	Zimmer Holdings, Inc. (a)	1,132,590
		12,076,865
Industrials - 4.7%		
53,250	AGCO Corp. (a)	1,647,555
44,500	Blount International, Inc. (a)	598,970
3,000	Boeing Corp.	266,520
28,000	General Electric Co.	1,041,880
900	Simpson Manufacturing Co., Inc.	28,485
18,650	Tyco International, Ltd.	566,960
14,450	United Parcel Service, Inc., Class B	1,083,460
		5,233,830
Information Technology - 3.7%		
27,500	BISYS Group, Inc. (a)	355,025
36,050	Dell, Inc. (a)	904,495
36,550	eFunds Corp. (a)	1,005,125

53,520	First Data Corp.			1,365,830
18,400	Microsoft Corp.			549,424
				4,179,899
Materials - 4.1%				
21,200	Alcoa, Inc.			636,212
7,000	Companhia Vale do Rio Doce, ADR			208,180
47,350	Dow Chemical Co.			1,891,159
23,950	E.I. Du Pont de Nemours & Co.			1,166,605
18,000	Plum Creek Timber Co., Inc., REIT			717,300
				4,619,456
Telecommunications - 4.5%				
35,750	AT&T, Inc.			1,278,063
10,975	Motorola, Inc.			225,646
49,150	SK Telecom Co., Ltd., ADR			1,301,492
15,300	Telecom Corp. of New Zealand, Ltd., ADR			411,876
59,000	Telefonos de Mexico SAB de CV, ADR			1,666,160
8,100	Tele Norte Leste Participacoes, ADR			120,852
				5,004,089
Utilities - 0.2%				
6,950	Duke Energy Corp.			230,810
Total Common Stock (Cost $71,949,237)				90,119,290
Non-Convertible Preferred Stock - 0.5%				
Utilities - 0.5%		Rate		
305	AEP Texas Central Co.	4.00 %		23,018
200	Boston Edison	4.25		15,819
1,500	Connecticut Light & Power	1.90		49,734
1,000	Connecticut Light & Power	2.00		34,594
1,500	Connecticut Light & Power	3.90		47,953
1,300	Great Plains Energy, Inc.	4.50		110,825
4,000	Hawaiian Electric Co.	4.25		54,875
300	Indianapolis Power & Light	4.00		19,116
78	MidAmerican Energy Co.	3.30		5,087
80	MidAmerican Energy Co.	3.90		5,935
100	Monongahela Power	4.40		9,000
1,000	Pacific Enterprises	4.50		86,500
400	Peco Energy	3.80		30,500
945	Public Services Electric & Gas	4.08		78,553
300	Westar Energy, Inc.	4.25		23,681
Total Non-Convertible Preferred Stock				595,190
Total Preferred Stock (Cost $494,214)				595,190
Exchange Traded Funds - 0.2%				
10,000	iShares MSCI Germany Index Fund (Cost $94,200)			269,400
Principal		Rate	Maturity	
Asset Backed Obligations - 0.6%				
6,128	Scotia Pacific Co., LLC	6.55	01/20/07	4,784
905,000	Scotia Pacific Co., LLC	7.11	01/20/14	679,316
Total Asset Backed Obligations (Cost $851,636)				684,100
Corporate Bonds - 2.4%				
Consumer Staples - 0.3%				
300,000	Alliance One International, Inc.	11.00	05/15/12	321,000

AUXIER FOCUS FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2006

Energy - 0.3%				
115,000	El Paso CGP Co.	6.50	06/01/08	116,581
190,000	El Paso CGP Co.	6.70	02/15/27	191,108
				307,689
Financials - 0.7%				
670,000	GMAC, LLC	4.38	12/10/07	660,824
180,500	Finova Group, Inc.	7.50	11/15/09	53,248
80,000	Marsh & McLennan Cos., Inc.	5.38	03/15/07	79,978
				794,050
Health Care - 0.6%				
700,000	Tenet Healthcare Corp.	6.38	12/01/11	644,000
Industrials - 0.1%				
94,000	Waste Management, Inc.	7.38	08/01/10	100,067
71,000	Waste Management, Inc.	7.65	03/15/11	76,547
				176,614
Information Technology - 0.1%				
100,000	Danka Business Systems, plc	10.00	04/01/08	99,750
Utilities - 0.3%				
65,000	Indianapolis Power & Light Co.	7.38	08/01/07	65,619
275,000	Sierra Pacific Power Co.	8.00	06/01/08	284,006
				349,625
Total Corporate Bonds (Cost $2,707,836)				2,692,728
Foreign Municipal Bonds - 1.1% (c)				
1,500,000	Ontario Hydro Residual Strip (Canada)	5.51	10/01/20	683,631
356,000	Ontario Hydro Residual Strip (Canada)	5.47-5.65	11/27/20	160,722
605,000	Ontario Hydro Residual Strip (Canada)	5.61	10/15/21	261,465
235,000	Ontario Hydro Residual Strip (Canada)	5.75	08/18/22	97,530
Total Foreign Municipal Bonds (Cost $849,014)				1,203,348
US Treasury Securities - 4.2%				
935,000	US Treasury Note	3.88	07/31/07	929,083
800,000	US Treasury Note	4.00	09/30/07	794,063
260,000	US Treasury Note	4.25	10/31/07	258,396
500,000	US Treasury Note	4.25	11/30/07	496,719
685,000	US Treasury Note	4.38	01/31/08	680,692
1,000,000	US Treasury Note	4.63	02/29/08	996,094
65,000	US Treasury Note	3.75	05/15/08	64,025
460,000	US Treasury Note	3.88	07/15/10	447,961
Total US Treasury Securities (Cost $4,697,538)				4,667,033
Short-Term Investments - 10.4%				
Commerical Paper - 0.5%				
300,000	American Express Credit Corp. (b)	4.97	01/02/07	299,959
210,000	General Electric Cap Corp. (b)	5.05	01/31/07	209,120
Total Commercial Paper (Cost $509,078)				509,079
Corporate Bonds - 1.1%				
Communications - 0.2%				
160,000	Gannett Co., Inc.	5.50	04/01/07	159,848
85,000	Rite Aid Corp.	7.13	01/15/07	85,106
				244,954
Financials - 0.6%				
698,000	Marsh & McLennan Cos., Inc.	5.38	03/15/07	697,804

AUXIER FOCUS FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2006

Utilities - 0.3%				
295,000	Virginia Electric & Power Co.	5.38	02/01/07	294,947
Total Corporate Bonds (Cost $1,237,619)				1,237,705
Shares				
Money Market Funds - 8.3%				
9,321,249	Citi[SM] Institutional Cash Reserves, Class O, 5.02% (Cost 9,321,249)			9,321,249
Principal				
Money Market Deposit Account - 0.5%				
573,450	Citibank Money Market Deposit Account, 4.93% (Cost $573,450)			573,450
Total Short-Term Investments (Cost $11,641,396)				11,641,483
Total Investments - 100.0% (Cost $93,285,071)*				111,872,572
Other Assets & Liabilities, Net - 0.0%				(46,543)
NET ASSETS - 100.0%				**111,826,029**

PORTFOLIO HOLDINGS
% of Net Assets

Consumer Discretionary	16%
Consumer Staples	14%
Energy	2%
Financials	21%
Health Care	11%
Industrials	5%
Information Technology	4%
Materials	4%
Telecommunications	4%
Utilities	0%
Preferred Stock	1%
Exchange Traded Funds	0%
Asset Backed Obligations	1%
US Treasury Securities	4%
Corporate Bonds	2%
Foreign Municipal Bonds	1%
Short-Term Investments and Other Net Assets	10%
	100.0%

ADR American Depositary Receipt.
REIT Real Estate Investment Trust.
(a) Non-income producing security.
(b) Zero coupon Commerical Paper. Interest rate presented is yield to maturity.
(c) Zero coupon bond. Interest rate presented is yield to maturity.

* Cost for Federal income tax purposes is substantially the same as for financial statement purposes and net unrealized appreciation (depreciation) consists of:

Gross Unrealized Appreciation	$ 20,335,093
Gross Unrealized Depreciation	(1,960,362)
Net Unrealized Appreciation (Depreciation)	$ 18,374,731

AUXIER FOCUS FUND
STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2006

ASSETS		
Total investments, at value (Cost $93,285,071)	$	111,872,572
Cash		55
Receivables:		
Fund shares sold		2,095,876
Dividends and interest		332,473
Total Assets		114,300,976
LIABILITIES		
Payables:		
Fund shares redeemed		245,747
Investment securities purchased		179,572
Dividends		1,922,113
Accrued Liabilities:		
Investment adviser fees		126,269
Trustees' fees and expenses		1,091
Distribution fees		155
Total Liabilities		2,474,947
NET ASSETS	$	111,826,029
COMPONENTS OF NET ASSETS		
Paid-in capital	$	92,995,467
Accumulated undistributed (distributions in excess of) net investment income		16,003
Accumulated net realized gain (loss) on investments and foreign currency transaction		227,058
Net unrealized appreciation (depreciation) on investments and foreign currency translations		18,587,501
NET ASSETS	$	111,826,029
SHARES OF BENEFICIAL INTEREST (UNLIMITED SHARES AUTHORIZED)		
Investor Shares		7,078,447
A Shares		37,953
C Shares		2,703
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE		
Investor Shares (based on net assets of $111,186,788)	$	15.71
A Shares (based on net assets of $596,574)	$	15.72
A Shares Maximum Public Offering Price Per Share (net asset value per share/94.25%)	$	16.68
C Shares (based on net assets of $42,667)	$	15.79

See Notes to Financial Statements.

AUXIER FOCUS FUND
STATEMENT OF OPERATIONS
SIX MONTHS ENDED DECEMBER 31, 2006

INVESTMENT INCOME		
Dividend income (net of foreign taxes withheld of $10,055)	$	1,337,744
Interest income		413,231
Total Investment Income		1,750,975
EXPENSES		
Investment advisor fees		722,331
Distribution fees:		
A Shares		615
C Shares		236
Trustees' fees and expenses		2,744
Total Expenses		725,926
Fees waived and expenses reimbursed		(3,418)
Net Expenses		722,508
NET INVESTMENT INCOME (LOSS)		1,028,467
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS		
Net realized gain (loss) on investments and foreign currency transactions		263,787
Net change in unrealized appreciation (depreciation) on investments and foreign currency translations		10,327,167
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS		10,590,954
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	$	11,619,421

AUXIER FOCUS FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended December 31, 2006	Year Ended June 30, 2006
OPERATIONS		
Net investment income (loss)	$ 1,028,467	$ 1,486,089
Net realized gain (loss) on investments and foreign currency transactions	263,787	4,247,417
Net change in unrealized appreciation (depreciation) on investments	10,327,167	(2,360,265)
Increase (Decrease) in Net Assets from Operations	11,619,421	3,373,241
DISTRIBUTIONS TO SHAREHOLDERS FROM		
Net investment income:		
Investor Shares	(1,911,461)	(1,212,706)
A Shares	(10,239)	(2,302)
C Shares	(413)	(88)
Net realized gains:		
Investor Shares	(3,211,699)	(1,415,961)
A Shares	(15,576)	(1,475)
C Shares	(1,231)	(283)
Total Distributions To Shareholders	(5,150,619)	(2,632,815)
CAPITAL SHARE TRANSACTIONS		
Sale of Shares		
Investor Shares	5,695,156	25,928,618
A Shares	149,332	395,537
C Shares	1,657	47,003
Reinvestment of distributions:		
Investor Shares	5,024,561	2,556,577
A Shares	25,815	3,776
C Shares	1,644	370
Redemption of shares:		
Investor Shares	(9,621,568)	(22,010,024)
A Shares	-	(2,244)
C Shares	(10,936)	-
Redemption fees	10,542	26,079
Increase (Decrease) From Capital Transactions	1,276,203	6,945,692
Increase (Decrease) in Net Assets	7,745,005	7,686,118
NET ASSETS		
Beginning of Period	104,081,023	96,394,905
End of Period (a)	$ 111,826,028	$ 104,081,023
(a) Accumulated undistributed (distributions in excess of) net investment income	$ 16,003	$ 909,649

AUXIER FOCUS FUND
FINANCIAL HIGHLIGHTS

These financial highlights reflect selected per share data and ratios for a share outstanding throughout each period.

	Beginning Net Asset Value Per Share	Net Investment Income (Loss)	Net Realized and Unrealized Gain (Loss)	Total from Investment Operations	Distributions from Net Investment Income	Distributions from Net Realized Gains	Total Distributions to Shareholders	Redemption Fees (b)	Ending Net Asset Value Per Share
Investor Shares									
Six Months Ended December 31, 2006	$ 14.76	$ 0.15 (b)	$ 1.54	$ 1.69	$ (0.27)	$ (0.47)	$ (0.74)	- (g)	$ 15.71
Year Ended June 30, 2006	14.64	0.21 (b)	0.30	0.51	(0.18)	(0.21)	(0.39)	- (g)	14.76
Year Ended June 30, 2005	13.74	0.15 (b)	1.08	1.23	(0.08)	(0.25)	(0.33)	- (g)	14.64
Year Ended June 30, 2004 (c)	11.68	0.13 (b)	2.10	2.23	(0.17)	-	(0.17)	-	13.74
Year Ended June 30, 2003 (c)	11.33	0.20	0.42	0.62	(0.10)	(0.17)	(0.27)	-	11.68
Year Ended June 30, 2002 (c)	11.43	0.08	(0.07)	0.01	(0.09)	(0.02)	(0.11)	-	11.33
A Shares (h)									
Six Months Ended December 31, 2006	14.77	0.15 (b)	1.54	1.69	(0.27)	(0.47)	(0.74)	-	15.72
July 8, 2005 through June 30, 2006 (i)	14.81	0.21 (b)	0.14	0.35	(0.18)	(0.21)	(0.39)	-	14.77
C Shares									
Six Months Ended December 31, 2006	14.78	0.08 (b)	1.55	1.63	(0.15)	(0.47)	(0.62)	-	15.79
August 26, 2005 through June 30, 2006 (i)	14.70	0.11 (b)	0.24	0.35	(0.06)	(0.21)	(0.27)	-	14.78

(a) Annualized for periods less than one year.
(b) Calculated based on average shares outstanding for the period.
(c) Audited by another Independent Registered Public Accounting Firm.
(d) Not annualized for periods less than one year.
(e) Total return does not include the effect of front-end sales charges or contingent deferred sales charges.
(f) Reflects the expense ratio excluding any waivers and/or reimbursements.
(g) Less than $0.01 per share.
(h) Due to shareholder redemptions, on August 21, 2005 net assets of the class were zero from the close of business on that date until September 22, 2005. Financial information presented is for the period July 8, 2005 through June 30, 2006.
(i) A and C shares commenced operations on July 8, 2005 and August 26, 2005, respectively.

	Total Return (d) (e)	Net Assets at End of Period (000's Omitted)	Ratios to Average Net Assets (a) Net Investment Income (Loss)	Net Expenses	Gross Expenses (f)	Portfolio Turnover Rate (d)
Investor Shares						
Six Months Ended December 31, 2006	11.53%	$111,187	1.92%	1.35%	1.36%	9%
Year Ended June 30, 2006	3.44%	103,642	1.44%	1.35%	1.36%	28%
Year Ended June 30, 2005	9.01%	96,395	1.09%	1.35%	1.35%	28%
Year Ended June 30, 2004 (c)	19.17%	63,885	0.97%	1.35%	1.35%	18%
Year Ended June 30, 2003 (c)	5.72%	25,141	1.89%	1.35%	1.36%	37%
Year Ended June 30, 2002 (c)	0.07%	16,638	0.73%	1.35%	1.37%	56%
A Shares (h)						
Six Months Ended December 31, 2006	11.52	597	1.97%	1.35%	1.61%	9%
July 8, 2005 through June 30, 2006 (i)	2.32	392	1.56%	1.35%	1.61%	28%
C Shares						
Six Months Ended December 31, 2006	11.03	43	1.09%	2.10%	2.36%	9%
August 26, 2005 through June 30, 2006 (i)	2.38	47	0.84%	2.10%	2.36%	28%

Note 1. Organization

The Auxier Focus Fund (the "Fund"), is a non-diversified series of Forum Funds (the "Trust"). The Trust is a Delaware statutory trust that is registered as an open-end, management investment company under the Investment Company Act of 1940, as amended. The Trust currently has twenty-eight investment portfolios. Under its Trust Instrument, the Trust is authorized to issue an unlimited number of the Fund's shares of beneficial interest without par value. The Fund currently offers three classes of shares: Investor Shares, A Shares, and C Shares. Investor Shares, A Shares and C Shares commenced operations on July 9, 1999, July 8, 2005 and August 26, 2005, respectively.

The Fund's investment objective is to achieve long-term capital appreciation by investing primarily in a portfolio of common stocks that the Fund's investment advisor believes offer growth opportunities at a reasonable price. The Fund is intended for long-term investors.

Note 2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("generally accepted accounting principles"), which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of increase and decrease in net assets from operations during the fiscal period. Actual amounts could differ from those estimates. The following summarizes the significant accounting policies of the Fund.

Security Valuation – Exchange traded securities and over-the-counter securities are valued using the last sale or official closing price, provided by independent pricing services as of the close of trading on the market or exchange for which they are primarily traded, on each Fund business day. In the absence of a sale, such securities are valued at the mean of the last bid and asked price. Non-exchange traded securities for which quotations are available are generally valued at the mean of the current bid and asked prices provided by independent pricing services. Debt securities may be valued at prices supplied by a Fund's pricing agent based on broker or dealer supplied valuations or matrix pricing, a method of valuing securities by reference to the value of other securities with similar characteristics, such as rating, interest rate and maturity. Shares of open end mutual funds are valued at net asset value. Any short-term instruments that mature in sixty days or less may be valued at amortized cost.

The Fund values its investments at fair value pursuant to procedures adopted by the Trust's Board of Trustees (the "Board") if (1) market quotations are insufficient or not readily available or (2) the Adviser believes that the values available are unreliable. Fair valuation is based on subjective factors and as a result, the fair value price of an investment may differ from the security's market price and may not be the price at which the asset may be sold. Fair valuation could result in a different net asset value ("NAV") than a NAV determined by using market quotes.

Security Transactions, Investment Income and Realized Gain and Loss – Investment transactions are accounted for on trade date. Dividend income is recorded on the ex-dividend date. Foreign dividend income is recorded on the ex-dividend date or as soon as practical after the Fund determines the existence of a dividend declaration after exercising reasonable due diligence. Income and capital gains on some foreign securities may be subject to foreign withholding taxes, which are accrued as applicable. Interest income is recorded on an accrual basis. All premium and discount are amortized and accreted in accordance with generally accepted accounting principles. Identified cost of investments sold is used to determine the gain and loss for both financial statement and federal income tax purposes.

Foreign Currency - Foreign currency amounts are translated into U.S. dollars as follows: (i) assets and liabilities at the rate of exchange at the end of the respective period; and (ii) purchases and sales of securities and income and expenses at the rate of exchange prevailing on the dates of such transactions. The portion of the results of operations arising from changes in the exchange rates and the portion due to fluctuations arising from changes in the market prices of securities are not isolated. Such fluctuations are included with the net realized and unrealized gain or loss on investments.

The Fund may enter into transactions to purchase or sell foreign currencies to protect the U.S. dollar value of its underlying portfolio securities against the effect of possible adverse movements in foreign exchange rates. Principal risks associated with such transactions include the movement in value of the foreign currency relative to the U.S. dollar and the ability of the counterparty to perform. Fluctuations in the value of such forward currency transactions are recorded daily as unrealized gain or loss; realized gain or loss includes net gain or loss on transactions that have terminated by settlement or by the Fund entering into offsetting commitments. These instruments involve market risk, credit risk, or both kinds of risks, in excess of the amount recognized in the statement of assets and liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and from movement in currency and securities values and interest rates.

Distributions to Shareholders – Distributions to shareholders of net investment income and net capital gains, if any, are declared and paid at least annually. Distributions are based on amounts calculated in accordance with applicable Federal income tax regulations, which may differ from generally accepted accounting principles. These differences are due primarily to differing treatments of income and gain on various investment securities held by the Fund, timing differences and differing characterizations of distributions made by the Fund.

Federal Taxes – The Fund intends to qualify each year as a regulated investment company under Subchapter M of the Internal Revenue Code and distribute all its taxable income. In addition, by distributing in each calendar year substantially all its net investment income and capital gains and certain other amounts, if any, the Fund will not be subject to a Federal excise tax. Therefore, no Federal income or excise tax provision is required.

Income and Expense Allocation – The Trust accounts separately for the assets, liabilities and operations of each of its series. Expenses that are directly attributable to more than one series are allocated among the respective series in proportion to each series' average daily net assets.

The Fund's class specific expenses are charged to the operations of that class of shares.

Income and 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 the class' respective net assets to the total net assets of the Fund.

Redemption Fees – A shareholder who redeems or exchanges shares within 180 days of purchase will incur a redemption fee of 2.00% of the current net asset value of shares redeemed or exchanged, subject to certain limitations. The fee is charged for the benefit of the remaining shareholders and will be paid to the Fund to help offset transaction costs. To calculate redemption fees, the Fund uses the first-in, first-out method to determine the holding period. Under this method, the date of redemption is compared with the earliest purchase date of shares held in the account. The fee is accounted for as an addition to paid-in capital. The Fund reserves the right to modify the terms of or terminate the fee at any time. There are limited exceptions to the imposition of the redemption fee.

New Accounting Pronouncements - In June 2006, the Financial Accounting Standards Board ("FASB") issued FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes - an interpretation of FAS 109* ("FIN 48") which is effective for fiscal years beginning after December 15, 2006, and is to be applied to all open tax years no later than June 30, 2007. FIN 48 prescribes a minimum threshold for financial statement recognition of the benefit of a tax position taken or expected to be taken in a tax return, and requires certain expanded disclosures. Management has recently begun to evaluate the application of FIN 48, and has not at this time determined the impact, if any, resulting from its adoption on the Fund's financial statements.

In September 2006, the FASB issued Statement of Financial Accounting Standards No. 157, *Fair Value Measurements* ("SFAS 157"), which is effective for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. SFAS 157 defines fair value, establishes a framework for measuring fair value in generally accepted accounting principles, and expands disclosures about fair value measurements. Management has recently begun to evaluate the application of SFAS 157, and has not at this time determined the impact, if any, resulting from the adoption on the Fund's financial statements.

Note 3. Advisory Fees, Servicing Fees and Other Transactions

Investment Advisor – Auxier Asset Management, LLC (the "Adviser") is the investment adviser to the Fund. Pursuant to an investment advisory agreement, the Adviser receives an advisory fee from the Fund at an annual rate of 1.35% of the Fund's average daily net assets.

Under the terms of the Investment Advisory Agreement, the Adviser provides investment advisory services to the Fund[s] and is obligated to pay all expenses of the Fund except any expenses it is authorized to pay under Rule 12b-1, brokerage costs, commissions, borrowing costs, taxes, certain compensation expenses of the Trustees, the transfer agent's basis point fees, and extraordinary and non-recurring expenses.

Administration and Other Services – Citigroup Fund Services, LLC ("Citigroup"), provides administration, portfolio accounting, and transfer agency services to the Fund.

Distribution – Foreside Fund Services, LLC is the Trust's distributor (the "Distributor"). The Distributor is not affiliated with the Adviser, or Citigroup and its affiliated companies.

Under a Distribution Plan adopted pursuant to Rule 12b-1 under the Act with respect to A Shares and C Shares, ("Distribution Plan"), the Fund pays the Distributor or any other entity authorized by the Board collectively, a fee at an annual rate of 0.25% and 1.00%, respectively, of the average daily net assets of each class. For the Period ended December 31, 2006, the Distributor received $851 pursuant to the Distribution Plan. The Distributor has no role in determining the investment policies or which securities are to be purchased or sold by the Trust or its Funds.

For the period ended December 31, 2006, the Distributor retained $1,290 of the front-end sales charges assessed on the sale of A Shares. The Distributor did not retain any commissions from the contingent deferred sales charges assessed on A Shares purchased without an initial sales charge and redeemed less than one year after they are purchased. The Distributor did not retain any commissions from the contingent deferred sales charges assessed on purchases of $1 million or more of C Shares that are liquidated in whole or in part within one year purchase.

Foreside Compliance Services, LLC and affiliate of the Distributor, provides a Principal Executive Officer, Principal Financial Officer, Chief Compliance Officer, and Anti-Money Laundering Officer as well as certain additional compliance support functions. The Principal Executive Officer of the Trust is also a principal of the Distributor. Foreside Compliance Services, LLC has no role in determining the investment policies or which securities are to be purchased or sold by the Trust or its Funds. For the period ended December 31, 2006 the Adviser paid compliance service fees for the Fund of $19,100 from the fees collected under the Investment Adviser agreement.

Officers – Certain officers of the Trust are directors, officers or employees of Citigroup or the Distributor.

Note 4. Expense Reimbursements and Fees Waived

During the period the Adviser has contractually agreed to waive a portion of their fees and reimburse expenses through October 31, 2007 to the extent necessary to maintain the total operating expenses at 1.5% of average daily net assets of the Investor shares and A shares and 2.10% of average daily net assets of C shares. These voluntary waivers may be reduced or eliminated at any time. For the six month period ended December 31, 2006, fees waived were $3,418.

Note 5. Security Transactions

The cost of purchases and proceeds from sales of investment securities (including maturities), other than short-term investments, for the period ended December 31, 2006, were as follows:

Purchases	Sales
$9,506,634	$8,643,740

Note 6. Federal Income Tax and Investment Transactions

As of June 30, 2006, distributable earnings (accumulated losses) on a tax basis were as follows:

Undistributed Ordinary Income	$ 909,649
Undistributed Long-Term Gain	3,228,449
Unrealized Appreciation (Depreciation)	8,223,660
Total	$12,361,758

The difference between components of distributable earnings on a tax basis and the amount reflected in the Statement of Assets and Liabilities are primarily due to wash sales.

The tax character of distributions paid as of June 30, 2006 and 2005 were as follows:

	2006	2005
Ordinary Income	$ 1,215,096	$ 441,075
Long-term Capital Gain	1,417,719	1,322,191

Note 7. Share Transactions

Share Transactions for the Fund were as follows:

	Six Months Ended December 31, 2006	Year Ended 2006
Sales of Shares:		
Investor Shares	373,306	1,742,260
A Shares	9,807	26,411
C Shares	110	3,157
Reinvestment of distributions:		
Investor Shares	317,806	171,877
A Shares	1,632	254
C Shares	104	25
Redemption of shares:		
Investor Shares	(632,328)	(1,477,697)
A Shares	-	(151)
C Shares	(693)	-
Increase (decrease) from share transactions	69,744	466,136

Note 8. Other Information

On December 31, 2006, one shareholder held approximately 42% of the outstanding shares of the Fund. This shareholder is an omnibus account, which was held on behalf of multiple individual shareholders.

Investment Advisory Agreement Approval

At the October 18, 2006 Board meeting, the Board, including the Independent Trustees, considered the approval of the continuance of the management agreement pertaining to the Fund (the "Management Agreement"). In evaluating the Management Agreement for the Fund, the Board reviewed materials furnished by the Adviser and the Administrator, including information regarding the Adviser, its personnel, operations and financial condition. Specifically, the Board considered, among other matters: (1) the nature, extent and quality of the services to be provided to the Fund by the Adviser, including information on the investment performance of the Adviser; (2) the costs of the services to be provided and profitability to the Adviser with respect to its relationship with the Fund; (3) the advisory fee and total expense ratio of the Fund compared to relevant peer groups of funds; (4) the extent to which economies of scale would be realized as the Fund grow and whether the advisory fee would enable the Fund's investors to share in the benefits of economies of scale; and (5) other benefits received by the Adviser from its relationship with the Fund. In their deliberations, the Board did not identify any particular information that was all-important or controlling, and the Board attributed different weights to the various factors. In particular, the Board focused on the factors discussed below.

The Board met with representatives of the Adviser and discussed the Adviser's personnel, operations and financial condition. Specifically, the Board discussed with the Adviser the adequacy of its resources and quality of services provided by the Adviser under the Advisory Agreement. The Board concluded that it was satisfied with the nature, extent and quality of services provided to the Fund by the Adviser. The Board then reviewed the Adviser's financial stability. The Adviser reviewed its balance sheet for the period ended August 31, 2006, noting that it is financially stable. Based on the foregoing, the Board concluded that the Adviser was financially able to provide investment advisory services to the Fund.

The Board then considered information provided by the Adviser regarding its costs of services and profitability with respect to the Fund. The Board considered the Adviser's resources devoted to the Fund as well as an assessment of costs and profitability provided by the Adviser. The Board concluded that the level of the Adviser's profits attributable to management of the Fund was not excessive in light of the services provided by the Adviser on behalf of the Fund.

The Board also considered the Adviser's compensation for providing advisory services to the Fund and analyzed comparative information on fees and total expenses of similar mutual funds. The Board noted that while the Adviser's contractual advisory fee rate was higher than the mean and median advisory fee for its Lipper Inc. peer group, the Adviser utilizes the advisory fee to pay certain expenses on behalf of the Fund including, all operating expenses. The Board also considered the Fund's total expense ratio, noting the Adviser's intent to continue to waive a portion of its fee through October 31, 2007 in order to maintain the Fund's total annual operating expenses at 1.35% of the Fund's average daily net assets for Investor shares and A shares and at 2.10% for C Shares. The Board recognized that it was difficult to compare advisory fees and expense ratios because of variations in the services provided by the Adviser that are included in the fees paid by other funds. The Board concluded that the Adviser's advisory fee charged to the Fund was reasonable.

The Adviser also discussed its approach to managing the Fund as well as the Fund's performance. The Board considered the Fund's performance, noting that the Fund underperformed its index for the 3- and 6-month and 1-and 3-year periods. The Board noted that the Fund's 5-year performance was ranked in the top quartile for its peer group, earning the Fund a Morningstar five-star rating. The Board noted that the Fund's long-term performance would be taken into consideration in its evaluation of the overall arrangements between the Fund and the Adviser. Specifically, the Board considered that the Fund's investment objective to provide long-term capital appreciation. The Board also considered the Adviser's representation that the Fund's conservative approach to asset allocation will tend to outperform markets in down years and lag or achieve parity in up years.

The Board then considered whether the Fund would benefit from any economies of scale, noting that the investment advisory fee for the Fund does not contain breakpoints. The Board considered the size of the Fund and concluded that it would not be necessary to consider the implementation of fee breakpoints at this time.

The Board noted the Adviser's representation that it does not receive other benefits from its relationship with the Fund. Based on the foregoing, the Board concluded that other benefits received by the Adviser from its relationship with the Funds were not a material factor to consider in approving the continuation of the Advisory Agreement.

Prior to voting, the Board reviewed a memorandum from Fund Counsel discussing the legal standards applicable to its consideration of the Advisory Agreement. The Board also discussed the proposed approval of the continuance of the Advisory Agreement. Based upon its review, the Board concluded that the overall arrangements between the Fund and the Adviser, as provided in the Advisory Agreement, were fair and reasonable in light of the services performed, expenses incurred and other such matters as the Board considered relevant in the exercise of its reasonable judgment.

Proxy Voting Information

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to securities held in the Fund's portfolio is available, without charge and upon request, by calling (877) 328-9437, on the Fund's web site at www.auxierasset.com/focus_fund.htm and on the SEC's website at www.sec.gov. The Fund's proxy voting record for the twelve-month period ended June 30 is available, without charge and upon request, by calling (877) 328-9437 and on the SEC's web site at www.sec.gov.

Availability of Quarterly Portfolio Schedules

The Funds file its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund's Forms N-Q are available, without charge and upon request on the SEC's website at www.sec.gov or 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 (800) SEC-0330.

Shareholder Expense Example

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, including sales charges (loads) on purchase payments on certain classes; redemption fees; and exchange fees and (2) ongoing costs, including management fees and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The following example is based on $1,000 invested at the beginning of the period and held for the entire period from July 1, 2006 through December 31, 2006.

Actual Expenses – The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by $1,000 (for example, an $8,600 account value divided by $1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during the period.

Hypothetical Example for Comparison Purposes – The second line of the table below provides information about hypothetical account values and hypothetical expenses based on a Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not a Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing cost of investing in a Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads) for certain share classes, redemption fees or exchange fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, is these transactional costs had been included, your costs would have been higher.

	Beginning Account Value July 1, 2006	Ending Account Value December 31, 2006	Expenses Paid During Period*	Annualized Expense Ratio*
Investor Shares				
Actual Return	$1,000.00	$1,115.27	$7.20	1.35%
Hypothetical Return	$1,000.00	$1,018.40	$6.87	1.35%
A Shares				
Actual Return	$1,000.00	$1,115.19	$7.20	1.35%
Hypothetical Return	$1,000.00	$1,018.40	$6.87	1.35%
C Shares				
Actual Return	$1,000.00	$1,110.34	$11.17	2.10%
Hypothetical Return	$1,000.00	$1,014.62	$10.66	2.10%

*Expenses are equal to the Fund's annualized expense ratio as indicated above multiplied by the average account value over the period, multiplied by the number of days in most recent fiscal half-year divided by 365 to reflect the half-year period.

Auxier Focus Fund

FOR MORE INFORMATION

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