

# SECURITIES AND EXCHANGE COMMISSION

## FORM N-30D

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### FILER

#### **SIMMS FUNDS**

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THE SIMMS FUNDS

U.S. EQUITY FUND  
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INTERNATIONAL  
EQUITY FUND  
-----

GLOBAL EQUITY FUND

(THE SIMMS FUNDS LOGO)

ANNUAL REPORT  
-----

JUNE 30, 1999

(SIMMS CAPITAL MANAGEMENT, INC.  
Global Investors Logo)

THE SIMMS FUNDS  
REPORT FROM MANAGEMENT

AUGUST 19, 1999  
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Dear Shareholders,

It gives me great pleasure in writing this first letter to you. We are proud of the efficient manner that our two partnerships (U.S. and International) were converted and The Global Fund initiated in the creation of the Simms Family of Funds. We credit this virtual error free kickoff to our counsel, Kramer, Levin Naftalis and Frankel, our custodians and administrators, Firststar Mutual Fund Services LLC, our Board of Trustees and, of course, our staff at Simms Capital. While the initial investment results are good, we do not take them for granted. These results are a function of our well developed investment process that identifies stocks with superior investment characteristics and growth potential.

Our results for the first fiscal period reflect the period from inception of the funds through our fiscal year end, June 30, 1999. For this stub period, our U.S. Equity Fund return was 25.10%, compared to the Standard & Poor return of 18.66%. For our International Equity Fund, the return was 9.10%, compared to the Morgan Stanley EAFE Index of 10.05%. For our Global Equity Fund, which had a later start, the return was 12.70%, compared to the Morgan Stanley World Index of 13.81%.

The global economies are clearly recovering from last fall's financial crisis. U.S. investors witnessed an instant closure of the valuation differentials between value and growth stocks, prompting some market indices (DJIA and Russell 2000) to outperform the cap-weighted S&P 500 in the second quarter of 1999. International returns lagged behind the U.S. because of the strength of the U.S. dollar. Remember that few investors have made money in emerging markets or in Japan over the last five years, as the returns for the period were negative. It is easy to understand why naysayers of international investing demean its usefulness, especially when comparing the additional risk (volatility of these returns) to those in the U.S. Domestic benchmarks (depending on the category: large-cap growth/value, mid-cap, small-cap) have returned 15-30% annualized during the five-year period.

UNITED STATES:

Alan Greenspan's "merry band" continues to fine-tune the "Goldilocks" economic environment by raising the Federal Funds rate by 25 basis points to 5% and taking their foot off the brake with their "neutral bias" position on rates. The economy should continue to coast with a modest growth bias (GDP +3%), moderate inflationary pressures (CPI 2 1/2 - 3%) and a buoyant profits outlook (+8%) for S&P operating earnings of \$48.06. GDP for the second quarter is expected to be up 4%, productivity +3% and operating earnings +11%. The neutral interest rate bias has set the stage for a surge in new offerings of U.S. corporate debt. We believe, as others do, that the technology revolution, the development of e-commerce and the accompanying productivity benefits are the primary drivers of the extended, economic cycle with low inflation ("Goldilocks"). Such conditions should continue, producing an ideal environment for investing in financial assets (both stocks and bonds).

The Fed's announcement of a tightening bias in April, with the implied interest rate hike, produced significant volatility (no kidding!) during the second quarter with large cap growth stocks (consumer, pharmaceutical, technology) suffering significant contractions of valuations while cyclical stocks (ALCOA, INC., CATERPILLAR INC. & INTERNATIONAL PAPER COMPANY) moved sharply upwards. The adjustment in the disparity in the valuation of the two groups (growth vs. value) occurred virtually instantly (in a short period of two weeks). It is now likely behind us. We expect our type of stocks: brand name, high-quality growth (both revenues and earnings) to outperform over long periods. We continue to own growth stocks in growth industries (technology, consumer, healthcare and select growth companies with high industrial exposure, e.g., AES, ALLIED SIGNAL, GENERAL ELECTRIC, TYCO INTERNATIONAL and XEROX).

#### EUROPE & UK:

European markets continue to show lackluster performance in U.S. \$ terms, mainly due to the continued weakness of the Euro (-4% vs. the US\$ for the quarter) but we are witnessing a modest pick-up in the economies there. The Euroland countries have just one monetary policy, but they still have differences in cultural behavior and fiscal policies. GERMANY continued to dominate policy and announced new fiscal measures in June, which moves further towards fiscal harmonization. The interest rate differential with the U.S. has started to narrow with 10 year bond yields increasing from approximately 4% to roughly 4.5% by the end of the quarter. This narrowing is expected to rally support for the Euro versus the U.S. \$. The rate structure in the UNITED KINGDOM (UK) continues to weaken as does the economy and should be below the U.S. rates soon. The strength in oil prices should benefit the UK and NORWAY. IRELAND, where we own ELAN and ALLIED IRISH BANK, is the country in the region with the lowest corporate and personal income tax rates and the strongest growth in GDP in 1998 (+9%) and 1999 (+5%).

The consolidation and restructuring in Europe is well underway if the level of M&A activity is an indication. Deals completed in the first six months total approximately \$500 billion, which is roughly 50% of U.S. activity and 10x that in Asia. Most of the activity is currently within local borders for protective purposes (OLIVETTI/TELECOM ITALIA) and cross border activity is still on the horizon. The fruits (profits) of this activity are ahead - both for the companies and we, the investors. Only after Wall Street (international investment bankers) gets theirs - will we get ours!

Even though other international investors have reduced their huge exposure to European markets in order to put more money in the markets of Asia, we continue to maintain our positions in the large, liquid growth stocks in the region. Recent purchases have included REPSOL and STMICROELECTRONICS.

#### JAPAN:

The 1.9% increase in first quarter GDP (8% annualized) adds a spark of confidence for the investor and hype for the market (mostly from foreign investors taking money out of Europe). Most economists have taken a "wait and see" attitude for confirmation of a turn in the economy. The reduction in the unemployment rate in June may be a good omen, but increased public spending is

needed; after all, a very stimulative monetary policy (JGB rates at 1.8%) has had little effect on consumption or investment spending. JAPAN seems mired in a liquidity trap reminiscent of the Great Depression, which took a decade to repair confidence and rekindle consumer and capital spending. JAPAN is operating at 67.2% of capacity and requires much restructuring and consolidation, yet certain companies (ours) are still projecting growth in revenue and earnings for the next several years. Even though JAPAN remains behind the curve in developing the new paradigm industries, a few companies are already showing the benefit of those prospects: NTT - cellular/restructuring, FUJITSU - computing/PCs/Internet, ITO YOKADO (NIFTY SERVE CORP.) - convenience stores (Seven-Eleven)/Internet and our most recent purchase, TREND MICRO - anti-virus/e-commerce.

EMERGING MARKETS:

BRAZIL, the dominant economy of LATIN AMERICA, has successfully deflated the economy and interest rates, which are down to 20% from 40%, and could approach single digits by next year. Other nations in the region, however, are still recovering from the devaluation of the Brazilian real, especially ARGENTINA, Brazil's largest trading partner, which is also incurring political instability and may seek a debt moratorium.

We have diversified our emerging markets exposure by selling TEL CHILE, reducing TELECOM ARGENTINA and adding TELEFONOS DE MEXICO in the region. We have added KOREA TELECOM in the PACIFIC and are increasing our EMERGING EUROPEAN exposure by adding to OTE HELLENIC TELECOM in GREECE while maintaining MATAV in HUNGARY.

SUMMARY:

The global recovery and the possible recovery in Japan bode well for investing in shares of foreign companies (we prefer ADRs for previously defined purposes) and U.S. multinationals. Yes, even though industrial cyclicals like ALCOA, INC., CATERPILLAR INC. and INTERNATIONAL PAPER COMPANY will benefit, we remain committed to our style - large cap growth - and refuse to be tempted by those top-down rotators, which are likely to be whipsawed. As previously stated, while being optimistic about returns in the U.S., we think the EAFE Index will outperform the S&P 500 over the next three to five year cycle.

Thank you for your confidence.

/s/ Robert A. Simms

/s/ Thomas L. Melly

/s/ Jennifer D. Miller

Robert A. Simms  
President & CEO

Thomas L. Melly  
Principal,  
Portfolio Manager

Jennifer D. Miller  
Principal,  
Portfolio Manager

THE SIMMS FUNDS  
U.S. EQUITY FUND

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SIMMS U.S. EQUITY FUND -- CLASS A VS. S&P 500 INDEX GROWTH OF HYPOTHETICAL  
\$10,000 INVESTMENT

	Cumulative Total Return For the period ended June 30, 1999	Since Inception
Simms U.S. Equity Fund - Class A No Load (1)<F1>		2.46%
Simms U.S. Equity Fund - Class A (1)<F1>		(1.67)%
S&P 500 Index		1.44%

(1)<F1>April 26, 1999 inception.

date	Simms U.S. Equity	Simms U.S. Equity	S&P 500 Index
------	-------------------	-------------------	---------------

	Class A No Load	Class A	
4/99	10,000	9,600	10,000
6/99	10,246	9,836	10,144

SIMMS U.S. EQUITY FUND -- CLASS Y VS. S&P 500 INDEX GROWTH OF HYPOTHETICAL \$10,000 INVESTMENT

	Cumulative Total Return For the period ended June 30, 1999
	Since Inception
Simms U.S. Equity Fund - Class Y (1)<F2>	25.10%
S&P 500 Index	18.66%

(1)<F2>December 11, 1998 inception.

date	Simms U.S. Equity -- Class Y	S&P 500 Index
12/98	10,000	10,000
3/99	11,990	11,085
6/99	12,510	11,866

THE SIMMS FUNDS  
INTERNATIONAL EQUITY FUND  
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SIMMS INTERNATIONAL EQUITY FUND -- CLASS A VS. MORGAN STANLEY CAPITAL INTERNATIONAL EAFE INDEX GROWTH OF HYPOTHETICAL \$10,000 INVESTMENT

	Cumulative Total Return For the period ended June 30, 1999
	Since Inception
Simms International Equity Fund - Class A No Load (1)<F3>	3.23%
Simms International Equity Fund - Class A (1)<F3>	(0.93)%
Morgan Stanley Capital International EAFE Index	7.20%

(1)<F3>February 1, 1999 inception.

date	Simms International Equity - Class A No Load	Simms International Equity - Class A	Morgan Stanley Capital International EAFE Index
2/99	10,000	9,600	10,000
3/99	9,867	9,472	10,258
6/99	10,323	9,910	10,720

SIMMS INTERNATIONAL EQUITY FUND -- CLASS Y VS. MORGAN STANLEY CAPITAL INTERNATIONAL EAFE INDEX GROWTH OF HYPOTHETICAL \$10,000 INVESTMENT

	Cumulative Total Return For the period ended June 30, 1999
	Since Inception
Simms International Equity Fund - Class Y (1)<F4>	9.10%
Morgan Stanley Capital International EAFE Index	10.05%

(1)<F4>December 11, 1998 inception.

date	Simms International Equity -- Class Y	Morgan Stanley Capital International EAFE Index
12/98	10,000	10,000
3/99	10,410	10,531
6/99	10,910	11,005

THE SIMMS FUNDS  
GLOBAL EQUITY FUND  
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SIMMS GLOBAL EQUITY FUND -- CLASS A VS. MORGAN STANLEY CAPITAL WORLD INDEX  
GROWTH OF HYPOTHETICAL \$10,000 INVESTMENT

Cumulative Total Return  
For the period ended June 30, 1999

	Since Inception
Simms Global Equity Fund - Class A No Load (1)<F5>	7.78%
Simms Global Equity Fund - Class A (1)<F5>	3.44%
Morgan Stanley Capital World Index	10.72%

(1)<F5>February 19, 1999 inception.

date	Simms Global Equity Class A No Load	Simms Global Equity Class A	Morgan Stanley Capital World Index
2/99	10,000	9,600	10,000
3/99	10,394	9,978	10,494
6/99	10,779	10,347	11,072

SIMMS GLOBAL EQUITY FUND -- CLASS Y VS. MORGAN STANLEY CAPITAL WORLD INDEX  
GROWTH OF HYPOTHETICAL \$10,000 INVESTMENT

Cumulative Total Return  
For the period ended June 30, 1999

	Since Inception
Simms Global Equity Fund - Class Y (1)<F6>	12.70%
Morgan Stanley Capital World Index	13.81%

(1)<F6>December 18, 1998 inception.

date	Simms Global Equity Class Y	Morgan Stanley Capital World Index
12/98	10,000	10,000
3/99	10,830	10,786
6/99	11,270	11,381

THE SIMMS FUNDS  
STATEMENTS OF ASSETS AND LIABILITIES  
June 30, 1999  
-----

<TABLE>	U.S. EQUITY FUND -----	INTERNATIONAL EQUITY FUND -----	GLOBAL EQUITY FUND -----
<S>	<C>	<C>	<C>
ASSETS			
Investments in securities at market value (identified cost \$4,117,907, \$5,001,044 and \$848,593, respectively) (Note 2)	\$5,203,882	\$5,528,797	\$925,253
Dividends and interest receivable	3,863	9,476	1,354
Receivable for fund shares sold	--	24,602	--
Receivable from Adviser	27,963	33,024	23,740
Other assets	18,661	20,414	14,202
	-----	-----	-----
Total assets	5,254,369	5,616,313	964,549
	-----	-----	-----
LIABILITIES			
Payable for investment purchased	--	55,878	--

Accrued expenses and other liabilities	39,557	46,155	43,710
	-----	-----	-----
Total Liabilities	39,557	102,033	43,710
	-----	-----	-----
NET ASSETS	\$5,214,812	\$5,514,280	\$920,839
	-----	-----	-----
NET ASSETS CONSIST OF:			
Shares of beneficial interest	\$3,778,038	\$4,775,975	\$860,083
Accumulated undistributed net investment income	--	12,584	903
Accumulated net realized gain (loss) on investments	350,799	197,968	(16,807)
Net unrealized appreciation on investments	1,085,975	527,753	76,660
	-----	-----	-----
Net assets	\$5,214,812	\$5,514,280	\$920,839
	-----	-----	-----
CLASS A			
Net assets	\$983	\$160,421	\$143,194
Shares of beneficial interest outstanding (unlimited shares, no par value)	79	14,751	12,764
Net asset value and redemption price per share	\$12.50	\$10.88	\$11.22
	-----	-----	-----
Maximum offering price per share	\$13.02	\$11.33	\$11.69
	-----	-----	-----
CLASS Y			
Net assets	\$5,213,829	\$5,353,859	\$777,645
Shares of beneficial interest outstanding (unlimited shares, no par value)	416,669	490,571	68,975
Net asset value, offering and redemption price per share	\$12.51	\$10.91	\$11.27
	-----	-----	-----

</TABLE>

See notes to financial statements

THE SIMMS FUNDS

STATEMENTS OF OPERATIONS

For the Period December 11, 1998(1)<F7> to June 30, 1999 (U.S. Equity Fund and International Equity Fund) and

For the Period December 18, 1998(1)<F7> to June 30, 1999 (Global Equity Fund)

<TABLE>

	U.S. EQUITY FUND	INTERNATIONAL EQUITY FUND	GLOBAL EQUITY FUND
	-----	-----	-----
<S>	<C>	<C>	<C>
INVESTMENT INCOME:			
Dividends (net of foreign taxes withheld of \$0, \$12,008, and \$642, respectively)	\$ 15,015	\$ 55,702	\$ 3,819
Interest	7,600	6,546	1,826
	-----	-----	-----
Total investment income	22,615	62,248	5,645
	-----	-----	-----

## EXPENSES:

Investment advisory fees	18,985	30,313	3,040
Shareholder servicing and accounting	40,543	51,361	37,873
Professional fees	21,292	22,092	9,270
Trustees' fees and expenses	1,810	1,860	1,875
Administration fees	25,637	26,205	25,870
Reports to shareholders	14,463	15,363	14,558
Federal and state registration fees	13,852	15,252	13,720
Custody fees	2,644	2,444	4,890
Other	2,222	2,522	1,145
Distribution fees - Class A	1	190	162
Shareholder servicing fees - Class A	1	95	81
	-----	-----	-----
Total expenses before reimbursements	141,450	167,697	112,484
Less: Reimbursements from Adviser	(108,288)	(118,001)	(107,742)
	-----	-----	-----
Net expenses	33,162	49,696	4,742
	-----	-----	-----
NET INVESTMENT INCOME (LOSS)	(10,547)	12,552	903
	-----	-----	-----
REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:			
Realized gain (loss) on investments	2,080	(129,222)	(16,807)
Change in unrealized appreciation on investments	1,085,975	527,753	76,660
	-----	-----	-----
gain on investments	1,088,055	398,531	59,853
	-----	-----	-----
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$1,077,508	\$ 411,083	\$ 60,756
	-----	-----	-----
	-----	-----	-----

(1)<F7>Commencement of operations<F1>  
</TABLE>

See notes to financial statements

THE SIMMS FUNDS  
STATEMENTS OF CHANGES IN NET ASSETS

	U.S. EQUITY FUND	INTERNATIONAL EQUITY FUND	GLOBAL EQUITY FUND
	FOR THE PERIOD DECEMBER 11, 1998 (1)<F8>	FOR THE PERIOD DECEMBER 11, 1998 (1)<F8>	FOR THE PERIOD DECEMBER 18, 1998 (1)<F8>
	TO JUNE 30, 1999	TO JUNE 30, 1999	TO JUNE 30, 1999
	-----	-----	-----
	<C>	<C>	<C>
OPERATIONS:			
Net investment income (loss)	\$ (10,547)	\$ 12,552	\$ 903
Net realized gain (loss)	2,080	(129,222)	(16,807)
Change in unrealized appreciation on investments	1,085,975	527,753	76,660
	-----	-----	-----
Net increase in net assets			



resulting from operations	1,077,508	411,083	60,756
	-----	-----	-----
CAPITAL SHARE TRANSACTIONS: (NOTE 4)			
Net increase in net assets resulting from capital share transactions	4,087,304	5,053,197	860,073
	-----	-----	-----
Total increase in net assets	5,164,812	5,464,280	920,829
NET ASSETS:			
Beginning of period	50,000	50,000	10
	-----	-----	-----
End of period (including undistributed net investment income of \$0, \$12,584 and \$903, respectively)	\$5,214,812	\$5,514,280	\$920,839
	-----	-----	-----

</TABLE>

(1)<F8>Commencement of operations.

See notes to financial statements

THE SIMMS FUNDS  
FINANCIAL HIGHLIGHTS

	U.S. EQUITY FUND	
	APRIL 26, 1999	DECEMBER 11, 1998
	(1)<F9>	(1)<F9>
	THROUGH	THROUGH
	JUNE 30, 1999	JUNE 30, 1999
	-----	-----
	CLASS A	CLASS Y
	-----	-----
PER SHARE DATA:		
Net asset value, beginning of period	\$12.20	\$10.00
	-----	-----
Income from investment operations:		
Net investment loss	(0.02) (2)	(0.03) (2)
	<F10>	<F10>
Net realized and unrealized gains on investments	0.32	2.54
	-----	-----
Total from investment operations	0.30	2.51
	-----	-----
Net asset value, end of period	\$12.50	\$12.51
	-----	-----
Total return (3)<F11> (4)<F12>	2.46%	25.10%
SUPPLEMENTAL DATA AND RATIOS:		
Net assets, end of period	\$983	\$5,213,829
Ratio of expenses to average net assets before reimbursement by Adviser (5)<F13>	8.39%	5.59%
Ratio of expenses to average net assets after reimbursement by Adviser (5)<F13>	2.06%	1.31%
Ratio of net investment loss to average net assets before reimbursement by Adviser (5)<F13>	(7.38%)	(4.70%)
Ratio of net investment loss to average net assets after reimbursement by Adviser (5)<F13>	(1.06%)	(0.42%)

Portfolio turnover rate (6)<F14>

50.40%

50.40%

(1)<F9> Commencement of operations for Class Y shares occurred on December 11, 1998 for the U.S. Equity Fund. Commencement of sale of Class A shares occurred on April 26, 1999 for the U.S. Equity Fund.

(2)<F10> Net investment income per share is calculated using ending balances prior to consideration of adjustments for permanent book and tax differences.

(3)<F11> The total return does not reflect the 4.00% maximum sales charge for Class A shares.

(4)<F12> Not annualized.

(5)<F13> Annualized.

(6)<F14> Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued.

See notes to financial statements

THE SIMMS FUNDS  
FINANCIAL HIGHLIGHTS  
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INTERNATIONAL EQUITY FUND

	FEBRUARY 1, 1999 (1)<F15> THROUGH JUNE 30, 1999	DECEMBER 11, 1998 (1)<F15> THROUGH JUNE 30, 1999
	CLASS A	CLASS Y
PER SHARE DATA:		
Net asset value, beginning of period	\$10.54	\$10.00
Income from investment operations:		
Net investment income	0.00	0.03
Net realized and unrealized gains on investments	0.34	0.88
Total from investment operations	0.34	0.91
Net asset value, end of period	\$10.88	\$10.91
Total return (2)<F16> (3)<F17>	3.23%	9.10%
SUPPLEMENTAL DATA AND RATIOS:		
Net assets, end of period	\$160,421	\$5,353,859
Ratio of expenses to average net assets before reimbursement by Adviser (4)<F18>	6.54%	5.52%
Ratio of expenses to average net assets after reimbursement by Adviser (4)<F18>	2.38%	1.63%
Ratio of net investment loss to average net assets before reimbursement by Adviser (4)<F18>	(4.14%)	(3.48%)
Ratio of net investment income to average net assets after reimbursement by Adviser (4)<F18>	0.02%	0.42%
Portfolio turnover rate (5)<F19>	49.48%	49.48%

(1)<F15> Commencement of operations for Class Y shares occurred on December 11, 1998 for the International Equity Fund. Commencement of sale of

Class A shares occurred on February 1, 1999 for the International Equity Fund.

(2)<F16> The total return does not reflect the 4.00% maximum sales charge for Class A shares.

(3)<F17> Not annualized.

(4)<F18> Annualized.

(5)<F19> Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued.

See notes to financial statements

THE SIMMS FUNDS  
FINANCIAL HIGHLIGHTS  
-----

	GLOBAL EQUITY FUND	
	FEBRUARY 19, 1999 (1)<F20> THROUGH JUNE 30, 1999	DECEMBER 18, 1998 (1)<F20> THROUGH JUNE 30, 1999
	CLASS A	CLASS Y
PER SHARE DATA:		
Net asset value, beginning of period	\$10.41	\$10.00
Income from investment operations:		
Net investment income (loss)	(0.00)	0.01
Net realized and unrealized gains on investments	0.81	1.26
Total from investment operations	0.81	1.27
Net asset value, end of period	\$11.22	\$11.27
Total return (2)<F21> (3)<F22>	7.78%	12.70%
SUPPLEMENTAL DATA AND RATIOS:		
Net assets, end of period	\$143,194	\$777,645
Ratio of expenses to average net assets before reimbursement by Adviser (4)<F23>	32.84%	37.44%
Ratio of expenses to average net assets after reimbursement by Adviser (4)<F23>	2.23%	1.48%
Ratio of net investment loss to average net assets before reimbursement by Adviser (4)<F23>	(30.77%)	(35.61%)
Ratio of net investment income (loss) to average net assets after reimbursement by Adviser (4)<F23>	(0.15%)	0.35%
Portfolio turnover rate (5)<F24>	28.70%	28.70%

(1)<F20> Commencement of operations for Class Y shares occurred on December 18, 1998 for the Global Equity Fund. Commencement of sale of Class A shares occurred on February 19, 1999 for the Global Equity Fund.

(2)<F21> The total return does not reflect the 4.00% maximum sales charge for Class A shares.

(3)<F22> Not annualized.

(4)<F23> Annualized.

(5)<F24> Portfolio turnover is calculated on the basis of the Fund as a whole without distinguishing between the classes of shares issued.

See notes to financial statements

THE SIMMS FUNDS  
U.S. EQUITY FUND  
SCHEDULE OF INVESTMENTS  
June 30, 1999  
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Shares		Value
-----		-----
	COMMON STOCKS -- 94.5%	
	AEROSPACE -- 4.3%	
3,600	AlliedSignal Inc.	\$226,800
		-----
	BUSINESS SERVICES -- 8.7%	
3,260	Cisco Systems, Inc.*<F25>	210,066
3,040	Omnicom Group Inc.	243,200
		-----
		453,266
		-----
	BUSINESS MACHINES -- 3.7%	
3,250	Xerox Corporation	191,953
		-----
	COMPUTERS -- 13.5%	
2,360	Dell Computer Corporation *<F25>	87,320
3,280	EMC Corporation *<F25>	180,400
1,610	International Business Machines Corporation	208,093
3,280	Sun Microsystems, Inc.*<F25>	225,910
		-----
		701,723
		-----
	DRUGS -- 7.0%	
1,500	Pfizer Inc.	164,625
3,820	Schering-Plough Corporation	202,460
		-----
		367,085
		-----
	ELECTRONICS -- 1.8%	
1,600	Intel Corporation	95,200
		-----
	ELECTRICAL EQUIPMENT -- 3.0%	
1,370	General Electric Company	154,810
		-----
	FINANCIAL SERVICES -- 9.5%	
2,800	Concord EFS, Inc.*<F25>	118,475
2,680	Fannie Mae	183,245
6,367	MBNA Corporation	194,989
		-----
		496,709

	INSURANCE -- 3.7%	-----
4,080	AFLAC Incorporated	195,330
		-----
	INTERNET SERVICES -- 3.8%	
1,800	America Online, Inc.	198,900
		-----
	MEDICAL INSTRUMENTS -- 3.1%	
3,120	Guidant Corporation *<F25>	160,485
		-----
	MULTI-INDUSTRY -- 4.1%	
2,250	Tyco International Ltd.	213,188
		-----
	RETAIL -- 11.9%	
3,160	Bed Bath & Beyond Inc. *<F25>	121,660
6,000	Tandy Corporation	293,250
4,220	Wal-Mart Stores, Inc.	203,615
		-----
		618,525
		-----
	SOFTWARE -- 7.3%	
1,965	Computer Associates	
	International, Inc.	108,075
3,000	Microsoft Corporation *<F25>	270,562
		-----
		378,637
		-----
	TELECOMMUNICATIONS -- 6.5%	
3,675	AT&T Corp.	205,111
1,980	Lucent Technologies Inc.	133,526
		-----
		338,637
		-----
	UTILITIES - ELECTRIC -- 2.6%	
2,380	AES Corporation *<F25>	138,338
		-----
	TOTAL COMMON STOCKS	
	(Cost \$3,843,611)	4,929,586
		-----
	SHORT-TERM INVESTMENTS -- 5.3%	
	VARIABLE RATE DEMAND NOTES #<F26> -- 5.3%	
\$153,544	Firststar Bank, 4.970%	\$ 153,544
65,335	General Mills, Inc., 4.825%	65,335
55,417	Pitney Bowes, Inc., 4.825%	55,417
		-----
	TOTAL SHORT-TERM INVESTMENTS	
	(Cost \$274,296)	274,296
		-----
	TOTAL INVESTMENTS	
	(COST \$4,117,907) -- 99.8%	5,203,882
		-----
	OTHER ASSETS,	
	LESS LIABILITIES -- 0.2%	10,930
		-----

TOTAL NET ASSETS -- 100.0%    \$5,214,812  
 -----  
 -----

\*<F25> Non-income producing security.

#<F26> Variable rate demand notes are considered short-term obligations and are payable on demand. Interest rates change periodically on specified dates. The rate listed is as of June 30, 1999.

See notes to financial statements

THE SIMMS FUNDS  
 INTERNATIONAL EQUITY FUND  
 SCHEDULE OF INVESTMENTS  
 June 30, 1999  
 -----

Shares		Value
-----		-----
	COMMON STOCKS -- 98.3%	
	ARGENTINA -- 1.0%	
	TELECOMMUNICATIONS -- 1.0%	
1,780	Telefonica de Argentina S.A. - ADR	\$ 55,848
	Total Argentina	55,848
	DENMARK -- 2.0%	
	TELECOMMUNICATIONS -- 2.0%	
4,300	Tele Danmark A/S - ADR	110,725
	Total Denmark	110,725
	FINLAND -- 6.6%	
	TELECOMMUNICATIONS -- 6.6%	
3,940	Nokia Oyj - ADR, Class A	360,756
	Total Finland	360,756
	FRANCE -- 4.0%	
	INSURANCE -- 2.5%	
2,240	Axa - ADR	139,580
	SOFTWARE -- 1.5%	
2,490	Dassault Systemes S.A. - ADR	82,637
	Total France	222,217
	GREECE -- 1.5%	
	TELECOMMUNICATIONS -- 1.5%	
7,680	Hellenic Telecommunications Organization SA (OTE) - ADR	84,960
	Total Greece	84,960
	HUNGARY -- 1.9%	
	TELECOMMUNICATIONS -- 1.9%	
3,780	Magyar Tavkozlesi Rt. - ADR	103,950

	Total Hungary	103,950
	IRELAND -- 4.7%	
	DRUGS -- 3.1%	
6,200	Elan Corporation PLC ADR *<F27>	172,050
	FINANCIAL SERVICES -- 1.6%	
3,120	Allied Irish Banks PLC - ADR	85,020
	Total Ireland	257,070
	ITALY -- 8.2%	
	OPTICAL SUPPLIES -- 2.6%	
9,240	Luxottica Group SPA - ADR	143,798
	TELECOMMUNICATIONS -- 5.6%	
2,930	Telecom Italia SPA - ADR	308,199
	Total Italy	451,997
	JAPAN -- 18.9%	
	COMPUTERS -- 5.3%	
2,900	Fujitsu Limited - ADR	291,710
	ELECTRONICS -- 4.5%	
8,470	Canon, Inc. - ADR	246,689
	RETAIL -- 2.2%	
1,800	Ito-Yokado Co., Ltd. - ADR	122,175
	TELECOMMUNICATIONS -- 6.9%	
6,120	Nippon Telegraph & Telephone Corporation - ADR	383,265
	Total Japan	1,043,839
	MEXICO -- 2.1%	
	TELECOMMUNICATIONS -- 2.1%	
1,420	Telefonos de Mexico S.A. - ADR	114,754
	Total Mexico	114,754
	NETHERLANDS -- 14.9%	
	ELECTRONICS -- 9.8%	
2,723	Philips Electronics N.V.	274,703
3,800	STMicroelectronics N.V. - NYS	263,625
		538,328
	HOUSEHOLD PRODUCTS -- 3.1%	
2,464	Unilever N.V.	171,884
	PRINTING & PUBLISHING -- 2.0%	
2,760	Wolters Kluwer N.V. - ADR	109,867
	Total Netherlands	820,079
	PORTUGAL -- 3.0%	
	TELECOMMUNICATIONS -- 3.0%	
4,070	Portugal Telecom S.A. - ADR	167,633
	Total Portugal	167,633

	SOUTH KOREA -- 1.5%	
	TELECOMMUNICATIONS -- 1.5%	
2,000	Korea Telecom Corporation - ADR*<F27>	80,000
	Total South Korea	80,000
	SPAIN -- 7.1%	
	OIL & GAS SERVICES -- 3.9%	
10,500	Repsol S.A. - ADR	213,281
	TELECOMMUNICATIONS -- 3.2%	
1,225	Telefonica S.A. - ADR	180,190
	Total Spain	393,471
	SWITZERLAND -- 2.4%	
	DRUGS -- 2.4%	
1,290	Roche Holding AG - ADR	132,602
	Total Switzerland	132,602
	UNITED KINGDOM -- 18.5%	
	BUSINESS SERVICES -- 3.3%	
2,120	WPP Group PLC - ADR	181,790
	DRUGS -- 3.6%	
5,020	AstraZeneca Group PLC - ADR	196,721
	FINANCIAL SERVICES -- 4.1%	
1,870	Barclays PLC - ADR	223,465
	FOOD, BEVERAGES & TOBACCO -- 3.3%	
6,920	Cadbury Schweppes PLC - ADR	184,245
	TELECOMMUNICATIONS -- 4.2%	
1,180	Vodafone AirTouch PLC - ADR	232,460
	Total United Kingdom	1,018,681
	TOTAL COMMON STOCKS (Cost \$4,890,829)	5,418,582
	PRINCIPAL AMOUNT	
	SHORT-TERM INVESTMENT -- 2.0%	
	VARIABLE RATE DEMAND NOTE #<F28> -- 2.0%	
\$110,215	Firststar Bank, 4.970%	110,215
	TOTAL SHORT-TERM INVESTMENT (Cost \$110,215)	110,215
	TOTAL INVESTMENTS (Cost \$5,001,044) -- 100.3%	5,528,797
	LIABILITIES, LESS OTHER ASSETS -- (0.3%)	(14,517)
	TOTAL NET ASSETS -- 100.0%	\$5,514,280

\*<F27> Non-income producing security.



#<F28> Variable rate demand notes are considered short-term obligations and are payable on demand. Interest rates change periodically on specified dates. The rate listed is as of June 30, 1999.

ADR - American Depository Receipts

NYS - New York Shares

See notes to financial statements

THE SIMMS FUNDS  
GLOBAL EQUITY FUND  
SCHEDULE OF INVESTMENTS  
June 30, 1999  
-----

Shares	Value
-----	-----
COMMON STOCKS -- 82.4%	
ARGENTINA -- 0.5%	
TELECOMMUNICATIONS -- 0.5%	
130 Telefonica de Argentina S.A. - ADR	4,079
	-----
Total Argentina	4,079
	-----
DENMARK -- 0.8%	
TELECOMMUNICATIONS -- 0.8%	
300 Tele Danmark A/S - ADR	7,725
	-----
Total Denmark	7,725
	-----
FINLAND -- 2.6%	
TELECOMMUNICATIONS -- 2.6%	
260 Nokia Oyj - ADR, Class A	23,806
	-----
Total Finland	23,806
	-----
FRANCE -- 1.6%	
INSURANCE -- 0.9%	
130 Axa - ADR	8,101
SOFTWARE -- 0.7%	
200 Dassault Systemes S.A. - ADR	6,637
	-----
Total France	14,738
	-----
GREECE -- 0.8%	
TELECOMMUNICATIONS -- 0.8%	
620 Hellenic Telecommunications Organization SA (OTE) - ADR	6,859
	-----
Total Greece	6,859
	-----
HUNGARY -- 0.8%	
TELECOMMUNICATIONS -- 0.8%	
260 Magyar Tavkozlesi Rt. - ADR	7,150
	-----
Total Hungary	7,150

-----  
IRELAND -- 1.7%  
DRUGS -- 1.0%  
340 Elan Corporation PLC - ADR\*<F29> 9,435  
FINANCIAL SERVICES -- 0.7%  
240 Allied Irish Banks  
PLC - ADR 6,540  
-----  
Total Ireland 15,975  
-----

ITALY -- 3.0%  
OPTICAL SUPPLIES -- 1.0%  
570 Luxottica Group SPA - ADR 8,871  
TELECOMMUNICATIONS -- 2.0%  
180 Telecom Italia SPA - ADR 18,934  
-----  
Total Italy 27,805  
-----

JAPAN -- 7.1%  
COMPUTERS -- 2.2%  
200 Fujitsu Limited - ADR 20,118  
ELECTRONICS -- 1.6%  
510 Canon, Inc. - ADR 14,854  
RETAIL -- 0.9%  
120 Ito-Yokado Co., Ltd. - ADR 8,145  
TELECOMMUNICATIONS -- 2.4%  
360 Nippon Telegraph & Telephone  
Corporation - ADR 22,545  
-----  
Total Japan 65,662  
-----

MEXICO -- 0.4%  
TELECOMMUNICATIONS -- 0.4%  
50 Telefonos de Mexico S.A. - ADR 4,041  
-----  
Total Mexico 4,041  
-----

NETHERLANDS -- 5.7%  
ELECTRONICS -- 3.5%  
138 Philips Electronics N.V. 13,921  
260 STMicroelectronics  
N.V. - NYS 18,038  
-----  
31,959  
-----

HOUSEHOLD PRODUCTS -- 1.3%  
170 Unilever N.V. 11,833  
PRINTING & PUBLISHING -- 0.9%  
220 Wolters Kluwer N.V. - ADR 8,758  
-----  
Total Netherlands 52,550  
-----

PORTUGAL -- 1.0%  
TELECOMMUNICATIONS -- 1.0%  
220 Portugal Telecom S.A. - ADR 9,061  
-----  
Total Portugal 9,061  
-----

SOUTH KOREA -- 0.6%

	TELECOMMUNICATIONS -- 0.6%	
130	Korea Telecom Corporation - ADR*<F29>	5,200
		-----
	Total South Korea	5,200
		-----
	SPAIN -- 3.2%	
	OIL & GAS SERVICES -- 1.6%	
720	Repsol S.A. - ADR	14,625
	TELECOMMUNICATIONS -- 1.6%	
101	Telefonica S.A. - ADR	14,918
		-----
	Total Spain	29,543
		-----
	SWITZERLAND -- 1.0%	
	DRUGS -- 1.0%	
90	Roche Holding AG - ADR	9,251
		-----
	Total Switzerland	9,251
		-----
	UNITED KINGDOM -- 7.1%	
	BUSINESS SERVICES -- 1.5%	
160	WPP Group PLC - ADR	13,720
	DRUGS -- 1.2%	
290	AstraZeneca Group PLC - ADR	11,364
	FINANCIAL SERVICES -- 1.4%	
110	Barclays PLC - ADR	13,145
	FOOD, BEVERAGES & TOBACCO -- 1.3%	
440	Cadbury Schweppes PLC - ADR	11,715
	TELECOMMUNICATIONS -- 1.7%	
80	Vodafone AirTouch PLC - ADR	15,760
		-----
	Total United Kingdom	65,704
		-----
	UNITED STATES -- 44.5%	
	AEROSPACE -- 1.9%	
280	AlliedSignal Inc.	17,640
	BUSINESS SERVICES -- 4.5%	
380	Cisco Systems, Inc. *<F29>	24,486
210	Omnicom Group Inc.	16,800
		-----
		41,286
		-----
	BUSINESS MACHINES -- 1.7%	
270	Xerox Corporation	15,947
	COMPUTERS -- 6.9%	
210	Dell Computer Corporation *<F29>	7,770
280	EMC Corporation *<F29>	15,400
160	International Business Machines Corporation	20,680
290	Sun Microsystems, Inc. *<F29>	19,974
		-----
		63,824
		-----
	DRUGS -- 2.9%	
110	Pfizer Inc.	12,073
280	Schering-Plough Corporation	14,840
		-----
		26,913
		-----
	ELECTRONICS -- 1.0%	
150	Intel Corporation	8,925

	ELECTRICAL EQUIPMENT -- 1.2%	
100	General Electric Company	11,300
	FINANCIAL SERVICES -- 5.0%	
240	Concord EFS, Inc.*<F29>	10,155
220	Fannie Mae	15,042
690	MBNA Corporation	21,131
		-----
		46,328
		-----
	INSURANCE -- 1.7%	
320	AFLAC Incorporated	15,320
	INTERNET SERVICES -- 1.7%	
140	America Online, Inc.	15,470
	MEDICAL INSTRUMENTS -- 1.6%	
290	Guidant Corporation *<F29>	14,917
	MULTI-INDUSTRY -- 1.9%	
180	Tyco International Ltd.	17,055
	RETAIL -- 5.1%	
200	Bed Bath & Beyond Inc. *<F29>	7,700
500	Tandy Corporation	24,437
310	Wal-Mart Stores, Inc.	14,957
		-----
		47,094
		-----
	SOFTWARE -- 3.1%	
170	Computer Associates International, Inc.	9,350
210	Microsoft Corporation *<F29>	18,939
		-----
		28,289
		-----
	TELECOMMUNICATIONS -- 3.3%	
320	AT&T Corp.	17,860
190	Lucent Technologies Inc.	12,813
		-----
		30,673
		-----
	UTILITIES - ELECTRIC -- 1.0%	
150	AES Corporation *<F29>	8,719
		-----
	Total United States	409,700
		-----
	TOTAL COMMON STOCKS (Cost \$682,189)	758,849
		-----
	SHORT-TERM INVESTMENTS -- 18.1%	
	VARIABLE RATE DEMAND NOTES #<F30> -- 18.1%	
\$30,500	Firststar Bank, 4.9700%	30,500
30,293	General Mills, Inc., 4.8250%	30,293
30,000	Pitney Bowes, Inc., 4.8250%	30,000
30,294	Sara Lee Corporation, 4.8200%	30,294
30,000	Warner-Lambert Company, 4.7010%	30,000
15,317	Wisconsin Electric Power Company, 4.7006%	15,317
		-----
	TOTAL SHORT- TERM INVESTMENTS (Cost \$166,404)	166,404
		-----
	TOTAL INVESTMENTS (Cost \$848,593) -- 100.5%	925,253
		-----
	LIABILITIES, LESS OTHER	

ASSETS -- (0.5%)	(4,414)
	-----
TOTAL NET ASSETS -- 100.0%	\$920,839
	-----
	-----

\*<F29> Non-income producing security.

#<F30> Variable rate demand notes are considered short-term obligations and are payable on demand. Interest rates change periodically on specified dates. The rate listed is as of June 30, 1999.

ADR - American Depository Receipts

NYS - New York Shares

See notes to financial statements

THE SIMMS FUNDS  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 1999  
-----

NOTE 1 -- DESCRIPTION OF FUNDS

The Simms Funds (the "Trust") was organized as a Delaware business trust on July 1, 1998 and is registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as an open-end management investment company issuing its shares in series, each series representing a distinct portfolio with its own investment objectives and policies. The series presently authorized are the U.S. Equity Fund, the International Equity Fund and the Global Equity Fund (collectively referred to as the "Funds"). Pursuant to the 1940 Act, the Funds are a "diversified" series of the Trust.

The U.S. Equity Fund commenced operations with the sale of Class Y shares on December 11, 1998. The investment objective of the Fund is capital appreciation through investments in the common stock of U.S. companies with large market capitalizations, including multinational companies. The Fund may also invest in convertible securities and preferred stock of U.S. companies.

The International Equity Fund commenced operations with the sale of Class Y shares on December 11, 1998. The investment objective of the Fund is capital appreciation through investments in the securities of foreign companies with large market capitalizations, including multinational companies. The Fund invests primarily in ADRs and may also invest directly in non-U.S. dollar-denominated equity securities of foreign companies.

The Global Equity Fund commenced operations with the sale of Class Y shares on December 18, 1998. The investment objective of the Fund is capital appreciation through investments in the securities of U.S. and foreign companies with large market capitalizations, including multinational companies. The Fund's foreign equity investments primarily consist of ADRs. The Fund may also invest directly in non-U.S. dollar-denominated equity securities of foreign companies.

Each Fund has issued two classes of shares: Class A and Class Y. Class A shares were initially sold on April 26, 1999, February 1, 1999 and February 19, 1999 for the U.S. Equity Fund, International Equity Fund and Global Equity Fund, respectively. The Class A shares are subject to an initial sales charge imposed at the time of purchase, in accordance with the Fund's prospectus, and expenses pursuant to the distribution and shareholder servicing plans described in Notes 7 and 8. The maximum sales charge is 4% of the offering price.

NOTE 2 -- SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Funds.

a) Investment Valuation -- Investment securities traded on a national securities exchange are valued at the last reported sales price at 4:00 p.m. Eastern time, unless there are no transactions on the valuation date, in which case they are valued at the mean between the closing asked and bid prices. Securities traded over-the-counter are valued at the last reported sales price unless there is no reported sales price, in which case the mean between the closing asked and bid prices is used. Debt securities with maturities of sixty days or less are valued at amortized cost, which approximates market value. Where market quotations are not readily available, securities are valued using methods which the Board of Trustees believe in good faith accurately reflects their fair value.

b) Income Recognition -- Interest income is accrued as earned. Dividend income is recorded on the ex-dividend date.

c) Securities Transactions -- Security transactions are accounted for on the date the securities are purchased or sold. Realized gains and losses on securities sold are determined using the high cost method.

d) Distributions to Shareholders -- The Funds record distributions to shareholders on the ex-dividend date. Dividends from net investment income are declared and paid annually. Distributions of net realized capital gains, if any, will be declared and distributed at least annually. The amounts of distributions from net investment income and net realized capital gains are determined in accordance with federal income tax regulations, which may differ from those amounts determined under generally accepted accounting principles. These book/tax differences are either temporary or permanent in nature. To the extent these differences are permanent, reclassifications are made in the capital accounts in the period that the difference arises. Accordingly, at June 30, 1999, reclassifications were recorded to increase accumulated undistributed net investment income by \$10,547 and \$32, increase accumulated net realized gain on investments by \$348,719 and \$327,190, and decrease paid in capital for shares of beneficial interest by \$359,266 and \$327,222 for the U.S. Equity Fund and International Equity Fund, respectively.

e) Federal Income Taxes -- The Funds' intend to comply with provisions of the Internal Revenue Code applicable to regulated investment companies, including the distribution of substantially all of each Fund's taxable income. Accordingly, no provision for federal income taxes is considered necessary in the financial statements.

f) Use of Estimates -- The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

g) Foreign Securities -- Investing in securities of foreign companies and foreign governments involves special risks and considerations not typically associated with investing in U.S. companies and the U.S. government. These risks include revaluation of currencies and future adverse political and economic developments. Moreover, securities of many foreign companies and foreign governments and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies and the U.S. government.

#### NOTE 3 -- FORMATION AND REORGANIZATION

On December 11, 1998, all of the assets and liabilities of the Simms Partners (U.S.) L.P. and the Simms Partners (International) L.P. (the "Partnerships") were transferred to the U.S. Equity Fund and International Equity Fund, respectively, in a reorganization (the "Reorganization"). The Reorganization was considered a tax-free exchange and no gain or loss was recognized by the Partnerships on the transfer of their assets to the respective Funds. The U.S.

Equity Fund and International Equity Fund retain the basis and holding periods of the assets transferred from the Partnerships for tax purposes. The market value of assets on the day of transfer of \$3,333,389 for the U.S. Equity Fund and \$4,221,506 for the International Equity Fund became the cost basis for financial reporting purposes for the respective Funds. This resulted in the tax basis of securities held for the U.S. Equity Fund and the International Equity Fund being \$1,096,452 and \$825,707 lower than their basis for financial reporting purposes, respectively. On June 30, 1999, the tax basis of these securities held by the U.S. Equity Fund and the International Equity Fund was \$737,186 and \$498,517 lower than their basis for financial reporting purposes, respectively.

NOTE 4 -- SHARES OF BENEFICIAL INTEREST

At June 30, 1999, each Fund had an authorized unlimited number of shares of beneficial interest with no par value.

The following table summarizes the capital share transactions of each class of shares for each Fund:

CLASS A	U.S. EQUITY FUND APRIL 26, 1999- JUNE 30, 1999		INTERNATIONAL EQUITY FUND FEBRUARY 1, 1999- JUNE 30, 1999		GLOBAL EQUITY FUND FEBRUARY 19, 1999- JUNE 30, 1999	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Sales	79	\$960	14,751	\$155,219	12,764	\$136,141
Redemptions	--	--	--	--	--	--
Net Increase	79	\$960	14,751	\$155,219	12,764	\$136,141
	--	----		-----		-----
	--	----		-----		-----

CLASS Y	U.S. EQUITY FUND DECEMBER 11, 1998- JUNE 30, 1999		INTERNATIONAL EQUITY FUND DECEMBER 11, 1998- JUNE 30, 1999		GLOBAL EQUITY FUND DECEMBER 18, 1998- JUNE 30, 1999	
	SHARES	AMOUNT	SHARES	AMOUNT	SHARES	AMOUNT
Sales	452,329	\$4,524,084	567,689	\$5,756,594	69,021	\$724,438
Redemptions	(40,660)	(437,740)	(82,118)	(858,616)	(47)	(506)
Net Increase	411,669	\$4,086,344	485,571	\$4,897,978	68,974	\$723,932
	-----	-----	-----	-----	-----	-----
	-----	-----	-----	-----	-----	-----

SHARES OUTSTANDING:

Beginning of period	5,000	5,000	1
End of period	416,669	490,571	68,975
	-----	-----	-----
	-----	-----	-----

NOTE 5 -- INVESTMENT TRANSACTIONS

During the period December 11, 1998 to June 30, 1999 for the U.S. Equity Fund and International Equity Fund and the period December 18, 1998 to June 30, 1999 for the Global Equity Fund, purchases and sales of investment securities (excluding short-term investments) were as follows:

U.S. EQUITY FUND	INTERNATIONAL EQUITY FUND	GLOBAL EQUITY FUND
-----	-----	-----

Purchases	\$2,433,424	\$3,071,729	\$830,895
Sales	\$1,925,282	\$2,260,487	\$131,256

The following information for the Funds is as of June 30, 1999:

	COST FOR FEDERAL INCOME TAX PURPOSES	NET TAX UNREALIZED APPRECIATION	TAX BASIS GROSS UNREALIZED APPRECIATION	TAX BASIS GROSS UNREALIZED DEPRECIATION
	-----	-----	-----	-----
U.S. Equity Fund	\$3,380,721	\$1,823,161	\$1,841,447	\$ 18,286
International Equity Fund	\$4,511,829	\$1,016,968	\$1,273,554	\$256,586
Global Equity Fund	\$ 848,646	\$ 76,607	\$ 103,869	\$ 27,262

The Global Equity Fund realized, on a tax basis, post-October losses through June 30, 1999 of \$16,754, which are not recognized for tax purposes until the first day of the following fiscal year.

#### NOTE 6 -- INVESTMENT ADVISORY AND OTHER AGREEMENTS

The Trust has an Investment Advisory Agreement (the "Agreement") with the Simms Capital Management, Inc. (the "Adviser"), with whom certain officers and Trustees of the Trust are affiliated, to furnish investment advisory services to the Funds. Under the terms of the Agreement, the Trust, on behalf of the Funds, compensates the Adviser for its management services based on an annual rate of 0.75% of the U.S. Equity Fund and 1.00% of the International Equity Fund and Global Equity Fund's average daily net assets.

The Adviser has agreed to voluntarily reimburse and/or absorb the Funds' advisory, organization and other expenses, to the extent necessary to ensure that each Fund's operating expenses do not exceed the following amounts:

	CLASS A	CLASS Y
	-----	-----
U.S. Equity Fund	2.06%	1.31%
International Equity Fund	2.38%	1.63%
Global Equity Fund	2.23%	1.48%

To the extent that the Adviser reimburses or absorbs fees and expenses, it may seek payment of such amounts for two years after the year in which expenses were reimbursed or absorbed. A Fund will make no such payment, however, if the total annual Fund operating expenses exceed the expense limits in effect at the time these payments or reimbursements are proposed.

Firststar Mutual Fund Services, LLC serves as transfer agent, administrator and accounting services agent for the Funds. Firststar Bank Milwaukee, N.A. serves as custodian for the Funds.

#### NOTE 7 -- DISTRIBUTION PLAN

The Trust, on behalf of the Funds, has adopted a distribution plan pursuant to Rule 12b-1 under the 1940 Act (the "12b-1 Plan"), which provides that each Fund's Class A shares may pay distribution fees of up to 0.50% of the average daily net assets to T.O. Richardson Securities, Inc. (the "Distributor"). Payments under the 12b-1 Plan shall be used to reimburse the Distributor for services provided and expenses incurred, including amounts paid to brokers or dealers, in connection with the sale of each Fund's shares. The U.S. Equity Fund, International Equity Fund and Global Equity Fund incurred \$1, \$190 and \$162 in fees pursuant to the 12b-1 Plan for the periods from April 26, 1999 to June 30, 1999, from February 1, 1999 to June 30, 1999 and from February 19, 1999 to June 30, 1999, respectively.

#### NOTE 8 -- SHAREHOLDER SERVICING PLAN

The Trust, on behalf of the Funds, has adopted a shareholder servicing plan. Under the shareholder servicing plan, Class A shares may pay financial



institutions, including affiliates of the Adviser, a fee of 0.25% of its average daily net assets for services relating to maintenance of investor accounts, including liaisons with investors. The U.S. Equity Fund, International Equity Fund and Global Equity Fund incurred \$1, \$95 and \$81 in fees pursuant to the shareholder servicing plan for the periods from April 26, 1999 to June 30, 1999, from February 1, 1999 to June 30, 1999 and from February 19, 1999 to June 30, 1999, respectively.

THE SIMMS FUNDS  
REPORT OF INDEPENDENT ACCOUNTANTS  
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To the Board of Trustees and Shareholders of  
The Simms Funds

In our opinion, the accompanying statements of assets and liabilities, including the schedules of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of the U.S. Equity Fund, the International Equity Fund, and the Global Equity Fund (constituting The Simms Funds, hereafter referred to as the "Funds") at June 30, 1999, and the results of each of their operations, changes in net assets and the financial highlights for each of the periods indicated, in conformity with generally accepted accounting principles. These financial statements and financial highlights (hereafter referred to as the "financial statements") are the responsibility of the Funds' management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with generally accepted auditing standards which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at June 30, 1999 by correspondence with the custodian and brokers, provide a reasonable basis for the opinion expressed above.

/s/ PRICEWATERHOUSECOOPERS LLP

PRICEWATERHOUSECOOPERS LLP

Milwaukee, Wisconsin  
July 30, 1999

THE SIMMS FUNDS  
TAX INFORMATION  
June 30, 1999  
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REQUIRED INCOME TAX DISCLOSURES

The International Equity Fund utilized earnings and profits distributed to shareholders on redemption of shares as part of the dividends paid deduction. The portion of earnings and profits distributed to shareholders on redemption of shares designated as a 20% rate capital gain distribution for purposes of the dividends paid deduction is \$9,152.

(SIMMS CAPITAL MANAGEMENT, INC.  
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