

As the second quarter of 2010 began, the Federal Reserve's "exit strategy" was a hot topic of debate. There were clear signs the economy was strengthening and the employment situation was stabilizing. Not surprisingly, long-term interest rates were at their highest levels since the 2008 financial crisis and were threatening to move higher. It didn't take long however for things to change — dramatically. By the end of the quarter, long-term interest rates had declined by 1% as expectations of growth evaporated, inflation fears once again gave way to deflation concerns and the debate topic changed from "exit strategy" to "double-dip."

The impetus for this sea change in investor sentiment is most commonly cited as the Greek debt problem, which quickly led to broader sovereign debt concerns in countries like Spain, Portugal, Ireland and Italy. The crisis appeared to morph into anxiety over the European banking system's holdings of this sovereign debt, caused the need for a TARP-like bailout package in Europe and fed fears the Euro itself would become the next victim. What started as a Greek debt problem evolved into a full-blown crisis that fueled a powerful "flight-to-quality" rally in U.S. treasury securities during the quarter and caused a global growth scare, including worries the U.S. recovery had stalled and was headed towards a "double-dip" recession. While we believe these events have lowered near term growth prospects for the U.S. economy, we remain optimistic growth can remain positive. More significantly, we view the events of this past quarter as an important turning point in the awareness and attitudes towards increasing levels of public debt, as well as the willingness to ignore the longer-term implications of running large deficits. The private sector (consumers and businesses) has already begun the deleveraging process — the public sector (government) may not be far behind.

A key contributor to performance for the quarter, especially apparent in May and June, was the flight-to-quality rally in U.S. treasury securities. Declining yields throughout the quarter led to longer duration assets outperforming shorter duration assets. Most notably, the corporate bond sector underperformed the U.S. treasury sector significantly during the second quarter. The aversion to risk led to higher risk premiums and wider spreads in the corporate sector with risk premiums on investment-grade corporate bonds increasing to their widest levels since mid-2009. In addition, prominent events during the quarter, such as debate on the financial regulation bill and the Gulf oil spill led specific sectors and credits to underperform relative to the broader corporate market.

While the U.S. economy may have lost some momentum, we think it is unlikely recent events in Europe will derail the U.S. recovery. As we have stated before, we believe the key to the US recovery lies with a successful resumption of real final demand from consumers and businesses, along with avoiding any further shocks to the financial system. While the recovery may proceed at a slower pace and take longer than the markets initially expected, we are optimistic the healing process for global economies will continue and economic growth will continue to be positive in the months ahead.

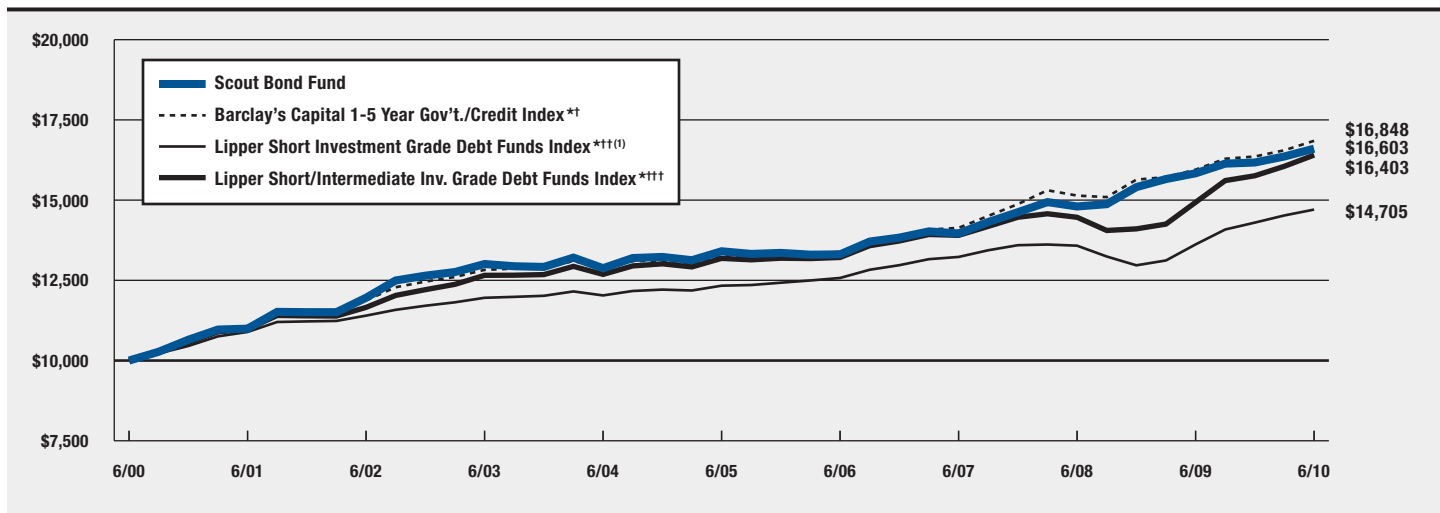
In considering this investment, please keep in mind that in an environment of rising interest rates, investors may expect to see declining bond prices. This effect is usually more pronounced for longer-term securities. The Fund's investments in mortgage securities are subject to prepayment risk, which may limit the potential for gain in a declining interest rate environment and increase the potential for loss in a rising interest rate environment.

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Scout Bond Fund (UMBBX)

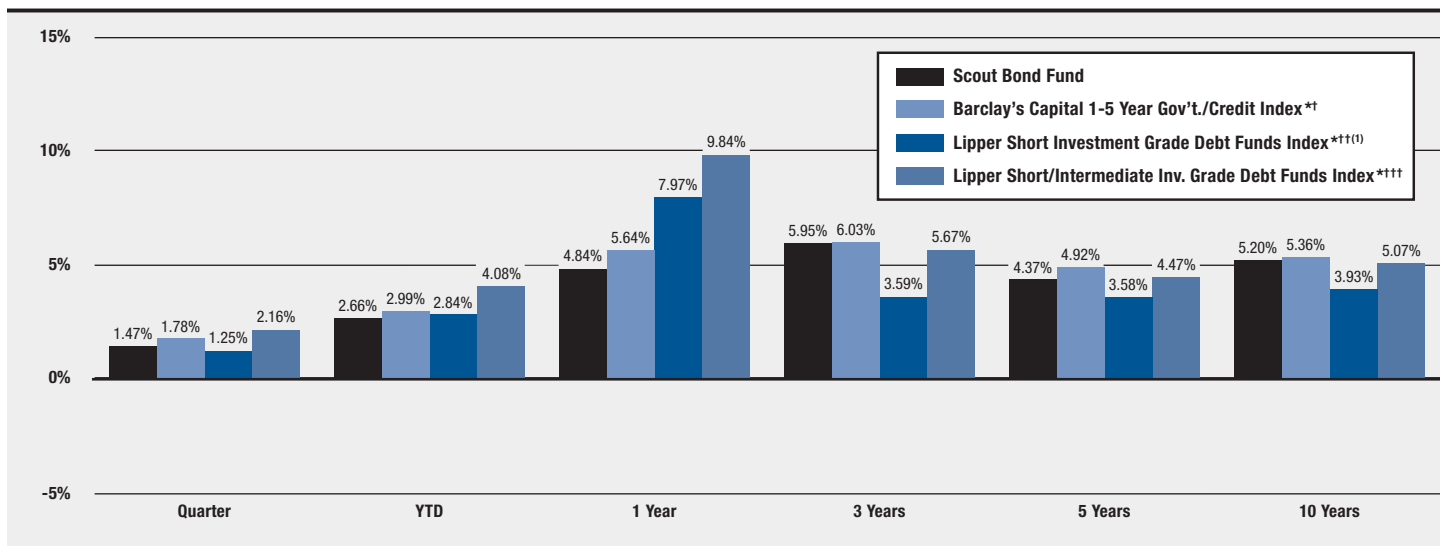
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HYPOTHETICAL GROWTH OF \$10,000 (UNAUDITED)



For illustrative purposes only; may not represent your returns.

HISTORICAL PERFORMANCE (UNAUDITED)



	TOTAL RETURNS						Gross Expense 6/30/09	Net Expense 6/30/09
	Quarter	YTD	1 Year	3 Years	5 Years	10 Years		
Scout Bond Fund	1.47%	2.66%	4.84%	5.95%	4.37%	5.20%	0.71% ⁽²⁾	0.57% ⁽²⁾
Barclay's Capital 1-5 Year Gov't./Credit Index**	1.78%	2.99%	5.64%	6.03%	4.92%	5.36%		
Lipper Short Investment Grade Debt Funds Index***†††	1.25%	2.84%	7.97%	3.59%	3.58%	3.93%		
Lipper Short/Intermediate Inv. Grade Debt Funds Index****	2.16%	4.08%	9.84%	5.67%	4.47%	5.07%		

* Unmanaged index of stocks, bonds or mutual funds. It is not possible to invest directly in an index.
† The Barclay's Capital 1-5 Year Government/Credit Index is a market value weighted performance benchmark for government and corporate fixed rate issues with maturities between one and five years.
†† The Lipper Short Investment Grade Debt Funds Index is an unmanaged index consisting of 30 mutual funds that invest at least 65% of assets in investment-grade debt issues with dollar-weighted average maturities of less than three years.
††† The Lipper Short/Intermediate Investment Grade Debt Funds Index is an unmanaged index consisting of 30 mutual funds that invest at least 65% of assets in investment-grade debt issues with dollar weighted average maturities of five to ten years.

⁽¹⁾ Effective June 30, 2010, the Lipper Short Investment Grade Debt Funds Index is replacing the Lipper Short/Intermediate Investment Grade Debt Funds Index. This change reflects Lipper's change in categorization of the Fund. The Lipper Short/Intermediate Investment Grade Debt Funds Index may be excluded from this comparison in the future.

⁽²⁾ Scout Investment Advisors, Inc. has entered into an agreement to limit the fees and/or make expense payments through October 31, 2011 so that actual total annual fund operating expenses of the Scout Bond Fund does not exceed 0.57%.

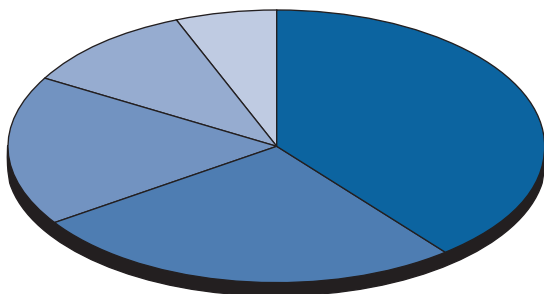
Performance returns for the Scout Bond Fund, Barclay's Capital 1-5 Year Gov't./Credit Index, Lipper Short Investment Grade Debt Funds Index and Lipper Short/Intermediate Investment Grade Debt Funds Index assume dividends were reinvested for the entire period.

Returns for periods greater than one year are compounded average annual rates of return.

The performance data quoted represents past performance and past performance is not a guarantee of future results. 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. Current performance may be lower or higher than the performance information quoted. To obtain performance information current to the most recent month-end, please call 800-996-2862. The performance returns for the Fund reflect a fee waiver in effect. In the absence of such a waiver, the returns would be reduced.

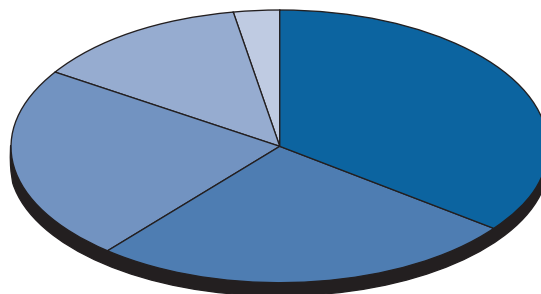
Gross and net expense ratios as of 12/31/09 were 0.57% and 0.70%, respectively.

FUND DIVERSIFICATION (UNAUDITED)*



as of June 30, 2010

Security Type	Scout Bond
Corporate Bonds	39.2%
Agency	26.6%
U.S. Treasury	17.7%
Mortgage-Backed	10.6%
Commercial Paper	5.9%
Total	100.0%



as of June 30, 2009

Security Type	Scout Bond
Corporate Bonds	35.5%
Agency	25.7%
U.S. Treasury	23.2%
Mortgage-Backed	12.9%
Commercial Paper	2.7%
Total	100.0%

COMPARISONS (UNAUDITED)

	Scout Bond	Barclay's Capital 1-5 Gov't./Credit**
Average Quality	AA+	AAA
Average Maturity	2.7 years	2.8 years
Average Duration	2.2 years	2.6 years
30-Day Yield	3.09%	2.96%
Number of Holdings	101	2,241
Total Assets (in millions)	\$126.3m	—
Inception Date	11/18/82	—

*Diversification holdings are based in total investments.

**Unmanaged index of stocks, bonds or mutual funds. It is not possible to invest directly in an index.

Portfolio composition will change due to ongoing management of the Fund. References to specific securities or sectors should not be construed as a recommendation by the Fund, its Advisor or Distributor.

INVESTMENT CATEGORY

- Short Investment Grade Debt

INVESTMENT OBJECTIVE

- Maximum current income consistent with quality and maturity standards

INVESTMENT PROCESS

The Fund invests in fixed-income instruments issued by the United States government and its agencies, or corporations or other business organizations. The Fund also invests in mortgage-backed securities. The Fund's investments in securities issued by corporations or other business entities will be rated, at the time of purchase, within the top four classifications of Moody's Investors Service, Inc. or Standard & Poor's® Ratings Group. The Fund normally invests at least 80% of its net assets in a diversified portfolio of fixed-income obligations.



Portfolio Management Team: (Left to Right)
Bruce C. Fernandez and Michael J. Heimlich

LEAD PORTFOLIO MANAGER:**Bruce C. Fernandez, CFA**

- Lead portfolio manager since 2008.
- Joined the Advisor in January 2008.
- Bachelor's degree and master's degree from Washington University.
- More than 28 years of investment management experience.

CO-PORTFOLIO MANAGER:**Michael J. Heimlich, CFA**

- Co-portfolio manager since 2008.
- Joined the Advisor in April 2008.
- Bachelor's degree from Purdue University.
- More than 10 years of investment management experience.

Scout Funds

See Further

Shares of the Scout Funds are not deposits or obligations of, nor guaranteed by, UMB Bank, n.a. or any other banking institution; nor are they insured by the Federal Deposit Insurance Corporation ("FDIC") or any other government agency. These shares involve investment risks, including the possible loss of the principal invested.

You should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. To obtain a Prospectus, which contains this and other information about the Fund, call 800-996-2862 or visit scoutfunds.com. Please read the Prospectus carefully before investing.

The Scout Funds are distributed by UMB Distribution Services, LLC, an affiliate of UMB Financial Corporation, and managed by Scout Investment Advisors, Inc., a subsidiary of UMB Financial Corporation.

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