

Open End Mutual Fund

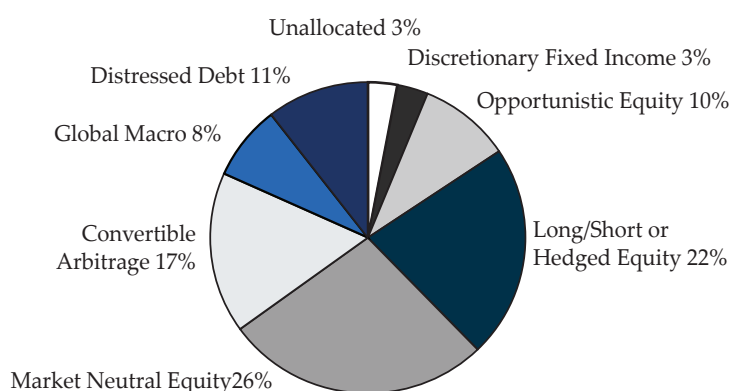
Investment Objective: The Fund seeks to achieve long-term capital appreciation with an emphasis on absolute (positive) returns and low correlation to traditional financial market indices such as the S&P 500. There can be no assurance the fund will achieve its objective.

Investment Parameters: There is no fixed or minimum allocation to any sub-adviser, however, the Adviser will limit allocations to any one sub-adviser strategy to between 0% and 20% of total Fund assets.

Shareholder Servicing, Custodian & Fund Administration:
Citigroup Global Transaction Services

Sub-Adviser Allocations [As of 03.31.08]

Breakdown by Sub-Adviser Strategy:



Cumulative Total Returns	1st Quarter '08 at NAV	Inception to Date at NAV	Inception to Date with Sales Charge	Year to Date at NAV
I-Share (ASFIX)	(2.95%)	9.62%	n/a	(2.95%)
A-Share (ASFAX)	(3.12%)	8.54%	3.65%	(3.12%)
C-Share (CASFX)	(3.32%)	6.81%	n/a	(3.32%)

Inception Dates: A-Share & I-Share: 7.27.05, C-Share: 1.13.06

Quarter-End Performance: As of 03/31/08, the 1-year and since inception annualized performance for I-Share was 0.41% and 3.49%, respectively. The 1-year and since inception annualized performance for A-Share was 0.01% and 3.11%, respectively. The 1-year and since inception performance for A-Share with sales charge was (4.49%) and 1.35%, respectively. The 1-year and since inception performance for C-Shares was (0.72%) and 2.45%.

Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principle value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. For performance current to the most recent month-end, visit our website at www.absoluteadvisers.com. Class A performance results with sales charges reflects the deduction of the maximum 4.50% front-end sales charge. Performance presented at NAV, which does not include this sales charge, would be lower if this charge was reflected. As stated in the current prospectus, the Fund's annual operating expense ratios (gross) for Class I, Class A and Class C Shares are 2.14, 2.45% and 5.40% respectively. However, the Fund's adviser has agreed to contractually waive a portion of its fees and/or reimburse expenses such that total operating expenses do not exceed 1.95%, 2.25% and 3.00% for Class I, Class A and Class C Shares. Although subject to change, this waiver is renewed annually on July 31st.

Returns include the reinvestment of dividends and capital gains. Some of the Fund's fees were waived or expenses reimbursed; otherwise, returns would have been lower.

Share Class Information can be found in the [Prospectus](#) & on our [Website](#)

Fund Highlights:

- **Focus on achieving absolute returns and low correlation and low volatility** relative to the broader markets. Absolute return strategies seek to provide positive returns that are largely independent of market moves.
- **Access to highly-skilled and established money managers** whose strategies pursue absolute or risk adjusted returns. Many of the strategies are unavailable to retail investors due to high minimums.
- **Convenient Mutual Fund Structure.** The Fund offers clients a unique investment solution, normally associated with hedge funds, with the benefits of daily pricing, daily liquidity, portfolio transparency and low minimums.

Portfolio Information [As of 03.31.08]

Number of Sub-Adviser Strategies: 14	Industry Groups: Over 50
Assets Under Management: \$906 million	Holdings: over 1500
Largest Strategy Allocation: 14.0%	Beta* to the S&P 500: 0.22
Long Securities: \$757 million	Standard Deviation*: 2.5%
Short Securities¹: (\$390 million)	¹ exposures include notional value of options & future hedges

Portfolio Commentary:

The 1st quarter was one of the worst for the markets in years. The Fund suffered its first meaningful quarterly loss after eight consecutive positive quarters with a return of -2.95% versus -9.44% for the S&P 500 Index and 2.17% for the Lehman Aggregate Bond Index, (not to be confused with the credit crisis). While we are not excited about a quarterly loss, the Fund has performed well and as intended during highly volatile and tough markets over the past 9 months. Since 6/30/07 when volatility returned to the markets, the Fund was down just -1.1% versus losses of -10.7% for the S&P 500 and -16.7% for the Russell 2000 through 3/31/08. Hedge funds have also had a difficult time as the HFRX Global Index was down -4.8% over the past 9 months. The Fund had a modest positive return of 0.41% over 12 months versus -5.1% for the S&P 500 and -13.0% for the Russell 2000. The Fund's beta has been very consistent during the past 6-12 months and inline with historical expectations.

Much of our past commentary stressed that banks, investment banks and hedge funds were relying on easy credit, low volatility, and excessive use of leverage and that the inevitable re-pricing of risk would not be kind to these participants. The massive unwinding of these systemic factors clearly took center stage in the 1st quarter with the "intervention" of Bear Stearns. In addition to the Bear event, dislocations were defined by liquidations of both good and bad assets caused by the frantic unwinding of leverage by banks and hedge funds. This process likely had an impact on the Fund's performance (like most investments); however some irrational market movements also presented opportunities. While the Fund was well positioned for increased volatility, including certain defensive exposures and an overlay hedge, some of our managers did attempt to exploit short and long term opportunities. As this took place during highly volatile markets, the Fund's volatility did increase modestly during the 1st quarter.

Serious dislocations and struggles in the credit markets continue to be a threat as market participants are likely not finished unwinding leverage, liquidating securities, and raising capital, (investment banks all have similar leverage ratios of around 30:1). However the Fund should be well positioned to exploit what could be tremendous risk-return trade-offs over the next 12-18 months; as such, we are excited about the Fund's prospects for risk-adjusted returns when risk becomes re-priced. As a reminder, the Fund is not a "bear market" fund. As the Fund's exposures evolve, minimal dips and short term volatility are inescapable; nevertheless we will continue to seek to avoid large systemic losses.

See reverse for definitions

NOT FDIC INSURED | NO BANK GUARANTEE | MAY LOSE VALUE

Absolute Investment Advisers Investment Philosophy & Strategy:

At **Absolute Investment Advisers LLC**, we maintain that disciplined risk management is the essence of successful investment management. We believe that risk-adjusted performance is best sought by utilizing highly-skilled active managers who are managed and monitored in a structure that is transparent and frequently-valued. Accurately evaluating performance and risks is vital for successfully managing portfolios of active strategies. It also enables optimization of capital allocations by strategy based on performance, risk, correlation and diversification.

Our investment team has an extensive understanding of the capital markets as well as direct experience running hedge funds and managing and modeling sophisticated risks. As such, our team has a comprehensive understanding of hedge fund strategies, operations and associated risks. We believe a thorough appreciation of how our investment team thinks about risks and portfolio management is essential when making a decision to invest with us.

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INVESTMENT ADVISERS

Fund Sub Advisers	Primary Strategy for the Fund	Founded	Firm AUM
Aronson+Johnson+Ortiz, LP	Dollar-Neutral Long/Short Equity	1984	\$30.6 billion
Bernzott Capital Advisers	Concentrated Small Cap Equity	1994	\$948 million
Contravisory Research & Management Corp.	Quantitative/Technical Long/Short Equity	1972	\$736 million
GMB Capital Management, LLC	Global Macro	2005	\$235 million
Horizon Asset Management, Inc.	Distressed Debt & Synthetic Short Sale	1995	\$3 billion
Kinetics Asset Management, Inc.	Global Long/Short Equity	1996	\$10.5 billion
Kovitz Investment Group, LLC	Fundamental Long/Short Equity	1997	\$1 billion
Metropolitan West Asset Management, LLC	Opportunistic/Distressed Debt & Fixed Income	1996	\$21.3 billion
Mohican Financial Management, LLC	Small/Mid-Cap Convertible Arbitrage	2003	\$255 million
SSI Investment Management, Inc.	Convertible Arbitrage & Market Neutral Equity	1973	\$1.1 billion
TWIN Capital Management, Inc.	Momentum Long/Short Market Neutral	1990	\$747 million
Yackman Asset Management Co	Focused Equity	1992	\$1.1 billion

For a description of the Fund's primary strategies, please refer to the Fund's prospectus.

Portfolio Strategy: We manage the overall portfolio strategy through a quantitative model that focuses on optimizing manager allocations based on performance, risk, correlation and diversification. The investment process monitors manager exposures and return attribution on an ongoing basis. The Fund's investment approach differs from more traditional investments that achieve returns from general market or beta exposures, so its performance and exposures differ accordingly. In addition, our Sub-Advisers are free to selectively take risk, hedge risk, or avoid risk in individual securities or industries without being constrained by focusing on a benchmark.

Definitions: *Beta is the measure of a fund's relative volatility as compared to the S&P 500 Index which by definition is 1.00. Accordingly, a fund with a 1.10 beta is expected to perform 10% better than the Index in up markets and 10% worse in down markets. Alpha is the difference between a fund's actual returns and its expected performance, given its level of risk as measured by Beta. The S&P 500 Index is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. The Russell 2000 index is used as a benchmark for US small cap stocks and measures the performance of the 2,000 smallest companies in the Russell 3000 (3,000 of the biggest U.S. stocks). The HFR Indices are equally weighted performance indexes, utilized by numerous hedge fund managers as a benchmark for their own hedge funds. It is not possible to invest directly in an index or average. Standard Deviation indicates the volatility of a fund's total returns. In general, the higher the standard deviation, the greater the volatility of return. Correlation is a statistical measure of how two securities move in relation to each other.*

Additional Risks

Since the Fund utilizes a multi-manager strategy with multiple subadvisers, it may be exposed to varying forms of risk. The Fund's net asset value and investment return will fluctuate based upon changes in the value of its portfolio securities. There is no assurance that the Fund will achieve its investment objective, and an investment in the Fund is not by itself a complete or balanced investment program. For a complete description of the Fund's principal investment risks please refer to the prospectus.

The Fund is non-diversified and may focus its investments in the securities of a comparatively small number of issuers. Concentration in securities of a limited number of issuers exposes a fund to greater market risk and potential monetary losses than if its assets were diversified among the securities of a greater number of issuers.

The Fund may invest in small- and medium-sized companies which involve greater risk than investing in larger, more established companies, such as increased volatility of earnings and prospects, higher failure rates, and limited markets, product lines or financial resources.

The Fund may invest in foreign or emerging markets securities which involve special risks, including the volatility of currency exchange rates and, in some cases, limited geographic focus, political and economic instability, and relatively illiquid markets.

The Fund may invest in debt securities which are subject to interest rate risk. An increase in interest rates typically causes a fall in the value of the debt securities in which the Fund may invest. The Fund may also invest in high

yield, lower rated (junk) bonds which involve a greater degree of risk and price fluctuation than investment grade bonds in return for higher yield potential.

The Fund may purchase securities of companies in initial public offerings. Special risks associated with these securities may include a limited number of shares available for trading, unseasoned trading, lack of investor knowledge of the company and limited operating history. The Fund may leverage transactions which include selling securities short as well as borrowing for other than temporary or emergency purposes. Leverage creates the risk of magnified capital losses.

The Fund may also invest in derivatives which can be volatile and involve various types and degrees of risks, depending upon the characteristics of a particular derivative. The Fund may invest in options and futures which are subject to special risks and may not fully protect the Fund against declines in the value of its stocks. In addition, an option writing strategy limits the upside profit potential normally associated with stocks. Futures trading is very speculative, largely due to the traditional volatility of futures prices.

Investors should carefully consider the Fund's investment objectives, risks, charges and expenses before investing. This and other information is in the prospectus, a copy of which may be obtained by calling (888) 992-2765 or visiting the Fund's web site: www.absoluteadvisers.com. Please Read the prospectus carefully before you invest.

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FUND

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