

ABSOLUTE FUNDS

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**SEMI-ANNUAL REPORT**

**SEPTEMBER 30, 2014**  
**(Unaudited)**

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**ABSOLUTE**  
**INVESTMENT ADVISERS**

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The views in this report were those of Absolute Strategies Fund and Absolute Credit Opportunities Fund's (each a "Fund" and collectively the "Funds") adviser as of September 30, 2014, and may not reflect their views on the date this report is first published or any time thereafter. These views are intended to assist shareholders in understanding their investment in the Funds and do not constitute investment advice. None of the information presented should be construed as an offer to sell or recommendation of any security mentioned herein.

Since the Funds utilize multi-manager strategies with multiple sub-advisers, they may be exposed to varying forms of risk. These risks include, but are not limited to, general market risk, multi-manager risk, non-diversification risk, small company risk, foreign risk, interest rate risk, credit risk, prepayment risk, IPO risk, liquidity risk, high turnover risk, leverage risk, pooled investment vehicle risk and derivatives risk. For a complete description of the Funds' principal investment risks, please refer to each Fund's prospectus.

Beta is a measure of an asset's sensitivity to broad market moves, as measured for instance by the S&P 500® Index. A fund with a realized beta of 0.5 with respect to the S&P 500® Index infers that about 50% of the fund's returns were explained by the performance of the index (the rest of the performance was independent of the index). Standard deviation indicates the volatility of a fund's total returns and is useful because it identifies the spread of a fund's short-term fluctuations. The HFR Indices are equally weighted performance indexes, utilized by numerous hedge fund managers as a benchmark for their own hedge funds. One cannot invest directly in an index.

Absolute Strategies Fund, Absolute Funds, and Absolute Investment Advisers are registered service marks of Absolute Investment Advisers LLC ("AIA" and "Absolute") and the respective logos and Absolute Credit Opportunities Fund are service marks of AIA; and other marks referred to herein are the trademarks, service marks or registered trademarks of their respective owners.

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**ABSOLUTE STRATEGIES FUND**

A MESSAGE TO OUR SHAREHOLDERS

SEPTEMBER 30, 2014

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Dear Shareholder,

We are pleased to present the semi-annual report for the Absolute Strategies Fund (the “Fund”) for the period ended September 30, 2014. The Fund (Institutional Shares) was up 2.18% over the six-month period versus 6.42% for the S&P 500, and 0.07% for the HFRX Global Hedge Fund Index, the Fund’s benchmark indices. Much of the Fund’s gains were attributable to both long and short equity exposure. The short equity performance was helped by having short exposure to several industrial related companies with sensitivity to mounting global growth concerns. The Fund also had short exposure to the Russell 2000 Index, which fell during the period. Overall, Fund performance was aided by increased volatility and increased dispersion among securities as fundamentals sparked some investor attention.

Currently, the Fund’s allocations are mostly in equity related strategies, with smaller allocations to credit, arbitrage and special situations. This is primarily due to concerns regarding liquidity in the credit markets. The equity strategies as a group have a balance of long and short exposure. The long side has been dominated by mostly U.S. large-cap companies within consumer staples, health care, and “legacy” technology with strong brand names and competitive advantages. The short side of the equity portfolio has been dominated by various index hedges, industrial and consumer cyclicals, and financials in Europe and Asia. These companies are trading at high valuations and/or are dependent on a high level of global economic growth (which has been absent). Taken in aggregate, this positioning may be viewed as quality vs. non-quality. We have recently reduced allocations to distressed credit and convertible arbitrage strategies, while adding exposure to newer sub-advisers in long/short credit and special situations strategies. We have also added two new sub-advisers to the Fund, Pine Cobble Capital LLC and Harvest Capital Strategies, LLC. Information regarding our sub-advisers can be found on our website.

The unique qualities of the Fund could not be more apparent than during periods of central bank uneasiness and heightened levels of volatility. It is periods when reality subtly comes into focus that investors can recognize how addicted the markets have become to policy maker support. It has never been easier to invest in major indices and seemingly not need to worry about losing money. Almost no skill has been required. In fact, applying any investment discipline or risk management techniques in this environment likely resulted in lower returns for many investment managers. Whether most investors want to admit it or not, they have simply been riding a global central bank liquidity wave for the past few years that is, in our opinion, nearing an important juncture.

Conversely, it has been a difficult market for a fund focused on delivering a low-beta return stream that seeks to avoid large losses. Volatility has been non-existent and a fundamental bias has been penalized. Yet the Fund has generated positive returns, including during recent market sell-offs, and recently our total return since inception hit an all-time high of its own despite negative correlation to equity and credit markets, as well as to most hedge funds. As such, our positioning has proven to be highly distinct. While it may seem uninspiring to those who believe there is a levitating floor under the markets, we believe the Fund will perform quite well when central bank credibility and yield chasing wane, and fundamentals return to focus. A financial bear market is not required.

With U.S. markets at all-time highs and certain valuations (such as price to sales and market capitalization to GDP) at the highest in history outside of the 1999-2000 period, there is substantial risk that central banks are losing control. The market environment over the past few quarters appears to be going through some subtle changes and we are beginning to see several divergences that may be hinting at a return to fundamentals. As the reality of a slowing global economy and a rising U.S. dollar finally sets in, many companies are offering forecasts that have not kept up with investor expectations. Smaller cap stocks and high yield credit are beginning to struggle, and European banks are starting to reveal some cracks. Stocks are finally being punished as some companies have simply run out of ways to create the illusion of growth via stock buybacks and financial engineering.

By far the biggest risk at the moment is the actions and words of global central bankers and the potential impact on emerging markets. As markets digest weakening global growth, central banks are beginning to appear quite desperate. The financial markets are completely dependent on monetary and fiscal support at a time when the global economy appears very fragile, (despite what you hear from the financial media, global growth continues to

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**ABSOLUTE STRATEGIES FUND**

A MESSAGE TO OUR SHAREHOLDERS

SEPTEMBER 30, 2014

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weaken, specifically in China, Emerging Markets, and Europe). Currencies are increasingly volatile and many global credit markets appear quite stretched and highly illiquid. Almost all commodity prices have collapsed and have been in price downtrends since 2011. Europe is dealing with the threat of another recession and deflation and is desperately trying to engage in some sort of quantitative easing. In the U.S., there continue to be calls from the financial community for incessant monetary support (6 years into the process) any time the equity market coughs. Even Federal Reserve Bank of St. Louis President James Bullard clearly and openly flip-flopped on the need for QE within a period of 20 days based on the direction of the S&P 500. Incredible given that we have very low interest rates and equity markets trading near all-time highs and at some of the highest valuations in history. Corporations are using their balance sheets to meet earnings targets and are supporting their own stock prices by buying back incredible amounts of stock. Even companies with long histories of credit and liquidity problems are engaging in this scheme simply because earnings targets need to be met and investor appetites for yield appear endless.

There are real concerns that without central bank support, the global economy will go into a deep recession and markets will drop. Moreover, currency reactions to central bank motivations may cause severe consequences for emerging markets, which have been the real instrument for global growth. Many are now vulnerable to a real financial crisis. From a pure price and fundamental standpoint there are enormous risks to asset prices without constant stimulus or at least the threat of additional support. In a normal environment where markets are priced without policy maker intervention, our Funds would be positioned very well. A "normal" environment, however, appears detrimental to the markets. An atmosphere where central banks successfully raise interest rates seems downright impossible. There remain a couple of scenarios that need to be considered. If global growth continues to weaken and markets fall, central bank credibility or politics may prevent further action and the market environment could become incredibly volatile. On the other hand, if the monetary and fiscal credibility clock has a few ticks left, it is likely that policy makers will go "all in" with another dose of intervention if markets experience a serious correction. This move of desperation could create a final wave of asset price inflation (i.e. financial bubble), without the benefits of a structural economic advance. How this would end is anybody's guess.

Given our views on the structural issues with the global economy and that debt/GDP is much higher than pre-2008 levels, we view these overall risks as probable. Under the scenario where central banks immediately lose credibility, our Fund would be positioned quite well. Under the "all-in" scenario, which seems likely should the markets sell off, the Fund's positioning would likely adjust to volatility anyway. Overall, we are less inclined to dilute our exposures, especially since policy maker credibility is truly at risk here. Therefore we are looking at a variety of short term inflation hedges (or guards against further policy maker intervention) that are both low-priced and potentially positioned for new bouts of money printing and currency wars, or a cyclical pop from large fiscal measures.

We fear that further efforts by policy makers at this point in the cycle may eventually have even larger unintended consequences. Currency wars, unsustainable and artificial asset prices, or increases in interest rates may threaten the global economy and financial system far beyond anyone's expectations. We also believe that these risks are more evident now than ever. The need to proceed further in an environment of all-time-high equity prices and historic income inequality after 6 years of massive intervention suggests complete desperation. Why is it so necessary? And what more can truly be accomplished? Regardless, asset allocation and diversification efforts need to take into account the historical precedent that money printing and currency wars have never ended well. And such intervention over the past 15 years (20 years for Japan), have yet to prove otherwise. Yet most asset allocators and investor portfolios appear almost entirely leveraged to a positive outcome with no risk of being wrong. How can they possibly be so sure?

We actually believe financial market risk is much broader today than in 2007. Equity valuations are more excessive, as measures such as price/sales, cyclical P/E ratios, and market capitalization/GDP are well above 2007 levels and nearing 2000 bubble territory. Also, interest rates are much more compressed, junk spreads are tighter, and liquidity in bond markets is likely far worse. Adding to the list of excess, corporate stock buybacks are more egregious with net corporate debt levels at all-time highs, margin debt is at all-time highs, profit margins are further from their long-term average, issuance of covenant-lite debt continually hits new records, carry trades are larger, hedge funds are more correlated to equity and credit risk, geopolitical risks are far higher, and groupthink

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**ABSOLUTE STRATEGIES FUND**

A MESSAGE TO OUR SHAREHOLDERS

SEPTEMBER 30, 2014

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and confidence in central banks is at all-time highs. What happens this time if credit spreads widen? What if volatility increases? What if profit margins revert to the mean? What if debt-fueled buybacks cease? What if China growth continues to slow? What if levered carry trades unwind? What if monetary policy tightens? And, if the current artificial interest rate and money printing environment goes away, what will the true equilibrium reveal?

It is anyone's guess what may or may not happen, but it seems clear that there are many patterns that are unstable and unsustainable. All the while, global growth and earnings remain anemic at best. Given the mystifying level of complacency across markets, we see the potential for investment opportunities in the not too distant future when volatility returns. Our patience, flexibility, liquidity and discipline toward long-term investment fundamentals should be rewarded.

Sincerely,



Jay Compson  
Portfolio Manager  
Absolute Investment Advisers LLC

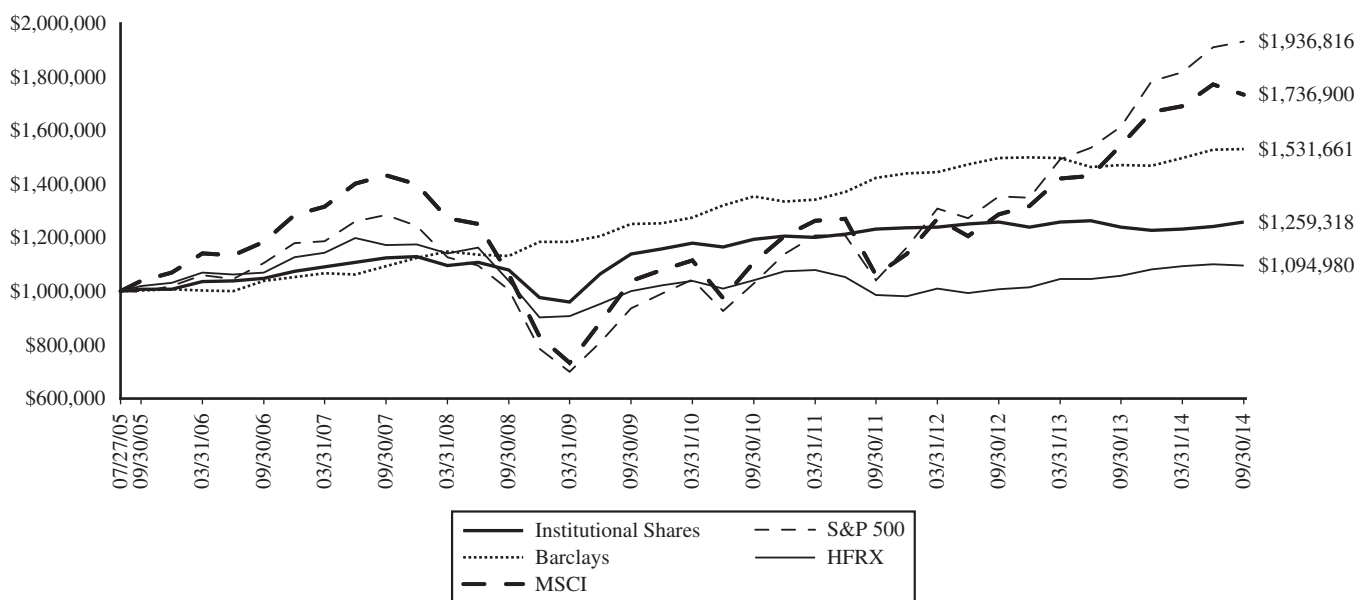
**ABSOLUTE STRATEGIES FUND**

PERFORMANCE CHART AND ANALYSIS

SEPTEMBER 30, 2014

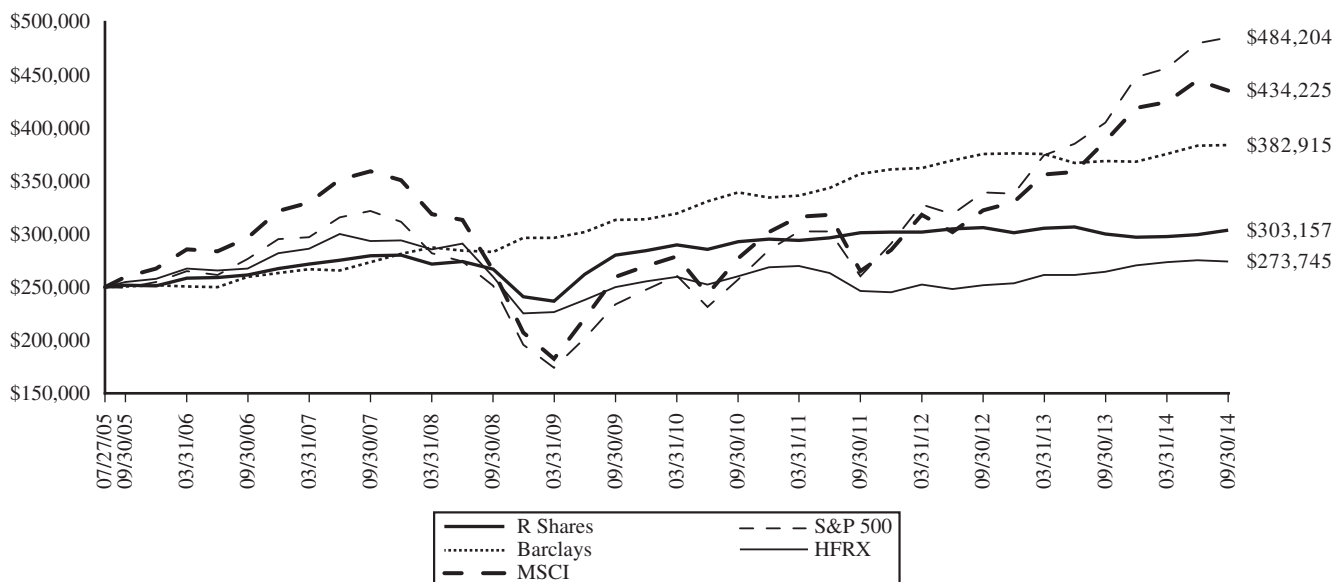
The following charts reflect the change in the value of a hypothetical \$1,000,000 investment in Institutional Shares and a \$250,000 investment in R Shares, including reinvested dividends and distributions, in the Absolute Strategies Fund (the "Fund") compared with the performance of the benchmarks, the S&P 500 Index ("S&P 500"), Barclays Capital U.S. Aggregate Bond Index ("Barclays Index"), the HFRX Global Hedge Fund Index ("HFRX") and the MSCI World Index ("MSCI World") since inception. The S&P 500 is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. The Barclays Index covers the U.S. dollar-denominated, investment-grade, fixed-rate, taxable bond market of SEC-registered securities. The HFRX is designed to be representative of the overall composition of the hedge fund universe; it is comprised of eight strategies — convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset-weighted based on the distribution of assets in the hedge fund industry. The MSCI World measures the performance of a diverse range of 24 developed countries' stock markets including the United States, Canada, Europe, the Middle East and the Pacific. The total return of the indices include reinvestment of dividends and income. The total return of the Fund includes operating expenses that reduce returns, while the total return of the indices do not include expenses. The Fund is professionally managed while the indices are unmanaged and are not available for investment.

**Comparison of Change in Value of a \$1,000,000 Investment  
Institutional Shares vs. S&P 500 Index, Barclays Capital U.S. Aggregate Bond Index,  
HFRX Global Hedge Fund Index and MSCI World Index**



<b>Average Annual Total Return as of 09/30/14</b>	<b>One Year</b>	<b>Five Years</b>	<b>Commencement of Investment Operations 07/27/05</b>
Absolute Strategies Fund — Institutional Shares	1.63%	2.05%	2.54%
S&P 500 Index	19.73%	15.70%	7.47%
Barclays Capital U.S. Aggregate Bond Index	3.96%	4.12%	4.75%
HFRX Global Hedge Fund Index	3.54%	1.83%	0.99%
MSCI World Index	12.20%	10.86%	6.20%

**Comparison of Change in Value of a \$250,000 Investment  
 R Shares vs. S&P 500 Index, Barclays Capital U.S. Aggregate Bond Index,  
 HFRX Global Hedge Fund Index and MSCI World Index**



<u>Average Annual Total Return as of 09/30/14</u>	<u>One Year</u>	<u>Five Years</u>	<u>Commencement of Investment Operations 07/27/05</u>
Absolute Strategies Fund — R Shares	1.09%	1.62%	2.12%
S&P 500 Index	19.73%	15.70%	7.47%
Barclays Capital U.S. Aggregate Bond Index	3.96%	4.12%	4.75%
HFRX Global Hedge Fund Index	3.54%	1.83%	0.99%
MSCI World Index	12.20%	10.86%	6.20%

**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 principal value will fluctuate so that shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance please call (888) 992-2765. As stated in the Fund's prospectus, the annual operating expense ratios (gross) for Institutional Shares and R Shares are 2.47% and 2.93%, respectively. Excluding the effect of expenses attributable to dividends and interest on short sales, the Fund's total annual operating expense ratios would be 1.75% and 2.20% for Institutional Shares and R Shares, respectively. However, the Fund's adviser has agreed to contractually reduce its advisory fee to 1.55% on average net assets exceeding \$4.5 billion but less than \$5 billion and to 1.50% on the average net assets exceeding \$5 billion through August 1, 2015. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Returns greater than one year are annualized.

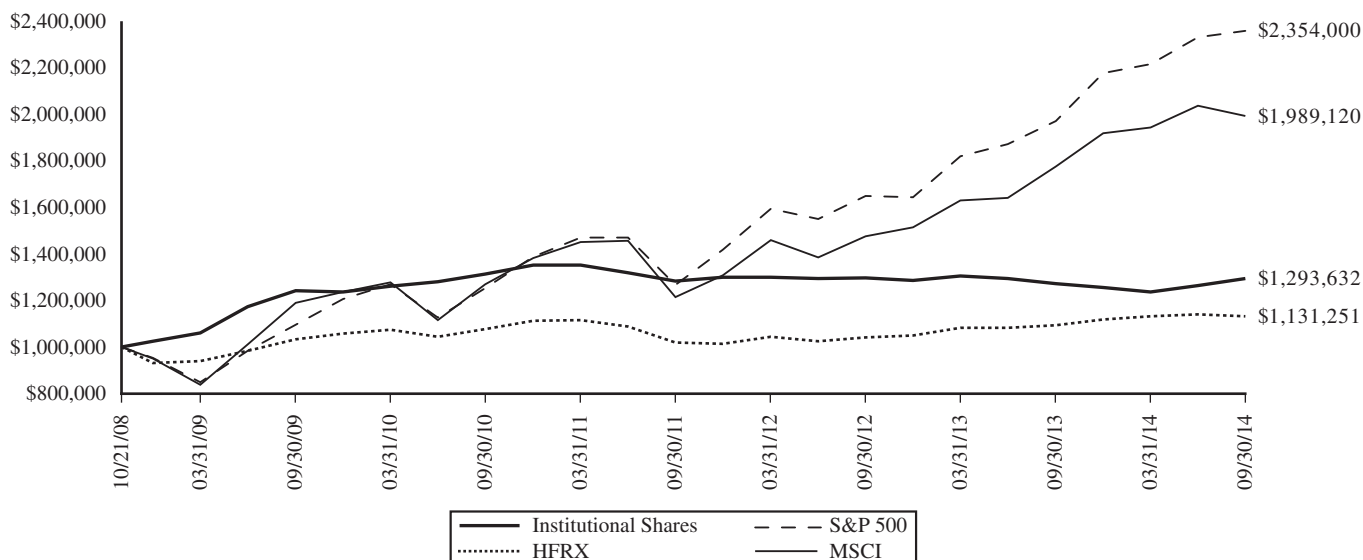
**ABSOLUTE CREDIT OPPORTUNITIES FUND**

PERFORMANCE CHART AND ANALYSIS

SEPTEMBER 30, 2014

The following chart reflects the change in the value of a hypothetical \$1,000,000 investment in Institutional Shares, including reinvested dividends and distributions, in the Absolute Credit Opportunities Fund (the “Fund”) compared with the performance of the benchmarks, the HFRX Global Hedge Fund Index (“HFRX”), S&P 500 Index (“S&P 500”), and the MSCI World Index (“MSCI World”), since inception. On October 1, 2014, the HFRX will replace the S&P 500 as the Fund’s primary benchmark. The Adviser believes that the HFRX is the best comparative benchmark for the Fund because it is comprised of all eligible hedge fund strategies, including but not limited to, convertible arbitrage, distressed securities, hedged equity, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The S&P 500 is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. The HFRX is designed to be representative of the overall composition of the hedge fund universe; it is comprised of eight strategies — convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset-weighted based on the distribution of assets in the hedge fund industry. The MSCI World measures the performance of a diverse range of 24 developed countries’ stock markets including the United States, Canada, Europe, the Middle East and the Pacific. The total return of the indices include reinvestment of dividends and income. The total return of the Fund includes operating expenses that reduce returns, while the total return of the indices do not include expenses. The Fund is professionally managed while the indices are unmanaged and are not available for investment.

**Comparison of Change in Value of a \$1,000,000 Investment  
Absolute Credit Opportunities Fund vs. HFRX Global Hedge Fund Index,  
S&P 500 Index and MSCI World Index**



<b>Average Annual Total Return as of 09/30/14</b>	<b>One Year</b>	<b>Five Years</b>	<b>Commencement of Investment Operations 10/21/08</b>
Absolute Credit Opportunities Fund — Institutional Shares	1.85%	0.85%	4.43%
HFRX Global Hedge Fund Index	3.54%	1.83%	2.10%
S&P 500 Index	19.73%	15.70%	15.50%
MSCI World Index	12.20%	10.86%	12.27%

**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 principal value will fluctuate so that shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance please call (888) 992-2765. As stated in the Fund’s prospectus, the annual operating expense ratio (gross) is 2.29%. Excluding the effect of expenses attributable to dividends and interest on short sales, the Fund’s total annual operating expense ratio would be 1.90%. However, the Fund’s adviser has agreed to contractually waive a portion of its fees and to reimburse expenses to limit total annual operating expenses to 1.95% (excluding all interest, taxes, portfolio transaction expenses, dividends and interest expense on short sales, acquired fund fees and expenses, proxy expenses, and extraordinary expenses) through August 1, 2017. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Returns greater than one year are annualized.



**ABSOLUTE STRATEGIES FUND**  
 PORTFOLIO HOLDINGS SUMMARY  
 SEPTEMBER 30, 2014

<b>Portfolio Breakdown (% of Net Assets)</b>	
Long Positions	
Equity Securities	32.7%
Asset Backed Obligations	7.0%
Corporate Convertible Bonds	14.0%
Corporate Non-Convertible Bonds	4.6%
Exchange Traded Notes	0.0%
Interest Only Bonds	0.2%
Municipal Bonds	0.5%
Municipal Demand Notes	0.0%
Syndicated Loans	1.0%
U.S. Government & Agency Obligations	1.4%
Rights	0.0%
Investment Companies	10.8%
Short-Term Investments	0.0%
Money Market Funds	0.6%
Purchased Options	0.6%
Short Positions	
Equity Securities	-26.0%
Investment Companies	-3.7%
Written Options	-0.7%
Other Assets less Liabilities*	57.0%
	100.0%

\* Consists of deposits with the custodian and/or brokers for securities sold short, cash, foreign currency, prepaid expenses, receivables, payables and accrued liabilities. Deposits with the custodian and/or brokers for securities sold short represents 30.1% of net assets. See Note 2.

<b>Sector Breakdown</b>	<b>(% of Equity Holdings)</b>	
	Long	Short
Consumer Discretionary	16.1%	20.4%
Consumer Staples	21.6%	4.6%
Energy	7.8%	1.5%
Financial	17.9%	27.8%
Healthcare	5.0%	1.8%
Industrial	6.7%	19.5%
Information Technology	12.7%	14.1%
Materials	4.9%	4.8%
Telecommunication Services	7.3%	5.0%
Utilities	0.0%	0.5%
	100.0%	100.0%

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Shares	Security Description	Value	Shares	Security Description	Value
<b>Long Positions - 73.4%</b>			300,000	Spectra Energy Corp.	\$ 11,778,000
<b>Equity Securities - 32.7%</b>					51,519,493
<b>Common Stock - 32.1%</b>			<b>Financial - 5.8%</b>		
<b>Consumer Discretionary - 5.3%</b>			52,500	American Express Co. (b)(c)	4,595,850
122,520	Bed Bath & Beyond, Inc. (a)(b)(c)(d) \$	8,065,492	175,150	American International Group, Inc. (b)(c)	9,461,603
114,855	CarMax, Inc. (a)(b)(c)	5,335,015	32,100	Aon PLC	2,814,207
96,795	Coach, Inc. (b)(c)(d)	3,446,870	50,000	Bancorp, Inc. (a)	429,500
111,235	CVS Health Corp. (b)(c)	8,853,194	394,590	Bank of America Corp. (b)(d)	6,727,760
100,140	DIRECTV (a)(b)(c)(d)	8,664,113	33	Berkshire Hathaway, Inc., Class A (a)(b)	6,827,700
50,000	eBay, Inc. (a)	2,831,500	112,675	Berkshire Hathaway, Inc., Class B (a)(b)(c)	15,564,924
24,672	Express, Inc. (a)(b)	385,130	470	Fairfax Financial Holdings, Ltd.	209,718
60,142	GameStop Corp., Class A (b)	2,477,850	2,221	First Republic Bank	109,673
29,465	General Motors Co. (d)	941,112	289,605	Global Cash Access Holdings, Inc. (a)(b)	1,954,834
75,794	GNC Holdings, Inc., Class A (b)	2,936,259	140,825	JPMorgan Chase & Co. (b)(d)	8,483,298
4,185	Google, Inc., Class A (a)(b)(c)	2,462,496	232,805	Leucadia National Corp. (b)	5,550,071
4,220	Google, Inc., Class C (a)(b)	2,436,459	211,210	Ocwen Financial Corp. (a)	5,529,478
159,335	Kohl's Corp. (b)(c)	9,724,215	478,775	The Bank of New York Mellon Corp. (b)(c)	18,542,956
38,000	McDonald's Corp.	3,602,780	33,500	The Travelers Cos., Inc.	3,146,990
703,290	Office Depot, Inc. (a)(b)	3,614,911	135,675	Wells Fargo & Co. (b)(c)	7,037,462
120,875	Target Corp. (b)(c)(d)	7,576,445	400,000	WR Berkley Corp.	19,120,000
47,445	The Walt Disney Co. (b)(c)	4,224,028			116,106,024
125,100	Viacom, Inc., Class B	9,625,194			
157,370	Walgreen Co. (b)(c)(d)	9,327,320			
129,105	Wal-Mart Stores, Inc. (b)	9,872,659			
		<u>106,403,042</u>			
<b>Consumer Staples - 7.0%</b>			<b>Healthcare - 1.6%</b>		
45,000	Aggreko PLC	1,147,500	54,205	Abbott Laboratories (b)(c)	2,254,386
188,866	Avon Products, Inc.	2,379,712	83,674	Alere, Inc. (a)(b)	3,244,878
48,000	Campbell Soup Co.	2,051,040	55,000	Becton Dickinson and Co.	6,259,550
257,698	Express Scripts Holding Co. (a)	18,201,210	25,000	CR Bard, Inc.	3,567,750
506,297	Great Lakes Dredge & Dock Corp. (a)(b)	3,128,915	40,000	Johnson & Johnson	4,263,600
125,300	Hengan International Group Co., Ltd.	1,215,410	150,000	Medtronic, Inc.	9,292,500
180,000	Nestle SA, ADR	13,253,400	50,000	Stryker Corp.	4,037,500
206,000	PepsiCo, Inc.	19,176,540			<u>32,920,164</u>
125,000	Philip Morris International, Inc.	10,425,000	<b>Industrial - 2.2%</b>		
100,000	Sanofi, ADR	5,643,000	30,000	CH Robinson Worldwide, Inc.	1,989,600
610,000	Sysco Corp.	23,149,500	341,320	Expeditors International of Washington, Inc. (b)(c)(d)	13,850,765
109,095	The ADT Corp. (b)	3,868,509	27,905	ITT Corp. (b)	1,254,051
392,785	The Coca-Cola Co. (c)	16,756,208	56,761	KBR, Inc. (b)	1,068,810
200,000	The Procter & Gamble Co.	16,748,000	207,444	Quality Distribution, Inc. (a)(b)	2,651,134
492,654	TherapeuticsMD, Inc. (a)	2,285,914	31,536	Rock-Tenn Co., Class A	1,500,483
221,025	TravelCenters of America, LLC (a)(b)	2,183,727	65,070	The Boeing Co. (b)(d)	8,288,617
2,225	Whole Foods Market, Inc. (c)(d)	84,795	33,658	Triumph Group, Inc. (b)	2,189,453
		<u>141,698,380</u>	199,000	Tutor Perini Corp. (a)(b)	5,253,600
<b>Energy - 2.5%</b>			26,970	United Parcel Service, Inc., Class B (b)(c)	2,650,881
115,000	Apache Corp.	10,795,050	27,600	Valmont Industries, Inc.	3,724,068
25,000	ConocoPhillips	1,913,000			<u>44,421,462</u>
300,000	Enbridge, Inc.	14,364,000	<b>Information Technology - 3.7%</b>		
110,250	Enscoc PLC, Class A	4,554,427	85,835	Accenture PLC, Class A (b)(c)(d)	6,980,102
30,000	Exxon Mobil Corp.	2,821,500	146,426	Apple, Inc. (b)(c)	14,752,419
69,560	National Oilwell Varco, Inc.	5,293,516			



**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 989,779	Asset Backed Funding Certificates, Series 2007-NC1 M2 (e)(f)	1.40%	05/25/37 \$	9,307	\$ 1,371,059	Bayview Commercial Asset Trust, Series 2004-3 A1 (e)(f)	0.52%	01/25/35 \$	1,275,102
1,285,000	Astoria Depositor Corp. (f)	8.14	05/01/21	1,349,250	1,225,000	Bayview Commercial Mortgage Pass-Through Trust, Series 2006-SP1 M1 (b)(e)(f)	0.60	04/25/36	1,121,905
700,520	AWAS Aviation Capital, Ltd. (f)	7.00	10/17/16	715,371	42,567	Bayview Financial Mortgage Pass-Through Trust, Series 2005-D AF3 (b)(e)	5.50	12/28/35	43,683
487,908	Axis Equipment Finance Receivables, LLC, Series 2012-1I E1 (b)	6.25	04/20/16	489,801	1,925,827	BCAP, LLC, Series 2013-RR2 6A1 (e)(f)	2.67	06/26/37	1,926,125
550,000	Axis Equipment Finance Receivables, LLC, Series 2012-1I E2 (b)	7.00	03/20/17	552,722	80,110	Beacon Container Finance, LLC, Series 2012-1A A (b)(f)	3.72	09/20/27	81,394
1,200,000	Babson CLO, Ltd., Series 2013-IA A (e)(f)	1.33	04/20/25	1,183,676	187,223	Bear Stearns Adjustable Rate Mortgage Trust, Series 2007-5 1A1 (e)	2.57	08/25/47	151,793
1,240,000	Babson CLO, Ltd., Series 2014-IA A1 (b)(e)(f)	1.72	07/20/25	1,241,122	192,283	Bear Stearns ALT-A Trust, Series 2005-4 1A1 (e)	0.59	04/25/35	181,143
60,000	Babson CLO, Ltd., Series 2014-IIA A (b)(e)(f)	1.66	10/17/26	60,022	182,095	Bear Stearns ALT-A Trust, Series 2005-8 11A1 (e)	0.69	10/25/35	163,925
905,927	Banc of America Alternative Loan Trust, Series 2005-2 4A1	5.50	03/25/20	946,244	378,770	Bear Stearns ALT-A Trust, Series 2006-1 22A1 (e)	2.44	02/25/36	308,161
196,557	Banc of America Alternative Loan Trust, Series 2005-8 2CB1	6.00	09/25/35	184,273	175,321	Bear Stearns ALT-A Trust, Series 2006-2 23A1 (e)	2.67	03/25/36	130,340
49,464	Banc of America Funding Corp., Series 2006-E 2A1 (e)	2.68	06/20/36	41,581	1,218,818	Bear Stearns ALT-A Trust, Series 2006-4 11A1 (e)	0.47	08/25/36	856,472
219,093	Banc of America Funding Corp., Series 2006-F 1A1 (e)	2.62	07/20/36	218,032	49,808	Bear Stearns Asset Backed Securities Trust, Series 2005-TC2 A3 (b)(e)	0.53	08/25/35	49,563
23,234	Banc of America Funding Corp., Series 2006-G 2A3 (b)(e)	0.32	07/20/36	23,248	25,653	Bear Stearns Commercial Mortgage Securities Trust, Series 2005-T20 AAB (b)(e)	5.27	10/12/42	25,647
171,616	Banc of America Funding Corp., Series 2006-H 6A1 (e)	0.34	10/20/36	124,863					
109,837	Banc of America Funding Corp., Series 2007-E 4A1 (e)	2.61	07/20/47	87,741					

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\$ 1,200,000	BlueMountain CLO, Ltd., Series 2013-1A A1 (e)(f)	1.43%	05/15/25	\$ 1,190,018	\$ 122,345	CitiMortgage Alternative Loan Trust, Series 2006-A7 1A12	6.00%	12/25/36	\$ 107,237
29,851	BNC Mortgage Loan Trust, Series 2007-1 A2 (b)(e)	0.21	03/25/37	29,651	47,597	CitiMortgage Alternative Loan Trust, Series 2007-A4 1A6	5.75	04/25/37	41,494
1,500,000	BNC Mortgage Loan Trust, Series 2007-3 A3 (e)	0.28	07/25/37	1,380,616	751,403	Conseco Finance Home Equity Loan Trust, Series 2002-C BF1 (e)	8.00	06/15/32	817,111
25,279	BNC Mortgage Loan Trust, Series 2007-4 A3A (e)	0.40	11/25/37	25,227	701,905	Conseco Finance Securitizations Corp., Series 2001-4 A4 (b)	7.36	08/01/32	781,974
77,032	Centex Home Equity Loan Trust, Series 2005-C AF6 (g)	4.64	06/25/35	76,476	107,843	Conseco Financial Corp., Series 1997-1 A6 (b)	7.29	03/15/28	108,765
781,073	Chase Mortgage Finance Trust, Series 2007-A1 8A1 (e)	2.57	02/25/37	794,863	456,497	Continental Airlines Pass Through Trust, Series 2007-1 B (b)	6.90	04/19/22	491,283
288,312	ChaseFlex Trust, Series 2007-1 2A9	6.00	02/25/37	246,950	634,406	Continental Airlines Pass Through Trust, Series 2009-1 (b)	9.00	07/08/16	697,847
100,000	CIFC Funding, Ltd., Series 2012-2A A1L (b)(e)(f)	1.63	12/05/24	99,786	57,509	Countrywide Alternative Loan Trust, Series 2004-J10 4CB1	6.50	10/25/34	62,806
1,428,161	CIT Education Loan Trust, Series 2007-1 A (e)(f)	0.32	03/25/42	1,366,378	59,342	Countrywide Alternative Loan Trust, Series 2005-50CB 1A1	5.50	11/25/35	57,176
1,200,000	Citicorp Residential Mortgage Trust, Series 2006-2 A5 (g)	6.04	09/25/36	1,220,815	207,081	Countrywide Alternative Loan Trust, Series 2005-73CB 1A8	5.50	01/25/36	196,180
1,200,000	Citicorp Residential Mortgage Trust, Series 2007-1 A5 (g)	6.05	03/25/37	1,176,500	601,981	Countrywide Alternative Loan Trust, Series 2005-J10 1A16	5.50	10/25/35	546,742
304,037	Citigroup Mortgage Loan Trust, Inc., Series 2006-WF1 A2D (g)	5.51	03/25/36	228,355	470,552	Countrywide Alternative Loan Trust, Series 2005-J12 2A1 (e)	0.42	08/25/35	310,659
459,143	Citigroup Mortgage Loan Trust, Inc., Series 2007-AR8 2A1A (e)	2.69	07/25/37	431,269	249,033	Countrywide Alternative Loan Trust, Series 2006-36T2 1A1 (e)	0.47	12/25/36	164,665
285,000	Citigroup Mortgage Loan Trust, Inc., Series 2007-WFH4 A2C (e)	1.45	07/25/37	266,409					

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\$ 24,907	Countrywide Alternative Loan Trust, Series 2006-7CB 3A1	5.25%	05/25/21	\$ 23,134	\$ 74,530	Credit Suisse Mortgage Capital Mortgage-Backed Trust, Series 2006-8 3A1	6.00%	10/25/21	\$ 72,973
262,406	Countrywide Alternative Loan Trust, Series 2007-16CB 4A7	6.00	08/25/37	246,447	2,533,987	Credit-Based Asset Servicing and Securitization, LLC Mortgage Loan Trust, Series 2007-CB2 A2E (b)(g)	4.64	02/25/37	1,887,372
206,522	Countrywide Alternative Loan Trust, Series 2007-19 1A34	6.00	08/25/37	174,428	1,338,451	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB7 A5 (e)	0.40	10/25/36	943,943
100,328	Countrywide Asset-Backed Certificates, Series 2004-7 MV3 (b)(e)	1.20	12/25/34	100,002	1,234,965	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB8 A2B (e)	0.27	10/25/36	1,172,746
1,360,434	Countrywide Asset-Backed Certificates, Series 2007-13 2A1 (e)	1.05	10/25/47	1,198,363	1,292,654	Credit-Based Asset Servicing and Securitization, LLC, Series 2007-CB5 A3 (e)	0.40	04/25/37	913,775
1,190,173	Countrywide Home Loan Mortgage Pass Through Trust, Series 2004-HYB5 3A1 (e)	2.48	04/20/35	1,071,225	400,000	Cronos Containers Program, Ltd., Series 2012-2A A (f)	3.81	09/18/27	400,407
207,474	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY3 4A1 (e)	5.19	06/25/47	196,073	863,156	CSAB Mortgage Backed Trust, Series 2007-1 1A1A (e)	5.90	05/25/37	517,914
79,577	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY5 1A1 (e)	2.64	09/25/47	70,833	1,359,519	CSMC Trust, Series 2013-3R 5A1 (e)(f)	2.51	10/27/36	1,362,099
16,521	Credit Suisse First Boston Mortgage Securities Corp., Series 2003-AR24 2A4 (e)	2.56	10/25/33	16,256	75,000	DBRR Trust, Series 2011-LC2 A4A (b)(e)(f)	4.54	07/12/44	82,102
55,314	Credit Suisse First Boston Mortgage Securities Corp., Series 2005-11 8A9	5.25	12/25/35	55,441	155,441	Delta Air Lines Pass Through Trust, Series 2002-1 G-1 (b)	6.72	01/02/23	181,291
71,512	Credit Suisse First Boston Mortgage Securities Corp., Series 2005-6 8A1 (b)	4.50	07/25/20	72,716	225,034	Deutsche Alt-B Securities, Inc. Mortgage Loan Trust, Series 2006-AB2 A5B (g)	6.09	06/25/36	183,967

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\$ 600,000	Dryden XXII Senior Loan Fund, Series 2013-30A C (e)(f)	3.08%	11/15/25	\$ 589,613	\$ 761,053	GE Business Loan Trust, Series 2003-2A A (e)(f)	0.52%	11/15/31	\$ 730,991
1,000,000	Dryden XXVI Senior Loan Fund, Series 2013-26A C (e)(f)	2.73	07/15/25	954,824	465,958	GE Business Loan Trust, Series 2004-1 A (b)(e)(f)	0.44	05/15/32	458,224
1,000,000	Eaton Vance CLO, Ltd., Series 2014-1A A (e)(f)	1.68	07/15/26	999,895	741,747	GE Business Loan Trust, Series 2005-1A A3 (b)(e)(f)	0.40	06/15/33	720,384
2,015,000	Education Loan Asset-Backed Trust I, Series 2013-1 A2 (e)(f)	0.95	04/26/32	2,017,268	115,699	GE Business Loan Trust, Series 2005-2A A (b)(e)(f)	0.39	11/15/33	112,359
57,964	Equity One Mortgage Pass-Through Trust, Series 2002-4 M1 (e)	5.22	02/25/33	55,745	899,750	Global SC Finance II SRL, Series 2014-1A A2 (f)	3.09	07/17/29	890,327
2,737,590	First Franklin Mortgage Loan Trust, Series 2006-FF18 A2B (e)	0.26	12/25/37	1,804,531	83,040	Goal Capital Funding Trust, Series 2006-1 A3 (b)(e)	0.35	11/25/26	82,348
1,190,529	First Horizon Alternative Mortgage Securities Trust, Series 2005-AA3 2A1 (e)	2.25	05/25/35	979,271	1,300,000	GoldenTree Loan Opportunities VII, Ltd., Series 2013-7A A (e)(f)	1.38	04/25/25	1,285,006
379,381	First Horizon Alternative Mortgage Securities Trust, Series 2006-FA8 1A1	6.25	02/25/37	317,255	617,125	Green Tree, Series 2008-MH1 A2 (b)(e)(f)	8.97	04/25/38	659,505
447,047	First Horizon Alternative Mortgage Securities Trust, Series 2006-FA8 1A8 (e)	0.52	02/25/37	277,410	599,250	Green Tree, Series 2008-MH1 A3 (b)(e)(f)	8.97	04/25/38	640,402
90,000	Flatiron CLO, Ltd., Series 2014-1A A1 (b)(e)(f)	1.62	07/17/26	89,644	323,525	GSR Mortgage Loan Trust, Series 2004-14 3A2 (e)	2.81	12/25/34	313,776
215,279	FNMA, Series 2012-M15, Class A (b)(e)	2.74	10/25/22	215,358	1,379,380	GSR Mortgage Loan Trust, Series 2004-9 5A7 (e)	2.43	08/25/34	1,369,065
25,775	FPL Energy National Wind Portfolio, LLC (f)	6.13	03/25/19	25,554	190,702	GSR Mortgage Loan Trust, Series 2005-AR5 1A1 (e)	2.67	10/25/35	171,716
675,547	GCO Education Loan Funding Master Trust-II, Series 2006-2AR A1RN (b)(e)(f)	0.80	08/27/46	658,886	15,108	HarborView Mortgage Loan Trust, Series 2004-8 2A4A (b)(e)	0.95	11/19/34	12,813
					68,000	Hewett's Island CLO V, Ltd., Series 2006-5A D (e)(f)	1.68	12/05/18	68,373
					1,201,208	Higher Education Funding I, Series 2014-1 A (b)(e)(f)	1.29	05/25/34	1,192,929

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\$ 223,748	HomeBanc Mortgage Trust, Series 2004-1 2A (e)	1.01%	08/25/29	\$ 214,773	\$ 739,815	Indymac Index Mortgage Loan Trust, Series 2006-AR7 1A1 (e)	2.90%	05/25/36	\$ 561,351
837,366	HSBC Home Equity Loan Trust, Series 2006-3 A4 (e)	0.39	03/20/36	832,391	1,436,177	Indymac Index Mortgage Loan Trust, Series 2006-AR7 3A1 (e)	2.57	05/25/36	1,143,831
132,851	HSBC Home Equity Loan Trust, Series 2007-3 APT (b)(e)	1.35	11/20/36	133,096	382,550	Indymac Index Mortgage Loan Trust, Series 2006-AR7 4A1 (e)	2.83	05/25/36	265,223
196,017	HSI Asset Loan Obligation Trust, Series 2007-AR2 2A1 (e)	2.73	09/25/37	156,235	447,661	Indymac Index Mortgage Loan Trust, Series 2006-R1 A3 (e)	4.61	12/25/35	349,135
944,934	Indiantown Cogeneration LP, Series A-10 (b)	9.77	12/15/20	1,081,481	367,145	Indymac Index Mortgage Loan Trust, Series 2007-FLX2 A1C (e)	0.34	04/25/37	271,803
195,969	Indymac INDA Mortgage Loan Trust, Series 2007-AR7 1A1 (e)	2.77	11/25/37	188,541	604,530	Indymac Manufactured Housing Contract Pass Through Certificates, Series 1998-2 A4 (b)(e)	6.64	08/25/29	603,272
1,069,964	Indymac Index Mortgage Loan Trust, Series 2004-AR12 A1 (e)	0.93	12/25/34	894,847	500,000	ING Investment Management CLO, Ltd., Series 2013-3A B (e)(f)	2.93	01/18/26	482,016
534,232	Indymac Index Mortgage Loan Trust, Series 2004-AR7 A2 (e)	1.01	09/25/34	487,869	604,824	JetBlue Airways Pass Through Trust, Series 2004-2 G1 (e)	0.61	08/15/16	594,723
298,405	Indymac Index Mortgage Loan Trust, Series 2005-AR5 1A1 (e)	2.48	05/25/35	220,199	2,000,000	JetBlue Airways Pass Through Trust, Series 2004-2 G-2 (e)	0.68	11/15/16	1,968,000
1,349,009	Indymac Index Mortgage Loan Trust, Series 2006-AR19 1A2 (e)	2.67	08/25/36	965,725	2,582,424	JP Morgan Alternative Loan Trust, Series 2006-A2 3A1 (e)	2.56	05/25/36	2,138,983
76,760	Indymac Index Mortgage Loan Trust, Series 2006-AR25 3A1 (e)	2.65	09/25/36	57,717	105,872	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2007-CIBC19 A3 (b)(e)	5.89	02/12/49	106,760
143,794	Indymac Index Mortgage Loan Trust, Series 2006-AR29 A1 (e)	0.32	11/25/36	112,810	2,871,115	JP Morgan Mortgage Acquisition Trust, Series 2006-WMC3 A4 (e)	0.31	08/25/36	1,591,149
201,010	Indymac Index Mortgage Loan Trust, Series 2006-AR33 3A1 (e)	2.94	01/25/37	176,935					



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\$ 200,000	JP Morgan Mortgage Acquisition Trust, Series 2007-CH3 A4 (b)(e)	0.36%	03/25/37	\$ 177,093	\$ 280,799	MASTR Adjustable Rate Mortgages Trust, Series 2007-R5 A1 (e)(f)	2.57%	11/25/35	\$ 207,834
1,110,000	JP Morgan Mortgage Acquisition Trust, Series 2007-CH4 A5 (e)	0.39	05/25/37	939,545	13,127	MASTR Seasoned Securitization Trust, Series 2004-1 4A1 (b)(e)	2.53	10/25/32	13,242
2,590,000	JP Morgan Mortgage Acquisition Trust, Series 2007-HE1 AF2 (g)	4.57	03/25/47	1,949,643	1,023,056	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-1 A2C (e)	0.40	04/25/37	613,873
2,938,000	JP Morgan Mortgage Acquisition Trust, Series 2007-HE1 AV4 (e)	0.43	03/25/47	1,675,204	59,022	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-1 A2D (e)	0.49	04/25/37	35,924
136,799	JP Morgan Mortgage Trust, Series 2005-A5 TA1 (e)	5.79	08/25/35	135,026	1,276,628	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-3 A2B (e)	0.28	06/25/37	866,838
1,484,579	JP Morgan Mortgage Trust, Series 2006-A3 2A1 (e)	2.67	05/25/36	1,247,290	2,123,665	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-3 A2C (e)	0.33	06/25/37	1,452,051
1,951,928	JP Morgan Mortgage Trust, Series 2006-S2 2A2	5.88	06/25/21	1,960,798	2,737,700	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-4 2A4 (e)	0.40	07/25/37	1,774,156
850,501	JP Morgan Mortgage Trust, Series 2007-A1 5A2 (b)(e)	2.61	07/25/35	868,849	753,961	Mid-State Capital Corp. Trust, Series 2006-1A (f)	5.79	10/15/40	799,386
44,251	JP Morgan Mortgage Trust, Series 2007-A2 4A1M (e)	4.77	04/25/37	40,349	185,810	Morgan Stanley ABS Capital I, Inc. Trust, Series 2004-NC7 M2 (b)(e)	1.08	07/25/34	183,478
790,841	Lehman ABS Manufactured Housing Contract Trust, Series 2001-B A6 (b)(e)	6.47	04/15/40	871,990	1,788,025	Morgan Stanley ABS Capital I, Inc. Trust, Series 2007-HE1 A2C (e)	0.30	11/25/36	1,191,824
179,767	Lehman XS Trust, Series 2005-6 1A1 (e)	0.41	11/25/35	130,491	46,138	Morgan Stanley Dean Witter Capital I Trust, Series 2001-TOP3 C (b)	6.79	07/15/33	48,041
1,415,145	Lehman XS Trust, Series 2006-13 1A2 (e)	0.32	09/25/36	1,192,541	198,009	Morgan Stanley Mortgage Loan Trust, Series 2007-13 6A1	6.00	10/25/37	164,217
769,028	Lehman XS Trust, Series 2006-14N 3A2 (e)	0.27	08/25/36	601,788	2,210,779	Morgan Stanley Reremic Trust, Series 2013-R3 12A (e)(f)	2.82	01/26/47	2,217,843
1,270,000	Limerock CLO II, Ltd., Series 2014-2A A (e)(f)	1.73	04/18/26	1,270,630					

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\$ 170,000	Nelnet Student Loan Trust, Series 2014-1 A3 (b)(e)	0.66%	06/25/31	\$ 170,294	\$ 618,891	Residential Accredit Loans, Inc., Series 2005-Q05 A1 (b)(e)	1.12%	01/25/46	\$ 470,914
918,274	Nelnet Student Loan Trust, Series 2012-5A A (e)(f)	0.75	10/27/36	916,072	408,523	Residential Accredit Loans, Inc., Series 2006-QS10 A1	6.00	08/25/36	346,880
1,235,000	Nelnet Student Loan Trust, Series 2014-4A A2 (b)(e)(f)	1.10	11/25/43	1,240,136	212,065	Residential Accredit Loans, Inc., Series 2006-QS17 A4	6.00	12/25/36	168,029
1,270,000	Neuberger Berman CLO XVI, Ltd. (e)(f)	1.70	04/15/26	1,268,682	332,777	Residential Accredit Loans, Inc., Series 2007-QS1 1A1	6.00	01/25/37	285,728
1,270,000	Nomad CLO, Ltd., Series 2013-1A A1 (e)(f)	1.43	01/15/25	1,259,248	164,848	Residential Accredit Loans, Inc., Series 2007-QS5 A1	5.50	03/25/37	131,753
335,929	Nomura Asset Acceptance Corp. Alternative Loan Trust, Series 2007-1 1A1A (g)	6.00	03/25/47	257,617	670,147	Residential Accredit Loans, Inc., Series 2007-QS8 A6	6.00	06/25/37	548,318
1,470,873	Nomura Home Equity Loan, Inc. Home Equity Loan Trust, Series 2005-HE1 M3 (e)	0.63	09/25/35	1,430,759	392,102	Residential Asset Mortgage Products Trust, Series 2004-SL3 A4	8.50	12/25/31	366,839
854,867	Oakwood Mortgage Investors, Inc., Series 1999-B A4	6.99	12/15/26	913,338	94	Residential Asset Mortgage Products, Inc., Series 2004-RZ1 A17 (b)(e)	4.03	01/25/33	94
30,660	Opteum Mortgage Acceptance Corp. Asset Backed Pass-Through Certificates, Series 2005-5 2A1B (e)	5.64	12/25/35	30,791	398,275	Residential Asset Securitization Trust, Series 2006-A10 A5	6.50	09/25/36	302,567
555,685	Origen Manufactured Housing Contract Trust, Series 2004-A M2 (b)(e)	6.64	01/15/35	609,978	1,151,760	Residential Asset Securitization Trust, Series 2007-A5 1A2 (e)	0.55	05/25/37	316,722
220,000	Popular ABS Mortgage Pass-Through Trust, Series 2007-A A3 (e)	0.46	06/25/47	152,297	100,000	Ruby Pipeline, LLC (b)(f)	6.00	04/01/22	111,061
985,857	Prudential Holdings, LLC (f)	8.70	12/18/23	1,247,945	1,234,894	Saxon Asset Securities Trust, Series 2005-4 A1B (e)	0.53	11/25/37	1,155,967
476,610	Residential Accredit Loans, Inc., Series 2005-Q03 A1 (e)	0.55	10/25/45	372,798	1,365,000	Saxon Asset Securities Trust, Series 2007-1 A2C (e)	0.30	01/25/47	1,084,858
					2,167,076	Securitized Asset Backed Receivables, LLC Trust, Series 2007-BR5 A2C (e)	0.50	05/25/37	1,610,690

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\$ 212,525	Securitized Asset Backed Receivables, LLC Trust, Series 2007-NC1 A2B (e)	0.30%	12/25/36	\$ 123,042	\$ 735,000	SLM Student Loan Trust, Series 2008-8 B (b)(e)	2.48%	10/25/29	\$ 777,889
2,168,821	Securitized Asset Backed Receivables, LLC Trust, Series 2007-NC2 A2B (e)	0.29	01/25/37	1,583,176	161,310	SLM Student Loan Trust, Series 2012-3 A (b)(e)	0.80	12/26/25	162,696
1,122,173	SLC Student Loan Trust, Series 2004-1 B (e)	0.52	08/15/31	1,015,041	883,455	Soundview Home Loan Trust, Series 2006-EQ2 A4 (e)	0.39	01/25/37	615,177
915,422	SLC Student Loan Trust, Series 2005-2 B (e)	0.51	03/15/40	826,758	765,997	Spirit Master Funding, LLC, Series 2014-1A A1 (b)(f)	5.05	07/20/40	817,464
1,100,000	SLC Student Loan Trust, Series 2006-2 A5 (e)	0.33	09/15/26	1,082,308	41,666	Structured Adjustable Rate Mortgage Loan Trust, Series 2006-1 7A3 (e)	5.03	02/25/36	41,442
170,000	SLM Student Loan Trust, Series 2004-5A A5 (b)(e)(f)	0.76	10/25/23	170,896	775,277	Structured Adjustable Rate Mortgage Loan Trust, Series 2006-1 7A4 (e)	5.03	02/25/36	650,991
35,231	SLM Student Loan Trust, Series 2004-8 B (b)(e)	0.69	01/25/40	32,227	62,176	Structured Adjustable Rate Mortgage Loan Trust, Series 2007-3 3A1 (e)	2.71	04/25/47	50,035
161,356	SLM Student Loan Trust, Series 2004-8A A5 (b)(e)(f)	0.73	04/25/24	161,835	171,550	Structured Asset Securities Corp. Mortgage Loan Trust, Series 2005-4XS 2A1A (b)(e)	1.90	03/25/35	171,925
675,000	SLM Student Loan Trust, Series 2006-2 A6 (e)	0.40	01/25/41	623,247	818,811	Structured Asset Securities Corp. Mortgage Pass-Through Certificates, Series 2003-26A 3A5 (e)	2.43	09/25/33	824,820
675,000	SLM Student Loan Trust, Series 2006-8 A6 (e)	0.39	01/25/41	615,673	1,615,783	Structured Receivables Finance, LLC, Series 2010-A B (f)(h)	7.61	01/16/46	1,926,277
697,997	SLM Student Loan Trust, Series 2007-6 B (b)(e)	1.08	04/27/43	638,931	900,000	Structured Receivables Finance, LLC, Series 2010-B B (f)(h)	7.97	08/15/36	1,117,914
735,000	SLM Student Loan Trust, Series 2008-2 B (b)(e)	1.43	01/25/29	668,077	625,000	Symphony CLO IX, LP, Series 2012-9A C (e)(f)	3.48	04/16/22	625,036
735,000	SLM Student Loan Trust, Series 2008-3 B (b)(e)	1.43	04/25/29	680,331	142,500	TAL Advantage, LLC, Series 2006-1A (b)(e)(f)	0.35	04/20/21	141,270
735,000	SLM Student Loan Trust, Series 2008-4 B (b)(e)	2.08	04/25/29	734,737					
735,000	SLM Student Loan Trust, Series 2008-7 B (b)(e)	2.08	07/25/29	740,626					



**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 3,000,000	Navistar International Corp. (b)(f)	4.75%	04/15/19	\$ 3,016,875	<b>Financial - 1.6%</b>				
3,500,000	Wabash National Corp. (b)	3.38	05/01/18	4,617,812	\$ 6,350,000	CBIZ, Inc. (f)	4.88%	10/01/15	\$ 7,564,437
				<u>25,106,841</u>	5,900,000	Encore Capital Group Inc (b)	3.00	07/01/20	6,740,750
<b>Consumer Staples - 1.9%</b>					5,500,000	Forestar Group, Inc. (b)	3.75	03/01/20	5,733,750
1,500,000	Acorda Therapeutics, Inc. (b)	1.75	06/15/21	1,563,750	3,500,000	FXCM, Inc. (b)	2.25	06/15/18	3,655,313
4,000,000	Albany Molecular Research, Inc. (f)	2.25	11/15/18	6,147,500	6,000,000	Gain Capital Holdings, Inc. (b)(f)	4.13	12/01/18	5,550,000
1,000,000	ARIAD Pharmaceuticals, Inc. (f)	3.63	06/15/19	921,250	3,000,000	Meadowbrook Insurance Group, Inc. (b)	5.00	03/15/20	2,866,875
3,100,000	Array BioPharma, Inc.	3.00	06/01/20	2,759,000					<u>32,111,125</u>
2,000,000	Ascent Capital Group, Inc.	4.00	07/15/20	1,810,000	<b>Healthcare - 1.1%</b>				
2,000,000	Ctrip.com International, Ltd. (f)	1.25	10/15/18	2,086,250	6,000,000	Accuray, Inc.	3.75	08/01/16	6,296,250
2,700,000	Depomed, Inc. (b)	2.50	09/01/21	2,856,938	5,950,000	AMAG Pharmaceuticals, Inc.	2.50	02/15/19	8,002,750
5,000,000	Emergent Biosolutions, Inc. (b)(f)	2.88	01/15/21	5,037,500	1,000,000	VIVUS, Inc. (b)(f)	4.50	05/01/20	733,750
4,000,000	Endologix, Inc. (b)	2.25	12/15/18	3,605,000	2,922,000	Volcano Corp. (b)	2.88	09/01/15	2,914,695
5,500,000	Healthways, Inc. (b)	1.50	07/01/18	5,737,187	4,550,000	Volcano Corp. (b)	1.75	12/01/17	3,961,344
3,000,000	Ligand Pharmaceuticals, Inc. (b)(f)	0.75	08/15/19	2,816,250					<u>21,908,789</u>
1,600,000	Protalix BioTherapeutics, Inc.	4.50	09/15/18	1,386,000	<b>Industrial - 1.2%</b>				
740,000	TESARO, Inc. (b)	3.00	10/01/21	776,075	2,755,000	AAR Corp., Series B	2.25	03/01/16	2,804,934
				<u>37,502,700</u>	4,500,000	Altra Industrial Motion Corp.	2.75	03/01/31	5,506,875
<b>Energy - 0.8%</b>					1,800,000	Bristow Group, Inc.	3.00	06/15/38	1,946,250
920,000	Chesapeake Energy Corp.	2.50	05/15/37	932,075	5,000,000	Griffon Corp. (b)(f)	4.00	01/15/17	5,565,625
3,200,000	Clean Energy Fuels Corp. (b)(f)	5.25	10/01/18	2,776,000	3,500,000	Kaman Corp. (b)(f)	3.25	11/15/17	4,471,250
2,000,000	Energy XXI Bermuda, Ltd. (b)(f)	3.00	12/15/18	1,642,500	2,250,000	TTM Technologies, Inc. (b)	1.75	12/15/20	2,196,563
2,000,000	JinkoSolar Holding Co., Ltd. (b)(f)	4.00	02/01/19	1,915,000	1,000,000	Vishay Intertechnology, Inc. (b)(f)	2.25	06/01/42	1,288,750
695,000	Pengrowth Energy Corp.	6.25	03/31/17	645,386					<u>23,780,247</u>
6,000,000	Renewable Energy Group, Inc. (b)	2.75	06/15/19	6,180,000	<b>Information Technology - 2.9%</b>				
2,000,000	SolarCity Corp. (b)(f)	1.63	11/01/19	1,936,250	5,450,000	Ciena Corp. (f)	4.00	03/15/15	5,671,406
				<u>16,027,211</u>	5,500,000	Cornerstone OnDemand, Inc.	1.50	07/01/18	5,469,062
					4,600,000	GT Advanced Technologies, Inc. (b)	3.00	12/15/20	5,229,625
					1,250,000	j2 Global, Inc. (b)	3.25	06/15/29	1,252,344
					6,000,000	Mentor Graphics Corp. (b)	4.00	04/01/31	6,971,250
					3,200,000	Photronics, Inc. (b)	5.50	10/01/14	5,320,000
					4,958,000	Photronics, Inc. (b)	3.25	04/01/16	5,249,282

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 5,600,000	Quantum Corp. (b)	4.50%	11/15/17	\$ 5,691,000	<b>Utilities - 0.2%</b>				
5,000,000	Radisys Corp. (b)(h)	4.50	02/15/15	4,750,000	\$ 4,750,000	EnerNOC, Inc. (b)(f)	2.25%	08/15/19	\$ 4,465,000
5,000,000	Rudolph Technologies, Inc. (b)(f)	3.75	07/15/16	5,218,750	Total Corporate Convertible Bonds (Cost \$271,427,104) <b>283,054,627</b>				
1,700,000	Synchronoss Technologies, Inc. (b)	0.75	08/15/19	1,879,563	<b>Corporate Non-Convertible Bonds - 4.6%</b>				
2,000,000	Take-Two Interactive Software, Inc. (b)	1.75	12/01/16	2,667,500	<b>Consumer Discretionary - 0.5%</b>				
1,200,000	Take-Two Interactive Software, Inc. (b)	1.00	07/01/18	1,486,500	750,000	Caesars Entertainment Resort Properties, LLC (f)	8.00	10/01/20	742,500
2,500,000	TeleCommunication Systems, Inc. (f)	4.50	11/01/14	2,503,125	1,270,000	HD Supply, Inc.	8.13	04/15/19	1,377,950
				<u>59,359,407</u>	750,000	HD Supply, Inc.	11.00	04/15/20	853,125
<b>Materials - 0.8%</b>					1,416,000	Jarden Corp.	7.50	05/01/17	1,554,060
5,500,000	Horsehead Holding Corp. (b)	3.80	07/01/17	7,074,375	1,000,000	K Hovnanian Enterprises, Inc.	6.25	01/15/16	1,033,750
3,268,000	Primero Mining Corp.	6.50	03/31/16	3,349,700	2,250,000	K Hovnanian Enterprises, Inc.	8.63	01/15/17	2,413,125
7,238,000	Silver Standard Resources, Inc. (b)(f)	2.88	02/01/33	5,767,781	1,000,000	MGM Resorts International	6.63	07/15/15	1,030,000
				<u>16,191,856</u>					<u>9,004,510</u>
<b>Telecommunication Services - 2.3%</b>					<b>Consumer Staples - 0.3%</b>				
6,500,000	Alaska Communications Systems Group, Inc.	6.25	05/01/18	5,265,000	3,500,000	Cenveo Corp. (f)	6.00	08/01/19	3,298,750
5,000,000	Blucora, Inc. (f)	4.25	04/01/19	5,037,500	1,750,000	Monitronics International, Inc. (b)	9.13	04/01/20	1,811,250
3,500,000	Dealertrack Technologies, Inc. (b)	1.50	03/15/17	4,550,000	60,000	NYU Hospitals Center (b)	5.75	07/01/43	70,069
4,000,000	Infinera Corp. (b)	1.75	06/01/18	4,480,000					<u>5,180,069</u>
4,558,000	InterDigital, Inc. (b)	2.50	03/15/16	4,683,345	<b>Energy - 0.4%</b>				
2,000,000	ModusLink Global Solutions, Inc. (b)(f)	5.25	03/01/19	1,820,000	750,000	Arch Coal, Inc. (f)	8.00	01/15/19	646,875
5,000,000	Move, Inc. (b)(f)	2.75	09/01/18	6,396,875	1,496,000	Energy Transfer Partners LP (b)(e)	3.26	11/01/66	1,415,590
1,750,000	Vipshop Holdings, Ltd. (b)	1.50	03/15/19	2,079,219	3,350,000	Gastar Exploration, Inc.	8.63	05/15/18	3,467,250
6,200,000	Web.com Group, Inc. (b)	1.00	08/15/18	5,696,250	455,000	Newfield Exploration Co.	5.63	07/01/24	489,125
5,000,000	WebMD Health Corp. (b)	2.25	03/31/16	5,062,500	55,000	Petrobras Global Finance BV (b)(e)	1.85	05/20/16	55,082
1,510,000	WebMD Health Corp.	2.50	01/31/18	1,530,762	122,000	The Williams Cos., Inc.	7.88	09/01/21	147,161
				<u>46,601,451</u>	1,500,000	Walter Energy, Inc. (f)	9.50	10/15/19	1,372,500
									<u>7,593,583</u>
					<b>Financial - 1.8%</b>				
					2,000,000	Ally Financial, Inc.	4.63	06/26/15	2,032,800
					185,000	Bank of America Corp.	5.63	10/14/16	200,816
					80,000	Bank of America Corp., MTN (e)	8.68	05/02/17	85,600

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 80,000	Bank of America Corp., MTN (e)	8.95%	05/18/17	\$ 86,104	\$ 1,409,000	Healthcare Realty Trust, Inc. REIT	6.50%	01/17/17	\$ 1,559,032
80,000	Bank of America Corp., MTN (e)	9.57	06/06/17	87,400	540,000	Healthcare Realty Trust, Inc. REIT	5.75	01/15/21	602,075
20,000	Bank of America Corp., MTN, Series L	5.65	05/01/18	22,264	175,000	International Lease Finance Corp. (f)	6.75	09/01/16	189,438
1,500,000	Bank of America NA BKNT (b)	6.10	06/15/17	1,671,349	2,500,000	iStar Financial, Inc. (b)	6.05	04/15/15	2,556,250
750,000	Bank of America NA BKNT (e)	0.53	06/15/17	745,352	950,000	JP Morgan Chase Capital XXIII (e)	1.23	05/15/47	774,250
75,000	Chase Capital III, Series C (b)(e)	0.78	03/01/27	65,625	150,000	JPMorgan Chase & Co.	4.50	01/24/22	160,965
925,000	Chase Capital VI (e)	0.86	08/01/28	809,375	250,000	JPMorgan Chase Capital XIII, Series M (e)	1.18	09/30/34	217,188
750,000	CIT Group, Inc. (f)	4.75	02/15/15	758,906	1,340,000	JPMorgan Chase Capital XXI, Series U (e)	1.19	02/02/37	1,147,375
40,000	CIT Group, Inc. (b)(f)	6.63	04/01/18	43,050	700,000	Macquarie Bank, Ltd. (f)	6.63	04/07/21	798,699
150,000	Citigroup, Inc.	5.85	08/02/16	162,367	90,000	Morgan Stanley	4.20	11/20/14	90,054
90,000	Citigroup, Inc.	6.13	05/15/18	101,986	250,000	Morgan Stanley, MTN (b)(e)	0.68	10/18/16	250,791
3,750,000	Citigroup, Inc. (b)(e)	0.78	08/25/36	3,050,422	2,575,000	Nationwide Mutual Insurance Co. (b)(e)(f)	5.81	12/15/24	2,597,531
75,000	Credit Suisse, Series YCD (b)(e)	0.47	04/10/15	75,121	770,000	Raymond James Financial, Inc.	8.60	08/15/19	961,628
1,300,000	Credit Suisse, Series YCD (b)(e)	0.55	08/24/15	1,299,701	1,250,000	Realogy Group, LLC (f)	7.63	01/15/20	1,343,750
150,000	Duke Realty LP REIT	7.38	02/15/15	153,693	700,000	Realogy Group, LLC / Realogy Co-Issuer Corp. (f)	4.50	04/15/19	679,000
1,180,000	Farmers Exchange Capital II (b)(e)(f)	6.15	11/01/53	1,345,043	1,000,000	Realogy Group, LLC / The Sunshine Group Florida, Ltd. (f)	3.38	05/01/16	1,000,000
150,000	General Electric Capital Corp., MTN	5.38	10/20/16	163,441	900,000	Royal Bank of Scotland Group PLC	6.10	06/10/23	951,910
150,000	General Electric Capital Corp., MTN	3.10	01/09/23	148,614	1,600,000	SL Green Realty Corp. / SL Green Operating Partnership / Reckson Operating Partnership	5.00	08/15/18	1,725,520
900,000	General Electric Capital Corp., MTN (b)(e)	0.62	05/05/26	860,232	355,000	The Goldman Sachs Group, Inc.	6.15	04/01/18	400,475
2,200,000	General Electric Capital Corp., MTN (e)	0.71	08/15/36	1,924,391	55,000	The Goldman Sachs Group, Inc., MTN (b)(e)	1.83	11/29/23	57,246
150,000	HBOS PLC, MTN (f)	6.75	05/21/18	169,950					
60,000	HCP, Inc. (b)	3.88	08/15/24	58,898					
232,000	HCP, Inc. REIT	5.63	05/01/17	255,388					
1,380,000	Health Care REIT, Inc. (b)	4.95	01/15/21	1,520,309					
60,000	Health Care REIT, Inc. (b)	3.75	03/15/23	59,345					
35,000	Health Care REIT, Inc.	6.50	03/15/41	43,957					

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 100,000	The Goldman Sachs Group, Inc., MTN, Series B (e)	0.63%	07/22/15	\$ 100,158	\$ 750,000	Nielsen Finance LLC / Nielsen Finance Co.	4.50%	10/01/20	\$ 729,375
750,000	The Goldman Sachs Group, Inc., Series D (b)	6.00	06/15/20	862,678	425,000	Spanish Broadcasting System, Inc. (f)	12.50	04/15/17	459,000
477,000	Thornburg Mortgage, Inc. (i)	8.00	05/15/13	61,118	55,000	Sprint Communications, Inc. (f)	9.00	11/15/18	63,663
100,000	ZFS Finance USA Trust II (b)(e)(f)	6.45	12/15/65	107,500	3,500,000	Videotron, Ltd.	6.38	12/15/15	3,508,750
				<u>37,196,130</u>	1,750,000	Windstream Corp.	7.88	11/01/17	<u>1,949,062</u>
									<u>8,966,412</u>
<b>Healthcare - 0.0%</b>					<b>Utilities - 0.2%</b>				
80,000	HCA, Inc.	7.25	09/15/20	<u>84,200</u>	1,648,000	AES Corp.	7.75	10/15/15	1,742,760
<b>Industrial - 0.5%</b>					1,100,000	Energy Future Intermediate Holding Co. (i)	10.00	12/01/20	96,250
2,100,000	American Piping Products, Inc. (f)	12.88	11/15/17	2,299,500	375,000	GenOn Americas Generation, LLC	8.50	10/01/21	352,969
1,936,000	Graphic Packaging International, Inc.	7.88	10/01/18	2,020,893	1,000,000	IPALCO Enterprises, Inc.	5.00	05/01/18	1,058,750
1,050,000	International Wire Group Holdings, Inc. (f)	8.50	10/15/17	1,131,375	150,000	Metropolitan Edison Co. (f)	3.50	03/15/23	149,208
2,824,000	Mueller Water Products, Inc.	7.38	06/01/17	2,884,010	145,000	Oncor Electric Delivery Co., LLC	6.80	09/01/18	170,135
1,250,000	Mueller Water Products, Inc.	8.75	09/01/20	1,350,000	115,000	PNM Resources, Inc.	9.25	05/15/15	120,936
1,000,000	Sydney Airport Finance Co Pty, Ltd. (f)	5.13	02/22/21	1,114,464	80,000	Public Service Co. of New Mexico	7.95	05/15/18	95,510
125,000	Sydney Airport Finance Co. Pty, Ltd. (f)	3.90	03/22/23	126,959	600,000	Sabine Pass LNG LP (f)	7.50	11/30/16	639,060
				<u>10,927,201</u>	250,000	Sabine Pass LNG LP	7.50	11/30/16	<u>266,275</u>
									<u>4,691,853</u>
<b>Information Technology - 0.3%</b>					Total Corporate Non-Convertible Bonds (Cost \$87,980,650)				
1,500,000	EarthLink Holdings Corp.	7.38	06/01/20	1,545,750	<b>92,165,591</b>				
3,850,000	Jazz Technologies, Inc.	8.00	06/30/15	<u>3,931,813</u>	<b>Exchange Traded Notes - 0.0%</b>				
				<u>5,477,563</u>	20,500	iPATH S&P 500 VIX Mid-Term Futures ETN (a)(b) (Cost \$948,088)			<b>268,960</b>
<b>Materials - 0.2%</b>					<b>Interest Only Bonds - 0.2%</b>				
2,000,000	ArcelorMittal	4.25	02/25/15	2,012,500	21,834,255	Lehman ABS Manufactured Housing Contract Trust, Series 2001-B AIOC (e)	0.55	04/15/40	479,367
950,000	ArcelorMittal (b)	4.25	08/05/15	969,000	51,371,665	Residential Accredited Loans, Inc., Series 2006-QS11 AV (e)	0.33	08/25/36	718,201
65,000	Barrick Gold Corp. (b)	4.10	05/01/23	62,570	24,582,167	Residential Accredited Loans, Inc., Series 2006-QS6 1AV (e)	0.74	06/25/36	788,584
				<u>3,044,070</u>					
<b>Telecommunication Services - 0.4%</b>									
100,000	DISH DBS Corp.	6.63	10/01/14	100,000					
750,000	FairPoint Communications, Inc. (f)	8.75	08/15/19	789,375					
1,356,000	Gannett Co., Inc.	8.75	11/15/14	1,367,187					



**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 56,019,953	Residential Accredit Loans, Inc., Series 2007-QS2 AV (e)	0.32%	01/25/37	\$ 682,799	<b>Syndicated Loans - 1.0%</b>				
55,961,399	Residential Accredit Loans, Inc., Series 2007-QS3 AV (e)	0.33	02/25/37	771,624	\$ 2,989,858	Arch Coal, Inc. (e)	6.25%	05/16/18	\$ 2,733,228
Total Interest Only Bonds (Cost \$1,723,637)				<b>3,440,575</b>	1,496,203	Atlas Iron, Ltd. (e)	8.75	12/10/17	1,492,462
<b>Municipal Bonds - 0.5%</b>					2,094,447	CPM Holdings, Inc. (e)	6.25	08/29/17	2,097,065
<b>California - 0.0%</b>					2,500,000	Energy Future Intermediate Holding Co., LLC (e)	4.25	06/19/16	2,495,000
60,000	State of California	6.20	03/01/19	70,339	375,148	HCA, Inc.	2.98	05/01/18	373,898
750,000	State of California	7.95	03/01/36	915,592	500,000	HCA, Inc.	2.98	05/01/18	498,333
				985,931	1,994,911	HD Supply, Inc. (e)	4.00	06/28/18	1,974,546
<b>Illinois - 0.3%</b>					3,120,289	iHeartCommuni- cations, Inc. (e)	3.80	01/29/16	3,097,862
1,625,000	City of Chicago IL	6.05	01/01/29	1,678,852	2,000,000	Momentive Performance Materials	4.00	12/31/49	2,001,250
85,000	State of Illinois (b)	4.35	06/01/18	88,873	1,750,000	Noranda Aluminum Acquisition Corp. (e)	5.75	02/28/19	1,709,166
1,000,000	State of Illinois	6.20	07/01/21	1,113,320	1,500,000	WideOpenWest Finance, LLC (e)	3.75	07/17/17	1,496,625
2,105,000	State of Illinois (b)	4.95	06/01/23	2,183,811	Total Syndicated Loans (Cost \$20,248,615)				<b>19,969,435</b>
100,000	State of Illinois (b)	5.10	06/01/33	97,205	<b>U.S. Government &amp; Agency Obligations - 1.4%</b>				
				5,162,061	<b>Agency - 0.0%</b>				
<b>New York - 0.1%</b>					220,000	FHLB (b)(g)	0.75	05/26/28	218,230
35,000	City of New York NY (b)	5.05	10/01/24	39,430	<b>Discount Note - 0.5%</b>				
1,050,000	City of New York NY (b)	6.65	12/01/31	1,252,115	410,000	FHLB (b)(j)	0.08	10/15/14	410,000
1,025,000	New York City Water & Sewer System	6.49	06/15/42	1,183,834	2,295,000	FHLB (b)(j)	0.06-0.08	10/29/14	2,294,995
				2,475,379	965,000	FHLB (j)	0.07	10/31/14	964,998
<b>North Carolina - 0.1%</b>					235,000	FHLB (b)(j)	0.08	11/07/14	234,999
1,800,000	North Carolina State Education Assistance Authority, Series 2011-1 A3 (e)	1.13	10/25/41	1,829,034	245,000	FHLB (b)(j)	0.08	11/12/14	244,999
					210,000	FHLB (b)(j)	0.08	11/14/14	209,999
<b>Texas - 0.0%</b>					225,000	FHLB (b)(j)	0.06	03/25/15	224,978
100,000	City of Houston TX (b)	6.29	03/01/32	124,193	410,000	FHLB (b)(j)	0.07	03/27/15	409,960
Total Municipal Bonds (Cost \$10,300,174)				<b>10,576,598</b>	1,230,000	FNMA (j)	0.03	01/15/15	1,229,971
<b>Municipal Demand Notes - 0.0%</b>					1,250,000	FNMA (j)	0.03	01/22/15	1,249,930
<b>Arizona - 0.0%</b>					3,045,000	FNMA (j)	0.03	01/28/15	3,044,921
1,500,000	Arizona Health Facilities Authority (e) (Cost \$1,139,772)	0.97	01/01/37	<b>1,344,600</b>	10,519,750				
<b>Interest Only Bonds - 0.3%</b>					3,632,662	FHLMC, Series 3262, Class KS (e)	6.26	01/15/37	500,059
					5,312,660	FHLMC, Series 3271, Class SB (e)	5.90	02/15/37	650,486
					3,227,885	FHLMC, Series 3404, Class AS (e)	5.74	01/15/38	482,302
					2,838,672	FNMA, Series 2005-92, Class US (e)	5.95	10/25/25	360,471

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 3,744,573	FNMA, Series 2006-125, Class SM (e)	7.05%	01/25/37	\$ 596,724	\$ 175,000	FHLMC Multifamily Structured Pass Through Certificates, Series K010, Class A2 (b)	4.33%	10/25/20	\$ 192,900
4,492,593	FNMA, Series 2007-52, Class LS (e)	5.90	06/25/37	577,508	215,000	FHLMC Multifamily Structured Pass Through Certificates, Series K020, Class A2 (b)	2.37	05/25/22	210,740
1,085,159	FNMA, Series 2007-68, Class SC (e)	6.55	07/25/37	159,998	10,643	FHLMC, Series 2433, Class SA (b)(e)	20.53	02/15/32	16,103
399,863	FNMA, Series 2007-77, Class SK (b)(e)	5.72	08/25/37	50,851	333,077	FHLMC, Series 3442, Class MT (e)	0.15	07/15/34	314,390
4,665,165	FNMA, Series 2009-115, Class SB (e)	6.10	01/25/40	678,795	215,000	FNCI25 - FNMA TBA	2.50	10/15/29	216,226
866,012	FNMA, Series 2010-35, Class IA	5.00	07/25/38	22,685	130,000	FNCI3 - FNMA TBA	3.00	10/15/29	133,910
2,211,936	GNMA, Series 2007-78, Class SG (e)	6.39	12/20/37	364,277	80,000	FNCI35 - FNMA TBA	3.50	10/15/29	84,100
3,401,138	GNMA, Series 2008-51, Class GS (e)	6.08	06/16/38	593,247	575,000	FNCL3 - FNMA TBA	3.00	10/15/44	566,869
258,203	GNMA, Series 2009-106, Class KS (b)(e)	6.25	11/20/39	38,627	5,000	FNCL3 - FNMA TBA	3.00	10/15/44	4,929
517,876	GNMA, Series 2010-158, Class EI (b)	4.00	12/16/25	67,018	275,000	FNCL35 - FNMA TBA	3.50	10/15/44	281,102
189,848	GNMA, Series 2010-4, Class NS (e)	6.24	01/16/40	31,723	235,000	FNCL35 - FNMA TBA	3.50	10/15/44	240,214
2,484,863	GNMA, Series 2010-4, Class SL (e)	6.25	01/16/40	402,929	315,000	FNCL4 - FNMA TBA	4.00	10/15/44	331,976
				<u>5,577,700</u>	100,000	FNCL4 - FNMA TBA	4.00	10/15/44	105,389
					345,000	FNCL4 - FNMA TBA	4.00	10/15/44	363,592
<b>Mortgage Securities - 0.4%</b>					230,000	FNCL45 - FNMA TBA	4.50	10/15/44	248,184
170,749	FHLMC Gold Pool #A96411	4.00	01/01/41	180,953	70,000	FNCL45 - FNMA TBA	4.50	10/15/44	75,534
55,018	FHLMC Gold Pool #G01864 (b)	5.00	01/01/34	60,818	2,717	FNMA Pool #673743 (b)(e)	2.63	11/01/32	2,731
149,062	FHLMC Gold Pool #G06361	4.00	03/01/41	158,196	42,945	FNMA Pool #735646	4.50	07/01/20	45,494
46,912	FHLMC Gold Pool #G13475 (b)	6.00	01/01/24	51,485	41,122	FNMA Pool #735861 (b)	6.50	09/01/33	47,899
5,942	FHLMC Gold Pool #H03161 (b)	6.50	08/01/37	6,552	33,153	FNMA Pool #735881 (b)	6.00	11/01/34	37,907
195,438	FHLMC Gold Pool #Q20178	3.50	07/01/43	200,757	18,207	FNMA Pool #764388 (b)(e)	1.78	03/01/34	19,428
315,231	FHLMC Gold Pool #U90791	4.00	01/01/43	333,655	56,879	FNMA Pool #776708 (b)	5.00	05/01/34	63,554
155,000	FHLMC Multifamily Structured Pass Through Certificates, Series K009 A2 (b)	3.81	08/25/20	166,527	71,399	FNMA Pool #888219	5.50	03/01/37	79,532
					30,316	FNMA Pool #974148	5.50	02/01/38	33,737
					145,042	FNMA Pool #AB1613	4.00	10/01/40	153,852

**ABSOLUTE STRATEGIES FUND**  
**SCHEDULE OF INVESTMENTS**  
**SEPTEMBER 30, 2014**

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 152,587	FNMA Pool #AB3864	3.50%	11/01/41	\$ 156,734	\$ 345,000	U.S. Treasury Note (b)	0.50%	07/31/16	\$ 345,067
135,270	FNMA Pool #AD0791 (b)	4.77	02/01/20	149,888	645,000	U.S. Treasury Note (b)	0.50	08/31/16	644,383
160,318	FNMA Pool #AE0600 (b)	3.98	11/01/20	173,786	140,000	U.S. Treasury Note (b)	0.88	09/15/16	140,774
156,737	FNMA Pool #AE0605 (b)	4.67	07/01/20	173,482	320,000	U.S. Treasury Note (b)	0.88	05/15/17	319,612
152,064	FNMA Pool #AJ0764	4.50	09/01/41	164,550	325,000	U.S. Treasury Note (b)	0.88	07/15/17	323,908
224,850	FNMA Pool #ALO149	4.00	02/01/41	238,328	1,580,000	U.S. Treasury Note (b)	2.38	08/15/24	1,561,855
106,397	FNMA Pool #ALO851	6.00	10/01/40	120,393					4,671,636
295,171	FNMA Pool #MA1608	3.50	10/01/33	307,643	Total U.S. Government & Agency Obligations (Cost \$25,907,583)				<b>28,341,953</b>
34,614	FNMA, Series 2001-52, Class YZ (b)	6.50	10/25/31	38,942	<b>Total Fixed Income Securities (Cost \$540,930,873)</b>				<b>579,939,848</b>
15,614	FNMA, Series 2001-81, Class QG (b)	6.50	01/25/32	17,358	<b>Shares</b>	<b>Security Description</b>			<b>Value</b>
118,387	FNMA, Series 2006-4, Class WE	4.50	02/25/36	126,993	<b>Rights - 0.0%</b>				
200,000	G2SF35 - GNMA TBA	3.50	10/15/44	206,672	150,000	Comdisco Holding Co., Inc. (a)(l)			<b>13,500</b>
240,000	G2SF4 - GNMA TBA	4.00	10/15/44	254,362	<b>Investment Companies - 10.8%</b>				
120,000	G2SF45 - GNMA TBA	4.50	10/15/44	130,163	37,632	BlackRock Credit Allocation Income Trust			500,882
6,466	GNMA II Pool #080610 (b)(e)	1.63	06/20/32	6,718	61,990	BlackRock Floating Rate Income Trust			855,462
20,514	GNMA II Pool #081136 (b)(e)	2.13	11/20/34	21,604	71,620	DoubleLine Income Solutions Fund			1,550,573
19,364	GNMA II Pool #081432 (b)(e)	1.63	08/20/35	20,171	55,320	DoubleLine Opportunistic Credit Fund			1,305,552
16,920	GNMA II Pool #081435 (b)(e)	1.63	08/20/35	17,615	4,433	Market Vectors Gold Miners ETF			94,645
				<u>7,354,637</u>	92,598	PCM Fund, Inc.			1,027,838
<b>U.S. Treasury Securities - 0.2%</b>					57,500	PIMCO Dynamic Credit Income Fund			1,292,025
37,000	U.S. Treasury Bill (k)	0.03	11/06/14	36,999	45,200	PIMCO Dynamic Income Fund			1,426,512
290,000	U.S. Treasury Bond (b)	3.13	08/15/44	285,401	38,380	PIMCO Income Opportunity Fund			1,058,904
40,000	U.S. Treasury Inflation Indexed Bond (b)	1.63	01/15/15	49,976	98,012	PIMCO Income Strategy Fund II			1,032,066
390,000	U.S. Treasury Inflation Indexed Bond (b)	0.50	04/15/15	429,328	1,054,062	SPDR S&P 500 ETF Trust (c)(d)			207,671,295
155,000	U.S. Treasury Inflation Indexed Bond (b)	0.13	04/15/17	164,843	4,434	SPDR S&P Metals & Mining ETF			163,127
105,000	U.S. Treasury Inflation Indexed Bond (b)	0.13	07/15/24	101,208	27,400	Western Asset Mortgage Defined Opportunity Fund, Inc.			658,696
245,000	U.S. Treasury Inflation Indexed Bond (b)	1.38	02/15/44	268,282	<b>Total Investment Companies (Cost \$131,544,123)</b>				<b>218,637,577</b>
					<b>Principal</b>	<b>Security Description</b>	<b>Rate</b>	<b>Maturity</b>	<b>Value</b>
					<b>Short-Term Investments - 0.0%</b>				
					<b>Commercial Paper - 0.0%</b>				
					\$ 325,000	Macquerie Bank, Ltd. (b)(k) (Cost \$324,888)	0.23%	11/24/14	<b>324,919</b>
					<b>Total Short-Term Investments (Cost \$324,888)</b>				<b>324,919</b>
					<b>Shares</b>	<b>Security Description</b>			<b>Value</b>
					<b>Money Market Funds - 0.6%</b>				
					11,649,157	JP Morgan 100% U.S. Treasury Money Market Fund Cap 0.00% (e) (Cost \$11,649,157)			<b>\$ 11,649,157</b>

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2014

<b>Contracts</b>	<b>Security Description</b>	<b>Strike Price</b>	<b>Exp. Date</b>	<b>Value</b>
<b>Purchased Options - 0.6%</b>				
<b>Call Options Purchased - 0.2%</b>				
1,958	General Motors Co.	\$ 20.00	01/15	2,349,600
3,476	ParkerVision, Inc.	7.00	10/14	3,476
4,810	SPDR S&P 500 ETF Trust	205.00	01/15	923,520
225	Therapeutics MD, Inc.	5.00	12/14	14,625
Total Call Options Purchased (Premiums Paid \$3,327,393)				<b><u>3,291,221</u></b>
<b>Put Options Purchased - 0.4%</b>				
283	BE Aerospace, Inc.	70.00	10/14	283
49	Chipotle Mexican Grill, Inc.	540.00	01/15	24,010
384	EnerNOC, Inc.	17.50	12/14	62,400
5,797	PowerShares ETF Trust	24.00	10/14	57,970
4,442	PowerShares ETF Trust	24.00	01/15	173,238
887	Powershares QQQ Trust, Series 1	95.00	12/14	160,990
3,785	SPDR S&P 500 ETF Trust	200.00	01/15	3,009,075
7,024	SPDR S&P 500 ETF Trust	192.00	01/15	3,350,448
3,483	SPDR S&P 500 ETF Trust	165.00	01/15	337,851
8,091	SPDR S&P 500 ETF Trust	130.00	01/15	105,183
9,819	SPDR S&P 500 ETF Trust	90.00	01/15	9,819
415	Whole Foods Market, Inc.	45.25	01/15	315,400
Total Put Options Purchased (Premiums Paid \$12,877,712)				<b><u>7,606,667</u></b>
<b>Total Purchased Options (Premiums Paid \$16,205,105)</b>				<b><u>10,897,888</u></b>
<b>Total Long Positions - 73.4% (Cost \$1,192,639,104)*</b>				<b>\$1,482,026,897</b>
<b>Total Short Positions - (29.7)% (Cost \$(647,838,536))*</b>				<b>(600,364,217)</b>
<b>Total Written Options - (0.7)% (Premiums Received \$(14,518,075))*</b>				<b>(13,384,752)</b>
<b>Other Assets &amp; Liabilities, Net - 57.0%</b>				<b><u>1,149,885,604</u></b>
<b>Net Assets - 100.0%</b>				<b><u>\$2,018,163,532</u></b>

**ABSOLUTE STRATEGIES FUND**  
**SCHEDULE OF SECURITIES SOLD SHORT**  
**SEPTEMBER 30, 2014**

<b>Shares</b>	<b>Security Description</b>	<b>Value</b>	<b>Shares</b>	<b>Security Description</b>	<b>Value</b>
<b>Short Positions - (29.8)%</b>			(13,100)	TESARO, Inc.	\$ (352,652)
<b>Common Stock - (26.0)%</b>			(49,800)	The Estee Lauder Cos., Inc.	(3,721,056)
<b>Consumer Discretionary - (5.3)%</b>					(24,010,965)
(1,774)	Amazon.com, Inc.	\$ (572,009)	<b>Energy - (0.4)%</b>		
(109,700)	Carnival Corp.	(4,406,649)	(10,000)	Arch Coal, Inc.	(21,200)
(1,552)	Chipotle Mexican Grill, Inc., Class A	(1,034,548)	(44,300)	Clean Energy Fuels Corp.	(345,540)
(15,051)	Cooper Tire & Rubber Co.	(431,964)	(8,400)	Energy XXI Bermuda, Ltd.	(95,340)
(87,000)	Dick's Sporting Goods, Inc.	(3,817,560)	(25,000)	Gastar Exploration, Inc.	(146,750)
(18,538)	Dolby Laboratories, Inc., Class A	(774,703)	(22,650)	JinkoSolar Holding Co., Ltd., ADR	(622,649)
(34,112)	Dorman Products, Inc.	(1,366,527)	(72,200)	Kinder Morgan, Inc.	(2,768,148)
(20,000)	Exide Technologies	(3,300)	(266,200)	Renewable Energy Group, Inc.	(2,701,930)
(6,451)	FactSet Research Systems, Inc.	(783,990)	(15,300)	SolarCity Corp.	(911,880)
(45,700)	Fastenal Co.	(2,051,930)	(9,000)	Walter Energy, Inc.	(21,060)
(426,900)	Ford Motor Co.	(6,313,851)			(7,634,497)
(34,351)	Fossil Group, Inc.	(3,225,559)	<b>Financial - (7.2)%</b>		
(42,600)	Genuine Parts Co.	(3,736,446)	(8,312,000)	Agricultural Bank of China, Ltd., Class H	(3,682,400)
(115,450)	Harley-Davidson, Inc.	(6,719,190)	(111,029)	Allianz SE, ADR	(1,789,787)
(20,900)	Home Inns & Hotels Management, Inc., ADR	(605,891)	(12,292)	AmTrust Financial Services, Inc.	(489,467)
(384,151)	JAKKS Pacific, Inc.	(2,727,472)	(88,834)	AXA SA, ADR	(2,187,093)
(162,800)	Johnson Controls, Inc.	(7,163,200)	(1,089,623)	Banco Santander SA, ADR	(10,351,418)
(172,400)	Kate Spade & Co.	(4,522,052)	(477,850)	Bank of America Corp.	(8,147,342)
(11,085)	Kohl's Corp.	(676,517)	(8,922,000)	Bank of China, Ltd., Class H	(3,998,604)
(38,200)	L Brands, Inc.	(2,558,636)	(5,734,000)	Bank of Communications Co., Ltd., Class H	(3,995,047)
(73,005)	Las Vegas Sands Corp.	(4,541,641)	(369,376)	Barclays PLC, ADR	(5,470,459)
(25,925)	La-Z-Boy, Inc.	(513,056)	(119,100)	BB&T Corp.	(4,431,711)
(111,000)	M/I Homes, Inc.	(2,200,020)	(629,897)	CBIZ, Inc.	(4,957,289)
(95,000)	Michael Kors Holdings, Ltd.	(6,782,050)	(7,018,000)	China CITIC Bank Corp., Ltd., Class H	(4,256,976)
(28,201)	Navistar International Corp.	(928,095)	(5,384,000)	China Construction Bank Corp., Class H	(3,771,993)
(609)	Netflix, Inc.	(274,769)	(2,029,000)	China Merchants Bank Co., Ltd., Class H	(3,470,140)
(8,731)	Panera Bread Co., Class A	(1,420,708)	(186,000)	Citigroup, Inc.	(9,638,520)
(32,725)	Polaris Industries, Inc.	(4,901,878)	(90,019)	Encore Capital Group, Inc.	(3,988,742)
(29,089)	Sears Holdings Corp.	(733,915)	(294,000)	Erste Group Bank AG	(6,734,194)
(22,867)	The Buckle, Inc.	(1,037,933)	(133,100)	Forestar Group, Inc.	(2,358,532)
(11,104)	The Cheesecake Factory, Inc.	(505,232)	(101,700)	FXCM, Inc., Class A	(1,611,945)
(51,680)	The Home Depot, Inc.	(4,741,123)	(202,692)	Gain Capital Holdings, Inc.	(1,291,148)
(7,596)	The Priceline Group, Inc.	(8,800,574)	(1,218,909)	Grupo Financiero Banorte SAB de CV, Class O	(7,805,991)
(25,850)	Ulta Salon Cosmetics & Fragrance, Inc.	(3,054,694)	(6,087,000)	Industrial & Commercial Bank of China, Ltd., Class H	(3,794,160)
(61,850)	Under Armour, Inc., Class A	(4,273,835)	(1,865,000)	Intesa Sanpaolo SpA	(5,667,547)
(24,655)	Vera Bradley, Inc.	(509,865)	(186,300)	Meadowbrook Insurance Group, Inc.	(1,089,855)
(211,800)	Wabash National Corp.	(2,821,176)	(748,000)	Nordea Bank AB	(9,733,537)
(24,502)	Wynn Resorts, Ltd.	(4,583,834)	(520,500)	OTP Bank PLC	(8,843,280)
(18,000)	Yum! Brands, Inc.	(1,295,640)	(17,772)	Outerwall, Inc.	(997,009)
		(107,412,032)	(13,643)	Realogy Holdings Corp.	(507,520)
<b>Consumer Staples - (1.2)%</b>			(13,200)	Royal Bank of Canada	(943,140)
(22,298)	Acorda Therapeutics, Inc.	(755,456)	(400,000)	Swedbank AB, Class A	(10,072,062)
(197,208)	Albany Molecular Research, Inc.	(4,352,381)	(868,000)	UniCredit SpA	(6,863,012)
(49,920)	ARIAD Pharmaceuticals, Inc.	(269,568)	(37,600)	Wells Fargo & Co.	(1,950,312)
(241,300)	Array BioPharma, Inc.	(861,441)	(15,049)	World Acceptance Corp.	(1,015,808)
(12,300)	Ascent Capital Group, Inc., Class A	(740,460)			(145,906,040)
(17,720)	Avis Budget Group, Inc.	(972,651)	<b>Healthcare - (0.5)%</b>		
(27,025)	Boulder Brands, Inc.	(368,351)	(271,400)	Accuray, Inc.	(1,970,364)
(18,188)	Cenveo, Inc.	(44,924)	(157,600)	AMAG Pharmaceuticals, Inc.	(5,029,016)
(12,450)	Ctrip.com International, Ltd., ADR	(706,662)	(8,868)	Johnson & Johnson	(945,240)
(95,000)	Depomed, Inc.	(1,443,050)	(13,464)	Medifast, Inc.	(442,023)
(89,691)	Emergent Biosolutions, Inc.	(1,911,315)	(33,950)	Orthofix International NV	(1,051,092)
(63,700)	Endologix, Inc.	(675,220)			
(15,564)	Green Dot Corp., Class A	(329,023)			
(168,100)	Healthways, Inc.	(2,692,962)			
(24,600)	Ligand Pharmaceuticals, Inc.	(1,155,954)			
(26,602)	PepsiCo, Inc.	(2,476,380)			
(74,983)	Protalix BioTherapeutics, Inc.	(181,459)			

**ABSOLUTE STRATEGIES FUND**  
**SCHEDULE OF SECURITIES SOLD SHORT**  
**SEPTEMBER 30, 2014**

<b>Shares</b>	<b>Security Description</b>	<b>Value</b>	<b>Shares</b>	<b>Security Description</b>	<b>Value</b>
(17,500)	VIVUS, Inc.	\$ (67,550)	(74,468)	ServiceNow, Inc.	\$ (4,377,229)
(16,700)	Volcano Corp.	(177,688)	(19,100)	Synchronoss Technologies, Inc.	(874,398)
		<u>(9,682,973)</u>	(6,660)	Tableau Software, Inc., Class A	(483,849)
			(116,300)	Take-Two Interactive Software, Inc.	(2,683,041)
			(11,084)	Veeva Systems, Inc., Class A	(312,236)
			(9,178)	Workday, Inc., Class A	(757,185)
					<u>(74,067,073)</u>
<b>Industrial - (5.1)%</b>			<b>Materials - (1.2)%</b>		
(19,700)	AAR Corp.	(475,755)	(6,108)	Atlas Iron, Ltd.	(2,246)
(128,400)	Altra Industrial Motion Corp.	(3,744,144)	(59,825)	BHP Billiton, Ltd., ADR	(3,522,496)
(224,100)	Atlas Copco AB, Class A	(6,428,589)	(46,371)	Cliffs Natural Resources, Inc.	(481,331)
(22,328)	Briggs & Stratton Corp.	(402,351)	(19,959)	H.B. Fuller Co.	(792,373)
(19,400)	Bristow Group, Inc.	(1,303,680)	(258,100)	Horsehead Holding Corp.	(4,266,393)
(78,328)	Caterpillar, Inc.	(7,756,822)	(877,621)	Mexichem SAB de CV	(3,654,113)
(142,050)	Colfax Corp.	(8,092,589)	(21,152)	Noranda Aluminum Holding Corp.	(95,607)
(13,749)	Deere & Co.	(1,127,281)	(108,050)	Rio Tinto PLC, ADR	(5,313,899)
(133,800)	Donaldson Co., Inc.	(5,436,294)	(157,081)	Silver Standard Resources, Inc.	(958,194)
(121,907)	Eaton Corp. PLC	(7,725,247)	(100,200)	The Dow Chemical Co.	(5,254,488)
(139,975)	Emerson Electric Co.	(8,759,635)	(4,877)	The Sherwin-Williams Co.	(1,068,014)
(120,325)	Fluor Corp.	(8,036,507)			<u>(25,409,154)</u>
(32,455)	Garmin, Ltd.	(1,687,335)	<b>Telecommunication Services - (1.3)%</b>		
(255,400)	General Electric Co.	(6,543,348)	(173,378)	Aerohive Networks, Inc.	(1,390,491)
(133,549)	Greif, Inc., Class A	(5,850,782)	(38,000)	Alaska Communications Systems Group, Inc.	(59,660)
(151,791)	Griffon Corp.	(1,728,899)	(42,427)	Aruba Networks, Inc.	(915,575)
(76,231)	Kaman Corp.	(2,995,878)	(106,300)	Blucora, Inc.	(1,620,012)
(15,509)	MasTec, Inc.	(474,886)	(62,600)	Dealertrack Technologies, Inc.	(2,717,466)
(449,700)	Sandvik AB	(5,072,835)	(184,800)	Infinera Corp.	(1,971,816)
(286,300)	SKF AB, Class B	(5,979,131)	(14,600)	InterDigital, Inc.	(581,372)
(96,951)	Smith & Wesson Holding Corp.	(915,217)	(66,704)	Marketo, Inc.	(2,154,539)
(23,688)	Sturm Ruger & Co., Inc.	(1,153,369)	(182,189)	ModusLink Global Solutions, Inc.	(650,415)
(26,093)	TAL International Group, Inc.	(1,076,336)	(178,200)	Move, Inc.	(3,735,072)
(146,000)	TTM Technologies, Inc.	(994,260)	(26,632)	Pandora Media, Inc.	(643,429)
(36,600)	Valmont Industries, Inc.	(4,938,438)	(57,520)	RetailMeNot, Inc.	(929,523)
(75,400)	Vishay Intertechnology, Inc.	(1,077,466)	(36,179)	TrueCar, Inc.	(649,413)
(63,000)	Wartsila OYJ Abp	(2,819,242)	(5,800)	Vipshop Holdings, Ltd., ADR	(1,096,258)
		<u>(102,596,316)</u>	(74,100)	Web.com Group, Inc.	(1,479,036)
			(7,800)	WebMD Health Corp.	(326,118)
			(117,200)	Yahoo!, Inc.	(4,775,900)
			(6,655)	Yelp, Inc.	(454,204)
					<u>(26,150,299)</u>
<b>Information Technology - (3.7)%</b>			<b>Utilities - (0.1)%</b>		
(265,713)	ACI Worldwide, Inc.	(4,984,776)	(145,467)	EnerNOC, Inc.	(2,467,120)
(48,250)	Akamai Technologies, Inc.	(2,885,350)			
(34,325)	Alliance Data Systems Corp.	(8,521,868)	<b>Total Common Stock</b>		
(71,950)	Autodesk, Inc.	(3,964,445)	<b>(Proceeds \$(571,199,818))</b>		
(36,488)	BlackBerry, Ltd.	(362,691)	<b>(525,336,469)</b>		
(39,967)	CGI Group, Inc., Class A	(1,349,686)	<b>Investment Companies - (3.7)%</b>		
(18,377)	Check Point Software Technologies, Ltd.	(1,272,423)	(75,378)	Industrial Select Sector SPDR Fund	(4,006,341)
(100,512)	Ciena Corp.	(1,680,561)	(22,169)	iShares MSCI Emerging Markets Index Fund	(921,344)
(15,366)	Computer Programs & Systems, Inc.	(883,391)	(159,656)	iShares Russell 2000 ETF	(17,458,383)
(141,500)	Cornerstone OnDemand, Inc.	(4,869,015)	(133,005)	Powershares QQQ Trust, Series 1	(13,139,564)
(42,076)	Corning, Inc.	(813,750)	(200,498)	SPDR S&P 500 ETF Trust	(39,502,116)
(70,693)	Demandware, Inc.	(3,599,687)			
(5,743)	Diebold, Inc.	(202,843)	<b>Total Investment Companies</b>		
(28,131)	Ebix, Inc.	(398,898)	<b>(Proceeds \$(76,638,718))</b>		
(249,900)	GT Advanced Technologies, Inc.	(2,706,417)	<b>(75,027,748)</b>		
(8,100)	j2 Global, Inc.	(399,816)	<b>Total Short Positions - (29.7)%</b>		
(20,255)	Lexmark International, Inc., Class A	(860,837)	<b>(Proceeds \$(647,838,536))</b>		
(207,111)	Mentor Graphics Corp.	(4,244,740)	<b>\$ (600,364,217)</b>		
(4,665)	MTS Systems Corp.	(318,433)			
(43,487)	OmniVision Technologies, Inc.	(1,150,666)			
(6,752)	Open Text Corp.	(374,196)			
(843,100)	Photronics, Inc.	(6,786,955)			
(1,847,500)	Quantum Corp.	(2,143,100)			
(58,304)	RealPage, Inc.	(903,712)			
(53,819)	Rosetta Stone, Inc.	(433,243)			
(167,671)	Rudolph Technologies, Inc.	(1,517,422)			
(81,500)	SAP SE, ADR	(5,881,040)			
(18,669)	Seagate Technology PLC	(1,069,174)			

**ABSOLUTE STRATEGIES FUND**

## SCHEDULE OF CALL AND PUT OPTIONS WRITTEN

SEPTEMBER 30, 2014

Contracts	Security Description	Strike Price	Exp. Date	Value	Contracts	Security Description	Strike Price	Exp. Date	Value
<b>Written Options - (0.7)%</b>					(49)	Chipotle Mexican Grill, Inc.	\$ 490.00	01/15	\$ (11,074)
<b>Call Options Written - (0.5)%</b>					(484)	Coach, Inc.	45.00	01/15	(480,128)
(275)	Abbott Laboratories	\$ 42.00	01/15	(36,300)	(241)	DIRECTV	82.50	01/16	(124,356)
(429)	Accenture PLC	87.50	01/15	(27,885)	(507)	Expeditors International of Washington, Inc.	37.50	01/15	(40,560)
(262)	American Express Co.	97.50	01/15	(17,292)	(1,150)	General Motors Co.	35.00	01/15	(437,000)
(877)	American International Group, Inc.	60.00	01/15	(37,711)	(1,908)	Hertz Global Holdings, Inc.	22.00	01/15	(143,100)
(218)	Apple, Inc.	95.00	01/15	(181,376)	(705)	JPMorgan Chase & Co.	52.50	01/15	(45,120)
(218)	Apple, Inc.	89.29	01/15	(275,225)	(1,664)	Microsoft Corp.	37.00	01/15	(24,960)
(623)	Bed Bath & Beyond, Inc.	75.00	01/15	(34,265)	(18,572)	Sirius XM Holdings, Inc.	3.50	01/15	(297,152)
(822)	Berkshire Hathaway, Inc., Class B	125.00	01/15	(1,208,340)	(3,785)	SPDR S&P 500 ETF Trust	185.00	01/15	(1,180,920)
(520)	CarMax, Inc.	50.00	01/15	(75,400)	(9,513)	SPDR S&P 500 ETF Trust	146.00	01/15	(313,929)
(532)	Coach, Inc.	62.50	01/15	(532)	(1,045)	Sprint Corp.	5.00	01/16	(72,105)
(1,418)	Corning, Inc.	22.00	01/15	(24,106)	(604)	Target Corp.	55.00	01/15	(29,596)
(557)	CVS Health Corp.	75.00	01/15	(321,668)	(288)	The Boeing Co.	135.00	01/15	(287,712)
(500)	DIRECTV	77.50	01/15	(513,000)	(141)	Time Warner, Inc.	72.50	01/16	(94,470)
(507)	Expeditors International of Washington, Inc.	47.50	01/15	(8,619)	(467)	USG Corp.	27.00	01/15	(72,385)
(135)	Gastar Exploration, Inc.	7.50	12/14	(3,375)	(797)	Walgreen Co.	52.50	01/15	(54,196)
(21)	Google, Inc., Class A	1,230.00	01/15	(61,425)	(415)	Whole Foods Market, Inc.	37.50	01/15	(85,075)
(797)	Kohl's Corp.	62.50	01/15	(179,325)	Total Put Options Written				
(1,073)	Sinclair Broadcast Group, Inc., Class A	40.00	12/14	(1,073)	(Premiums Received \$(7,419,984))				
(6,413)	SPDR S&P 500 ETF Trust	192.00	01/15	(5,839,036)	<b>Total Written Options - (0.7)%</b>				
(604)	Target Corp.	67.50	01/15	(38,052)	<b>(Premiums Received \$(14,518,075))</b>				
(1,044)	The Bank of New York Mellon Corp.	40.00	01/15	(109,620)	<b>\$ (13,384,752)</b>				
(466)	The Coca-Cola Co.	45.00	01/15	(23,300)					
(241)	The Walt Disney Co.	85.00	01/15	(140,985)					
(136)	United Parcel Service, Inc., Class B	110.00	01/15	(3,808)					
(797)	Walgreen Co.	65.00	01/15	(77,309)					
(11)	Walter Energy, Inc.	4.00	12/14	(154)					
(10)	Walter Energy, Inc.	3.00	12/14	(260)					
(692)	Wells Fargo & Co.	50.00	01/15	(197,566)					
(415)	Whole Foods Market, Inc.	60.00	01/15	(415)					
Total Call Options Written									
(Premiums Received \$(7,098,091))				<b>(9,437,422)</b>					
<b>Put Options Written - (0.2)%</b>									
(429)	Accenture PLC	72.50	01/15	(37,752)					
(2,019)	Bank of America Corp.	15.00	01/15	(48,456)					
(623)	Bed Bath & Beyond, Inc.	60.00	01/15	(67,284)					

**ABSOLUTE STRATEGIES FUND**

 NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN  
 SEPTEMBER 30, 2014

ADR	American Depositary Receipt	(f)	Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$161,848,358 or 8.0% of net assets.
BKNT	Bank Note		
CLO	Collateralized Loan Obligation		
ETF	Exchange Traded Fund		
ETN	Exchange Traded Note	(g)	Debt obligation initially issued at one coupon rate which converts to higher coupon rate at a specified date. Rate presented is as of September 30, 2014.
FHLB	Federal Home Loan Bank		
FHLMC	Federal Home Loan Mortgage Corporation		
FNMA	Federal National Mortgage Association	(h)	Security fair valued in accordance with procedures adopted by the Board of Trustees. At the period end, the value of these securities amounted to \$7,994,191 or 0.4% of net assets.
GNMA	Government National Mortgage Association		
LLC	Limited Liability Company		
LP	Limited Partnership		
MTN	Medium Term Note	(i)	Security is currently in default and is on scheduled interest or principal payment.
PLC	Public Limited Company		
REIT	Real Estate Investment Trust	(j)	Zero coupon bond. Interest rate presented is yield to maturity.
(a)	Non-income producing security.		
(b)	All or a portion of this security is held as collateral for securities sold short.	(k)	Rate presented is yield to maturity.
(c)	Subject to call option written by the Fund.	(l)	Holders of Comdisco Holding Co., Inc. were issued contingent equity distribution rights pursuant to the Comdisco, Inc. First Amended Joint Plan of Reorganization. Accordingly, there is no associated strike price or expiration date.
(d)	Subject to put option written by the Fund.		
(e)	Variable rate security. Rate presented is as of September 30, 2014.		

At September 30, 2014, the Fund held the following credit default swap agreements:

**Credit Default Swap – Buy Protection**

Counterparty	Reference Entity / Obligation	Pay Rate	Termination Date	Credit Spread as of 09/30/14 <sup>(1)</sup>	Notional Amount	Net Unrealized Appreciation (Depreciation)
Goldman Sachs & Co.	Carnival Corp., 6.65%, 01/15/28	1.00%	09/20/19	0.65%	\$ 5,000,000	\$ (10,760)
Goldman Sachs & Co.	Dow Chemical Co., 7.38%, 11/01/29	1.00	12/20/19	0.72	5,000,000	2,639
Goldman Sachs & Co.	Eastman Chemical Co., 7.60%, 02/01/27	1.00	12/20/19	0.82	5,000,000	15,359
Barclays	Nordstrom, Inc., 6.95%, 03/15/28	1.00	09/20/19	0.61	5,000,000	3,960
Goldman Sachs & Co.	Ryder System, Inc., 5.85%, 11/01/16	1.00	12/20/19	0.59	5,000,000	(6,423)
						<u>\$ 4,775</u>

<sup>(1)</sup> Credit spreads are an indication of the seller's performance risk, related to the likelihood of a credit event occurring that would require a seller to make payment to a buyer. Credit spreads are used to determine the value of swap contracts and reflect the cost of buying/selling protection, which may include upfront payments made to enter into the contract.

At September 30, 2014, the Fund held the following futures contracts:

Contracts	Type	Expiration Date	Notional Contract Value	Net Unrealized Appreciation (Depreciation)
3	U.S. 10-year Note Future	01/04/15	\$ 377,485	\$ (3,563)
6	U.S. 5-year Note Future	01/10/15	711,810	(2,263)
6	U.S. Ultra Bond Future	01/04/15	925,012	(10,012)
(1,500)	NASDAQ 100 E-mini Future	12/23/14	(121,145,530)	(196,970)
(1,000)	Russell 2000 Mini Future	12/23/14	(116,737,500)	7,077,500
(5,700)	S&P 500 Index E-mini Future	12/23/14	(565,285,485)	5,117,985
(80)	U.S. 10-year Note Future	01/04/15	(10,027,504)	56,254
(300)	U.S. 5-year Note Future	01/10/15	(35,607,147)	129,803
			<u>\$ (846,788,859)</u>	<u>\$ 12,168,734</u>



**ABSOLUTE STRATEGIES FUND**NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN  
SEPTEMBER 30, 2014

\* Cost for federal income tax purposes is substantially the same as for financial statement purposes and net unrealized appreciation consists of:

Gross Unrealized Appreciation	\$	388,040,407
Gross Unrealized Depreciation		(50,044,972)
Net Unrealized Appreciation	<u>\$</u>	<u>337,995,435</u>

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of September 30, 2014.

The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. For more information on valuation inputs, and their aggregation into the levels used in the table below, please refer to the Security Valuation section in Note 2 of the accompanying Notes to Financial Statements.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<b>Investments At Value</b>				
Common Stock				
Consumer Discretionary	\$ 106,403,042	\$ -	\$ -	\$ 106,403,042
Consumer Staples	141,698,380	-	-	141,698,380
Energy	51,519,493	-	-	51,519,493
Financial	116,106,024	-	-	116,106,024
Healthcare	32,920,164	-	-	32,920,164
Industrial	44,421,462	-	-	44,421,462
Information Technology	74,049,888	-	-	74,049,888
Materials	32,611,976	-	-	32,611,976
Telecommunication Services	48,076,047	-	-	48,076,047
Utilities	101,270	-	-	101,270
Preferred Stock				
Consumer Staples	706,875	-	-	706,875
Financial	2,384,336	-	-	2,384,336
Information Technology	9,565,051	-	-	9,565,051
Asset Backed Obligations	-	137,733,318	3,044,191	140,777,509
Corporate Convertible Bonds	-	278,104,627	4,950,000	283,054,627
Corporate Non-Convertible Bonds	-	92,165,591	-	92,165,591
Exchange Traded Notes	268,960	-	-	268,960
Interest Only Bonds	-	3,440,575	-	3,440,575
Municipal Bonds	-	10,576,598	-	10,576,598
Municipal Demand Notes	-	1,344,600	-	1,344,600
Syndicated Loans	-	19,969,435	-	19,969,435
U.S. Government & Agency Obligations	-	28,341,953	-	28,341,953
Rights	13,500	-	-	13,500
Investment Companies	218,637,577	-	-	218,637,577
Commercial Paper	-	324,919	-	324,919
Money Market Funds	-	11,649,157	-	11,649,157
Purchased Options	10,831,729	66,159	-	10,897,888
<b>Total Investments At Value</b>	<b>\$ 890,315,774</b>	<b>\$ 583,716,932</b>	<b>\$ 7,994,191</b>	<b>\$ 1,482,026,897</b>
<b>Other Financial Instruments**</b>				
Credit Default Swaps	-	21,958	-	21,958
Futures	12,381,542	-	-	12,381,542
<b>Total Other Financial Instruments**</b>	<b>\$ 12,381,542</b>	<b>\$ 21,958</b>	<b>\$ -</b>	<b>\$ 12,403,500</b>
<b>Total Assets</b>	<b>\$ 902,697,316</b>	<b>\$ 583,738,890</b>	<b>\$ 7,994,191</b>	<b>\$ 1,494,430,397</b>

**ABSOLUTE STRATEGIES FUND**NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN  
SEPTEMBER 30, 2014

	Level 1	Level 2	Level 3	Total
<b>Liabilities</b>				
<b>Securities Sold Short</b>				
Common Stock	\$ (525,336,469)	\$ -	\$ -	\$ (525,336,469)
Investment Companies	(75,027,748)	-	-	(75,027,748)
<b>Total Securities Sold Short</b>	<b>\$ (600,364,217)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (600,364,217)</b>
<b>Other Financial Instruments**</b>				
Written Options	(13,321,839)	(62,913)	-	(13,384,752)
Credit Default Swaps	-	(17,183)	-	(17,183)
Futures	(212,808)	-	-	(212,808)
<b>Total Other Financial Instruments**</b>	<b>\$ (13,534,647)</b>	<b>\$ (80,096)</b>	<b>\$ -</b>	<b>\$ (13,614,743)</b>
<b>Total Liabilities</b>	<b>\$ (613,898,864)</b>	<b>\$ (80,096)</b>	<b>\$ -</b>	<b>\$ (613,978,960)</b>

\*\* Other Financial Instruments are derivative instruments not reflected in the Schedule of Investments and Schedule of Securities Sold Short, such as credit default swaps and futures, which are valued at the unrealized appreciation (depreciation) of the instrument. Written options are reported at their market value at period end.

The following is a reconciliation of Level 3 investments for which significant unobservable inputs were used to determine fair value.

	Asset Backed Obligations	Corporate Convertible Bonds
<b>Balance as of 03/31/14</b>	\$ 4,636,774	\$ 6,927,200
Accrued Accretion / (Amortization)	(17,061)	7,792
Change in Unrealized Appreciation / (Depreciation)	(15,870)	(164,992)
Paydowns	(517,128)	-
Transfers In	(1,042,524)	(1,820,000)
<b>Balance as of 09/30/14</b>	<b>\$ 3,044,191</b>	<b>\$ 4,950,000</b>
Net change in unrealized appreciation / (depreciation) from investments held as of 09/30/14***	<b>\$ 25,211</b>	<b>\$ 36,559</b>

\*\*\* The change in unrealized appreciation/(depreciation) is included in net changes in unrealized appreciation/(depreciation) of investments in the accompanying Statements of Operations.

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1 and Level 2 for the period ended September 30, 2014.

**ABSOLUTE CREDIT OPPORTUNITIES FUND**

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2014

<b>Portfolio Breakdown (% of Net Assets)</b>	
Long Positions	
Equity Securities	0.2%
Corporate Convertible Bonds	1.3%
Corporate Non-Convertible Bonds	21.5%
Syndicated Loans	0.0%
Short-Term Investments	5.3%
Short Positions	
Equity Securities	-0.2%
Other Assets less Liabilities*	71.9%
	100.0%

\* Consists of deposits with the custodian and/or brokers for securities sold short, cash, foreign currency, prepaid expenses, receivables, payables, and accrued liabilities. Deposits with the custodian and/or brokers for securities sold short represents 22.6% of net assets. See Note 2. In addition, effective October 1, 2014, the Absolute Opportunities Fund changed its investment strategy and was renamed the Absolute Credit Opportunities Fund. In this regard, the majority of the Fund's positions were temporarily replaced with cash which is reflected in Other Assets less Liabilities. See Note 1.

<b>Sector Breakdown</b>	<b>(% of Equity Holdings)</b>	
	<b>Long</b>	<b>Short</b>
Consumer Staples	100.0%	0.0%
Materials	0.0%	100.0%
	100.0%	100.0%



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**ABSOLUTE CREDIT OPPORTUNITIES FUND**

## SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2014

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<b>Shares</b>	<b>Security Description</b>	<b>Value</b>
<b>Short Positions - (0.2)%</b>		
<b>Common Stock - (0.2)%</b>		
<b>Materials - (0.2)%</b>		
	(2,305) FMC Corp. (Proceeds \$(132,170))	\$ <u>(131,823)</u>
<b>Total Short Positions - (0.2)%</b>		
<b>(Proceeds \$(132,170))</b>		\$ <u>(131,823)</u>

**ABSOLUTE CREDIT OPPORTUNITIES FUND**NOTES TO SCHEDULES OF INVESTMENTS AND SECURITIES SOLD SHORT  
SEPTEMBER 30, 2014

LLC	Limited Liability Company	(c)	Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$5,992,781 or 7.9% of net assets.
(a)	Non-income producing security.		
(b)	Security fair valued in accordance with procedures adopted by the Board of Trustees. At the period end, the value of these securities amounted to \$19,772 or 0.0% of net assets.	(d)	Security is currently in default and is on scheduled interest or principal payment.
		(e)	Rate presented is yield to maturity.

At September 30, 2014, the Fund held the following credit default swap agreements:

**Credit Default Swaps – Buy Protection**

Counterparty	Reference Entity / Obligation	Pays Rate	Termination Date	Credit Spread as of 09/30/14 <sup>(1)</sup>	Notional Amount	Net Unrealized Appreciation (Depreciation)
Deutsche Bank Alex Brown, Inc.	Carnival Corp., 6.65%, 01/15/28	1.00%	09/20/19	0.64%	\$ 5,000,000	\$ (5,958)
Deutsche Bank Alex Brown, Inc.	Dow Chemical Co., 7.38%, 11/01/29	1.00%	12/20/19	0.72	5,000,000	(4,873)
Goldman Sachs & Co.	Eastman Chemical Co., 7.60%, 02/01/27	1.00%	12/20/19	0.82	5,000,000	15,359
Barclays	Nordstrom, Inc., 6.95%, 03/15/28	1.00%	09/20/19	0.61	5,000,000	3,960
BNP Paribas	Ryder System, Inc., 6.95%, 12/01/25	1.00%	12/20/19	0.59	10,000,000	(13,193)
BNP Paribas	Ryder System, Inc., 6.95%, 12/01/25	1.00%	09/20/19	0.56	5,000,000	(28,516)
Goldman Sachs & Co.	Southwest Airlines Co., 5.13%, 03/01/14	1.00%	09/20/19	0.56	10,000,000	(32,284)
						<u>\$ (65,505)</u>

<sup>(1)</sup> Credit spreads are an indication of the seller's performance risk, related to the likelihood of a credit event occurring that would require a seller to make payment to a buyer. Credit spreads are used to determine the value of swap contracts and reflect the cost of buying/selling protection, which may include upfront payments made to enter into the contract.

At September 30, 2014, the Fund held the following futures contracts:

Contracts	Type	Expiration Date	Notional Contract Value	Net Unrealized Appreciation
(150)	S&P 500 Index E-mini Future	12/23/14	\$ (14,896,265)	\$ 155,015

\* Cost for federal income tax purposes is substantially the same as for financial statement purposes and net unrealized depreciation consists of:

Gross Unrealized Appreciation	\$ 15,836
Gross Unrealized Depreciation	(1,920,997)
Net Unrealized Depreciation	<u>\$ (1,905,161)</u>

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of September 30, 2014.

The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in those securities. For more information on valuation inputs, and their aggregation into the levels used in the table below, please refer to the Security Valuation section in Note 2 of the accompanying Notes to Financial Statements.

**ABSOLUTE CREDIT OPPORTUNITIES FUND**

 NOTES TO SCHEDULES OF INVESTMENTS AND SECURITIES SOLD SHORT  
 SEPTEMBER 30, 2014

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<b>Assets</b>				
<b>Investments At Value</b>				
Common Stock				
Consumer Staples	\$ 137,144	\$ -	\$ -	\$ 137,144
Corporate Convertible Bonds	-	998,755	-	998,755
Corporate Non-Convertible Bonds	-	16,295,976	-	16,295,976
Syndicated Loans	-	-	19,772	19,772
Commercial Paper	-	3,999,800	-	3,999,800
<b>Total Investments At Value</b>	<b>\$ 137,144</b>	<b>\$ 21,294,531</b>	<b>\$ 19,772</b>	<b>\$ 21,451,447</b>
<b>Other Financial Instruments**</b>				
Credit Default Swaps	-	19,319	-	19,319
Futures	155,015	-	-	155,015
<b>Total Other Financial Instruments**</b>	<b>\$ 155,015</b>	<b>\$ 19,319</b>	<b>\$ -</b>	<b>\$ 174,334</b>
<b>Total Assets</b>	<b>\$ 292,159</b>	<b>\$ 21,313,850</b>	<b>\$ 19,772</b>	<b>\$ 21,625,781</b>
<b>Liabilities</b>				
<b>Securities Sold Short</b>				
Common Stock	\$ (131,823)	\$ -	\$ -	\$ (131,823)
<b>Total Securities Sold Short</b>	<b>\$ (131,823)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (131,823)</b>
<b>Other Financial Instruments**</b>				
Credit Default Swaps	-	(84,824)	-	(84,824)
<b>Total Liabilities</b>	<b>\$ (131,823)</b>	<b>\$ (84,824)</b>	<b>\$ -</b>	<b>\$ (216,647)</b>

\*\* Other Financial instruments are derivative instruments not reflected in the Schedule of Investments and Schedule of Securities Sold Short, such as futures and credit default swaps, which are valued at the unrealized appreciation (depreciation) of the instrument.

The following is a reconciliation of Level 3 investments for which significant unobservable inputs were used to determine fair value.

	<u>Common Stock</u>	<u>Syndicated Loans</u>
<b>Balance as of 03/31/14</b>	\$ 36,962	\$ -
Change in Unrealized Appreciation / (Depreciation)	(36,962)	-
Transfers In	-	19,772
<b>Balance as of 09/30/14</b>	<b>\$ 0</b>	<b>\$ 19,772</b>
Net change in unrealized appreciation / (depreciation) from investments held as of 09/30/14***	\$ (36,962)	\$ (53,221)

\*\*\* The change in unrealized appreciation/(depreciation) is included in net changes in unrealized appreciation/(depreciation) of investments in the accompanying Statements of Operations.

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1 and Level 2 for the period ended September 30, 2014.

**ABSOLUTE FUNDS**  
**STATEMENTS OF ASSETS AND LIABILITIES**  
**SEPTEMBER 30, 2014**

	<b>ABSOLUTE STRATEGIES FUND</b>	<b>ABSOLUTE CREDIT OPPORTUNITIES FUND</b>
<b>ASSETS</b>		
Total investments, at value (Cost \$1,192,639,104 and \$23,356,955, respectively)	\$ 1,482,026,897	\$ 21,451,447
Deposits with brokers	606,904,891	17,170,647
Cash	566,781,994	25,311,805
Foreign currency (Cost \$41,893 and \$0, respectively)	40,978	-
Receivables:		
Fund shares sold	2,448,983	45,989
Investment securities sold	14,816,740	28,144,395
Dividends and interest	6,599,874	409,041
Variation margin	2,750,875	30,000
Swap premiums paid	-	165,523
Unrealized gain on swap agreements	21,958	70,517
Prepaid expenses	77,580	17,803
<b>Total Assets</b>	<b>2,682,470,770</b>	<b>92,817,167</b>
<b>LIABILITIES</b>		
Swap premiums received	412,583	932,582
Unrealized loss on swap agreements	17,183	136,022
Securities sold short, at value (Proceeds \$647,838,536 and \$132,170, respectively)	600,364,217	131,823
Call options written, at value (Premiums received \$7,098,091 and \$0, respectively)	9,437,422	-
Put options written, at value (Premiums received \$7,419,984 and \$0, respectively)	3,947,330	-
Payables:		
Investment securities purchased	32,872,218	15,435,126
Fund shares redeemed	13,648,628	100,012
Dividends and interest on securities sold short	448,612	20,265
Variation margin	296,533	-
Other	-	2,222
Accrued Liabilities:		
Investment adviser fees	2,700,597	75,285
Trustees' fees and expenses	885	46
Fund services fees	103,365	6,477
Other expenses	57,665	-
<b>Total Liabilities</b>	<b>664,307,238</b>	<b>16,839,860</b>
<b>NET ASSETS</b>	<b>\$ 2,018,163,532</b>	<b>\$ 75,977,307</b>



**ABSOLUTE FUNDS**  
**STATEMENTS OF ASSETS AND LIABILITIES**  
**SEPTEMBER 30, 2014**

	<b>ABSOLUTE STRATEGIES FUND</b>	<b>ABSOLUTE CREDIT OPPORTUNITIES FUND</b>
<b>COMPONENTS OF NET ASSETS</b>		
Paid-in capital	\$ 1,812,761,934	\$ 69,014,443
Distributions in excess of net investment income	(7,809,340)	(2,587,305)
Accumulated net realized gain (loss)	(136,957,057)	11,365,819
Net unrealized appreciation (depreciation)	350,167,995	(1,815,650)
<b>NET ASSETS</b>	<b>\$ 2,018,163,532</b>	<b>\$ 75,977,307</b>
<b>SHARES OF BENEFICIAL INTEREST AT NO PAR VALUE (UNLIMITED SHARES AUTHORIZED)</b>		
Institutional Shares	173,988,327	6,585,839
R Shares	5,535,125	-
<b>NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE</b>		
Institutional Shares (based on net assets of \$1,956,678,376 and \$75,977,307, respectively)	\$ 11.25	\$ 11.54
R Shares (based on net assets of \$61,485,156 and \$0, respectively)	\$ 11.11	-

**ABSOLUTE FUNDS**  
**STATEMENTS OF OPERATIONS**  
**SIX MONTHS ENDED SEPTEMBER 30, 2014**

	<b>ABSOLUTE STRATEGIES FUND</b>	<b>ABSOLUTE CREDIT OPPORTUNITIES FUND</b>
<b>INVESTMENT INCOME</b>		
Dividend income (Net of foreign withholding taxes of \$116,662 and \$3,410, respectively)	\$ 10,503,418	\$ 342,905
Interest income	11,412,677	130,089
Total Investment Income	<u>21,916,095</u>	<u>472,994</u>
<b>EXPENSES</b>		
Investment adviser fees	18,637,661	1,218,468
Fund services fees	512,673	44,742
Transfer agent fees:		
Institutional Shares	74,901	7,920
R Shares	55,333	-
Distribution fees:		
R Shares	80,408	-
Custodian fees	220,908	61,670
Registration fees:		
Institutional Shares	29,370	14,218
R Shares	11,219	-
Professional fees	137,758	41,663
Trustees' fees and expenses	59,460	2,553
Dividend expense on securities sold short	6,916,947	142,464
Interest expense	1,979,714	131,157
Miscellaneous expenses	1,019,864	86,751
Total Expenses	<u>29,736,216</u>	<u>1,751,606</u>
Fees waived and expenses reimbursed	-	(613,980)
Net Expenses	<u>29,736,216</u>	<u>1,137,626</u>
<b>NET INVESTMENT LOSS</b>	<u>(7,820,121)</u>	<u>(664,632)</u>
<b>NET REALIZED AND UNREALIZED GAIN (LOSS)</b>		
Net realized gain (loss) on:		
Investments	173,612,104	13,411,192
Foreign currency transactions	927,114	85
Futures	1,913,546	1,187,626
Securities sold short	(47,844,449)	673,031
Written options	10,436,715	-
Swaps	(41,129)	(1,100,760)
Net realized gain	<u>139,003,901</u>	<u>14,171,174</u>

**ABSOLUTE FUNDS**  
**STATEMENTS OF OPERATIONS**  
**SIX MONTHS ENDED SEPTEMBER 30, 2014**

	<b>ABSOLUTE STRATEGIES FUND</b>	<b>ABSOLUTE CREDIT OPPORTUNITIES FUND</b>
Net change in unrealized appreciation (depreciation) on:		
Investments	\$ (154,221,862)	\$ (9,673,229)
Foreign currency translations	(49,523)	(151)
Futures	4,597,261	(292,988)
Securities sold short	75,480,735	195,472
Written options	(3,448,942)	-
Swaps	(128,884)	279,088
Net change in unrealized appreciation (depreciation)	<u>(77,771,215)</u>	<u>(9,491,808)</u>
<b>NET REALIZED AND UNREALIZED GAIN</b>	<u>61,232,686</u>	<u>4,679,366</u>
<b>INCREASE IN NET ASSETS RESULTING FROM OPERATIONS</b>	<u>\$ 53,412,565</u>	<u>\$ 4,014,734</u>

**ABSOLUTE FUNDS**  
STATEMENTS OF CHANGES IN NET ASSETS

	<b>ABSOLUTE STRATEGIES FUND</b>		<b>ABSOLUTE CREDIT OPPORTUNITIES FUND</b>	
		<b>Shares</b>		<b>Shares</b>
<b>NET ASSETS MARCH 31, 2013</b>	<u>\$ 3,888,247,009</u>		<u>\$ 382,447,196</u>	
<b>OPERATIONS</b>				
Net investment loss	(30,303,611)		(5,394,899)	
Net realized gain	22,259,907		18,869,082	
Net change in unrealized appreciation (depreciation)	<u>(66,691,606)</u>		<u>(28,275,824)</u>	
Decrease in Net Assets Resulting from Operations	<u>(74,735,310)</u>		<u>(14,801,641)</u>	
<b>CAPITAL SHARE TRANSACTIONS</b>				
Sale of shares:				
Institutional Shares	840,977,946	75,443,988	61,461,658	5,391,862
R Shares	24,205,043	2,185,483	-	-
Redemption of shares:				
Institutional Shares	(1,870,531,696)	(168,395,529)	(313,898,796)	(27,820,270)
R Shares	<u>(43,899,849)</u>	<u>(3,980,271)</u>	<u>-</u>	<u>-</u>
Decrease in Net Assets from Capital Share Transactions	<u>(1,049,248,556)</u>	<u>(94,746,329)</u>	<u>(252,437,138)</u>	<u>(22,428,408)</u>
Decrease in Net Assets	<u>(1,123,983,866)</u>		<u>(267,238,779)</u>	
<b>NET ASSETS MARCH 31, 2014 (Including line (a))</b>	<u>\$ 2,764,263,143</u>		<u>\$ 115,208,417</u>	
<b>OPERATIONS</b>				
Net investment loss	(7,820,121)		(664,632)	
Net realized gain	139,003,901		14,171,174	
Net change in unrealized appreciation (depreciation)	<u>(77,771,215)</u>		<u>(9,491,808)</u>	
Increase in Net Assets Resulting from Operations	<u>53,412,565</u>		<u>4,014,734</u>	
<b>CAPITAL SHARE TRANSACTIONS</b>				
Sale of shares:				
Institutional Shares	166,365,314	14,907,417	3,801,242	337,387
R Shares	6,848,415	620,214	-	-
Redemption of shares:				
Institutional Shares	(959,565,877)	(86,000,376)	(47,047,086)	(4,195,188)
R Shares	<u>(13,160,028)</u>	<u>(1,194,568)</u>	<u>-</u>	<u>-</u>
Decrease in Net Assets from Capital Share Transactions	<u>(799,512,176)</u>	<u>(71,667,313)</u>	<u>(43,245,844)</u>	<u>(3,857,801)</u>
Decrease in Net Assets	<u>(746,099,611)</u>		<u>(39,231,110)</u>	
<b>NET ASSETS SEPTEMBER 30, 2014 (Including line (b))</b>	<u>\$ 2,018,163,532</u>		<u>\$ 75,977,307</u>	
(a) Undistributed (distributions in excess of) net investment income March 31, 2014	<u>\$ 10,781</u>		<u>\$ (1,922,673)</u>	
(b) Distributions in excess of net investment income September 30, 2014	<u>\$ (7,809,340)</u>		<u>\$ (2,587,305)</u>	

**ABSOLUTE STRATEGIES FUND**  
FINANCIAL HIGHLIGHTS

These financial highlights reflect selected data for a share outstanding throughout each period.

	For the Six Months Ended September 30, 2014	For the Years Ended March 31,				
		2014	2013	2012	2011	2010
<b>INSTITUTIONAL SHARES</b>						
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 11.01	\$ 11.24	\$ 11.09	\$ 10.80	\$ 10.66	\$ 8.79
<b>INVESTMENT OPERATIONS</b>						
Net investment income (loss) (a)	(0.04)	(0.10)	(0.10)	(0.09)	(0.02)	0.10
Net realized and unrealized gain (loss)	0.28	(0.13)	0.25	0.45	0.20	1.91
Total from Investment Operations	0.24	(0.23)	0.15	0.36	0.18	2.01
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>						
Net investment income	—	—	—	(0.02)	(0.04)	(0.14)
Net realized gain	—	—	—	(0.05)	—	—(b)
Total Distributions to Shareholders	—	—	—	(0.07)	(0.04)	(0.14)
<b>NET ASSET VALUE, End of Period</b>	\$ 11.25	\$ 11.01	\$ 11.24	\$ 11.09	\$ 10.80	\$ 10.66
<b>TOTAL RETURN</b>	2.18%(c)	(2.05)%	1.35%	3.36%	1.73%	22.95%
<b>RATIOS/SUPPLEMENTARY DATA</b>						
Net Assets at End of Period (000's omitted)	\$1,956,678	\$2,697,675	\$3,799,857	\$3,899,319	\$3,300,120	\$2,116,412
Ratios to Average Net Assets:						
Net investment income (loss)	(0.66)%(d)	(0.85)%	(0.87)%	(0.80)%	(0.20)%	0.98%
Net expense (e)	1.78%(d)	1.73%	1.73%	1.73%	1.73%	1.78%
Dividend and interest expense	0.76%(d)	0.72%	0.84%	0.85%	0.53%	0.34%
Gross expense	2.54%(d)	2.47%(f)	2.57%	2.58%	2.26%(f)	2.12%(f)
<b>PORTFOLIO TURNOVER RATE</b>	31%(c)	75%	68%	112%	192%	114%

(a) Calculated based on average shares outstanding during each period.

(b) Less than \$0.01 per share.

(c) Not annualized.

(d) Annualized.

(e) Excludes dividend and interest expense.

(f) Reflects the expense ratio excluding any waivers and/or reimbursements.

**ABSOLUTE STRATEGIES FUND**  
FINANCIAL HIGHLIGHTS

These financial highlights reflect selected data for a share outstanding throughout each period.

	For the Six Months Ended September 30, 2014	For the Years Ended March 31,				
		2014	2013	2012	2011	2010
<b>R SHARES</b>						
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 10.90	\$ 11.18	\$ 11.08	\$ 10.82	\$ 10.67	\$ 8.82
<b>INVESTMENT OPERATIONS</b>						
Net investment income (loss) (a)	(0.05)	(0.14)	(0.15)	(0.16)	(0.10)	0.05
Net realized and unrealized gain (loss)	0.26	(0.14)	0.25	0.47	0.26	1.91
Total from Investment Operations	0.21	(0.28)	0.10	0.31	0.16	1.96
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>						
Net investment income	—	—	—	—	(0.01)	(0.11)
Net realized gain	—	—	—	(0.05)	—	—(b)
Total Distributions to Shareholders	—	—	—	(0.05)	(0.01)	(0.11)
<b>NET ASSET VALUE, End of Period</b>	\$ 11.11	\$ 10.90	\$ 11.18	\$ 11.08	\$ 10.82	\$ 10.67
<b>TOTAL RETURN</b>	1.93%(c)	(2.50)%	0.90%	2.87%	1.49%	22.28%
<b>RATIOS/SUPPLEMENTARY DATA</b>						
Net Assets at End of Period (000's omitted)						
	\$61,485	\$66,589	\$88,390	\$94,113	\$101,868	\$93,696
Ratios to Average Net Assets:						
Net investment income (loss)	(0.98)%(d)	(1.23)%	(1.34)%	(1.43)%	(0.95)%	0.52%
Net expense (e)	2.28%(d)	2.19%	2.14%	2.14%	2.11%	2.22%
Dividend and interest expense	0.78%(d)	0.73%	0.84%	0.81%	0.53%	0.34%
Gross expense	3.06%(d)	2.93%(f)	2.98%	2.95%	2.64%(f)	2.56%(f)
<b>PORTFOLIO TURNOVER RATE</b>	31%(c)	75%	68%	112%	192%	114%

(a) Calculated based on average shares outstanding during each period.

(b) Less than \$0.01 per share.

(c) Not annualized.

(d) Annualized.

(e) Excludes dividend and interest expense.

(f) Reflects the expense ratio excluding any waivers and/or reimbursements.

**ABSOLUTE CREDIT OPPORTUNITIES FUND**  
FINANCIAL HIGHLIGHTS

These financial highlights reflect selected data for a share outstanding throughout each period.

	For the Six Months Ended September 30, 2014	For the Years Ended March 31,				
		2014	2013	2012	2011	2010
<b>INSTITUTIONAL SHARES</b>						
<b>NET ASSET VALUE, Beginning of Period</b>	\$ 11.03	\$ 11.63	\$ 11.59	\$ 12.41	\$ 11.77	\$ 10.57
<b>INVESTMENT OPERATIONS</b>						
Net investment loss (a)	(0.09)	(0.22)	(0.26)	(0.25)	(0.13)	(0.11)
Net realized and unrealized gain (loss)	0.60	(0.38)	0.30	(0.21)	0.95	2.11
Total from Investment Operations	0.51	(0.60)	0.04	(0.46)	0.82	2.00
<b>DISTRIBUTIONS TO SHAREHOLDERS FROM</b>						
Net investment income	—	—	—	—	—	(0.01)
Net realized gain	—	—	—	(0.36)	(0.18)	(0.75)
Return of capital	—	—	—	—	—	(0.04)
Total Distributions to Shareholders	—	—	—	(0.36)	(0.18)	(0.80)
<b>NET ASSET VALUE, End of Period</b>	\$ 11.54	\$ 11.03	\$ 11.63	\$ 11.59	\$ 12.41	\$ 11.77
<b>TOTAL RETURN</b>	4.72%(b)	(5.16)%	0.34%	(3.68)%	6.98%	19.00%
<b>RATIOS/SUPPLEMENTARY DATA</b>						
Net Assets at End of Period (000's omitted)						
	\$75,977	\$115,208	\$382,447	\$510,921	\$593,127	\$285,639
Ratios to Average Net Assets:						
Net investment loss	(1.50)%(c)	(1.95)%	(2.25)%	(2.12)%	(1.05)%	(0.90)%
Net expense (d)	1.95%(c)	2.80%	2.95%	2.95%	2.95%	2.95%
Dividend and interest expense	0.62%(c)	0.39%	0.99%	0.61%	0.42%	0.46%
Gross expense (e)	3.95%(c)	3.44%	4.00%	3.58%	3.42%	3.66%
<b>PORTFOLIO TURNOVER RATE</b>	83%(b)	157%	205%	430%	630%	597%

(a) Calculated based on average shares outstanding during each period.

(b) Not annualized.

(c) Annualized.

(d) Excludes dividend and interest expense.

(e) Reflects the expense ratio excluding any waivers and/or reimbursements.

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**ABSOLUTE FUNDS**

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2014

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**Note 1. Organization**

Absolute Strategies Fund and Absolute Credit Opportunities Fund (individually, a "Fund" and, collectively the "Funds") are non-diversified portfolios of Forum Funds (the "Trust"). The Trust is a Delaware statutory trust that is registered as an open-end, management investment company under the Investment Company Act of 1940 (the "Act"), as amended. Under its Trust Instrument, the Trust is authorized to issue an unlimited number of each Fund's shares of beneficial interest without par value. Absolute Strategies Fund currently offers two classes of shares: Institutional Shares and R Shares. Institutional and R Shares commenced operations on July 11, 2005. Absolute Strategies Fund seeks to achieve long-term capital appreciation with an emphasis on absolute (positive) returns and low sensitivity to traditional financial market indices, such as the S&P 500 Index. Absolute Credit Opportunities Fund currently offers Institutional Shares. Absolute Credit Opportunities Fund commenced operations on October 21, 2008. Absolute Credit Opportunities Fund seeks to achieve long-term capital appreciation with an emphasis on risk-adjusted returns and lower volatility than traditional equity market indices, such as the S&P 500 Index.

Effective October 1, 2014, the Absolute Opportunities Fund changed its investment strategy and was renamed Absolute Credit Opportunities Fund. In this regard, the majority of the Fund's positions were temporarily replaced with cash which is reflected in these financial statements.

**Note 2. Summary of Significant Accounting Policies**

These financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP"), which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of increases and decreases in net assets from operations during the fiscal period. Actual amounts could differ from those estimates. The following summarizes the significant accounting policies of each Fund:

**Security Valuation** – Exchange-traded securities such as shares of exchange traded funds and over-the-counter securities are valued using the last quoted trade or official closing price, provided by independent pricing services as of the close of trading on the market or exchange for which they are primarily traded, on each Fund business day. In the absence of a sale, such securities are valued at the mean of the last bid and ask price provided by independent pricing services. Non-exchange traded securities for which quotations are available are valued using the last quoted sales price, or in the absence of a sale, at the mean of the last bid and ask prices provided by independent pricing services. Debt securities may be valued at prices supplied by a fund's pricing agent based on broker or dealer supplied valuations or matrix pricing, a method of valuing securities by reference to the value of other securities with similar characteristics such as rating, interest rate and maturity. Exchange-traded options for which the last quoted sale price is outside the closing bid and ask price, will be valued at the mean of the closing bid and ask price. Shares of non exchange traded open-end mutual funds are valued at net asset value ("NAV"). Futures contracts listed for trading on a securities exchange or board of trade shall be valued at the last quoted sales price or in the absence of a sale at the mean of the last bid and asked prices. Short-term investments that mature in 60 days or less may be valued at amortized cost.

Each Fund values its investments and other financial instruments at fair value pursuant to procedures adopted by the Trust's Board of Trustees (the "Board") if (1) market quotations are insufficient or not readily available or (2) the adviser believes that the values available are unreliable. The Trust's Valuation Committee, as defined in each Fund's registration statement, performs certain functions as they relate to the administration and oversight of each Fund's valuation procedures. Under these procedures, the Valuation Committee convenes on a regular and ad-hoc basis to review such securities and considers a number of factors, including valuation methodologies and significant unobservable inputs, when arriving at fair value.

The Valuation Committee may work with an adviser to provide valuation inputs. In determining fair valuations, inputs may include market-based analytics which may consider related or comparable assets or liabilities, recent transactions, market multiples, book values and other relevant investment information. Adviser inputs may include



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**ABSOLUTE FUNDS**

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2014

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an income-based approach in which the anticipated future cash flows of the investment are discounted in determining fair value. Discounts may also be applied based on the nature or duration of any restrictions on the disposition of the investments. The Valuation Committee performs regular reviews of valuation methodologies, key inputs and assumptions, disposition analysis and market activity.

Fair valuation is based on subjective factors and, as a result, the fair value price of an investment may differ from the security's market price and may not be the price at which the asset may be sold. Fair valuation could result in a different NAV than a NAV determined by using market quotes.

Each Fund has a three-tier fair value hierarchy. The basis of the tiers is dependent upon the various "inputs" used to determine the value of each Fund's investments. These inputs are summarized in the three broad levels listed below:

Level 1 — quoted prices in active markets for identical assets

Level 2 — other significant observable inputs (including quoted prices of similar securities, interest rates, prepayment speeds, credit risk, etc.)

Level 3 — significant unobservable inputs (including each Fund's own assumptions in determining the fair value of investments)

The aggregate value by input level, as of September 30, 2014, for each Fund's investments is included in the Notes to Schedules of Investments, Securities Sold Short and Call and Put Options Written.

**Security Transactions, Investment Income and Realized Gain and Loss** – Investment transactions are accounted for on the trade date. Dividend income and expense are recorded on the ex-dividend date. Foreign dividend income and expense are recorded on the ex-dividend date or as soon as possible after each Fund determines the existence of a dividend declaration after exercising reasonable due diligence. Income and capital gains on some foreign securities may be subject to foreign withholding taxes, which are accrued as applicable. Interest income is recorded on an accrual basis. Premium is amortized and discount is accreted using the effective interest method. Identified cost of investments sold is used to determine the gain and loss for both financial statement and federal income tax purposes. Each Fund estimates components of distributions from real estate investment trusts ("REITs"). Distributions received in excess of income are recorded as a reduction of the cost of the related investments.

**Foreign Currency Translations** – Foreign currency amounts are translated into U.S. dollars as follows: (1) assets and liabilities at the rate of exchange at the end of the respective period; and (2) purchases and sales of securities and income and expenses at the rate of exchange prevailing on the dates of such transactions. The portion of the results of operations arising from changes in the exchange rates and the portion due to fluctuations arising from changes in the market prices of securities are not isolated. Such fluctuations are included with the net realized and unrealized gain or loss on investments.

**Futures Contracts** – Each Fund may purchase futures contracts to gain exposure to market changes, which may be more efficient or cost effective than actually buying the securities. A futures contract is an agreement between parties to buy or sell a security at a set price on a future date. Upon entering into such a contract, a fund is required to pledge to the broker an amount of cash, U.S. Government obligations or other high-quality debt securities equal to the minimum "initial margin" requirements of the exchange on which the futures contract is traded. Pursuant to the contract, the fund agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as "variation margin" and are recorded by the fund as unrealized gains or losses. When the contract is closed, the fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and value at the time it was closed. Risks of entering into futures contracts include the possibility that there may be an illiquid market and that a change in the value of the contract may not correlate with changes in the value of the underlying securities.

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Notional amounts of each individual futures contract outstanding as of September 30, 2014, for each Fund, are disclosed in the Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written.

**Securities Sold Short** – Each Fund may sell a security short to increase investment returns. Each Fund may also sell a security short in anticipation of a decline in the market value of a security. A short sale is a transaction in which a fund sells a security that it does not own. To complete the transaction, the fund must borrow the security in order to deliver it to the buyer. The fund must replace the borrowed security by purchasing it at market price at the time of replacement; the price may be higher or lower than the price at which the fund sold the security. The fund incurs a loss from a short sale if the price of the security increases between the date of the short sale and the date on which the fund replaces the borrowed security. The fund realizes a profit if the price of the security declines between those dates.

Until the fund replaces the borrowed security, the fund will maintain on its books and records cash and long securities to sufficiently cover its short position on a daily basis. The collateral for the securities sold short includes the Deposits with Brokers as shown on the Statements of Assets and Liabilities and the securities held long as shown on the Schedules of Investments. Dividends and interest paid on securities sold short are recorded as an expense on each Fund's Statement of Operations.

**Purchased Options** – When a fund purchases an option, an amount equal to the premium paid by the fund is recorded as an investment and is subsequently adjusted to the current value of the option purchased. If an option expires on the stipulated expiration date or if the fund enters into a closing sale transaction, a gain or loss is realized. If a call option is exercised, the cost of the security acquired is increased by the premium paid for the call. If a put option is exercised, a gain or loss is realized from the sale of the underlying security, and the proceeds from such sale are decreased by the premium originally paid. Purchased options are non-income producing securities.

The values of each individual purchased option outstanding as of September 30, 2014, are disclosed in each Fund's Schedule of Investments.

**Written Options** – When a fund writes an option, an amount equal to the premium received by the fund is recorded as a liability and is subsequently adjusted to the current value of the option written. Premiums received from writing options that expire unexercised are treated by the fund on the expiration date as realized gain from written options. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether the fund has realized a gain or loss. If a put option is exercised, the premium reduces the cost basis of the securities purchased by the fund. The fund, as writer of an option, bears the market risk of an unfavorable change in the price of the security underlying the written option. Written options are non-income producing securities.

The values of each individual written option outstanding as of September 30, 2014, if any, are disclosed in each Fund's Schedule of Call and Put Options Written. There were no written options outstanding at September 30, 2014, for the Absolute Credit Opportunities Fund.

Transactions in written options during the period ended September 30, 2014, were as follows:

*Absolute Strategies Fund*

	<b>Calls</b>		<b>Puts</b>	
	<b>Number of Contracts</b>	<b>Premiums</b>	<b>Number of Contracts</b>	<b>Premiums</b>
<i>Options Outstanding, March 31, 2014</i>	(53,272)	\$ (16,192,614)	(95,147)	\$ (18,544,009)
Options written	(4,318)	(653,342)	(10,906)	(2,828,497)
Options terminated in closing transactions	36,751	9,734,297	59,959	13,813,958
Options expired	226	13,568	688	138,564
<i>Options Outstanding, September 30, 2014</i>	<u>(20,613)</u>	<u>\$ (7,098,091)</u>	<u>(45,406)</u>	<u>\$ (7,419,984)</u>

**Credit Default Swaps** – Each Fund may invest in credit default swaps. A credit default swap gives one party (the buyer) the right to recoup the economic value of a decline in the value of debt securities of the reference issuer (including sovereign debt obligations) if a credit event (a downgrade or default) occurs. This value is obtained by delivering a debt security of the reference issuer to the party in return for a previously agreed payment from the other party (frequently, the par value of the debt security). Credit default swaps may require initial premium (discount) payments as well as periodic payments (receipts) related to the interest leg of the swap or to the default of a reference obligation.

If a fund is a seller of a credit default swap contract, the fund would be required to pay the par (or other agreed upon) value of a referenced debt obligation to the counterparty in the event of a default or other credit event by the reference issuer, such as a U.S. or foreign corporate issuer, with respect to such debt obligations. In return, the fund would receive from the counterparty a periodic stream of payments over the term of the contract provided that no event of default has occurred. If no default occurs, the fund would keep the stream of payments and would have no payment obligations. As the seller, the fund would be subject to investment exposure on the notional amount of the swap.

If a fund is the buyer of a credit default swap contract, the fund would have the right to deliver a referenced debt obligation and receive the par (or other agreed-upon) value of such debt obligation from the counterparty in the event of a default or other credit event (such as a credit downgrade) by the reference issuer, such as a U.S. or foreign corporation, with respect to its debt obligations. In return, the fund would pay the counterparty a periodic stream of payments over the term of the contract provided that no event of default has occurred. If no default occurs, the counterparty would keep the stream of payments and would have no further obligations to the fund.

Notional amounts of each individual credit default swap agreement outstanding as of September 30, 2014, for each Fund, are disclosed in the Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written.

**Interest Rate Swaps** – Each Fund may enter into interest rate swaps for investment purposes to manage exposure to fluctuations in interest rates or to add leverage.

Interest rate swaps represent an agreement between two counterparties to exchange cash flows based on the difference in two interest rates, applied to the notional principal amount for a specified period. The payment flows are usually netted against each other, with the difference being paid by one party to the other. The Fund settles accrued net receivables or payables under the swap contracts on a periodic basis.

The primary risk associated with interest rate swaps is that unfavorable changes in interest rates could adversely impact the Funds.

Notional amounts of each individual interest rate swap agreement outstanding as of September 30, 2014, if any, are disclosed in each Fund's Notes to Schedule of Investments, Securities Sold Short and Call and Put Options

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Written. The Funds did not enter into any interest rate swaps during the period ended September 30, 2014.

**Restricted Securities** – Each Fund may invest in securities that are subject to legal or contractual restrictions on resale (“restricted securities”). Restricted securities may be resold in transactions that are exempt from registration under the Federal securities laws or if the securities are registered to the public. The sale or other disposition of these securities may involve additional expenses and the prompt sale of these securities at an acceptable price may be difficult. Information regarding restricted securities held by each Fund is included in their Schedule of Investments, if applicable.

**When-Issued Transactions** – Each Fund may purchase securities on a forward commitment or ‘when-issued’ basis. A fund records a when-issued transaction on the trade date and will segregate with the custodian qualifying assets that have a value sufficient to make payment for the securities purchased. Securities purchased on a when-issued basis are marked-to-market daily and the fund begins earning interest on the settlement date. Losses may arise due to changes in the market value of the underlying securities or if the counterparty does not perform under the contract.

**Distributions to Shareholders** – Distributions to shareholders of net investment income, if any, are declared and paid at least semi-annually. Distributions to shareholders of net capital gains, if any, are declared and paid annually. Distributions to shareholders are recorded on the ex-dividend date. Distributions are based on amounts calculated in accordance with applicable federal income tax regulations, which may differ from GAAP. These differences are due primarily to differing treatments of income and gain on various investment securities held by each Fund, timing differences and differing characterizations of distributions made by each Fund.

**Federal Taxes** – Each Fund intends to continue to qualify each year as a regulated investment company under Subchapter M of the Internal Revenue Code and to distribute all of their taxable income to shareholders. In addition, by distributing in each calendar year substantially all of their net investment income and capital gains, if any, the Funds will not be subject to a federal excise tax. Therefore, no federal income or excise tax provision is required. Each Fund files a U.S. federal income and excise tax return as required. A fund’s federal income tax returns are subject to examination by the Internal Revenue Service for a period of three fiscal years after they are filed. As of September 30, 2014, there are no uncertain tax positions that would require financial statement recognition, de-recognition, or disclosure.

**Income and Expense Allocation** – The Trust accounts separately for the assets, liabilities and operations of each of its investment portfolios. Expenses that are directly attributable to more than one investment portfolio are allocated among the respective investment portfolios in an equitable manner.

Absolute Strategies Fund’s class specific expenses are charged to the operations of that class of shares. Income and expenses (other than expenses attributable to a specific class) and realized and unrealized gains or losses on investments are allocated to each class of shares based on the class’ respective net assets to the total net assets of the Fund.

**Commitments and Contingencies** – In the normal course of business, each Fund enters into contracts that provide general indemnifications by each Fund to the counterparty to the contract. Each Fund’s maximum exposure under these arrangements is dependent on future claims that may be made against each Fund and, therefore, cannot be estimated; however, based on experience, the risk of loss from such claims is considered remote.

**Note 3. Cash – Concentration in Uninsured Account**

For cash management purposes each Fund may concentrate cash with each Fund’s custodian. This typically results in cash balances exceeding the Federal Deposit Insurance Corporation (“FDIC”) insurance limits. As of September 30, 2014, the Absolute Strategies and Absolute Credit Opportunities Fund held \$566,531,994 and \$25,061,805, respectively, as cash reserves at Citibank, N.A. that exceeded the FDIC insurance limit.

**Note 4. Fees and Expenses**

**Investment Adviser** – Absolute Investment Advisers LLC (the “Adviser”) is the investment adviser to each Fund. Pursuant to an investment advisory agreement, the Adviser receives an advisory fee from each Fund at an annual rate of 1.60% of each Fund’s average daily net assets.

Each sub-advisory fee, calculated as a percentage of each Fund’s average daily net assets, is paid by the Adviser.

**Distribution** – Foreside Fund Services, LLC serves as each Fund’s distributor (the “Distributor”). The Distributor is not affiliated with the Adviser or Atlantic Fund Administration, LLC (d/b/a Atlantic Fund Services) (“Atlantic”) or their affiliates. Absolute Strategies Fund has adopted a Distribution Plan (the “Plan”) for R Shares of the Fund in accordance with Rule 12b-1 of the Act. Under the Plan, the Fund pays the Distributor and/or any other entity as authorized by the Board a fee of up to 0.25% of the average daily net assets of R Shares.

**Other Service Providers** – Atlantic provides fund accounting, fund administration, compliance and transfer agency services to each Fund. Atlantic also provides certain shareholder report production, and EDGAR conversion and filing services. Pursuant to an Atlantic services agreement, each Fund pays Atlantic customary fees for its services. Atlantic provides a Principal Executive Officer, a Principal Financial Officer, a Chief Compliance Officer, and an Anti-Money Laundering Officer to each Fund, as well as certain additional compliance support functions.

**Trustees and Officers** – The Trust pays each independent Trustee an annual retainer fee of \$45,000 for service to the Trust (\$66,000 for the Chairman). The Trustees and Chairman may receive additional fees for special Board meetings. Each Trustee is also reimbursed for all reasonable out-of-pocket expenses incurred in connection with his duties as a Trustee, including travel and related expenses incurred in attending Board meetings. The amount of Trustees’ fees attributable to each Fund is disclosed in the Statement of Operations. Certain officers of the Trust are also officers or employees of the above named service providers, and during their terms of office received no compensation from each Fund.

**Note 5. Expense Reimbursements and Fees Waived**

The Adviser has contractually agreed to reduce its advisory fee through July 31, 2014, for Absolute Strategies Fund, to 1.55% on average net assets exceeding \$4.5 billion but less than \$5 billion, and to 1.50% on average net assets exceeding \$5 billion. The Adviser has also contractually agreed to waive its fees and/or reimburse expenses to limit total annual operating expenses (excluding all taxes, interest, portfolio transaction expenses, dividend and interest expenses on short sales, acquired fund fees, proxy expenses and extraordinary expenses) of Institutional Shares of Absolute Credit Opportunities Fund to 1.95% for the period January 1, 2014 to August 1, 2015. The Adviser waived fees of \$613,980, for Absolute Credit Opportunities Fund, for the period ended September 30, 2014.

**Note 6. Security Transactions**

The cost of purchases and proceeds from sales of investment securities (including maturities), other than short-term investments during the period ended September 30, 2014, were as follows:

*Absolute Strategies Fund*

Non-U.S. Government Obligations		U.S. Government Obligations	
Purchases	Sales	Purchases	Sales
\$ 501,476,835	\$ 1,185,988,397	\$ 32,897,885	\$ 39,827,718

*Absolute Credit Opportunities Fund*

Non-U.S. Government Obligations	
Purchases	Sales
\$ 33,594,141	\$ 76,439,945

**Note 7. Summary of Derivative Activity**

The volume of open derivative positions may vary on a daily basis as each Fund transacts derivative contracts in order to achieve the exposure desired by the Adviser. The notional value of activity for the period ended September 30, 2014, for any derivative type during the period is as follows:

	<u>Absolute Strategies</u>	<u>Absolute Credit Opportunities</u>
Forward Currency Contracts	\$ 57,439,732	\$ -
Futures	2,540,309,475	94,794,235
Purchased Options	20,220,698	55,103
Written Options	(3,481,839)	-
Credit Default Swaps	60,000,000	75,000,000

Each Fund's use of derivatives during the period ended September 30, 2014, was limited to credit default swaps, options, forward currency contracts and futures contracts.

Following is a summary of the effect of derivatives on the Statements of Assets and Liabilities as of September 30, 2014:

*Absolute Strategies Fund*

<u>Location:</u>	<u>Credit Contracts</u>	<u>Equity Contracts</u>	<u>Interest Contracts</u>
<b>Asset derivatives:</b>			
Unrealized gain on swap agreements	\$ 21,958	\$ -	\$ -
Receivable – variation margin	-	2,726,812	24,063
Total investments, at value	-	10,897,888	-
<b>Total asset derivatives</b>	<u>\$ 21,958</u>	<u>\$ 13,624,700</u>	<u>\$ 24,063</u>
<b>Liability derivatives:</b>			
Swap premiums received	(412,583)	-	-
Unrealized loss on swap agreements	(17,183)	-	-
Payable – variation margin	-	(291,189)	(5,344)
Call options written, at value	-	(9,437,422)	-
Put options written, at value	-	(3,947,330)	-
<b>Total liability derivatives</b>	<u>\$ (429,766)</u>	<u>\$ (13,675,941)</u>	<u>\$ (5,344)</u>

*Absolute Credit Opportunities Fund*

<u>Location:</u>	<u>Credit Contracts</u>	<u>Equity Contracts</u>
<b>Asset derivatives:</b>		
Swap premiums paid	\$ 165,523	\$ -
Unrealized gain on swap agreements	70,517	-
Receivable – variation margin	-	30,000
<b>Total asset derivatives</b>	<u>\$ 236,040</u>	<u>\$ 30,000</u>
<b>Liability derivatives:</b>		
Swap premiums received	(932,582)	-
Unrealized loss on swap agreements	(136,022)	-
<b>Total liability derivatives</b>	<u>\$ (1,068,604)</u>	<u>\$ -</u>

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Realized and unrealized gains and losses on derivatives contracts during the period ended September 30, 2014, by each Fund are recorded in the following locations on the Statements of Operations:

*Absolute Strategies Fund*

<b>Location:</b>	<b>Credit Contracts</b>	<b>Currency Contracts</b>	<b>Equity Contracts</b>	<b>Forward Currency Contracts</b>	<b>Interest Contracts</b>
<b>Net realized gain (loss) on:</b>					
Swaps	\$ (41,129)	\$ -	\$ -	\$ -	\$ -
Futures	-	6,297,700	(3,840,164)	-	(543,990)
Investments	-	-	(12,606,905)	-	-
Written options	-	-	10,436,715	-	-
Foreign currency transactions	-	-	-	27,983	-
<b>Total net realized gain (loss)</b>	<b>\$ (41,129)</b>	<b>\$ 6,297,700</b>	<b>\$ (6,010,354)</b>	<b>\$ 27,983</b>	<b>\$ (543,990)</b>
<b>Net change in unrealized appreciation (depreciation) on:</b>					
Swaps	(128,884)	-	-	-	-
Futures	-	(1,276,800)	5,834,765	-	39,296
Investments	-	-	(847,592)	-	-
Written options	-	-	(3,448,942)	-	-
Foreign currency translations	-	-	-	17,414	-
<b>Total net change in unrealized appreciation (depreciation)</b>	<b>\$ (128,884)</b>	<b>\$ (1,276,800)</b>	<b>\$ 1,538,231</b>	<b>\$ 17,414</b>	<b>\$ 39,296</b>

*Absolute Credit Opportunities Fund*

<b>Location:</b>	<b>Credit Contracts</b>	<b>Equity Contracts</b>
<b>Net realized gain (loss) on:</b>		
Swaps	\$ (1,100,760)	\$ -
Futures	-	1,187,626
Investments	-	(60,175)
<b>Total net realized gain (loss)</b>	<b>\$ (1,100,760)</b>	<b>\$ 1,127,451</b>
<b>Net change in unrealized appreciation (depreciation) on:</b>		
Swaps	(9,673,229)	-
Futures	-	(292,988)
Investments	-	(1)
<b>Total net change in unrealized appreciation (depreciation)</b>	<b>\$ (9,673,229)</b>	<b>\$ (292,989)</b>

Asset (Liability) amounts shown in the table below represent amounts for derivative related investments at September 30, 2014. These amounts may be collateralized by cash or financial instruments.

	<b>Gross Asset (Liability) as Presented in the Statement of Assets and Liabilities</b>	<b>Financial Instruments (Received) Pledged**</b>	<b>Cash Collateral (Received) Pledged**</b>	<b>Net Amount</b>
<i>Absolute Strategies Fund</i>				
<b>Assets:</b>				
Over-the-counter derivatives*	\$ 13,860,721	\$ -	\$ (13,860,721)	\$ -
<b>Liabilities:</b>				
Over-the-counter derivatives*	(14,111,051)	13,384,752	726,299	-
<i>Absolute Credit Opportunities Fund</i>				
<b>Assets:</b>				
Over-the-counter derivatives*	\$ 266,040	\$ -	\$ (266,040)	\$ -
<b>Liabilities:</b>				
Over-the-counter derivatives*	(1,068,604)	-	1,068,604	-

\* Over-the-counter derivatives may consist of forward currency contracts, options contracts, futures contracts and swap agreements. The amounts disclosed above represent the exposure to one or more counterparties. For further detail on individual derivative contracts and the corresponding unrealized appreciation (depreciation), see the Notes to Schedules of Investments, Securities Sold Short and Call and Put Options Written.

\*\* The actual financial instruments and cash collateral (received) pledged may be in excess of the amounts shown in the table. The table only reflects collateral amounts up to the amount of the financial instrument disclosed on the Statements of Assets and Liabilities.

**Note 8. Federal Income Tax**

As of March 31, 2014, distributable earnings (accumulated loss) on a tax basis were as follows:

	<u>Capital and Other Losses</u>	<u>Unrealized Appreciation</u>	<u>Total</u>
Absolute Strategies Fund	\$ (121,987,776)	\$ 273,976,809	\$ 151,989,033
Absolute Credit Opportunities Fund	(2,329,172)	5,277,302	2,948,130

The difference between components of distributable earnings on a tax basis and the amounts reflected in the Statements of Assets and Liabilities are primarily due to wash sales, futures, passive foreign investment holdings, real estate investment trusts, constructive sales, straddles, convertible bond premium, contingent payment debt instruments, cover loss deferrals, short dividends, registered investment companies, partnerships, currency contracts and credit default swaps.

For tax purposes, the prior deferred late year ordinary loss was \$1,001,160 (realized during the period January 1, 2014 through March 31, 2014) for Absolute Credit Opportunities Fund. This loss was recognized for tax purposes on the first business day of the Fund's current fiscal year, April 1, 2014.

Absolute Strategies Fund and Absolute Credit Opportunities Fund had \$121,987,776 and \$1,328,012, respectively, of available short term capital loss carryforwards that have no expiration date.

**Note 9. Subsequent Events**

Subsequent events occurring after the date of this report through the date these financial statements were issued have been evaluated for potential impact and each Fund has had no such events.



### **Investment Advisory Agreement Approval**

At the September 12, 2014 Board meeting, the Board, including the Independent Trustees, considered the approval of the subadvisory agreements between the Adviser and the following subadvisers to the Absolute Funds: Harvest Capital Strategies LLC; Mohican Financial Management, LLC and Pine Cobble Capital, LLC. In preparation for its deliberations, the Board requested and reviewed written responses from the Adviser and Subadvisers to due diligence questionnaires circulated on the Board's behalf. The Board also discussed the materials with Independent Trustee counsel and, with the Trust's administrator, Atlantic Fund Services. During its deliberations, the Board also received an oral presentation from the Adviser, and was assisted by the advice of Independent Trustee counsel.

In evaluating the Subadvisory Agreements for the Absolute Funds, the Board reviewed written materials furnished by the Subadvisers and the administrator, including information regarding the Subadvisers' personnel, operations and financial condition. In addition, the Board considered that the evaluation process with respect to the Subadvisers is an ongoing one that extends over multiple review periods and, in this regard, the Board considers information at each regularly scheduled meeting including, among other things, information concerning the Funds' performance and services provided by the Adviser and, under certain circumstances, by the Subadvisers.

At the meeting, the Board considered, among other matters: (1) the nature, extent and quality of the services to be provided to the Funds by the Subadvisers, including information on the investment performance of the Funds and Subadvisers; (2) the costs of the services provided and profitability to the Adviser with respect to its relationship with each of the Funds; (3) the advisory fee and total expense ratio each Fund compared to a relevant peer group of funds; (4) the extent to which economies of scale may be realized as the Funds grow and whether the advisory fee enables each Fund's investors to share in the benefits of economies of scale; and (5) other benefits received by the Subadvisers from their respective relationships with the Funds.

#### ***Absolute Credit Opportunities Fund – Mohican Financial Management, LLC***

##### *Nature, Extent and Quality of Services*

The Board received a presentation from senior representatives of the Adviser and discussed Mohican's personnel, operations and financial condition. Specifically, the Board considered the adequacy of Mohican's resources and the quality of services to be provided by Mohican under the Subadvisory Agreement. The Board reviewed information regarding the experience, qualifications and professional background of the portfolio manager and other personnel at Mohican who would have responsibility for the managed portion of the Fund ("Managed Portion"). The Board considered the investment philosophy and decision-making process of those professionals and the capability and integrity of Mohican's senior management and staff. The Board also evaluated the quality of Mohican's services with respect to regulatory compliance and compliance with client investment policies and restrictions. In this regard, the Board considered the compliance program of Mohican to ensure compliance with certain investment limitations imposed by the Investment Company Act of 1940. In addition, the Board took into consideration the Adviser's recommendation with respect to Mohican and noted that, since 2007, Mohican had provided investment subadvisory services for a portion of the Absolute Strategies Fund, another series of the Trust that is also managed by the Adviser ("Comparable Fund"). The Board noted Mohican's representation that it is financially stable and able to provide investment advisory services to the Fund. The Board concluded that, overall, it was satisfied with the nature, extent, and quality of services to be provided to the Fund by Mohican under the Subadvisory Agreement.

##### *Cost of Services and Profitability*

The Board did not consider information regarding the costs of services provided or profits realized by Mohican from its relationship with the Fund, noting instead the arms-length nature of the relationship between the Adviser and Mohican with respect to the negotiation of the subadvisory fee rate on behalf of the Fund. The Board noted that the Adviser, and not the Fund, was responsible for paying the subadvisory fees due under the Subadvisory

Agreement. The Board concluded that Mohican's projected profitability was not a material factor in determining whether or not to approve the Subadvisory Agreement.

#### Performance

The Board reviewed the historical performance of Mohican in managing accounts in a style substantially similar to that to be employed on behalf of the Fund, including Mohican's performance with regard to the Comparable Fund. The Board, in particular, evaluated Mohican's one-year, seven-year, and since-inception performance with respect to Mohican's portion of the Comparable Fund, as managed pursuant to its small- and mid-capitalization convertible arbitrage strategy through July 31, 2014. The Board also reviewed the performance of the Comparable Fund as compared to the Dow Jones Credit Suisse Convertible Arbitrage Hedge Fund Index (the "Index"). The Board noted that the Comparable Fund had outperformed the Index for the seven-year and since-inception periods ended December 31, 2013. In addition, the Board considered the Adviser's evaluation of the Comparable Fund's performance and rationale for seeking to allocate a portion of the Fund's assets to Mohican for management. The Board further considered Mohican's performance against four peers with similar investment styles, noting that Mohican outperformed the median of the four peers for the period January 1, 2007 through July 31, 2014. Based on this review and all of the relevant facts and circumstances, the Board concluded that Mohican's management of the Managed Portion could benefit the Fund and its shareholders.

#### Compensation

The Board reviewed Mohican's proposed compensation for providing subadvisory services to the Fund. The Board noted that the total advisory fee paid by the Fund to the Adviser had been reduced in connection with the Board's approval of the Advisory Agreement between the Adviser and the Fund on September 12, 2014 and that, because the subadvisory fees are paid by the Adviser and not the Fund, the addition of Mohican would not change the total management fee paid by the Fund. The Board also noted that the new fees under the Subadvisory included breakpoints in the fee payable to Mohican. The Board further considered that the Adviser contractually agreed to waive its fee and/or reimburse certain Fund expenses so that the total annual net operating expenses to not exceed 1.95% through August 1, 2017. The Board also noted Mohican's representation that it does not manage any portfolio of assets using the same strategy to be employed for the Fund with a fee rate lower than the proposed subadvisory fee rate. After consideration of these matters, the Board concluded that the proposed subadvisory fee rate to be paid to Mohican was not excessive in light of the services to be provided to the Fund.

#### Economies of Scale

The Board considered whether the Fund would benefit from any economies of scale with respect to the Subadvisory Agreement, noting the presence of breakpoints in the fee schedule under the Subadvisory Agreement. The Board determined that because the Adviser, and not the Fund, pays the subadvisory fee, shareholders would not benefit from any economies of scale in the form of breakpoints in the subadvisory fee rate. Based on the foregoing information, the Board concluded that economies of scale were not a material factor in approving the Subadvisory Agreement.

#### Other Benefits

The Board noted Mohican's representation that soft dollar research, which was small by comparison with the subadvisory fee paid to Mohican, represented the only ancillary benefit received as a result of its relationship with the Fund. As a result, other benefits accrued by Mohican were not a material factor in approving the Subadvisory Agreement.

#### Conclusion

The Board did not identify any single factor as being of paramount importance, and different Trustees may have given different weight to different factors; however, in light of the fact that the Fund is a multi-manager Fund for which the Adviser identifies Subadvisers whose strategies it seeks to combine to achieve the Fund's investment

objective, the Board gave significant weight to the Adviser's recommendation that Mohican be appointed as a Subadviser to the Fund and to the Adviser's representation that the appointment of Mohican would positively contribute to the Adviser's successfully executing the overall strategy of the Fund. The Board reviewed a memorandum from Trust counsel discussing the legal standards applicable to its consideration of the Subadvisory Agreement. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its reasonable business judgment, that the advisory arrangement, as outlined in the Subadvisory Agreement, was fair and reasonable in light of the services to be performed, expenses to be incurred and such other matters as the Board considered relevant.

### ***Absolute Strategies Fund – Harvest Capital Strategies, LLC***

#### *Nature, Extent and Quality of Services*

The Board received a presentation from senior representatives of the Adviser and discussed Harvest's personnel, operations and financial condition. Specifically, the Board considered the adequacy of Harvest's resources and the quality of services to be provided by Harvest under the Subadvisory Agreement. The Board reviewed information regarding the experience, qualifications and professional background of the portfolio manager and other personnel at Harvest who would have responsibility for the managed portion of the Fund ("Managed Portion"). The Board considered the investment philosophy and decision-making process of those professionals and the capability and integrity of Harvest's senior management and staff. The Board also evaluated the quality of Harvest's services with respect to regulatory compliance and compliance with client investment policies and restrictions. In addition, the Board took into consideration the Adviser's recommendation with respect to Harvest and noted that, since 2013, Harvest had provided investment subadvisory services for a portion of the Absolute Opportunities Fund, another series of the Trust that is also managed by the Adviser ("Comparable Fund"). The Board noted Harvest's representation that it is financially stable and able to provide investment advisory services to the Fund. The Board concluded that, overall, it was satisfied with the nature, extent, and quality of services to be provided to the Fund by Harvest under the Subadvisory Agreement.

#### *Costs of Services and Profitability*

The Board did not consider information regarding the costs of services provided or profits realized by Harvest from its relationship with the Fund, noting instead the arm's-length nature of the relationship between the Adviser and Harvest with respect to the negotiation of the subadvisory fee rate on behalf of the Fund. The Board noted that the Adviser, and not the Fund, was responsible for paying the subadvisory fees due under the Subadvisory Agreement. The Board concluded that Harvest's projected profitability was not a material factor in determining whether or not to approve the Subadvisory Agreement.

#### *Performance*

The Board reviewed the historical performance of Harvest in managing accounts in a style substantially similar to that to be employed on behalf of the Fund, including Harvest's performance with regard to the Comparable Fund. The Board, in particular, evaluated the performance Harvest achieved for its sleeve of the Absolute Opportunities Fund pursuant to its agriculture-focused long/short hedged equity strategy (the "Comparable Fund"), including as compared to the Market Vectors Agribusiness Index (the "Index"). The Board noted that Harvest had advised the Comparable Fund for only a short period in 2014, but had outperformed the Index for the majority of the period. The Board further noted that other accounts managed by Harvest using a substantially similar strategy achieved performance consistent with that of the Comparable Fund. In addition, the Board considered the Adviser's evaluation of the Comparable Fund's performance and rationale for seeking to allocate a portion of the Fund's assets to Harvest for management. Based on this review and all of the relevant facts and circumstances, the Board concluded that Harvest's management of its portion of the Fund could benefit the Fund and its shareholders.

Compensation

The Board reviewed Harvest's proposed compensation for providing subadvisory services to the Fund and noted that the addition of Harvest would not change the total advisory fee paid by the Fund to the Adviser because the subadvisory fees are paid by the Adviser and not the Fund.

The Board considered that the total management fees paid by the Fund had been compared to fees paid by other similarly managed mutual funds in connection with the Board's annual approval of the Advisory Agreement between Absolute and the Fund on March 21, 2014. The Board specifically considered that the Adviser's advisory fee rate and the total expense ratio of the Fund were each the highest for its Lipper, Inc. ("Lipper") peer group. The Board noted the Adviser's representation that the Fund more closely relates to a hedge fund than the mutual funds in the peer group and that such hedge funds' fees typically consist of a much higher base advisory fee and an additional performance fee.

The Board noted that it is difficult to make meaningful comparison of the Fund's expense ratios to those of its peer group due to variations between the services provided by the Adviser to the Fund and those included in the fees paid by other funds. The Board further noted that the Adviser had entered into an agreement to waive its advisory fees at certain breakpoints. The Board also noted Harvest's representation that it does not manage any portfolio of assets using the same strategy to be employed for the Fund with a fee rate lower than the proposed subadvisory fee rate. After consideration of these matters, the Board concluded that the proposed subadvisory fee rate to be paid to Harvest was not excessive in light of the services to be provided to the Fund.

Economies of Scale

The Board considered whether the Fund would benefit from any economies of scale with respect to the Subadvisory Agreement. The Board determined that because the Adviser, and not the Fund, pays the subadvisory fee, shareholders would not benefit from any economies of scale in the form of breakpoints in the subadvisory fee rate. Based on the foregoing information, the Board concluded that economies of scale were not a material factor in approving the Subadvisory Agreement.

Other Benefits

The Board noted Harvest's representation that it would not receive significant ancillary benefits as a result of its relationship with the Fund. As a result, other benefits accrued by Harvest were not a material factor in approving the Subadvisory Agreement.

Conclusion

The Board did not identify any single factor as being of paramount importance, and different Trustees may have given different weight to different factors; however, in light of the fact that the Fund is a multi-manager Fund for which the Adviser identifies Subadvisers whose strategies it seeks to combine to achieve the Fund's investment objective, the Board gave significant weight to the Adviser's recommendation that Harvest be appointed as a Subadviser to the Fund and to the Adviser's representation that the appointment of Harvest would positively contribute to the Adviser's successfully executing the overall strategy of the Fund. The Board reviewed a memorandum from Trust counsel discussing the legal standards applicable to its consideration of the Subadvisory Agreement. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its reasonable business judgment, that the advisory arrangement, as outlined in the Subadvisory Agreement, was fair and reasonable in light of the services to be performed, expenses to be incurred and such other matters as the Board considered relevant.

***Absolute Strategies Fund – Pine Cobble Capital, LLC***

*Nature, Extent and Quality of Services*

The Board received a presentation from senior representatives of the Adviser and discussed Pine Cobble's personnel, operations and financial condition. Specifically, the Board considered the adequacy of Pine Cobble's resources and the quality of services to be provided by Pine Cobble under the Subadvisory Agreement. The Board reviewed information regarding the experience, qualifications and professional background of the portfolio manager and other personnel at Pine Cobble who would have responsibility for the managed portion of the Fund ("Managed Portion"). The Board considered the investment philosophy and decision-making process of those professionals and the capability and integrity of Pine Cobble's senior management and staff. The Board also evaluated the quality of Pine Cobble's services with respect to regulatory compliance and compliance with client investment policies and restrictions. In addition, the Board took into consideration the Adviser's recommendation with respect to Pine Cobble and noted that, since 2011, Pine Cobble had provided investment subadvisory services for a portion of the Absolute Opportunities Fund, another series of the Trust that is also managed by the Adviser ("Comparable Fund"). The Board noted Pine Cobble's representation that it is financially stable and able to provide investment advisory services to the Fund. The Board concluded that, overall, it was satisfied with the nature, extent, and quality of services to be provided to the Fund by Pine Cobble under the Subadvisory Agreement.

*Costs of Services and Profitability*

The Board did not consider information regarding the costs of services provided or profits realized by Pine Cobble from its relationship with the Fund, noting instead the arm's-length nature of the relationship between the Adviser and Pine Cobble with respect to the negotiation of the subadvisory fee rate on behalf of the Fund. The Board noted that the Adviser, and not the Fund, was responsible for paying the subadvisory fees due under the Subadvisory Agreement. The Board concluded that Pine Cobble's projected profitability was not a material factor in determining whether or not to approve the Subadvisory Agreement.

*Performance*

The Board reviewed the historical performance of Pine Cobble in managing accounts in a style substantially similar to that to be employed on behalf of the Fund, including the performance Pine Cobble achieved for its sleeve of the Comparable Fund over the one-year and three-year periods ended July 31, 2014. The Board also reviewed the performance of the Comparable Fund as compared to the S&P 500 Index (the "S&P 500 Index") and the Global Hedge Fund Index (the "HFRX Index"). The Board noted that the Comparable Fund had outperformed the S&P 500 Index and HFRX Index, for the one-year period ended July 31, 2014. The Board also noted that the Comparable Fund had outperformed the HFRX Index, but underperformed the S&P 500 Index, for the three-year period ended July 31, 2014. In addition, the Board considered the Adviser's evaluation of the Comparable Fund's performance and rationale for seeking to allocate a portion of the Fund's assets to Pine Cobble for management. Based on this review and all of the relevant facts and circumstances, the Board concluded that Pine Cobble's management of its portion of the Fund could benefit the Fund and its shareholders.

*Compensation*

The Board reviewed Pine Cobble's proposed compensation for providing subadvisory services to the Fund and noted that the addition of Pine Cobble would not change the total advisory fee paid by the Fund to the Adviser because the subadvisory fees are paid by the Adviser and not the Fund.

The Board considered that the total management fees paid by the Fund had been compared to fees paid by other similarly managed mutual funds in connection with the Board's annual approval of the Advisory Agreement between Absolute and the Fund on March 21, 2014. The Board specifically considered that the Adviser's advisory fee rate and the total expense ratio of the Fund were each the highest for its Lipper peer group. The Board noted the Adviser's representation that the Fund more closely relates to a hedge fund than the mutual funds in the peer

group and that such hedge funds' fees typically consist of a much higher base advisory fee and an additional performance fee.

The Board noted that it is difficult to make meaningful comparison of the Fund's expense ratios to those of its peer group due to variations between the services provided by the Adviser to the Fund and those included in the fees paid by other funds. The Board further noted that the Adviser had entered into an agreement to waive its advisory fees at certain breakpoints. The Board also noted Pine Cobble's representation that it does not manage any portfolio of assets using the same strategy to be employed for the Fund with a fee rate lower than the proposed subadvisory fee rate. After consideration of these matters, the Board concluded that the proposed subadvisory fee rate to be paid to Pine Cobble was not excessive in light of the services to be provided to the Fund.

#### Economies of Scale

The Board considered whether the Fund would benefit from any economies of scale with respect to the Subadvisory Agreement. The Board determined that because the Adviser, and not the Fund, pays the subadvisory fee, shareholders would not benefit from any economies of scale in the form of breakpoints in the subadvisory fee rate. Based on the foregoing information, the Board concluded that economies of scale were not a material factor in approving the Subadvisory Agreement.

#### Other Benefits

The Board noted Pine Cobble's representation that it would not receive significant ancillary benefits as a result of its relationship with the Fund. As a result, other benefits accrued by Pine Cobble were not a material factor in approving the Subadvisory Agreement.

#### Conclusion

The Board did not identify any single factor as being of paramount importance, and different Trustees may have given different weight to different factors; however, in light of the fact that the Fund is a multi-manager Fund for which the Adviser identifies Subadvisers whose strategies it seeks to combine to achieve the Fund's investment objective, the Board gave significant weight to the Adviser's recommendation that Pine Cobble be appointed as a Subadviser to the Fund and to the Adviser's representation that the appointment of Pine Cobble would positively contribute to the Adviser's successfully executing the overall strategy of the Fund. The Board reviewed a memorandum from Trust counsel discussing the legal standards applicable to its consideration of the Subadvisory Agreement. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its reasonable business judgment, that the advisory arrangement, as outlined in the Subadvisory Agreement, was fair and reasonable in light of the services to be performed, expenses to be incurred and such other matters as the Board considered relevant.

### **Proxy Voting Information**

A description of the policies and procedures that each Fund uses to determine how to vote proxies relating to securities held in each Fund's portfolio is available, without charge and upon request, by calling (888) 992-2765 and on the U.S. Securities and Exchange Commission's (the "SEC") website at [www.sec.gov](http://www.sec.gov). Each Fund's proxy voting record for the most recent twelve-month period ended June 30 is available, without charge and upon request, by calling (888) 992-2765 and on the SEC's website at [www.sec.gov](http://www.sec.gov).

### **Availability of Quarterly Portfolio Schedules**

Each Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. These filings are available, without charge and upon request on the SEC's website at [www.sec.gov](http://www.sec.gov) or 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 (800) SEC-0330.

**Shareholder Expense Example**

As a shareholder of the Funds, you incur ongoing costs, including management fees, distribution (12b-1) fees and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds.

The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from April 1, 2014, through September 30, 2014.

**Actual Expenses** – The first line under each share class of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during the period.

**Hypothetical Example for Comparison Purposes** – The second line under each share class of the table below provides information about hypothetical account values and hypothetical expenses based on each Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not each Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in each Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds.

	<b>Beginning Account Value April 1, 2014</b>	<b>Ending Account Value September 30, 2014</b>	<b>Expenses Paid During Period*</b>	<b>Annualized Expense Ratio*</b>
<b>Absolute Strategies Fund</b>				
<b>Institutional Shares</b>				
Actual	\$ 1,000.00	\$ 1,021.80	\$ 12.87	2.54%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,012.33	\$ 12.81	2.54%
<b>R Shares</b>				
Actual	\$ 1,000.00	\$ 1,019.26	\$ 15.49	3.06%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,009.73	\$ 15.42	3.06%
<b>Absolute Credit Opportunities Fund</b>				
<b>Institutional Shares</b>				
Actual	\$ 1,000.00	\$ 1,047.19	\$ 13.19	2.57%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,012.18	\$ 12.96	2.57%

\* Expenses are equal to each Fund’s annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year divided by 365 to reflect the half-year period.



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This report is submitted for the general information of the shareholders of the Funds. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus, which includes information regarding the Funds' risks, objectives, fees and expenses, experience of its managements and other information.