

ABSOLUTE FUNDS

SEMI-ANNUAL REPORT

SEPTEMBER 30, 2017
(Unaudited)

ABSOLUTE
INVESTMENT ADVISERS

The views in this report were those of Absolute Strategies Fund, Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund's (each a "Fund" and collectively the "Funds") adviser as of September 30, 2017, 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, focused portfolio risk, small company risk, foreign risk, interest rate risk, credit risk, prepayment risk, IPO risk, liquidity risk, high turnover risk, leverage risk, derivatives risk and cash and cash equivalents holdings risk. For a complete description of the Funds' principal investment risks, please refer to each Fund's prospectus.

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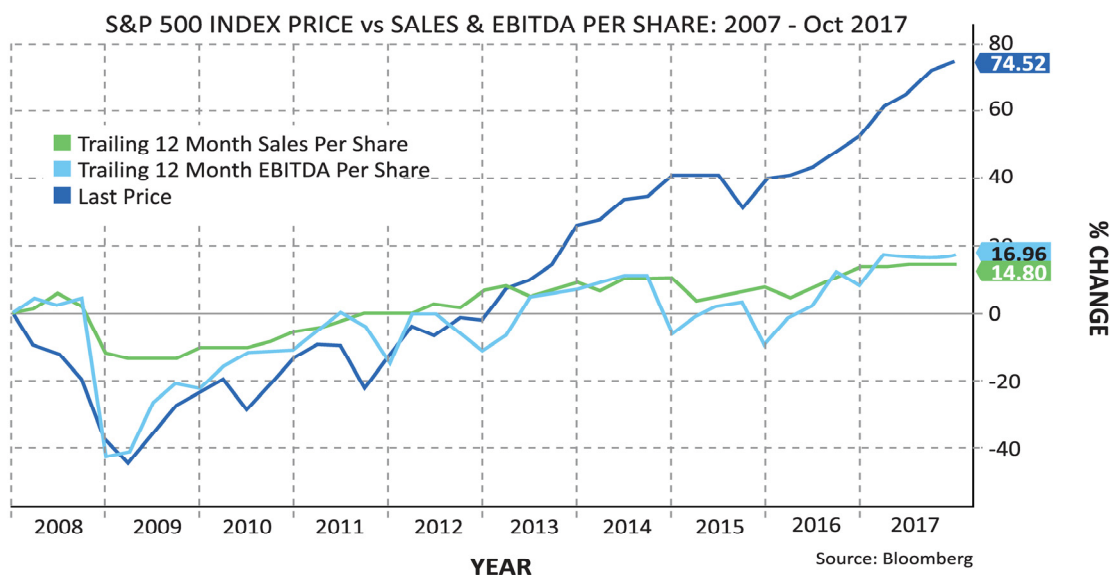
Dear Shareholder,

As much as we and our investors are frustrated with our performance, our portfolio is setting up for the largest opportunity we have seen since late 2008 to early 2009. In fact, we would argue that today’s environment is nearly the inverse of that cycle period in terms of sentiment and price and volatility extremes.

Market Environment:

We have witnessed historic financial market intrusions by central banks that have created extreme distortions in asset prices and caused volatility to collapse. A lack of volatility has led risk-parity strategies, quant funds and momentum players to bet further on these extremes. We are even witnessing a massive bet on “short volatility” which is essentially a replay of the “selling of insurance” gravy train that led up to the financial crisis. Is this a permanent new paradigm? Is it really different this time? Those questions have been repeated throughout history and the predictions have always proved incorrect. That said, we are routinely discussing with the fund’s sub-advisers and others: “What is going on? At what point will it end?” We do not know. We see this as a period of substantial central bank distortions that seem inconceivable. However, certain economic relationships are already highly stretched. The most glaring is the lack of overall fundamental growth for the S&P 500 Index (“S&P 500”) vs Price.

As the chart below illustrates, there has been very little growth in revenue and EBITDA* per share since 2007. There has been almost no growth since 2013, yet the S&P 500 is up over 40% since that time.



It would take a drop of more than 30% to get back to 2007 peak valuations of price/revenue and price to EBITDA. When valuation ratios reach levels similar to 2000 and 1929 peaks, is it an opportunity to stay fully invested in risky assets or an opportune time to hedge? We believe central banks are on the verge of removing an estimated \$1 trillion in market liquidity over the next year. Eventually there will be a large reversion to the mean and we are positioned accordingly.

* EBITDA stands for Earnings Before Interest, Taxes, Depreciation and Amortization and is a common expression of corporate earnings.

ABSOLUTE STRATEGIES FUND

A MESSAGE TO OUR SHAREHOLDERS

SEPTEMBER 30, 2017

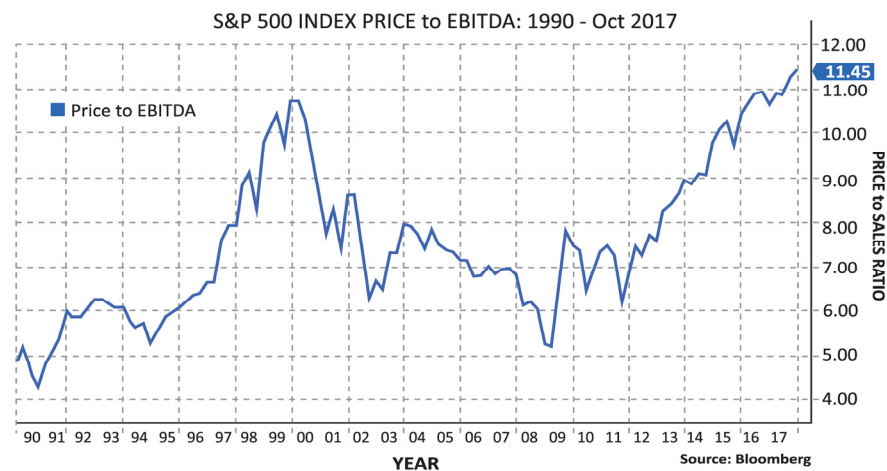
Our Positioning:

Our discipline and process has not changed. We continue to allocate capital based on opportunities to be long and short. The challenge has come from a market cycle that we believe has been skewed by central bank intrusions. Our approach is generally the antithesis of current extreme levels of high valuations, momentum/trend investing, and suppressed volatility. All of these have been coiled against us in both time and price. From a long/short perspective, we tend to favor underpriced or out of favor long ideas vs a short portfolio of overpriced or crowded areas. Many of these positions are simply relative-value relationships that revert to the mean as assets begin to seek value once areas of perfection eventually turn out to be illusory. Volatility is used to help monetize these relationships over time. Year-to-date, our performance has been directly impacted by a lack of volatility, and an extreme turn of the market cycle that has punished out-of-favor longs while rewarding crowded, over-valued indexing. This has created a large spread between our long and short positions that has pushed our overall portfolio to opportunity levels we have not seen since 2009. We are now currently positioned for extensive mean reversion opportunities that have been stretched over several years and have recently reached historic levels. Details of these opportunities are outlined below.

Value vs Growth. One major side effect from all of the central bank activity and momentum chasing is that value investing is currently stuck in one of the worst stretches on record. Value stocks have significantly lagged growth stocks this year, compounding a gap that has persisted since the end of the financial crisis almost ten years ago. Value has underperformed growth by more than -12% year-to-date and by more than -45% since 2007. This has caused the bulk of our poor returns this year. However, the last time value underperformed growth to this degree was in 1999. During the next three years, value outperformed growth by more than 100%. This is not a small divergence. It is a significant market-neutral, risk/reward opportunity. Approximately 40-45% of our portfolio is positioned for this mean reversion idea of long value, short growth/indices.

Short Equity. Market indices are trading at valuation levels only seen near 1929 and 2000 peaks. The median Price to Sales ratio for the S&P 500 is over 2.5x, or nearly 50% higher than the prior peak in 2007. The Russell 2000 Index trades for a Price to Earnings ratio ("P/E") over 110. The Nasdaq Composite P/E is over 50. We believe many securities in various global markets and sectors are at risk of significant repricing, some upwards of 50% or more. These include certain foreign financials, domestic industrials and growth equities. Approximately 20% of the portfolio is currently positioned in short equity securities.

Convertible Arbitrage. Convertible arbitrage is one of few areas of financial markets that we do not see as flooded with excess capital. Rather, in our opinion, convertible securities currently offer attractive return and risk characteristics relative to most other areas of the bond market. This strategy also offers the prospect of a relatively steady return



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A MESSAGE TO OUR SHAREHOLDERS

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profile to diversify away from other areas of our portfolio. Approximately 20% of the portfolio is allocated to convertible arbitrage.

Energy is another area that is seeing significant divergence vs the overall market. The energy sector is close to its lowest weighting in the S&P 500 on record of only 4-5%; this was last seen near the 2000 bubble peak. Oil services companies are now near 2009 financial crisis lows. Relative underperformance of energy year to date versus the S&P 500 is -25%, and this has contributed to The Fund's negative performance. However, following the last low weighting in the S&P 500 in 2000, energy companies outperformed the S&P 500 by over 50% during the next three years and over 150% during the next six years. Approximately 10% of our portfolio is positioned long energy vs short market indices.

Other commodities are also at an extreme low vs overall equity market indices. The Commodity Research Bureau Commodity Index has underperformed the S&P 500 by 40% over the last few years, a deficit nearly identical to that during the late 1990s and the Goldman Sachs Commodity Index relative. The S&P 500 is also on par with the early 1970s, a period that preceded significant commodity inflation. Both time periods saw commodities outperform the S&P 500 by over 100% during the following three years. A more modest 5-7% of our portfolio is targeted for long commodity-sensitive securities vs market indices.

Volatility has never been more compressed than it is today. The US equity market recently set a record for the number of days without a 3% dip in prices. Market players across financial markets are now using volatility as an input for risk taking. This is most certainly the case with risk parity strategies, but institutions and retail investors are also using short volatility trading to generate income or excess yield. This is very similar to the idea of selling credit default swaps during the housing bubble which then led to the financial crisis. It is estimated that risk parity, quants and commodity trading advisor strategies amount to \$1 trillion in implicit short volatility strategies. Additionally, based on our research tens of billions are being bet directly on short volatility through ETFs. Volatility has never been more suppressed, and is unlikely to stay this low for any length of time. Our overall portfolio is set up to benefit from an increase in volatility and should be able to capitalize on large spikes in volatility should they occur.

We believe markets move in cycles over time. Occasionally cycles reach extremes, which has actually been a common occurrence over the past 20 years. Additionally, some markets may be nearing the end of an extreme bull cycle while others may be ending an extreme bear cycle. It is very difficult to know the timing of when a market cycle turns, and patience can be especially tested when both long and short positions are fighting the last trend.

In late 2008, it seemed as if the market would never stop going down. Price-insensitive sellers dominated the market. Yet, we removed the bulk of our shorts and increased our net long position to the largest ever at the time. We were early, but the opportunity was very large. Today, we see the inverse of that cycle. The market seems as if it will never go down and price-insensitive buyers are dominating the market. Again, we may be early but we believe the opportunity warrants our positioning.

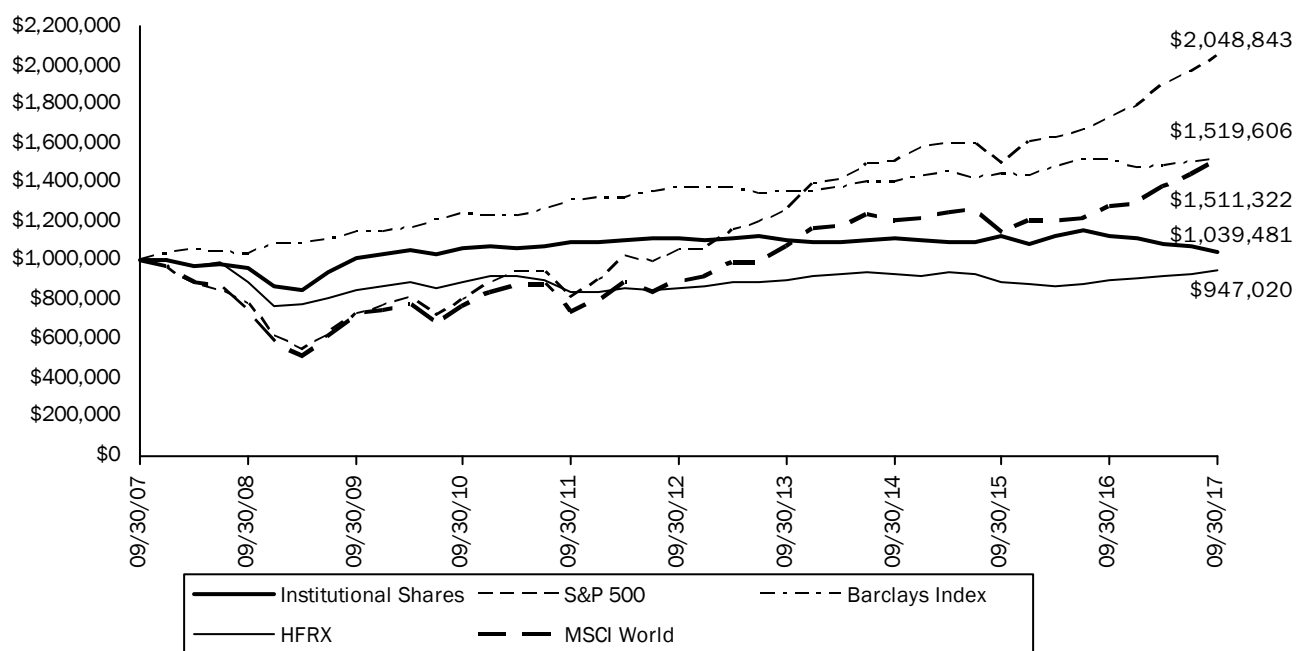
Sincerely,



Jay Compson
Portfolio Manager
Absolute Investment Advisers LLC

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 Absolute Strategies Fund (the "Fund") compared with the performance of the benchmark, 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"), over the past ten fiscal years. 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 the 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.

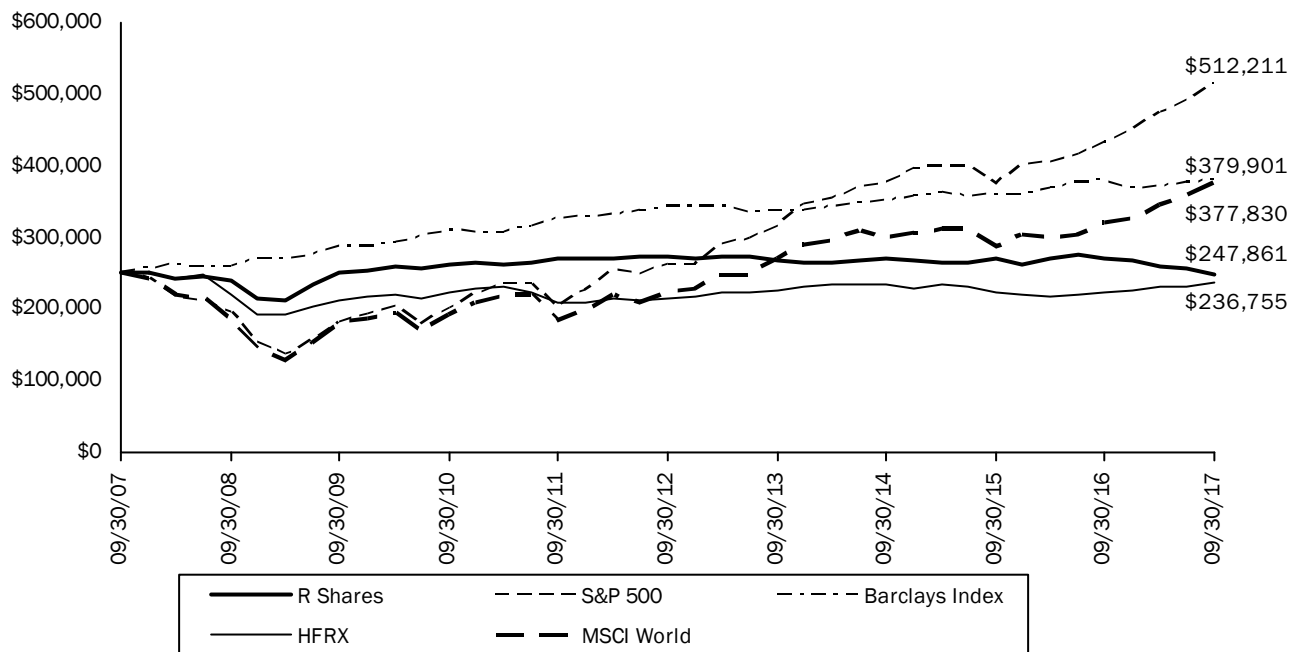
**Comparison of Change in Value of a \$1,000,000 Investment
 Institutional Shares vs. S&P 500 Index, Barclays Capital U.S. Aggregate Bond Index,
 HFRX Global Hedge Fund Index and MSCI World Index**



**Average Annual Total Returns
 Periods Ended September 30, 2017**

	One Year	Five Years	Ten Years
Absolute Strategies Fund - Institutional Shares	-7.35%	-1.47%	0.39%
S&P 500 Index	18.61%	14.22%	7.44%
Barclays Capital U.S. Aggregate Bond Index	0.07%	2.06%	4.27%
HFRX Global Hedge Fund Index	5.64%	1.98%	-0.54%
MSCI World Index	18.17%	10.99%	4.22%

**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**



**Average Annual Total Returns
 Periods Ended September 30, 2017**

	One Year	Five Years	Ten Years	Since Inception 07/27/05
Absolute Strategies Fund - R Shares	-7.99%	-1.98%	-0.09%	0.84%
S&P 500 Index	18.61%	14.22%	7.44%	8.28%
Barclays Capital U.S. Aggregate Bond Index	0.07%	2.06%	4.27%	4.25%
HFRX Global Hedge Fund Index	5.64%	1.98%	-0.54%	0.86%
MSCI World Index	18.17%	10.99%	4.22%	6.56%

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 2.94% and 3.56%, respectively. Excluding the effect of expenses attributable to dividends and interest on short sales and acquired fund fees and expenses, the Fund's total annual operating expense ratios would be 1.94% and 2.51% for Institutional Shares and R Shares, respectively. To the extent that the Fund invests in any investment company or exchange-traded fund sponsored by the Fund's adviser or its affiliates, the adviser may waive certain fees and expenses. 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, 2017

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Equity Securities	31.0%
Asset Backed Obligations	0.2%
Corporate Convertible Bonds	13.3%
Exchange Traded Notes	1.6%
Investment Companies	20.8%
Money Market Fund	27.3%
Purchased Options	0.6%
Short Positions	
Equity Securities	-28.1%
Exchange Traded Note	-1.4%
Investment Companies	-13.3%
Written Options	-0.1%
Other Assets less Liabilities*	48.1%
	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 21.8% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

Sector Breakdown	(% of Equity Holdings)	
	Long	Short
Consumer Discretionary	17.7%	20.6%
Consumer Staples	11.3%	12.4%
Energy	7.0%	2.9%
Financial	24.9%	25.5%
Healthcare	7.0%	6.6%
Industrial	14.0%	16.9%
Information Technology	3.1%	12.7%
Materials	11.5%	1.7%
Telecommunication Services	3.5%	0.7%
	100.0%	100.0%

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Shares	Security Description	Value
Long Positions - 94.8%		
Equity Securities - 31.0%		
Common Stock - 31.0%		
Consumer Discretionary - 5.5%		
21,055	American Airlines Group, Inc. ^(a)	\$ 999,902
12,779	Buffalo Wild Wings, Inc. ^(b)	1,350,740
3,429	CarMax, Inc. ^(b)	259,953
58,795	CVS Health Corp.	4,781,209
57,804	Freshpet, Inc. ^(b)	904,633
38,044	General Motors Co. ^(a)	1,536,217
71,931	Green Plains Partners LP	1,445,813
13,684	Harley-Davidson, Inc. ^{(a)(c)(d)}	659,706
12,971	Lithia Motors, Inc., Class A	1,560,541
165,088	Luby's, Inc. ^(b)	437,483
25,010	PetIQ, Inc. ^(b)	677,271
17,721	Robert Half International, Inc.	892,075
9,461	The Cheesecake Factory, Inc.	398,497
48,347	The Habit Restaurants, Inc., Class A ^(b)	630,928
5,909	The Walt Disney Co. ^(d)	582,450
35,000	VF Corp.	2,224,950
4,374	Walgreens Boots Alliance, Inc.	337,760
		19,680,128
Consumer Staples - 3.5%		
2,643	AMERCO ^(b)	990,861
16,509	Calavo Growers, Inc.	1,208,459
11,500	Diageo PLC, ADR	1,519,495
38,000	Nestle SA, ADR	3,192,380
53,064	Pilgrim's Pride Corp. ^(b)	1,507,548
17,334	Post Holdings, Inc. ^(b)	1,530,072
50,705	Sprouts Farmers Market, Inc. ^(b)	951,733
23,584	Tyson Foods, Inc., Class A	1,661,493
		12,562,041
Energy - 2.1%		
100,000	Enbridge, Inc.	4,184,000
40,093	Green Plains, Inc.	807,874
30,704	Halliburton Co. ^{(a)(c)}	1,413,305
19,323	Schlumberger, Ltd.	1,347,972
		7,753,151
Financial - 7.7%		
17,769	American Express Co. ^{(a)(c)}	1,607,384
10,475	Aon PLC ^(a)	1,530,397
66,305	Bank of America Corp. ^(a)	1,680,169
32,741	Berkshire Hathaway, Inc., Class B ^{(a)(b)}	6,002,080
100,000	Brookfield Asset Management, Inc., Class A	4,130,000
30,766	CBRE Group, Inc., Class A ^{(a)(b)}	1,165,416
17,725	Citigroup, Inc. ^(a)	1,289,316
8,000	Jones Lang LaSalle, Inc.	988,000
21,585	JPMorgan Chase & Co. ^(a)	2,061,583
33,074	Leucadia National Corp. ^(a)	835,119
33,000	Loews Corp.	1,579,380
60,000	The Bank of New York Mellon Corp.	3,181,200
25,000	WR Berkley Corp.	1,668,500
		27,718,544
Healthcare - 2.2%		
6,020	Bayer AG	820,364
7,000	Becton Dickinson and Co.	1,371,650
6,957	McKesson Corp.	1,068,665
75,000	Sanofi, ADR	3,734,250
12,971	Zoetis, Inc.	827,031
		7,821,960
Industrial - 4.3%		
4,717	Alamo Group, Inc.	506,464

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Shares	Security Description	Value
58,937	Briggs & Stratton Corp.	\$ 1,385,019
11,320	Deere & Co.	1,421,679
12,003	Delta Air Lines, Inc. ^(d)	578,785
45,000	Expeditors International of Washington, Inc.	2,693,700
20,858	Jacobs Engineering Group, Inc. ^(a)	1,215,396
12,028	John Bean Technologies Corp.	1,216,031
58,761	Quanta Services, Inc. ^{(a)(b)}	2,195,899
5,818	The Boeing Co. ^(a)	1,478,994
27,358	Trimble, Inc. ^(b)	1,073,801
4,405	United Parcel Service, Inc., Class B ^(a)	528,996
8,211	Valmont Industries, Inc. ^(a)	1,298,159
		<u>15,592,923</u>
Information Technology - 1.0%		
16,982	Apple, Inc. ^(a)	2,617,266
53,000	Conduent, Inc. ^(b)	830,510
		<u>3,447,776</u>
Materials - 3.6%		
10,731	Agrium, Inc.	1,150,471
87,000	Cameco Corp.	841,290
37,075	Monsanto Co.	4,442,327
7,082	PPG Industries, Inc.	769,530
55,000	Royal Gold, Inc.	4,732,200
38,914	The Mosaic Co.	840,153
		<u>12,775,971</u>
Telecommunication Services - 1.1%		
920	Alphabet, Inc., Class A ^(b)	895,822
500	Alphabet, Inc., Class C ^(b)	479,555
20,872	CBS Corp., Class B, Non-Voting Shares ^(a)	1,210,576
98,000	News Corp., Class A	1,299,480
52,626	Spark Networks, Inc. ^{(a)(b)}	64,204
		<u>3,949,637</u>
Total Common Stock (Cost \$79,391,966)		111,302,131
Total Equity Securities (Cost \$79,391,966)		111,302,131

Principal	Security Description	Rate	Maturity	Value	
Fixed Income Securities - 15.1%					
Asset Backed Obligations - 0.2%					
\$	57,523	Adjustable Rate Mortgage Trust, Series 2005-12 2A1 ^(e)	3.48%	03/25/36	53,420
	37,797	Adjustable Rate Mortgage Trust, Series 2006-1 3A3 ^(e)	3.44	03/25/36	33,508
	25,893	Banc of America Funding Corp., Series 2006-E 2A1 ^(e)	3.71	06/20/36	25,388
	55,578	Banc of America Funding Corp., Series 2007-E 4A1 ^(e)	3.55	07/20/47	47,292
	70,927	CitiMortgage Alternative Loan Trust, Series 2006-A7 1A12	6.00	12/25/36	67,206
	27,526	CitiMortgage Alternative Loan Trust, Series 2007-A4 1A6	5.75	04/25/37	24,492
	30,547	Countrywide Alternative Loan Trust, Series 2005-50CB 1A1	5.50	11/25/35	29,399
	165,330	Countrywide Alternative Loan Trust, Series 2006-36T2 1A1 (USD 1 Month LIBOR +0.32%) ^(f)	1.56	12/25/36	88,604
	40,804	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY5 1A1 ^(e)	3.77	09/25/47	39,772
	55,046	Indymac Index Mortgage Loan Trust, Series 2006-AR25 3A1 ^(e)	3.61	09/25/36	48,087
	25,332	JP Morgan Mortgage Trust, Series 2007-A2 4A1M ^(e)	3.48	04/25/37	24,827

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

	Principal	Security Description	Rate	Maturity		Value
\$	128,140	Lehman XS Trust, Series 2005-6 1A1 (USD 1 Month LIBOR +0.52%) ^(f)	1.76%	11/25/35	\$	107,083
	123,335	Residential Accredit Loans, Inc., Series 2006-QS17 A4	6.00	12/25/36		108,394
	1,037,019	Residential Asset Securitization Trust, Series 2007-A5 1A2 (USD 1 Month LIBOR +0.40%) ^(f)	1.64	05/25/37		222,509
	36,875	Structured Adjustable Rate Mortgage Loan Trust, Series 2007-3 3A1 ^(e)	3.29	04/25/47		28,570
Total Asset Backed Obligations (Cost \$1,095,001)						948,551
Corporate Convertible Bonds - 13.3%						
Consumer Discretionary - 0.9%						
	1,800,000	Horizon Global Corp.	2.75	07/01/22		1,865,250
	1,200,000	JAKKS Pacific, Inc. ^(g)	4.88	06/01/20		940,500
	500,000	Marriott Vacations Worldwide Corp. ^(g)	1.50	09/15/22		523,438
						3,329,188
Consumer Staples - 1.1%						
	1,900,000	Carriage Services, Inc.	2.75	03/15/21		2,383,312
	450,000	Ctrip.com International, Ltd.	1.25	09/15/22		485,719
	1,000,000	Flexion Therapeutics, Inc. ^(g)	3.38	05/01/24		1,128,120
						3,997,151
Energy - 1.7%						
	1,000,000	Clean Energy Fuels Corp. ^(g)	5.25	10/01/18		987,500
	1,000,000	EnSCO Jersey Finance, Ltd. ^(g)	3.00	01/31/24		852,500
	250,000	Helix Energy Solutions Group, Inc.	4.25	05/01/22		247,500
	1,000,000	Newpark Resources, Inc. ^(g)	4.00	12/01/21		1,313,125
	2,000,000	Renewable Energy Group, Inc.	4.00	06/15/36		2,628,750
						6,029,375
Financial - 0.9%						
	2,700,000	Encore Capital Group, Inc.	3.00	07/01/20		3,101,625
Healthcare - 3.2%						
	1,000,000	AMAG Pharmaceuticals, Inc.	3.25	06/01/22		975,000
	500,000	Emergent BioSolutions, Inc.	2.88	01/15/21		720,937
	1,600,000	Ironwood Pharmaceuticals, Inc.	2.25	06/15/22		1,909,000
	1,000,000	Jazz Investments I, Ltd. ^(g)	1.50	08/15/24		986,250
	250,000	Novavax, Inc.	3.75	02/01/23		113,750
	1,850,000	Quidel Corp.	3.25	12/15/20		2,810,844
	1,450,000	Repligen Corp.	2.13	06/01/21		1,956,594
	1,500,000	Sucampo Pharmaceuticals, Inc. ^(g)	3.25	12/15/21		1,557,187
	500,000	Theravance Biopharma, Inc.	3.25	11/01/23		614,688
						11,644,250
Industrial - 1.6%						
	1,550,000	Echo Global Logistics, Inc.	2.50	05/01/20		1,498,656
	1,550,000	Fluidigm Corp.	2.75	02/01/34		1,156,687
	690,000	II-VI, Inc. ^(g)	0.25	09/01/22		773,663
	1,000,000	Kaman Corp. ^(g)	3.25	05/01/24		1,087,500
	750,000	TTM Technologies, Inc.	1.75	12/15/20		1,269,375
						5,785,881
Information Technology - 2.1%						
	1,400,000	Advanced Micro Devices, Inc.	2.13	09/01/26		2,483,250
	1,550,000	Avid Technology, Inc.	2.00	06/15/20		1,166,375
	2,100,000	Ervestnet, Inc.	1.75	12/15/19		2,214,187
	250,000	Lumentum Holdings, Inc. ^(g)	0.25	03/15/24		287,656
	1,200,000	Veeco Instruments, Inc.	2.70	01/15/23		1,153,500
	250,000	Workday, Inc. ^(g)	0.25	10/01/22		249,219
						7,554,187

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Principal	Security Description	Rate	Maturity	Value	
Materials - 0.7%					
\$ 850,000	Aceto Corp.	2.00%	11/01/20	\$ 755,438	
1,700,000	SSR Mining, Inc.	2.88	02/01/33	1,715,937	
				<u>2,471,375</u>	
Telecommunication Services - 1.1%					
1,250,000	Global Eagle Entertainment, Inc.	3.25	02/15/35	800,000	
1,650,000	Harmonic, Inc.	4.00	12/01/20	1,474,688	
1,600,000	Pandora Media, Inc.	1.75	12/01/20	1,502,000	
				<u>3,776,688</u>	
Total Corporate Convertible Bonds (Cost \$42,403,241)				47,689,720	
Exchange Traded Notes - 1.6%					
100,000	JPMorgan Alerian MLP Index ETN ^(b)			2,822,000	
150,000	PowerShares DB Agriculture Fund ^(b)			2,847,000	
Total Exchange Traded Notes (Cost \$5,655,570)				5,669,000	
Total Fixed Income Securities (Cost \$49,153,812)				54,307,271	
Shares	Security Description			Value	
Investment Companies - 20.8%					
1,289,545	Absolute Capital Opportunities Fund ^{(b)(h)}			14,365,534	
50,000	PowerShares DB Commodity Index Tracking Fund ^(b)			770,000	
186,535	SPDR S&P 500 ETF Trust ^(d)			46,863,188	
50,000	SPDR S&P Oil & Gas Exploration & Production ETF			1,704,500	
250,000	VanEck Vectors Gold Miners ETF			5,740,000	
75,000	VanEck Vectors Junior Gold Miners ETF			2,519,250	
100,000	VanEck Vectors Oil Services ETF			2,607,000	
Total Investment Companies (Cost \$46,875,937)				74,569,472	
Money Market Fund - 27.3%					
98,058,747	State Street Institutional Treasury Money Market Fund, Premier Share Class, 0.93% ⁽ⁱ⁾ (Cost \$98,058,747)			98,058,747	
Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Purchased Options - 0.6%					
Call Options Purchased - 0.5%					
702	Financial Select Sector SPDR Fund	\$ 27.00	01/18	\$ 1,895,400	22,464
840	Financial Select Sector SPDR Fund	26.00	01/18	2,184,000	64,260
258	Industrial Select Sector SPDR Fund	74.00	01/18	1,909,200	13,416
308	Industrial Select Sector SPDR Fund	71.00	01/18	2,186,800	52,976
447	iShares Russell 2000 ETF	153.00	01/18	6,839,100	105,045
536	iShares Russell 2000 ETF	147.00	01/18	7,879,200	289,976
10,000	PowerShares DB Commodity Index Tracking Fund	17.00	04/18	17,000,000	225,000
8,529	SPDR S&P 500 ETF Trust	265.00	01/18	226,018,500	409,392
1,236	SPDR S&P 500 ETF Trust	255.00	01/18	31,518,000	417,768
10,000	VanEck Vectors Gold Miners ETF	28.00	01/18	28,000,000	190,000
5,000	VanEck Vectors Gold Miners ETF	28.00	03/18	14,000,000	187,500
Total Call Options Purchased (Premiums Paid \$2,495,320)					1,977,797
Put Options Purchased - 0.1%					
5,000	Alerian MLP ETF	11.50	10/17	5,610,000	150,000
636	SPDR S&P 500 ETF Trust	200.00	01/18	15,978,228	22,260
6,000	Technology Select Sector SPDR Fund	53.00	12/17	35,460,000	177,000
Total Put Options Purchased (Premiums Paid \$1,099,973)					349,260
Total Purchased Options (Premiums Paid \$3,595,293)					2,327,057
Total Long Positions - 94.8% (Cost \$277,075,755)					340,564,678
Total Short Positions - (42.8)% (Proceeds \$(152,132,852))					(153,777,838)
Total Written Options - (0.1)% (Premiums Received \$(960,310))					(266,800)
Other Assets & Liabilities, Net - 48.1%					172,639,639
Net Assets - 100.0%					\$ 359,159,679

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
SEPTEMBER 30, 2017

Shares	Security Description	Value
Short Positions - (42.8)%		
Common Stock - (28.1)%		
Consumer Discretionary - (5.8)%		
(1,460)	Amazon.com, Inc.	\$ (1,403,571)
(18,867)	Bojangles', Inc.	(254,705)
(7,783)	Brinker International, Inc.	(247,966)
(9,900)	Carnival Corp.	(639,243)
(4,009)	Casey's General Stores, Inc.	(438,785)
(1,415)	Chipotle Mexican Grill, Inc.	(435,579)
(2,830)	Cracker Barrel Old Country Store, Inc.	(429,085)
(16,509)	Del Frisco's Restaurant Group, Inc.	(240,206)
(27,200)	DR Horton, Inc.	(1,086,096)
(25,942)	Duluth Holdings, Inc., Class B	(526,363)
(41,000)	Fiat Chrysler Automobiles NV	(734,622)
(12,971)	Fiesta Restaurant Group, Inc.	(246,449)
(80,452)	Ford Motor Co.	(963,010)
(24,700)	General Motors Co.	(997,386)
(19,200)	HD Supply Holdings, Inc.	(692,544)
(41,351)	Horizon Global Corp.	(729,432)
(41,300)	JAKKS Pacific, Inc.	(123,900)
(35,400)	Leggett & Platt, Inc.	(1,689,642)
(14,900)	Lowe's Cos., Inc.	(1,191,106)
(1,600)	Marriott Vacations Worldwide Corp.	(199,248)
(1,887)	McDonald's Corp.	(295,655)
(6,620)	Mohawk Industries, Inc.	(1,638,516)
(56,602)	Noodles & Co.	(249,049)
(8,490)	Red Robin Gourmet Burgers, Inc.	(568,830)
(7,080)	The Home Depot, Inc.	(1,158,005)
(845)	The Priceline Group, Inc.	(1,547,043)
(8,254)	Tractor Supply Co.	(522,396)
(1,770)	Ulta Beauty, Inc.	(400,126)
(21,226)	Vista Outdoor, Inc.	(486,924)
(36,700)	Volvo AB, Class B	(707,424)
		(20,842,906)
Consumer Staples - (3.5)%		
(12,200)	AerCap Holdings NV	(623,542)
(31,846)	Amira Nature Foods, Ltd.	(191,713)
(35,187)	Amplify Snack Brands, Inc.	(249,476)
(12,971)	Archer-Daniels-Midland Co.	(551,397)
(65,400)	Carriage Services, Inc.	(1,674,240)
(3,600)	Ctrip.com International, Ltd., ADR	(189,864)
(5,660)	Dr. Pepper Snapple Group, Inc.	(500,740)
(8,300)	FleetCor Technologies, Inc.	(1,284,591)
(26,074)	Flexion Therapeutics, Inc.	(630,469)
(28,301)	Flowers Foods, Inc.	(532,342)
(40,093)	Hostess Brands, Inc.	(547,670)
(4,953)	Ingredion, Inc.	(597,530)
(28,200)	Macquarie Infrastructure Corp.	(2,035,476)
(4,717)	McCormick & Co., Inc., Non-Voting Shares	(484,153)
(4,953)	PepsiCo, Inc.	(551,913)
(3,773)	Sanderson Farms, Inc.	(609,415)
(3,773)	The Boston Beer Co., Inc., Class A	(589,343)
(5,896)	The Kraft Heinz Co.	(457,235)
(3,066)	TreeHouse Foods, Inc.	(207,660)
		(12,508,769)
Energy - (0.8)%		
(45,100)	EnSCO PLC, Class A	(269,247)
(2,500)	Helix Energy Solutions Group, Inc.	(18,475)
(77,700)	Newpark Resources, Inc.	(777,000)
(148,966)	Renewable Energy Group, Inc.	(1,809,937)
		(2,874,659)

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
SEPTEMBER 30, 2017

Shares	Security Description	Value
Financial - (7.2)%		
(1,575,000)	Agricultural Bank of China, Ltd., Class H	\$ (705,681)
(24,000)	Air Lease Corp.	(1,022,880)
(8,630)	Ameriprise Financial, Inc.	(1,281,641)
(10,600)	AvalonBay Communities, Inc. REIT	(1,891,252)
(156,942)	Banco Santander SA, ADR	(1,089,177)
(29,850)	Bank of America Corp.	(756,399)
(2,048,000)	Bank of China, Ltd., Class H	(1,009,371)
(952,000)	Bank of Communications Co., Ltd., Class H	(694,659)
(7,900)	Boston Properties, Inc. REIT	(970,752)
(1,535,000)	China CITIC Bank Corp., Ltd., Class H	(974,653)
(857,000)	China Construction Bank Corp., Class H	(710,912)
(780,000)	China Galaxy Securities Co., Ltd., Class H	(683,983)
(224,000)	China Merchants Bank Co., Ltd., Class H	(787,137)
(349,000)	CITIC Securities Co., Ltd., Class H	(767,553)
(64,400)	Deutsche Bank AG	(1,112,832)
(36,366)	Encore Capital Group, Inc.	(1,611,014)
(21,400)	Erste Group Bank AG	(924,321)
(1,138,000)	Industrial & Commercial Bank of China, Ltd., Class H	(844,949)
(236,500)	Intesa Sanpaolo SpA	(836,322)
(5,770)	M&T Bank Corp.	(929,201)
(18,850)	Morgan Stanley	(908,005)
(70,100)	Nordea Bank AB	(950,170)
(28,975)	OTP Bank PLC	(1,087,134)
(42,300)	Swedbank AB, Class A	(1,169,561)
(27,300)	The Blackstone Group LP	(911,001)
(20,700)	The Charles Schwab Corp.	(905,418)
(11,300)	UniCredit SpA	(240,666)
		(25,776,644)
Healthcare - (1.8)%		
(22,200)	AMAG Pharmaceuticals, Inc.	(409,590)
(11,900)	Emergent BioSolutions, Inc.	(481,355)
(73,700)	Ironwood Pharmaceuticals, Inc.	(1,162,249)
(2,368)	Jazz Pharmaceuticals PLC	(346,320)
(44,500)	Quidel Corp.	(1,951,770)
(34,400)	Repligen Corp.	(1,318,208)
(52,900)	Sucampo Pharmaceuticals, Inc., Class A	(624,220)
(10,900)	Theravance Biopharma, Inc.	(373,216)
		(6,666,928)
Industrial - (4.7)%		
(13,000)	Atlas Copco AB, Class A	(550,492)
(3,816)	Caterpillar, Inc.	(475,893)
(15,800)	Eaton Corp. PLC	(1,213,282)
(8,000)	Echo Global Logistics, Inc.	(150,800)
(13,700)	Emerson Electric Co.	(860,908)
(10,210)	Fluidigm Corp.	(51,459)
(72,200)	General Electric Co.	(1,745,796)
(8,848)	II-VI, Inc.	(364,095)
(7,000)	Illinois Tool Works, Inc.	(1,035,720)
(8,600)	Kaman Corp.	(479,708)
(5,400)	Martin Marietta Materials, Inc.	(1,113,642)
(35,300)	SKF AB, Class B	(769,285)
(3,538)	Snap-on, Inc.	(527,198)
(9,275)	Spirit AeroSystems Holdings, Inc., Class A	(720,853)
(20,100)	Textron, Inc.	(1,082,988)
(3,610)	The Boeing Co.	(917,698)
(12,660)	The Middleby Corp.	(1,622,632)
(66,400)	TTM Technologies, Inc.	(1,020,568)
(9,330)	Vulcan Materials Co.	(1,115,868)
(10,500)	Wartsila OYJ Abp	(743,356)
(23,584)	Welbilt, Inc.	(543,611)
		(17,105,852)

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
SEPTEMBER 30, 2017

Shares	Security Description	Value
Information Technology - (3.6)%		
(156,900)	Advanced Micro Devices, Inc.	\$ (2,000,475)
(7,875)	Alliance Data Systems Corp.	(1,744,706)
(13,650)	Autodesk, Inc.	(1,532,349)
(23,500)	Avid Technology, Inc.	(106,690)
(18,200)	CA, Inc.	(607,516)
(11,800)	Envestnet, Inc.	(601,800)
(37,400)	Intel Corp.	(1,424,192)
(2,918)	Lumentum Holdings, Inc.	(158,594)
(4,460)	NVIDIA Corp.	(797,314)
(38,900)	Oracle Corp.	(1,880,815)
(17,600)	salesforce.com, Inc.	(1,644,192)
(12,700)	Veeco Instruments, Inc.	(271,780)
(780)	Workday, Inc., Class A	(82,204)
		<u>(12,852,627)</u>
Materials - (0.5)%		
(5,000)	Aceto Corp.	(56,150)
(16,509)	American Vanguard Corp.	(378,056)
(17,688)	CF Industries Holdings, Inc.	(621,910)
(7,075)	Compass Minerals International, Inc.	(459,168)
(19,800)	SSR Mining, Inc.	(210,078)
		<u>(1,725,362)</u>
Telecommunication Services - (0.2)%		
(308)	GEDI Gruppo Editoriale SpA	(273)
(23,200)	Global Eagle Entertainment, Inc.	(79,344)
(144,700)	Harmonic, Inc.	(441,335)
(18,100)	Pandora Media, Inc.	(139,370)
		<u>(660,322)</u>
Total Common Stock (Proceeds \$(102,898,622))		<u>(101,014,069)</u>
Principal	Security Description	Value
Exchange Traded Note - (1.4)%		
\$ (50,000)	VelocityShares Daily Inverse VIX Short Term ETN (Proceeds \$(4,270,134))	(4,877,000)
Shares	Security Description	Value
Investment Companies - (13.3)%		
(393,390)	Financial Select Sector SPDR Fund	(10,173,065)
(50,000)	First Trust Dow Jones Internet Index Fund	(5,118,000)
(51,651)	Industrial Select Sector SPDR Fund	(3,667,221)
(49,165)	iShares Russell 2000 ETF	(7,285,270)
(86,149)	SPDR S&P 500 ETF Trust	(21,643,213)
Total Investment Companies (Proceeds \$(44,964,096))		<u>(47,886,769)</u>
Total Short Positions - (42.8)% (Proceeds \$(152,132,852))		<u>\$ (153,777,838)</u>

ABSOLUTE STRATEGIES FUND
SCHEDULE OF CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2017

Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Written Options - (0.1)%					
Call Options Written - (0.0)%					
(93)	American Express Co.	\$ 80.00	01/18	\$ 841,278	(102,486)
(152)	Halliburton Co.	55.00	01/18	699,656	(3,496)
(67)	Harley-Davidson, Inc.	50.00	01/18	323,007	(13,668)
Total Call Options Written (Premiums Received \$(137,180))					(119,650)
Put Options Written - (0.1)%					
(5,000)	Alerian MLP ETF ⁽ⁱ⁾	10.25	10/17	5,125,000	(1,250)
(82)	Delta Air Lines, Inc.	45.00	01/18	369,000	(12,382)
(67)	Harley-Davidson, Inc.	40.00	01/18	268,000	(3,953)
(34)	Johnson & Johnson	105.00	01/18	357,000	(1,360)
(73)	NIKE, Inc., Class B	45.00	01/19	328,500	(17,447)
(636)	SPDR S&P 500 ETF Trust	215.00	01/18	13,674,000	(49,608)
(6,000)	Technology Select Sector SPDR Fund	48.00	12/17	28,800,000	(33,000)
(38)	The Walt Disney Co.	90.00	01/19	342,000	(18,715)
(34)	Time Warner, Inc.	90.00	01/19	306,000	(9,435)
Total Put Options Written (Premiums Received \$(823,130))					(147,150)
Total Written Options - (0.1)% (Premiums Received \$(960,310))					\$ (266,800)

ABSOLUTE STRATEGIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2017

ADR	American Depositary Receipt
ETF	Exchange Traded Fund
ETN	Exchange Traded Note
LIBOR	London Interbank Offered Rate
LLC	Limited Liability Company
LP	Limited Partnership
MLP	Master Limited Partnership
PLC	Public Limited Company
REIT	Real Estate Investment Trust
(a)	All or a portion of this security is held as collateral for securities sold short.
(b)	Non-income producing security.
(c)	Subject to call option written by the Fund.
(d)	Subject to put option written by the Fund.
(e)	Adjustable or variable rate security, the interest rate of which adjusts periodically based on changes in current interest rates. Rate presented is as of September 30, 2017.
(f)	Floating rate security. Rate presented is as of September 30, 2017.
(g)	Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$10,686,658 or 3.0% of net assets.
(h)	Affiliated Company.
(i)	Dividend yield changes daily to reflect current market conditions. Rate was the quoted yield as of September 30, 2017.
(j)	Security fair valued in accordance with procedures adopted by the Board of Trustees. At the period end, the value of these securities amount to \$(1,250) or (0.0)% of net assets.

At September 30, 2017, the Fund held the following exchange traded futures contracts:

Contracts	Type	Expiration Date	Notional Contract Value	Net Unrealized Depreciation
75	Gold 100 oz. Future	01/02/18	\$ 9,696,848	\$ (60,848)
25	Silver Future	01/02/18	2,104,413	(19,913)
(1,300)	E-mini Russell 2000 Future	12/19/17	(94,545,395)	(2,493,106)
(500)	S&P 500 E-mini Future	12/19/17	(62,678,750)	(223,750)
			<u>\$ (145,422,884)</u>	<u>\$ (2,797,617)</u>

Affiliated investments are investments that are managed by the adviser, and are noted in the Absolute Strategies Fund's Schedule of Investments. Transactions during the period with affiliates were as follows:

Investment Company							
Absolute Capital Opportunities Fund	Balance 03/31/17	Gross Additions	Gross Reductions	Change in Unrealized Appreciation	Balance 09/30/17	Realized Gain (Loss)	Investment Income
Shares	1,289,545	-	-		1,289,545		
Cost	\$ 13,010,000	\$ -	\$ -		\$ 13,010,000	\$ -	\$ -
Proceeds	-	-	-		-		
Value	14,146,311	-	-	\$ 219,223	14,365,534		

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, 2017.

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 STRATEGIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2017

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
Investments At Value				
Common Stock				
Consumer Discretionary	\$ 19,680,128	\$ -	\$ -	\$ 19,680,128
Consumer Staples	12,562,041	-	-	12,562,041
Energy	7,753,151	-	-	7,753,151
Financial	27,718,544	-	-	27,718,544
Healthcare	7,821,960	-	-	7,821,960
Industrial	15,592,923	-	-	15,592,923
Information Technology	3,447,776	-	-	3,447,776
Materials	12,775,971	-	-	12,775,971
Telecommunication Services	3,949,637	-	-	3,949,637
Asset Backed Obligations	-	948,551	-	948,551
Corporate Convertible Bonds	-	47,689,720	-	47,689,720
Exchange Traded Notes	5,669,000	-	-	5,669,000
Investment Companies	74,569,472	-	-	74,569,472
Money Market Fund	-	98,058,747	-	98,058,747
Purchased Options	1,333,297	993,760	-	2,327,057
Total Investments At Value	\$ 192,873,900	\$ 147,690,778	\$ -	\$ 340,564,678
Total Assets	\$ 192,873,900	\$ 147,690,778	\$ -	\$ 340,564,678
Liabilities				
Securities Sold Short				
Common Stock	\$ (101,014,069)	\$ -	\$ -	\$ (101,014,069)
Exchange Traded Notes	(4,877,000)	-	-	(4,877,000)
Investment Companies	(47,886,769)	-	-	(47,886,769)
Total Securities Sold Short	\$ (153,777,838)	\$ -	\$ -	\$ (153,777,838)
Other Financial Instruments*				
Written Options	(203,040)	(62,510)	(1,250)	(266,800)
Futures	(2,797,617)	-	-	(2,797,617)
Total Other Financial Instruments*	\$ (3,000,657)	\$ (62,510)	\$ (1,250)	\$ (3,064,417)
Total Liabilities	\$ (156,778,495)	\$ (62,510)	\$ (1,250)	\$ (156,842,255)

*Other Financial instruments are derivative instruments not reflected in the Schedule of Investments and Schedule of Securities Sold Short, such as 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.

	<u>Written Options</u>	
Balance as of 03/31/17	\$	(126)
Purchases/Written		(39,999)
Change in Unrealized Appreciation/(Depreciation)		14,371
Sales/Covers		24,399
Transfers Out		105
Balance as of 09/30/17	\$	(1,250)
Net change in unrealized appreciation/(depreciation) from investments held as of 09/30/17**	\$	18,749

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

The Fund utilizes the end of period methodology when determining transfers. As of September 30, 2017, there was \$778,695 transferred from Level 2 to Level 1 due to securities using a quoted price versus the mean between bid and ask quotations.

ABSOLUTE CAPITAL OPPORTUNITIES FUND

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2017

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Common Stock	62.8%
Money Market Fund	36.7%
Purchased Options	1.1%
Short Positions	
Common Stock	-0.5%
Investment Companies	-37.6%
Written Options	-0.2%
Other Assets less Liabilities*	37.7%
	100.0%

* Consists of deposits with the custodian and/or brokers for securities sold short, cash, prepaid expenses, receivables, payables and accrued liabilities. Deposits with the custodian and/or broker for securities sold short represents 37.7% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

ABSOLUTE CAPITAL OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Shares	Security Description	Value
Long Positions - 100.6%		
Common Stock - 62.8%		
Consumer Discretionary - 8.2%		
3,142	American Airlines Group, Inc. ^(a)	\$ 149,214
560	Buffalo Wild Wings, Inc. ^(b)	59,192
512	CarMax, Inc. ^{(a)(b)}	38,815
3,445	CVS Health Corp.	280,147
1,800	Delta Air Lines, Inc. ^(c)	86,796
5,676	General Motors Co. ^(a)	229,197
2,041	Harley-Davidson, Inc. ^{(a)(c)(d)}	98,397
1,395	The Cheesecake Factory, Inc.	58,757
1,985	VF Corp.	126,186
653	Walgreens Boots Alliance, Inc.	50,425
		1,177,126
Consumer Staples - 10.5%		
394	AMERCO ^(b)	147,711
850	Bayer AG	115,832
820	Diageo PLC, ADR	108,347
1,038	McKesson Corp.	159,447
2,540	Nestle SA, ADR	213,385
8,768	Quanta Services, Inc. ^{(a)(b)}	327,660
2,644	Robert Half International, Inc.	133,099
6,140	Sanofi, ADR	305,711
		1,511,192
Energy - 3.6%		
4,792	Enbridge, Inc.	200,497
4,583	Halliburton Co. ^{(a)(d)}	210,956
1,444	Schlumberger, Ltd. ^(a)	100,733
		512,186
Financial - 19.1%		
2,652	American Express Co. ^{(a)(d)}	239,900
1,563	Aon PLC ^(a)	228,354
9,898	Bank of America Corp. ^(a)	250,815
2,883	Berkshire Hathaway, Inc., Class B ^{(a)(b)}	528,512
6,055	Brookfield Asset Management, Inc., Class A	250,071
4,591	CBRE Group, Inc., Class A ^{(a)(b)}	173,907
2,645	Citigroup, Inc. ^(a)	192,397
485	Jones Lang LaSalle, Inc.	59,898
3,221	JPMorgan Chase & Co. ^(a)	307,638
2,400	Loews Corp.	114,864
4,800	The Bank of New York Mellon Corp.	254,496
2,200	WR Berkley Corp.	146,828
		2,747,680
Healthcare - 0.6%		
410	Becton Dickinson and Co.	80,339
Industrial - 6.8%		
3,000	Expeditors International of Washington, Inc.	179,580
3,112	Jacobs Engineering Group, Inc. ^(a)	181,336
5,068	Leucadia National Corp. ^(a)	127,967
880	The Boeing Co. ^(a)	223,705
657	United Parcel Service, Inc., Class B ^(a)	78,899
1,226	Valmont Industries, Inc. ^(a)	193,831
		985,318
Information Technology - 3.1%		
2,534	Apple, Inc. ^(a)	390,540
3,300	Conduent, Inc. ^(b)	51,711
		442,251
Materials - 6.3%		
4,830	Cameco Corp.	46,706
2,390	Monsanto Co.	286,370
1,045	PPG Industries, Inc.	113,550

ABSOLUTE CAPITAL OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Shares	Security Description			Value	
795	Praxair, Inc.	\$		111,093	
4,000	Royal Gold, Inc.			344,160	
				901,879	
Telecommunication Services - 4.0%					
137	Alphabet, Inc., Class A ^{(a)(b)}			133,400	
91	Alphabet, Inc., Class C ^{(a)(b)}			87,279	
3,115	CBS Corp., Class B ^(a)			180,670	
6,060	News Corp., Class A			80,355	
7,852	Spark Networks, Inc. ^{(a)(b)}			9,579	
882	The Walt Disney Co. ^{(a)(c)}			86,939	
				578,222	
Utilities - 0.6%					
1,075	Dominion Energy, Inc.			82,700	
Total Common Stock (Cost \$6,726,179)				9,018,893	
Money Market Fund - 36.7%					
5,281,962	State Street Institutional Treasury Money Market Fund, Premier Share Class, 0.93% ^(e) (Cost \$5,281,962)			5,281,962	
Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Purchased Options - 1.1%					
Call Options Purchased - 1.1%					
105	Financial Select Sector SPDR Fund	\$27.00	01/18	\$ 283,500	\$ 3,360
125	Financial Select Sector SPDR Fund	26.00	01/18	325,000	9,563
38	Industrial Select Sector SPDR Fund	74.00	01/18	281,200	1,976
46	Industrial Select Sector SPDR Fund	71.00	01/18	326,600	7,912
67	iShares Russell 2000 ETF	153.00	01/18	1,025,100	15,745
80	iShares Russell 2000 ETF	147.00	01/18	1,176,000	43,280
154	SPDR S&P 500 ETF Trust	265.00	01/18	4,081,000	7,392
184	SPDR S&P 500 ETF Trust	255.00	01/18	4,692,000	62,192
Total Call Options Purchased (Premiums Paid \$138,547)					151,420
Put Options Purchased - 0.0%					
92	SPDR S&P 500 ETF Trust	200.00	01/18	2,311,316	3,220
Total Put Options Purchased (Premiums Paid \$33,267)					3,220
Total Purchased Options (Premiums Paid \$171,814)					154,640
Total Long Positions - 100.6% (Cost \$12,179,955)					14,455,495
Total Short Positions - (38.1%) (Proceeds \$(5,065,071))					(5,469,950)
Total Written Options - (0.2%) (Premiums Received \$(95,060))					(32,317)
Other Assets & Liabilities, Net - 37.7%					5,412,394
Net Assets - 100.0%					\$ 14,365,622

ABSOLUTE CAPITAL OPPORTUNITIES FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2017

Shares	Security Description	Value
Short Positions - (38.1)%		
Common Stock - (0.5)%		
Industrial - (0.5)%		
	(575) Caterpillar, Inc. (Proceeds \$(55,265))	\$ <u>(71,708)</u>
Investment Companies - (37.6)%		
	(21,300) Financial Select Sector SPDR Fund	(550,818)
	(7,700) Industrial Select Sector SPDR Fund	(546,700)
	(7,300) iShares Russell 2000 ETF	(1,081,714)
	(12,813) SPDR S&P 500 ETF Trust	<u>(3,219,010)</u>
Total Investment Companies (Proceeds \$(5,009,806))		(5,398,242)
Total Short Positions - (38.1)% (Proceeds \$(5,065,071))		\$ <u>(5,469,950)</u>

ABSOLUTE CAPITAL OPPORTUNITIES FUND
SCHEDULE OF CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2017

Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Written Options - (0.2)%					
Call Options Written - (0.1)%					
	(13) American Express Co.	\$ 80.00	01/18	\$ 117,598	\$ (14,326)
	(21) Halliburton Co.	55.00	01/18	96,663	(483)
	(7) Harley-Davidson, Inc.	50.00	01/18	33,747	(1,428)
Total Call Options Written (Premiums Received \$(17,640))					(16,237)
Put Options Written - (0.1)%					
	(12) Delta Air Lines, Inc.	45.00	01/18	54,000	(1,812)
	(7) Harley-Davidson, Inc.	40.00	01/18	28,000	(413)
	(5) Johnson & Johnson	105.00	01/18	52,500	(200)
	(11) NIKE, Inc., Class B	45.00	01/19	49,500	(2,629)
	(92) SPDR S&P 500 ETF Trust	215.00	01/18	1,978,000	(7,176)
	(5) The Walt Disney Co.	90.00	01/19	45,000	(2,462)
	(5) Time Warner, Inc.	90.00	01/19	45,000	(1,388)
Total Put Options Written (Premiums Received \$(77,420))					(16,080)
Total Written Options - (0.2)% (Premiums Received \$(95,060))					\$ (32,317)

ABSOLUTE CAPITAL OPPORTUNITIES FUND

 NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
 SEPTEMBER 30, 2017

- ADR American Depositary Receipt
 ETF Exchange Traded Fund
 PLC Public Limited Company
 (a) All or a portion of this security is held as collateral for securities sold short.
 (b) Non-income producing security.
 (c) Subject to put option written by the Fund.
 (d) Subject to call option written by the Fund.
 (e) Dividend yield changes daily to reflect current market conditions. Rate was the quoted yield as of September 30, 2017.

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, 2017.

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>
Assets				
Investments At Value				
Common Stock				
Consumer Discretionary	\$ 1,177,126	\$ -	\$ -	\$ 1,177,126
Consumer Staples	1,511,192	-	-	1,511,192
Energy	512,186	-	-	512,186
Financial	2,747,680	-	-	2,747,680
Healthcare	80,339	-	-	80,339
Industrial	985,318	-	-	985,318
Information Technology	442,251	-	-	442,251
Materials	901,879	-	-	901,879
Telecommunication Services	578,222	-	-	578,222
Utilities	82,700	-	-	82,700
Money Market Fund	-	5,281,962	-	5,281,962
Purchased Options	145,077	9,563	-	154,640
Total Investments At Value	\$ 9,163,970	\$ 5,291,525	\$ -	\$ 14,455,495
Total Assets	\$ 9,163,970	\$ 5,291,525	\$ -	\$ 14,455,495
Liabilities				
Securities Sold Short				
Common Stock	\$ (71,708)	\$ -	\$ -	\$ (71,708)
Investment Companies	(5,398,242)	-	-	(5,398,242)
Total Securities Sold Short	\$ (5,469,950)	\$ -	\$ -	\$ (5,469,950)
Other Financial Instruments*				
Written Options	(28,267)	(4,050)	-	(32,317)
Total Liabilities	\$ (5,498,217)	\$ (4,050)	\$ -	\$ (5,502,267)

*Other Financial Instruments are derivative instruments not reflected in the Schedule of Investments and Schedule of Securities Sold Short, such as written options, which 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.

	<u>Written Options</u>
Balance as of 03/31/17	\$ (14)
Transfers Out	14
Balance as of 09/30/17	\$ -
Net change in unrealized appreciation/(depreciation) from investments held as of 09/30/17**	-

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

The Fund utilizes the end of period methodology when determining transfers. As of September 30, 2017, there was \$60,084 transferred from Level 2 to Level 1 due to securities using a quoted price versus the mean between bid and ask quotations.

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2017

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Corporate Convertible Bonds	91.6%
Money Market Fund	42.5%
Short Positions	
Common Stock	-41.3%
Other Assets less Liabilities*	7.2%
	100.0%

*Consists of cash, prepaid expenses, receivables, payables and accrued liabilities. See Note 2 of the accompanying Notes to Financial Statements.

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Principal	Security Description	Rate	Maturity	Value
Long Positions - 134.1%				
Fixed Income Securities - 91.6%				
Corporate Convertible Bonds (a) - 91.6%				
Consumer Discretionary - 6.5%				
\$ 712,000	Horizon Global Corp.	2.75%	07/01/22	\$ 737,810
500,000	Marriott Vacations Worldwide Corp. ^(b)	1.50	09/15/22	523,437
				<u>1,261,247</u>
Consumer Staples - 6.2%				
600,000	Carriage Services, Inc.	2.75	03/15/21	752,625
400,000	Flexion Therapeutics, Inc. ^(b)	3.38	05/01/24	451,248
				<u>1,203,873</u>
Energy - 11.3%				
250,000	Ensco Jersey Finance, Ltd. ^(b)	3.00	01/31/24	213,125
250,000	Helix Energy Solutions Group, Inc.	4.25	05/01/22	247,500
500,000	Newpark Resources, Inc. ^(b)	4.00	12/01/21	656,563
983,000	Renewable Energy Group, Inc.	2.75	06/15/19	1,057,339
				<u>2,174,527</u>
Financial - 1.8%				
300,000	Encore Capital Group, Inc.	3.00	07/01/20	344,625
Healthcare - 28.1%				
500,000	AMAG Pharmaceuticals, Inc.	3.25	06/01/22	487,500
500,000	Emergent BioSolutions, Inc.	2.88	01/15/21	720,938
400,000	Ironwood Pharmaceuticals, Inc.	2.25	06/15/22	477,250
500,000	Jazz Investments I, Ltd. ^(b)	1.50	08/15/24	493,125
250,000	Novavax, Inc.	3.75	02/01/23	113,750
650,000	Quidel Corp.	3.25	12/15/20	987,594
550,000	Repligen Corp.	2.13	06/01/21	742,156
750,000	Sucampo Pharmaceuticals, Inc. ^(b)	3.25	12/15/21	778,594
500,000	Theravance Biopharma, Inc.	3.25	11/01/23	614,687
				<u>5,415,594</u>
Industrial - 12.0%				
588,000	Echo Global Logistics, Inc.	2.50	05/01/20	568,522
529,000	Fluidigm Corp.	2.75	02/01/34	394,766
350,000	II-VI, Inc. ^(b)	0.25	09/01/22	392,438
500,000	Kaman Corp. ^(b)	3.25	05/01/24	543,750
250,000	TTM Technologies, Inc.	1.75	12/15/20	423,125
				<u>2,322,601</u>
Information Technology - 16.7%				
500,000	Advanced Micro Devices, Inc.	2.13	09/01/26	886,875
500,000	Avid Technology, Inc.	2.00	06/15/20	376,250
800,000	Ervestnet, Inc.	1.75	12/15/19	843,500
250,000	Lumentum Holdings, Inc. ^(b)	0.25	03/15/24	287,656
600,000	Veeco Instruments, Inc.	2.70	01/15/23	576,750
250,000	Workday, Inc. ^(b)	0.25	10/01/22	249,219
				<u>3,220,250</u>
Materials - 3.3%				
150,000	Aceto Corp.	2.00	11/01/20	133,313
500,000	SSR Mining, Inc.	2.88	02/01/33	504,687
				<u>638,000</u>
Telecommunication Services - 5.7%				
350,000	Global Eagle Entertainment, Inc.	3.25	02/15/35	224,000
350,000	Harmonic, Inc.	4.00	12/01/20	312,813
400,000	Pandora Media, Inc.	1.75	12/01/20	375,500
200,000	Wayfair, Inc. ^(b)	0.38	09/01/22	194,250
				<u>1,106,563</u>
Total Corporate Convertible Bonds (Cost \$16,966,066)				<u>17,687,280</u>
Total Fixed Income Securities (Cost \$16,966,066)				<u>17,687,280</u>

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2017

Shares	Security Description	Value
Money Market Fund - 42.5%		
8,211,595	State Street Institutional Treasury Money Market Fund, Premier Share Class, 0.93% ^(c) (Cost \$8,211,595)	\$ 8,211,595
Total Long Positions - 134.1% (Cost \$25,177,661)		25,898,875
Total Short Positions - (41.3)% (Proceeds \$(7,460,562))		(7,974,282)
Other Assets & Liabilities, Net - 7.2%		1,394,408
Net Assets - 100.0%		\$ 19,319,001

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2017

Shares	Security Description	Value
Short Positions - (41.3)%		
Common Stock - (41.3)%		
Consumer Discretionary - (2.6)%		
(16,421)	Horizon Global Corp.	\$ (289,666)
(1,634)	Marriott Vacations Worldwide Corp.	(203,482)
		<u>(493,148)</u>
Consumer Staples - (14.6)%		
(11,112)	AMAG Pharmaceuticals, Inc.	(205,016)
(20,600)	Carriage Services, Inc.	(527,360)
(10,400)	Flexion Therapeutics, Inc.	(251,472)
(18,400)	Ironwood Pharmaceuticals, Inc.	(290,168)
(1,200)	Jazz Pharmaceuticals PLC	(175,500)
(15,694)	Quidel Corp.	(688,339)
(26,400)	Sucampo Pharmaceuticals, Inc., Class A	(311,520)
(11,000)	Theravance Biopharma, Inc.	(376,640)
		<u>(2,826,015)</u>
Energy - (5.2)%		
(11,218)	Ensco PLC, Class A	(66,972)
(2,500)	Helix Energy Solutions Group, Inc.	(18,475)
(38,776)	Newpark Resources, Inc.	(387,760)
(43,595)	Renewable Energy Group, Inc.	(529,679)
		<u>(1,002,886)</u>
Financial - (0.9)%		
(4,082)	Encore Capital Group, Inc.	(180,833)
Healthcare - (5.1)%		
(11,900)	Emergent BioSolutions, Inc.	(481,355)
(12,982)	Repligen Corp.	(497,470)
		<u>(978,825)</u>
Industrial - (4.4)%		
(3,100)	Echo Global Logistics, Inc.	(58,435)
(3,290)	Fluidigm Corp.	(16,582)
(4,500)	II-VI, Inc.	(185,175)
(4,300)	Kaman Corp.	(239,854)
(22,200)	TTM Technologies, Inc.	(341,214)
		<u>(841,260)</u>
Information Technology - (7.0)%		
(56,000)	Advanced Micro Devices, Inc.	(714,000)
(7,300)	Avid Technology, Inc.	(33,142)
(4,500)	Envestnet, Inc.	(229,500)
(3,000)	Lumentum Holdings, Inc.	(163,050)
(6,400)	Veeco Instruments, Inc.	(136,960)
(770)	Workday, Inc., Class A	(81,150)
		<u>(1,357,802)</u>
Materials - (0.4)%		
(900)	Aceto Corp.	(10,107)
(5,874)	SSR Mining, Inc.	(62,323)
		<u>(72,430)</u>
Telecommunication Services - (1.1)%		
(5,500)	Global Eagle Entertainment, Inc.	(18,810)
(30,650)	Harmonic, Inc.	(93,483)
(4,500)	Pandora Media, Inc.	(34,650)
(1,100)	Wayfair, Inc., Class A	(74,140)
		<u>(221,083)</u>
Total Common Stock (Proceeds \$(7,460,562))		<u>(7,974,282)</u>
Total Short Positions - (41.3)% (Proceeds \$(7,460,562))		\$ (7,974,282)

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

NOTES TO SCHEDULES OF INVESTMENTS AND SECURITIES SOLD SHORT

SEPTEMBER 30, 2017

PLC Public Limited Company

(a) All or portion of these securities are held as collateral for securities sold short.

(b) Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$4,783,405 or 24.8% of net assets.

(c) Dividend yield changes daily to reflect current market conditions. Rate was the quoted yield as of September 30, 2017.

The following is a summary of the inputs used to value the Fund's investments as of September 30, 2017.

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>
Assets				
Investments At Value				
Corporate Convertible Bonds	\$ -	\$ 17,687,280	\$ -	\$ 17,687,280
Money Market Fund	-	8,211,595	-	8,211,595
Total Investments At Value	\$ -	\$ 25,898,875	\$ -	\$ 25,898,875
Total Assets	\$ -	\$ 25,898,875	\$ -	\$ 25,898,875
Liabilities				
Securities Sold Short				
Common Stock	\$ (7,974,282)	-	-	\$ (7,974,282)
Total Securities Sold Short	\$ (7,974,282)	\$ -	\$ -	\$ (7,974,282)
Total Liabilities	\$ (7,974,282)	\$ -	\$ -	\$ (7,974,282)

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1, Level 2 and Level 3 for the period ended September 30, 2017.

ABSOLUTE FUNDS
STATEMENTS OF ASSETS AND LIABILITIES
SEPTEMBER 30, 2017

	ABSOLUTE STRATEGIES FUND	ABSOLUTE CAPITAL OPPORTUNITIES FUND	ABSOLUTE CONVERTIBLE ARBITRAGE FUND
ASSETS			
Investments, at value (Cost \$264,065,755, \$12,179,955 and \$25,177,661, respectively)	\$ 326,199,144	\$ 14,455,495	\$ 25,898,875
Investments in affiliates, at value (Cost \$13,010,000, \$0 and \$0, respectively)	14,365,534	-	-
Total Investments	\$ 340,564,678	\$ 14,455,495	\$ 25,898,875
Deposits with brokers	78,418,402	5,415,844	-
Cash	81,909,922	-	94,983
Foreign currency (Cost \$151,705, \$0 and \$0, respectively)	203,976	-	-
Receivables:			
Fund shares sold	1,135,373	-	1,175,000
Investment securities sold	24,202,413	-	482,878
Dividends and interest	1,088,867	29,735	116,693
Prepaid expenses	33,426	10,176	-
Deferred offering costs	-	-	58,220
Total Assets	<u>527,557,057</u>	<u>19,911,250</u>	<u>27,826,649</u>
LIABILITIES			
Securities sold short, at value (Proceeds \$152,132,852, \$5,065,071 and \$7,460,562, respectively)	153,777,838	5,469,950	7,974,282
Call options written, at value (Premiums received \$137,180, \$17,640 and \$0, respectively)	119,650	16,237	-
Put options written, at value (Premiums received \$823,130, \$77,420 and \$0, respectively)	147,150	16,080	-
Payables:			
Investment securities purchased	12,236,903	-	452,848
Fund shares redeemed	967,737	-	-
Dividends on securities sold short	176,610	15,819	803
Due to broker	-	119	-
Other	4,181	566	-
Accrued Liabilities:			
Investment adviser fees	482,394	10,573	72,127
Trustees' fees and expenses	1,086	45	21
Fund services fees	46,182	2,428	3,621
Other expenses	437,647	13,811	3,946
Total Liabilities	<u>168,397,378</u>	<u>5,545,628</u>	<u>8,507,648</u>
NET ASSETS	<u>\$ 359,159,679</u>	<u>\$ 14,365,622</u>	<u>\$ 19,319,001</u>
COMPONENTS OF NET ASSETS			
Paid-in capital	\$ 382,640,202	\$ 12,825,013	\$ 19,139,586
Distributions in excess of net investment income	(4,997,725)	(130,811)	(81,694)
Accumulated net realized gain (loss)	(78,275,070)	(261,997)	53,615
Net unrealized appreciation	59,792,272	1,933,417	207,494
NET ASSETS	<u>\$ 359,159,679</u>	<u>\$ 14,365,622</u>	<u>\$ 19,319,001</u>
SHARES OF BENEFICIAL INTEREST AT NO PAR VALUE (UNLIMITED SHARES AUTHORIZED)			
Institutional Shares	41,593,313	1,289,546	1,913,175
R Shares	1,155,289	-	-
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE			
Institutional Shares (based on net assets of \$349,777,314, \$14,365,622 and \$19,319,001, respectively)	\$ 8.41	\$ 11.14	\$ 10.10
R Shares (based on net assets of \$9,382,365, \$0 and \$0, respectively)	\$ 8.12	\$ -	\$ -

ABSOLUTE FUNDS

STATEMENTS OF OPERATIONS

SIX MONTHS OR PERIOD ENDED SEPTEMBER 30, 2017

	ABSOLUTE STRATEGIES FUND	ABSOLUTE CAPITAL OPPORTUNITIES FUND	ABSOLUTE CONVERTIBLE ARBITRAGE FUND *
INVESTMENT INCOME			
Dividend income (Net of foreign withholding taxes of \$119,703, \$4,981 and \$0, respectively)	\$ 3,004,510	\$ 102,848	\$ 4,894
Interest income	1,419,496	-	46,738
Net amortization expense	-	-	(91,893)
Total Investment Income	<u>4,424,006</u>	<u>102,848</u>	<u>(40,261)</u>
EXPENSES			
Investment adviser fees	3,568,569	114,029	31,542
Fund services fees	249,600	20,362	5,459
Transfer agent fees:			
Institutional Shares	54,906	-	-
R Shares	29,316	-	-
Distribution fees:			
R Shares	22,721	-	-
Custodian fees	232,845	10,884	3,781
Registration fees:			
Institutional Shares	13,046	9,657	214
R Shares	8,863	-	-
Professional fees	86,963	14,924	7,127
Trustees' fees and expenses	18,298	3,057	1,007
Offering costs	-	-	10,523
Dividend expense on securities sold short	1,857,882	47,964	2,005
Interest expense	282,510	13,159	253
Other expenses	263,440	11,041	5,944
Total Expenses	<u>6,688,959</u>	<u>245,077</u>	<u>67,855</u>
Fees waived and expenses reimbursed	(103,525)	(52,109)	(26,422)
Net Expenses	<u>6,585,434</u>	<u>192,968</u>	<u>41,433</u>
NET INVESTMENT LOSS	<u>(2,161,428)</u>	<u>(90,120)</u>	<u>(81,694)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) on:			
Investments	28,828,176	113,978	163,577
Foreign currency transactions	236,939	(2,463)	-
Futures	(11,662,818)	-	-
Securities sold short	(10,280,956)	21,455	(109,962)
Written options	633,272	20,212	-
Swaps	(1,402,368)	-	-
Net realized gain	<u>6,352,245</u>	<u>153,182</u>	<u>53,615</u>
Net change in unrealized appreciation (depreciation) on:			
Investments in unaffiliated issuers	(15,781,231)	546,398	721,214
Investments in affiliated issuers	219,223	-	-
Foreign currency translations	(25,458)	13	-
Futures	(344,302)	-	-
Securities sold short	(6,693,119)	(425,676)	(513,720)
Written options	(15,396)	34,969	-
Swaps	981,271	-	-
Net change in unrealized appreciation (depreciation)	<u>(21,659,012)</u>	<u>155,704</u>	<u>207,494</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)	<u>(15,306,767)</u>	<u>308,886</u>	<u>261,109</u>
INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ (17,468,195)</u>	<u>\$ 218,766</u>	<u>\$ 179,415</u>

* Commencement of operations was August 14, 2017.

ABSOLUTE FUNDS
STATEMENTS OF CHANGES IN NET ASSETS

	ABSOLUTE STRATEGIES FUND		ABSOLUTE CAPITAL OPPORTUNITIES FUND		ABSOLUTE CONVERTIBLE ARBITRAGE FUND
	For the Six Months Ended September 30, 2017	For the Year Ended March 31, 2017	For the Six Months Ended September 30, 2017	For the Year Ended March 31, 2017	August 14, 2017* Through September 30, 2017
OPERATIONS					
Net investment loss	\$ (2,161,428)	\$ (7,890,519)	\$ (90,120)	\$ (199,094)	\$ (81,694)
Net realized gain (loss)	6,352,245	3,597,735	153,182	(69,602)	53,615
Net change in unrealized appreciation (depreciation)	(21,659,012)	(16,429,187)	155,704	1,193,645	207,494
Increase (Decrease) in Net Assets Resulting from Operations	(17,468,195)	(20,721,971)	218,766	924,949	179,415
DISTRIBUTIONS TO SHAREHOLDERS FROM					
Net realized gain:					
Institutional Shares	-	(85,840,670)	-	-	-
R Shares	-	(3,055,044)	-	-	-
Total Distributions to Shareholders	-	(88,895,714)	-	-	-
CAPITAL SHARE TRANSACTIONS					
Sale of shares:					
Institutional Shares	29,596,530	245,205,577	-	1,042,238	19,788,725**
R Shares	4,681,692	12,641,234	-	-	-
Reinvestment of distributions:					
Institutional Shares	-	78,733,255	-	-	-
R Shares	-	2,739,828	-	-	-
Redemption of shares:					
Institutional Shares	(164,973,739)	(633,166,321)	(40,848)	-	(649,139)
R Shares	(13,866,289)	(18,077,731)	-	-	-
Increase (Decrease) in Net Assets from Capital Share Transactions	(144,561,806)	(311,924,158)	(40,848)	1,042,238	19,139,586
Increase (Decrease) in Net Assets	(162,030,001)	(421,541,843)	177,918	1,967,187	19,319,001
NET ASSETS					
Beginning of Period	521,189,680	942,731,523	14,187,704	12,220,517	-
End of Period (Including line (a))	<u>\$ 359,159,679</u>	<u>\$ 521,189,680</u>	<u>\$ 14,365,622</u>	<u>\$ 14,187,704</u>	<u>\$ 19,319,001</u>
SHARE TRANSACTIONS					
Sale of shares:					
Institutional Shares	3,419,110	24,990,146	-	96,537	1,977,574**
R Shares	559,798	1,377,012	-	-	-
Reinvestment of distributions:					
Institutional Shares	-	8,846,433	-	-	-
R Shares	-	317,110	-	-	-
Redemption of shares:					
Institutional Shares	(19,098,907)	(64,717,097)	(3,687)	-	(64,399)
R Shares	(1,680,867)	(1,972,440)	-	-	-
Increase (Decrease) in Shares	(16,800,866)	(31,158,836)	(3,687)	96,537	1,913,175
(a) Distributions in excess of net investment income	\$ (4,997,725)	\$ (2,836,297)	\$ (130,811)	\$ (40,691)	\$ (81,694)

* Commencement of operations.

** See Note 1.

ABSOLUTE FUNDS
FINANCIAL HIGHLIGHTS

Period Ended	Investment Operations				Distributions to Shareholders from:			Net Asset Value, End of Period	Total Return(b)	Net Assets, End of Period (000's)
	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gains (Losses) on Investments	Total from Investment Operations	Net Investment Income	Net Realized Gains	Total Distribution to Shareholders			
ABSOLUTE STRATEGIES FUND										
INSTITUTIONAL SHARES										
09/30/17	\$8.76	\$(0.04)	\$(0.31)	\$(0.35)	\$—	\$—	\$—	\$8.41	(4.00)%	\$349,777
03/31/17	10.40	(0.10)	(0.23)	(0.33)	—	(1.31)	(1.31)	8.76	(3.40)	501,866
03/31/16	11.04	(0.11)	0.31	0.20	—	(0.84)	(0.84)	10.40	2.05	916,747
03/31/15	11.01	(0.08)	0.11	0.03	—	—	—	11.04	0.27	1,592,872
03/31/14	11.24	(0.10)	(0.13)	(0.23)	—	—	—	11.01	(2.05)	2,697,675
03/31/13	11.09	(0.10)	0.25	0.15	—	—	—	11.24	1.35	3,799,857
R SHARES										
09/30/17	8.49	(0.09)	(0.28)	(0.37)	—	—	—	8.12	(4.36)	9,382
03/31/17	10.17	(0.11)	(0.26)	(0.37)	—	(1.31)	(1.31)	8.49	(3.89)	19,324
03/31/16	10.88	(0.17)	0.30	0.13	—	(0.84)	(0.84)	10.17	1.41	25,985
03/31/15	10.90	(0.13)	0.11	(0.02)	—	—	—	10.88	(0.18)	48,577
03/31/14	11.18	(0.14)	(0.14)	(0.28)	—	—	—	10.90	(2.50)	66,589
03/31/13	11.08	(0.15)	0.25	0.10	—	—	—	11.18	0.90	88,390
ABSOLUTE CAPITAL OPPORTUNITIES FUND										
INSTITUTIONAL SHARES										
09/30/17	\$10.97	\$(0.07)	\$0.24	\$0.17	\$—	\$—	\$—	\$11.14	1.55%	\$14,366
03/31/17	10.21	(0.16)	0.92	0.76	—	—	—	10.97	7.44	14,188
03/31/16(e)	10.00	(0.03)	0.24	0.21	—	—	—	10.21	2.10	12,221
ABSOLUTE CONVERTIBLE ARBITRAGE FUND										
INSTITUTIONAL SHARES										
09/30/17(e)	\$10.00	\$(0.05)	\$0.15	\$0.10	\$—	\$—	\$—	\$10.10	1.00%	\$19,319

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

(b) Not annualized for periods less than one year.

(c) Annualized for periods less than one year.

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

(e) Commencement of operations of Absolute Capital Opportunities Fund was December 30, 2015 and Absolute Convertible Arbitrage was August 14, 2017.

ABSOLUTE FUNDS
FINANCIAL HIGHLIGHTS

Ratios/Supplemental Data (Ratios to Average Net Assets)					
Net Investment Loss (c)	Net Expenses (c)	Dividend and Interest Expenses (c)	Net Expenses without Dividend and Interest Expenses(c)	Gross Expenses(c)	Portfolio Turnover Rate (b)
(0.92)%	2.93%	0.96%	1.97%	2.98%(d)	30%
(0.99)	2.86	0.95	1.91	2.89(d)	72
(1.02)	2.65	0.81	1.84	2.66(d)	70
(0.70)	2.58	0.79	1.79	2.58	78
(0.85)	2.45	0.72	1.73	2.47(d)	75
(0.87)	2.57	0.84	1.73	2.57	68
(2.22)	3.49	0.87	2.62	3.54(d)	30
(1.14)	3.50	1.01	2.49	3.52(d)	72
(1.59)	3.23	0.83	2.40	3.24(d)	70
(1.17)	3.09	0.79	2.30	3.09	78
(1.23)	2.92	0.73	2.19	2.93(d)	75
(1.34)	2.98	0.84	2.14	2.98	68
(1.26)%	2.71%	0.86%	1.85%	3.44%(d)	10%
(1.53)	2.62	0.70	1.92	3.70(d)	29
(1.13)	2.20	0.25	1.95	4.37(d)	6
(3.54)%	1.80%	0.10 %	1.70%	2.94%(d)	6%

Note 1. Organization

Absolute Strategies Fund, Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund (individually, a “Fund” and collectively, the “Funds”) are 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, as amended (the “Act”). 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 Capital Opportunities Fund currently offers Institutional Shares. Absolute Capital Opportunities Fund commenced operations on December 30, 2015. Absolute Capital Opportunities Fund seeks to achieve long-term capital appreciation with a lower sensitivity to traditional financial market indices, such as the S&P 500 Index.

The Absolute Convertible Arbitrage Fund commenced operations on August 14, 2017, after it acquired the net assets of the Mohican VCA Fund, LP, a privately offered hedge fund (the “Predecessor Fund”), in exchange for Fund shares. The Predecessor Fund commenced operations in 2002. The Absolute Convertible Arbitrage Fund seeks to achieve positive absolute returns over the long-term with low volatility when compared to traditional market indices. The Predecessor Fund had an investment objective and strategies that were, in all material respects, identical to those of the Absolute Convertible Arbitrage Fund. On August 14, 2017, the Predecessor Fund reorganized into the Absolute Convertible Arbitrage Fund. The reorganization of net assets from this transaction was as follows:

<u>Date of Contribution</u>	<u>Net Assets</u>	<u>Shares Issued</u>
August 14, 2017	\$ 16,689,286	1,668,929

Note 2. Summary of Significant Accounting Policies

The Funds are investment companies and follow accounting and reporting guidance under Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 946, “Financial Services-Investment Companies”. 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 – Securities are valued at market prices using the last quoted trade or official closing price from the principal exchange where the security is traded, as provided by independent pricing services on each Fund business day. In the absence of a last trade, securities are valued at the mean of the last bid and ask price provided by the pricing service. 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 are valued at the day’s settlement price on the exchange where the contract is traded. Short-term investments that mature in 60 days or less may be valued at amortized cost.

Each Fund values its investments at fair value pursuant to procedures adopted by the Trust’s Board of Trustees (the “Board”) if (1) market quotations are not readily available or (2) the Adviser, as defined in Note 4, believes that the values available are unreliable. The Trust’s Valuation Committee, as defined in each Fund’s registration statement,

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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 investments and considers a number of factors, including valuation methodologies and significant unobservable inputs, when arriving at fair value.

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

GAAP 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 and liabilities

Level 2 – Prices determined using significant other observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.). Short-term securities with maturities of sixty days or less are valued at amortized cost, which approximates market value, and are categorized as Level 2 in the hierarchy. Municipal securities, long-term U.S. government obligations and corporate debt securities are valued in accordance with the evaluated price supplied by the pricing service and generally categorized as Level 2 in the hierarchy. Other securities that are categorized as Level 2 in the hierarchy include, but are not limited to, warrants that do not trade on an exchange, securities valued at the mean between the last reported bid and ask quotation and international equity securities valued by an independent third party with adjustments for changes in value between the time of the securities respective local market closes and the close of the U.S. market.

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, 2017, for each Fund's investments is included in each Fund's 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 determining 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

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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.

Foreign Currency Transactions – Each Fund may enter into transactions to purchase or sell foreign currency contracts and options on foreign currency. Forward currency contracts are agreements to exchange one currency for another at a future date and at a specified price. A fund may use forward currency contracts to facilitate transactions in foreign securities, to manage a fund’s foreign currency exposure and to protect the U.S. dollar value of its underlying portfolio securities against the effect of possible adverse movements in foreign exchange rates. These contracts are intrinsically valued daily based on forward rates, and a fund’s net equity therein, representing unrealized gain or loss on the contracts as measured by the difference between the forward foreign exchange rates at the dates of entry into the contracts and the forward rates at the reporting date, is recorded as a component of NAV. These instruments involve market risk, credit risk, or both kinds of risks, in excess of the amount recognized in the Statements of Assets and Liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and from movement in currency and securities values and interest rates. Due to the risks associated with these transactions, a fund could incur losses up to the entire contract amount, which may exceed the net unrealized value included in its NAV.

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.

Notional amounts of each individual futures contract outstanding as of September 30, 2017, for Absolute Strategies 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 the 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, 2017 for each Fund, if any, 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, 2017, for each Fund, if any, are disclosed in each Fund's Schedule of Call and Put Options Written.

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, 2017, for each Fund, if any, are disclosed in each Fund's Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written. The Funds did not enter into any credit default swaps during the period ended September 30, 2017.

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.

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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, 2017, for each Fund, if any, are disclosed in each Fund's Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written. The Funds did not enter into any interest rate swaps during the period ended September 30, 2017.

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 semi-annually. Distributions to shareholders of net capital gains and net foreign currency gains, if any, are declared and paid at least 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 Chapter 1, Subtitle A, of the Internal Revenue Code of 1986, as amended (“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. Each 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, 2017, 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.

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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.

Offering Costs – Offering costs for the Absolute Convertible Arbitrage Fund of \$68,743 consisted of fees related to the mailing and printing of the initial prospectus, certain startup legal costs, and initial registration filings. Such costs are amortized over a twelve-month period beginning with the commencement of operations of the Absolute Convertible Arbitrage Fund.

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, 2017, the Absolute Strategies Fund had \$81,659,922 at State Street Bank and Trust Company 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 Absolute Strategies Fund and Absolute Capital Opportunities Fund at an annual rate of 1.60% of Fund’s average daily net assets and at an annual rate of 1.40% of Absolute Convertible Arbitrage Fund’s average daily net assets.

Each sub-advisory fee, calculated as a percentage of each Fund’s average daily net assets managed by each sub-adviser, 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, R Shares are subject to a Rule 12b-1 fee of up to 0.35% of the R Shares average daily net assets; however, currently the Board limits 12b-1 fees on R Shares to 0.25% of average daily net assets.

Other Service Providers – Atlantic provides fund accounting, fund administration, compliance and transfer agency services to each Fund. The fees related to these services are included in Fund services fees within the Statements of Operations. 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 \$50,000 for service to the Trust (\$66,000 for the Chairman), and the Audit Committee Chairman and Vice Chairman receive an additional \$6,000 annually. 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 Statements 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 waive its fee 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 and expenses, proxy expenses and extraordinary expenses) of Absolute Capital Opportunities Fund to 1.85% on assets up to \$100 million, 1.75% on assets between \$100 million and \$200 million, and 1.65% on assets above \$200 million through August 1, 2019. The Adviser waived fees of \$52,109 for Absolute Capital Opportunities Fund, for the period ended September 30, 2017.

The Adviser has also contractually agreed to waive its fee 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 and expenses, proxy expenses and extraordinary expenses) of Absolute Convertible Arbitrage Fund to 1.75% on assets up to \$25 million and 1.49% on assets exceeding \$25 million through August 1, 2019. The Adviser waived fees of \$26,422 for Absolute Convertible Arbitrage Fund, for the period ended September 30, 2017.

Effective September 29, 2017, the Adviser has also contractually agreed to waive its fee and/or reimburse Fund expenses to limit total annual operating expenses (excluding all taxes, interest, portfolio transaction expenses, dividend and interest expenses on short sales, acquired fund fees and expenses, proxy expenses and extraordinary expenses) of Absolute Strategies Fund Institutional Shares and R Shares to 1.99% and 2.24%, respectively, through August 1, 2019. During the period, Absolute Strategies Fund invested in Absolute Capital Opportunities Fund. As of September 30, 2017, Absolute Strategies Fund owned approximately 99.9% of Absolute Capital Opportunities Fund. The Adviser has agreed to waive fees in an amount equal to the fee it receives from Absolute Capital Opportunities Fund based on Absolute Strategies Fund's investment in Absolute Capital Opportunities Fund. For the period ended September 30, 2017, the Adviser waived fees of \$103,525 for Absolute Strategies Fund.

The Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund may repay the Adviser for fees waived and expenses reimbursed pursuant to the expense cap if such payment is made within three years of the fee waiver or expense reimbursement and does not cause the total annual fund operating expenses after fee waiver and/or expense reimbursement of the Funds to exceed the lesser of (i) the then-current expense cap, or (ii) the expense cap in place at the time the fees/expenses were waived/reimbursed. As of September 30, 2017, \$246,558 and \$26,422 for Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund, respectively, is subject to recapture by the Adviser.

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, 2017, were as follows:

Absolute Strategies Fund

Non-U.S. Government Obligations	
Purchases	Sales
\$ 96,987,459	\$ 243,064,796

Absolute Capital Opportunities Fund

Non-U.S. Government Obligations	
Purchases	Sales
\$ 1,535,193	\$ 870,862

Absolute Convertible Arbitrage Fund

Non-U.S. Government Obligations	
Purchases	Sales
\$ 17,839,942	\$ 890,003

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, 2017, for any derivative type during the period is as follows:

	<u>Absolute Strategies Fund</u>	<u>Absolute Capital Opportunities Fund</u>
Futures Contracts	\$ 3,786,747,909	\$ -
Purchased Options	5,952,969	414,664
Written Options	(572,953)	(175,310)

Each Fund's use of derivatives for the period ended September 30, 2017, was limited to 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, 2017:

Absolute Strategies Fund

<u>Location:</u>	<u>Equity Contracts</u>
Asset derivatives:	
Investments, at value	\$ 2,327,057
Total asset derivatives	<u>\$ 2,327,057</u>
Liability derivatives:	
Call options written, at value	\$ (119,650)
Put options written, at value	(147,150)
Total liability derivatives	<u>\$ (266,800)</u>

Absolute Capital Opportunities Fund

<u>Location:</u>	<u>Equity Contracts</u>
Asset derivatives:	
Investments, at value	\$ 154,640
Total asset derivatives	<u>\$ 154,640</u>
Liability derivatives:	
Call options written, at value	\$ (16,237)
Put options written, at value	(16,080)
Total liability derivatives	<u>\$ (32,317)</u>

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Realized and unrealized gains and losses on derivatives contracts for the period ended September 30, 2017, are recorded by each Fund in the following locations on the Statements of Operations:

Absolute Strategies Fund

Location:	Currency Contracts	Commodity Contracts	Credit Contracts	Equity Contracts	Interest Contracts
Net realized gain (loss) on:					
Swaps	\$ -	\$ -	\$ (1,402,368)	\$ -	\$ -
Futures	68,130	1,047,072	-	(13,324,842)	546,822
Investments	-	-	-	(5,584,299)	-
Written options	-	-	-	633,272	-
Total net realized gain (loss)	\$ 68,130	\$ 1,047,072	\$ (1,402,368)	\$ (18,275,869)	\$ 546,822
Net change in unrealized appreciation (depreciation) on:					
Swaps	\$ -	\$ -	\$ 981,271	\$ -	\$ -
Futures	-	(541,420)	-	155,711	41,407
Investments	-	-	-	4,623,984	-
Written options	-	-	-	(15,396)	-
Total net change in unrealized appreciation (depreciation)	\$ -	\$ (541,420)	\$ 981,271	\$ 4,764,299	\$ 41,407

Absolute Capital Opportunities Fund

Location:	Equity Contracts
Net realized gain (loss) on:	
Investments	\$ (14,936)
Written Options	20,212
Total net realized gain (loss)	\$ 5,276
Net change in unrealized appreciation (depreciation) on:	
Investments	\$ 28,533
Written Options	34,969
Total net change in unrealized appreciation (depreciation)	\$ 63,502

Asset (Liability) amounts shown in the table below represent amounts for derivative related investments at September 30, 2017. These amounts may be collateralized by cash or financial instruments.

	Gross Asset (Liability) as Presented in the Statement of Assets and Liabilities	Financial Instruments (Received) Pledged**	Cash Collateral (Received) Pledged**	Net Amount
<i>Absolute Strategies Fund</i>				
Assets:				
Over-the-counter derivatives*	\$ 2,327,057	\$ -	\$ -	\$ 2,327,057
Liabilities:				
Over-the-counter derivatives*	(266,800)	266,800	-	-
<i>Absolute Capital Opportunities Fund</i>				
Assets:				
Over-the-counter derivatives*	\$ 154,640	\$ -	\$ -	\$ 154,640
Liabilities:				
Over-the-counter derivatives*	(32,317)	32,317	-	-

* Over-the-counter derivatives may consist of 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 September 30, 2017, cost for federal income tax purposes is substantially the same as for financial statement purposes and net unrealized appreciation consists of:

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	<u>Tax Cost of Investments</u>	<u>Gross Unrealized Appreciation</u>	<u>Gross Unrealized Depreciation</u>	<u>Net Unrealized Appreciation</u>
Absolute Strategies Fund	\$ 123,982,593	\$ 77,222,170	\$ (14,684,723)	\$ 62,537,447
Absolute Capital Opportunities Fund	7,019,824	2,420,872	(487,468)	1,933,404
Absolute Convertible Arbitrage Fund	17,717,099	880,814	(673,320)	207,494

As of March 31, 2017, 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	\$ (38,725,746)	\$ 32,713,418	\$ (6,012,328)
Absolute Capital Opportunities Fund	(451,256)	1,773,099	1,321,843

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, constructive sales, straddles, cover loss deferrals, short dividends, equity return of capital, convertible bond deemed distributions, partnerships and credit default swaps.

As of March 31, 2017, the Absolute Strategies Fund and Absolute Capital Opportunities Fund had \$36,981,646 and \$331,575, respectively, of available short-term capital loss carryforwards that have no expiration date.

For tax purposes, the prior year post-October loss was \$78,990 for Absolute Capital Opportunities Fund (realized during the period November 1, 2016 through March 31, 2017), and the prior deferred late year ordinary loss was \$1,744,100 and \$40,691 for Absolute Strategies Fund and Absolute Capital Opportunities Fund, respectively (realized during the period January 1, 2017 through March 31, 2017). These losses were recognized for tax purposes on the first business day of the Funds' current fiscal year, April 1, 2017.

Note 9. Underlying Investment in Other Investment Companies

The Funds currently seek to achieve their investment objective by investing a portion of their assets in State Street Institutional Treasury Money Market Fund, Premier Share Class (the "Premier"), a registered open-end management investment company organized as a Massachusetts business trust. The Funds may redeem their investments from Premier at any time if the Adviser determines that it is in the best interest of the Funds and their shareholders to do so. The latest financial statements for Premier can be found at www.sec.gov.

The performance of the Funds may be directly affected by the performance of Premier. As of September 30, 2017, the percentage of net assets invested in Premier was 27.3%, 36.7% and 42.5% for the Absolute Strategies Fund, Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund, respectively.

Note 10. 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

Absolute Mohican Convertible Arbitrage Fund

At the March 24, 2017 Board meeting, the Board, including the Independent Trustees, considered the approval of the investment advisory agreement between the Adviser and the Trust pertaining to the Fund (the “Advisory Agreement”) and the approval of the investment subadvisory agreement (the “Subadvisory Agreement”) between the Adviser and Mohican Financial Management, LLC (the “Subadviser”). In preparation for its deliberations, the Board requested and reviewed written responses from the Adviser and Subadviser to due diligence questionnaires circulated on the Board's behalf concerning the personnel, operations, financial condition, performance, and services to be provided by the Adviser and Subadviser. The Board also discussed the materials with Fund Counsel and, as necessary, with the Trust's administrator, Atlantic Fund Services. During its deliberations, the Board received an oral presentation from the Adviser, and was assisted by the advice of Trustee Counsel.

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

Nature, Extent and Quality of Services

Based on written materials received, a presentation from senior representatives of the Adviser and a discussion with the Adviser about the personnel, operations and financial condition of itself and the Subadviser, the Board considered the quality of services to be provided by the Adviser under the Advisory Agreement and by the Subadviser under the Subadvisory Agreement. In this regard, the Board considered information regarding the experience, qualifications and professional background of the portfolio managers and other personnel at the Adviser and the Subadviser with principal responsibility for the Fund, as well as the investment philosophy and decision-making process of those professionals; the capability and integrity of the Adviser's and Subadviser's senior management and staff; and the quality of the Adviser's and Subadviser's services with respect to regulatory compliance.

The Board considered also the adequacy of the Adviser's and Subadviser's resources. The Board noted the Adviser's and Subadviser's representations that each firm is in stable financial condition and each firm has the operational capability and the necessary staffing and experience to provide high-quality investment advisory services to the Fund for the foreseeable future. The Board also considered the Adviser's analysis and recommendation regarding the Subadviser. Based on the presentation and the materials provided by the Adviser and the Subadviser in connection with the Board's consideration of the Advisory Agreement and Subadvisory Agreement, the Board concluded that, overall, it was satisfied with the nature, extent and quality of services to be provided to the Fund by the Adviser under the Advisory Agreement and by the Subadviser under the Subadvisory Agreement.

Performance

Recognizing that the Fund is new and has no performance history, the Board did not consider the performance history of the Fund. Instead, the Board considered the performance achieved by the Adviser and Subadviser in managing two other series of the Trust, the Absolute Strategies Fund and Absolute Credit Opportunities Fund. The Board noted that, although each of the Absolute Strategies Fund and Absolute Credit Opportunities Fund had underperformed their respective primary benchmarks over the one-, three-, and five-year periods ended December 31, 2016, the Subadviser had managed only one of several sub-advised sleeves of each Fund and, during that time, performed in accordance with the objectives specified by the Adviser. With respect to longer term performance, the Board considered the performance achieved by the Subadviser in managing a private hedge fund

pursuant to an investment strategy substantially similar to the strategy to be employed by the Subadviser for the Fund. Based on the foregoing and other relevant factors, the Board concluded that the Adviser's and Subadviser's management of the Fund could benefit the Fund and its shareholders.

Compensation

The Board evaluated the Adviser's proposed compensation for providing advisory services to the Fund and analyzed comparative information on actual advisory fee rates and actual total expenses of the Fund's relevant Broadridge peer group. The Board observed that the contractual advisory fee rate proposed for the Fund was higher than the median contractual advisory fee rate charged to the Fund's Broadridge peers. The Board noted the Adviser's representation, however, that the majority of the Fund's Broadridge peers were not multi-manager strategies, under which subadvisers are paid from the Adviser's contractual advisory fee. Unlike the majority of the Fund's Broadridge peers, the Board recognized that the Adviser would pay the Subadviser's subadvisory fees out of its own advisory fee. The Board observed that the actual advisory fee rate proposed for the Fund was expected to be lower than the median of the Broadridge peers as a result of the Adviser's proposal to impose a contractual expense cap. The Board also observed that the actual total expenses were expected to be higher than the median of the Broadridge peers. The Board noted that the Adviser's proposed actual advisory fee rate and the Fund's actual total expense ratio were each lower than the fee rate and expense ratio of another series of the Trust managed by the Adviser. Based on the foregoing, the Board concluded that the Adviser's advisory fee rate to be charged to the Fund was reasonable.

Costs of Services and Profitability

The Board considered information provided by the Adviser regarding the estimated costs of services and its estimated profitability with respect to the Fund. The Board also considered the estimated percentage and amount of the Adviser's fee that would be retained by the Adviser and the estimated percentage and amount of the advisory fee that would be paid to the Subadviser. The Board recognized that profits to be realized by the Adviser would be a function of the future growth in assets of the Fund and concluded that the costs of the services to be provided and profits to be realized by the Adviser were not a material factor in approving the Advisory Agreement.

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

Economies of Scale

The Board evaluated whether the Fund would benefit from any economies of scale. In this respect, the Board noted the Adviser's contractual commitment to breakpoints in the advisory fee whereby the Adviser had agreed to waive its fee and/or reimburse expenses to limit the total annual fund operating expenses of the Fund as necessary to ensure the Fund's expenses are capped at competitive levels. However, in recognition that the Fund had not yet commenced operations and assets under management would need to grow to achieve scale, the Board concluded that further evaluation of economies of scale were not a material factor in approving the Advisory Agreement.

Other Benefits

The Board noted the Adviser's representation that, aside from its contractual advisory fees, it would not benefit in a material way from its relationship with the Fund. Based on the foregoing representation, the Board concluded that other benefits received by the Adviser from its relationship with the Fund were not a material factor to consider in approving the continuation of the Advisory 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. In light of the fact that the Fund is a multi-manager Fund, however, for which the Adviser identifies subadvisers whose strategies it seeks to engage to achieve the Fund's investment objective, when considering the approval of the Subadvisory Agreement, the Board gave significant weight to the Adviser's recommendation that the Subadvisory Agreement be approved and to the Adviser's representation that the appointment of the Subadviser would positively contribute to the Adviser's successful execution of the Fund's overall strategy. The Board reviewed a memorandum from Fund Counsel discussing the legal standards applicable to its consideration of the Advisory Agreement and Subadvisory Agreement. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its business judgment, that the advisory arrangement, as outlined in the Advisory Agreement and 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 and Absolute Capital Opportunities Fund – Kovitz Investment Group Partners, LLC

At the June 15, 2017 Board meeting, the Board, including the Independent Trustees, considered the approval of a new investment subadvisory agreement between Absolute Investment Advisers LLC ("Adviser" or "Absolute") and Kovitz Investment Group Partners, LLC ("Kovitz") pertaining to the Absolute Strategies Fund and Absolute Capital Opportunities Fund (the "New Subadvisory Agreement"). The New Subadvisory Agreement was being considered in connection with the anticipated termination of the existing subadvisory agreement between Kovitz and the Adviser ("Current Agreement") due to an upcoming strategic transaction resulting in a change in control of Focus Financial Partners, LLC, the parent company of Kovitz (the "Transaction"). In preparation for its deliberations, the Board requested and reviewed written responses from Kovitz to a due diligence questionnaire circulated on the Board's behalf. The Board also discussed the materials with Fund counsel and, as necessary, with the Trust's administrator, Atlantic Fund Services. During its deliberations, the Board was also assisted by the advice of Trustee counsel.

At the meeting, the Board reviewed, among other matters: (1) the nature, extent and quality of the services provided to the Funds by Kovitz, including information on the investment performance achieved by Kovitz; (2) Kovitz's subadvisory fee; (3) the extent to which economies of scale may be realized as the Funds grow and whether the subadvisory fee enables each Fund to share in the benefits of economies of scale; and (4) other benefits received by Kovitz from its relationship with the Funds. The Board observed that the Current Agreement had been most recently approved at the December 8, 2016 meeting of the Board.

Nature, Extent and Quality of Services

The Board received materials from Kovitz discussing Kovitz's personnel, operations and financial condition. In this context, the Board considered the adequacy of Kovitz's resources and the quality of services to be provided by Kovitz under the New Subadvisory Agreement. The Board reviewed information regarding the experience, qualifications and professional background of the portfolio managers and other personnel at Kovitz who, under the Current Agreement have, and under the New Subadvisory Agreement would continue to have, responsibility for the managed portion of each Fund ("Managed Portions"). The Board considered the Adviser's representation that the Kovitz portfolio managers who are currently responsible for the Managed Portions would continue in that role following the Transaction. In this regard, the Board recognized that the evaluation process with respect to Kovitz was an ongoing one and, in this regard, the Board considered information provided by Kovitz at regularly scheduled meetings during the past year, including, among other things, information concerning the performance of that portion of the Funds for which Kovitz currently provides subadvisory services.

The Board also considered the investment philosophy and decision-making processes of Kovitz and the capability and integrity of Kovitz's senior management and staff. In this regard, among other matters, the Board evaluated the anticipated quality of Kovitz's services with respect to regulatory compliance and compliance with client

investment policies and restrictions. The Board noted Kovitz's representation that it is in stable financial condition and that the firm has the operational capability, the staffing and experience, and the financial strength necessary to continue providing high-quality investment sub-advisory services to the Funds. Finally, the Board took into consideration the Adviser's recommendation of Kovitz. Based on these and other relevant considerations, the Board concluded that, overall, it was satisfied with the nature, extent, and quality of services to be provided to the Funds by Kovitz under the New Subadvisory Agreement.

Performance

The Board considered the historical contributions of the proposed portfolio managers of Kovitz to the performance of the Funds, including while acting as a subadviser under the Current Agreement. In particular, the Board considered the Adviser's evaluation of the performance that Kovitz achieved for the Managed Portions, as most recently provided to the Board by Kovitz at a meeting of the Board held on December 8, 2016. Based on the Adviser's evaluation of Kovitz's performance and other relevant information, the Board concluded that Kovitz's continued management of the Managed Portions could benefit the Funds and their shareholders.

Costs of Services and Profitability

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

Compensation

The Board reviewed Kovitz's proposed compensation for providing subadvisory services to the Funds and noted that the subadvisory fee received by Kovitz and the total advisory fee paid by the Funds would not change because the subadvisory fees are paid by the Adviser and not the Funds. The Board thus did not consider information regarding the proposed compensation to be paid to Kovitz as a result of its relationship with the Funds, noting instead the arm's-length nature of the relationship between the Adviser and Kovitz with respect to the negotiation of the subadvisory fee rate that would apply to Kovitz. As a result, the Board concluded that the proposed compensation for providing subadvisory services to the Funds was not a material factor in considering the approval of the New Subadvisory Agreement.

Economies of Scale

The Board considered whether the Funds would benefit from any economies of scale with respect to the New Subadvisory Agreement. The Board determined that because the Adviser, and not the Funds, would pay 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 New Subadvisory Agreement.

Other Benefits

The Board noted Kovitz's representation that it would not receive significant ancillary benefits as a result of its relationship with each of the Funds. As a result, the Board concluded that other benefits were not a material factor in approving the New 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 Funds are multi-manager Funds for

which the Adviser identifies subadvisers whose strategies it seeks to combine to achieve the Funds' investment objectives, the Board gave significant weight to the Adviser's recommendation that Kovitz be appointed as a subadviser to the Funds and to the Adviser's representation that the appointment of Kovitz would positively contribute to the Adviser successfully executing the overall strategies of the Funds. Based on its review, including consideration of each of the factors referenced above, and its consideration of information received throughout the year from the Adviser and Kovitz, the Board determined, in the exercise of its reasonable business judgment, that the subadvisory arrangement, as outlined in the New Subadvisory Agreement, was fair and reasonable in light of the services to be performed, expenses to be incurred by the Funds 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 SEC's website at www.sec.gov. The Absolute Strategies Fund and Absolute Capital Opportunities 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. The Absolute Convertible Arbitrage Fund's proxy voting record for the period from the Absolute Convertible Arbitrage Fund's commencement of operations to June 30 will be available, without charge and upon request, by calling (888) 992-2765 and on the SEC's website at 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 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, 2017 through September 30, 2017.

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.

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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.

	Beginning Account Value April 1, 2017	Ending Account Value September 30, 2017	Expenses Paid During Period*	Annualized Expense Ratio*
Absolute Strategies Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 960.04	\$ 14.40	2.93%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,010.38	\$ 14.77	2.93%
R Shares				
Actual	\$ 1,000.00	\$ 956.42	\$ 17.12	3.49%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,007.57	\$ 17.56	3.49%
Absolute Capital Opportunities Fund				
Actual	\$ 1,000.00	\$ 1,015.50	\$ 13.69	2.71%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,011.48	\$ 13.67	2.71%

* 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 (183) divided by 365 to reflect the half-year period.

	Beginning Account Value August 14, 2017	Ending Account Value September 30, 2017	Expenses Paid During Period**	Annualized Expense Ratio**
Absolute Convertible Arbitrage Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 1,010.00	\$ 2.38	1.80%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,004.20	\$ 2.37	1.80%

**Expenses are equal to the 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 (except that the average account values reflect the Fund's actual return information for the 48-day period between August 14, 2017, the commencement date of Fund operations, through September 30, 2017).



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