Dear Fellow Shareholders:

For a while now equity markets have been waiting patiently for all of the attributes that drive performance to come together. For example, the markets are waiting for earnings to recover, for international countries to show growth, and for commodities to gain stability. During the past six months, we are more optimistic about growth conditions than we have been previously and anticipate the current bull market to continue in 2017.

Anchoring this expectation is corporate earnings, which during the first quarter of 2017, have shown the best year-over-year growth since 2011[1]. With these earnings we have seen almost no reduction in full year earnings estimates for the S&P 500 Index, which reassures us that lofty valuations are justified and that future earnings growth could place continued upward pressure on equity prices. In addition, Europe is finally showing sustained green shoots with signs of inflation, employment gains, and political stability following elections in France. International growth is pivotal not only to international equities, but also to domestic equities as 30% of S&P 500 Index revenue comes from outside the United States[2]. We believe international markets are in the earlier innings of their recovery and have ample runway to decrease unemployment and see production gains which should benefit equities. Lastly, the OPEC's production cut agreement in 2016 provided a critical floor to energy prices in a time when overall supply outstrips demand. This agreement was extended in the second quarter of 2017, and while we don't believe energy prices will greatly rise during the remainder of 2017, the agreement should ensure that the energy and energy correlated market sectors do not become a drag on the overall market as they did in 2015 and 2016.

We do want to temper our optimism just a bit for a couple of reasons. First, the United States is at, or very close to, full employment and no amount of government stimulus can overcome a simple lack of workers in creating growth. We think growth can accelerate above 3% in the near-term with stimulus; however, our long-term estimate of GDP growth remains in the 2-2.5% range. Second, household debt and especially student loan debt is a negative to consumption and with interest rates lower for longer, the amount people will need to save in order to meet their current obligations and future goals will increase. Coupled together, these factors may put a further dent in consumption, causing a headwind to growth.

Lastly, to borrow a line from a popular television show, for fixed income, "winter is coming." After a multi-decade bull market, rising rates in 2017 and beyond will pose an increasing headwind to fixed income as seen during the fourth quarter of 2016. As rates rose in anticipation of government stimulus after the U.S. presidential election, the Bloomberg Barclays U.S. Aggregate Bond Index lost 2.98% in the fourth quarter[3]. We believe that inflation is headed up and with it the Federal Reserve should continue to raise rates putting pressure on bonds. We also believe that fears of a "Brexit" induced recession in the United Kingdom may have been overblown and, coupled with renewed European growth, we could see other central banks begin to normalize as early as 2018 providing further headwinds to the overall fixed income markets.

No market goes straight up, and drawdowns, even double-digit drawdowns intra year, are common in equity markets. We continue to manage all of the funds for long-term risk adjusted returns and seek to use volatile times to enhance future opportunities. Thank you for your continued support of New Century Portfolios.

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[1] Factset
[2] Factset Geographical Revenue breakdown based on SPDR S&P 500 Index ETF (SPY)
[3] Morningstar

New Century Portfolio Comments – All portfolios are managed utilizing a three tier investment thesis consisting of Core, Strategic, and Tactical investments corresponding to initial target holding lengths. We believe this methodology allows all the portfolios to remain flexible while maximizing our near-term themes, long-term views and tax responsibility.

New Century Capital Portfolio (NCCPX) returned 11.86% versus 13.60% for the Morningstar Large Growth category, and 13.32% for the S&P 500 Index for the six-months ended April 30, 2017. The Fund finished 2016 in the top third of its category, outperforming the Morningstar Large Growth category by 2.35%[4] for the full calendar year 2016. However, the Fund has lagged in the first part of 2017 as our value holdings have greatly underperformed growth. We continue to manage the Fund as a blend rather than just growth in order to provide a wider return opportunity set for investors in changing markets. Our major themes continue to be secular growth and dividend growth, as well as investments in midcap equities. The Fund had a nice tailwind during the first quarter of 2017 from smaller capitalization holdings and we took this opportunity to trim those higher beta holdings rotating into more technology and defense stocks which we believe could benefit from further integration into the home and mobile applications, and military spending respectfully. A lower weight to financials versus the benchmark and category was a headwind during November and December, however, as U.S. rates fell in the first part of 2017 our underweights turned into a slight tailwind since financials are positively correlated with rising interest rates. We do believe that financials should outperform in a rising rate environment, however valuations of mega-cap money center financials have come a long way and we will wait for a further uptick in U.S. data after a slow first quarter which would indicate a steeper future interest rate curve to add to those positions. International holdings have been a bright spot in 2017 and we continue to be bullish in this area both for slightly better valuations versus U.S. stocks and for what we believe will be increasing growth and an appreciating Euro currency.

New Century Balanced Portfolio (NCIPX) returned 8.46% versus 7.47% for the Allocation 50%-70% Equity Category and 7.24% for the Morningstar Moderate Target Risk Index for the six-months ending April 30, 2017. The Fund has performed very well outpacing its category by 0.99% and 1.00% in the six and twelve months ended April 30th. An overweight to equities versus bonds, and holdings in international and emerging markets provided tailwinds for the Fund. In addition, a timely play in convertibles through a closed-end fund was employed at a steep discount and as that discount turned into a premium the Fund was rewarded. Holdings in small caps and high-yield were reduced due to valuations. We continue to be bullish on high-yield, but believe much of the price appreciation has been completed as spreads over treasuries and investment grade bonds have tightened considerably. We continue to favor a lower duration in the bond portion of the portfolio versus the Bloomberg Barclays U.S. Aggregate Bond Index due to a rising rate environment. We have increased investments in floating rate bond funds which carry healthy yields and extremely low duration, as well as emerging market debt which should benefit from stable commodity prices, a weaker dollar, and higher growth than their developed counterparts.

New Century International Portfolio (NCFPX) returned 9.50% versus 10.58% Morningstar Foreign Large Blend category, 11.47% for the MSCI EAFE Index, 10.37% for the MSCI ACWI ex- US Index for the six-months ended April 30, 2017. The International Portfolio continued to be managed with lower levels of risk during the end of 2016 and first part of 2017 as national elections and populism around the world created an environment of higher risk. With this in mind we are very satisfied with our returns and are getting more bullish particularly in Europe and emerging markets. Currency hedged positions which had been a tailwind to the Fund for several years were largely removed as it appears to us now that the

[4] NCCPX returned 5.54% compared to 3.19% for the Morningstar US Large Growth category for full year 2016 ranking in the 33rd percentile. All numbers obtained from Morningstar Direct.

current U.S. administration is in favor of a weaker USD. We continue to hedge parts of our Yen exposure, however we do not see currency hedging as a key performance driver moving forward. Investments in small and mid-caps provided a great diversifier for the Fund and historically have provided very good downside performance during market weakness. Slight underperformance can be attributable to our underweight in commodity exporting emerging markets. While we had increased exposure during 2016, we preferred to stay in emerging Asia versus Latin America / Russia due to the volatility of energy prices and political instability. We are favoring Europe over Japan currently on rising growth and better momentum although very favorable valuations in Japan versus other parts of the world could warrant an increased investment in the future.

New Century Alternative Strategies (NCHPX) returned 3.46% versus 2.71% for the Morningstar Multialternative category for the six-months ended April 30, 2017. The Fund is in the top half of Multialternative funds in 2017 through April 30th, and finished 2016 in the 20th percentile of the category. Master Limited Partnerships (MLPs) and multi-asset global strategies were the strongest performers for the six-months ended April 30th, while commodity and managed futures investments were the largest detractors. We noted in our 2016 Annual Letter: "Any changes to corporate tax codes could provide a tailwind to corporate earnings and a lift to our equity centric positions" and we feel this has somewhat played out since the U.S. presidential election. Given relatively high equity market valuations and low interest rates, we believe alternative strategies can play an important role in overall portfolio allocation, to dampen market volatility and provide inflation protection.

We appreciate and thank you for your trust in New Century Portfolios.

Sincerely,

Nicole	Matthew	
Nicole M. Tremblay, Esq. President, CEO	Matthew I. Solomon Portfolio Manager	Ronald A. Sugameli Portfolio Manager

*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 holdings and opinions expressed herein are subject to change.*