

Products Covered:

- Columbia Large Cap Core Fund

By drawing on our three independent research sources — fundamental research, quantitative models and portfolio management team input — and by employing a disciplined valuation process, we believe that we are well positioned to take advantage of market opportunities that arise in the coming year.

Investment Risks

Risks include stock market fluctuations due to economic and business developments. Investments in small- and mid-cap companies may be subject to greater volatility and price fluctuations because they may be thinly traded and less liquid.

Another positive quarter for U.S. equities

The year closed on a high note, as domestic equity markets posted three consecutive positive returns in the fourth quarter of 2009. Even though the advance in stock prices paused in October, prices resumed their climb in November and December. For the year, equity markets posted their biggest annual gain since 2003 and commodities rallied worldwide. This occurred as the Federal Reserve and other central banks kept interest rates at historically low levels and governments around the world enacted massive stimulus programs in an attempt to jump-start the global economy out of a deep recession. By the end of the fourth quarter, the S&P 500 Index had risen 65% off its March 9 low, and numerous data points from housing, manufacturing and the credit markets suggested that the global economy was stabilizing and was poised to resume growth.

Against this backdrop, large-cap equities outperformed small-cap equities for the fourth quarter and for the calendar year, as measured by the Russell 1000 and the Russell 2000 indices. Growth outperformed value for the fourth quarter by almost 350 basis points — and by an astounding 1,725 basis points for the year, driven by a rebound in technology. Within the benchmark S&P 500 Index, nine of 10 economic sectors posted positive absolute returns for the quarter, led by technology and health care. Financials was the only sector with negative performance for the quarter. In this environment, Columbia Large Cap Core Fund underperformed its benchmark, the S&P 500 Index, in an up quarter for the index. Consumer discretionary and technology holdings were a drag on relative performance as energy, materials and health care aided relative returns.

Top performers and detractors¹

For the fourth quarter, Chevron, Cabot Oil & Gas, Apache, Celanese and AmerisourceBergen were top performers. We also benefited from a position in managed-care companies Cigna and Humana, which we established as the likelihood of onerous health care reform diminished in Washington. Both Cigna and Humana contributed positively to fund performance. J.C. Penney, American Eagle Outfitters, Comcast, NCR and EMC hindered fund performance.

Looking ahead

As market volatility declines and the cross correlations of individual securities return to more normalized levels, we believe that there will be opportunities to generate excess return through stock selection. We plan to maintain our focus on companies with strong balance sheets and consistent free cash flow generation. By drawing on our three independent research sources — fundamental research, quantitative models and portfolio management team input — and by employing a disciplined valuation process, we believe that we are well positioned to take advantage of market opportunities that arise in the coming year.

Performance data quoted represents past performance, and current performance may be lower or higher. Past performance is no guarantee of future results.

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

Top Holdings (% of net assets) as of December 31, 2009	
Microsoft	3.41
Exxon Mobil	3.34
International Business Machines	2.83
AT&T	2.60
JPMorgan	2.55
Procter & Gamble	2.44
Pfizer	2.27
Chevron	2.21
Google	2.14
Johnson & Johnson	2.03

Portfolio holdings are subject to change periodically and may not be representative of current holdings and characteristics. Current and future holdings are subject to risk, including, but not limited to, market and credit risk.

Please read and consider the investment objectives, risks, charges and expenses for any fund carefully before investing. For a prospectus, which contains this and other important information about the fund, contact your Columbia Management representative or financial advisor or go to www.columbiamanagement.com.

The **Standard & Poor's (S&P) 500 Index** is an unmanaged index that tracks the performance of 500 widely held, large-capitalization U.S. stocks.

The **Russell 1000 Index** is an unmanaged index that tracks the performance of 1,000 of the largest U.S. companies based on market capitalization.

The **Russell 2000 Index** measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index.

Unlike mutual funds, indices are not investments, do not incur fees or expenses and are not professionally managed. It is not possible to invest directly in an index.

¹Determinations of contributors and detractors are based on performance relative to the fund's benchmark.

Since economic and market conditions change frequently, there can be no assurance that the trends described here will continue or that the forecasts will come to pass. The views and opinions expressed are those of the portfolio managers and analysts of the affiliated advisors of Columbia Management Group, are subject to change without notice at any time, may not come to pass and may differ from views expressed by other Columbia Management associates or other divisions of Bank of America. These materials are provided for informational purposes only and should not be used or construed as a recommendation of any security or sector.

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