

Dear Fellow Shareholders:

I am pleased to present our 20<sup>th</sup> Annual Report. This Report contains important financial information for each of the New Century Portfolios. For additional information, I invite you to visit our website at [www.newcenturyportfolios.com](http://www.newcenturyportfolios.com).

Although investors may find it impossible to believe, the overall domestic equity market, as measured by the S&P 500<sup>®</sup> Composite Index, clawed back a healthy, and more importantly, a positive return for the trailing twelve-month period, ended October 31, 2009. After bottoming out on March 9<sup>th</sup>, the market has recovered to October 2008 levels. Although we were unfortunate witnesses to a historic financial crisis, we have since participated in an equally impressive rebound off of the market bottom. We believe that many variables contributed to the global economic recovery. The expansive U.S. economic stimulus package helped to stabilize the credit markets and the housing markets. The stimulus plans, coupled with a rebound in investor sentiment and better than expected corporate earnings, provided the foundation that we believe is required for a recovery. While we are pleased and comforted by the rebound, we remain cautiously optimistic as we enter 2010 as market dynamics continue to be highly unpredictable and fragile.

Towards the end of the first quarter of 2009, the New Century Capital Portfolio reduced cash balances that previously had been increased to provide downside protection during the volatile investment environment. Cash was reinvested in the large-cap growth and foreign equity sectors. In addition, the Portfolio's thematic allocation continued to favor the energy and utilities sectors. During the twelve-month period ended October 31, 2009, the New Century Capital Portfolio gained 13.05% as compared to the S&P 500<sup>®</sup> Composite Index which gained 9.80%.

Over the last six to eight months, the New Century Balanced Portfolio also reinvested cash back into the overall market. During the period, the Portfolio increased its exposure to foreign investments - both fixed income and equities. While the Portfolio increased exposure to the foreign markets, it preserved a more-conservative stance to the overall equity market by maintaining a 50/50 equity-to-fixed income allocation. During the past two quarters, the Portfolio increased exposure to quality corporate and high-yield bonds while reducing exposure to government debt. During the twelve-month period ended October 31, 2009, the New Century Balanced Portfolio returned 15.57% as compared to the S&P 500<sup>®</sup> Composite Index which gained 9.80% and the Barclays Capital U.S. Intermediate Government/Credit Bond Index which gained 12.03%.

At the start of the twelve-month period ending October 31, 2009, the New Century Opportunistic Portfolio maintained a defensive posture. In the latter part of the first quarter of 2009, the Portfolio began a moderate shift to more growth orientated investments. The Portfolio repositioned its defensive cash positions primarily into consumer staples, large-cap equities, and emerging market equities. During the twelve-month period ended October 31, 2009, the New Century Opportunistic Portfolio posted a gain of 12.57% while the Russell 3000 Growth posted a gain of 17.04%.

The New Century International Portfolio redeployed cash primarily into its diversified funds sector during the first half of 2009. The Portfolio also positioned itself to participate in the continuing decline of the U.S. dollar. A rising allocation to the European sector was fueled in part by positive growth, as well as cash flowing into diversified European investments. A slight increase to the Americas (ex-U.S.) was the result of additional bias to Latin America. In addition to the Americas, the New Century International Portfolio continues to maintain holdings in non-traditional EAFE regions such as India and China. Emerging Markets continues to outperform traditional international equity markets, resulting in an increased emerging market allocation. During the twelve-month period ended October 31, 2009, the New Century International Portfolio gained 27.45%. The international equity markets, as measured by the MSCI EAFE Index, increased 27.71% during the same time period.

The New Century Alternative Strategies Portfolio reduced its exposure to merger arbitrage given the lack of merger activity. Long/Short equity investments were reduced in favor of global macro and asset allocation strategies to take advantage of distressed valuations in both the equity and fixed income markets. Cash balances were reduced to build fixed income holdings including structured notes. The New Century Alternative Strategies Portfolio had a total return of 13.16% for the twelve-month period ended October 31, 2009, as compared to the S&P 500<sup>®</sup> Composite Index which gained 9.80% and the Barclays Capital U.S. Intermediate Government/Credit Bond Index which gained 12.03% during the same time period.

While future performance is always unpredictable, we are confident that New Century's investment philosophy - diversification, risk assessment and long-term focus - will maximize risk-adjusted returns.

New Century is committed to its shareholders and appreciates your selecting New Century as part of your long-term investment strategy.

Sincerely,



Wayne M. Grzecki  
President

*Investors should take into consideration the investment objectives, risks, charges and expenses of the New Century Portfolios **carefully** before investing. The prospectus contains these details and other information and should be read **carefully** before investing. Principal value of an investment will fluctuate and shares when redeemed may be worth more or less than your original investment. Past performance is not indicative of future results. Portfolio and opinions expressed herein are subject to change.*