

## PRESIDENT'S LETTER

Dear Fellow Shareholders:

I am pleased to present our Semi-Annual Report for the six-month period ended April 30, 2007. This Report presents important financial information for each of the New Century Portfolios. I also invite you to visit our website at [www.newcenturyportfolios.com](http://www.newcenturyportfolios.com) for additional information.

During the six-month period ended April 30, 2007, the New Century Capital Portfolio reduced its exposure to the small-cap sector, while increasing its allocation to the growth, growth and income and international sectors. During the period, the New Century Capital Portfolio gained 10.21% as compared to the S&P 500<sup>®</sup> Composite Index which gained 8.6%. We continue to monitor all sectors of the Portfolio and anticipate an additional increase in our allocation to large-cap growth. At this time, we continue to believe that foreign markets are more attractive than US markets. Accordingly, we are maintaining our exposure to the international sector.

The New Century Balanced Portfolio decreased its exposure to the small-cap equity and the high-yield bond sectors. The Portfolio increased its holdings in government bonds, foreign bonds, and the growth and income sectors. During the period, the New Century Balanced Portfolio gained 8.54%, as compared to the S&P 500<sup>®</sup> Composite Index which gained 8.6% and the Lehman Brothers Intermediate Government/Credit Index which gained 2.59%.

The New Century Opportunistic Portfolio reduced its exposure to the mid-cap and small-cap sectors, while increasing positions in the large-cap sector and the international real estate sector. During this period, New Century Opportunistic Portfolio gained 10.37% as compared to the Russell 3000 Growth Index which gained 8.34%.

The New Century International Portfolio maintained its allocations in each of its geographic sectors. During the period, foreign markets continued to outperform the US markets. In addition, the European sector performed particularly well due to the ongoing economic growth and a continued decline in the dollar relative to the Euro. Our long-term view on the markets in Latin America, India and China is positive. In spite of a sharp drop in the Chinese stock market during February, the emerging market sector quickly recovered. During the period, the New Century International Portfolio gained 16.64%. The international equity markets, as measured by the MSCI EAFE Index, increased 15.46%.

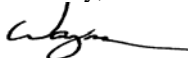
The New Century Alternative Strategies Portfolio increased its allocation to the long/short category and decreased its allocation to the high-yield category. The Portfolio maintained diversified positions in ten distinct investment categories. New Century Alternative Strategies Portfolio gained 6.86% during the period, as compared to the Lehman Brothers Intermediate Government/Credit Index, which gained 2.59% and the S&P 500<sup>®</sup> Composite Index which gained 8.6%.

Although volatility is returning to the markets and we are concerned with a sluggish housing market, struggles in the subprime lending industry and continued inflationary pressures, our current outlook remains positive. Nevertheless, we remain prepared to adjust the portfolios as market dynamics change.

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