
Auxier Focus Fund

Semi-Annual Report

December 31, 2007

(Unaudited)

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AUXIER FOCUS FUND
A MESSAGE TO OUR SHAREHOLDERS
DECEMBER 31, 2007

AUXIER FOCUS FUND
PERFORMANCE UPDATE
December 31, 2007

AUXFX RETURNS VS. S&P 500 INDEX

	<u>Auxier Focus Fund</u>	<u>S&P 500 Index</u>	<u>Difference*</u>
09/30/07 – 12/31/07	-0.44%	-3.33%	2.89
12/31/06 – 12/31/07	5.71%	5.49%	0.22
12/31/05 – 12/31/06	11.75%	15.79%	-4.04
12/31/04 – 12/31/05	4.58%	4.91%	-0.33
12/31/03 – 12/31/04	10.73%	10.87%	-0.14
12/31/02 – 12/31/03	26.75%	28.69%	-1.94
12/31/01 – 12/31/02	-6.79%	-22.10%	15.31
12/31/00 – 12/31/01	12.67%	-11.88%	24.55
12/31/99 – 12/31/00	4.05%	-9.10%	13.15
12/31/99 – 12/31/07	89.48%	14.09%	75.39
Since Inception 7/9/99	95.04%	20.15%	74.89

* in percentage points

Average Annual Returns for the period ended 12/31/07	1 Year	3 Year	5 Year	Since Inception (7/9/99)
Auxier Focus Fund (Investor Shares)	5.71%	7.30%	11.64%	8.20%
S&P 500 Index	5.49%	8.62%	12.82%	2.19%

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. As stated in the current prospectus, the Fund's annual operating expense ratio (gross) is 1.36%. However, the Fund's adviser has agreed to contractually waive a portion of its fees and/or reimburse expenses such that total operating expenses do not exceed 1.35% which is in effect until October 31, 2008. The Fund charges a 2.00% redemption fee on shares redeemed within six months of purchase. For the most recent month-end performance, please call (877)328-9437 or visit the Fund's website at www.auxierasset.com.

Before investing you should carefully consider the Fund's investment objectives, risks, charges and expenses. This and other information is in the prospectus, a copy of which may be obtained by calling (877) 328-9437 or visiting the Fund's website. Please read the prospectus carefully before you invest.

Fund returns (i) assume the reinvestment of all dividends and capital gain distributions and (ii) would have been lower during the period if certain fees and expenses had not been waived. Performance shown is for the Fund's Investor Class shares; returns for other share classes will vary. Performance for Investor Class shares for periods prior to December 10, 2004 reflects performance of the applicable share class 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 the Fund's Investor Class shares for the period prior to December 10, 2004 reflects the expenses of the Predecessor Fund.

The Fund may invest in value and/or growth stocks. Investments in value stocks are subject to risk that their intrinsic value may never be realized and investments in growth stocks may be susceptible to rapid price swings, especially during periods of economic uncertainty. In addition, the Fund may invest in smaller companies which generally carry greater risk than is customarily associated with larger companies for various reasons such as narrower markets, limited financial resources and less liquid stock. 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.

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Market Commentary

The Auxier Focus Fund (the “Fund”) declined to negative 0.44% in the fourth quarter of 2007, handily beating the corresponding negative 3.33% decline in Standard and Poor’s 500 Index (the “S&P”). For the full year the Fund returned 5.71%, versus 5.49% for the S&P. Since the Fund’s inception in 1999, the cumulative total return has been 95.04%, versus 20.15% for the S&P, nearly a fivefold advantage! Please note that the Fund’s equity exposure since inception has averaged less than 70% of the portfolio; the remaining 30% or so consisted primarily of bond or cash assets. We believe the benefit of this fairly conservative orientation became more apparent in difficult market conditions. Hypothetically, if your portfolio is up 50% in year one, and up 50% in year two, but declines 50% in year three, this would give you a lower return than if your portfolio’s compounded average return trailed a steady 8% annually over the same three-year period.

Credit Correction

As of this writing, global stock markets are experiencing a long overdue correction. Preceding this decline was a 20% drop in US financial stocks for 2007, purging the excesses of an enormous credit bubble that coincided with the deregulation of banking and easy money generally. It is estimated by *The Economist* that global home values in developed nations appreciated from \$40 trillion to \$70 trillion over the seven-year period ending in 2006. Low borrowing cost fueled the initial rise, then, as prices continued their ascent, lenders relaxed standards. Creative financial engineering allowed lenders to sell off loans and loan risk while becoming far removed from the borrower. Accountability was lost in the pursuit of quantity over quality. Velocity of capital was the new game.

The total extent of indebtedness was further disguised through complicated products slugged as “synthetic securitization”, “structured finance” and “off-balance-sheet Structured Investment Vehicles” (SIVs). One derivative subset called “credit default swaps” (CDS), which helps banks sell off credit risk, grew from roughly \$600 billion to over \$44 trillion in less than seven years. Accounting for these transactions and the counterparty risk has become an issue as profits are often simply a matter of mark-to-model assumptions or more cynically as some have quipped, “if you want a bonus, mark profit.” These creative products allowed institutions to increase borrowings outside the scope of regulators. Extreme leverage is now unwinding. Unsound behavior and undisciplined capital allocation are being punished. Strong balance sheets are a key to survival, as losses and leverage are a toxic combination.

Ultimately, debt-driven liquidations may create some of the best opportunities to buy assets on the cheap. The unwinding of credit in the thrift crisis of 1991-92 set the stage for outperformance by many small banks. In our separate accounts at the time we bought a number of banks for less than 50% of book value, and the small bank stocks ended up being one of the better performing groups from 1991-1998.

Positioning Your Assets

When money is easy, volatility in the markets tends to be low. The VIX Index, a measure of volatility in the market, averaged a low 13 for the three years ended July 2007. Recently, as credit has become tighter, it soared as high as 37. (VIX values greater than 30 are generally associated with a large amount of volatility as a result of investor fear or uncertainty, while values below 20 generally correspond to less stressful, even complacent, times in the markets.) As money tightens, a rational, emotionally detached “business analyst” approach can be far more effective than that of a casino stock market operator. Most market participants make their decisions based on emotion and sentiment. Understanding the psychology of the pain of loss, and how powerful that can be, is an important consideration while investing in the auction markets. That urge to purge at low prices is a normal reaction that has to be controlled through rational behavior and a focus on facts and value. Identifying and anticipating trouble and mitigating risk helps to keep many investors on course during challenging times.

We believe knowledge gained through experience over years of monitoring the operating realities of businesses, industries, and managements is critical to provide the conviction needed to buy assets at bargain prices in the face of uncertainty. It is also important to study history to help determine the type of downturn and to what extent the

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problems are surmountable. Over the past fifty years, Wall Street has had nine bear markets (a drop of 20% or more from the peak) lasting an average of 384 days. These slumps are like the weather—normal and to be expected for a functioning free market. Indeed, a stock on the NYSE typically fluctuates 50% each year.

After 25 years of managing assets through a number of declines, this current credit bubble correction looks very similar (but much larger in scope) to the thrift crisis that contributed to the 1991-92 recession. Excessive and sloppy lending in commercial real estate, leveraged buyouts, and housing all contributed to losses that equate to roughly \$250 billion in today's dollars. The economy was fairly resilient and the downturn only lasted about twelve months. Part of the reason for the short duration was the willingness of institutions and the government to recognize the problems, to come clean and take the steps to correct the mistakes with a sense of urgency. This stood in contrast to Japanese banks that tried unsuccessfully to disguise their problems for years (constantly restructuring bad loans instead of biting the bullet). This contributed to a post-bubble real estate decline in Japan that lasted for 16 consecutive years.

As a separate account manager, prior to the 1991-92 downturn, we were positioned in large, industry leading, self-funding multinational corporations flush in free cash flow. That, in hindsight, proved a good place to invest while the credit problems were being cleansed. We currently favor these types of businesses, especially as lending standards tighten.

Historical Investment Success

It is helpful to focus on investors throughout history who have endured good and bad times, with their own money on the line. The successful long term investor lives for and thrives during market and economic downturns. J. Paul Getty never paid over book value for an oil stock and was very active during the 1930s depression. Carlos Slim, arguably the best Mexican investor, bought solid franchises during the Mexican debt default in 1982 and the peso crisis in the early 1990s. Of course Warren Buffett's conviction in the 1973-74 decline is well documented. Character traits like independent thinking and patience can be as important as the analysis of buying assets at a fraction of their underlying value. During periods of financial distress it may be far more profitable to focus on those variables that are knowable (managements, profits, balance sheets etc.) instead of the big picture unknowables (the economy, interest rates etc.) Yet Wall Street and the financial press spend most of the time on the latter.

Food Inflation

From 1975 through 2005 food prices dropped over 70% adjusted for inflation, according to *The Economist*. Yet Biofuels mandates are now projected to take crop-based fuel from roughly 7 billion gallons annually to 36 billion by 2022, driving up pricing for grains (wheat stocks are currently at 60-year lows). With less than 15% of the world's oil reserves owned by western oil companies, the political drive for biofuels in both Europe and the US may continue. Wheat two years ago was \$3.75 a bushel. Recently, we saw prices for certain varieties of northwest wheat exceed \$13 a bushel. China's food inflation was running 18% annualized as of November. This has improved fundamentals for farm machinery, fertilizer, railroads, and grocers.

Bond Yields

With US government bonds recently yielding less than the inflation rate, income-oriented investors may be "missing the mark." One just has to look back to the Weimer Republic in Germany. According to Gordon Craig's *Germany 1866-1945*, that country's currency in 1914 traded 4.2 marks to the dollar. In 1920, after World War 1, prices dropped around the world in a great deflation. Bonds looked solid. By January 1921, however, the German currency dropped to 64 marks to the dollar. Then, in the face of huge war debts, on November 15, 1923 the currency dropped to 4.2 trillion marks to the dollar. In 1923, Germany utilized over 1700 printing presses around the clock. Fixed income pensioners were wiped out.

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As a bondholder, it can't be too reassuring that your Federal Reserve chief has a nickname "Helicopter Ben" and the perception that he will flood the economy with helicopters of money at the slightest hint of deflation. Oftentimes, when investments "feel good," the risk is in fact highest.

Repricing Risk

As we navigate through these difficult times, the good news is that the marketplace appears to be repricing risk. Spreads on high-yield bonds have risen from a low of 2.4 percentage points back in June to over 7 points lately. It is important to note, higher spreads indicate a higher default risk in junk bonds, and can be a reflection of the overall corporate economy (and therefore credit quality). Market declines of 20% happen on average once every four years and can be viewed as an opportunity to buy solid merchandise from panicked sellers. The environment of concern and fear, together with a return to more normal volatility is a much better backdrop in which to allocate capital. According to Argus Research, stock purchases and sales by insiders are at the most bullish levels since November of 2002—the last major market decline.

Market adjustments underscore the need for humility and daily preparation in the investment process. To survive, it is necessary to be a voracious and persistent learner, to always seek the facts and fundamentals, and to look at the potential downside of every decision. Wisdom is a key, with the understanding that follies repeat and each investment class cycles in and out of favor. We strive to be diligent in our research and rational in our approach. The outlook is good for businesses that are able stick to the basics and seek growth by adding value to the customer, not through excessive leverage or accounting gimmickry.

Your trust and support are appreciated.

Jeff Auxier

The views in this shareholder letter were those of the Fund Manager as of the report's publication date and may not reflect his views on the date this report 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.

The S&P 500 Index is a broad-based, unmanaged measurement of changes in stock market conditions based on 500 widely held common stocks. One cannot invest directly in an index.

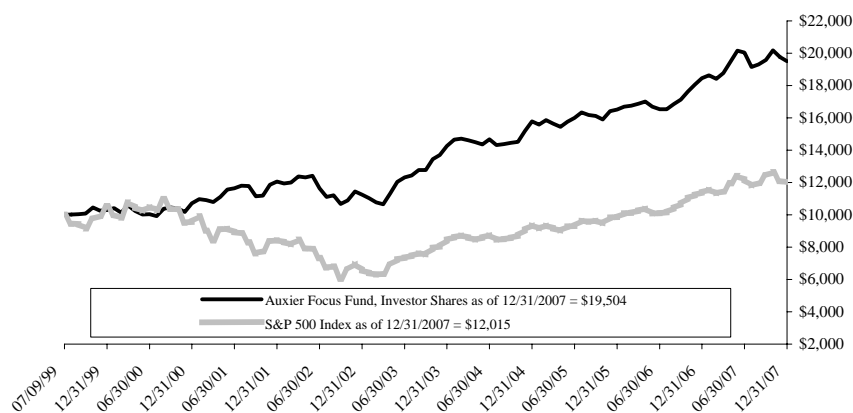
COMPARISON OF CHANGE IN VALUE OF A \$10,000 INVESTMENT

The following chart reflects the change in value, since Auxier Focus Fund's (the "Fund") 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 ("S&P") is a market weighted index composed of 500 large capitalization companies and reflects the reinvestment of dividends. The Fund is professionally managed while the S&P 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 S&P 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 performance 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 2.00% redemption fee on shares redeemed within six months of purchase. As stated in the Fund's prospectus, the annual operating expense ratio (gross) for the previous fiscal year for A Shares and C Shares were 1.61% and 2.36%, respectively. However, the Fund's adviser has agreed to contractually waive a portion of its fees and to reimburse expenses such that total operating expenses do not exceed 1.35%, and 2.10% for A Shares and C Shares which is in effect until October 31, 2008. The graph and table do not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares.

Performance for Investor shares for periods prior to December 10, 2004 reflects performance and expenses 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.

<u>Average Annual Total Return as of 12/31/2007</u>	<u>1 Year</u>	<u>5 Years</u>	<u>Since Inception⁽¹⁾</u>
Investor Shares	5.71%	11.64%	8.20%
A Shares (with sales charge) ⁽²⁾⁽³⁾	(0.31%)	10.35%	7.46%
C Shares (with sales charge) ⁽³⁾	3.99%	10.36%	6.55%



(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 performance of Investor shares of the Fund. Investor shares has the same net expense ratio as the A shares.

(3) For A shares and C shares, performance for the 5-year period and the since inception periods are blended average annual returns which include the returns of the Investor shares prior to the commencement of operations of the A shares or C shares, as applicable.

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SCHEDULE OF INVESTMENTS
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<u>Shares</u>	<u>Security Description</u>		<u>Value</u>
Common Stocks 79.2%			
Consumer Discretionary 7.7%			
8,000	Alaska Air Group, Inc. (a)	\$	200,080
7,282	Columbia Sportswear Co.		321,063
4,000	Costco Wholesale Corp.		279,040
36,500	CVS Caremark Corp.		1,450,875
18,700	D.R. Horton, Inc.		246,279
25,100	Family Dollar Stores, Inc.		482,673
18,250	Home Depot, Inc.		491,655
28,000	Lowe's Cos., Inc.		633,360
5,000	McDonald's Corp.		294,550
23,100	Nike, Inc., Class B		1,483,944
1,500	Office Depot, Inc. (a)		20,865
15,250	Sally Beauty Holdings, Inc. (a)		138,013
7,400	Signet Group, plc, ADR		104,340
50,850	Wal-Mart Stores, Inc.		2,416,900
8,600	Yum! Brands, Inc.		329,122
			8,892,759
Consumer Staples 32.9%			
337,800	Alliance One International, Inc. (a)		1,374,846
35,150	Altria Group, Inc.		2,656,637
8,750	Amgen, Inc. (a)		406,350
24,900	Andersons, Inc.		1,115,520
22,850	Anheuser-Busch Cos., Inc.		1,195,969
28,304	Apollo Group, Inc. (a)		1,985,526
7,250	Avon Products, Inc.		286,592
145,713	BioScrip, Inc. (a)		1,126,361
14,950	Career Education Corp. (a)		375,843
54,800	Coca-Cola Co.		3,363,076
10,349	Coventry Health Care, Inc. (a)		613,178
4,662	Covidien, Ltd.		206,480
16,800	Diageo, plc, ADR		1,441,944
15,810	Express Scripts, Inc. (a)		1,154,130
1,600	FirstService Corp. (c)		31,360
8,000	FirstService Corp. (a)		244,240
17,250	GlaxoSmithKline, plc ADR		869,228
33,887	Gruma SAB de CV, ADR		453,069
1,930	H&R Block, Inc.		35,840
41,400	Health Management Associates, Inc.		247,572
7,600	Helen of Troy, Ltd. (a)		130,264
7,600	ITT Educational Services, Inc. (a)		648,052
12,150	Johnson & Johnson		810,405

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<u>Shares</u>	<u>Security Description</u>		<u>Value</u>
32,468	Kraft Foods, Inc.	\$	1,059,431
17,070	LifePoint Hospitals, Inc. (a)		507,662
77,010	Lincoln Educational Services Corp. (a)		1,133,587
9,750	MAXIMUS, Inc.		376,448
11,250	Merck & Co., Inc.		653,738
8,760	National Beverage Corp.		70,430
2,000	Nestle SA, ADR		229,652
45,200	Pfizer, Inc.		1,027,396
29,100	Quest Diagnostics, Inc.		1,539,390
11,450	Safeway, Inc.		391,704
12,004	Tesco, plc		342,120
9,000	Unilever NV		328,140
25,900	UnitedHealth Group, Inc.		1,507,380
42,406	Universal Technical Institute, Inc. (a)		720,902
13,100	UST, Inc.		717,880
22,271	WellPoint, Inc. (a)		1,953,835
91,270	Western Union Co.		2,216,036
13,650	Wyeth		603,193
27,850	Zimmer Holdings, Inc. (a)		1,842,277
			37,993,683
Energy 2.8%			
16,750	Chevron Corp.		1,563,278
5,000	ConocoPhillips		441,500
100	Consol Energy, Inc.		7,152
7,613	El Paso Corp.		131,248
1,200	Gazpromneft OAO, ADR		38,100
800	LUKOIL, ADR		67,600
10	Patriot Coal Corp. (a)		417
100	Peabody Energy Corp.		6,164
250	PetroChina Co., Ltd., ADR		43,868
3,900	Petroleo Brasileiro SA, ADR		449,436
3,475	Spectra Energy Corp.		89,724
550	Surgutneftegaz, ADR		34,100
8,800	Willbros Group, Inc. (a)		336,952
			3,209,539
Financials 15.2%			
3,200	American Express Co.		166,464
28,550	American International Group, Inc.		1,664,465
1,280	Ameriprise Financial, Inc.		70,541
1,050	AON Corp.		50,075
1,450	Assurant, Inc.		97,005
34,583	Bank of America Corp.		1,426,895

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<u>Shares</u>	<u>Security Description</u>		<u>Value</u>
502	Berkshire Hathaway, Inc., Class B (a)	\$	2,377,472
47,393	Citigroup, Inc.		1,395,250
2,500	Discover Financial Services		37,700
83,750	Marsh & McLennan Cos., Inc.		2,216,862
5,000	Morgan Stanley		265,550
12,500	Old Republic International Corp.		192,625
3,050	Plum Creek Timber Co., Inc. REIT		140,422
2,600	Student Loan Corp.		286,000
54,768	Travelers Cos., Inc.		2,946,518
83,766	Unum Group		1,992,793
51,850	Waddell & Reed Financial, Inc.		1,871,266
7,646	Washington Federal, Inc.		161,407
12,750	Washington Mutual, Inc. (a)		173,527
			17,532,837
Industrials 6.2%			
44,450	AGCO Corp. (a)		3,021,711
23,600	Blount International, Inc. (a)		290,516
3,000	Boeing Co.		262,380
12,655	Burlington Northern Santa Fe Corp.		1,053,276
28,000	General Electric Co.		1,037,960
2,200	Granite Construction, Inc.		79,596
900	Simpson Manufacturing Co., Inc.		23,931
3500	Textainer Group Holdings, Ltd.		50,855
4,662	Tyco Electronics, Ltd.		173,100
4,662	Tyco International, Ltd.		184,848
14,450	United Parcel Service, Inc., Class B		1,021,904
			7,200,077
Materials 3.6%			
21,200	Alcoa, Inc.		774,860
14,000	Cia Vale do Rio Doce ADR		457,380
47,350	Dow Chemical Co.		1,866,537
23,950	E.I. Du Pont de Nemours & Co.		1,055,956
			4,154,733
Technology 2.6%			
37,350	Dell, Inc. (a)		915,449
30,150	Microsoft Corp.		1,073,340
64,700	MoneyGram International, Inc.		994,439
			2,983,228

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<u>Shares</u>	<u>Security Description</u>		<u>Value</u>
Telecommunications 8.2%			
20,750	AT&T, Inc.	\$	862,370
57,100	Comcast Corp. (a)		1,042,646
4,594	Discovery Holding Co. (a)		115,493
55,870	Interpublic Group of Cos., Inc. (a)		453,106
36,275	Motorola, Inc.		581,851
49,150	SK Telecom Co., Ltd., ADR		1,466,636
53,750	Tele Norte Leste Participacoes SA, ADR		1,036,300
21,760	Telecom Corp. of New Zealand, Ltd., ADR		361,434
59,000	Telefonos de Mexico SAB de CV, ADR		2,173,560
46,500	Time Warner, Inc.		767,715
14,990	Value Line, Inc.		603,497
			9,464,608
Total Common Stocks (Cost \$72,902,721)			91,431,464
Non-Convertible Preferred Stock 0.5%			
Utilities 0.5%			
305	AEP Texas Central Co.		22,665
1,500	Connecticut Light & Power, Series 1947		55,500
1,000	Connecticut Light & Power, Series 1947		38,938
1,500	Connecticut Light & Power, Series 1949		55,125
1,300	Great Plains Energy, Inc.		109,655
4,000	Hawaiian Electric Co., Series C		59,125
300	Indianapolis Power & Light Co.		22,097
158	MidAmerican Energy Co.		12,219
200	NSTAR Electric Co.		15,481
1,000	Pacific Enterprises		82,500
400	Peco Energy Co., Series A		29,430
945	Public Service Electric & Gas Co., Series A		71,801
300	Westar Energy, Inc.		26,953
Total Non-Convertible Preferred Stock			601,489
Total Preferred Stock (Cost \$487,789)			601,489
Exchange Traded Funds 0.3%			
Mutual Funds 0.3%			
10,000	iShares MSCI Germany Index Fund (Cost \$94,200)		355,300

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<u>Principal</u>	<u>Security Description</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Convertible Bonds 1.8%				
Consumer Staples 1.1%				
\$ 300,000	Alliance One International, Inc.	11.00%	5/15/2012	\$ 315,000
700,000	Tenet Healthcare Corp.	6.38%	12/1/2011	640,500
550,000	WCI Communications, Inc.	7.88%	10/1/2013	291,500
				<u>1,247,000</u>
Energy 0.3%				
115,000	El Paso Corp.	6.50%	6/1/2008	116,092
190,000	El Paso Corp.	6.70%	2/15/2027	168,428
				<u>284,520</u>
Financials 0.0%				
173,278	FINOVA Group, Inc. (b)	7.50%	11/15/2009	29,024
6,127	Scotia Pacific Co., LLC, Series B (b)	6.55%	7/20/2028	5,638
				<u>34,662</u>
Industrials 0.2%				
94,000	Waste Management, Inc.	7.38%	8/1/2010	99,350
71,000	Waste Management, Inc.	7.65%	3/15/2011	77,871
				<u>177,221</u>
Utilities 0.2%				
275,000	Sierra Pacific Power Co., Series A	8.00%	6/1/2008	279,487
				<u>279,487</u>
Convertible Bonds (Cost \$2,249,701)				<u>2,022,890</u>
<u>Shares</u>	<u>Security Description</u>			<u>Value</u>
Foreign Municipal Bonds 1.3%				
Utilities 1.3%				
1,500,000	Ontario Hydro Residual Strip (Canada), Series OC20 (d)	5.51%	10/1/2020	840,042
356,000	Ontario Hydro Residual Strip (Canada) (d)	5.47%-5.65%	11/27/2020	197,758
605,000	Ontario Hydro Residual Strip (Canada) (d)	5.61%	10/15/2021	321,161
235,000	Ontario Hydro Residual Strip (Canada) (d)	5.75%	8/18/2022	119,427
				<u>1,478,388</u>
Total Foreign Municipal Bonds (Cost \$914,447)				<u>1,478,388</u>
<u>Principal</u>	<u>Security Description</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Value</u>
US Treasury Securities 1.9%				
\$ 65,000	United States Treasury Note	3.75%	5/15/2008	65,096
460,000	United States Treasury Note	3.88%	7/15/2010	469,488
685,000	United States Treasury Note	4.38%	1/31/2008	685,964
1,000,000	United States Treasury Note	4.63%	2/29/2008	1,002,344
				<u>2,222,892</u>
Total US Treasury Securities (Cost \$2,207,635)				<u>2,222,892</u>

AUXIER FOCUS FUND
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2007

Short-Term Investments 14.6%

Shares

Money Market Funds 6.3%

7,321,249	Citi Institutional Cash Reserves, Class O (Cost \$7,321,249)	\$	7,321,249
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Principal

Money Market Deposit Account 8.3%

\$ 9,608,685	Citibank Money Market Deposit Account, 4.13% (Cost \$9,608,685)		9,608,685
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Total Short-Term Investments (Cost \$16,929,934)*			16,929,934
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Total Investments — 99.6% (Cost \$95,786,427)		\$	115,042,357
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Other Assets & Liabilities, Net — 0.4%			449,914
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NET ASSETS — 100.0%		\$	115,492,271
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- | | |
|------|---|
| ADR | American Depositary Receipt |
| REIT | Real Estate Investment Trust |
| (a) | Non-income producing security. |
| (b) | Securities are currently on default and are on scheduled interest or principal payment. |
| (c) | When issued security. |
| (d) | 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	\$ 24,255,384
Gross Unrealized Depreciation	(4,999,454)
Net Unrealized Appreciation (Depreciation)	<u>\$ 19,255,930</u>

PORTFOLIO HOLDINGS

% of Net Assets

Consumer Discretionary	7.7%
Consumer Staples	32.9%
Energy	2.8%
Financials	15.2%
Industrials	6.2%
Materials	3.6%
Technology	2.6%
Telecommunications	8.2%
Utilities	0.5%
Exchange Traded Funds	0.3%
Convertible Bonds	1.8%
Foreign Municipal Bonds	1.3%
US Treasury Securities	1.9%
Short-Term Investments and Other Net Assets	<u>15.0%</u>
	<u>100.0%</u>

AUXIER FOCUS FUND
STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2007

ASSETS

Total investments, at value (Cost \$95,786,427)	\$ 115,042,357
Receivables:	
Fund shares sold	263,407
Investment securities sold	398,365
Dividends and interest	329,858
Total Assets	<u>116,033,987</u>

LIABILITIES

Payables:	
Fund shares redeemed	171,526
Investment securities purchased	188,275
Dividends	62,715
Accrued Liabilities:	
Investment adviser fees	119,059
Trustees' fees and expenses	46
Distribution fees	95
Total Liabilities	<u>541,716</u>

NET ASSETS

\$ 115,492,271

COMPONENTS OF NET ASSETS

Paid-in capital	\$ 95,944,824
Accumulated undistributed (distributions in excess of) net investment income	15,652
Accumulated net realized gain (loss) on investments and foreign currency transactions	275,864
Net unrealized appreciation (depreciation) on investments and foreign currency translations	<u>19,255,931</u>

NET ASSETS

\$ 115,492,271

SHARES OF BENEFICIAL INTEREST (UNLIMITED SHARES AUTHORIZED)

Investor Shares	7,275,124
A Shares	17,565
C Shares	1,997

NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE

Investor Shares (based on net assets of \$115,182,082)	<u>\$ 15.83</u>
A Shares (based on net assets of \$278,306)	<u>\$ 15.84</u>
A Shares Maximum Public Offering Price Per Share (net asset value per share/94.25%)	<u>\$ 16.81</u>
C Shares (based on net assets of \$31,883)	<u>\$ 15.97</u>

AUXIER FOCUS FUND
STATEMENT OF OPERATIONS
SIX MONTHS ENDED DECEMBER 31, 2007

INVESTMENT INCOME

Dividend income (net of foreign taxes withheld of \$5,268)	\$ 1,098,174
Interest income	368,004
Total Investment Income	<u>1,466,178</u>

EXPENSES

Investment advisor fees	787,709
Distribution fees:	
A Shares	442
C Shares	239
Trustees' fees and expenses	2,239
Total Expenses	<u>790,629</u>
Expenses reimbursed	<u>(2,741)</u>
Net Expenses	<u>787,888</u>

NET INVESTMENT INCOME (LOSS)	<u>678,290</u>
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**NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS
AND FOREIGN CURRENCY TRANSACTIONS**

Net realized gain (loss) on investments and foreign currency transactions	1,582,351
Net change in unrealized appreciation (depreciation) on investments and foreign currency translations	<u>(5,394,368)</u>

NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FOREIGN CURRENCY TRANSACTIONS	<u>(3,812,017)</u>
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INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	<u>\$ (3,133,727)</u>
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AUXIER FOCUS FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended December 31, 2007	Year Ended June 30, 2007
OPERATIONS		
Net investment income (loss)	\$ 678,290	\$ 2,632,187
Net realized gain (loss) on investments and foreign currency transactions	1,582,351	1,980,859
Net change in unrealized appreciation (depreciation) on investments	(5,394,368)	16,389,967
Increase (Decrease) in Net Assets from Operations	<u>(3,133,727)</u>	<u>21,003,013</u>
DISTRIBUTIONS TO SHAREHOLDERS FROM		
Net investment income:		
Investor Shares	(2,236,671)	(1,911,461)
A Shares	(5,400)	(10,239)
C Shares	(264)	(413)
Net realized gains:		
Investor Shares	(3,280,115)	(3,211,699)
A Shares	(9,142)	(15,576)
C Shares	(906)	(1,231)
Total Distributions To Shareholders	<u>(5,532,498)</u>	<u>(5,150,619)</u>
CAPITAL SHARE TRANSACTIONS		
Sale of Shares		
Investor Shares	8,107,856	10,449,713
A Shares	3,418	191,821
C Shares	461	5,864
Reinvestment of distributions:		
Investor Shares	5,380,424	5,024,561
A Shares	14,542	25,815
C Shares	1,170	1,644
Redemption of shares:		
Investor Shares	(6,446,833)	(18,129,894)
A Shares	(112,780)	(283,189)
C Shares	(17,986)	(10,936)
Redemption fees	4,834	14,574
Increase (Decrease) From Capital Transactions	<u>6,935,106</u>	<u>(2,710,027)</u>
Increase (Decrease) in Net Assets	(1,731,119)	13,142,367
NET ASSETS		
Beginning of Period	117,223,390	104,081,023
End of Period (a)	<u>\$ 115,492,271</u>	<u>\$ 117,223,390</u>
(a) Accumulated undistributed (distributions in excess of) net investment income	<u>\$ 15,652</u>	<u>\$ 1,579,697</u>

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			Redemption Fees (b)	Ending Net Asset Value Per Share
					from Net Investment Income	from Net Realized Gains	Total Distributions to Shareholders		
Investor Shares									
Six Months Ended December 31, 2007	\$ 17.06	\$ 0.10	(b) \$(0.55)	\$ (0.45)	\$ (0.31)	\$ (0.47)	\$ (0.78)	- (g)	\$ 15.83
Year Ended June 30, 2007	14.76	0.38	(b) 2.66	3.04	(0.27)	(0.47)	(0.74)	- (g)	17.06
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
A Shares (h)									
Six Months Ended December 31, 2007	17.07	0.10	(b) (0.55)	(0.45)	(0.31)	(0.47)	(0.78)	- (g)	15.84
Year Ended June 30, 2007	14.77	0.41	(b) 2.63	3.04	(0.27)	(0.47)	(0.74)	-	17.07
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, 2007	17.08	0.03	(b) (0.54)	(0.51)	(0.13)	(0.47)	(0.60)	-	15.97
Year Ended June 30, 2007	14.78	0.25	(b) 2.67	2.92	(0.15)	(0.47)	(0.62)	-	17.08
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)			Portfolio Turnover Rate (d)
			Net Investment Income (Loss)	Net Expenses	Gross Expenses (f)	
Investor Shares						
Six Months Ended December 31, 2007	(2.65%)	\$115,182	1.16%	1.35%	1.35%	9%
Year Ended June 30, 2007	21.11%	116,774	2.40%	1.35%	1.36%	16%
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%
A Shares (h)						
Six Months Ended December 31, 2007	(2.59)	278	1.13%	1.35%	1.60%	9%
Year Ended June 30, 2007	21.10	399	2.59%	1.35%	1.60%	16%
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, 2007	(3.00)	32	36.00%	2.10%	2.35%	9%
Year Ended June 30, 2007	20.18	51	1.61%	2.10%	2.36%	16%
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 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-nine 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 adviser 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 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.

AUXIER FOCUS FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

Foreign Currency – Foreign currency amounts are translated into US 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, 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 an equitable manner.

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. 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 ("FIN 48"), *Accounting for Uncertainty in Income Taxes – an interpretation of FASB Statement No. 109*. FIN 48 clarifies the accounting for uncertainty in income taxes recognized in accordance with FASB Statement No. 109, "Accounting for Income Taxes". This interpretation prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. It also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. FIN 48 is effective on the last business day of the first required financial reporting period for fiscal years beginning after December 15, 2006. Management has concluded that as of December 31, 2007, there are no uncertain tax positions that would require financial statement recognition, de-recognition, or disclosure. Each of the Fund's federal tax returns filed in the 3-year period ended December 31, 2007 remains subject to examination by the Internal Revenue Service.

AUXIER FOCUS FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

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 for 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 is currently evaluating 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 a management 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 management agreement, the Adviser provides investment advisory services to the Fund 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

Distribution – Foreside Fund Services, LLC serves as the Fund’s distributor (the “Distributor”). The Distributor is not affiliated with the Adviser, Citi Fund Services, LLC (“Citi”) or its affiliated companies. The Fund has adopted a distribution plan for A shares and C shares of the Fund in accordance with Rule 12b-1 of the 1940 Act (“Distribution Plan”). Under the Distribution Plan the Fund pays the Distributor and any other entity as authorized by the Board a fee of 0.25% and 1.00%, respectively, of the average daily net assets of A and C shares. 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, 2007, the Distributor received \$19 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 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 of purchase.

Other Services Providers

Citi provides administration, custody services, portfolio accounting, and transfer agency services to the Fund. Certain employees of Citi are also officers of the Trust.

Foreside Compliance Services, LLC (“FCS”), an 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 to the Fund. FCS has no role in determining the investment policies of or which securities are to be purchased or sold by the Trust or Fund. Certain officers or employees of FCS are also officers of the Trust. The Principal Executive Officer is an affiliate of the Distributor due to his ownership in the Distributor.

AUXIER FOCUS FUND
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2007

Note 4. Expense Reimbursements

During the period the Adviser has contractually agreed to waive a portion of its fees and reimburse expenses through October 31, 2008 to the extent necessary to maintain the total operating expenses at 1.35% of average daily net assets of the Investor shares and A shares and 2.10% of average daily net assets of C shares. These contractual waivers may be changed or eliminated at any time with approval by the Board of Trustees. For the period ended December 31, 2007, expenses reimbursed were \$2,741.

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, 2007, were \$9,569,312 and \$15,691,206 respectively.

Note 6. Federal Income Tax and Investment Transactions

As of June 30, 2007, distributable earnings (accumulated losses) on a tax basis were as follows:

Undistributed Ordinary Income	\$1,704,278
Undistributed Long-Term Gain	1,893,036
Unrealized Appreciation (Depreciation)	<u>24,616,356</u>
Total	<u>\$28,213,670</u>

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, 2007 and 2006 were as follows:

	<u>2007</u>	<u>2006</u>
Ordinary Income	\$ 1,922,113	\$ 1,215,096
Long-term Capital Gain	3,232,506	1,417,719

Note 7. Share Transactions

Share Transactions for the Fund were as follows:

	<u>Six Months Ended December 31, 2007</u>	<u>Year Ended June 30, 2007</u>
Sales of Shares:		
Investor Shares	486,467	664,908
A Shares	204	12,462
C Shares	28	372
Reinvestment of distributions:		
Investor Shares	332,967	317,807
A Shares	899	1,632
C Shares	71	104
Redemption of shares:		
Investor Shares	(388,692)	(1,157,996)
A Shares	(6,888)	(17,258)
C Shares	<u>(1,068)</u>	<u>(692)</u>
Increase (decrease) from share transactions	<u>423,988</u>	<u>(178,661)</u>

Note 8. Other Information

On December 31, 2007, one shareholder held approximately 42% of the Fund's outstanding Investor shares. The shareholder is an omnibus account, which is held on behalf of several individual shareholders. On the aforementioned date, two shareholders held approximately 27% of the Fund's outstanding A shares. On the aforementioned date, two shareholders held 100% of the Fund's outstanding C shares.

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 and on the SEC's website at www.sec.gov. The Fund's proxy voting records for the most recent twelve-month period ended June 30 is available, without charge and upon request, by calling (877) 328-9437 and on the SEC's website at www.sec.gov.

Availability of Quarterly Portfolio Schedules

The Fund files 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 Form 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 (202) 551-8090.

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, 2007 through December 31, 2007.

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 the 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 the Fund to such costs of 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, if these transactional costs had been included, your costs would have been higher.

AUXIER FOCUS FUND
ADDITIONAL INFORMATION
DECEMBER 31, 2007

	<u>Beginning</u> <u>Account Value</u> <u>July 1, 2007</u>	<u>Ending</u> <u>Account Value</u> <u>December 31, 2007</u>	<u>Expenses Paid</u> <u>During Period*</u>	<u>Annualized</u> <u>Expense Ratio*</u>
Investor Shares				
Actual Return	\$1,000.00	\$973.45	\$6.70	1.35%
Hypothetical Return (5% return before expenses)	\$1,000.00	\$1,018.35	\$6.85	1.35%
A Shares				
Actual Return	\$1,000.00	\$974.06	\$6.70	1.35%
Hypothetical Return (5% return before expenses)	\$1,000.00	\$1,018.35	\$6.85	1.35%
C Shares				
Actual Return	\$1,000.00	\$969.95	\$10.40	2.10%
Hypothetical Return (5% return before expenses)	\$1,000.00	\$1,014.58	\$10.63	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 366 to reflect the half-year period.

Auxier Focus Fund

FOR MORE INFORMATION

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