
Archer Balanced Fund

Semi-Annual Report

February 28, 2007

(Unaudited)

Fund Advisor:

**Archer Investment Corporation, Inc.
9000 Keystone Crossing, Suite 630
Indianapolis, IN 46240**

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To Our Shareholders:

The Archer Balanced Fund had a total return of 7.37% for the six months ended February 28, 2007 compared to the Dow Jones U.S. Moderate Relative Risk Index total return of 7.75%. From the inception of the Fund (September 27, 2005) to February 28, 2007 the Fund's annualized return was 11.12% compared to 10.19% for the Dow Jones U.S. Moderate Relative Risk Index. As of February 28, 2007, the Fund's net assets of approximately \$9.5 million consisted of 61% stocks, 30.8% fixed-income securities (includes Exchange-Traded Funds) and 12% cash equivalents.

Performance Review

The Fund's six month performance for the period ended February 28, 2007 was driven by equities across the board, as we saw strength across all sectors, except for financials. We saw strong performance in our Reverse Convertible Notes over this six month period, as well as a fair return in our U.S. Treasury Bonds.

Equity Portfolio

We have to give a standing ovation to the Equity allocation of our portfolio as it turned in an extremely strong performance with very few weaknesses. It was as if something was in the water and all the stocks were drinking from the same fountain except for the Financial Sector. The significant contributors to the portfolio's performance included:

- During the six month period, we exited some very strong performers as we felt the price at this point was not justified. We will look to re-enter these positions if we believe they become bargains. If they do not head lower, we will seek other opportunities, as we believe there are plenty of such positions available. Some examples of such stocks are ICICI Bank, Unibanco Brazil, and Taiwan Semiconductor.
- Some of our more notable gains in equities came from Microsoft, FedEx, Home Depot and Zimmer Holdings. We have added to positions in FedEx and Home Depot during the period and reduced our position in Zimmer, fractionally.
- The main area of weakness, or lack of significant gains, came from the Financial Sector. With, what we believe to be, the threat of the sub-prime debacle looming, most financials gained insignificantly or lost ground during the period. We are currently over-weighted in this sector and believe the sector will rebound, as many of our positions have little additional exposure or are hedged against the sub-prime sector. We also believe if the Fed cuts rates in late 2007 due to pressures on the economy from potential weakening, the Financials will be a stronger performer than they were the previous six months. Our financial holdings had little impact compared to the performance of the Fund vs. the index as we had a similar weighting as the index. Overall, in our opinion, the financial sector balance sheets of the companies we own are stronger than they have been

in the past. We will continue to adjust our equity portfolio to changing market conditions and will look to reduce risk in the overall portfolio by maintaining significant positions in Financials, Health Care, Utilities, and Energy. Additionally, we will be opportune in seeking market levels to return our equity positions closer to 70% of the overall portfolio.

Fixed-Income Portfolio

For the six months ended February 28, 2007, the fixed income portfolio's return was positive. The yield to maturity for the positions decreased during the period as U.S. Treasuries rallied and the Reverse Convertible Notes rebounded nicely from the previous six month period. We will continue to look for Reverse Convertible Notes on equities we would not mind owning or already own in the portfolio. We believe the Reverse Convertible Notes will yield close to 8.5% on the issues we currently own, including transfers to equities.

We have increased our positions in bond ETF's and U.S. Treasury Bonds when the 10 year Treasury bond was above 4.8%. We believe the current climate for interest rates should help these positions produce positive gains for the Fixed-Income sector of the portfolio. The year-over-year comparisons of CPI (Consumer's Price Index) and PPI (Producer's Price Index) have increased at the end of the six month period, but the twelve month rate of change is likely to decline over the next three months, because comparisons will be against very high readings in the first half of 2006. However, the second half of calendar year 2007 may see interest rates begin to climb as inflation begins to pick up in year-over-year comparisons.

Current Strategy

We will continue to monitor the performance of each security on a case-by-case basis, placing valuations on the securities and adjusting the portfolio accordingly. There will be times when we discontinue holding a specific security if we feel the valuation is beyond a reasonable valuation of the company. There may be companies that have positive outlooks, but we feel the valuation becomes too high to justify staying in at those levels. If we feel the valuation plays back to a "buying" level, then you may see a re-entry into stocks we have once sold.

We think it is quite interesting that since 1928, there have been more than 87 downturns in the broader market which exceeded -10%. However, we have not seen one of these in recent years, and this bull market seems to be quite tired in our opinion. We feel a small correction to the markets would be healthy at this point, in order to shake some leaves off of the trees before growing some new branches.

We will continue to monitor the fixed income side of the portfolio for prospects of inflation, declines in interest rates, and overall yield.

We will continue to monitor our turnover of positions to attempt to limit the tax effects of the sales of securities as well. However, the tax ramifications are secondary to the valuation of the security.

We will continue to purchase securities with a long-term time horizon of three to five years and maintain this policy when purchasing any new securities for the equity side of the portfolio. We may continue to purchase one year notes and short-term equivalents if we feel it is the most appropriate place to invest given the current investment climate.

Thank you for your support for the past year as a shareholder of the Archer Balanced Fund. We welcome any comments or questions at any time.

Past performance is no assurance of future results. The views expressed are those of the investment advisor as of February 28, 2007 and are not intended as a forecast or investment recommendations. The Dow Jones U.S. Moderate Relative Risk Index is not available for investment.

Total Returns
(for the periods ended February 28, 2007)

	Six Months	Since Inception (September 27, 2005)
Archer Balanced Fund*	7.37%	11.12%
Dow Jones U.S. Moderate Relative Risk Index**	7.75%	10.19%

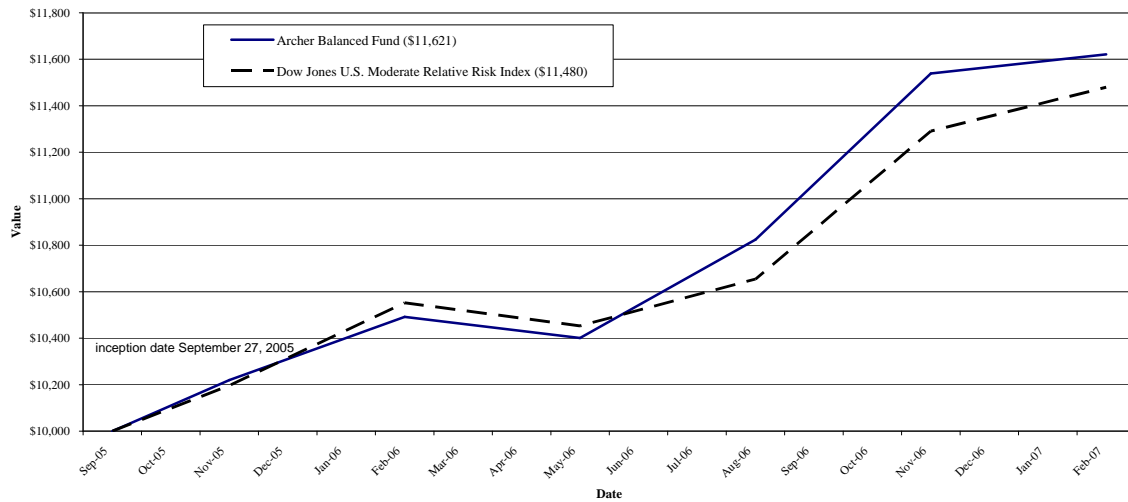
The performance quoted represents past performance, which does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Current performance of the Fund may be lower or higher than the performance quoted. The Fund's investment objectives, risks, charges and expenses must be considered carefully before investing. Performance data current to the most recent month end may be obtained by calling shareholder services at 1-800-238-7701.

* Return figures reflect any change in price per share and assume the reinvestment of all distributions.

** The index is an unmanaged benchmark that assumes reinvestment of all distributions and excludes the effect of taxes and fees. The Dow Jones US Moderate Relative Risk Index represents a diversified portfolio of U.S. stocks, bonds and cash, and seeks to capture 60% of the risk of the stock market. Although the stock, bond and cash allocations will be approximately 60/35/5, they will vary from month to month based on the risk and correlation of the three asset classes. The Index's equity allocation is weighted equally among six Dow Jones stock indexes (Large-Cap Growth, Large-Cap Value, Mid-Cap Growth, Mid-Cap Value, Small-Cap Growth, Small-Cap Value). The Index's fixed income allocation is equally weighted among three Lehman Brothers bond indexes: Government Bond, Corporate Bond and Mortgage Bond. The Index's cash allocation is represented by the Lehman Brothers U.S. Treasury Bills:1-3 Months Index. Individuals cannot invest directly in these indices; however, an individual can invest in exchange

traded funds or other investment vehicles that attempt to track the performance of a benchmark index..

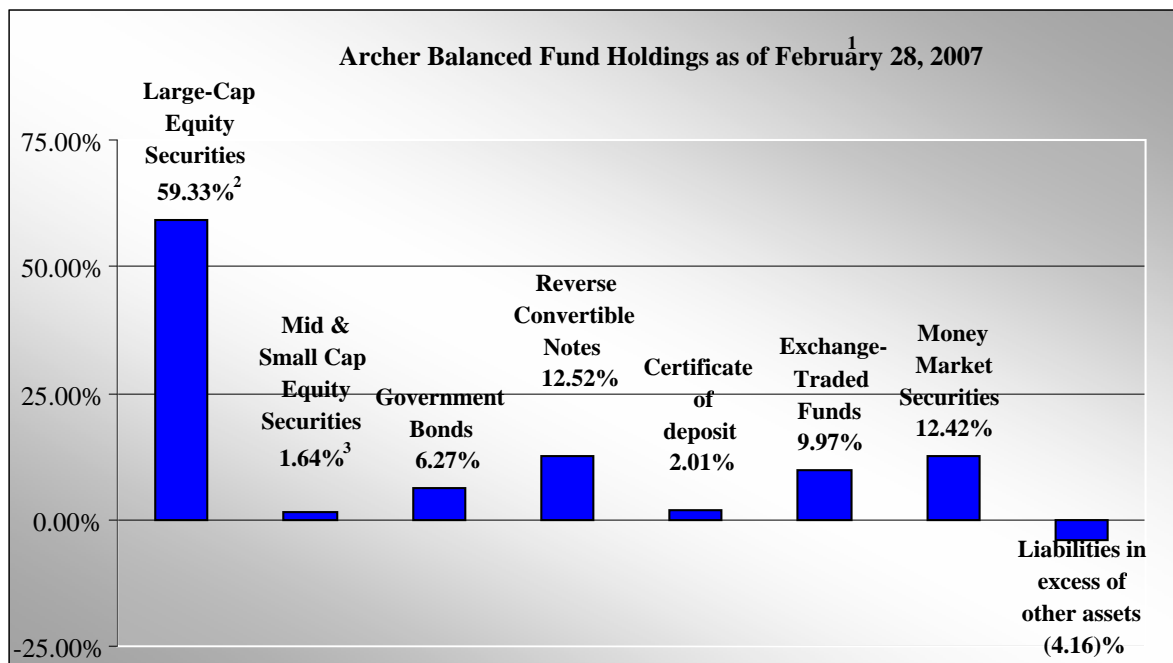
Comparison of the Growth of a \$10,000 Investment in the Archer Balanced Fund and the Dow Jones U.S. Moderate Relative Risk Index



The chart above assumes an initial investment of \$10,000 made on September 27, 2005 (commencement of Fund operations) and held through February 28, 2007. The chart also assumes reinvestment of all dividends and distributions on the reinvestment dates during the period. **THE FUND'S RETURN REPRESENTS PAST PERFORMANCE AND DOES NOT GUARANTEE FUTURE RESULTS.** The returns shown do not reflect deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Investment returns and principal values will fluctuate so that your shares, when redeemed, may be worth more or less than their original purchase price.

The Fund is distributed by Unified Financial Securities, Inc., 431 N Pennsylvania Street, Indianapolis, IN 46237 (Member NASD).

Fund Holdings – (Unaudited)



¹As a percentage of net assets.

²Equity securities with market capitalizations above \$10 billion.

³Equity securities with market capitalizations below \$10 billion.

Availability of Portfolio Schedule – (Unaudited)

The Fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission (“SEC”) for the first and third quarters of each fiscal year on Form N-Q. The Fund’s Forms N-Q are available at the SEC’s website at www.sec.gov. The Fund’s Forms N-Q may be reviewed and copied at the Public Reference Room in Washington DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

Summary of Fund’s Expenses – (Unaudited)

As a shareholder of a Fund, you incur two types of costs: (1) transaction costs (such as short-term redemption 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 Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (September 1, 2006 through February 28, 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 = 8.60), 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 this period.

Hypothetical Example for Comparison Purposes

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on the 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 costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Expenses shown are meant to highlight your ongoing costs only and do not reflect any transactional costs such as the redemption fee imposed on short-term redemptions. The second line of the table below is useful in comparing ongoing costs only and will not help you determine the relative costs of owning different funds. If incurred, the short-term redemption fee imposed by the Fund would increase your expenses.

Archer Balanced Fund	Beginning Account Value September 1, 2006	Ending Account Value February 28, 2007	Expenses Paid During the Period September 1, 2006 – February 28, 2007*
Actual	\$1,000.00	\$1,073.68	\$6.17
Hypothetical**	\$1,000.00	\$1,018.85	\$6.00

*Expenses are equal to the Fund's annualized expense ratio of 1.20%, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the partial year period).

** Assumes a 5% return before expenses.

Archer Balanced Fund
Schedule of Investments
February 28, 2007
(Unaudited)

Common Stocks - 60.97%	Shares	Value
Air Courier Services - 2.41%		
FedEx Corp.	2,000	\$ 228,360
Electric Services - 2.93%		
Great Plains Energy, Inc.	5,000	155,450
Progress Energy, Inc.	2,500	122,150
		<u>277,600</u>
Electric & Other Services Combined - 1.58%		
Public Service Enterprise Group, Inc.	2,000	149,800
Electromedical & Electrotherapeutic Apparatus - 1.06%		
Medtronic, Inc.	2,000	100,720
Electronic & Other Electrical Equipment - 2.21%		
General Electric Co.	6,000	209,520
Fire, Marine & Casualty Insurance - 3.54%		
American International Group, Inc.	5,000	335,500
Food and Kindred Products - 1.42%		
Unilever plc (b)	5,000	134,450
Heating Equipment, Except Electric & Warm Air & Plumbing Fixtures - 1.69%		
Fortune Brands, Inc.	2,000	160,800
Hospital & Medical Service Plans - 2.75%		
Unitedhealth Group, Inc.	5,000	261,000
National Commercial Banks - 6.32%		
Bank of America Corp.	2,300	117,001
Citigroup, Inc.	4,000	201,600
US Bancorp	3,000	106,980
Wells Fargo & Co.	5,000	173,500
		<u>599,081</u>
Orthopedic, Prosthetic & Surgical Appliances & Supplies - 2.67%		
Zimmer Holdings, Inc. (a)	3,000	252,990
Personal Credit Institutions - 1.80%		
SLM Corp.	4,000	170,480
Petroleum Refining - 2.75%		
BP plc (b)	2,000	123,280
Chevron Corp.	2,000	137,220
		<u>260,500</u>
Pharmaceutical Preparations - 6.63%		
Eli Lilly & Co.	4,000	210,560
Johnson & Johnson	4,000	251,720
Novartis AG (b)	3,000	166,290
		<u>628,570</u>
Radiotelephone Communications - 1.13%		
Deutsche Telekom AG (a) (b)	6,000	107,760

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

Archer Balanced Fund
Schedule of Investments - continued
February 28, 2007
(Unaudited)

Common Stocks - 60.97% - continued

	<u>Shares</u>	<u>Value</u>
Retail - Drug Stores and Proprietary Stores - 1.32%		
CVS Corp.	4,000	\$ 125,640
Retail - Lumber & Other Building Materials Dealers - 4.47%		
Home Depot, Inc.	6,600	261,360
Lowe's Companies, Inc.	5,000	162,800
		<u>424,160</u>
Services - Business Services - 1.14%		
Western Union Co.	5,000	108,350
Services - Prepackaged Software - 4.10%		
Microsoft Corp.	13,800	388,746
State Commercial Banks - 2.55%		
Fifth Third Bancorp	6,000	241,680
Sugar & Confectionery Products - 1.05%		
William Wrigley, Jr. Co.	2,000	99,600
Surgical & Medical Instruments & Apparatus - 2.34%		
3M Co.	3,000	222,240
Telephone Communications - 3.11%		
BT Group plc (b)	2,500	145,200
Verizon Communications, Inc.	4,000	149,720
		<u>294,920</u>
TOTAL COMMON STOCKS (Cost \$5,248,367)		<u>5,782,467</u>

Exchange-Traded Funds - 9.97%

iShares MSCI South Korea Index Fund	2,000	97,980
iShares MSCI Japan Index Fund	20,000	295,200
iShares Lehman 10 - 20 Years Treasury Bond Fund	1,000	101,900
iShares Lehman 20+ Years Treasury Bond Fund	5,000	450,750

TOTAL EXCHANGE-TRADED FUNDS (Cost \$920,630)

945,830

Reverse Convertible Notes - 12.52%

	<u>Principal Amount</u>	
ABN Amro Bank NV, 12.00%, 04/30/2007 convertible to Caterpillar, Inc.	\$ 100,000	100,750
ABN Amro Bank NV, 8.00%, 04/30/2007 convertible to General Electric Co.	100,000	100,550
ABN Amro Bank NV, 10.00%, 02/29/2008 convertible to Microsoft Corp.	75,000	75,000
ABN Amro Bank NV, 10.00%, 02/29/2008 convertible to 3M Co.	175,000	175,000
J.P. Morgan Chase & Co., 8.8%, 12/31/2007 convertible to Intel Corp.	100,000	97,300
J.P. Morgan Chase & Co., 10.30%, 10/25/2007 convertible to Yahoo!, Inc.	100,000	102,300
Barclays Bank PLC, 9.75%, 01/30/2008 convertible to Occidental Petroleum Corp.	100,000	98,140
Barclays Bank PLC, 8.75%, 11/30/2007 convertible to Southwest Airlines Co.	150,000	146,625
SG Structured Products, 12.30%, 05/30/2007 convertible to Ebay, Inc.	40,000	39,256
SG Structured Products, 9.50%, 12/27/2007 convertible to CEMEX S.A.B. de C.V.	50,000	50,060
SG Structured Products, 9.00%, 09/28/2007 convertible to Conocophillips	150,000	152,970
SG Structured Products, 10.00%, 11/30/2007 convertible to Boston Scientific Corp.	50,000	49,500

TOTAL REVERSE CONVERTIBLE CORPORATE NOTES (Cost \$1,178,611)

1,187,451

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

Archer Balanced Fund
Schedule of Investments - continued
February 28, 2007
(Unaudited)

	<u>Principal Amount</u>	<u>Value</u>
Treasury Bonds - 6.27%		
US Treasury Strips, 0.00%, 5/15/2025	\$ 500,000	\$ 208,596
US Treasury Strips, 0.00%, 02/15/2027	1,000,000	<u>385,814</u>
TOTAL TREASURY BONDS (Cost \$583,433)		<u>594,410</u>
Certificate of Deposit - 2.01%		
JP Morgan Chase Bank N.A, 0.00%, Due 11/25/2011, linked to Russell 2000 Index	100,000	95,200
JP Morgan Chase Bank N.A, 0.00%, Due 01/31/2012, linked to NDX & NKY Indices	100,000	<u>96,000</u>
TOTAL CERTIFICATES OF DEPOSIT (Cost \$192,770)		<u>191,200</u>
Money Market Securities - 12.42%		
	<u>Shares</u>	
Fidelity Money Market Portfolio, 5.22% (c)	1,177,917	<u>1,177,917</u>
TOTAL MONEY MARKET SECURITIES (Cost \$1,177,917)		<u>1,177,917</u>
TOTAL INVESTMENTS (Cost \$9,301,728) - 104.16%		<u>\$ 9,879,275</u>
Liabilities in excess of other assets - (4.16)%		<u>(394,784)</u>
TOTAL NET ASSETS - 100.00%		<u><u>\$ 9,484,491</u></u>

(a) Non-income producing.

(b) American Depositary Receipts.

(c) Variable rate security; the money market rate shown represents the rate at February 28, 2007.

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

Archer Balanced Fund
Statement of Assets and Liabilities
February 28, 2007
(Unaudited)

Assets

Investments in securities, at value (cost \$9,301,728)	\$ 9,879,275
Receivable due from Advisor	1,514
Interest receivable	9,842
Dividend receivable	17,683
Prepaid expenses	10,844
Total assets	<u>9,919,158</u>

Liabilities

Payable to Transfer Agent, Fund Accountant and Fund Administrator	10,227
Payable for investment purchased	417,545
Accrued trustee and officer fees	1,696
Other accrued expenses	3,927
Payable to Custodian	1,272
Total liabilities	<u>434,667</u>

Net Assets	<u>\$ 9,484,491</u>
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Net Assets consist of:

Paid in capital	\$ 8,801,320
Accumulated undistributed net investment income	43,260
Accumulated net realized gain from investment transactions	62,364
Net unrealized appreciation on investments	<u>577,547</u>

Net Assets	<u>\$ 9,484,491</u>
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Shares outstanding (unlimited number of shares authorized)	<u>859,663</u>
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Net Asset Value and offering price per share	<u>\$ 11.03</u>
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Redemption price per share (\$11.03 * .995) (a)	<u>\$ 10.97</u>
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(a) The Fund charges a 0.50% redemption fee on shares redeemed within 30 calendar days of purchase.

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

Archer Balanced Fund
Statement of Operations
February 28, 2007
(Unaudited)

Investment Income	
Dividend income (Net of foreign withholding tax of \$43)	\$ 78,297
Interest income	90,834
Total Investment Income	<u>169,131</u>
Expenses	
Investment Advisor fee (a)	33,590
Administration expense	15,620
Transfer agent expense	9,671
Fund accounting expense	8,927
Legal expense	7,191
Auditing expense	5,207
Registration expense	4,959
Pricing expense	2,677
Trustee expense	2,579
CCO expense	2,143
Custodian expense	2,083
Miscellaneous expense	248
Printing expense	100
Total Expenses	<u>94,995</u>
Less: Waiver & reimbursement by Advisor (a)	<u>(41,252)</u>
Net operating expenses	<u>53,743</u>
Net Investment Income	<u>115,388</u>
 Realized & Unrealized Gain	
Net realized gain on investment securities	134,762
Change in unrealized appreciation (depreciation) on investment securities	<u>369,052</u>
Net realized and unrealized gain on investment securities	<u>503,814</u>
Net increase in net assets resulting from operations	<u><u>\$ 619,202</u></u>

(a) See Note 3 in the Notes to the Financial Statements.

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

Archer Balanced Fund
Statements of Changes In Net Assets

	Six months Ended February 28, 2007 (Unaudited)	Period Ended August 31, 2006 (a)
Increase (decrease) in net assets:		
Operations:		
Net investment income	\$ 115,388	\$ 207,097
Net realized gain on investment securities	134,762	111,315
Change in unrealized appreciation (depreciation) on investments	<u>369,052</u>	<u>208,495</u>
Net increase in net assets resulting from operations	<u>619,202</u>	<u>526,907</u>
Distributions to shareholders:		
From net investment income	(234,678)	(44,547)
From net realized gain	(183,713)	-
Change in net assets from distributions	<u>(418,391)</u>	<u>(44,547)</u>
Capital Share Transactions:		
Proceeds from Fund shares sold	981,018	8,110,088
Reinvestment of distributions	418,390	44,547
Amount paid for Fund shares repurchased	<u>(227,882)</u>	<u>(524,841)</u>
Net increase in net assets resulting from capital share transactions	<u>1,171,526</u>	<u>7,629,794</u>
Total Increase in Net Assets	<u>1,372,337</u>	<u>8,112,154</u>
Net Assets		
Beginning of period	<u>8,112,154</u>	<u>-</u>
End of period	<u>\$ 9,484,491</u>	<u>\$ 8,112,154</u>
Accumulated undistributed net investment income included in net assets at end of period	<u>\$ 43,260</u>	<u>\$ 162,550</u>
Capital Share Transactions		
Shares sold	87,546	801,473
Reinvestment of distributions	37,557	4,325
Shares repurchased	<u>(20,390)</u>	<u>(50,848)</u>
Net increase from capital share transactions	<u>104,713</u>	<u>754,950</u>

(a) For the period September 27, 2005 (the date the Fund commenced operations) through August 31, 2006.

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

Archer Balanced Fund
Financial Highlights

(For a share outstanding during the period)

	Six months Ended February 28, 2007 (Unaudited)	Period Ended August 31, 2006 (a)
Selected Per Share Data:		
Net asset value, beginning of period	\$ 10.75	\$ 10.00
Income from investment operations:		
Net investment income	0.13	0.29
Net realized and unrealized gain	0.67	0.53
Total from investment operations	<u>0.80</u>	<u>0.82</u>
Less Distributions to shareholders:		
From net investment income	(0.29)	(0.07)
From net capital gain	<u>(0.23)</u>	<u>-</u>
Total distributions	<u>(0.52)</u>	<u>(0.07)</u>
 Paid in capital from redemption fees (b)	 <u>-</u>	 <u>-</u>
 Net asset value, end of period	 <u>\$ 11.03</u>	 <u>\$ 10.75</u>
 Total Return (c)	 7.37% (d)	 8.24% (d)
 Ratios and Supplemental Data:		
Net assets, end of period (000)	\$ 9,484	\$ 8,112
Ratio of expenses to average net assets	1.20% (e)	1.20% (e)
Ratio of expenses to average net assets before reimbursement	2.12% (e)	3.00% (e)
Ratio of net investment income to average net assets	2.57% (e)	3.27% (e)
Ratio of net investment income to average net assets before reimbursement	1.65% (e)	1.47% (e)
Portfolio turnover rate	33.92%	82.91%

(a) For the period September 27, 2005 (the date the Fund commenced operations) through August 31, 2006.

(b) Redemption fees resulted in less than \$0.005 per share.

(c) Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund, assuming reinvestment of dividends.

(d) Not annualized.

(e) Annualized.

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

Archer Balanced Fund
Notes to the Financial Statements
February 28, 2007
(Unaudited)

NOTE 1. ORGANIZATION

Archer Balanced Fund (the “Fund”) was organized as a diversified series of Unified Series Trust, an Ohio business trust (the “Trust”). 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 Trust Agreement permits the Board of Trustees (the “Board”) to issue an unlimited number of shares of beneficial interest of separate series. The Fund is one of a series of funds currently authorized by the Trustees. The investment objective of the Fund is total return. The investment advisor to the Fund is Archer Investment Corporation, Inc. (the “Advisor”). The Fund commenced operations on September 27, 2005.

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 Valuations - Equity securities 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. 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 or illiquid securities are being valued, such securities are valued as determined in good faith by the Advisor subject to guidelines approved by the Board.

Fixed income securities 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 has determined will represent fair value. The ability of issuers of debt securities held by the company to meet their obligations may be affected by economic and political developments in a specific country or region.

In accordance with the Trust’s good faith pricing guidelines, the Advisor is required to consider all appropriate factors relevant to the value of securities for which it has determined other pricing sources are not available or reliable as described above. No single standard for determining fair value controls, since fair value depends upon the circumstances of each individual case. As a general principle, the current fair value of an issue of securities being valued by the Advisor would appear to be the amount which the owner might reasonably expect to receive for them upon their current sale. Methods which are in accordance with this principle may, for example, be based on (i) a multiple of earnings; (ii) a discount from market of a similar freely traded security (including a derivative security or a basket of securities traded on other markets, exchanges or among dealers); or (iii) yield to maturity with respect to debt issues, or a combination of these and other methods.

The Fund may invest in reverse convertible notes, which are short-term notes (i.e., with maturities of one year) that are linked to individual equity securities. These notes make regular interest payments by the issuer, but also have a put option attached, giving the issuer the right to exercise that option only if the price of the related security drops below a stated price.

Federal Income Taxes – The Fund makes 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

Archer Balanced Fund
Notes to the Financial Statements - continued
February 28, 2007
(Unaudited)

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES - continued

substantially all of its net investment income and net realized capital gains. If the required amount of net investment income is not distributed, the Fund could incur a tax expense.

Accounting for Uncertainty in Income Taxes - In June 2006, the Financial Accounting Standards Board (FASB) issued FASB Interpretation No. 48 – Accounting for Uncertainty in Income Taxes that requires the tax effects of certain tax positions to be recognized. These tax positions must meet a “more likely than not” standard that, based on their technical merits, the positions have a more than 50 percent likelihood of being sustained upon examination. FASB Interpretation No. 48 is effective for fiscal periods beginning after December 15, 2006. At adoption, the financial statements must be adjusted to reflect only those tax positions that are more likely than not of being sustained. Management of the Funds is currently evaluating the impact that FASB Interpretation No. 48 will have on the Fund’s financial statements.

Fair Value Measurements - In September 2006, FASB issued Statement on Financial Accounting Standards (SFAS) No. 157 “Fair Value Measurements.” This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosure about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this Statement relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. As of January 31, 2007, the Trust does not believe the adoption of SFAS No. 157 will impact the amounts reported in the financial statements, however, additional disclosures may be required about the inputs used to develop the measurements and the effect of certain measurements reported on the statement of changes in net assets for a fiscal period.

Expenses – Expenses incurred by the Trust that do not relate to a specific fund of the Trust are allocated to the individual funds based on each fund’s relative net assets or another appropriate basis (as determined by the Board).

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 or accreted using the effective interest method. Withholding taxes on foreign dividends have been provided for in accordance with the Fund’s understanding of the applicable country’s tax rules & rates.

Dividends and Distributions - The Fund intends to distribute all of its net investment income as dividends to its shareholders on an annual basis. The Fund intends to distribute net realized long term capital gains and net realized short term capital gains to its shareholders at least once a year. Distributions to shareholders, which are determined in accordance with income tax regulations, are recorded on the ex-dividend date. 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 primarily by differences in the timing of the recognition of certain components of income, expense or realized capital gain for federal income tax purposes. Where such differences are permanent in nature, they are reclassified in the components of the net assets based on their ultimate characterization for federal income tax purposes. Any such reclassifications will have no effect on net assets, results of operations or net asset values per share of the Fund.

NOTE 3. FEES AND OTHER TRANSACTIONS WITH AFFILIATES

The Advisor, under the terms of the management agreement (the “Agreement”), manages the Fund’s investments. As compensation for its management services, the Fund is obligated to pay the Advisor a fee computed and accrued daily and paid monthly at an annual rate of 0.75% of the Fund’s average net assets. For the six months ended February 28, 2007, the Advisor earned fees of \$33,590 from the Fund before the waiver and reimbursement described below.

Archer Balanced Fund
Notes to the Financial Statements - continued
February 28, 2007
(Unaudited)

NOTE 3. FEES AND OTHER TRANSACTIONS WITH AFFILIATES – continued

The Advisor has contractually agreed through August 31, 2007 to waive its management fee and/or reimburse expenses so that total annual fund operating expenses, excluding brokerage fees and commissions, 12b-1 fees, borrowing costs (such as interest and dividend expenses on securities sold short), taxes, extraordinary expenses, do not exceed 1.20% of the Fund’s average daily net assets. For the six months ended February 28, 2007, the Advisor and any indirect expenses (such as expenses incurred by other investment companies in which the Fund invests) waived fees and/or reimbursed expenses of \$41,252. Each waiver or reimbursement by the Advisor is subject to repayment by the Fund within the three fiscal years following the fiscal year in which the particular waiver or reimbursement occurred; provided that the Fund is able to make the repayment without exceeding the 1.20% expense limitation. As of February 28, 2007, the Fund was owed \$1,514 by the Advisor. The remaining amounts subject to repayment by the Fund, pursuant to the aforementioned conditions, at August 31, 2006, were as follows:

<u>Amount</u>	<u>Subject to repayment by August 31,</u>
\$113,942	2009

In addition to the amounts set forth in the table above, an additional \$41,252 is subject to repayment by the Fund not later than August 31, 2010.

The Trust retains Unified Fund Services, Inc. (“Unified”) to manage the Fund’s business affairs and provide the Fund with administrative services, including all regulatory reporting and necessary office equipment and personnel. For the six months ended February 28, 2007, Unified earned fees of \$15,620 for administrative services provided to the Fund. Certain officers of the Trust are members of management and/or employees of Unified. Unified operates as a wholly-owned subsidiary of Huntington Bancshares, Inc., the parent company of Huntington National Bank, the custodian of the Fund’s investments (the “Custodian”) and Distributor. For the six months ended February 28, 2007, Huntington National Bank earned fees of \$ 2,083 for custody services provided to the Fund. For the six months ended February 28, 2007, the Fund owed Huntington National Bank \$1,272 for custodian fees.

The Trust also retains Unified to act as each Fund’s transfer agent and to provide fund accounting services. For the six months ended February 28, 2007, Unified earned fees of \$6,695 from the Fund for transfer agent services and \$2,976 in reimbursement for out-of-pocket expenses incurred in providing transfer agent services. For the six months ended February 28, 2007, Unified earned fees of \$8,927 from the Fund for fund accounting services. As of February 28, 2007, the Fund owed Unified \$5,620 for administrative services, \$1,679 for transfer agent services and reimbursement of out-of-pocket expenses, and \$2,928 for fund accounting services.

The Fund has adopted a Distribution Plan (the “Plan”) pursuant to Rule 12b-1 under the 1940 Act. The Plan provides that the Fund will pay its Advisor and/or any registered securities dealer, financial institution or any other person (a “Recipient”) a shareholder servicing fee aggregating 0.25% of the average daily net assets of the Fund in connection with the promotion and distribution of Fund shares or the provision of personal services to shareholders, including, but not necessarily limited to, advertising, compensation to underwriters, dealers and selling personnel, the printing and mailing of prospectuses to other than current Fund shareholders, the printing and mailing of sales literature and servicing shareholder accounts. The Fund and/or its Advisor may pay all or a portion of these fees to any Recipient who renders assistance in distributing or promoting the sale of shares, or who provides certain shareholder services, pursuant to a written agreement. The Plan is a compensation plan, which means that compensation is provided regardless of 12b-1 expenses actually incurred. The Plan will not be activated for the Fund through August 31, 2007.

Archer Balanced Fund
Notes to the Financial Statements - continued
February 28, 2007
(Unaudited)

NOTE 3. FEES AND OTHER TRANSACTIONS WITH AFFILIATES – continued

Unified Financial Securities, Inc. (the “Distributor”) acts as the principal distributor of the Fund’s shares. There were no payments made to the Distributor by the Fund for the six months ended February 28, 2007. The Distributor, Unified and the Custodian are controlled by Huntington Bancshares, Inc.

NOTE 4. INVESTMENTS

For the six months ended February 28, 2007, purchases and sales of investment securities, other than short-term investments and short-term U.S. government obligations were as follows:

Purchases	Amount
U.S. Government Obligations	\$ 370,490
Other	2,961,669
Sales	
U.S. Government Obligations	\$ 293,153
Other	2,245,857

As of February 28, 2007, the net unrealized appreciation of investments for tax purposes was as follows:

Gross Appreciation	\$ 612,968
Gross (Depreciation)	(35,421)
Net Appreciation on Investments	\$ 577,547

At February 28, 2007, the aggregate cost of securities for federal income tax purposes was \$9,301,728.

NOTE 5. ESTIMATES

The preparation of financial statements in conformity 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

NOTE 6. 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 February 28, 2007, no shareholder held over 25% of the Fund’s shares.

Archer Balanced Fund
Notes to the Financial Statements - continued
February 28, 2007
(Unaudited)

NOTE 7. DISTRIBUTIONS

On December 28, 2005, the Fund paid an income distribution of \$0.0708 per share to shareholders of record on December 27, 2005.

The tax characterization of distributions for the period ended August 31, 2006 was as follows:

Distributions paid from:	
Ordinary Income	\$ 44,547
Short-Term Capital Gain	-
Long-Term Capital Gain	-
	<u>\$ 44,547</u>

As of August 31, 2006, the components of distributable earnings (accumulated losses) on a tax basis were as follows:

Undistributed ordinary income	\$ 289,727
Unrealized appreciation	192,633
	<u>\$ 482,360</u>

As of August 31, 2006, the difference between book basis and tax basis unrealized appreciation is attributable to the tax deferral of losses on wash sales in the amount of \$15,862.

On December 27, 2006, the Fund paid an income distribution of \$0.2901 per share or \$234,678 to shareholders and a short-term capital gain distribution of \$0.2271 per share or \$ 183,713 to shareholders of record on December 26, 2006.

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 Funds voted those proxies during the most recent twelve month period ended June 30, is available without charge upon request by (1) calling the Fund at (800) 238-7701 and (2) from Fund documents filed with the Securities and Exchange Commission (“SEC”) on the SEC’s website at www.sec.gov.

TRUSTEES

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

OFFICERS

Anthony J. Ghoston, President
James M. Landis, Treasurer
Heather A. Bonds, Secretary
Lynn Wood, Chief Compliance Officer

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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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