
Auxier Focus Fund

Annual Report

June 30, 2004

Fund Advisor:

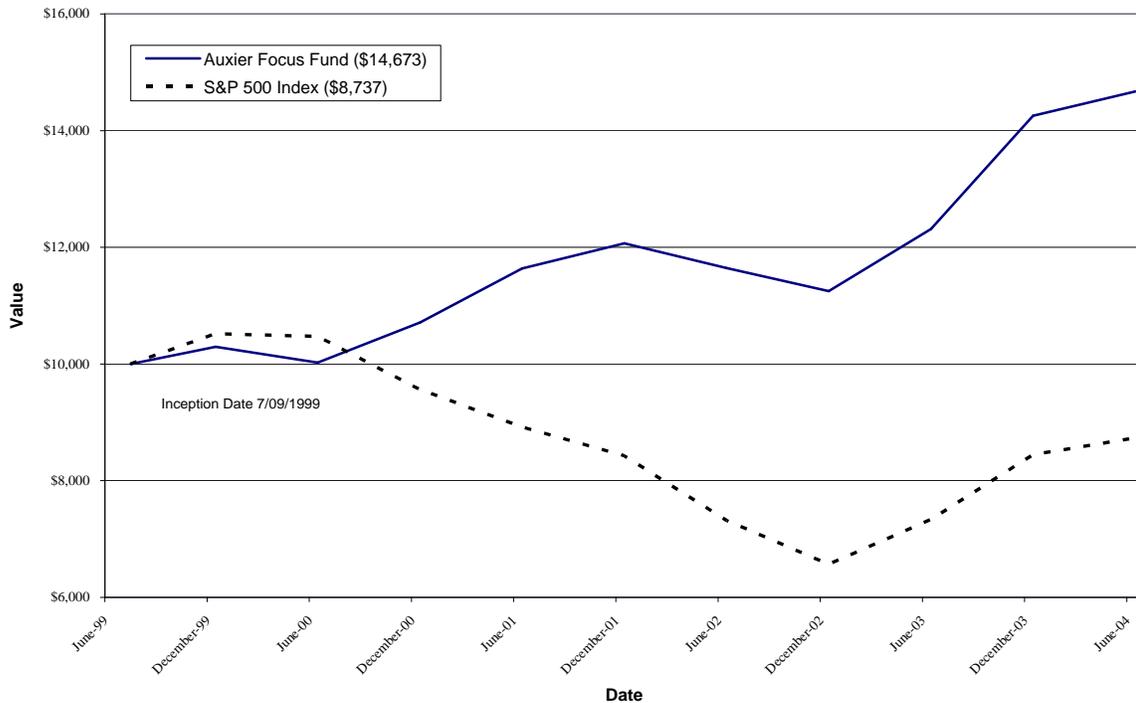
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**AUXIER FOCUS FUND
PERFORMANCE UPDATE
JUNE 30, 2004**

Average Annual Total Returns (for periods ended June 30, 2004)					
	<u>3 months</u>	<u>6 months</u>	<u>1 year</u>	<u>3 years</u>	<u>Since Inception (July 9, 1999)</u>
Auxier Focus Fund	0.37%	2.92%	19.17%	8.03%	8.02%
S&P 500 Index	1.72%	3.44%	19.11%	-0.70%	-2.66%

Comparison of the Growth of a \$10,000 Investment in the Auxier Focus Fund and the S&P 500 Index



*The S&P 500 Index is a widely recognized unmanaged index of common stock prices and is representative of a broader market and range of securities than is found in the Fund's portfolio. Performance figures reflect the change in value of the stocks in the index, and reinvestment of dividends. The index returns do not reflect expenses, which have been deducted from the Fund's return. The performance of the Fund is computed on a total return basis, which includes reinvestment of all dividends and capital gains. **THE FUND'S RETURN REPRESENTS PAST PERFORMANCE AND DOES NOT PREDICT FUTURE RESULTS.** Investment returns and the principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Performance data current to the most recent month end may be obtained at www.auxierasset.com.*

For a prospectus and more information, including charges and expenses, call toll free 1-877-328-9437. The prospectus should be read carefully before investing. Past performance does not guarantee future

results. Shares when redeemed may be worth more or less than their original cost. Distributed by Unified Financial Securities, Inc, 431 N. Pennsylvania St. Indianapolis, IN 46204. Member NASD.

Management's Discussion of Fund Performance

The Auxier Focus Fund ended the second quarter of 2004 with a three-month return of 0.37%, a sixth-month return of 2.92%, and a 12-month return of 19.17%. This compares with the S&P 500 Index returns of 1.72%, 3.44% and 19.11% for the respective periods. From inception, July 9, 1999, through June 30, 2004, the Fund's cumulative total return was +46.73% while the S&P 500's cumulative total return for the same period was -12.54%. As a result, the Fund has outperformed the S&P 500 Index since its inception on a cumulative basis by 59.27%.

Although our stocks performed generally in line with the market, our interest rate sensitive "work-out" positions hurt overall performance.

The General Market

Last quarter I commented that bond investors were not being adequately compensated for the risks fostered by enormous government stimulation. Subsequently, treasuries suffered their worst quarterly decline since 1980. Total Return on the 30-year bond declined 6.17% during the second quarter of 2004.

Consumer Debt

Abnormally low short-term interest rates have led to a sharp increase in debt accumulation by Americans. Household debt, which includes credit cards and mortgage, home-equity and auto loans, currently exceeds \$9 trillion. Close to 40% of this total has been incurred over the past four years. Nearly half is variable rate in nature. Some 60% of credit card balances are rolled over monthly at rates as high as 22%. Thrift is a badly needed virtue in this country.

The rule on debt is to never to borrow against depreciating assets. This normally includes consumer goods such as cars, boats, etc. It also includes assets that are grossly overpriced. To overpay is bad enough, but when you add borrowed money to the mix it can lead to painful consequences.

China

China has become such a powerful economic force that changes in its policies can have a meaningful ripple effect on many other countries and companies. Earlier this year, the Chinese government started to implement credit curbs together with a tightening of investment regulations. There have been over 30 separate tightening moves by Chinese policymakers in recent months. As demand slows, many multinational firms can find growth projections too optimistic leading to inventory problems and subsequent margin compression.

The Good News on Rising Rates

Looking back over the past 25 years, some of our best long-term buying opportunities took place after a series of rate increases. In 1987, rates rose steadily from 7% to 10% leading to the crash and unbelievable markdowns across the board. In 1994, long rates rose from 5.75% to 8%. Purchases in 1994 led to strong returns in 1995-97. Periods of tight money should be viewed as unique opportunities to buy quality assets on sale. The mistakes made during the "easy money" years become very obvious in a tightening cycle. We believe that opportunities abound for value-minded vultures.

Portfolio Safeguards

At all times we try to have a portion of the Fund's portfolio invested in securities that we believe are insulated from the overall market. We always want to have liquidity to take advantage of distressed situations. The returns of these securities are dependent more on a managerial corporate action as opposed to the general

supply/demand of the auction markets. As market levels rise and the corresponding risk increases we move to more conservative investments that tend to have a timetable. Then, when the general market declines, we optimally move into securities of what we believe are undervalued, high quality, high return businesses. In general, we need to have the double or triple play upside in this area before we commit funds. We like the odds to be very favorable on a potential risk/reward basis.

No Premium for Quality

The price dispersion between high quality and low quality stocks has recently compressed to a 20-year low. This means that high quality stocks have lost their historical premium valuations to the market and are starting to look attractive versus other stocks and asset classes.

Ironically, just as quality is being priced more reasonably, interest rates are beginning to rise and earnings gains are decelerating. This kind of fundamental backdrop historically has favored the stronger, industry leading company, especially those with solid balance sheets and free cash flow. When money is tight, assets are cheaper and the self-funding leaders get stronger. Companies with tremendous free cash flow have the financial flexibility to buy back stock, raise dividends or make attractively priced acquisitions.

Final Thoughts

The auction markets in general provide investors with a wide array of opportunities to achieve returns. Too often ego, emotion and irrational behavior get in the way of optimal performance. We strive to adhere to a systematic, low risk approach based on research and facts. As Ben Graham stated in The Intelligent Investor, “proper temperament + proper intellectual framework = rational behavior.”

Housekeeping

The Fund maintains Morningstar’s highest rating, with an overall 5 Stars based on annualized total return for the three-year period ending June 30, 2004 (out of 591 Moderate Allocation Funds).

Since inception, Jeff Auxier, the Fund’s portfolio manager has maintained a substantial personal investment in the Fund, and has committed to retaining his investment as long as he serves as portfolio manager to the Fund.

Morningstar Inc.

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Auxier Focus Fund
Schedule of Investments
June 30, 2004

Common Stocks - 64.00%	Shares	Value
Accident & Health Insurance - 2.18%		
Aon Corp.	12,500	\$ 355,875
Unumprovident Corp.	65,300	1,038,270
		<u>1,394,145</u>
Air Transportation, Scheduled - 0.10%		
Southwest Airlines Co.	4,000	67,080
Aircraft - 0.36%		
Boeing Co.	4,500	229,905
Beverages - 1.20%		
Diageo Plc. (a)	14,000	766,500
Biological Products- 0.75%		
Amgen, Inc. (b)	8,750	477,488
Bottled & Canned Soft Drinks & Carbonated Waters - 0.26%		
National Beverage Corp.	17,000	168,810
Cable & Other Pay Television Services - 0.25%		
Liberty Media Corp. - Class A (b)	8,247	74,141
Liberty Media International	2,312	85,788
		<u>159,929</u>
Commercial Banks - 0.78%		
City Bank of Lynnwood, WA	15,500	496,310
Electric Housewares & Fans - 0.23%		
Helen of Troy Ltd. (b)	4,000	147,480
Electric Services - 0.85%		
Duke Energy Inc.	24,000	486,960
IDACORP, Inc.	2,000	54,000
		<u>540,960</u>
Electronic Computers - 0.10%		
Ceridian Corp. (b)	3,000	67,500
Electronic Connectors - 0.60%		
Tyco International Ltd.	11,500	381,110
Federal & Federally - Sponsored Credit Agencies - 2.15%		
Federal Home Loan Mortgage Corp (Freddie Mac)	14,900	943,170
Federal National Mortgage Association (Fannie Mae)	6,000	428,160
		<u>1,371,330</u>
Finance Services - 1.23%		
American Express Co.	6,400	328,832
First Data Corp.	10,220	454,994
		<u>783,826</u>
Fire, Marine & Casualty Insurance - 3.94%		
American International Group, Inc.	6,000	427,680
Berkshire Hathaway, Inc. - Class B (b)	35	103,425
Chubb Corp.	2,500	170,450
SAFECO Corp.	4,000	176,000
St. Paul Travelers Companies, Inc.	33,577	1,361,212
Montpelier RE Holdings LTD	7,950	277,850
		<u>2,516,617</u>

Auxier Focus Fund
Schedule of Investments-continued
June 30, 2004

Common Stock-continued 64.00%

	<u>Shares</u>	<u>Value</u>
Food & Kindred Products - 2.14%		
Altria Group, Inc.	18,900	\$ 945,945
Kraft Foods, Inc.	9,000	285,120
Nestle Sa (a)	2,000	133,344
		<u>1,364,409</u>
Games, Toys & Children's Vehicles - 0.19%		
Leapfrog Enterprises, Inc. (b)	6,000	119,340
Hospital & Medical Service Plans - 2.40%		
Anthem, Inc. (b)	8,000	716,480
First Health Group Corp. (b)	52,271	815,950
		<u>1,532,430</u>
Insurance Agents Brokers & Services - 0.27%		
Marsh & McLennan Companies, Inc. (b)	3,750	170,175
Iron & Steel Foundries - 0.16%		
Precision Castparts Corp.	1,900	103,911
Laboratory Analytical Instruments - 0.06%		
Waters Corp.	850	40,613
Metalworking Machinery & Equipment - 0.14%		
SPX Corp.	2,000	92,880
Miscellaneous Fabricated Metal Products - 1.39%		
Assurant Inc.	33,600	886,368
Miscellaneous Shopping Goods Stores - 0.08%		
Office Depot, Inc. (b)	3,000	53,730
Motorcycles, Bicycles & Parts - 0.10%		
Harley-Davidson, Inc.	1,000	61,940
National Commercial Banks - 3.51%		
Bank of America Corp.	10,104	855,000
Bank One Corp.	4,200	214,200
Citigroup, Inc.	21,343	992,450
MBNA Corp.	7,000	180,530
		<u>2,242,180</u>
Natural Gas Transmission - 0.19%		
El Paso Corp.	15,000	118,200
Oil & Gas Exploration & Production - 0.09%		
Petroleo Brasileiro (a)	1,950	54,737
Oil & Gas Field Services - 0.40%		
Willbros Group, Inc. (b)	17,000	256,190
Operative Builders - 0.27%		
D.R. Horton, Inc.	6,075	172,530
Paperboard Containers & Boxes - 0.25%		
Longview Fibre Co. (b)	11,000	162,030
Petroleum Refining - 0.63%		
ChevronTexaco Corp.	4,000	376,440
PetroChina Company Limited ADR (a)	500	23,150
		<u>399,590</u>

Auxier Focus Fund
Schedule of Investments-continued
June 30, 2004

Common Stock- 64.00% continued

	<u>Shares</u>	<u>Value</u>
Pharmaceutical Preparations - 4.10%		
Johnson & Johnson	13,700	\$ 763,090
Merck & Co., Inc.	7,600	361,000
Pfizer, Inc.	8,500	291,380
Wyeth	33,300	1,204,128
		<u>2,619,598</u>
Property Management - 0.16%		
FirstService Corp. (b)	4,000	100,000
Radio & Tv Broadcasting & Communications Equipment - 0.43%		
Motorola, Inc.	4,975	90,794
Nokia Corp. (a)	12,500	181,750
		<u>272,544</u>
Radiotelephone Communications - 1.63%		
AT&T Wireless Services, Inc. (b)	42,000	601,440
Telefonos De Mexico S.A.(a)	13,200	439,164
		<u>1,040,604</u>
Real Estate Investment Trusts - 0.92%		
Plum Creek Timber Co., Inc.	18,000	586,440
Refuse Systems - 0.21%		
Waste Management, Inc.	4,400	134,860
Retail - Drug Stores & Proprietary Stores - 2.61%		
CVS Corp.	19,800	831,996
Medco Health Solutions, Inc. (b)	17,675	662,813
Chronimed Inc	21,000	171,150
		<u>1,665,959</u>
Retail - Eating Places - 1.20%		
CBRL Group, Inc.	4,900	151,165
McDonald's Corp.	8,000	208,000
Yum! Brands, Inc.	11,000	409,420
		<u>768,585</u>
Retail - Grocery Stores - 1.67%		
Kroger Corp.(b)	14,500	263,900
Safeway, Inc. (b)	31,600	800,744
		<u>1,064,644</u>
Retail - Jewelry Stores - 0.12%		
Zale Corp. (b)	2,800	76,328
Retail - Lumber & Other Building Materials Dealers - 0.11%		
Home Depot, Inc.	2,000	70,400
Retail - Variety Stores - 0.26%		
Costco Wholesale Corp.	4,000	164,280
Savings Institution, Federally Chartered - 0.11%		
Washington Federal, Inc.	2,860	68,640
Savings Institutions, Not Federally Chartered - 1.36%		
Washington Mutual, Inc.	22,400	865,536
Security & Commodity Brokers, Dealers, Exchanges & Services - 0.81%		
The BISYS Group, Inc. (b)	36,700	516,002
Services - Advertising - 0.14%		
Valassis Communications, Inc. (b)	3,000	91,410

Auxier Focus Fund
Schedule of Investments-continued
June 30, 2004

Common Stock- 64.00% continued

	<u>Shares</u>	<u>Value</u>
Services - Advertising Agencies - 1.25%		
Catalina Marketing Corp. (b)	22,900	\$ 418,841
The Interpublic Group of Co., Inc. (b)	27,500	<u>377,575</u>
		<u>796,416</u>
Services - Business Services - 1.46%		
Efunds Corp. (b)	53,400	<u>934,500</u>
Services - Computer Processing & Data Preparation - 1.80%		
Automatic Data Processing, Inc.	11,000	460,680
IMS Health, Inc.	25,000	586,000
SunGard Data Systems, Inc. (b)	4,000	<u>104,000</u>
		<u>1,150,680</u>
Services - Computer Programming, Data Processing, Etc. - 0.60%		
Electronic Data Systems Corp.	20,000	<u>383,000</u>
Services - Educational Services - 0.51%		
ITT Educational Services, Inc. (b)	8,100	307,962
Universal Technical Institute, Inc. (b)	500	<u>19,990</u>
		<u>327,952</u>
Services - General Medical & Surgical Hospitals - 2.99%		
HCA, Inc.	10,000	415,900
Health Management Associates, Inc.	54,200	1,215,164
Tenet Healthcare Corp. (b)	21,000	<u>281,610</u>
		<u>1,912,674</u>
Services - Home Health Care Services - 0.13%		
Apria Healthcare Group, Inc. (b)	3,000	<u>86,100</u>
Services - Management Consulting Services - 0.91%		
Maximus, Inc. (b)	16,400	<u>581,544</u>
Services - Medical Laboratories - 1.22%		
Laboratory Corp. of America Holdings (b)	19,600	<u>778,120</u>
Services - Misc Health & Allied Services - 1.14%		
Lincare Holdings, Inc. (b)	22,100	<u>726,206</u>
Services - Motion Picture & Video Tape Production - 0.79%		
Time Warner, Inc. (b)	28,600	<u>502,788</u>
Services - Packaged Software - 0.31%		
Equifax, Inc.	8,000	<u>198,000</u>
Services - Personal Services - 0.43%		
Weight Watchers International, Inc. (b)	6,950	<u>272,023</u>
Services - Prepackaged Software - 0.22%		
Microsoft Corp.	5,000	<u>142,800</u>
Services - Specialty Outpatient Facilities - 0.25%		
SeraCare, Inc. (b)	12,450	<u>161,850</u>
Services - Video Tape Rental - 0.91%		
Hollywood Entertainment Corp. (b)	43,700	<u>583,832</u>
State Commercial Banks - 0.41%		
Bank of New York, Inc.	2,000	58,960
Cascade Financial Corp.	2,500	43,750
Fifth Third Bancorp	3,000	<u>161,340</u>
		<u>264,050</u>

Auxier Focus Fund
Schedule of Investments-continued
June 30, 2004

Common Stock - 64.00% continued

	<u>Shares</u>	<u>Value</u>
Surety Insurance - 0.48%		
The PMI Group, Inc.	7,000	\$ 304,640
Surgical & Medical Instruments & Apparatus - 1.82%		
Baxter International, Inc.	13,500	465,885
Guidant Corp.	11,600	648,208
Utah Medical Products, Inc.	1,762	46,552
		<u>1,160,645</u>
Television Broadcasting Stations - 0.49%		
Grupo Televisa, S.A.(a)	6,900	312,363
Tobacco Products - 0.14%		
UST, Inc.	2,500	90,000
Wholesale - Drugs, Proprietaries & Druggists' Sundries - 2.66%		
AmerisourceBergen Corp.	3,000	179,340
Priority Healthcare Corp. - Class B (b)	66,144	1,518,005
		<u>1,697,345</u>
TOTAL COMMON STOCKS (Cost \$35,448,907)		<u>40,873,601</u>

	<u>Principal</u>	
Corporate Bonds -7.47%		
Coastal Corp. Note, 6.700%, 02/15/2027	\$ 190,000	179,075
Coastal Corp. Note, 6.500%, 06/1/2008	115,000	104,075
Coastal Corp. Note, 7.5%, 08/15/2006	220,000	218,350
Danka Business Systems, 10.000%, 4/1/2008	100,000	90,750
Duke Capital Corp., 7.250%, 10/1/2004	360,000	364,292
Electronic Data Systems Corp 6.85%, 10/15/2004	200,000	202,010
Finova Capital Corp., 7.500%, 11/15/2009	332,112	183,492
Fruit of the Loom, 7.375%, 11/15/2023	50,000	-
GMAC, 5.750%, 10/15/2006	100,000	101,550
GMAC, 6.875%, 09/15/2011	200,000	205,348
General Motors Corp., 7.125%, 7/15/2013	135,000	138,881
Indianapolis Power & Light Co., 8.000%, 10/15/2006	255,000	275,733
Indianapolis Power & Light Co., 7.375%, 8/1/2007	65,000	70,021
Monongahela Power, 5.000%, 10/01/2006	50,000	51,301
Newpark Resource, Inc., 8.625%, 12/15/2007	50,000	51,000
Sierra Pacific Power Company, 8.00%, 06/01/2008	275,000	290,813
Southern California Edison, 6.375%, 01/15/2006	50,000	52,304
Mirant Corp., 7.900%, 7/15/2009 (c)	200,000	113,000
Tenet Healthcare Corp., 6.375%, 12/1/2011	445,000	391,600
Transportacion Maritima Mexica, 9.500%, 5/15/2003 (a) (d)	70,000	66,850
Tyco International Ltd. Note, 5.875%, 11/01/2004	50,000	50,587
Waste Management, Inc., 7.000%, 05/15/2005	51,000	52,413
Waste Management, Inc., 7.650%, 03/15/2011	571,000	647,523
Waste Management, Inc., 7.375%, 08/01/2010	94,000	105,743
CE Electric UK Funding, 6.853%, 12/30/2004 (c)	755,000	767,694
TOTAL CORPORATE BONDS (Cost \$4,825,281)		<u>4,774,405</u>

Municipal Bonds - 1.52%		
Ontario Hydro Residual Strip, 0.00%, 10/15/2021 (b)	1,095,000	289,512
Ontario Hydro Residual Strip, 0.00%, 8/18/2022 (b)	235,000	58,101
Ontario Hydro Residual Strip, 0.00%, 10/1/2020 (b)	1,500,000	426,797
Ontario Hydro Residual Strip, 0.00%, 11/27/2020 (b)	706,000	198,510
TOTAL MUNICIPAL BONDS (Cost \$920,494)		<u>972,920</u>

Auxier Focus Fund
Schedule of Investments-continued
June 30, 2004

Preferred Stocks-3.28%

	<u>Shares</u>	<u>Value</u>
AEP Texas Central Co. 4.00%	305	\$ 19,520
Boston Edison Co. 4.25%	200	13,550
Cincinnati Gas & Electric 4%	400	28,400
Cincinnati Gas & Electric 4.75%	300	25,950
Connecticut Light & Power Co. \$2.00	1,000	28,000
Connecticut Light & Power Co. 3.90%	1,500	42,000
Connecticut Light & Power Co. \$1.90	1,500	39,750
Dayton Power & Light Co. 3.90%	1,500	99,375
Great Plains Energy Inc. 4.50%	1,300	92,300
Hawaiian Electric Co. 4.25%	4,000	49,000
Indianapolis Power & Light Co. 4.00%	300	13,200
MidAmerican Energy Co. 3.90%	80	5,360
MidAmerican Energy Co. 3.30%	78	4,309
Monongahela Power Co. 4.40%	100	7,510
Northern Indiana Public Services Co. 4.25%	1,300	89,700
Pacific Enterprises Inc. 4.50%	1,000	70,000
PECO Energy Co. 3.80%	400	26,000
Public Service Electric & Gas Co. 4.08%	945	68,513
TXU US Holdings Co. \$5.08	600	44,400
Westar Energy Inc. 4.25%	300	19,341
El Paso Corp	2,000	58,500
Unumprovident Corp	9,800	328,300
St Paul Cos	12,500	925,250
TOTAL PREFERRED STOCK (cost \$1,915,020)		<u>2,098,228</u>

Asset Backed Obligations - 0.85%

	<u>Principal</u>	
Scotia Pacific, 7.11%, 7/20/2008	478,663	489,572
Scotia Pacific, 6.55%, 7/20/2008	235,000	55,377
TOTAL ASSET BACKED OBLIGATIONS (Cost \$530,130)		<u>544,949</u>

Exchange Traded Funds - 0.25%

	<u>Shares</u>	
iShares MSCI Germany Index Fund	10,000	161,600
TOTAL EXCHANGE TRADED FUNDS (Cost \$94,200)		<u>161,600</u>

Money Market Securities - 23.68%

Huntington Money Market-Investment Shares, 0.20% (f)	10,130,280	10,130,280
Huntington US Treasury Money Market Fund-Investment Shares 0.20% (f)	5,000,000	5,000,000
		<u>15,130,280</u>

Total Money Market Securities (Cost, \$15,130,280)

TOTAL INVESTMENTS (Cost \$58,864,312) - 101.05% \$ 64,555,983

Cash and other assets less liabilities - (1.05)% (671,421)

TOTAL NET ASSETS - 100.00% \$ 63,884,562

- (a) American Depository Receipt
- (b) Non-income producing.
- (c) Private placement bond
- (d) The bond is in default and past its maturity date. The company is in negotiations with bondholders to pay the bond.
- (e) Foreign bond
- (f) Variable rate security; the coupon rate shown represents the rate at June 30, 2004

Auxier Focus Fund
Statement of Assets and Liabilities
June 30, 2004

Assets

Investments in securities:

At cost	\$ 58,864,312
At value	<u>64,555,983</u>

Interest receivable	86,271
Dividends receivable	28,300
Receivable for investments sold	765,118
Receivable for fund shares sold	262,397
Total assets	<u>65,698,069</u>

Liabilities

Accrued advisory fees	66,578
Payable for investments purchased	1,744,284
Payable fund shares redeemed	2,645
Total liabilities	<u>1,813,507</u>

Net Assets	<u>\$ 63,884,562</u>
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Net Assets consist of:

Paid in capital	\$ 57,574,982
Undistributed net investment income	182,578
Undistributed net realized gain on investments	435,331
Net unrealized appreciation on investments	<u>5,691,671</u>

Net Assets	<u>\$ 63,884,562</u>
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Shares outstanding (unlimited number of shares authorized, no par value)	<u>4,649,859</u>
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Net Asset Value,

Offering price and redemption price per share	<u>\$ 13.74</u>
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Auxier Focus Fund
Statement of Operations
Year ended June 30, 2004

Investment Income

Dividend income	\$ 487,107
Interest income	437,213
Total Income	<u>924,320</u>

Expenses

Investment advisor fee	536,482
Trustee fees	1,469
Total Expenses	<u>537,951</u>
Waived expenses	(1,469)
Net operating expenses	<u>536,482</u>
Net Investment Income	<u>387,838</u>

Realized & Unrealized Gain

Net realized gain on investment securities	490,819
Net change in unrealized appreciation/(depreciation) on investment securities	4,811,194
Net realized and unrealized gain on investment securities	<u>5,302,013</u>
Net increase in net assets resulting from operations	<u>\$ 5,689,851</u>

See accompanying notes which are an integral part of the financial statements.

Auxier Focus Fund
Statements of Changes In Net Assets

	Year ended June 30, 2004	Year ended June 30, 2003
Increase (Decrease) in Net Assets due to:		
Operations		
Net investment income	\$ 387,838	\$ 375,499
Net realized gain (loss) on investment securities	490,819	(44,938)
Net change in unrealized appreciation/(depreciation) on investments	4,811,194	1,120,832
Net increase in net assets resulting from operations	<u>5,689,851</u>	<u>1,451,393</u>
Distributions		
From net investment income	(452,175)	(172,069)
From net realized gain	-	(289,084)
Total distributions	<u>(452,175)</u>	<u>(461,153)</u>
Capital Share Transactions		
Proceeds from shares sold	36,909,246	11,831,518
Reinvestment of distributions	451,024	460,746
Amount paid for shares repurchased	(3,853,565)	(4,780,526)
Net increase in net assets resulting from share transactions	<u>33,506,705</u>	<u>7,511,738</u>
Total Increase in Net Assets	<u>38,744,381</u>	<u>8,501,978</u>
Net Assets		
Beginning of year	<u>25,140,181</u>	<u>16,638,203</u>
End of year	<u>\$ 63,884,562</u>	<u>\$ 25,140,181</u>
Undistributed net investment income	<u>\$ 182,578</u>	<u>\$ 246,914</u>
Capital Share Transactions		
Shares sold	2,752,156	1,099,134
Shares issued in reinvestment of distributions	34,143	42,940
Shares repurchased	<u>(289,608)</u>	<u>(458,027)</u>
Net increase from capital transactions	<u>2,496,691</u>	<u>684,047</u>

See accompanying notes which are an integral part of the financial statements.

Auxier Focus Fund
Financial Highlights

	Year ended June 30, 2004	Year ended June 30, 2003	Year ended June 30, 2002	Year ended June 30, 2001	Period ended June 30, 2000	(a)
Selected Per Share Data						
Net asset value, beginning of period	\$ 11.68	\$ 11.33	\$ 11.43	\$ 9.99	\$ 10.00	
Income from investment operations						
Net investment income (loss)	0.13 (b)	0.20	0.08	0.17	0.18	
Net realized and unrealized gain (loss)	2.10	0.42	(0.07)	1.43	(0.16)	
Total from investment operations	2.23	0.62	0.01	1.60	0.02	
Less Distributions to shareholders:						
From net investment income	(0.17)	(0.10)	(0.09)	(0.13)	(0.03)	
From net realized gain	0.00	(0.17)	(0.02)	(0.03)	0.00	
Total distributions	(0.17)	(0.27)	(0.11)	(0.16)	(0.03)	
Net asset value, end of period	\$ 13.74	\$ 11.68	\$ 11.33	\$ 11.43	\$ 9.99	
Total Return	19.17%	5.72%	0.07%	16.11%	0.23%	(c)
Ratios and Supplemental Data						
Net assets, end of period (000)	\$ 63,885	\$ 25,141	\$ 16,638	\$ 7,084	\$ 1,336	
Ratio of expenses to average net assets	1.35%	1.35%	1.35%	1.35%	1.35%	(d)
Ratio of expenses to average net assets before waiver & reimbursement	1.35%	1.36%	1.37%	1.41%	1.62%	(d)
Ratio of net investment income to average net assets	0.97%	1.89%	0.73%	1.56%	1.84%	(d)
Ratio of net investment income to average net assets before waiver & reimbursement	0.97%	1.88%	0.71%	1.50%	1.57%	(d)
Portfolio turnover rate	18.17%	36.53%	55.72%	41.46%	187.85%	

- (a) For the period July 9, 1999 (commencement of operations) through June 30, 2000.
(b) Net investment income per share is based on average shares outstanding during the year.
(c) Not annualized.
(d) Annualized.

Auxier Focus Fund
Notes to Financial Statements
June 30, 2004

NOTE 1. ORGANIZATION

Auxier Focus Fund (the “Predecessor Fund”) was organized as a non-diversified series of the AmeriPrime Funds on February 2, 1999 and commenced operations on July 9, 1999. On January 3, 2003, all assets and liabilities of the Predecessor Fund were acquired by the Auxier Focus Fund (the “Fund”), a series of Unified Series Trust (the “Trust”), in a tax-free reorganization. The Fund was organized as a non-diversified series of the Trust on December 18, 2002. The Trust is an open-end investment company established under the laws of Ohio by an Agreement and Declaration of Trust dated October 17, 2002 (the “Trust Agreement”) The Agreement permits the Board of Trustees (the “Board”) to issue an unlimited number of shares of beneficial interest of separate series without par value. The Fund is one of the series of funds currently authorized by the Trustees. The Fund’s investment objective is to provide long-term capital appreciation. The investment advisor to the Fund is Auxier Asset Management, LLC (the “Advisor”).

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies followed by the Fund in the preparation of its financial statements.

Securities Valuation- Securities that are traded on any stock exchange are generally valued by the pricing service at the last quoted sale price. Lacking a last sale price, an exchange traded security is generally valued by the pricing service at its last bid price. Securities traded in the NASDAQ over-the-counter market are generally valued by the pricing service at the NASDAQ Official Closing Price. When market quotations are not readily available, when the Advisor determines that the market quotation or the price provided by the pricing service does not accurately reflect the current market value or when restricted securities are being valued, such securities are valued as determined in good faith by the Advisor, in conformity with guidelines adopted by and subject to review of the Board of Trustees of the Trust.

Fixed income securities generally are valued by using market quotations, but may be valued on the basis of prices furnished by a pricing service when the Advisor believes such prices accurately reflect the fair market value of such securities. A pricing service utilizes electronic data processing techniques based on yield spreads relating to securities with similar characteristics to determine prices for normal institutional-size trading units of debt securities without regard to sale or bid prices. If the Advisor decides that a price provided by the pricing service does not accurately reflect the fair market value of the securities, when prices are not readily available from a pricing service or when restricted or illiquid securities are being valued, securities are valued at fair value as determined in good faith by the Advisor, in conformity with guidelines adopted by and subject to review of the Board of Trustees. Short term investments in fixed-income securities with maturities of less than 60 days when acquired, or which subsequently are within 60 days of maturity, are valued by using the amortized cost method of valuation, which the Board of Trustees has determined will represent fair value.

Federal Income Taxes- There is no provision for federal income tax. The Fund intends to qualify each year as a “regulated investment company” under subchapter M of the Internal Revenue Code of 1986, as amended, by distributing all of its net investment income and net realized capital gains.

Security Transactions and Related Income- The Fund follows industry practice and records security transactions on the trade date. The specific identification method is used for determining gains or losses for financial statements and income tax purposes. Dividend income is recorded on the ex-dividend date and interest income is recorded on an accrual basis. Discounts and premiums on securities purchased are amortized over the life of the respective securities.

Auxier Focus Fund
Notes to Financial Statements
June 30, 2004 – continued

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES- continued

Dividends and Distributions- The Fund intends to distribute substantially all of its net investment income as dividends to its shareholders on at least an annual basis. The Fund intends to distribute its net realized long- term capital gains and its net realized short term capital gains at least once a year. The treatment for financial reporting purposes of distributions made to shareholders during the year from net investment income or net realized capital gains may differ from their ultimate treatment for federal income tax purposes. These differences are caused by differences in the timing of the recognition of certain components of income, expense or realized capital gain for federal income tax purposes.

Distributions to Shareholders- Distributions to shareholders, which are determined in accordance with income tax regulations, are recorded on the ex-dividend date.

Foreign Currency- Investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions.

The Fund does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments.

Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the funds' books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the fair values of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

Other- The Fund follows industry practice and records security transactions on the trade date. The specific identification method is used for determining gains or losses for financial statements and income tax purposes. Dividend income is recorded on the ex-dividend date and interest income is recorded on an accrual basis. Discounts and premiums on securities purchased are amortized over the life of the respective securities.

NOTE 3. FEES AND OTHER TRANSACTIONS WITH AFFILIATES

Auxier Asset Management, LLC, serves as investment advisor to the Fund. Under the terms of the management agreement (the "Agreement"), the Advisor manages the Fund's investments subject to approval of the Board and pays all of the expenses of the Fund except brokerage fees and commissions, taxes, borrowing costs (such as interest and dividends on securities sold short), Rule 12b-1 expenses (if any), fees and expenses of non-interested person Trustees and extraordinary expenses. As compensation for its management services and agreement to pay the Fund's expenses, the Fund is obligated to pay the Advisor a fee computed and accrued daily and paid monthly at an annual rate of 1.35% of the average value

Auxier Focus Fund
Notes to Financial Statements
June 30, 2004 - continued

NOTE 3. FEES AND OTHER TRANSACTIONS WITH AFFILIATES- continued

of its daily net assets of the Fund. It should be noted that most investment companies pay their own operating expenses directly, while the Fund's expenses, except those specified above, are paid by the Advisor. For the year ended June 30, 2004, the Advisor earned a fee of \$536,482 from the Fund. The Advisor has contractually agreed to reimburse the Fund for the fees and expenses of the disinterested Trustees, but only to the extent necessary to maintain the Fund's total annual operating expenses at 1.35% of its average daily assets through October 31, 2004. For the year ended June 30, 2004, the Advisor reimbursed \$1,469 to the Fund. At June 30, 2004, the Fund owed the Advisor \$66,578

The Fund retains Unified Fund Services, Inc. ("Unified"), a wholly owned subsidiary of Unified Financial Services, Inc., to manage the Fund's business affairs and provide the Fund with administrative, transfer agency, and fund accounting services, including all regulatory reporting and necessary office equipment and personnel. The Advisor paid all administrative, transfer agency, and fund accounting fees on behalf of the Fund per the Agreement. Certain Trustees and the officers of the Trust are employees of Unified and/or shareholders of Unified Financial Services, Inc. (the parent of Unified).

The Fund retains Unified Financial Securities, Inc., a wholly owned subsidiary of Unified Financial Services, Inc. to act as the principal distributor of the Fund's shares. There were no payments made by the Fund to the distributor during the year ended June 30, 2004. Certain Trustees have an ownership interest in Unified Financial Services, Inc. (the parent company of the Distributor), and an officer of the Trust is an officer of the Distributor. As a result, those persons may be deemed to be affiliates of the Distributor.

NOTE 4. PRIVATE PLACEMENTS

The Fund invested in the following private placements: CE Electric Funding Series Notes, \$755,000, 6.853%, maturing December 30, 2004 and Mirant Corp Notes, \$200,000, 7.90%, maturing July 15, 2009. At June 30, 2004, the notes were valued at 101.68 and 56.50, respectively, in accordance with the valuation policy of the Fund.

NOTE 5. INVESTMENTS

For the fiscal year ended June 30, 2004 purchases and sales of investment securities, other than short-term investments and short-term U.S. government obligations were as follows:

Purchases	
U.S. Government Obligations	-
Other	\$ 27,490,946
Sales	
U.S. Government Obligations	-
Other	\$ 6,084,604

Auxier Focus Fund
Notes to Financial Statements
June 30, 2004 – continued

NOTE 5. INVESTMENTS - continued

For the fiscal year ended June 30, 2004, the net unrealized appreciation of investments for tax purposes was as follows:

Gross Appreciation	\$ 6,365,175
Gross (Depreciation)	<u>(696,202)</u>
Net Appreciation on Investments	<u>\$ 5,668,973</u>

At June 30, 2004, the aggregate cost of securities for Federal income tax purposes was \$58,887,010. The difference between book cost of securities and tax cost of securities is due to the deferral of losses on wash sales of \$22,698.

NOTE 6. ESTIMATES

Preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 7. BENEFICIAL OWNERSHIP

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates a presumption of control of the fund, under Section 2(a)(9) of the Investment Company Act of 1940. As of June 30, 2004, Charles Schwab & Co. held, for the benefit of its customers, 50.57% of the outstanding Fund shares.

NOTE 8. DISTRIBUTION TO SHAREHOLDERS

On December 24, 2003, an income distribution of \$0.1721 was declared. The dividend was paid on December 26, 2003 to shareholders of record on December 24, 2003.

The tax character of distributions paid during the fiscal years 2004 and 2003 were as follows:

Distributions paid from:	<u>2004</u>	<u>2003</u>
Ordinary Income	\$ 452,175	\$ 172,069
Short-Term Capital Gain	-	134,524
Long-Term Capital Gain	-	<u>154,560</u>
	<u>\$ 452,175</u>	<u>\$ 461,153</u>

As of June 30, 2004, the components of distributable earnings (accumulated losses) on a tax basis were as follows:

Auxier Focus Fund
Notes to Financial Statements
June 30, 2004 – continued

NOTE 8. DISTRIBUTION TO SHAREHOLDERS- continued

Undistributed ordinary income/(accumulated losses)	\$ 358,832
Undistributed long-term capital gain/(accumulated losses)	281,775
Unrealized appreciation/(depreciation)	<u>5,668,973</u>
	<u>\$ 6,309,580</u>

The difference between book basis and tax basis unrealized appreciation (depreciation) is attributable primarily to the tax deferral of wash sales.

NOTE 9. CHANGE IN ACCOUNTANTS

On March 3, 2004, McCurdy & Associates CPA's, Inc. ("McCurdy") notified the Board of its intention to resign as the Fund's independent auditors upon selection of replacement auditors.

On March 14, 2004, the Fund's Audit Committee and Board selected Cohen McCurdy, Ltd. ("Cohen") to replace McCurdy as the Fund's auditors for the fiscal year ending June 30, 2004 to be effective upon the resignation of McCurdy.

On March 14, 2004, upon receipt of notice that Cohen was selected as the Fund's auditor, McCurdy, whose audit practice was acquired by Cohen, resigned as independent auditors to the Fund. McCurdy's reports on the Fund's financial statements for the fiscal year ended June 30, 2003 contained no adverse opinion or a disclaimer of opinion nor were they qualified or modified as to uncertainty, audit scope or accounting principles. During the fiscal year ended June 30, 2003 through the date of engagement of Cohen, there were no disagreements with McCurdy on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure which, if not resolved to the satisfaction of McCurdy, would have caused McCurdy to make reference to the subject matter of the disagreements in connection with its reports on the Fund's financial statements for such periods.

Neither the Fund nor anyone on its behalf consulted with Cohen on items which (i) concerned the application of accounting principles to a specified transaction, either completed or proposed or the type of audit opinion that might be rendered on the Fund's financial statements as a result of such consultations or (ii) concerned the subject of a disagreement (as defined in paragraph (a)(1)(iv) of Item 304 of Regulation S-K) or a reportable event (as described in paragraph (a)(1)(v) of said Item 304).



Cohen McCurdy, Ltd. 440.835.8500
826 Westpoint Pkwy., Suite 1250 440.835.1093 fax
Westlake, OH 44145-1594

www.cohenmccurdy.com

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To The Shareholders and
Board of Trustees
Auxier Focus Fund
(a series of Unified Series Trust)

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of the Auxier Focus Fund as of June 30, 2004, and the related statement of operations, the statement of changes in net assets and the financial highlights for the year then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audit. The statements of changes in net assets for the year ended June 30, 2003 and the financial highlights for the periods indicated prior to June 30, 2004 were audited by McCurdy & Associates CPA's, Inc., whose audit practice was acquired by Cohen McCurdy, Ltd. McCurdy & Associates CPA's, Inc. expressed unqualified opinions on those statements.

We conducted our audit in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of investments and cash held as of June 30, 2004 by correspondence with the Fund's custodian and brokers. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of Auxier Focus Fund as of June 30, 2004, the results of its operations, changes in net assets and the financial highlights for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Cohen McCurdy

Westlake, Ohio 44145
August 25, 2004

Trustees and Officers (Unaudited)

Independent Trustees

Name, Address*, (Date of Birth), Position with Fund Complex,** Term of Position with Trust	Principal Occupation During Past 5 Years and Other Directorships
Gary E. Hippenstiel (1947) Trustee, December 2002 to present	Director, Vice President and Chief Investment Officer of Legacy Trust Company, N.A. since 1992. Trustee of AmeriPrime Funds since 1995, and AmeriPrime Advisors Trust since July 2002. Trustee of CCMI Funds since June 2003, Access Insurance Variable, April 2003 to present.
Stephen A. Little (1946) Trustee, December 2002 to present	President and founder, The Rose, Inc., a registered investment advisor, since April 1993. Trustee of AmeriPrime Funds since December 2002 and AmeriPrime Advisors Trust since November 2002. Trustee of CCMI Funds since June 2003.
Daniel J. Condon (1950) Trustee, December 2002 to present	Vice President and General Manager, International Crankshaft Inc., an automotive equipment manufacturing company, 1990 to present; Trustee, The Unified Funds, from 1994 to 2002; Trustee, Star Select Funds, a REIT mutual fund, from 1997 to 2000. Trustee of AmeriPrime Funds since December 2002 and AmeriPrime Advisors Trust since November 2002. Trustee of CCMI Funds since June 2003.

Interested Trustees and Principal Officers

Name, (Date of Birth), Position with Fund Complex,** Term of Position with Trust	Principal Occupation During Past 5 Years and Other Directorships
Timothy L. Ashburn (1950)*** Trustee and Chairman, October 2002 to present, President, December 2002 to July 2004 and Asst. Secretary, December 2003 to present	Employed by Unified Financial Services, Inc., Chairman of Unified Financial Services, Inc. 1989 to 2004, Chief Executive Officer from 1989 to 1992 and 1994 to April 2002, and President from November 1997 to April 2000. Trustee of AmeriPrime Advisors Trust since November 2002, and AmeriPrime Funds since December 2002. Trustee of CCMI Funds since June 2003.
Ronald C. Tritschler (1952)**** Trustee, December 2002 to present	Chief Executive Officer, Director and legal counsel of The Webb Companies, a national real estate company, from 2001 to present; Executive Vice President and Director of The Webb Companies from 1990 to 2000; Director, The Lexington Bank, from 1998 to present; Director, Vice President and legal counsel for The Traxx Companies, an owner and operator of convenience stores, from 1989 to present. Trustee of AmeriPrime Advisors Trust since November 2002 and AmeriPrime Funds since December 2002. Trustee of CCMI Funds since June 2003.
Thomas G. Napurano (1941) Chief Financial Officer and Treasurer, December 2002 to present	Chief Financial Officer and Executive Vice President of Unified Financial Services, Inc., the parent company of the Trust's administrator and Distributor; Director, Unified Financial Services, Inc., from 1989 to March 2002. CFO of AmeriPrime Funds and AmeriPrime Advisors Trust since October 2002. CFO of CCMI Funds since June 2003.
Carol Highsmith (1964) Secretary, December 2002 to present	Vice President, Unified Fund Services, Inc. 2003 to present; Employed by Unified Fund Services, Inc. (November 1994 to present). Secretary of AmeriPrime Funds and AmeriPrime Advisors Trust since December 2003.

* The address for each of the trustees and officers is 431 N. Pennsylvania, Indianapolis, IN 46204.

** Fund Complex refers to AmeriPrime Advisors Trust, AmeriPrime Funds and Unified Series Trust. The Fund Complex consists of 32 series.

*** Mr. Ashburn is an "interested person" of the Trust because he is an officer of the Trust. In addition, he may be deemed to be an "interested person" of the Trust because he has an ownership interest in Unified Financial Services, Inc., the parent of the Distributor of certain series in the Fund Complex.

**** Mr. Tritschler may be deemed to be an "interested person" of the Trust because he has an ownership interest in Unified Financial Services, Inc., the parent of the Distributor of certain series in the Fund Complex.

PROXY VOTING

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities and information regarding how the Fund voted those proxies during the 12 month period ending June 30, 2004 are available without charge, upon request by calling the Fund at (877) 328-9437 and in documents filed with the SEC on the SEC's website at www.sec.gov.

TRUSTEES

Timothy L. Ashburn, Chairman
Gary E. Hippenstiel
Stephen A. Little
Daniel J. Condon
Ronald C. Tritschler

OFFICERS

Anthony J. Ghoston, President
Thomas G. Napurano, Chief Financial Officer and Treasurer
Carol J. Highsmith, Secretary

INVESTMENT ADVISOR

Auxier Asset Management.
5000 S.W Meadows Road
Suite 410
Lake Oswego, OR 97035

DISTRIBUTOR

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Indianapolis, Indiana 46204

INDEPENDENT ACCOUNTANTS

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Westlake, OH 44145

LEGAL COUNSEL

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One US Bank Plaza
St. Louis, MO 63101

CUSTODIAN

Huntington National Bank
41 South Street
Columbus, OH 43215

ADMINISTRATOR, TRANSFER AGENT AND FUND ACCOUNTANT

Unified Fund Services, Inc.
431 N. Pennsylvania Street
Indianapolis, Indiana 46204

This report is intended only for the information of shareholders or those who have received the Fund's prospectus which contains information about the Fund's management fee and expenses. Please read the prospectus carefully before investing.

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