

Reallocation Summary September 14, 2006

Numbers continue to suggest that the cyclical theme that has been dominant during the bull market is fading. Recent industry performance results support our view that investors are increasingly tilting toward stocks that are less economically sensitive than those that have led the market since the spring of 2003 and over the past year in particular. Regardless, we continue to identify value and relative strength in industries that are less tied to the gyrations of the economy.

Most indexes hit a low on June 13, 2006. Since that date through September 12, 2006, the best-performing S&P 1500 sector indexes, in order of performance, are Telecommunication Services and Health Care. For that same period, the worst three performing sectors are Consumer Discretionary, Energy and Industrials. Telecommunications and Health Care derive revenue that is far less subject to the ups and downs of the economy. The lagging sectors, on the other hand, include companies whose revenues are closely tied to economic activity.

To better position the ICON mutual fund allocation portfolios for the changing theme that we believe is taking place, we are cutting back or eliminating our exposure to industries such as oil & gas drilling and steel and building positions in industries such as pharmaceuticals and integrated telecommunications.

In the Tactical Portfolio, we are trimming highly cyclical industries in the Materials and Industrials sectors to make room for less economically sensitive industries in the Healthcare and Telecommunication & Utilities sectors. In the Tactical and Balanced Portfolios, we also are paring stocks in the Consumer Discretionary sector to gain more exposure to undervalued issues in the Information Technology sector. In the Frontier Growth Portfolio, Industrials stocks are being liquidated to reallocate assets to the Information Technology and Healthcare sectors.

Although ICON's methodology is indifferent to market capitalization, throughout the bull market, our value-driven process had guided the Portfolios toward small- and mid-cap equities. During the past several months, however, our process has consistently pulled us toward more stable, mature companies that typically turn out to be large-cap issues. This phenomenon is particularly apparent in the Information Technology sector.

Past performance does not guarantee future results. Investing in securities has inherent risks.
The unmanaged Standard & Poor's (S&P) SuperComposite 1500 Sector Indexes track the performance of sectors that comprise the S&P SuperComposite 1500 Index. Total return figures for the unmanaged sector indexes include the reinvestment of dividends and capital gain distributions

but do not reflect deductions for commissions, management fees, and expenses. The Portfolios' composition may differ significantly from the indexes. Individuals cannot invest directly in an index.

Opinions and forecasts regarding industries, companies, and/or themes, and portfolio composition and holdings, are all subject to change at any time, based on market and other conditions, and should not be construed as a recommendation of any specific security. Portfolio composition and holdings are subject to change at any time and should not be construed as a recommendation of any security.

Management of the Portfolios involves sector allocation overlays using sector and diversified mutual funds as the investment vehicle. ICON is the investment adviser to mutual funds in which the Portfolios invest and receives a management fee from the funds for its advisory services. There are risks involved with mutual fund investing, including the risk of loss of principal. There is no assurance that the investment process will consistently lead to successful results. An investment concentrated in sectors and industries may involve greater risk and volatility than a more diversified investment, and the technology sector has been among the most volatile sectors in the market. There are risks associated with small- and mid-cap investing such as less liquidity, limited product lines, and small market share.

Consider the investment objectives, risks, charges, expenses, and share classes of each ICON Fund carefully before investing. The prospectus contains this and other information about the Funds and is available by visiting www.iconadvisers.com or by calling 1-800-828-4881; please read it carefully before investing.

Please visit ICON online at www.iconadvisers.com or call 1-800-828-4881 for the most recent copy of ICON's Form ADV, Part II.

Index Data Source: FactSet Research Systems