



Efficient Frontier Income Fund

For Quarter Ended 12/31/2011

Fund Goal

- Diversification of income
- Diversification of safety
- Diversification of risk
- Diversification of liquidity
- Monthly distributions

Fund Data

Assets: \$151,131,255.00

Dividends: Monthly on second to last business day.

Class A (APIUX)

Alpha: 8.27 **Beta:** 0.96

Inception: 07/02/1997

Cusip: 028837-88-8

Average Duration: 4.41 yrs.

Average Maturity: 7.71 yrs

Class C (AFFIX)

Alpha: 7.82 **Beta:** 0.96

Inception: 07/01/2004

Cusip: 028837-84-7

Average Duration: 4.41 yrs.

Average Maturity: 7.71 yrs

Class I (APIIX)

Alpha: 8.72 **Beta:** 0.96

Inception: 04/01/2010

Cusip: 028837-76-3

Average Duration: 4.41 yrs.

Average Maturity: 7.71 yrs

Maximum Sales Charge

Class A: 5.75% initial sales charge

Class C: 1% contingent deferred sales charge (CDSC) in the first year only.

Total Annual Operating Expenses

The maximum front end load for the fund as disclosed in the prospectus is 5.75%. The Advisor has contractually agreed to defer the collection of fees and/or reimburse expenses, but only to the extent necessary to limit Gross Annual Fund Operating Expenses (excluding brokerage fees and commissions; borrowing costs, such as (a) interest and (b) dividend on securities sold short; taxes; indirect expenses incurred by the Underlying Fund in which the Fund invests, and extraordinary expenses). As of May 31, 2011 the operating expense ratios for Income Fund were as follow: Income Fund class A, 2.44%; Income Fund class C, 2.69%; Income Fund Institutional Class, 1.69%.

API Efficient Frontier Income Fund includes government and corporate securities both individually and through Exchange Traded Funds in the domestic and international fixed income markets.

The platform allows the Income Fund to invest directly in U.S. government securities, corporate securities, fixed-income funds and bonds of diverse issuers, including funds that represent fair value in their particular area of debt management or debt securities.

SEC 30 Day Yield

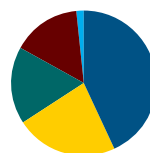
As of 12/31/2011

Class A: 7.27%

Class C: 7.46%

Class I: 8.51%

Asset Allocation



Exchange Traded Funds	43.2%
REITs	22.8%
Closed End Funds	17.2%
Stocks	15.3%
Other	1.5%
	100%

Top Ten Holdings

5.5% JNK SPDR Barclays Capital High Yld Bond	3.1% NLY Annaly Capital MGT Inc
5.0% HYG 1 Sh IBoxx High Yld Corp Bond	2.7% HYD Market Vectors Hi Yld Mni ETF
4.6% LQD 1 Sh IBoxx Inve Grade Corp Bond	2.6% PFF 1 Sh S&P US Pref. Stock Index
4.3% PHB Power Sh High Yld Corp Bond	2.0% DVY 1 Sh DJ Select Div Index FD
3.4% BAB Power Sh Build America Bond	1.9% IVR Invesco Mortgage Capital Inc

Class A Breakpoint Schedule

Investment	Offering price	Investment	Offering price
Less than \$25,000	5.75%	\$250,000 but less than \$500,000	2.50%
\$25,000 but less than \$50,000	5.00%	\$500,000 but less than \$750,000	2.00%
\$50,000 but less than \$100,000	4.50%	\$750,000 but less than \$1 million	1.50%
\$100,000 but less than \$250,000	3.50%	\$1 million or more	none

Average Annual Total Returns As of 12/31/2011

	Inception	1 year	3 year	5 year	10 year
APIUX (Class A)	5.38%	-2.22%	19.70%	7.65%	4.74%
AFFIX (Class C)	4.56%	-2.49%	19.09%	6.89%	n/a
APIIX (Class I)	3.21%	-1.45%	n/a	n/a	n/a

The Fund's past performance does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-544-6060.

An investment in an exchange-traded fund (ETF) generally presents the same primary risks as an investment in a conventional fund (i.e., one that is not exchange traded) that has the same investment objectives, strategies, and policies. The price of an ETF can fluctuate up or down, and the Fund could lose money investing in an ETF if the prices of the securities owned by the ETF go down. In addition, ETFs may be subject to the following risks that do not apply to conventional funds: (i) the market price of an ETF's shares may trade above or below their net asset value; (ii) an active trading market for an ETF's shares may not develop or be maintained; or (iii) trading of an ETF's shares may be halted if the listing exchange's officials deem such action appropriate, the shares are delisted from the exchange, or the activation of market-wide "circuit breakers" (which are tied to large decreases in stock prices) halts stock trading generally.

Beta is the sensitivity of a stock's returns to the returns on the best match market index. Alpha is a measure of risk of an investment relative to the best match market index.

Efficient Frontier Income Fund

For Quarter Ended 12/31/2011

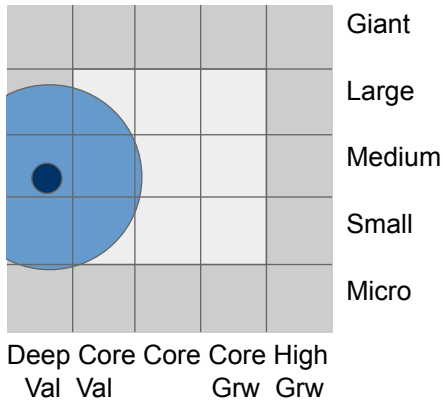


Portfolio Managers

David D. Basten 07/01/1997
David M. Basten 12/31/2005
Brentz B. East 12/31/2010

Morningstar Style Box

- Weighted Average of Holdings
- 75% of fund's stock holdings



Manager's Perspective

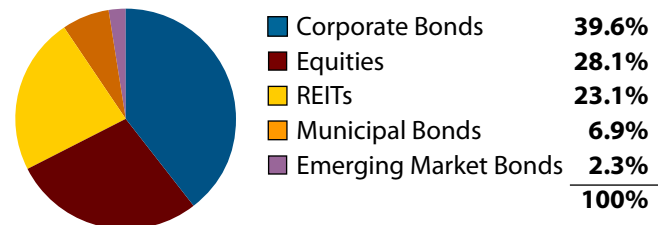
We purchase broad sectors of the global economy which API determines have prospects for heightened dividend and interest returns and capital applications that are expected to increase in the current business cycle.

– David D. Basten, President/CIO

Morningstar Rankings ★★★★★

As of December 31, 2011, the fund's Class C shares received a 5-star Overall Morningstar Ranking in the Mixed Asset Target Allocation Conservative Funds Category. The number of funds in category: 3 yr., 552; 5 yr., 457; 10 yr., 171.

Portfolio Breakdown



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Chief Investment Officer:

David Dillard Basten - Ext. 10

Managing Director:

David Mason Basten - Ext. 11

Service Contact:

Kenan Bell - Ext. 18

Regional Sales Director:

James P. Bozek - Ext. 21

The API Value Proposition

- Macroeconomic data is tracked daily on 33 financial markets with computerized stock exchanges, providing access to 45 countries.
- Fundamentals in each market, including growth in a nation's economy, currency risk, political stability and inflation, are monitored on an ongoing basis.
- Index funds, Exchange Traded Funds, individual stocks, closed-end funds and active managers are all considered in entering a market, with our sole goal being: investing in the best vehicle in that particular market.

www.apifunds.com

The Fund's past performance does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-544-6060.

You should carefully consider the investment objectives, potential risks, management fees, and charges and expenses of the Fund before investing. The Fund's prospectus contains this and other information about the Fund, and should be read carefully before investing. You may obtain a current copy of the fund's prospectus by calling 1-800-544-6060.

A Fund's direct or indirect investments in foreign securities, including depositary receipts, involve risks not associated with investing in U.S. securities that can adversely affect the Fund's performance. Foreign markets, particularly emerging markets, may be less liquid, more volatile and subject to less government supervision than domestic markets.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a fund is derived from a weighted average of the performance figures associated with its 3-, 5-, and 10-year (if applicable) Morningstar Rating metrics. The Morningstar Ratings for APIUX are: 3 yr. - 5 stars, 5 yr. - 5 stars, 10 yr. - 2 stars, Overall - 4 stars; AFFIX 3 yr. - 5 stars, 5 yr. - 5 stars, 10 yr. - 2 stars, Overall - 5 stars; APIIX 3 yr. - 5 stars, 5 yr. - 5 stars, 10 yr. - 3 stars, Overall - 4 stars.