

Columbia Management.

Columbia Cash Reserves

Annual Report – August 31, 2007

NOT FDIC INSURED	May Lose Value
NOT BANK ISSUED	No Bank Guarantee

President's Message

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An investment in money market mutual funds is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although money market mutual funds seek to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in money market mutual funds. Please see the prospectus for a complete discussion of investments in money market funds.

The views expressed in this report reflect the current views of the respective parties. These views are not guarantees of future performance and involve certain risks, uncertainties and assumptions that are difficult to predict so actual outcomes and results may differ significantly from the views expressed. These views are subject to change at any time based upon economic, market or other conditions and the respective parties disclaim any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for a Columbia Fund are based on numerous factors, may not be relied on as an indication of trading intent on behalf of any particular Columbia Fund. References to specific securities should not be construed as a recommendation or investment advice.



Dear shareholder:

Every six months, you receive a shareholder report for your Columbia Funds investment. We strive to bring you the information you need to make intelligent, informed investment decisions, in an attractive, easy-to-understand format. As is true with most materials we are required to send you, you can access this report and a variety of other information about your investments and accounts at www.columbiafunds.com.

We know that for many investors, the information contained in this shareholder report can seem very technical, and perhaps even intimidating. So we would like to take this opportunity to walk you through your shareholder report and point out some of the highlights we think you'll find useful.

Understanding Your Expenses

The "Understanding Your Expenses" section contains information about the management and transaction costs associated with your Columbia Funds investment. It includes both general information about mutual fund expenses and specific information pertinent to your fund, which can help you understand the expenses of managing your investments over the reporting period.

Financial Statements

The next several sections of your shareholder report are collectively known as the "Financial Statements." The financial statements provide a behind-the-scenes glimpse of the inner workings of your fund's portfolio.

One of the largest sections of the financial statements is the "Investment Portfolio," which details all of the fund's holdings, along with their market values as of the last day of the reporting period. This information is useful for analyzing how your fund's assets are invested and seeing where your portfolio manager believes the best opportunities exist to meet your objectives.

The "Statement of Assets and Liabilities" details the fund's assets, liabilities, net assets and share price for each share class.

The "Statement of Operations" details income earned and expenses incurred by the fund during the reporting period and shows the net gain or loss from portfolio holdings during the period.

The "Statement of Changes in Net Assets" describes how the fund's net assets were affected by its operating results, distributions to shareholders and shareholder transactions during the reporting period. This section also details changes in the number of shares outstanding.

"Financial Highlights" illustrates how the fund's net asset value (NAV) per share was affected by the fund's operating results and discloses performance for each share class.

The "Notes to Financial Statements" section discloses the organizational background of the fund, its significant accounting policies, federal tax information, fees and compensation paid to affiliates, and significant risks and contingencies.

Other Information

When space permits, shareholder reports contain a listing of all funds in the Columbia Management fund family, which may be useful to you as you work with your advisor to evaluate future investment needs. This list is always available on our Web site: www.columbiafunds.com. "Important Information About Your Fund" includes instructions for requesting additional copies of the shareholder report, as well as contact information for the Transfer Agent, Distributor and Investment Advisor. Annual reports contain additional information, such as an independent registered public accounting firm and biographies of the fund's trustees and officers.

We hope this guide to your shareholder report will help you get the most out of this important resource. Thank you for your business, and for your continued confidence in Columbia Funds.

Sincerely,

A handwritten signature in black ink, which appears to read "Chris Wilson". The signature is fluid and cursive, with a long horizontal flourish at the end.

Christopher L. Wilson
President, Columbia Funds

Economic and Market Review from Columbia Management’s Cash Investment Group

Short-term interest rates have fallen dramatically over the last several months as a result of ongoing disruptions in the financial markets and a shift to investments in government securities. In an effort to limit the adverse effect of these financial market disruptions on the broader economy, the Federal Open Market Committee (FOMC) reduced the discount rate by 50 basis points in mid-August 2007 and cut the discount rate and federal funds target rate by 50 basis points in mid-September 2007. Recent data has shown an improvement in the trade balance and firmer than forecasted retail sales which has dampened the speculation of future rate cuts by the FOMC as of the date of this review. The FOMC is likely to pay close attention to the “high frequency” data such as the unemployment rate and non-farm payrolls in the coming months as it evaluates the potential need for any further rate actions.

The asset-backed commercial paper (ABCP) market continues to be under unprecedented pressure and scrutiny as concerns over the subprime mortgage sector are impacting the short term fixed income markets. ABCP is a type of commercial paper that is backed by a pool of assets. That pool of assets is generally a mix of debt obligations, including, among others, credit-card debt, automobile loans and leases, prime and subprime mortgage-backed securities, student loans, trade receivables and other asset-backed securities. Structured investment vehicles (SIVs), a sector of the ABCP market, are special purpose vehicles that primarily buy highly-rated, high quality longer-term debt securities and fund themselves by issuing shorter-term senior debt (commercial paper and medium term notes) and subordinated debt or equity. A number of money market funds, including Columbia Cash Reserves, invest in ABCP, including commercial paper issued by SIVs as well as medium-term notes issued by SIVs. The value of the asset-backed securities, including SIVs, may be affected by, among other things, changes in: interest rates, the quality of the underlying assets or the market’s assessment thereof, factors concerning the interests in and structure of the issuer or the originator of the receivables, or the creditworthiness of the entities that provide any credit enhancements.

The ABCP market continues to function, although at wider spreads and under intense liquidity pressure. The amount of outstanding ABCP has been declining over the past few months with pronounced differences amongst ABCP sectors in terms of liquidity. U.S. bank-sponsored multi-seller conduits have had the best access to the market. SIVs have experienced significantly decreased liquidity as well as declines in the market value of certain categories of collateral underlying the SIVs, although, based on available information, the substantial majority of the underlying collateral remains of high quality. While maturities for ABCP issued in August and September generally ranged from overnight to seven days, recently investors have been more willing to purchase ABCP, certificates of deposit issued by high quality banks and commercial paper issued by industrial companies with maturities of three to six months.

October 15, 2007

Understanding Your Expenses – Columbia Cash Reserves

Estimating your actual expenses

To estimate the expenses that you paid over the period, first you will need your account balance at the end of the period:

- For shareholders who receive their account statements from Columbia Management Services, Inc., your account balance is available online at www.columbiainvestments.com or by calling Shareholder Services at 800.345.6611.
 - For shareholders who receive their account statements from their brokerage firm, contact your brokerage firm to obtain your account balance.
1. Divide your ending account balance by \$1,000.00. For example, if an account balance was \$8,600.00 at the end of the period, the result would be 8.6.
 2. In the section of the table below titled “Expenses paid during the period,” locate the amount for your share class. You will find this number in the column labeled “actual.” Multiply this number by the result from step 1. Your answer is an estimate of the expenses you paid on your account during the period.

A minimum account balance fee of \$20 that is charged once per year may be assessed if the value of your account falls below the minimum initial investment applicable to you. This fee is not included in the accompanying table. If you are subject to the fee, keep it in mind when you are estimating the ongoing expenses of investing in the fund and when comparing the expenses of this fund with other funds.

As a fund shareholder, you incur two types of costs. There are transaction costs, and ongoing costs, which generally include investment advisory fees and other fund expenses. The information on this page is intended to help you understand the ongoing costs of investing in the fund and to compare these costs with the ongoing costs of investing in other mutual funds.

Analyzing your fund’s expenses by share class

To illustrate these ongoing costs, we have provided an example and calculated the expenses paid by investors in each share class during the period. The information in the following table is based on an initial investment of \$1,000.00, which is invested at the beginning of the reporting period and held for the entire period. Expense information is calculated two ways and each method provides you with different information. The amount listed in the “actual” column is calculated using the fund’s actual operating expenses and total return for the period. The amount listed in the “hypothetical” column for each share class assumes that the return each year is 5% before expenses and is calculated based on the fund’s actual operating expenses. You should not use the hypothetical account values and expenses to estimate either your actual account balance at the end of the period or the expenses you paid during this reporting period.

Compare with other funds

Since all mutual funds are required to include the same hypothetical calculations about expenses in shareholder reports, you can use this information to compare the ongoing costs of investing in the fund with other funds. To do so, compare the 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds. As you compare hypothetical examples of other funds, it is important to note that hypothetical examples are meant to highlight the ongoing costs of investing in a fund and do not reflect any transaction costs, such as sales charges, redemption fees or exchange fees.

03/01/07 – 08/31/07

	Account value at the beginning of the period (\$)		Account value at the end of the period (\$)		Expenses paid during the period (\$)		Fund’s annualized expense ratio (%)
	Actual	Hypothetical	Actual	Hypothetical	Actual	Hypothetical	Actual
Capital Class Shares	1,000.00	1,000.00	1,026.52	1,024.20	1.02	1.02	0.20
Trust Class Shares	1,000.00	1,000.00	1,025.71	1,023.69	1.53	1.53	0.30
Liquidity Class Shares	1,000.00	1,000.00	1,025.71	1,023.44	1.79	1.79	0.35
Adviser Class Shares	1,000.00	1,000.00	1,025.21	1,022.94	2.30	2.29	0.45
Investor Class Shares	1,000.00	1,000.00	1,024.70	1,022.43	2.81	2.80	0.55
Daily Class Shares	1,000.00	1,000.00	1,023.39	1,021.17	4.08	4.08	0.80
Class A Shares	1,000.00	1,000.00	1,024.20	1,021.93	3.32	3.31	0.65
Class B Shares	1,000.00	1,000.00	1,020.82	1,018.65	6.62	6.61	1.30
Class C Shares	1,000.00	1,000.00	1,020.82	1,018.65	6.62	6.61	1.30
Class Z Shares	1,000.00	1,000.00	1,026.21	1,024.20	1.02	1.02	0.20
Institutional Class Shares	1,000.00	1,000.00	1,026.31	1,024.00	1.23	1.22	0.24
Marsico Shares	1,000.00	1,000.00	1,024.70	1,022.43	2.81	2.80	0.55

Expenses paid during the period are equal to the annualized expense ratio for the share class, multiplied by the average account value over the period, then multiplied by the number of days in the fund’s most recent fiscal half-year and divided by 365.

Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of expenses, account value at the end of the period would have been reduced.

It is important to note that the expense amounts shown in the table are meant to highlight only ongoing costs of investing in the fund. Therefore, the hypothetical examples provided may not help you determine the relative total costs of owning shares of different funds. If these transaction costs were included, your costs would have been higher.

Investment Portfolio – Columbia Cash Reserves, August 31, 2007

Corporate Bonds – 44.3%

	Par (\$)	Value (\$)		Par (\$)	Value (\$)
Acme Paper & Supply Co.			Carrera Capital Finance LLC		
LOC: Wachovia Bank N.A.			5.330% 04/28/08 (b)(c)(f)	80,000,000	79,994,768
5.880% 09/15/20 (a)	2,820,000	2,820,000	5.591% 11/15/07 (b)(c)(f)	100,000,000	99,997,960
Alliance & Leicester PLC			Cheyne Finance LLC		
5.340% 09/08/08 (b)(c)	500,000,000	500,000,000	5.313% 01/15/08 (b)(c)(f)(g)	100,000,000	99,989,912
American Express Credit Corp.			5.315% 12/17/07 (b)(c)(f)(g)	150,000,000	149,989,329
5.430% 03/05/08 (b)	323,000,000	323,000,471	5.315% 02/08/08 (b)(c)(f)(g)	100,000,000	99,989,304
Arogas, Inc.			5.315% 05/15/08 (b)(c)(f)(g)	100,000,000	99,982,839
LOC: Wachovia Bank N.A.			5.318% 06/16/08 (b)(c)(f)(g)	100,000,000	99,982,369
5.830% 12/01/10 (a)	5,410,000	5,410,000	5.325% 10/25/07 (b)(c)(f)(g)	18,500,000	18,499,726
Asscher Finance Corp.			Congregation Mkor Shalom		
5.500% 07/16/08 (c)(f)	201,167,000	201,167,000	LOC: Wachovia Bank N.A.		
Atlanta Bread Co. International, Inc.			5.830% 06/01/23 (a)	2,015,000	2,015,000
LOC: Columbus Bank & Trust Co.			Cornell Iron Works, Inc.		
5.720% 09/01/23 (a)	1,675,000	1,675,000	LOC: Wachovia Bank N.A.		
Atlas Capital Funding Corp.			5.760% 04/01/19 (a)	4,875,000	4,875,000
5.495% 09/25/07 (b)(c)(f)	170,000,000	170,000,000	Credit Agricole SA		
5.601% 09/17/07 (b)(c)(f)	400,000,000	400,000,000	5.350% 08/22/08 (b)(c)	425,000,000	425,000,000
Axon Financial Funding LLC			Crestmont Realty Corp.		
5.330% 05/02/08 (b)(c)(f)	150,000,000	149,990,000	LOC: Fifth Third Bank		
5.335% 06/02/08 (b)(c)(f)	100,000,000	100,000,000	5.640% 11/01/22 (a)	4,050,000	4,050,000
Bank of New York Co.			Cullinan Finance Corp.		
5.565% 05/27/08 (b)(c)	125,000,000	125,000,000	5.320% 10/15/07 (b)(c)(f)	75,000,000	74,999,076
Banque Federative du Credit Mutuel			5.320% 10/22/07 (b)(c)(f)	200,000,000	199,997,190
5.551% 09/12/08 (b)(c)	500,000,000	500,000,000	5.320% 10/24/07 (b)(c)(f)	400,000,000	399,994,479
Bear Stearns Companies, Inc.			5.320% 11/15/07 (b)(c)(f)	100,000,000	99,997,945
5.330% 01/09/08 (b)	405,000,000	405,000,000	5.320% 12/03/07 (b)(c)(f)	325,000,000	324,983,812
Bluegrass Wireless LLC			5.320% 12/06/07 (b)(c)(f)	424,000,000	423,978,287
LOC: Fifth Third Bank			5.320% 03/25/08 (b)(c)(f)	108,000,000	107,981,863
5.640% 02/01/12 (a)	5,700,000	5,700,000	5.320% 08/01/08 (b)(c)(f)	100,000,000	99,963,388
BNP Paribas			5.430% 12/19/07 (c)(f)	200,000,000	200,000,000
5.305% 09/26/07 (b)	820,000,000	819,986,234	Fannin and Fannin LLC		
5.330% 06/16/08 (b)	350,000,000	350,000,000	LOC: Fifth Third Bank		
5.500% 08/19/08 (b)(c)	325,000,000	325,000,000	5.640% 12/01/24 (a)	1,810,000	1,810,000
Boozer Lumber			First Tennessee Bank National Association		
LOC: Wachovia Bank N.A.			5.579% 09/16/08 (b)(c)	250,000,000	250,000,000
5.600% 10/01/17 (a)	3,130,000	3,130,000	Franklin Avenue Associates LP		
Brookwood Baptist Church			Insured: AMBAC		
LOC: AmSouth Bank N.A.			5.450% 01/01/23 (a)(c)	7,435,000	7,435,000
5.620% 12/01/23 (a)	4,220,000	4,220,000	General Electric Capital Corp.		
Brosis Finance LLC			5.694% 10/17/07 (b)	13,000,000	13,000,000
LOC: Branch Banking & Trust Co.					
5.500% 09/01/24 (a)	8,500,000	8,500,000			

See Accompanying Notes to Financial Statements.

Corporate Bonds (continued)

	Par (\$)	Value (\$)		Par (\$)	Value (\$)
Goldman Sachs Group, Inc.			Manor Homes Holdings LLC		
5.570% 09/21/07 (b)(c)	430,000,000	430,000,000	LOC: Wachovia Bank N.A.		
5.601% 09/13/07 (b)(c)	510,000,000	510,000,000	5.640% 06/01/23 (a)	4,760,000	4,760,000
5.601% 04/14/08 (b)	675,000,000	675,000,000	Marital Trust		
5.649% 04/16/08 (b)	200,000,000	200,000,000	LOC: AmSouth Bank N.A.		
5.681% 09/12/08 (b)(c)	219,500,000	219,500,000	5.620% 12/01/09 (a)	3,000,000	3,000,000
Greene River Packing, Inc.			Merrill Lynch & Co., Inc.		
LOC: Wachovia Bank N.A.			5.510% 08/22/08 (b)	710,000,000	710,000,000
5.880% 11/01/16 (a)	1,100,000	1,100,000	5.518% 09/17/08 (b)	397,000,000	397,000,000
Harrier Finance Funding LLC			5.621% 09/12/08 (b)	625,000,000	625,000,000
5.315% 10/10/07 (b)(c)(f)	250,000,000	249,995,993	Michael J. Barry		
5.320% 09/17/07 (b)(c)(f)	200,000,000	199,998,701	LOC: AmSouth Bank N.A.		
5.320% 11/15/07 (b)(c)(f)	200,000,000	199,995,890	5.620% 11/01/24 (a)	5,385,000	5,385,000
5.320% 11/28/07 (b)(c)(f)	100,000,000	99,997,666	MOB Management Two LLC		
Irish Life & Permanent PLC			5.800% 12/01/26 (b)	17,450,000	17,450,000
5.521% 09/19/08 (b)(c)	400,000,000	400,000,000	Morgan Stanley		
Johnson Bible College			5.368% 09/02/08 (b)	879,430,000	879,538,983
LOC: AmSouth Bank N.A.			5.410% 09/03/08 (b)	499,000,000	499,000,000
5.630% 09/01/18 (a)	1,900,000	1,900,000	5.590% 09/26/08 (b)	460,200,000	460,459,490
K2 (USA) LLC			Morgan Stanley Asset Funding, Inc.		
5.320% 11/20/07 (b)(c)(f)	100,000,000	99,997,872	5.525% 04/07/08 (b)	1,000,000,000	1,000,000,000
5.330% 08/01/08 (b)(c)(f)	250,000,000	249,931,352	National Australia Bank Ltd.		
L & H Holdings LLC			5.340% 07/18/08 (b)(c)	500,000,000	500,000,000
LOC: Wachovia Bank N.A.			National Rural Utilities Cooperative Finance Corp.		
6.060% 12/01/24 (a)	2,580,000	2,580,000	5.330% 08/29/08 (b)	320,000,000	320,000,000
Lee Family Partnership LLC			Natixis NY		
LOC: Wachovia Bank N.A.			5.350% 09/09/08 (b)(c)	575,000,000	575,000,000
5.640% 06/01/34 (a)	4,310,000	4,310,000	Nordea Bank AB		
Lehman Brothers Holdings, Inc.			5.320% 09/08/08 (b)(c)	300,000,000	300,000,000
5.619% 09/12/08 (b)	400,000,000	400,000,000	Northern Rock PLC		
Liberty Lighthouse Co. LLC			5.350% 09/05/08 (b)(c)	984,000,000	984,017,736
5.320% 10/10/07 (b)(c)(f)	100,000,000	99,997,899	5.450% 07/08/08 (b)(c)	101,500,000	101,500,000
5.320% 10/30/07 (b)(c)(f)	150,000,000	149,995,330	Pearlstone Distributors, Inc.		
5.320% 12/03/07 (b)(c)(f)	100,000,000	99,995,040	LOC: Wachovia Bank N.A.		
5.320% 06/23/08 (b)(c)(f)	100,000,000	99,975,457	5.800% 03/01/23 (a)	4,090,000	4,090,000
Links Finance LLC			Persimmon Ridge Golf Course		
5.320% 11/20/07 (b)(c)(f)	100,000,000	99,997,808	LOC: Fifth Third Bank		
5.323% 11/20/07 (b)(c)(f)	100,000,000	99,997,872	5.640% 04/01/14 (a)	2,365,000	2,365,000
5.325% 10/22/07 (b)(c)(f)	100,000,000	99,999,305	Premier Asset Collateralized Entity LLC		
Liquid Funding Ltd.			5.330% 10/19/07 (b)(c)(f)	50,000,000	49,999,338
5.325% 12/21/07 (b)(f)	200,000,000	199,991,120	5.340% 10/15/07 (b)(c)(f)	150,000,000	150,000,000
5.325% 01/15/08 (b)(c)(f)	200,000,000	199,988,964	5.340% 12/21/07 (b)(c)(f)	170,000,000	170,000,000
5.325% 04/10/08 (b)(c)(f)	90,000,000	89,991,988			
5.330% 11/15/07 (b)(c)(f)	75,000,000	74,998,459			
5.335% 05/09/08 (b)(c)(f)	200,000,000	199,980,492			
5.340% 09/06/07 (b)(c)(f)	100,000,000	99,999,727			
5.340% 09/28/07 (b)(c)(f)	200,000,000	199,997,217			

See Accompanying Notes to Financial Statements.

Corporate Bonds (continued)

	Par (\$)	Value (\$)		Par (\$)	Value (\$)
RDR Investment Co. LLC			Supreme Beverage Co.		
LOC: Wachovia Bank N.A.			LOC: AmSouth Bank N.A.		
5.930% 11/01/19 (a)	1,440,000	1,440,000	5.620% 04/01/19 (a)	4,700,000	4,700,000
Schulte Corp.			Tango Finance Corp.		
LOC: Fifth Third Bank			5.320% 09/17/07 (b)(c)(f)	94,000,000	93,999,559
5.640% 09/01/24 (a)	2,780,000	2,780,000	5.320% 10/15/07 (b)(c)(f)	64,000,000	63,999,233
Security Self-Storage, Inc.			5.320% 10/25/07 (b)(c)(f)	450,000,000	449,993,432
LOC: Fifth Third Bank			5.323% 10/22/07 (b)(c)(f)	66,500,000	66,499,307
5.640% 05/01/35 (a)	2,800,000	2,800,000	Unicredito Italiano Bank Ireland		
Sedna Finance, Inc.			5.350% 05/02/08 (b)(c)	300,000,000	300,000,000
5.325% 10/16/07 (b)(c)(f)	150,000,000	149,999,075	5.350% 09/08/08 (b)(c)	1,040,000,000	1,040,000,000
5.325% 10/23/07 (b)(c)(f)	200,000,000	199,997,151	5.629% 09/12/08 (b)(c)	550,000,000	550,000,000
5.325% 12/07/07 (b)(c)(f)	289,000,000	288,996,149	5.631% 09/12/08 (b)(c)	900,000,000	900,000,000
5.328% 10/19/07 (b)(c)(f)	100,000,000	99,999,014	Wells Fargo & Co.		
Servaas, Inc.			5.641% 09/12/08 (b)(c)	10,000,000	10,000,000
LOC: Fifth Third Bank			West Ridge Enterprises		
5.640% 03/01/13 (a)	5,190,000	5,190,000	LOC: Wachovia Bank N.A.		
Shephard Family Trust			5.830% 12/01/13 (a)	5,640,000	5,640,000
LOC: Columbus Bank & Trust Co.			Westpac Banking Corp.		
5.720% 05/01/24 (a)	8,315,000	8,315,000	5.330% 07/11/08 (b)(c)	288,750,000	288,750,000
Shepherd Capital LLC			Whistlejacket Capital LLC		
LOC: Wachovia Bank N.A.			5.320% 10/19/07 (b)(c)(f)	50,000,000	49,998,685
5.880% 03/15/49 (a)	1,730,000	1,730,000	5.320% 10/22/07 (b)(c)(f)	200,000,000	199,994,441
Sigma Finance, Inc.			5.320% 12/10/07 (b)(c)(f)	115,000,000	114,993,733
5.420% 09/17/07 (c)(f)	500,000,000	500,000,000	5.320% 12/17/07 (b)(c)(f)	50,000,000	49,997,085
5.500% 07/16/08 (c)(f)	300,000,000	300,000,000	White Pine Finance LLC		
SJD Service Co.			5.310% 04/24/08 (b)(c)(f)	147,500,000	147,473,845
LOC: Fifth Third Bank			5.310% 06/09/08 (b)(c)(f)	100,000,000	99,977,011
5.640% 10/01/23 (a)	2,660,000	2,660,000	5.320% 10/16/07 (b)(c)(f)	160,000,000	159,996,055
SLM Corp.			Zoological Society of Philadelphia		
5.541% 05/12/08 (b)(c)	65,000,000	65,000,000	LOC: Wachovia Bank N.A.		
5.548% 04/18/08 (b)(c)	544,000,000	543,952,502	5.710% 06/01/18 (a)	7,925,000	7,925,000
Southland Tube, Inc.			Total Corporate Bonds		
LOC: Wachovia Bank N.A.			(cost of \$29,087,036,521)		29,087,036,521
5.740% 06/01/10 (a)	3,420,000	3,420,000	Commercial Paper – 15.0%		
Stanfield Victoria Funding LLC			Alliance & Leicester PLC		
5.315% 04/11/08 (b)(c)(f)	100,000,000	99,985,892	5.250% 09/12/07 (c)(d)	100,000,000	99,839,583
5.315% 04/15/08 (b)(c)(f)	100,000,000	99,985,221	Amsterdam Funding Corp.		
5.320% 10/17/07 (b)(c)(f)	100,000,000	99,997,507	5.250% 10/04/07 (c)(d)	100,000,000	99,518,750
5.320% 03/25/08 (b)(c)(f)	100,000,000	99,988,865	5.250% 10/05/07 (c)(d)	250,000,000	248,760,417
5.325% 09/27/07 (b)(c)(f)	100,000,000	99,998,575	Barclays U.S. Funding Corp.		
5.325% 10/03/07 (b)(c)(f)	100,000,000	99,998,247	5.250% 09/07/07 (d)	440,000,000	439,615,000
5.325% 10/12/07 (b)(c)(f)	100,000,000	99,998,324	Cancara Asset Securitisation Ltd.		
5.325% 07/28/08 (b)(c)(f)	100,000,000	99,981,962	5.750% 09/13/07 (c)(d)	200,000,000	199,616,667
5.495% 08/22/08 (b)(c)(f)	200,000,000	200,000,000			

See Accompanying Notes to Financial Statements.

Commercial Paper (continued)

	Par (\$)	Value (\$)		Par (\$)	Value (\$)
Charta Corp.			General Electric Co.		
5.250% 10/15/07 (c)(d)	75,000,000	74,518,750	5.250% 09/27/07 (d)	848,000,000	844,784,667
5.260% 09/19/07 (c)(d)	200,000,000	199,474,000	Giro Balanced Funding Corp.		
Cheyne Finance LLC			5.420% 09/07/07 (c)(d)	250,000,000	249,774,167
5.320% 01/18/08 (b)(c)(f)(g)	75,000,000	74,991,523	Greyhawk Funding LLC		
Ciesco, Inc.			5.260% 09/10/07 (c)(d)	281,500,000	281,129,828
5.260% 09/18/07 (c)(d)	100,000,000	99,751,611	5.280% 10/25/07 (c)(d)	200,000,000	198,416,000
Citibank Credit Card Master Trust			Lexington Parker Capital Corp.		
5.255% 09/13/07 (c)(d)	100,000,000	99,824,833	5.330% 09/04/07 (c)(d)	50,500,000	50,477,570
Citigroup Funding, Inc.			6.000% 11/16/07 (c)(d)	198,500,000	195,985,667
5.210% 01/17/08 (d)	200,000,000	196,005,667	Manhattan Asset Funding Co. LLC		
5.250% 09/10/07 (d)	500,000,000	499,343,750	5.270% 10/15/07 (c)(d)	71,550,000	71,089,139
5.250% 09/14/07 (d)	250,000,000	249,526,042	Monument Gardens Funding LLC		
5.260% 10/22/07 (d)	100,000,000	99,254,833	6.100% 11/26/07 (c)(d)	100,000,000	98,542,778
Concord Minutemen Capital Co. LLC			6.150% 09/27/07 (c)(d)	100,000,000	99,555,833
5.320% 11/06/07 (c)(d)	80,250,000	79,467,295	Natixis Commercial Paper Corp.		
5.350% 09/14/07 (c)(d)	150,883,000	150,591,502	5.270% 09/13/07 (c)(d)	300,000,000	299,473,000
5.600% 11/14/07 (c)(d)	152,198,000	150,446,032	North Sea Funding LLC		
6.100% 10/18/07 (c)(d)	25,500,000	25,296,921	5.280% 10/29/07 (c)(d)	111,232,000	110,285,786
Corporate Asset Funding Co., Inc.			Old Line Funding LLC		
5.250% 10/16/07 (c)(d)	150,000,000	149,015,625	6.000% 11/20/07 (c)(d)	124,550,000	122,889,333
5.260% 09/17/07 (c)(d)	200,000,000	199,532,444	Picaros Funding LLC		
5.320% 11/15/07 (c)(d)	100,000,000	98,891,667	5.255% 09/13/07 (c)(d)	100,000,000	99,824,833
CRC Funding LLC			Rhineland Funding Capital Corp.		
5.290% 11/15/07 (c)(d)	262,500,000	259,607,031	5.250% 12/21/07 (c)(d)	91,470,000	89,989,329
5.320% 11/15/07 (c)(d)	200,000,000	197,783,333	5.285% 11/13/07 (c)(d)	102,109,000	101,014,718
Crown Point Capital Co. LLC			5.290% 09/06/07 (c)(d)	60,500,000	60,455,549
5.850% 09/10/07 (c)(d)	115,000,000	114,831,812	5.290% 09/12/07 (c)(d)	40,805,000	40,739,043
Curzon Funding LLC			5.340% 10/03/07 (b)(c)	156,000,000	155,995,273
5.190% 11/21/07 (c)(d)	95,000,000	93,890,638	5.340% 10/05/07 (b)(c)	180,000,000	179,996,709
5.195% 11/29/07 (c)(d)	50,000,000	49,357,840	5.485% 09/28/07 (b)(c)	210,000,000	209,998,502
Deer Valley Funding LLC			Silver Tower US Funding		
5.300% 10/16/07 (c)(d)	149,152,000	148,163,868	5.260% 10/24/07 (c)(d)	61,000,000	60,527,623
5.325% 10/26/07 (c)(d)	227,643,000	225,791,029	Solitaire Funding LLC		
Fairway Finance LLC			5.250% 09/12/07 (c)(d)	250,000,000	249,598,958
6.000% 11/13/07 (c)(d)	150,000,000	148,175,000	5.330% 11/09/07 (c)(d)	100,000,000	98,978,417
FCAR Owner Trust I			Versailles CDS LLC		
5.200% 11/16/07 (d)	247,500,000	244,783,000	5.800% 09/10/07 (c)(d)	65,000,000	64,905,750
5.220% 09/14/07 (d)	100,000,000	99,811,500	6.000% 11/21/07 (c)(d)	100,000,000	98,650,000
5.270% 10/24/07 (d)	160,000,000	158,758,622	Windmill Funding I Corp.		
Five Finance, Inc.			5.750% 09/10/07 (c)(d)	143,942,000	143,735,083
5.195% 11/30/07 (c)(d)(f)	77,750,000	76,740,222	Total Commercial Paper		
5.260% 10/23/07 (c)(d)(f)	100,000,000	99,240,222	(cost of \$9,825,680,584)		9,825,680,584
Gemini Securitization Corp.					
6.000% 11/21/07 (c)(d)	100,000,000	98,650,000			

See Accompanying Notes to Financial Statements.

Certificates of Deposit – 14.3%

	Par (\$)	Value (\$)
Bank of Montreal		
5.330% 11/20/07	777,500,000	777,500,000
5.350% 12/05/07	672,000,000	672,000,000
Bank of Tokyo Mitsubishi Ltd. NY		
5.320% 10/12/07	856,000,000	856,000,000
Barclays Bank PLC NY		
5.340% 10/02/07	1,332,460,000	1,332,460,000
Canadian Imperial Bank of Commerce NY		
5.701% 03/17/08 (b)	20,000,000	20,000,000
Citibank N.A.		
5.320% 09/07/07	200,000,000	200,000,000
Credit Agricole SA		
5.330% 11/26/07	495,000,000	495,000,000
Credit Industriel et Commercial		
5.340% 09/14/07	525,000,000	525,000,935
5.365% 12/12/07	673,500,000	673,509,288
Credit Suisse NY		
5.320% 10/16/07	899,000,000	899,000,000
5.420% 12/04/07	375,000,000	375,000,000
5.420% 01/16/08	686,000,000	686,000,000
DEPFA Bank PLC NY		
5.420% 06/13/08 (b)	125,000,000	125,000,000
Deutsche Bank AG NY		
5.400% 11/21/07	350,000,000	350,000,000
Mizuho Corporate Bank NY		
5.330% 10/11/07	660,000,000	660,000,000
Swedbank AB NY		
5.315% 09/17/07 (b)	753,000,000	752,991,974
Total Certificates of Deposit		
(cost of \$9,399,462,197)		9,399,462,197
Time Deposit – 4.2%		
Branch Banking & Trust		
4.125% 09/04/07	800,000,000	800,000,000
Regions Bank Grand Cayman		
4.750% 09/04/07	500,000,000	500,000,000
SunTrust Bank		
4.500% 09/04/07	500,000,000	500,000,000
Wells Fargo Bank N.A.		
4.500% 09/04/07	257,278,000	257,278,000
5.156% 09/04/07	700,000,000	700,000,000
Total Time Deposit		
(cost of \$2,757,278,000)		2,757,278,000

	Par (\$)	Value (\$)
Asset-Backed Securities – 3.5%		
Carlyle Loan Investment Ltd.		
5.410% 10/15/07 (b)(c)	125,000,000	125,000,000
5.661% 01/15/08 (b)(c)	65,000,000	65,000,000
Cheyne High Grade ABS CDO Ltd.		
5.390% 11/13/07 (b)(c)	300,000,000	300,000,000
Davis Square Funding Ltd.		
5.659% 10/16/38 (b)(c)	150,000,000	150,000,000
Interstar Millennium Trust		
5.485% 05/27/38 (b)(c)	202,681,775	202,681,775
Northlake CDO I Ltd.		
5.510% 03/06/33 (b)(c)	73,659,515	73,659,515
Paragon Mortgages PLC		
5.591% 06/15/41 (b)(c)	496,502,028	496,502,028
5.601% 10/15/41 (b)(c)	265,138,714	265,138,714
5.621% 01/15/39 (b)(c)	337,014,899	337,014,899
Putnam Structured Product CDO		
5.440% 01/15/38 (b)(c)	176,000,000	176,000,000
5.605% 02/25/32 (b)(c)	43,060,025	43,060,025
Saturn Ventures II, Inc.		
5.390% 11/07/07 (b)(c)	64,013,000	64,013,000
Total Asset-Backed Securities		
(cost of \$2,298,069,956)		2,298,069,956
Extendible Commercial Notes – 1.6%		
Capital One Multi-Asset Execution Trust		
5.275% 10/18/07 (c)(d)	100,000,000	99,311,319
Concord Minutemen Capital Co. LLC		
5.575% 09/05/07 (c)(d)	76,250,000	76,202,767
6.000% 09/12/07 (c)(d)	100,000,000	99,816,667
Ottimo Funding Ltd.		
5.600% 09/20/07 (b)(c)(g)	53,550,414	53,550,414
Rams Funding Three LLC		
5.750% 02/11/08 (b)(c)	104,770,000	104,770,000
Rams Funding Two LLC		
5.750% 02/11/08 (b)(c)	63,227,000	63,227,000
Sandlot Funding LLC		
5.280% 10/24/07 (c)(d)	55,000,000	54,572,467
Thornburg Mortgage Capital Resources LLC		
5.308% 10/03/07 (b)(c)	300,000,000	299,997,363
5.308% 03/03/08 (b)(c)	180,000,000	179,972,439
Total Extendible Commercial Notes		
(cost of \$1,031,420,436)		1,031,420,436

See Accompanying Notes to Financial Statements.

Funding Agreements – 2.4%

	Par (\$)	Value (\$)
Genworth Life Insurance Co.		
5.620% 05/16/08 (b)	100,000,000	100,000,000
Jackson National Life Global Funding		
5.430% 06/14/08 (b)	50,000,000	50,000,000
5.540% 09/23/08 (b)(c)	300,000,000	300,000,000
Metropolitan Life Insurance Co.		
5.430% 08/11/08 (b)	50,000,000	50,000,000
5.440% 07/25/08 (b)	182,000,000	182,000,000
New York Life Insurance		
5.420% 07/01/08 (b)	200,000,000	200,000,000
Transamerica Occidental Life Insurance Co.		
5.290% 07/29/08 (b)	125,000,000	125,000,000
5.410% 08/01/08 (b)	300,000,000	300,000,000
5.490% 07/29/08 (b)	20,000,000	20,000,000
5.520% 07/29/08 (b)	100,000,000	100,000,000
5.560% 07/29/08 (b)	117,000,000	117,000,000
Total Funding Agreements (cost of \$1,544,000,000)		1,544,000,000

Municipal Bonds – 1.8%

Alabama – 0.0%**AL City of Atmore**

Series 2004 B,

LOC: Southtrust Bank N.A.

5.800% 01/01/34 (a) 2,595,000 2,595,000

Alabama Total 2,595,000**Arizona – 0.0%****AZ Phoenix Industrial Development Authority**

Pilgrim Rest Foundation, Inc.,

Series 2005 B,

LOC: JPMorgan Chase Bank

5.630% 10/01/30 (a) 1,920,000 1,920,000

Arizona Total 1,920,000**California – 0.0%****CA Educational Facilities Authority**

University of Judaism,

Series 1998 B,

LOC: Allied Irish Bank

5.780% 12/01/28 (a) 5,800,000 5,800,000

California Total 5,800,000

	Par (\$)	Value (\$)
Colorado – 0.0%		
CO Housing & Finance Authority		
Series 2003 A-2, SPA: FHLB		
5.750% 10/01/33 (a)	9,810,000	9,810,000
Colorado Total		9,810,000

Florida – 1.6%**FL Hurricane Catastrophe Fund**

Series 2006 B,

5.631% 09/12/08 (b) 1,019,250,000 1,019,250,000

Florida Total 1,019,250,000**Georgia – 0.0%****GA Columbus Development Authority**

Woodmont Properties,

Series 2004,

LOC: Columbia Bank & Trust

5.750% 12/01/24 (a) 6,345,000 6,345,000

Georgia Total 6,345,000**Kansas – 0.0%****KS Manhattan Industrial Development Revenue**

Florence Corp.,

Series 2003,

LOC: Harris Trust Co. of California

5.615% 04/01/28 (a) 6,400,000 6,400,000

Kansas Total 6,400,000**Kentucky – 0.0%****KY Covington Industrial Building Revenue**

Series 2004,

LOC: Fifth Third Bank

5.640% 10/01/27 (a) 1,980,000 1,980,000

Kentucky Total 1,980,000**Louisiana – 0.0%****LA New Orleans Pension Revenue**

Series 2000,

Insured: AMBAC,

SPA: Bank One Louisiana

5.500% 09/01/30 (a) 4,400,000 4,400,000

Louisiana Total 4,400,000

See Accompanying Notes to Financial Statements.

Municipal Bonds (continued)

	Par (\$)	Value (\$)
Maryland – 0.0%		
MD Industrial Development Financing Authority		
Series 1998, LOC: Wachovia Bank N.A. 5.830% 08/01/18 (a)	1,515,000	1,515,000
Maryland Total		1,515,000
Massachusetts – 0.0%		
MA Development Financing Agency		
Whalers Cove LP, Series 2001 B, LOC: Wachovia Bank N.A. 5.880% 09/01/34 (a)	1,750,000	1,750,000
Massachusetts Total		1,750,000
Missouri – 0.1%		
MO Kansas City Tax Increment Financing Commission		
Series 2005, LOC: LaSalle Bank N.A. 5.590% 11/01/28 (a)	36,170,000	36,170,000
Missouri Total		36,170,000
New York – 0.0%		
NY New York City Housing Development Corp.		
200 West 26 LLC, Series 2002 A, LOC: Bayerische Landesbank 5.520% 06/01/33 (a)	18,590,000	18,590,000
New York Total		18,590,000
North Carolina – 0.0%		
NC Downtown Renaissance, Inc.		
Imperial Centre Partners LP, Series 2004, LOC: RBC Centura Bank 5.730% 02/01/25 (a)	3,896,000	3,896,000
NC Wake County Industrial Facilities & Pollution Control Financing Authority		
Series 1997 A, LOC: First Union National Bank 5.830% 04/01/18 (a)	2,215,000	2,215,000
North Carolina Total		6,111,000
Texas – 0.1%		
TX Harris County Houston Texas Sports Authority		
Series 2001 E, Insured: MBIA, SPA: Morgan Guaranty Trust 5.595% 11/15/30 (a)	7,900,000	7,900,000

	Par (\$)	Value (\$)
TX State		
Series 1994 A-2, SPA: DEPFA Bank PLC 5.520% 12/01/33 (a)	43,300,000	43,300,000
Series 1997 B-2, SPA: DEPFA Bank PLC 5.520% 12/01/29 (a)	5,215,000	5,215,000
Series 2005, SPA: Dexia Credit Local 5.520% 12/01/26 (a)	9,497,000	9,497,000
Texas Total		65,912,000
Wisconsin – 0.0%		
WI Housing & Economic Development Authority		
Series 2006 B, SPA: DEPFA Bank PLC 5.550% 09/01/37 (a)	11,983,000	11,983,000
Wisconsin Total		11,983,000
Total Municipal Bonds (cost of \$1,200,531,000)		1,200,531,000
Government & Agency Obligations – 0.6%		
U.S. Government Obligations – 0.6%		
U.S. Treasury Bill		
4.100% 02/28/08 (e)	169,356,000	165,884,202
4.120% 02/28/08 (e)	140,865,000	137,963,181
4.200% 02/28/08 (e)	86,050,000	84,242,950
U.S. Government Obligations Total		388,090,333
Total Government & Agency Obligations (cost of \$388,090,333)		388,090,333
Repurchase Agreements – 11.9%		
Repurchase agreement with BNP Paribas, dated 08/31/07, due on 09/04/07, at 5.450%, collateralized by commercial paper maturing 09/04/07, market value \$510,001,411 (repurchase proceeds \$500,302,778)	500,000,000	500,000,000
Repurchase agreement with BNP Paribas, dated 08/31/07, due on 09/04/07, at 5.480%, collateralized by corporate bonds with various maturities to 11/15/31, market value \$1,027,449,139 (repurchase proceeds \$1,000,608,889)	1,000,000,000	1,000,000,000

See Accompanying Notes to Financial Statements.

Repurchase Agreements (continued)

	Par (\$)	Value (\$)		Par (\$)	Value (\$)
Repurchase agreement with Credit Suisse First Boston, dated 08/31/07, due on 09/04/07, at 5.500%, collateralized by corporate bonds with various maturities to 01/15/67, market value \$1,133,004,689 (repurchase proceeds \$1,100,672,222)	1,100,000,000	1,100,000,000	Repurchase agreement with Salomon Smith Barney Citigroup, dated 08/31/07, due on 09/04/07, at 5.450%, collateralized by asset-backed securities and corporate bonds with various maturities to 09/15/49, market value \$1,931,250,001 (repurchase proceeds \$1,876,135,417)	1,875,000,000	1,875,000,000
Repurchase agreement with Deutsche Bank Securities, dated 08/31/07, due on 09/04/07, at 5.350%, collateralized by U.S. Government Agency Obligations with various maturities to 05/01/37, market value \$408,000,000 (repurchase proceeds \$400,237,778)	400,000,000	400,000,000	Repurchase agreement with UBS Securities, Inc., dated 08/31/07, due on 09/04/07, at 5.300%, collateralized by U.S. Government Agency Obligations with various maturities to 12/01/36, market value \$510,003,889 (repurchase proceeds \$500,294,444)	500,000,000	500,000,000
Repurchase agreement with Deutsche Bank Securities, dated 08/31/07, due on 09/04/07, at 5.455%, collateralized by certificates of deposit, commercial paper and asset-backed securities with various maturities to 09/12/52, market value \$1,786,800,077 (repurchase proceeds \$1,741,054,633)	1,740,000,000	1,740,000,000	Total Repurchase Agreements (cost of \$7,790,300,000)		7,790,300,000
Repurchase agreement with Greenwich Capital, dated 08/31/07, due on 09/04/07, at 5.450%, collateralized by U.S. Government Agency Obligations with various maturities to 09/01/47, market value \$510,003,107 (repurchase proceeds \$500,302,778)	500,000,000	500,000,000	Total Investments – 99.6% (cost of \$65,321,869,027)(h)		65,321,869,027
Repurchase agreement with JPMorgan Chase Bank, dated 08/31/07, due on 09/04/07, at 5.480%, collateralized by commercial paper with various maturities to 09/25/07, market value \$178,810,592 (repurchase proceeds \$175,406,738)	175,300,000	175,300,000	Other Assets & Liabilities, Net – 0.4%		269,879,740
			Net Assets – 100.0%		65,591,748,767

See Accompanying Notes to Financial Statements.

Columbia Cash Reserves, August 31, 2007

Notes to Investment Portfolio:

- (a) Variable rate obligation maturing in more than one year. These securities are secured by letters of credit or other credit support agreements from banks. The interest rate is changed periodically and the interest rate reflects the rate at August 31, 2007.
- (b) The interest rate shown on floating rate or variable rate securities reflects the rate at August 31, 2007.
- (c) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities, which are not illiquid except for those in the following table, amounted to \$31,295,603,118, which represents 47.7% of net assets.

Security	Acquisition Date	Acquisition Cost
Cheyne Finance LLC		
5.313% 01/15/08	01/10/07	\$ 100,000,000
5.315% 12/17/07	12/11/06	150,000,000
5.315% 02/08/08	02/01/07	100,000,000
5.315% 05/15/08	05/10/07	100,000,000
5.318% 06/16/08	06/11/07	100,000,000
5.320% 01/18/08	04/19/07	75,000,000
5.325% 10/25/07	10/18/06	18,500,000
Davis Square Funding Ltd.		
5.659% 10/16/38	10/15/03	150,000,000
Goldman Sachs Group, Inc.		
5.570% 09/21/07	06/22/06	430,000,000
5.601% 09/13/07	12/07/05	510,000,000
Jackson National Life Global Funding		
5.540% 09/23/08	11/24/06	300,000,000
Northlake CDO I Ltd.		
5.510% 03/06/33	03/02/07	73,659,515
Ottimo Funding Ltd.		
5.600% 09/20/07	08/08/07	53,550,414
Putnam Structured Product CDO		
5.440% 01/15/38	07/13/06	176,000,000
5.605% 02/25/32	11/27/06	43,060,025
Rams Funding Three LLC		
5.750% 02/11/08	08/24/07	104,770,000
Rams Funding Two LLC		
5.750% 02/11/08	08/24/07	63,227,000
Saturn Ventures II, Inc.		
5.390% 11/07/07	11/07/06	64,013,000
SLM Corp.		
5.541% 05/12/08	06/14/07	65,000,000
5.548% 04/18/08	04/20/07	544,000,000
		<u>\$3,220,779,954</u>

- (d) The rate shown represents the discount rate at the date of purchase.
- (e) The rate shown represents the annualized yield at the date of purchase.
- (f) Security issued by a structured investment vehicle.
- (g) Security is in default. See Note 8.
- (h) Cost for federal income tax purposes is \$65,321,869,027.

Acronym	Name
AMBAC	Ambac Assurance Corp.
FHLB	Federal Home Loan Bank
LOC	Letter of Credit
MBIA	MBIA Insurance Corp.
SPA	Stand-by Purchase Agreement

See Accompanying Notes to Financial Statements.

Statement of Assets and Liabilities – Columbia Cash Reserves

August 31, 2007

		(\$)
Assets	Investments, at amortized cost approximating value	57,531,569,027
	Repurchase agreements, at value	7,790,300,000
	<hr/>	
	Total investments, at value	65,321,869,027
	Cash	245
	Receivable for:	
	Investments sold	734,586
	Fund shares sold	19,413,644
	Interest	376,606,026
	Deferred Trustees' compensation plan	47,467
	<hr/>	
	Total Assets	65,718,670,995
Liabilities	Expense reimbursement due to Investment Advisor	72,368
	Payable for:	
	Fund shares repurchased	6,175,883
	Distributions	92,833,264
	Investment advisory fee	8,083,369
	Administration fee	2,143,071
	Transfer agent fee	125,684
	Pricing and bookkeeping fees	18,988
	Trustees' fees	268,685
	Custody fee	230,077
	Distribution and service fees	15,213,001
	Chief compliance officer expenses	2,500
	Deferred Trustees' compensation plan	47,467
	Other liabilities	1,707,871
	<hr/>	
Total Liabilities	126,922,228	
<hr/>		
Net Assets	65,591,748,767	
Net Assets Consist of	Paid-in capital	65,608,003,434
	Undistributed net investment income	307,880
	Accumulated net realized loss	(16,562,547)
	<hr/>	
Net Assets	65,591,748,767	

See Accompanying Notes to Financial Statements.

Statement of Assets and Liabilities – Columbia Cash Reserves

August 31, 2007 (continued)

Capital Class Shares	Net assets	\$13,992,966,594
	Shares outstanding	13,998,487,718
	Net asset value per share	\$ 1.00
Trust Class Shares	Net assets	\$ 2,737,087,244
	Shares outstanding	2,738,299,463
	Net asset value per share	\$ 1.00
Liquidity Class Shares	Net assets	\$ 1,220,566,009
	Shares outstanding	1,220,834,233
	Net asset value per share	\$ 1.00
Adviser Class Shares	Net assets	\$18,357,646,432
	Shares outstanding	18,361,676,361
	Net asset value per share	\$ 1.00
Investor Class Shares	Net assets	\$ 1,111,860,627
	Shares outstanding	1,112,889,208
	Net asset value per share	\$ 1.00
Daily Class Shares	Net assets	\$20,080,558,403
	Shares outstanding	20,084,440,357
	Net asset value per share	\$ 1.00
Class A Shares	Net assets	\$ 391,996,873
	Shares outstanding	392,147,524
	Net asset value per share	\$ 1.00
Class B Shares	Net assets	\$ 51,015,381
	Shares outstanding	51,083,907
	Net asset value per share	\$ 1.00
Class C Shares	Net assets	\$ 8,282,289
	Shares outstanding	8,283,185
	Net asset value per share	\$ 1.00
Class Z Shares	Net assets	\$ 707,426,288
	Shares outstanding	708,268,007
	Net asset value per share	\$ 1.00
Institutional Class Shares	Net assets	\$ 6,919,395,925
	Shares outstanding	6,920,766,107
	Net asset value per share	\$ 1.00
Marsico Shares	Net assets	\$ 12,946,702
	Shares outstanding	12,948,151
	Net asset value per share	\$ 1.00

See Accompanying Notes to Financial Statements.

Statement of Operations – Columbia Cash Reserves

For the Year Ended August 31, 2007

	(\$)(a)
Investment Income	Interest
	3,327,653,720
Expenses	
	Investment advisory fee
	92,886,275
	Administration fee
	61,767,576
	Distribution fee:
	Investor Class Shares
	1,454,288
	Market Class Shares
	9,688
	Daily Class Shares
	66,326,802
	Class A Shares
	333,473
	Class B Shares
	368,179
	Class C Shares
	45,655
	Shareholder servicing and administration fees:
	Trust Class Shares
	2,943,731
	Liquidity Class Shares
	2,696,701
	Adviser Class Shares
	42,381,138
	Investor Class Shares
	3,635,721
	Market Class Shares
	12,110
	Daily Class Shares
	47,376,287
	Class A Shares
	1,167,156
	Class B Shares
	171,817
	Class C Shares
	21,305
	Institutional Class Shares
	2,567,199
	Marsico Shares
	41,311
	Transfer agent fee
	1,357,534
	Pricing and bookkeeping fees
	180,806
	Trustees' fees
	22,573
	Custody fee
	1,219,015
	Chief compliance officer expenses
	15,000
	Other expenses
	6,611,576
	Total Expenses
	335,612,916
	Expenses waived or reimbursed by Investment Advisor and/or Administrator
	(39,962,152)
	Fees waived by Shareholder Services Provider - Liquidity Class Shares
	(1,078,681)
	Expense reductions
	(309,045)
	Net Expenses
	294,263,038
	Net Investment Income
	3,033,390,682
	Net realized loss on investments
	(526,952)
	Net Increase Resulting from Operations
	3,032,863,730

(a) Market Class shares reflect activity for the period September 1, 2006 through May 30, 2007.

See Accompanying Notes to Financial Statements.

Statement of Changes in Net Assets – Columbia Cash Reserves

Increase (Decrease) in Net Assets		Year Ended August 31, 2007 (\$)(a)(b)	Period April 1, through August 31, 2006 (\$)(c)	Year Ended March 31, 2006 (\$)(d)(e)	
Operations	Net investment income	3,033,390,682	1,236,651,121	1,852,286,885	
	Net realized loss on investments	(526,952)	(4,996,257)	(8,445,462)	
	Net Increase Resulting from Operations	3,032,863,730	1,231,654,864	1,843,841,423	
Distributions to Shareholders	From net investment income:				
	Capital Class Shares	(672,983,569)	(360,248,579)	(596,777,002)	
	Trust Class Shares	(149,264,144)	(76,005,438)	(121,950,257)	
	Liquidity Class Shares	(54,182,108)	(25,151,024)	(39,787,574)	
	Adviser Class Shares	(834,882,041)	(292,649,450)	(433,668,554)	
	Investor Class Shares	(70,165,280)	(27,066,667)	(49,746,465)	
	Market Class Shares	(228,308)	(75,710)	(31,016)	
	Daily Class Shares	(866,877,286)	(309,995,877)	(391,177,273)	
	Class A Shares	(15,763,501)	(4,849,905)	(8,630,269)	
	Class B Shares	(2,002,170)	(908,028)	(967,404)	
	Class C Shares	(248,120)	(77,868)	(44,106)	
	Class Z Shares	(36,699,169)	(15,187,235)	(11,871,475)	
	Institutional Class Shares	(329,525,525)	(124,213,479)	(196,935,027)	
	Marsico Shares	(569,462)	(221,858)	(356,638)	
		Total Distributions to Shareholders	(3,033,390,683)	(1,236,651,118)	(1,851,943,060)
		Net Capital Share Transactions	1,695,880,598	1,384,523,882	11,955,057,279
	Total Increase in Net Assets	1,695,353,645	1,379,527,628	11,946,955,642	
Net Assets	Beginning of period	63,896,395,122	62,516,867,494	50,569,911,852	
	End of period	65,591,748,767	63,896,395,122	62,516,867,494	
	Undistributed net investment income at end of period	307,880	307,881	307,878	

See Accompanying Notes to Financial Statements.

Statement of Changes in Net Assets – Columbia Cash Reserves

	Year Ended August 31, 2007 (a)(b)		Period April 1, through August 31, 2006 (c)		Year Ended March 31, 2006 (d)(e)	
	Shares	Dollars (\$)	Shares	Dollars (\$)	Shares	Dollars (\$)
Changes in Shares						
Capital Class Shares						
Subscriptions	78,936,655,003	78,936,655,003	46,774,167,093	46,774,167,092	100,943,021,867	100,943,021,575
Distributions reinvested	408,751,026	408,751,026	213,484,218	213,484,218	371,709,079	371,709,079
Redemptions	(82,261,243,709)	(82,261,243,709)	(47,962,127,124)	(47,962,127,124)	(101,713,829,809)	(101,713,829,809)
Net decrease	(2,915,837,680)	(2,915,837,680)	(974,475,813)	(974,475,814)	(399,098,863)	(399,099,155)
Trust Class Shares						
Subscriptions	3,622,926,505	3,622,926,505	1,589,370,938	1,589,370,938	4,658,664,753	4,658,664,753
Distributions reinvested	3,433,060	3,433,060	1,543,729	1,543,729	2,278,762	2,278,762
Redemptions	(4,787,108,402)	(4,787,108,402)	(1,403,794,578)	(1,403,794,578)	(4,406,075,714)	(4,406,075,714)
Net increase (decrease)	(1,160,748,837)	(1,160,748,837)	187,120,089	187,120,089	254,867,801	254,867,801
Liquidity Class Shares						
Subscriptions	5,470,314,467	5,470,314,467	2,626,562,835	2,626,562,835	4,938,713,854	4,938,713,854
Distributions reinvested	46,047,527	46,047,527	22,269,908	22,269,908	37,106,696	37,106,696
Redemptions	(5,545,748,449)	(5,545,748,449)	(2,440,680,565)	(2,440,680,565)	(5,140,053,304)	(5,140,053,304)
Net increase (decrease)	(29,386,455)	(29,386,455)	208,152,178	208,152,178	(164,232,754)	(164,232,754)
Adviser Class Shares						
Subscriptions	43,698,115,169	43,698,115,169	19,756,957,523	19,756,957,523	40,719,708,692	40,719,708,692
Distributions reinvested	178,013,390	178,013,390	66,644,231	66,644,231	94,586,230	94,586,230
Redemptions	(41,334,257,792)	(41,334,257,792)	(18,222,812,305)	(18,222,812,304)	(37,681,248,527)	(37,681,248,527)
Net increase	2,541,870,767	2,541,870,767	1,600,789,449	1,600,789,450	3,133,046,395	3,133,046,395
Investor Class Shares						
Subscriptions	3,185,241,660	3,185,241,660	1,318,869,984	1,318,869,984	4,097,421,500	4,097,421,500
Distributions reinvested	58,726,128	58,726,128	22,918,905	22,918,905	43,278,334	43,278,334
Redemptions	(3,539,023,673)	(3,539,023,673)	(1,594,262,086)	(1,594,262,086)	(4,295,373,222)	(4,295,373,222)
Net decrease	(295,055,885)	(295,055,885)	(252,473,197)	(252,473,197)	(154,673,388)	(154,673,388)
Market Class Shares						
Subscriptions	5,004,167	5,004,168	2,762,878	2,762,878	3,367,520	3,367,520
Distributions reinvested	181,748	181,748	69,054	69,054	29,487	29,487
Redemptions	(10,282,918)	(10,282,918)	(723,842)	(723,842)	(420,675)	(420,675)
Net increase (decrease)	(5,097,003)	(5,097,002)	2,108,090	2,108,090	2,976,332	2,976,332
Daily Class Shares						
Subscriptions	10,831,697,844	10,831,697,844	3,774,185,871	3,774,185,871	11,197,073,069	11,197,073,069
Distributions reinvested	866,857,867	866,857,867	310,083,848	310,083,848	391,173,007	391,173,007
Redemptions	(9,020,050,369)	(9,020,050,369)	(3,617,119,213)	(3,617,119,214)	(4,209,855,697)	(4,209,855,697)
Net increase	2,678,505,342	2,678,505,342	467,150,506	467,150,505	7,378,390,379	7,378,390,379
Class A Shares						
Subscriptions	757,876,404	757,876,404	175,056,771	175,056,771	318,181,313	318,181,313
Distributions reinvested	15,555,987	15,555,987	4,799,264	4,799,264	8,581,846	8,581,846
Redemptions	(697,292,217)	(697,292,217)	(115,405,321)	(115,405,320)	(331,793,181)	(331,793,181)
Net increase (decrease)	76,140,174	76,140,174	64,450,714	64,450,715	(5,030,022)	(5,030,022)

See Accompanying Notes to Financial Statements.

Statement of Changes in Net Assets (continued) – Columbia Cash Reserves

	Year Ended August 31, 2007 (a)(b)		Period April 1, through August 31, 2006 (c)		Year Ended March 31, 2006 (d)(e)	
	Shares	Dollars (\$)	Shares	Dollars (\$)	Shares	Dollars (\$)
Class B Shares						
Subscriptions	26,472,358	26,472,358	15,059,564	15,059,564	11,891,442	11,891,442
Proceeds received in connection with merger	—	—	—	—	48,772,764	48,716,804
Distributions reinvested	1,759,049	1,759,049	804,151	804,151	855,334	855,334
Redemptions	<u>(34,121,962)</u>	<u>(34,121,973)</u>	<u>(16,194,550)</u>	<u>(16,194,554)</u>	<u>(26,290,660)</u>	<u>(26,290,660)</u>
Net increase (decrease)	(5,890,555)	(5,890,566)	(330,835)	(330,839)	35,228,880	35,172,920
Class C Shares						
Subscriptions	11,528,663	11,528,663	6,646,564	6,646,564	4,324,280	4,324,280
Distributions reinvested	212,161	212,161	65,755	65,755	35,850	35,850
Redemptions	<u>(9,210,836)</u>	<u>(9,210,836)</u>	<u>(3,874,136)</u>	<u>(3,874,136)</u>	<u>(2,988,359)</u>	<u>(2,988,359)</u>
Net increase	2,529,988	2,529,988	2,838,183	2,838,183	1,371,771	1,371,771
Class Z Shares						
Subscriptions	310,385,408	310,385,408	124,559,681	124,559,681	117,515,462	117,515,462
Proceeds received in connection with merger	—	—	—	—	834,964,976	834,267,422
Distributions reinvested	35,449,864	35,449,864	14,653,375	14,653,375	11,526,581	11,526,581
Redemptions	<u>(367,907,354)</u>	<u>(367,907,354)</u>	<u>(163,045,036)</u>	<u>(163,045,037)</u>	<u>(209,834,950)</u>	<u>(209,834,950)</u>
Net increase (decrease)	(22,072,082)	(22,072,082)	(23,831,980)	(23,831,981)	754,172,069	753,474,515
Institutional Class Shares						
Subscriptions	24,148,539,893	24,148,539,893	7,296,059,406	7,296,059,406	17,371,616,757	17,371,616,757
Distributions reinvested	296,732,236	296,732,236	116,518,821	116,518,821	182,432,067	182,432,067
Redemptions	<u>(23,616,063,642)</u>	<u>(23,616,063,642)</u>	<u>(7,310,400,612)</u>	<u>(7,310,400,612)</u>	<u>(16,434,637,126)</u>	<u>(16,434,637,126)</u>
Net increase	829,208,487	829,208,487	102,177,615	102,177,615	1,119,411,698	1,119,411,698
Marsico Shares						
Subscriptions	8,303,679	8,303,679	4,928,270	4,928,270	6,683,370	6,683,370
Distributions reinvested	569,441	569,441	221,857	221,857	356,606	356,606
Redemptions	<u>(7,158,773)</u>	<u>(7,158,773)</u>	<u>(4,301,239)</u>	<u>(4,301,239)</u>	<u>(7,659,189)</u>	<u>(7,659,189)</u>
Net increase (decrease)	1,714,347	1,714,347	848,888	848,888	(619,213)	(619,213)

(a) Market Class shares reflect activity for the period September 1, 2006 through May 30, 2007.

(b) On May 30, 2007, Market Class shares were exchanged for Class A shares.

(c) The Fund changed its fiscal year end from March 31 to August 31.

(d) On August 22, 2005, the Fund's Investor A, B and C shares were renamed Class A, B and C shares, respectively.

(e) Class Z shares of the Fund commenced operations on November 18, 2005.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Capital Class Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0517	0.0206	0.0356	0.0158	0.0100	0.0161
Less Distributions to Shareholders:						
From net investment income	(0.0517)	(0.0206)	(0.0356)	(0.0158)	(0.0100)	(0.0161)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	5.30%	2.08%(d)	3.62%	1.59%	1.01%	1.63%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.20%	0.20%(f)	0.20%	0.20%	0.20%	0.20%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.20%	0.20%(f)	0.20%	0.20%	0.20%	0.20%
Waiver/Reimbursement	0.06%	0.06%(f)	0.07%	0.07%	0.06%	0.06%
Net investment income (e)	5.17%	4.91%(f)	3.58%	1.53%	1.01%	1.62%
Net assets, end of period (000's)	\$13,992,967	\$16,908,924	\$17,884,676	\$18,286,171	\$24,767,958	\$33,084,072

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Trust Class Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0507	0.0202	0.0346	0.0148	0.0090	0.0151
Less Distributions to Shareholders:						
From net investment income	(0.0507)	(0.0202)	(0.0346)	(0.0148)	(0.0090)	(0.0151)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	5.19%	2.04%(d)	3.52%	1.49%	0.91%	1.53%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.30%	0.30%(f)	0.30%	0.30%	0.30%	0.30%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.30%	0.30%(f)	0.30%	0.30%	0.30%	0.30%
Waiver/Reimbursement	0.06%	0.06%(f)	0.07%	0.07%	0.06%	0.06%
Net investment income (e)	5.07%	4.83%(f)	3.48%	1.47%	0.91%	1.52%
Net assets, end of period (000's)	\$2,737,087	\$3,897,869	\$3,711,063	\$3,456,700	\$4,080,552	\$5,005,841

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Liquidity Class Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0502	0.0200	0.0341	0.0143	0.0085	0.0146
Less Distributions to Shareholders:						
From net investment income	(0.0502)	(0.0200)	(0.0341)	(0.0143)	(0.0085)	(0.0146)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	5.14%	2.02%(d)	3.46%	1.44%	0.86%	1.47%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.35%	0.35%(f)	0.35%	0.35%	0.35%	0.35%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.35%	0.35%(f)	0.35%	0.35%	0.35%	0.35%
Waiver/Reimbursement	0.16%	0.16%(f)	0.17%	0.17%	0.64%	0.76%
Net investment income (e)	5.02%	4.77%(f)	3.40%	1.39%	0.86%	1.47%
Net assets, end of period (000's)	\$1,220,566	\$1,249,962	\$1,041,913	\$1,206,319	\$1,343,416	\$1,572,140

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Adviser Class Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0492	0.0196	0.0331	0.0133	0.0075	0.0136
Less Distributions to Shareholders:						
From net investment income	(0.0492)	(0.0196)	(0.0331)	(0.0133)	(0.0075)	(0.0136)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	5.04%	1.97%(d)	3.36%	1.34%	0.76%	1.37%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.45%	0.45%(f)	0.45%	0.45%	0.45%	0.45%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.45%	0.45%(f)	0.45%	0.45%	0.45%	0.45%
Waiver/Reimbursement	0.06%	0.06%(f)	0.07%	0.07%	0.06%	0.06%
Net investment income (e)	4.92%	4.68%(f)	3.36%	1.33%	0.76%	1.37%
Net assets, end of period (000's)	\$18,357,646	\$15,815,912	\$14,216,339	\$11,085,234	\$12,093,316	\$6,834,801

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Investor Class Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0482	0.0192	0.0321	0.0123	0.0065	0.0126
Less Distributions to Shareholders:						
From net investment income	(0.0482)	(0.0192)	(0.0321)	(0.0123)	(0.0065)	(0.0126)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	4.93%	1.93%(d)	3.26%	1.23%	0.66%	1.27%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.55%	0.55%(f)	0.55%	0.55%	0.55%	0.55%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.55%	0.55%(f)	0.55%	0.55%	0.55%	0.55%
Waiver/Reimbursement	0.06%	0.06%(f)	0.07%	0.07%	0.06%	0.06%
Net investment income (e)	4.82%	4.57%(f)	3.18%	1.18%	0.66%	1.27%
Net assets, end of period (000's)	\$1,111,861	\$1,406,932	\$1,659,521	\$ 1,814,403	\$2,321,369	\$ 3,621,418

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Daily Class Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0457	0.0181	0.0296	0.0098	0.0040	0.0102
Less Distributions to Shareholders:						
From net investment income	(0.0457)	(0.0181)	(0.0296)	(0.0098)	(0.0040)	(0.0102)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	4.67%	1.82%(d)	3.00%	0.98%	0.40%	1.02%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.80%	0.80%(f)	0.80%	0.80%	0.80%	0.80%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.80%	0.80%(f)	0.80%	0.80%	0.80%	0.80%
Waiver/Reimbursement	0.06%	0.06%(f)	0.07%	0.07%	0.06%	0.06%
Net investment income (e)	4.57%	4.32%(f)	3.07%	1.00%	0.41%	1.02%
Net assets, end of period (000's)	\$20,080,558	\$17,402,205	\$16,936,455	\$9,560,013	\$8,746,651	\$11,635,944

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Class A Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			Period Ended March 31,
	2007 (a)	2006 (b)	2006 (c)	2005	2004	2003 (d)(e)
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0472	0.0187	0.0311	0.0113	0.0055	0.0117
Less Distributions to Shareholders:						
From net investment income	(0.0472)	(0.0187)	(0.0311)	(0.0113)	(0.0055)	(0.0117)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (f)(g)	4.83%	1.89%(h)	3.15%	1.13%	0.56%	1.18%(h)
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (i)	0.65%	0.65%(j)	0.65%	0.65%	0.65%	0.65%(j)
Interest expense	—	—	—	—	—	—(k)
Net expenses (i)	0.65%	0.65%(j)	0.65%	0.65%	0.65%	0.65%(j)
Waiver/Reimbursement	0.06%	0.06%(j)	0.07%	0.07%	0.06%	0.06%(j)
Net investment income (i)	4.73%	4.49%(j)	3.11%	1.10%	0.56%	1.17%(j)
Net assets, end of period (000's)	\$391,997	\$315,859	\$251,431	\$256,503	\$285,257	\$378,382

(a) On May 30, 2007, Market Class shares were exchanged for Class A shares.

(b) The Fund changed its fiscal year end from March 31 to August 31.

(c) On August 22, 2005, the Fund's Investor A shares were renamed Class A shares.

(d) Class A shares commenced operations on May 13, 2002.

(e) The total returns for the period ended March 31, 2003 reflect the historical return information for the Nations Prime Fund Investor A shares, which were reorganized into Nations Cash Reserves Investor A shares on May 10, 2002.

(f) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(g) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(h) Not annualized.

(i) The benefits derived from expense reductions had an impact of less than 0.01%.

(j) Annualized.

(k) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Class B Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0407	0.0160	0.0246	0.0060	0.0025	0.0053
Less Distributions to Shareholders:						
From net investment income	(0.0407)	(0.0160)	(0.0246)	(0.0060)	(0.0025)	(0.0053)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (c)(d)	4.15%	1.61%(e)	2.49%	0.60%	0.25%	0.54%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (f)	1.30%	1.30%(g)	1.30%	1.16%	0.97%	1.28%
Interest expense	—	—	—	—	—	—%(h)
Net expenses (f)	1.30%	1.30%(g)	1.30%	1.16%	0.97%	1.28%
Waiver/Reimbursement	0.06%	0.06%(g)	0.07%	0.21%	0.39%	0.08%
Net investment income (f)	4.08%	3.83%(g)	2.73%	0.56%	0.24%	0.54%
Net assets, end of period (000's)	\$ 51,015	\$ 56,906	\$ 57,242	\$ 22,076	\$ 30,554	\$ 54,493

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) On August 22, 2005, the Fund's Investor B shares were renamed Class B shares.

(c) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(d) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(e) Not annualized.

(f) The benefits derived from expense reductions had an impact of less than 0.01%.

(g) Annualized.

(h) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Class C Shares	Year Ended August 31,	Period Ended August 31,	Year Ended March 31,			
	2007	2006 (a)	2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0407	0.0160	0.0246	0.0060	0.0025	0.0053
Less Distributions to Shareholders:						
From net investment income	(0.0407)	(0.0160)	(0.0246)	(0.0060)	(0.0025)	(0.0053)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (c)(d)	4.18%	1.61%(e)	2.49%	0.60%	0.25%	0.54%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (f)	1.30%	1.30%(g)	1.30%	1.18%	0.98%	1.28%
Interest expense	—	—	—	—	—	—%(h)
Net expenses (f)	1.30%	1.30%(g)	1.30%	1.18%	0.98%	1.28%
Waiver/Reimbursement	0.06%	0.06%(g)	0.07%	0.19%	0.38%	0.08%
Net investment income (f)	4.08%	3.87%(g)	2.59%	0.55%	0.23%	0.54%
Net assets, end of period (000's)	\$ 8,282	\$ 5,752	\$ 2,915	\$ 1,543	\$ 1,508	\$ 4,811

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) On August 22, 2005, the Fund's Investor C shares were renamed Class C shares.

(c) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(d) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(e) Not annualized.

(f) The benefits derived from expense reductions had an impact of less than 0.01%.

(g) Annualized.

(h) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Class Z Shares	Year Ended August 31, 2007	Period Ended August 31, 2006 (a)	Period Ended March 31, 2006 (b)
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:			
Net investment income	0.0517	0.0206	0.0156
Less Distributions to Shareholders:			
From net investment income	(0.0517)	(0.0206)	(0.0156)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00
Total return (c)(d)	5.30%	2.08%(e)	1.57%(e)
Ratios to Average Net Assets/Supplemental Data:			
Expenses (f)	0.20%	0.20%(g)	0.20%(g)
Waiver/Reimbursement	0.06%	0.06%(g)	0.07%(g)
Net investment income (f)	5.18%	4.92%(g)	4.29%(g)
Net assets, end of period (000's)	\$707,426	\$729,504	\$753,395

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Class Z shares commenced operations on November 18, 2005.

(c) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(d) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(e) Not annualized.

(f) The benefits derived from expense reductions had an impact of less than 0.01%.

(g) Annualized.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Institutional Class Shares	Year Ended August 31, 2007	Period Ended August 31, 2006 (a)	Year Ended March 31,			
			2006	2005	2004	2003
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0513	0.0205	0.0352	0.0154	0.0096	0.0158
Less Distributions to Shareholders:						
From net investment income	(0.0513)	(0.0205)	(0.0352)	(0.0154)	(0.0096)	(0.0158)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (b)(c)	5.25%	2.06%(d)	3.58%	1.55%	0.97%	1.59%
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (e)	0.24%	0.24%(f)	0.24%	0.24%	0.24%	0.24%
Interest expense	—	—	—	—	—	—(g)
Net expenses (e)	0.24%	0.24%(f)	0.24%	0.24%	0.24%	0.24%
Waiver/Reimbursement	0.06%	0.06%(f)	0.07%	0.07%	0.06%	0.06%
Net investment income (e)	5.13%	4.88%(f)	3.55%	1.52%	0.97%	1.58%
Net assets, end of period (000's)	\$6,919,396	\$6,090,241	\$5,988,544	\$4,869,930	\$5,350,799	\$4,541,350

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(c) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(d) Not annualized.

(e) The benefits derived from expense reductions had an impact of less than 0.01%.

(f) Annualized.

(g) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Financial Highlights – Columbia Cash Reserves

Selected data for a fund share outstanding throughout each period is as follows:

Marsico Shares	Year Ended August 31, 2007	Period Ended August 31, 2006 (a)	Year Ended March 31,			Period Ended March 31, 2003 (b)(c)
			2006	2005	2004	
Net Asset Value, Beginning of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Income from Investment Operations:						
Net investment income	0.0482	0.0192	0.0321	0.0123	0.0065	0.0127
Less Distributions to Shareholders:						
From net investment income	(0.0482)	(0.0192)	(0.0321)	(0.0123)	(0.0065)	(0.0127)
Net Asset Value, End of Period	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total return (d)(e)	4.93%	1.93%(f)	3.26%	1.23%	0.66%	1.28%(f)
Ratios to Average Net Assets/ Supplemental Data:						
Net expenses before interest expense (g)	0.55%	0.55%(h)	0.55%	0.55%	0.55%	0.55%(h)
Interest expense	—	—	—	—	—	—%(i)
Net expenses (g)	0.55%	0.55%(h)	0.55%	0.55%	0.55%	0.55%(h)
Waiver/Reimbursement	0.06%	0.06%(h)	0.07%	0.07%	0.06%	0.06%(h)
Net investment income (g)	4.82%	4.58%(h)	3.19%	1.19%	0.66%	1.27%(h)
Net assets, end of period (000's)	\$ 12,947	\$ 11,232	\$ 10,385	\$ 11,005	\$ 13,944	\$ 20,755

(a) The Fund changed its fiscal year end from March 31 to August 31.

(b) Marsico shares commenced operations on May 13, 2002.

(c) The total returns for the period ended March 31, 2003 reflect the historical return information for the Nations Prime Fund Marsico shares, which were reorganized into Nations Cash Reserves Marsico shares on May 10, 2002.

(d) Total return represents aggregate total return for the period indicated and assumes reinvestment of all distributions.

(e) Had the investment advisor and/or any of its affiliates not waived or reimbursed a portion of the expenses, total return would have been reduced.

(f) Not annualized.

(g) The benefits derived from expense reductions had an impact of less than 0.01%.

(h) Annualized.

(i) Rounds to less than 0.01%.

See Accompanying Notes to Financial Statements.

Notes to Financial Statements – Columbia Cash Reserves

August 31, 2007

Note 1. Organization

Columbia Cash Reserves (the “Fund”) is a series of Columbia Funds Series Trust (the “Trust”). The Trust is a Delaware statutory trust registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company.

Investment Goal

The Fund seeks current income, consistent with capital preservation and maintenance of a high degree of liquidity.

Fund Shares

The Trust may issue an unlimited number of shares and the Fund offers twelve classes of shares: Capital Class, Trust Class, Liquidity Class, Adviser Class, Investor Class, Daily Class, Class A, Class B, Class C, Class Z, Institutional Class and Marsico shares. On May 30, 2007, Market Class shares were exchanged for Class A shares of the Fund. Each class of shares is offered continuously at net asset value.

Note 2. Significant Accounting Policies

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America (“GAAP”) requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements.

Security Valuation

Securities in the Fund are valued utilizing the amortized cost valuation method permitted in accordance with Rule 2a-7 under the 1940 Act provided certain conditions are met, including that the Fund’s Board of Trustees continues to believe that the amortized cost valuation method fairly reflects the market-based net asset value per share of the Fund. This method involves valuing a portfolio security initially at its cost and thereafter assuming a constant accretion or amortization to maturity of any discount or premium, respectively. The Fund’s Board of Trustees has established procedures intended to stabilize the Fund’s net asset value for purposes of sales and redemptions at

\$1.00 per share. These procedures include determinations, at such intervals as the Board of Trustees deems appropriate and reasonable in light of current market conditions, of the extent, if any, to which the Fund’s market-based net asset value per share deviates from \$1.00 per share. In the event such deviation exceeds 1/2 of 1%, the Board of Trustees will promptly consider what action, if any, should be initiated.

In September 2006, Statement of Financial Accounting Standards No. 157, *Fair Value Measurements* (“SFAS 157”), was issued. SFAS 157 is effective for fiscal years beginning after November 15, 2007. SFAS 157 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. Management is evaluating the impact the application of SFAS 157 will have on the Fund’s financial statement disclosures.

Security Transactions

Security transactions are accounted for on the trade date. Cost is determined and gains (losses) are based upon the specific identification method for both financial statement and federal income tax purposes.

Repurchase Agreements

The Fund may engage in repurchase agreement transactions with institutions that Columbia Management Advisors, LLC (“Columbia”), the Fund’s investment advisor, has determined are creditworthy. The Fund, through its custodian, receives delivery of underlying securities collateralizing a repurchase agreement. Collateral for certain tri-party repurchase agreements is held at the counterparty’s custodian in a segregated account for the benefit of the Fund and the counterparty. Columbia is responsible for determining that collateral is at least equal, at all times, to the value of the repurchase obligation including interest. A repurchase agreement transaction involves certain risks in the event of default or insolvency of the counterparty. These risks include possible delays or restrictions upon the Fund’s ability to dispose of the underlying securities and a possible decline in the value of the underlying securities during the period while the Fund seeks to assert its rights.

Income Recognition

Interest income is recorded on the accrual basis. Premium and discount are amortized and accreted, respectively, on debt securities.

Determination of Class Net Asset Value

All income, expenses (other than class-specific expenses, as shown on the Statement of Operations) and realized and unrealized gains (losses) are allocated to each class of the Fund on a daily basis for purposes of determining the net asset value of each class. Income and expenses are allocated to each class based on the settled shares method, while realized and unrealized gains (losses) are allocated based on the relative net assets of each class.

Distributions to Shareholders

Distributions from net investment income are declared daily and paid monthly. Net realized capital gains, if any, are distributed at least annually after the fiscal year in which the capital gains were earned or more frequently to seek to maintain a net asset value of \$1.00 per share, unless offset by any available capital loss carryforward. Distributions to shareholders are recorded on the ex-dividend date. Income distributions and capital gain distributions on a Fund level are determined in accordance with federal income tax regulations which may differ from GAAP.

Federal Income Tax Status

The Fund intends to qualify each year as a “regulated investment company” under Subchapter M of the Internal Revenue Code, as amended, and will distribute substantially all of its tax-exempt or taxable income, if any, for its tax year, and as such will not be subject to federal income taxes. In addition, the Fund intends to distribute in each calendar year substantially all of its net investment income, capital gains and certain other amounts, if any, such that the Fund should not be subject to federal excise tax. Therefore, no federal income or excise tax provision is recorded.

Indemnification

In the normal course of business, the Fund enters into contracts that contain a variety of representations and warranties and which provide general indemnities. The Fund’s maximum exposure under these arrangements is unknown because this would involve future claims against the Fund. Also, under the Trust’s organizational documents and by contract, the Trustees and officers of the Trust are indemnified against certain liabilities that may arise out of actions relating to their duties to the Trust. However, based on experience, the Fund expects the risk of loss due to these representations, warranties and indemnities to be minimal.

Note 3. Federal Tax Information

The timing and character of income and capital gain distributions are determined in accordance with income tax regulations, which may differ from GAAP. Reclassifications are made to the Fund’s capital accounts for permanent tax differences to reflect income and gains available for distribution (or available capital loss carryforwards) under income tax regulations.

The tax character of distributions paid during the year ended August 31, 2007 and the period ended August 31, 2006 was as follows:

Distributions paid from	August 31,	
	2007	2006
Ordinary Income*	\$3,033,390,683	\$1,236,651,118

* For tax purposes short-term capital gains distributions, if any, are considered ordinary income distributions.

As of August 31, 2007, the components of distributable earnings on a tax basis were as follows:

Undistributed Ordinary Income	Undistributed Long-Term Capital Gains
\$93,187,001	\$—

The following capital loss carryforwards, determined as of August 31, 2007, may be available to reduce taxable income arising from future net realized gains on investments, if any, to the extent permitted by the Internal Revenue Code:

Year of Expiration	Capital Loss Carryforward
2011	\$1,212,945
2012	1,218,785
2013	2,539,550
2014	10,918,073

Capital loss carryforwards of \$146,241 were utilized during the year ended August 31, 2007.

Under current tax rules, certain currency and capital losses realized after October 31 may be deferred and treated as occurring on the first day of the following fiscal year. As of

August 31, 2007, post-October capital losses of \$673,193 attributed to security transactions were deferred to September 1, 2007.

In June 2006, the Financial Accounting Standards Board (“FASB”) issued FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes, an Interpretation of FASB Statement No. 109* (the “Interpretation”). This Interpretation is effective on the last business day of the semiannual reporting period for fiscal years beginning after December 15, 2006 and is to be applied to open tax positions upon initial adoption. This Interpretation prescribes a minimum recognition threshold and measurement method for the financial statement recognition of tax positions taken or expected to be taken in a tax return and also requires certain expanded disclosures. Management is evaluating the application of this Interpretation to the Fund and has not at this time quantified the impact, if any, resulting from the adoption of this Interpretation on the Fund’s financial statements.

Note 4. Fees and Compensation Paid to Affiliates

Investment Advisory Fee

Columbia, an indirect, wholly-owned subsidiary of Bank of America Corporation (“BOA”), receives an investment advisory fee, calculated daily and payable monthly, at the annual rate of 0.15% of the Fund’s average daily net assets.

Effective March 1, 2007, Columbia implemented a voluntary breakpoint structure, which may be revised or discontinued by Columbia at any time, pursuant to which management fees are calculated based on the combined average net assets of the Fund and the other money market funds of the Trust at the following annual rates:

Average Daily Net Assets	Annual Fee Rates
First \$200 billion	0.15%
Over \$200 billion	0.13%

For the year ended August 31, 2007, the Fund’s effective advisory fee rate, net of fee waivers, was 0.14% of the Fund’s average daily net assets.

Administration Fee

Columbia provides administrative and other services to the Fund for a monthly administration fee, calculated daily and payable monthly, at the annual rate of 0.10% of the Fund’s average daily net assets less the fees payable by the Fund as described under the Pricing and Bookkeeping Fees note below.

Effective March 1, 2007, Columbia implemented a voluntary breakpoint structure, pursuant to which administration fees are calculated based on the combined average net assets of the Fund and the other money market funds of the Trust at the following annual rates:

Average Daily Net Assets	Annual Fee Rates
First \$150 billion	0.10%
\$150 billion to \$200 billion	0.05%
Over \$200 billion	0.02%

Columbia, at its discretion, may revise or discontinue these arrangements at any time. For the year ended August 31, 2007, the Fund’s effective administration fee rate, net of fee waivers, was 0.07% of the Fund’s average daily net assets.

Pricing and Bookkeeping Fees

Effective December 15, 2006, the Fund entered into a Financial Reporting Services Agreement (the “Financial Reporting Services Agreement”) with State Street Bank & Trust Company (“State Street”) and Columbia pursuant to which State Street provides financial reporting services to the Fund. Also effective December 15, 2006, the Fund entered into an Accounting Services Agreement with State Street and Columbia (collectively with the Financial Reporting Services Agreement, the “State Street Agreements”) pursuant to which State Street provides accounting services to the Fund. Under the State Street Agreements, the Fund pays State Street an annual fee of \$38,000 paid monthly plus a monthly fee based on an annualized percentage rate of average daily net assets of the Fund for the month. The aggregate fee will not exceed \$140,000 per year (exclusive of out-of-pocket expenses and charges). The Fund also reimburses State Street for certain out-of-pocket expenses and charges.

Effective December 15, 2006, the Fund entered into a Pricing and Bookkeeping Oversight and Services Agreement (the “Services Agreement”) with Columbia. Under the Services

Agreement, Columbia provides services related to Fund expenses and the requirements of the Sarbanes-Oxley Act of 2002, and provides oversight of the accounting and financial reporting services provided by State Street. Under the Services Agreement, the Fund reimburses Columbia for out-of-pocket expenses and direct internal costs relating to accounting oversight and for services relating to Fund expenses and the requirements of the Sarbanes-Oxley Act of 2002.

Prior to December 15, 2006, Columbia was responsible for providing pricing and bookkeeping services to the Fund under a pricing and bookkeeping agreement and was entitled to receive an annual fee at the same fee structure described above under the State Street Agreements. Under separate agreements between Columbia and State Street, Columbia delegated certain functions to State Street. As a result of the delegation, the total fees payable under the pricing and bookkeeping agreement (other than certain reimbursements paid to Columbia and discussed below) were paid to State Street. The Fund also reimbursed Columbia and State Street for out-of-pocket expenses and charges, including fees payable to third parties for pricing the Fund's portfolio securities and direct internal costs incurred by Columbia in connection with providing fund accounting oversight and monitoring and certain other services.

For the year ended August 31, 2007, the total amounts paid and payable to affiliates by the Fund under these agreements were \$63,273 and \$1,414, respectively.

Transfer Agent Fee

Columbia Management Services, Inc. (the "Transfer Agent"), an affiliate of Columbia and an indirect, wholly-owned subsidiary of BOA, provides shareholder services to the Fund and has contracted with Boston Financial Data Services ("BFDS") to serve as sub-transfer agent. The Transfer Agent is entitled to receive a fee for its services, paid monthly, at the annual rate of \$17.00 per open account plus reimbursement of certain sub-transfer agent fees paid by the Transfer Agent (exclusive of BFDS fees) calculated based on assets held in omnibus accounts and intended to recover the cost of payments to other parties (including affiliates of BOA) for services to those accounts. The Transfer Agent pays the fees of BFDS for services as sub-transfer agent and is not entitled to reimbursement for such fees from the Fund. The Transfer Agent may also retain, as additional compensation for its services, fees for wire, telephone and redemption orders, IRA trustee agent fees and account transcript fees due the Transfer Agent from shareholders of the

Funds and credits (net of bank charges) earned with respect to balances in accounts the Transfer Agent maintains in connection with its services to the Fund. The Transfer Agent also receives reimbursement for certain out-of-pocket expenses.

An annual minimum account balance fee of \$20 may apply on certain accounts with a value below the initial minimum investment requirements for such accounts to reduce the impact of small accounts on transfer agent fees. These minimum account balance fees are recorded as a reduction of total expenses on the Statement of Operations. For the year ended August 31, 2007, these minimum account balance fees reduced total expenses by \$96,577.

For the year ended August 31, 2007, the effective transfer agent fee rate, inclusive of out-of-pocket expenses, sub-transfer agent fees and net of minimum account balance fees, was less than 0.01% of the Fund's average daily net assets.

Distribution and Shareholder Servicing Fees

Columbia Management Distributors, Inc. (the "Distributor"), an affiliate of Columbia and an indirect, wholly-owned subsidiary of BOA, serves as distributor of the Fund's shares.

The Trust has adopted distribution plans ("Distribution Plans") for the Liquidity Class, Investor Class, Daily Class, Class A, Class B, and Class C shares of the Fund. The Distribution Plans, adopted pursuant to Rule 12b-1 under the 1940 Act, permit the Fund to compensate or reimburse the Distributor and/or selling agents for activities or expenses primarily intended to result in the sale of the classes' shares.

The Trust also has adopted shareholder servicing plans ("Servicing Plans") for the Liquidity Class, Adviser Class, Investor Class, Daily Class, Class A, Class B, Class C and Marsico shares of the Fund. The Servicing Plans permit the Fund to compensate or reimburse servicing agents for the shareholder services they have provided.

The Trust also has adopted shareholder administration plans ("Administration Plans") for the Trust Class, Class A, Class B, Class C, Institutional Class and Marsico shares of the Fund. Under the Administration Plans, the Fund may pay servicing agents that have entered into a shareholder administration agreement with the Trust for certain shareholder support services that are provided to holders of the classes' shares. A substantial portion of the expenses incurred pursuant to these plans is paid to affiliates of BOA and the Distributor.

The annual rates in effect and plan limits, as a percentage of average daily net assets, are as follows:

	Current Rate (after fee waivers)	Plan Limit
Distribution Plans:		
Liquidity Class shares	0.15%*	0.25%**
Investor Class shares	0.10%	0.10%
Daily Class shares	0.35%	0.35%
Class A shares	0.10%	0.10%
Class B shares	0.75%	0.75%
Class C shares	0.75%	0.75%
Servicing Plans:		
Liquidity Class shares	0.15%*	0.25%**
Investor Class shares	0.25%	0.25%
Daily Class shares	0.25%	0.25%
Class A shares	0.25%	0.25%
Class B shares	0.25%	0.25%
Class C shares	0.25%	0.25%
Adviser Class shares	0.25%	0.25%
Marsico shares	0.25%	0.25%
Administration Plans:		
Class A shares	0.10%	0.10%
Class B shares	0.10%	0.10%
Class C shares	0.10%	0.10%
Marsico shares	0.10%	0.10%
Trust Class shares	0.10%	0.10%
Institutional Class shares	0.04%	0.04%

* The Distributor has contractually agreed to waive Distribution Plan fees and/or Servicing Plan fees through December 31, 2007 as a percentage of the Fund's Liquidity Class shares average daily net assets at an annual rate of 0.10%, so that combined fees will not exceed 0.15%.

** To the extent that the Liquidity Class shares of the Fund make payments pursuant to the Distribution Plan and/or the Servicing Plan, the total of such payments may not exceed, on an annual basis, 0.25% of the average daily net assets of the Fund's Liquidity Class shares.

At August 31, 2007, the amounts potentially recoverable by Columbia pursuant to this arrangement are as follows:

Amount of potential recovery expiring August 31,			Total potential recovery	Amount recovered during the year ended 08/31/07
2010	2009	2008		
\$39,962,152	\$16,504,916	\$35,824,540	\$92,291,608	\$ —

Expense Limits and Fee Waivers

Columbia has contractually agreed to waive fees and/or reimburse expenses through December 31, 2007 to the extent that total expenses (exclusive of distribution and service fees, brokerage commissions, interest, taxes and extraordinary expenses, if any) exceed the annual rate of 0.20% of the Fund's average daily net assets.

Through February 28, 2007, Columbia voluntarily agreed to waive a portion of its investment advisory fee for the Fund so that such fee would not exceed 0.12% annually of the Fund's average daily net assets.

Effective March 1, 2007, Columbia voluntarily agreed to waive a portion of its investment advisory fees and/or administration fees payable by the Fund so that combined such fees will not exceed 0.19% annually of the Fund's average daily net assets. Columbia, at its discretion, may revise or discontinue this arrangement at any time.

Columbia and the Distributor are entitled to recover from the Fund any fees waived or expenses reimbursed for a three year period following the date of such fee waiver or reimbursement if such recovery does not cause the Fund's total operating expenses to exceed the expense limitation in effect at the time of recovery.

Under the Distribution Plans for the Liquidity Class shares, the Fund is currently not reimbursing the Distributor for distribution expenses for Liquidity Class shares. Unreimbursed expenses incurred by the Distributor in a given year may not be recovered by the Distributor in subsequent years.

Fees Paid to Officers and Trustees

All officers of the Fund are employees of Columbia or its affiliates and, with the exception of the Fund's Chief Compliance Officer, receive no compensation from the Fund. The Board of Trustees has appointed a Chief Compliance Officer to the Fund in accordance with federal securities regulations. The Fund, along with other affiliated funds, pays its pro-rata share of the expenses associated with the Chief Compliance Officer. The Fund's expenses for the Chief Compliance Officer will not exceed \$15,000 per year.

The Trust's eligible Trustees may participate in a nonqualified deferred compensation plan which may be terminated at any time. All benefits provided under this plan are unfunded and any payments to plan participants are paid solely out of the Fund's assets. Income earned on the plan participant's deferral account is based on the rate of return of the eligible mutual funds selected by the participants or, if no funds are selected, on the rate of return of Columbia Treasury Reserves, another portfolio of the Trust. The expense for the deferred compensation plan is included in Trustees fees in the Statement of Operations. The liability for the deferred compensation plan is included in Trustees fees in the Statement of Assets and Liabilities.

As a result of a fund merger, the Fund assumed the assets and liabilities of the acquired fund. The deferred compensation plan of the acquired fund may be terminated at any time. Any payments to plan participants are paid solely out of the Fund's assets.

Custody Credits

The Fund has an agreement with its custodian bank under which custody fees may be reduced by balance credits. These credits are recorded as a reduction of total expenses on the Statement of Operations. The Fund could have invested a portion of the assets utilized in connection with the expense offset arrangement in an income-producing asset if it had not entered into such an agreement. For the year ended August 31, 2007, these credits reduced total expenses by \$212,468.

Note 5. Shares of Beneficial Interest

As of August 31, 2007, the Fund had four shareholders that held 50.3% of the Fund's shares outstanding. These shares were beneficially owned by participant accounts over which BOA and/or any of its affiliates had either sole or joint

investment discretion. Subscription and redemption activity of these accounts may have a significant effect on the operations of the Fund.

As of August 31, 2007, the Fund also had one shareholder that held 35.8% of the Fund's shares outstanding over which BOA and/or any of its affiliates did not have investment discretion. Subscription and redemption activity of this account may have a significant effect on the operations of the Fund.

Note 6. Disclosure of Significant Risks and Contingencies

Legal Proceedings

On February 9, 2005, Banc of America Capital Management, LLC ("BACAP," now known as Columbia Management Advisors, LLC) and BACAP Distributors, LLC ("BACAP Distributors," now known as Columbia Management Distributors, Inc.) entered into an Assurance of Discontinuance with the New York Attorney General (the "NYAG Settlement") and consented to the entry of a cease-and-desist order by the U.S. Securities and Exchange Commission (the "SEC") (the "SEC Order") on matters relating to mutual fund trading. A copy of the NYAG Settlement is available as part of the Bank of America Corporation Form 8-K filing on February 10, 2005 and a copy of the SEC Order is available on the SEC's website.

Under the terms of the SEC Order, BACAP, BACAP Distributors, and their affiliate, Banc of America Securities, LLC ("BAS") agreed, among other things, (1) to pay \$250 million in disgorgement and \$125 million in civil money penalties; (2) to cease and desist from violations of the antifraud provisions and certain other provisions of the federal securities laws; (3) to undertake various remedial measures to ensure compliance with the federal securities laws related to certain mutual fund trading practices; and (4) to retain an independent consultant to review their applicable supervisory, compliance, control and other policies and procedures. The NYAG Settlement also requires, among other things, BACAP and BACAP Distributors, along with Columbia Management Advisors, Inc. and Columbia Funds Distributors, Inc., the investment advisor to and distributor of the Columbia Funds, respectively, to reduce the management fees of Columbia Funds, including the Nations Funds that are now known as Columbia Funds, and other mutual funds, collectively by \$32 million per year for five years, for a projected total of \$160 million in management fee reductions.

Consistent with the terms of the settlements, the Boards of the Nations Funds now known as Columbia Funds have an independent Chairman, are comprised of at least 75% independent trustees and have engaged an independent consultant with a wide range of compliance and oversight responsibilities.

Pursuant to the procedures set forth in the SEC Order, \$375 million will be distributed in accordance with a distribution plan developed by an independent distribution consultant and approved by the SEC. The independent distribution consultant has submitted a proposed plan of distribution to the SEC, which the SEC published for public notice and comment on July 16, 2007. The SEC has not yet approved a final plan of distribution.

Civil Litigation

In connection with the events that resulted in the NYAG Settlement and SEC Order, various parties filed suits against Bank of America Corporation and certain of its affiliates, including BACAP and BACAP Distributors (collectively “BAC”), Nations Funds Trust (now known as Columbia Funds Series Trust) and its Board of Trustees. On February 20, 2004, the Judicial Panel on Multidistrict Litigation transferred these cases and cases against several other mutual fund companies based on similar allegations to the United States District Court in Maryland for consolidated or coordinated pretrial proceedings (the “MDL”). Subsequently, additional related cases were transferred to the MDL. On September 29, 2004, the plaintiffs in the MDL filed amended and consolidated complaints. One of these amended complaints is a putative class action that includes claims under the federal securities laws and state common law, and that names Nations Funds Trust, the Trustees, BAC and others as defendants. Another of the amended complaints is a derivative action purportedly on behalf of the Nations Funds Trust against BAC and others that asserts claims under federal securities laws and state common law. Nations Funds Trust is a nominal defendant in this action.

On February 25, 2005, BAC and other defendants filed motions to dismiss the claims in the pending cases.

On December 15, 2005, BAC and others entered into a Stipulation of Settlement of the direct and derivative claims brought on behalf of the Nations Funds shareholders. Among other contingencies, the settlement is contingent upon a minimum threshold amount being received by the Nations Funds shareholders and/or the Nations Funds mutual funds from the previously established regulatory settlement fund.

The settlement is subject to court approval. If the settlement is approved, BAC would pay settlement administration costs and fees to plaintiffs’ counsel as approved by the court. The stipulation has not yet been presented to the court for approval.

Separately, a putative class action — *Mehta v. AIG Sun America Life Assurance Company* — involving the pricing of mutual funds was filed in Illinois State Court, subsequently removed to federal court and then transferred to the United States District Court for the District of Maryland for coordinated or consolidated handling in the MDL. AIG SunAmerica Life Assurance Company has made demand upon Nations Separate Account Trust (as successor to Nations Annuity Trust and now known as Columbia Funds Variable Insurance Trust I) and BACAP (as successor to Banc of America Advisors, Inc. and now known as Columbia Management Advisors, LLC) for indemnification pursuant to the terms of a Fund Participation Agreement. On June 1, 2006, the court granted a motion to dismiss this case because it was preempted by the Securities Litigation Uniform Standards Act. That dismissal has been appealed to the United States Court of Appeals for the Fourth Circuit.

Separately, a putative class action (*Reinke v. Bank of America, N.A., et al.*) was filed against Nations Funds Trust (now known as Columbia Funds Series Trust) and others on December 16, 2004, in the United States District Court for the Eastern District of Missouri relating to the conversion of common trust funds and the investment of assets held in fiduciary accounts in the Funds. The Court granted Nations Funds Trust’s motion to dismiss this action on December 16, 2005. No appeal was filed. On December 28, 2005, the same plaintiff’s attorneys filed another putative class action asserting the same claims (*Siepel v. Bank of America, N.A., et al.*) against Columbia Funds Series Trust (as successor to Nations Funds Trust) and others in the United States District Court for the Eastern District of Missouri. The Court granted Columbia Funds Series Trust’s motion to dismiss this action on December 27, 2006. The plaintiffs have appealed the decision dismissing this action to the United States Court of Appeals for the Eighth Circuit. That appeal is pending. On February 22, 2006, another putative class action asserting the same claims (*Luleff v. Bank of America, N.A. et al.*) was filed in the United States District Court for the Southern District of New York against Columbia Funds Series Trust, William Carmichael and others. The plaintiffs voluntarily dismissed this case against Columbia Funds Series Trust and William Carmichael on October 25, 2006. Bank of America, N.A. and

Bank of America Corporation are still defendants in the case, pending a ruling on their motion to dismiss.

Note 7. Business Combinations and Mergers

On November 18, 2005, Columbia Money Market Fund and Columbia Daily Income Company (collectively, the “Target Funds”) merged into Columbia Cash Reserves. Columbia Cash Reserves received a tax-free, for federal income tax purposes, transfer of assets from Columbia Money Market Fund and Columbia Daily Income Company as follows:

	Shares Issued	Net Assets Received
Columbia Money Market Fund	435,052,702	\$433,857,357
Columbia Daily Income Fund	448,685,038	449,126,869

Net Assets of Columbia Cash Reserves Prior to Combination	Net Assets of Target Funds Immediately Prior to Combination	Net Assets of Columbia Cash Reserves Immediately After Combination
\$55,642,310,339	\$ 882,984,226	\$56,525,294,565

Note 8. Market and Security Events

On August 8, 2007, the maturity of the securities issued by Ottimo Funding, Ltd. (“Ottimo”) was extended to a final maturity of September 20, 2007. On August 9, 2007, Ottimo failed to satisfy certain financial tests related to the market value of its underlying collateral. As a result of this failure, a default occurred on August 15, 2007 and the Ottimo securities became immediately due and payable. As of October 29, 2007, the Ottimo securities have not been paid. Columbia Management, on behalf of the Fund, has been participating in an informal committee of senior creditors of Ottimo with respect to the Ottimo securities.

Structured investment vehicles (SIVs) have experienced significantly decreased liquidity as well as declines in the market value of certain categories of collateral underlying the SIVs, although, based on available information, the substantial majority of the underlying collateral remains of high quality. On August 28, 2007, Cheyne Finance LLC (“Cheyne”), a

structured investment vehicle, breached a financial covenant related to the market value of its underlying collateral that resulted in an “enforcement event.” As a result of the enforcement event, on September 4, 2007, receivers (Receivers) of Cheyne were appointed. On October 17, 2007, the Receivers determined that Cheyne was insolvent. As a result of this determination, the Cheyne securities became immediately due and payable. The Cheyne securities are in default as a result of non-payment. Columbia Management, on behalf of the Fund, has been participating in an informal committee of senior creditors of Cheyne Finance with respect to the Cheyne securities. The value of the asset-backed securities, including SIVs, may be affected by, among other things, changes in: interest rates, the quality of the underlying assets or the market’s assessment thereof, factors concerning the interests in and structure of the issuer or the originator of the receivables, or the creditworthiness of the entities that provide any credit enhancements.

Report of Independent Registered Public Accounting Firm

To the Trustees of Columbia Funds Series Trust and Shareholders of Columbia Cash Reserves

In our opinion, the accompanying statement of assets and liabilities, including the investment portfolio, 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 Columbia Cash Reserves (the “Fund”) (a series of Columbia Funds Series Trust) at August 31, 2007, the results of its operations, the changes in its net assets and the financial highlights for each of the periods indicated, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as “financial statements”) are the responsibility of the Fund’s 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 the standards of the Public Company Accounting Oversight Board (United States). Those standards 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 August 31, 2007 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
Boston, Massachusetts
October 30, 2007

Unaudited Information – Columbia Cash Reserves

Federal Income Tax Information

The Fund designates the maximum amount allowable as qualified interest income for non-U.S. shareholders, as provided in the American Jobs Creation Act of 2004.

Fund Governance

The Trustees serve terms of indefinite duration. The names, addresses and ages of the Trustees and officers of the Funds in Columbia Funds Series Trust, the year each was first elected or appointed to office, their principal business occupations during at least the last five years, the number of funds overseen by each Trustee and other directorships they hold are shown below. Each officer listed below serves as an officer of each Fund in the Columbia Funds Complex.

Independent Trustees

Name, Address And Age, Position with Funds, Year First Elected or Appointed to Office	Principal Occupation(s) During Past Five Years, Number of Portfolios in Columbia Funds Complex Overseen by Trustee/Director, Other Directorships Held
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Edward J. Boudreau (Born 1944)

c/o Columbia Management Advisors, LLC One Financial Center Boston, MA 02111 Trustee (since 2005)	Managing Director, E.J. Boudreau & Associates (Consulting), from 2000 through current. Oversees 79. None.
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William P. Carmichael (Born 1943)

c/o Columbia Management Advisors, LLC One Financial Center Boston, MA 02111 Trustee (since 1999)	Retired Oversees 79. Director—Cobra Electronics Corporation (electronic equipment manufacturer); Spectrum Brands, Inc. (consumer products); Simmons Company (bedding); and The Finish Line (sportswear)
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William A. Hawkins (Born 1942)

c/o Columbia Management Advisors, LLC One Financial Center Boston, MA 02111 Trustee (since 2005)	President, Retail Banking—IndyMac Bancorp, Inc., from September 1999 to August 2003; retired. Oversees 79. None.
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R. Glenn Hilliard (Born 1943)

c/o Columbia Management Advisors, LLC One Financial Center Boston, MA 02111 Trustee (since 2005)	Chairman and Chief Executive Officer—Hilliard Group LLC (investing and consulting), from April 2003 through current; Chairman and Chief Executive Officer—ING Americas, from 1999 to April 2003; Non-Executive Director and Chairman—Conseco, Inc. (insurance) from September 2004 through current. Oversees 79. Director—Conseco, Inc. (insurance) and Alea Group Holdings (Bermuda), Ltd. (insurance)
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Minor M. Shaw (Born 1947)

c/o Columbia Management Advisors, LLC One Financial Center Boston, MA 02111 Trustee (since 2003)	President—Micco Corporation and Mickel Investment Group. Oversees 79. Board Member—Piedmont Natural Gas.
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The Statement of Additional Information includes additional information about the Trustees of the Funds and is available, without charge, upon request by calling 800-345-6611.

Fund Governance (continued)

Officers

**Name, Address and Age,
Position with Columbia Funds,
Year First Elected or
Appointed to Office**

Principal Occupation(s) During Past Five Years

Christopher L. Wilson (Born 1957)

One Financial Center
Boston, MA 02111
President (since 2004)

President - Columbia Funds, since October 2004; Managing Director - Columbia Management Advisors, LLC, since September 2004; Senior Vice President - Columbia Management Distributors, Inc., since January 2005; Director - Columbia Management Services, Inc., since January 2005; Director - Bank of America Global Liquidity Funds, plc and Banc of America Capital Management (Ireland), Limited, since May 2005; Director - FIM Funding, Inc., since January 2005; President and Chief Executive Officer - CDC IXIS AM Services, Inc. (asset management), from September 1998 through August 2004; and a senior officer or director of various other Bank of America-affiliated entities, including other registered and unregistered funds.

James R. Bordewick, Jr. (Born 1959)

One Financial Center
Boston, MA 02111
Senior Vice President, Secretary and
Chief Legal Officer (since 2006)

Associate General Counsel, Bank of America since April, 2005; Senior Vice President and Associate General Counsel, MFS Investment Management (investment management) prior to April, 2005.

J. Kevin Connaughton (Born 1964)

One Financial Center
Boston, MA 02111
Senior Vice President,
Chief Financial Officer and
Treasurer (since 2000)

Treasurer - Columbia Funds, since October 2003; Treasurer - the Liberty Funds, Stein Roe Funds and Liberty All-Star Funds, December 2000 - December 2006; Vice President - Columbia Management Advisors, Inc., since April 2003; President - Columbia Funds, Liberty Funds and Stein Roe Funds, February 2004 to October 2004; Treasurer - Galaxy Funds, September 2002 to December 2005; Treasurer, December 2002 to December 2004, and President, February 2004 to December 2004 - Columbia Management Multi-Strategy Hedge Fund, LLC; and a senior officer of various other Bank of America-affiliated entities, including other registered and unregistered funds.

Linda J. Wondrack (Born 1964)

One Financial Center
Boston, MA 02111
Senior Vice President,
Chief Compliance Officer (since 2007)

Director (Columbia Management Group LLC and Investment Product Group Compliance), Bank of America since June 2005; Director of Corporate Compliance and Conflicts Officer, MFS Investment Management (investment management), August 2004 to May 2005; Managing Director, Deutsche Asset Management (investment management) prior to August 2004.

Michael G. Clarke (Born 1969)

One Financial Center
Boston, MA 02111
Chief Accounting Officer and
Assistant Treasurer (since 2004)

Director of Fund Administration since January, 2006; Managing Director of Columbia Management Advisors, LLC September, 2004 to December, 2005; Vice President Fund Administration June, 2002 to September, 2004. Vice President Product Strategy and Development from February, 2001 to June, 2002.

Jeffrey R. Coleman (Born 1969)

One Financial Center
Boston, MA 02111
Deputy Treasurer (since 2006)

Director of Fund Administration since January, 2006; Fund Controller from October 2004 to January 2006; Vice President of CDC IXIS Asset Management Services, Inc. (investment management) from August, 2000 to September, 2004.

Fund Governance (continued)

Officers

**Name, Address and Age,
Position with Columbia Funds,
Year First Elected or
Appointed to Office**

Principal Occupation(s) During Past Five Years

Joseph F. DiMaria (Born 1968)

One Financial Center
Boston, MA 02111
Deputy Treasurer (since 2006)

Director of Fund Administration since January, 2006; Head of Tax/Compliance and Assistant Treasurer from November, 2004 to December, 2005; Director of Trustee Administration (Sarbanes-Oxley) from May, 2003 to October, 2004; Senior Audit Manager, PricewaterhouseCoopers (independent registered public accounting firm) from July, 2000 to April, 2003.

Marybeth C. Pilat (Born 1968)

One Financial Center
Boston, MA 02111
Deputy Treasurer (since 2007)

Vice President, Mutual Fund Valuation of the Advisor since January 2006; Vice President, Mutual Fund Accounting Oversight of the Advisor prior to January 2006.

Barry S. Vallan (Born 1969)

One Financial Center
Boston, MA 02111
Controller (since 2006)

Vice President-Fund Treasury of the Advisor since October, 2004; Vice President-Trustee Reporting from April, 2002 to October, 2004; Management Consultant, PricewaterhouseCoopers (independent registered public accounting firm) prior to October, 2002.

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Important Information About This Report

- Columbia Cash Reserves

The fund mails one shareholder report to each shareholder address. If you would like more than one report, please call shareholder services at 1-800-345-6611 and additional reports will be sent to you. This report has been prepared for shareholders of Columbia Cash Reserves.

A description of the policies and procedures that the fund uses to determine how to vote proxies and a copy of the fund's voting records are available (i) at www.columbiamanagement.com; (ii) on the Securities and Exchange Commission's website at www.sec.gov, and (iii) without charge, upon request, by calling 1-800-368-0346. Information regarding how the fund voted proxies relating to portfolio securities during the 12-month period ended June 30 is available from the SEC's website. Information regarding how the fund voted proxies relating to portfolio securities is also available from the fund's website.

The fund files a complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The fund's Form N-Q is available on the SEC's website at www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

Please consider the investment objectives, risks, charges and expenses for the fund carefully before investing. Contact your financial advisor for a prospectus, which contains this and other important information about the fund. You should read it carefully before you invest.

Columbia Management Group, LLC ("Columbia Management") is the investment management division of Bank of America Corporation. Columbia Management entities furnish investment management services and products for institutional and individual investors. Columbia Funds are distributed by **Columbia Management Distributors, Inc.**, member of FINRA, SIPC, part of Columbia Management and an affiliate of Bank of America Corporation.

Transfer Agent

Columbia Management Services, Inc.
P.O. Box 8081
Boston, MA 02266-8081
1-800-345-6611

Distributor

Columbia Management
Distributors, Inc.
One Financial Center
Boston, MA 02111

Investment Advisor

Columbia Management Advisors, LLC
100 Federal Street
Boston, MA 02110

Columbia Cash Reserves

Annual Report - August 31, 2007

Columbia Management.

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