



ABSOLUTE FUNDS

SEMI-ANNUAL REPORT

**SEPTEMBER 30, 2020
(UNAUDITED)**

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the Funds' shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports from the Funds or from your financial intermediary, such as a broker-dealer or bank. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from the Funds or your financial intermediary electronically by contacting the Funds at (888) 992-2765 or absolute.ta@apexfs.com, or by contacting your financial intermediary directly.

You may elect to receive all future reports in paper free of charge. You can inform the Funds or your financial intermediary that you wish to continue receiving paper copies of your shareholder reports by contacting the Funds at (888) 992-2765 or absolute.ta@apexfs.com, or by contacting your financial intermediary directly. Your election to receive reports in paper will apply to all funds held with Absolute Funds.

ABSOLUTE
INVESTMENT ADVISERS

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ABSOLUTE STRATEGIES FUND
PORTFOLIO HOLDINGS SUMMARY
SEPTEMBER 30, 2020

Portfolio Breakdown (% of Net Assets)	
Common Stock	21.3%
Asset Backed Obligations	0.3%
Investment Companies	43.3%
Money Market Fund	23.1%
Purchased Options	1.1%
Written Options	(0.2)%
Other Assets & Liabilities, Net *	11.1%
	100.0%

* Consists of deposits with the custodian and/or brokers for call options written, cash, prepaid expenses, receivables, payables and accrued liabilities. Deposits with the custodian and/or brokers for call options written represent 11.5% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Shares	Security Description	Value		
Common Stock - 21.3%				
Communication Services - 0.5%				
9,500	Comcast Corp., Class A	\$ 439,470		
Consumer Discretionary - 2.7%				
600	Graham Holdings Co., Class B	242,466		
16,000	HD Supply Holdings, Inc. ^(a)	659,840		
5,000	Starbucks Corp.	429,600		
6,250	The TJX Cos., Inc.	347,812		
9,250	Unilever PLC, ADR	570,540		
		<u>2,250,258</u>		
Consumer Staples - 1.4%				
3,470	Diageo PLC, ADR	477,680		
9,500	Ingredion, Inc.	718,960		
		<u>1,196,640</u>		
Energy - 1.0%				
29,500	Enbridge, Inc.	861,400		
Financials - 5.0%				
975	Alleghany Corp.	507,439		
9,350	Berkshire Hathaway, Inc., Class B ^(a)	1,990,989		
1,900	Jones Lang LaSalle, Inc.	181,754		
25,000	Loews Corp.	868,750		
6,000	The Travelers Cos., Inc.	649,140		
		<u>4,198,072</u>		
Health Care - 1.9%				
5,000	Medtronic PLC	519,600		
21,500	Pfizer, Inc.	789,050		
900	UnitedHealth Group, Inc.	280,593		
		<u>1,589,243</u>		
Industrials - 0.3%				
3,000	Expeditors International of Washington, Inc.	271,560		
Information Technology - 1.9%				
11,000	Cerner Corp.	795,190		
10,000	Cisco Systems, Inc.	393,900		
3,500	Guidewire Software, Inc. ^(a)	364,945		
		<u>1,554,035</u>		
Materials - 5.3%				
14,810	Agnico Eagle Mines, Ltd.	1,179,024		
37,000	Barrick Gold Corp.	1,040,070		
26,833	Corteva, Inc.	773,059		
20,833	DuPont de Nemours, Inc.	1,155,815		
9,000	Pan American Silver Corp.	289,350		
		<u>4,437,318</u>		
Real Estate - 0.8%				
23,500	Equity Commonwealth REIT	625,805		
Utilities - 0.5%				
5,500	Dominion Energy, Inc.	434,115		
Total Common Stock (Cost \$15,441,626)				
		17,857,916		
Principal	Security Description	Rate	Maturity	Value
Asset Backed Obligations - 0.3%				
\$ 35,424	Adjustable Rate Mortgage Trust, Series 2005-12 2A1 ^(b)	3.69%	03/25/36	30,506
21,211	Adjustable Rate Mortgage Trust, Series 2006-1 3A3 ^(b)	3.65	03/25/36	18,767
13,426	Banc of America Funding Corp., Series 2006-E 2A1 ^(b)	3.44	06/20/36	12,618
18,171	Banc of America Funding Corp., Series 2007-E 4A1 ^(b)	3.09	07/20/47	17,417
44,676	CitiMortgage Alternative Loan Trust, Series 2006-A7 1A12	6.00	12/25/36	44,782
16,932	CitiMortgage Alternative Loan Trust, Series 2007-A4 1A6	5.75	04/25/37	16,895
16,954	Countrywide Alternative Loan Trust, Series 2005-50CB 1A1	5.50	11/25/35	16,480
21,387	Countrywide Home Loan Mortgage Pass-Through Trust, Series 2007-HY5 1A1 ^(b)	3.34	09/25/47	19,303
37,265	IndyMac Index Mortgage Loan Trust, Series 2006-AR25 3A1 ^(b)	3.30	09/25/36	30,140
12,583	JPMorgan Mortgage Trust, Series 2007-A2 4A1M ^(b)	3.69	04/25/37	11,434
20,183	Structured Adjustable Rate Mortgage Loan Trust, Series 2007-3 3A1 ^(b)	3.91	04/25/47	13,472
				<u>231,814</u>
Total Asset Backed Obligations (Cost \$158,828)				231,814

See Notes to Financial Statements.

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Shares	Security Description				Value
Investment Companies - 43.3%					
1,203,539	Absolute Capital Opportunities Fund ^(c)			\$	15,044,238
1,902,956	Absolute Convertible Arbitrage Fund ^(c)				21,275,052
Total Investment Companies (Cost \$31,513,731)					36,319,290
Shares	Security Description				Value
Money Market Fund - 23.1%					
19,404,192	BlackRock Liquidity Funds T-Fund Portfolio, Institutional Shares, 0.04% ^(d)				
	(Cost \$19,404,192)				19,404,192
Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Purchased Options - 1.1%					
Call Options Purchased - 0.9%					
750	Alerian MLP ETF	\$ 8.00	01/21	\$ 600,000	750
250	Invesco QQQ Trust ETF	280.00	10/20	7,000,000	128,625
1,000	Invesco QQQ Trust ETF	240.00	11/20	24,000,000	399,000
500	SPDR S&P 500 ETF Trust	340.00	10/20	17,000,000	174,500
1,500	SPDR S&P 500 ETF Trust	400.00	11/20	60,000,000	30,000
Total Call Options Purchased (Premiums Paid \$708,000)					732,875
Put Options Purchased - 0.2%					
2,000	SPDR S&P 500 ETF Trust	300.00	10/20	60,000,000	2,000
1,000	SPDR S&P 500 ETF Trust	290.00	11/20	29,000,000	161,000
Total Put Options Purchased (Premiums Paid \$478,857)					163,000
Total Purchased Options (Premiums Paid \$1,186,857)					895,875
Investments, at value - 89.1% (Cost \$67,705,234)					\$ 74,709,087
Total Written Options - (0.2%) (Premiums Received \$(211,451))					(140,000)
Other Assets & Liabilities, Net - 11.1%					9,254,955
Net Assets - 100.0%					\$ 83,824,042

ABSOLUTE STRATEGIES FUND
 SCHEDULE OF CALL OPTIONS WRITTEN
 SEPTEMBER 30, 2020

Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Written Options - (0.2)%					
Call Options Written - (0.2)%					
(250)	Invesco QQQ Trust ETF	\$ 290.00	10/20	\$ 6,946,000	\$ (41,000)
(1,000)	Invesco QQQ Trust ETF	220.00	11/20	22,000,000	(99,000)
Total Call Options Written (Premiums Received \$(211,451))					(140,000)
Total Written Options - (0.2)% (Premiums Received \$(211,451))					\$ (140,000)

ABSOLUTE STRATEGIES FUND

 NOTES TO SCHEDULES OF INVESTMENTS AND CALL OPTIONS WRITTEN
 SEPTEMBER 30, 2020

ADR	American Depositary Receipt
ETF	Exchange Traded Fund
MLP	Master Limited Partnership
PLC	Public Limited Company
REIT	Real Estate Investment Trust
(a)	Non-income producing security.
(b)	Variable rate security, the interest rate of which adjusts periodically based on changes in current interest rates. Rate represented is as of September 30, 2020.
(c)	Affiliated Company.
(d)	Dividend yield changes daily to reflect current market conditions. Rate was the quoted yield as of September 30, 2020.

At September 30, 2020, the Fund held the following exchange traded futures contracts:

Contracts	Description	Expiration Date	Notional Contract Value	Value	Net Unrealized Depreciation
(200)	S&P 500 E-mini Future	12/18/20	\$ (33,405,912)	\$ (33,520,000)	\$ (114,088)
(40)	U.S. 10-Year Note Future	12/21/20	(5,559,324)	(5,581,250)	(21,926)
(10)	U.S. 5-Year Note Future	12/31/20	(1,259,051)	(1,260,313)	(1,262)
			<u>\$ (40,224,287)</u>	<u>\$ (40,361,563)</u>	<u>\$ (137,276)</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 Companies

Absolute Capital Opportunities Fund							
	Balance 3/31/2020	Gross Additions	Gross Reductions	Change in Unrealized Appreciation	Balance 9/30/2020	Realized Gain	Investment Income
Shares	1,285,087	486	(82,034)	-	1,203,539		
Cost	\$ 12,961,989	\$ 5,931	\$ (883,511)	\$ -	\$ 12,084,409	\$ 116,489	\$ 5,931
Value	15,292,540	-	-	629,278	15,044,238		
Absolute Convertible Arbitrage Fund							
	Balance 3/31/2020	Gross Additions	Gross Reductions	Change in Unrealized Appreciation	Balance 9/30/2020	Realized Gain	Investment Income
Shares	1,901,218	1,738	-	-	1,902,956		
Cost	\$ 19,410,595	\$ 18,727	\$ -	\$ -	\$ 19,429,322	\$ -	\$ 18,727
Value	19,620,564	-	-	1,635,761	21,275,052		

At September 30, 2020, the value of investments in affiliated companies was \$36,319,290 representing 43.33% of net assets, and the total cost was \$31,513,731. Net realized gain was \$116,489 and investment income was \$24,658.

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, 2020.

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.

	Level 1	Level 2	Level 3	Total
Assets				
Investments at Value				
Common Stock				
Communication Services	\$ 439,470	\$ -	\$ -	\$ 439,470
Consumer Discretionary	2,250,258	-	-	2,250,258
Consumer Staples	1,196,640	-	-	1,196,640
Energy	861,400	-	-	861,400
Financials	4,198,072	-	-	4,198,072
Health Care	1,589,243	-	-	1,589,243
Industrials	271,560	-	-	271,560
Information Technology	1,554,035	-	-	1,554,035
Materials	4,437,318	-	-	4,437,318
Real Estate	625,805	-	-	625,805
Utilities	434,115	-	-	434,115
Asset Backed Obligations	-	231,814	-	231,814

ABSOLUTE STRATEGIES FUND

NOTES TO SCHEDULES OF INVESTMENTS AND CALL OPTIONS WRITTEN

SEPTEMBER 30, 2020

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investment Companies	\$ 36,319,290	\$ -	\$ -	\$ 36,319,290
Money Market Fund	-	19,404,192	-	19,404,192
Purchased Options	764,500	131,375	-	895,875
Investments at Value	<u>\$ 54,941,706</u>	<u>\$ 19,767,381</u>	<u>\$ -</u>	<u>\$ 74,709,087</u>
Total Assets	<u>\$ 54,941,706</u>	<u>\$ 19,767,381</u>	<u>\$ -</u>	<u>\$ 74,709,087</u>
Liabilities				
Other Financial Instruments*				
Written Options	(99,000)	(41,000)	-	(140,000)
Futures	(137,276)	-	-	(137,276)
Total Other Financial Instruments*	<u>\$ (236,276)</u>	<u>\$ (41,000)</u>	<u>\$ -</u>	<u>\$ (277,276)</u>
Total Liabilities	<u>\$ (236,276)</u>	<u>\$ (41,000)</u>	<u>\$ -</u>	<u>\$ (277,276)</u>

* Other Financial Instruments are derivatives not reflected in the Schedule of Investments, such as futures, which are valued at the unrealized appreciation/(depreciation) and written options, which are reported at their market value at period end.

ABSOLUTE CAPITAL OPPORTUNITIES FUND

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2020

Portfolio Breakdown (% of Net Assets)

Common Stock	49.7%
Money Market Fund	44.3%
Purchased Options	4.6%
Written Options	(2.2)%
Other Assets & Liabilities, Net *	3.6%
	100.0%

* Consists of deposits with the custodian and/or brokers for call and put options written, cash, prepaid expenses, receivables, payables and accrued liabilities. Deposits with the custodian and/or brokers for call and put options written represent 5.6% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

ABSOLUTE CAPITAL OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Shares	Security Description	Value
Common Stock - 49.7%		
Communication Services - 7.9%		
644	Alphabet, Inc., Class A ^(a)	\$ 943,846
482	Alphabet, Inc., Class C ^(a)	708,347
1,262	Charter Communications, Inc., Class A ^(a)	787,917
8,051	Discovery, Inc., Class C ^(a)	157,799
5,564	Facebook, Inc., Class A ^(a)	1,457,212
2,230	Liberty Media Corp.-Liberty SiriusXM ^(a)	73,969
6,838	Motorola Solutions, Inc.	1,072,267
25,260	ViacomCBS, Inc., Class B	707,533
		<u>5,908,890</u>
Consumer Discretionary - 13.3%		
354	Amazon.com, Inc. ^(a)	1,114,650
361	Booking Holdings, Inc. ^(a)	617,555
17,513	CarMax, Inc. ^{(a)(b)}	1,609,620
6,640	Expedia Group, Inc.	608,822
25,365	General Motors Co. ^(c)	750,550
41,399	Gildan Activewear, Inc.	814,318
10,990	Hasbro, Inc.	909,093
6,825	Lowe's Cos., Inc.	1,131,995
6,915	Mohawk Industries, Inc. ^{(a)(b)}	674,835
149	NVR, Inc. ^(a)	608,385
3,211	Spark Networks SE, ADR ^(a)	15,702
6,980	Tapestry, Inc.	109,097
7,873	The Walt Disney Co.	976,882
		<u>9,941,504</u>
Consumer Staples - 2.4%		
15,040	Coty, Inc., Class A	40,608
23,291	Philip Morris International, Inc.	1,746,592
		<u>1,787,200</u>
Energy - 0.0%		
2,910	Schlumberger NV	<u>45,280</u>
Financials - 10.9%		
6,990	American Express Co.	700,747
4,940	Aon PLC, Class A	1,019,122
5,577	Berkshire Hathaway, Inc., Class B ^(a)	1,187,566
25,289	CBRE Group, Inc., Class A ^(a)	1,187,824
4,379	Citigroup, Inc.	188,779
6,862	JPMorgan Chase & Co.	660,605
13,299	Northern Trust Corp.	1,036,923
20,016	The Blackstone Group, Inc., Class A	1,044,835
14,355	The Charles Schwab Corp.	520,082
3,276	Visa, Inc., Class A	655,102
		<u>8,201,585</u>
Health Care - 1.4%		
4,458	Becton Dickinson and Co.	<u>1,037,287</u>
Industrials - 5.7%		
16,418	Jacobs Engineering Group, Inc.	1,523,098
3,455	Keysight Technologies, Inc. ^(a)	341,285
1,550	Lockheed Martin Corp.	594,084
34,328	Quanta Services, Inc.	1,814,578
		<u>4,273,045</u>
Information Technology - 8.1%		
21,928	Apple, Inc.	2,539,482
2,890	Arista Networks, Inc. ^(a)	598,028
4,980	Autodesk, Inc. ^(a)	1,150,430
11,118	Covetrus, Inc. ^(a)	271,279
10,308	GoDaddy, Inc., Class A ^(a)	783,099
12,324	SS&C Technologies Holdings, Inc.	745,848
		<u>6,088,166</u>
Total Common Stock (Cost \$29,722,055)		<u>37,282,957</u>

ABSOLUTE CAPITAL OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Shares	Security Description			Value	
Money Market Fund - 44.3%					
33,209,128	BlackRock Liquidity Funds T-Fund Portfolio, Institutional Shares, 0.04% ^(d) (Cost \$33,209,128)			\$ 33,209,128	
Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Purchased Options - 4.6%					
Call Options Purchased - 2.2%					
	47 AbbVie, Inc.	\$ 87.50	01/22	\$ 411,250	41,595
	16 Becton Dickinson and Co.	230.00	01/22	368,000	51,904
	42 Bristol-Myers Squibb Co.	60.00	01/22	252,000	27,636
	48 Bristol-Myers Squibb Co.	45.00	01/22	216,000	78,720
	65 CVS Health Corp.	57.50	01/22	373,750	48,750
1,045	General Motors Co.	40.00	03/21	4,180,000	92,483
	49 Intel Corp.	40.00	01/22	196,000	69,237
2,531	Invesco QQQ Trust ETF	285.00	10/20	72,133,500	2,531
1,117	Invesco QQQ Trust ETF	295.00	10/20	32,951,500	100,530
	30 JPMorgan Chase & Co.	90.00	01/22	270,000	49,800
	72 Occidental Petroleum Corp.	30.00	01/22	216,000	4,284
	51 Omnicom Group, Inc.	50.00	01/21	255,000	17,850
	36 Phillips 66	55.00	01/22	198,000	28,440
	321 SPDR S&P 500 ETF Trust	341.00	10/20	10,946,100	321
3,164	SPDR S&P 500 ETF Trust	352.00	10/20	111,372,800	3,164
3,164	SPDR S&P 500 ETF Trust	345.00	10/20	109,158,000	3,164
2,792	SPDR S&P 500 ETF Trust	355.00	10/20	99,116,000	134,016
2,792	SPDR S&P 500 ETF Trust	345.00	10/20	96,324,000	522,104
	26 The Allstate Corp.	80.00	01/22	208,000	52,000
	31 The PNC Financial Services Group, Inc.	100.00	01/22	310,000	62,000
	31 United Parcel Service, Inc.	95.00	01/22	294,500	226,377
	69 Walgreens Boots Alliance, Inc.	37.50	01/22	258,750	32,430
Total Call Options Purchased (Premiums Paid \$2,790,744)					1,649,336
Put Options Purchased - 2.4%					
	277 iShares 20+ Year Treasury Bond ETF	137.00	01/21	9,276,453	20,637
1,582	iShares Russell 2000 ETF	145.00	10/20	23,696,778	3,164
1,396	iShares Russell 2000 ETF	138.00	10/20	19,264,800	131,224
3,164	SPDR S&P 500 ETF Trust	320.00	10/20	51,655,464	3,164
2,792	SPDR S&P 500 ETF Trust	330.00	10/20	92,136,000	1,432,296
1,675	SPDR S&P 500 ETF Trust	310.00	10/20	51,925,000	212,725
Total Put Options Purchased (Premiums Paid \$2,162,975)					1,803,210
Total Purchased Options (Premiums Paid \$4,953,719)					3,452,546
Investments, at value - 98.6% (Cost \$67,884,902)					\$ 73,944,631
Total Written Options - (2.2%) (Premiums Received \$(2,173,192))					(1,648,029)
Other Assets & Liabilities, Net - 3.6%					2,673,914
Net Assets - 100.0%					\$ 74,970,516

ABSOLUTE CAPITAL OPPORTUNITIES FUND
SCHEDULE OF CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2020

Contracts	Security Description	Strike Price	Exp. Date	Notional Contract Value	Value
Written Options - (2.2)%					
Call Options Written - (2.2)%					
(9)	CarMax, Inc.	\$ 105.00	01/21	\$ 82,719	\$ (3,600)
(8)	Mohawk Industries, Inc.	70.00	02/21	78,072	(24,960)
(51)	Omnicom Group, Inc.	70.00	01/21	252,450	(1,122)
(213)	SPDR S&P 500 ETF Trust	335.00	10/20	3,477,438	(213)
(1,675)	SPDR S&P 500 ETF Trust	335.00	10/20	56,112,500	(968,150)
(1,117)	SPDR S&P 500 ETF Trust	340.00	11/20	37,978,000	(614,350)
(69)	Walgreens Boots Alliance, Inc.	50.00	01/22	247,848	(12,213)
Total Call Options Written (Premiums Received \$(2,151,394))					(1,624,608)
Put Options Written - 0.0%					
(111)	General Motors Co.				
	(Premiums Received \$(21,798))	20.00	01/22	222,000	(23,421)
Total Written Options - (2.2)% (Premiums Received \$(2,173,192))					\$ (1,648,029)

ABSOLUTE CAPITAL OPPORTUNITIES FUNDNOTES TO SCHEDULES OF INVESTMENTS AND CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2020

- ADR American Depositary Receipt
 ETF Exchange Traded Fund
 PLC Public Limited Company
 (a) Non-income producing security.
 (b) Subject to call option written by the Fund.
 (c) Subject to put option written by the Fund.
 (d) Dividend yield changes daily to reflect current market conditions.
 Rate was the quoted yield as of September 30, 2020.

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, 2020.

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				
Communication Services	\$ 5,908,890	\$ -	\$ -	\$ 5,908,890
Consumer Discretionary	9,941,504	-	-	9,941,504
Consumer Staples	1,787,200	-	-	1,787,200
Energy	45,280	-	-	45,280
Financials	8,201,585	-	-	8,201,585
Health Care	1,037,287	-	-	1,037,287
Industrials	4,273,045	-	-	4,273,045
Information Technology	6,088,166	-	-	6,088,166
Money Market Fund	-	33,209,128	-	33,209,128
Purchased Options	2,813,356	639,190	-	3,452,546
Investments at Value	\$ 40,096,313	\$ 33,848,318	\$ -	\$ 73,944,631
Total Assets	\$ 40,096,313	\$ 33,848,318	\$ -	\$ 73,944,631
Liabilities				
Other Financial Instruments*				
Written Options	(1,610,856)	(37,173)	-	(1,648,029)
Total Liabilities	\$ (1,610,856)	\$ (37,173)	\$ -	\$ (1,648,029)

* Other Financial Instruments are derivatives not reflected in the Schedule of Investments, such as written options, which are reported at their market value at period end.

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2020

Portfolio Breakdown (% of Net Assets)

Long Positions	
Corporate Convertible Bonds	88.7%
Money Market Fund	12.7%
Short Positions	
Common Stock	(46.5)%
Other Assets & Liabilities, Net *	45.1%
	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 brokers for securities sold short represent 44.6% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Principal	Security Description	Rate	Maturity	Value
Long Positions – 101.4%				
Corporate Convertible Bonds - 88.7%				
Communication Services - 10.8%				
\$ 1,000,000	FireEye, Inc. ^(a)	1.63%	06/01/35	\$ 970,649
1,273,000	FireEye, Inc. ^(a)	0.88	06/01/24	1,186,230
500,000	Global Eagle Entertainment, Inc. ^{(a)(b)(c)(d)}	2.75	02/15/35	42,926
1,000,000	Harmonic, Inc.	2.00	09/01/24	935,600
2,000,000	Infinera Corp. ^(a)	2.13	09/01/24	1,850,554
2,000,000	InterDigital, Inc.	2.00	06/01/24	2,070,420
1,000,000	Okta, Inc. ^(e)	0.38	06/15/26	1,146,980
1,500,000	PagerDuty, Inc. ^(e)	1.25	07/01/25	1,524,478
2,000,000	Palo Alto Networks, Inc. ^(e)	0.38	06/01/25	2,127,542
1,700,000	Proofpoint, Inc.	0.25	08/15/24	1,701,062
1,500,000	Q2 Holdings, Inc.	0.75	06/01/26	1,844,791
1,400,000	RingCentral, Inc. ^{(e)(f)}	0.00	03/01/25	1,498,000
1,500,000	RingCentral, Inc. ^{(e)(f)}	0.00	03/15/26	1,480,312
500,000	Shopify, Inc.	0.13	11/01/25	560,532
1,000,000	Snap, Inc.	0.75	08/01/26	1,388,125
661,000	Twitter, Inc.	0.25	06/15/24	739,071
1,702,000	Twitter, Inc., Series 2014	1.00	09/15/21	1,695,781
1,500,000	Vonage Holdings Corp.	1.75	06/01/24	1,452,604
				<u>24,215,657</u>
Consumer Discretionary - 15.7%				
1,500,000	2U, Inc. ^(e)	2.25	05/01/25	2,160,401
1,000,000	American Airlines Group, Inc.	6.50	07/01/25	926,875
1,000,000	American Eagle Outfitters, Inc. ^(e)	3.75	04/15/25	1,857,868
1,281,000	Callaway Golf Co. ^(e)	2.75	05/01/26	1,745,792
1,000,000	Chegg, Inc. ^{(e)(f)}	0.00	09/01/26	1,001,500
500,000	Cinemark Holdings, Inc. ^(e)	4.50	08/15/25	499,679
2,500,000	Dick's Sporting Goods, Inc. ^(e)	3.25	04/15/25	4,590,094
1,000,000	Eventbrite, Inc. ^(e)	5.00	12/01/25	1,105,147
1,000,000	Guess?, Inc.	2.00	04/15/24	810,170
2,500,000	K12, Inc. ^(e)	1.13	09/01/27	2,097,320
2,000,000	National Vision Holdings, Inc. ^(e)	2.50	05/15/25	2,850,000
1,000,000	NCL Corp., Ltd. ^(e)	6.00	05/15/24	1,467,763
250,000	NCL Corp., Ltd. ^(e)	5.38	08/01/25	293,919
500,000	Penn National Gaming, Inc.	2.75	05/15/26	1,607,228
1,500,000	PetIQ, Inc. ^(e)	4.00	06/01/26	2,020,642
1,000,000	Royal Caribbean Cruises, Ltd. ^(e)	4.25	06/15/23	1,171,935
500,000	Spirit Airlines, Inc.	4.75	05/15/25	728,992
750,000	The Marcus Corp. ^(e)	5.00	09/15/25	775,101
2,000,000	The RealReal, Inc. ^(e)	3.00	06/15/25	2,198,691
1,000,000	Wayfair, Inc. ^(e)	0.63	10/01/25	1,022,187
1,100,000	Wayfair, Inc.	1.00	08/15/26	2,285,322
1,000,000	Zillow Group, Inc.	2.75	05/15/25	1,732,783
				<u>34,949,409</u>
Consumer Staples - 2.0%				
1,550,000	Flexion Therapeutics, Inc. ^(a)	3.38	05/01/24	1,233,743
2,550,000	FTI Consulting, Inc. ^(a)	2.00	08/15/23	3,136,616
				<u>4,370,359</u>
Energy - 1.0%				
1,000,000	Helix Energy Solutions Group, Inc. ^(a)	4.13	09/15/23	956,321
1,000,000	Helix Energy Solutions Group, Inc. ^(a)	6.75	02/15/26	822,990
500,000	Newpark Resources, Inc. ^(a)	4.00	12/01/21	441,026
				<u>2,220,337</u>
Financials - 1.0%				
1,051,000	Encore Capital Group, Inc. ^(a)	2.88	03/15/21	1,056,255
950,000	Encore Capital Group, Inc.	3.25	10/01/25	1,085,796
				<u>2,142,051</u>
Health Care - 15.6%				
1,500,000	1Life Healthcare, Inc. ^(e)	3.00	06/15/25	1,498,035
1,500,000	Accuray, Inc. ^(a)	3.75	07/15/22	1,264,382
1,000,000	Allscripts Healthcare Solutions, Inc. ^{(a)(e)}	0.88	01/01/27	871,262
1,500,000	Bridgebio Pharma, Inc. ^(e)	2.50	03/15/27	1,709,016
2,840,000	CONMED Corp. ^(a)	2.63	02/01/24	3,193,702

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Principal	Security Description	Rate	Maturity	Value
Health Care - 15.6% (continued)				
\$ 1,000,000	CryoLife, Inc. ^(e)	4.25%	07/01/25	\$ 1,075,014
500,000	Envista Holdings Corp. ^(e)	2.38	06/01/25	695,120
2,065,000	Exact Sciences Corp. ^(a)	1.00	01/15/25	3,205,709
2,050,000	Glaukos Corp. ^(e)	2.75	06/15/27	2,365,774
1,500,000	Health Catalyst, Inc. ^(e)	2.50	04/15/25	2,102,033
1,750,000	Heska Corp. ^(e)	3.75	09/15/26	2,377,812
2,500,000	Jazz Investments I, Ltd. ^(e)	2.00	06/15/26	2,931,970
1,250,000	Livongo Health, Inc. ^(e)	0.88	06/01/25	2,454,688
505,000	Natera, Inc. ^(e)	2.25	05/01/27	1,031,401
2,000,000	NuVasive, Inc. ^(e)	0.38	03/15/25	1,757,323
1,500,000	Pacira BioSciences, Inc. ^(e)	0.75	08/01/25	1,624,401
1,000,000	Retrophin, Inc.	2.50	09/15/25	854,954
425,000	Revance Therapeutics, Inc. ^(e)	1.75	02/15/27	450,046
2,000,000	Tabula Rasa HealthCare, Inc. ^(e)	1.75	02/15/26	1,865,404
1,000,000	Varex Imaging Corp. ^(e)	4.00	06/01/25	907,934
500,000	Zogenix, Inc. ^(e)	2.75	10/01/27	498,962
				<u>34,734,942</u>
Industrials - 8.8%				
500,000	Bloom Energy Corp. ^(e)	2.50	08/15/25	637,795
2,234,000	Chart Industries, Inc. ^(e)	1.00	11/15/24	3,107,440
1,000,000	Granite Construction, Inc. ^(e)	2.75	11/01/24	796,875
1,064,000	II-VI, Inc. ^(a)	0.25	09/01/22	1,200,990
1,939,000	Kaman Corp. ^(a)	3.25	05/01/24	1,930,723
3,000,000	KBR, Inc. ^(a)	2.50	11/01/23	3,397,500
1,005,000	Knowles Corp.	3.25	11/01/21	1,077,046
2,700,000	Mesa Laboratories, Inc. ^(a)	1.38	08/15/25	2,967,456
1,000,000	SMART Global Holdings, Inc. ^(e)	2.25	02/15/26	929,360
1,500,000	The Middleby Corp. ^(e)	1.00	09/01/25	1,481,250
425,000	TimkenSteel Corp. ^(a)	6.00	06/01/21	360,894
1,700,000	Winnebago Industries, Inc. ^(e)	1.50	04/01/25	1,846,719
				<u>19,734,048</u>
Information Technology - 32.7%				
2,000,000	Alteryx, Inc. ^(a)	1.00	08/01/26	2,005,695
2,000,000	Bandwidth, Inc. ^{(a)(e)}	0.25	03/01/26	4,004,072
1,500,000	Blackline, Inc.	0.13	08/01/24	2,070,722
2,350,000	Cerence, Inc. ^(e)	3.00	06/01/25	3,624,558
1,500,000	Cloudflare, Inc. ^(e)	0.75	05/15/25	2,027,029
1,000,000	Coupa Software, Inc. ^(e)	0.38	06/15/26	1,183,125
2,000,000	Cree, Inc. ^(e)	1.75	05/01/26	3,071,250
1,000,000	CyberArk Software, Ltd. ^{(e)(f)}	0.21	11/15/24	981,060
1,522,000	Envestnet, Inc. ^(a)	1.75	06/01/23	1,956,069
1,000,000	Envestnet, Inc. ^(e)	0.75	08/15/25	1,009,271
500,000	Evolent Health, Inc. ^(e)	3.50	12/01/24	492,500
1,011,000	Evolent Health, Inc.	1.50	10/15/25	780,366
1,500,000	Five9, Inc. ^(e)	0.50	06/01/25	1,820,229
2,000,000	Guidewire Software, Inc.	1.25	03/15/25	2,303,912
1,000,000	HubSpot, Inc. ^(e)	0.38	06/01/25	1,272,643
1,500,000	Impinj, Inc. ^(e)	2.00	12/15/26	1,473,822
2,500,000	Insight Enterprises, Inc. ^(a)	0.75	02/15/25	2,633,883
1,000,000	J2 Global, Inc. ^(e)	1.75	11/01/26	889,223
1,500,000	Limelight Networks, Inc. ^(e)	3.50	08/01/25	1,519,980
2,000,000	LivePerson, Inc. ^(a)	0.75	03/01/24	3,032,500
2,000,000	Lumentum Holdings, Inc. ^(e)	0.50	12/15/26	2,133,616
1,500,000	Model N, Inc. ^(e)	2.63	06/01/25	1,943,421
1,500,000	MongoDB, Inc. ^(e)	0.25	01/15/26	1,962,869
500,000	Omnicell, Inc. ^(e)	0.25	09/15/25	515,045
2,500,000	Perficient, Inc. ^(a)	2.38	09/15/23	3,275,121
500,000	Perficient, Inc. ^(e)	1.25	08/01/25	533,276
2,000,000	PROS Holdings, Inc. ^(e)	2.25	09/15/27	2,040,815
2,250,000	Rapid7, Inc. ^(e)	2.25	05/01/25	2,840,625
550,000	RealPage, Inc.	1.50	05/15/25	568,562
1,500,000	Sailpoint Technologies Holdings, Inc. ^(e)	0.13	09/15/24	2,304,997
1,000,000	Silicon Laboratories, Inc. ^(e)	0.63	06/15/25	1,074,749
2,500,000	Slack Technologies, Inc. ^(e)	0.50	04/15/25	2,912,357

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2020

Principal	Security Description	Rate	Maturity	Value
Information Technology - 32.7% (continued)				
\$ 1,000,000	Splunk, Inc.	1.13%	09/15/25	\$ 1,445,730
400,000	Varonis Systems, Inc. ^(e)	1.25	08/15/25	570,924
2,000,000	Veeco Instruments, Inc. ^(e)	3.75	06/01/27	2,188,689
2,600,000	Vocera Communications, Inc. ^(a)	1.50	05/15/23	2,910,375
2,000,000	Workiva, Inc.	1.13	08/15/26	2,002,127
1,000,000	Zscaler, Inc. ^(e)	0.13	07/01/25	1,185,101
2,000,000	Zynga, Inc.	0.25	06/01/24	2,541,250
				<u>73,101,558</u>
Materials - 1.1%				
1,910,000	SSR Mining, Inc.	2.50	04/01/39	2,559,400
Total Corporate Convertible Bonds (Cost \$175,186,418)				<u>198,027,761</u>
Shares	Security Description	Value		
Money Market Fund - 12.7%				
28,412,705	BlackRock Liquidity Funds T-Fund Portfolio, Institutional Shares, 0.04% ^(e) (Cost \$28,412,705)			<u>28,412,705</u>
Total Long Positions - 101.4% (Cost \$203,599,123)				226,440,466
Total Short Positions - (46.5%) (Proceeds \$(93,817,233))				(103,806,966)
Other Assets & Liabilities, Net - 45.1%				<u>100,677,421</u>
Net Assets - 100.0%				<u>\$ 223,310,921</u>

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2020

Shares	Security Description	Value
Short Positions - (46.5)%		
Common Stock - (46.5)%		
Communication Services - (3.8)%		
(23,000)	FireEye, Inc.	\$ (283,935)
(77,690)	Harmonic, Inc.	(433,510)
(134,279)	Infinera Corp.	(827,159)
(6,500)	InterDigital, Inc.	(370,890)
(2,700)	Okta, Inc.	(577,395)
(21,850)	PagerDuty, Inc.	(592,354)
(3,943)	Palo Alto Networks, Inc.	(965,049)
(5,684)	Proofpoint, Inc.	(599,946)
(12,831)	Q2 Holdings, Inc.	(1,170,957)
(4,002)	RingCentral, Inc., Class A	(1,098,989)
(150)	Shopify, Inc.	(153,446)
(33,503)	Snap, Inc.	(874,763)
(4,700)	Twitter, Inc.	(209,150)
(34,580)	Vonage Holdings Corp.	(353,753)
		<u>(8,511,296)</u>
Consumer Discretionary - (9.2)%		
(44,513)	2U, Inc.	(1,507,210)
(37,085)	American Airlines Group, Inc.	(455,775)
(95,450)	American Eagle Outfitters, Inc.	(1,413,614)
(51,700)	Callaway Golf Co.	(989,538)
(4,593)	Chegg, Inc.	(328,124)
(24,677)	Cinemark Holdings, Inc.	(246,770)
(59,415)	Dick's Sporting Goods, Inc.	(3,438,940)
(59,000)	Eventbrite, Inc., Class A	(640,150)
(22,550)	Guess?, Inc.	(262,031)
(26,800)	K12, Inc.	(705,912)
(50,927)	National Vision Holdings, Inc.	(1,947,448)
(70,969)	Norwegian Cruise Line Holdings, Ltd.	(1,214,280)
(19,342)	Penn National Gaming, Inc.	(1,406,163)
(37,000)	PetIQ, Inc.	(1,218,040)
(9,600)	Royal Caribbean Cruises, Ltd.	(621,408)
(31,500)	Spirit Airlines, Inc.	(507,150)
(47,686)	The Marcus Corp.	(368,613)
(74,800)	The RealReal, Inc.	(1,082,356)
(7,960)	Wayfair, Inc., Class A	(2,316,440)
		<u>(20,669,962)</u>
Consumer Staples - (0.9)%		
(17,000)	Flexion Therapeutics, Inc.	(176,970)
(18,024)	FTI Consulting, Inc.	(1,910,003)
		<u>(2,086,973)</u>
Energy - (0.1)%		
(83,172)	Helix Energy Solutions Group, Inc.	(200,445)
(4,500)	Newpark Resources, Inc.	(4,725)
		<u>(205,170)</u>
Financials - (0.9)%		
(18,535)	Encore Capital Group, Inc.	(715,266)
(11,900)	Zillow Group, Inc.	(1,208,921)
		<u>(1,924,187)</u>
Health Care - (8.0)%		
(15,800)	1Life Healthcare, Inc.	(448,088)
(106,800)	Accuray, Inc.	(256,320)
(41,100)	Allscripts Healthcare Solutions, Inc.	(334,554)
(24,000)	Bridgebio Pharma, Inc.	(900,480)
(20,360)	CONMED Corp.	(1,601,721)
(29,500)	CryoLife, Inc.	(544,865)
(17,600)	Envista Holdings Corp.	(434,368)
(19,871)	Exact Sciences Corp.	(2,025,849)
(25,900)	Glaukos Corp.	(1,282,568)
(36,800)	Health Catalyst, Inc.	(1,346,880)
(15,800)	Heska Corp.	(1,560,882)
(10,149)	Jazz Pharmaceuticals PLC	(1,447,146)
(14,500)	Livongo Health, Inc.	(2,030,725)

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2020

Shares	Security Description	Value
Health Care - (8.0)% (continued)		
(10,700)	Natera, Inc.	\$ (772,968)
(8,300)	NuVasive, Inc.	(403,131)
(13,350)	Pacira BioSciences, Inc.	(802,602)
(11,670)	Retrophin, Inc.	(215,428)
(9,800)	Revance Therapeutics, Inc.	(246,372)
(14,700)	Tabula Rasa HealthCare, Inc.	(599,319)
(33,685)	Varex Imaging Corp.	(428,473)
(7,000)	Zogenix, Inc.	(125,510)
		<u>(17,808,249)</u>
Industrials - (4.0)%		
(23,300)	Bloom Energy Corp., Class A	(418,701)
(28,150)	Chart Industries, Inc.	(1,978,101)
(18,879)	Granite Construction, Inc.	(332,459)
(12,691)	II-VI, Inc.	(514,747)
(8,900)	Kaman Corp.	(346,833)
(73,333)	KBR, Inc.	(1,639,726)
(17,700)	Knowles Corp.	(263,730)
(6,190)	Mesa Laboratories, Inc.	(1,576,964)
(18,029)	SMART Global Holdings, Inc.	(492,913)
(6,200)	The Middleby Corp.	(556,202)
(8,000)	TimkenSteel Corp.	(28,400)
(16,000)	Winnebago Industries, Inc.	(826,720)
		<u>(8,975,496)</u>
Information Technology - (19.0)%		
(6,727)	Alteryx, Inc., Class A	(763,851)
(19,376)	Bandwidth, Inc., Class A	(3,382,468)
(15,652)	BlackLine, Inc.	(1,402,889)
(51,264)	Cerence, Inc.	(2,505,272)
(28,945)	Cloudflare, Inc., Class A	(1,188,482)
(2,480)	Coupa Software, Inc.	(680,115)
(35,189)	Cree, Inc.	(2,242,947)
(3,310)	CyberArk Software, Ltd.	(342,320)
(19,923)	Envestnet, Inc.	(1,537,259)
(25,396)	Evolent Health, Inc., Class A	(315,164)
(7,744)	Five9, Inc.	(1,004,242)
(11,841)	Guidewire Software, Inc.	(1,234,661)
(2,463)	HubSpot, Inc.	(719,762)
(30,200)	Impinj, Inc.	(795,770)
(24,325)	Insight Enterprises, Inc.	(1,376,308)
(4,800)	J2 Global, Inc.	(332,256)
(115,588)	Limelight Networks, Inc.	(665,787)
(42,957)	LivePerson, Inc.	(2,233,334)
(13,824)	Lumentum Holdings, Inc.	(1,038,597)
(34,900)	Model N, Inc.	(1,231,272)
(5,688)	MongoDB, Inc.	(1,316,829)
(2,640)	Omnicell, Inc.	(197,102)
(52,492)	Perficient, Inc.	(2,243,508)
(32,900)	PROS Holdings, Inc.	(1,050,826)
(26,075)	Rapid7, Inc.	(1,596,833)
(4,200)	RealPage, Inc.	(242,088)
(42,077)	Sailpoint Technologies Holdings, Inc.	(1,664,987)
(4,962)	Silicon Laboratories, Inc.	(485,532)
(56,263)	Slack Technologies, Inc., Class A	(1,511,224)
(5,351)	Splunk, Inc.	(1,006,684)
(3,450)	Varonis Systems, Inc.	(398,199)
(101,500)	Veeco Instruments, Inc.	(1,184,505)
(50,812)	Vocera Communications, Inc.	(1,477,613)
(15,179)	Workiva, Inc.	(846,381)
(4,200)	Zscaler, Inc.	(590,898)
(168,539)	Zynga, Inc.	(1,537,076)
		<u>(42,343,041)</u>

ABSOLUTE CONVERTIBLE ARBITRAGE FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2020

Shares	Security Description	Value
Materials - (0.6)%		
(68,698)	SSR Mining, Inc.	\$ (1,282,592)
	Total Common Stock (Proceeds \$(93,817,233))	(103,806,966)
	Total Short Positions - (46.5)% (Proceeds \$(93,817,233))	\$ (103,806,966)

ABSOLUTE CONVERTIBLE ARBITRAGE FUNDNOTES TO SCHEDULES OF INVESTMENTS AND SECURITIES SOLD SHORT
SEPTEMBER 30, 2020

PLC Public Limited Company

- (a) All or a portion of this security is held as collateral for securities sold short.
 (b) Debt obligation initially issued at one coupon rate which converts to higher coupon rate at a specified date. Rate presented is as of September 30, 2020.
 (c) Security is currently in default and is on scheduled interest or principal payment.
 (d) Illiquid security.
 (e) Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$115,226,231 or 51.6% of net assets.
 (f) Zero coupon bond. Interest rate presented is yield to maturity.
 (g) Dividend yield changes daily to reflect current market conditions. Rate was the quoted yield as of September 30, 2020.

At September 30, 2019, the Fund held the following exchange traded futures contracts:

Contracts	Description	Expiration Date	Notional Contract Value	Value	Net Unrealized Depreciation
(120)	U.S. 5-Year Note Future	12/31/20	\$ (15,113,296)	\$ (15,123,750)	(10,454)

The following is a summary of the inputs used to value the Fund's investments and liabilities as of September 30, 2020.

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.

	Level 1	Level 2	Level 3	Total
Assets				
Investments at Value				
Corporate Convertible Bonds	\$ -	\$ 198,027,761	\$ -	\$ 198,027,761
Money Market Fund	-	28,412,705	-	28,412,705
Investments at Value	\$ -	\$ 226,440,466	\$ -	\$ 226,440,466
Total Assets	\$ -	\$ 226,440,466	\$ -	\$ 226,440,466
Liabilities				
Securities Sold Short				
Common Stock	\$ (103,806,966)	\$ -	\$ -	\$ (103,806,966)
Securities Sold Short	\$ (103,806,966)	\$ -	\$ -	\$ (103,806,966)
Other Financial Instruments*				
Futures	(10,454)	-	-	(10,454)
Total Liabilities	\$ (103,817,420)	\$ -	\$ -	\$ (103,817,420)

* Other Financial Instruments are derivatives not reflected in the Schedules of Investments and Securities Sold Short, such as futures at period end.

ABSOLUTE FUNDS

STATEMENTS OF ASSETS AND LIABILITIES

SEPTEMBER 30, 2020

	ABSOLUTE STRATEGIES FUND	ABSOLUTE CAPITAL OPPORTUNITIES FUND	ABSOLUTE CONVERTIBLE ARBITRAGE FUND
ASSETS			
Investments, at value (Cost \$36,191,503, \$67,884,902 and \$203,599,123, respectively)	\$ 38,389,797	\$ 73,944,631	\$ 226,440,466
Investments in affiliates, at value (Cost \$31,513,731, \$0 and \$0, respectively)	36,319,290	-	-
	<u>\$ 74,709,087</u>	<u>\$ 73,944,631</u>	<u>\$ 226,440,466</u>
Cash	-	-	47,649
Deposits with broker for securities sold short	-	-	98,715,356
Deposits with broker for options	3,847,383	4,176,030	-
Deposits with broker for futures	5,815,481	-	895,489
Receivables:			
Fund shares sold	12,293	658,965	2,684,834
Investment securities sold	257,200	2,052,260	2,288,369
Dividends and interest	138,965	58,557	861,540
Prepaid expenses	17,494	11,758	23,568
Total Assets	<u>84,797,903</u>	<u>80,902,201</u>	<u>331,957,271</u>
LIABILITIES			
Call options written, at value (Premiums received \$211,451, \$2,151,394 and \$0, respectively)	140,000	1,624,608	-
Put options written, at value (Premiums received \$0, \$21,798 and \$0, respectively)	-	23,421	-
Securities sold short, at value (Proceeds \$0, \$0 and \$93,817,233, respectively)	-	-	103,806,966
Payables:			
Investment securities purchased	704,704	4,168,483	3,742,748
Fund shares redeemed	14,594	-	839,951
Dividends on securities sold short	-	-	16,483
Other payables	-	-	1,579
Accrued Liabilities:			
Investment adviser fees	62,578	83,315	188,321
Trustees' fees and expenses	122	115	429
Fund services fees	24,070	14,675	21,184
Other expenses	27,793	17,068	28,689
Total Liabilities	<u>973,861</u>	<u>5,931,685</u>	<u>108,646,350</u>
NET ASSETS	<u>\$ 83,824,042</u>	<u>\$ 74,970,516</u>	<u>\$ 223,310,921</u>
COMPONENTS OF NET ASSETS			
Paid-in capital	\$ 112,993,799	\$ 70,373,073	\$ 209,703,527
Distributable earnings	(29,169,757)	4,597,443	13,607,394
NET ASSETS	<u>\$ 83,824,042</u>	<u>\$ 74,970,516</u>	<u>\$ 223,310,921</u>
SHARES OF BENEFICIAL INTEREST AT NO PAR VALUE (UNLIMITED SHARES AUTHORIZED)			
Institutional Shares	10,225,182	5,976,437	19,966,224
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE			
Institutional Shares (based on net assets of \$83,824,042, \$74,970,516 and \$223,310,921, respectively)	\$ 8.20	\$ 12.54	\$ 11.18

ABSOLUTE FUNDS

STATEMENTS OF OPERATIONS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2020

	ABSOLUTE STRATEGIES FUND	ABSOLUTE CAPITAL OPPORTUNITIES FUND	ABSOLUTE CONVERTIBLE ARBITRAGE FUND
INVESTMENT INCOME			
Dividend income (Net of foreign withholding taxes of \$11,591, \$0 and \$0, respectively)	\$ 265,005	\$ 195,219	\$ 6,708
Dividend income from affiliated investment	24,658	-	-
Interest income	12,538	-	1,481,534
Total Investment Income	<u>302,201</u>	<u>195,219</u>	<u>1,488,242</u>
EXPENSES			
Investment adviser fees	637,219	465,387	1,046,555
Fund services fees	118,733	58,620	152,660
Custodian fees	15,387	6,965	9,764
Registration fees	10,147	12,506	13,777
Professional fees	31,857	26,353	43,274
Trustees' fees and expenses	2,746	2,577	4,043
Dividend expense on securities sold short	-	-	69,173
Interest expense	11,515	6,554	257,209
Other expenses	64,832	31,840	77,448
Total Expenses	<u>892,436</u>	<u>610,802</u>	<u>1,673,903</u>
Fees waived	<u>(236,569)</u>	<u>(22,514)</u>	<u>(126,543)</u>
Net Expenses	<u>655,867</u>	<u>588,288</u>	<u>1,547,360</u>
NET INVESTMENT LOSS	<u>(353,666)</u>	<u>(393,069)</u>	<u>(59,118)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) on:			
Investments in unaffiliated issuers	(759,419)	(9,652,869)	18,244,774
Investments in affiliated issuers	116,489	-	-
Foreign currency transactions	3,259	-	-
Securities sold short	-	-	(14,499,464)
Written options	355,219	(3,911,930)	-
Futures	<u>(7,609,290)</u>	<u>-</u>	<u>(68,828)</u>
Net realized gain (loss)	<u>(7,893,742)</u>	<u>(13,564,799)</u>	<u>3,676,482</u>
Net change in unrealized appreciation (depreciation) on:			
Investments in unaffiliated issuers	4,074,450	15,575,647	29,491,933
Investments in affiliated issuers	2,265,039	-	-
Foreign currency translations	704	282	-
Securities sold short	-	-	(19,409,026)
Written options	(210,993)	1,873,884	-
Futures	<u>328,064</u>	<u>-</u>	<u>(10,454)</u>
Net change in unrealized appreciation (depreciation)	<u>6,457,264</u>	<u>17,449,813</u>	<u>10,072,453</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)	<u>(1,436,478)</u>	<u>3,885,014</u>	<u>13,748,935</u>
INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ (1,790,144)</u>	<u>\$ 3,491,945</u>	<u>\$ 13,689,817</u>

ABSOLUTE FUNDS

STATEMENTS OF CHANGES IN NET ASSETS

	ABSOLUTE STRATEGIES FUND		ABSOLUTE CAPITAL OPPORTUNITIES FUND	
	For the Six Months Ended September 30, 2020	For the Year Ended March 31, 2020	For the Six Months Ended September 30, 2020	For the Year Ended March 31, 2020
OPERATIONS				
Net investment income (loss)	\$ (353,666)	\$ (339,455)	\$ (393,069)	\$ 218,785
Net realized gain (loss)	(7,893,742)	6,623,651	(13,564,799)	13,341,775
Net change in unrealized appreciation (depreciation)	6,457,264	(3,603,407)	17,449,813	(11,848,916)
Increase (Decrease) in Net Assets Resulting from Operations	(1,790,144)	2,680,789	3,491,945	1,711,644
DISTRIBUTIONS TO SHAREHOLDERS				
Total Distributions Paid	—	(69,093)	(26,884)	—
CAPITAL SHARE TRANSACTIONS				
Sale of shares	27,621,952	20,207,372	18,703,667	22,028,521
Reinvestment of distributions	—	67,819	26,195	—
Redemption of shares	(10,547,117)	(42,395,224)	(5,174,642)	(16,748,388)
Increase (Decrease) in Net Assets from Capital Share Transactions	17,074,835	(22,120,033)	13,555,220	5,280,133
Increase (Decrease) in Net Assets	15,284,691	(19,508,337)	17,020,281	6,991,777
NET ASSETS				
Beginning of Period	68,539,351	88,047,688	57,950,235	50,958,458
End of Period	\$ 83,824,042	\$ 68,539,351	\$ 74,970,516	\$ 57,950,235
SHARE TRANSACTIONS				
Sale of shares	3,309,732	2,504,402	1,523,753	1,874,814
Reinvestment of distributions	—	8,240	2,147	—
Redemption of shares	(1,266,648)	(5,198,972)	(420,892)	(1,434,800)
Increase (Decrease) in Shares	2,043,084	(2,686,330)	1,105,008	440,014

ABSOLUTE FUNDS

STATEMENTS OF CHANGES IN NET ASSETS

	ABSOLUTE CONVERTIBLE ARBITRAGE FUND	
	For the Six Months Ended September 30, 2020	For the Year Ended March 31, 2020
OPERATIONS		
Net investment income (loss)	\$ (59,118)	\$ 978,201
Net realized gain	3,676,482	1,461,285
Net change in unrealized appreciation (depreciation)	<u>10,072,453</u>	<u>(1,253,428)</u>
Increase in Net Assets Resulting from Operations	<u>13,689,817</u>	<u>1,186,058</u>
DISTRIBUTIONS TO SHAREHOLDERS		
Total Distributions Paid	<u>(158,203)</u>	<u>(3,645,511)</u>
CAPITAL SHARE TRANSACTIONS		
Sale of shares	79,719,467	76,553,072
Reinvestment of distributions	144,143	3,358,316
Redemption of shares	<u>(9,949,655)</u>	<u>(26,354,257)</u>
Increase in Net Assets from Capital Share Transactions	<u>69,913,955</u>	<u>53,557,131</u>
Increase in Net Assets	<u>83,445,569</u>	<u>51,097,678</u>
NET ASSETS		
Beginning of Period	<u>139,865,352</u>	<u>88,767,674</u>
End of Period	<u>\$ 223,310,921</u>	<u>\$ 139,865,352</u>
SHARE TRANSACTIONS		
Sale of shares	7,314,130	7,267,996
Reinvestment of distributions	13,384	318,065
Redemption of shares	<u>(908,339)</u>	<u>(2,499,519)</u>
Increase in Shares	<u>6,419,175</u>	<u>5,086,542</u>

ABSOLUTE FUNDS
FINANCIAL HIGHLIGHTS

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

Period Ended	Investment Operations				Distributions to Shareholders from:				Net Asset Value, End of Period	Total Return
	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										
9/30/2020	\$ 8.38	(\$0.04)	(\$0.14)	(\$0.18)	\$—	\$—	\$—	\$8.20	(2.15)%(c)	
3/31/2020	8.10	(0.03)	0.32	0.29	(0.01)	—	(0.01)	8.38	3.54	
3/31/2019	8.37	0.04	(0.31)	(0.27)	—	—	—	8.10	(3.23)	
3/31/2018	8.76	(0.07)	(0.32)	(0.39)	—	—	—	8.37	(4.45)	
3/31/2017	10.40	(0.10)	(0.23)	(0.33)	—	(1.31)	(1.31)	8.76	(3.40)	
3/31/2016	11.04	(0.11)	0.31	0.20	—	(0.84)	(0.84)	10.40	2.05	
ABSOLUTE CAPITAL OPPORTUNITIES FUND										
INSTITUTIONAL SHARES										
9/30/2020	\$ 11.90	(\$0.07)	\$0.71	\$0.64	(\$0.00)(e)	\$—	(\$0.00)	\$12.54	5.42%(c)	
3/31/2020	11.50	0.04	0.36	0.40	—	—	—	11.90	3.48	
3/31/2019	12.52	(0.12)	(0.13)	(0.25)	—	(0.77)	(0.77)	11.50	(1.78)	
3/31/2018	10.97	(0.15)	1.70	1.55	—	—	—	12.52	14.13	
3/31/2017	10.21	(0.16)	0.92	0.76	—	—	—	10.97	7.44	
3/31/2016(f)	10.00	(0.03)	0.24	0.21	—	—	—	10.21	2.10 (c)	
ABSOLUTE CONVERTIBLE ARBITRAGE FUND										
INSTITUTIONAL SHARES										
9/30/2020	\$ 10.32	\$0.00(e)	\$0.87	\$0.87	(\$0.01)	\$—	(\$0.01)	\$11.18	8.43%(c)	
3/31/2020	10.49	0.08	0.05	0.13	(0.11)	(0.19)	(0.30)	10.32	1.18	
3/31/2019	10.29	0.10	0.30	0.40	(0.05)	(0.15)	(0.20)	10.49	3.95	
3/31/2018(g)	10.00	0.02(h)	0.29(h)	0.31	—	(0.02)	(0.02)	10.29	3.14 (c)	

- (a) Calculated based on average shares outstanding during each period.
- (b) Reflects the expense ratio excluding any waivers and/or reimbursements.
- (c) Not annualized.
- (d) Annualized.
- (e) Amount represents less than \$0.005.
- (f) Commencement of operations was December 30, 2015.
- (g) Commencement of operations was August 14, 2017.
- (h) Net investment income and net realized and unrealized gain (loss) on investments for the period ended March 31, 2018 was restated. See Note 2 of the March 31, 2018 Annual Report.

ABSOLUTE FUNDS
FINANCIAL HIGHLIGHTS

Ratios/Supplemental Data (Ratios to Average Net Assets)

Net Assets, End of Period (000's)	Net Investment Income (Loss)	Net Expenses	Dividend and Interest Expenses	Net Expenses without Dividend and Interest Expenses	Gross Expenses(b)	Portfolio Turnover
\$83,824	(0.89)%(d)	1.64%(d)	0.03%(d)	1.61%(d)	2.23%(d)	9%(c)
68,539	(0.42)	1.52	0.02	1.50	2.22	45
88,048	0.49	1.67	0.05	1.62	2.31	33
166,373	(0.87)	2.78	0.82	1.96	2.94	86
501,866	(0.99)	2.86	0.95	1.91	2.89	72
916,747	(1.02)	2.65	0.81	1.84	2.66	70
\$74,971	(1.18)%(d)	1.77%(d)	0.02%(d)	1.75%(d)	1.83%(d)	72%(c)
57,950	0.37	1.78	0.03	1.75	1.87	46
50,958	(0.99)	3.02	1.27	1.75	3.21	23
32,338	(1.30)	2.66	0.86	1.79	3.52	66
14,188	(1.53)	2.62	0.70	1.92	3.70	29
12,221	(1.13)(d)	2.20(d)	0.25(d)	1.95(d)	4.37(d)	6(c)
\$223,311	(0.07)%(d)	1.77%(d)	0.37%(d)	1.40%(d)	1.91%(d)	62%(c)
139,865	0.77	1.59	0.07	1.52	1.78	95
88,768	0.95	1.91	0.31	1.60	2.16	121
56,065	0.35(d)(h)	2.23(d)	0.60(d)	1.63(d)	3.13(d)	76(c)

ABSOLUTE FUNDS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2020

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 Institutional Shares. Institutional 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.

Absolute Convertible Arbitrage Fund currently offers Institutional Shares. 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. 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</u>	<u>Market Value of Investments</u>
August 14, 2017	\$16,686,633	1,668,929	\$10,790,692

In addition to the securities transferred in, as noted above, \$5,895,941 of cash and other receivables were also transferred in as part of the reorganization.

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. Futures contracts are valued at the day’s settlement price on the exchange where the contract is traded. Forward currency contracts are generally valued based on interpolation of forward curve data points obtained from major banking institutions that deal in foreign currencies and currency dealers. 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”). Short-term investments that mature in sixty days or less may be valued at amortized cost.

ABSOLUTE FUNDS

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SEPTEMBER 30, 2020

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 3, believes that the values available are unreliable. The Trust's Valuation Committee, as defined in each Fund's registration statement, performs certain functions as they relate to the administration and oversight of each Fund's valuation procedures. Under these procedures, the Valuation Committee convenes on a regular and ad hoc basis to review such 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 a 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, 2020, 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. Non-cash dividend income is recorded at the fair market value of the securities received. 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 to the next call date above par and discount is accreted to maturity 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

ABSOLUTE FUNDS

NOTES TO FINANCIAL STATEMENTS

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income and expenses at the rate of exchange prevailing on the dates of such transactions. The portion of the results of operations arising from changes in the exchange rates and the portion due to fluctuations arising from changes in the market prices of securities are not isolated. Such fluctuations are included with the net realized and unrealized gain or loss on investments.

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, 2020, for Absolute Strategies Fund, are disclosed in the Notes to Schedule of Investments 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 the Statements 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

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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, 2020, 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, 2020, for each Fund, if any, are disclosed in each Fund's Schedule of Call and Put Options Written.

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 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, 2020, 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.

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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. Each Fund has determined that none of these arrangements requires disclosure on each Fund's balance sheet.

Note 3. 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, Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund at an annual rate of 1.60%, 1.40% and 1.20%, respectively, of each 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 subadviser, is paid by the Adviser.

Distribution – Foreside Fund Services, LLC serves as each Fund's distributor (the "Distributor"). The Funds do not have a distribution (12b-1) plan; accordingly, the Distributor does not receive compensation from the Funds for its distribution services. The Adviser compensates the Distributor directly for its services. The Distributor is not affiliated with the Adviser or Atlantic Fund Administration, LLC, a wholly owned subsidiary of Apex US Holdings, LLC (d/b/a Apex Fund Services) ("Apex") or their affiliates.

Other Service Providers – Apex 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. Apex also provides certain shareholder report production and EDGAR conversion and filing services. Pursuant to an Apex Services Agreement, each Fund pays Apex customary fees for its services. Apex 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 of \$31,000 for services to the Trust (\$41,000 for the Chairman). The Audit Committee Chairman receives an additional \$2,000 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 or her 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 4. Expense Reimbursement and Fees Waived

The Adviser has 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, broker charges, proxy expenses and extraordinary expenses) of Absolute Strategies Fund to 1.99%, through August 1, 2021. For the period ended September 30, 2020, the Adviser did not waive any fees or reimburse expenses in the Absolute Strategies Fund pursuant to this agreement. During the year, Absolute Strategies Fund invested in Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund. As of September 30, 2020, Absolute Strategies Fund owned approximately 20.1% and 9.5% of Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund, respectively. The Adviser has agreed to waive fees owed to it by the Absolute Strategies Fund in an amount equal to the fee it receives from Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund based on Absolute Strategies Fund's investment in Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund. For the period ended September 30, 2020, the Adviser waived fees of \$236,569 related to these affiliated investments and these waivers are not subject to recoupment.

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

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sales, acquired fund fees and expenses, broker charges, proxy expenses and extraordinary expenses) of Absolute Capital Opportunities Fund to 1.75% through August 1, 2021. The Adviser waived fees of \$22,514 for Absolute Capital Opportunities Fund for the period ended September 30, 2020.

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, broker charges, proxy expenses and extraordinary expenses) of Absolute Convertible Arbitrage Fund to 1.40% through August 1, 2021. In addition, 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, broker charges, proxy expenses and extraordinary expenses) of Absolute Convertible Arbitrage Fund to 1.20% when the Absolute Convertible Arbitrage Fund reaches \$250 million in assets under management. Other service providers have voluntarily agreed to waive a portion of their fees. The Adviser waived fees of \$79,069 and other service providers waived fees of \$47,474, for Absolute Convertible Arbitrage Fund, for the period ended September 30, 2020.

The Funds 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, and (ii) the expense cap in place at the time the fees/expenses were waived/reimbursed. As of September 30, 2020, \$0, \$161,590 and \$352,761 for Absolute Strategies Fund, Absolute Capital Opportunities Fund and Absolute Convertible Arbitrage Fund, respectively, is subject to recapture by the Adviser. Other waivers are not eligible for recoupment.

Note 5. 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, 2020, were as follows:

	Non-U.S. Government Obligations	
	Purchases	Sales
Absolute Strategies Fund	\$ 4,789,150	\$ 8,579,272
Absolute Capital Opportunities Fund	26,076,707	35,074,003
Absolute Convertible Arbitrage Fund	129,678,125	99,657,483

Note 6. 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, 2020, for any derivative type during the period is as follows:

	Absolute Strategies Fund	Absolute Capital Opportunities Fund	Absolute Convertible Arbitrage Fund
Futures Contracts	\$ 948,807,373	\$ -	\$ 27,624,039
Purchased Options	6,077,447	19,184,749	-
Written Options	(3,100,766)	(44,196,988)	-

Each Fund's use of derivatives for the period ended September 30, 2020, was limited to options and futures contracts.

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Following is a summary of the effect of derivatives on the Statements of Assets and Liabilities as of September 30, 2020:

Absolute Strategies Fund

Location:	Equity Risk
Asset derivatives:	
Investments, at value	\$ 895,875
Liability derivatives:	
Call options written	\$ (140,000)

Absolute Capital Opportunities Fund

Location:	Equity Risk
Asset derivatives:	
Investments, at value	\$ 3,452,546
Liability derivatives:	
Call options written	\$ (1,624,608)
Put options written	(23,421)
Total liability derivatives	<u>\$ (1,648,029)</u>

Realized and unrealized gains and losses on derivatives contracts for the period ended September 30, 2020, are recorded by each Fund in the following locations on the Statements of Operations:

Absolute Strategies Fund

Location:	Equity Contracts	Interest Contracts	Total
Net realized gain (loss) on:			
Investments	\$ (720,337)	\$ -	\$ (720,337)
Written options	355,219	-	355,219
Futures	(7,640,829)	31,539	(7,609,290)
Total net realized gain (loss)	<u>\$ (8,005,947)</u>	<u>\$ 31,539</u>	<u>\$ (7,974,408)</u>
Net change in unrealized appreciation (depreciation) on:			
Investments	\$ 645,686	\$ -	\$ 645,686
Written options	(210,993)	-	(210,993)
Futures	320,108	7,956	328,064
Total net change in unrealized appreciation (depreciation)	<u>\$ 754,801</u>	<u>\$ 7,956</u>	<u>\$ 762,757</u>

Absolute Capital Opportunities Fund

Location:	Equity Contracts
Net realized gain (loss) on:	
Investments	\$ (5,931,750)
Written options	(3,911,930)
Total net realized gain (loss)	<u>\$ (9,483,680)</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	\$ 1,763,068
Written options	1,873,884
Total net change in unrealized appreciation (depreciation)	<u>\$ 3,636,952</u>

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Absolute Convertible Arbitrage Fund

Location:	Interest Contracts
Net realized gain (loss) on:	
Futures	\$ (68,828)
Total net realized gain (loss)	<u>\$ (68,828)</u>
Net change in unrealized appreciation (depreciation) on:	
Futures	\$ (10,454)
Total net change in unrealized appreciation (depreciation)	<u>\$ (10,454)</u>

Asset (Liability) amounts shown in the table below represent amounts for derivative related investments at September 30, 2020. 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
Absolute Strategies Fund				
Assets:				
Over-the-counter derivatives**	\$ 859,875	\$ -	\$ -	\$ 859,875
Liabilities:				
Over-the-counter derivatives**	(140,000)	140,000	-	-
Absolute Capital Opportunities Fund				
Assets:				
Over-the-counter derivatives**	3,452,546	-	-	3,452,546
Liabilities:				
Over-the-counter derivatives**	(1,648,029)	1,648,029	-	-

* 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 Statement of Assets and Liabilities.

** Over-the-counter derivatives may consist of options and futures contracts. 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 Schedule of Call and Put Options Written.

Note 7. Federal Income Tax

As of September 30, 2020, cost for federal income tax purposes is substantially the same as for financial statement purposes and unrealized appreciation (depreciation) consists of:

	Gross Unrealized Appreciation	Gross Unrealized Depreciation	Net Unrealized Appreciation
Absolute Strategies Fund	\$ 7,954,336	\$ (879,032)	\$ 7,075,304
Absolute Capital Opportunities Fund	9,904,138	(3,319,246)	6,584,892
Absolute Convertible Arbitrage Fund	32,176,548	(19,324,938)	12,851,610

As of March 31, 2020, distributable earnings (accumulated loss) on a tax basis were as follows:

	Undistributed Ordinary Income	Undistributed Long-Term Gain	Capital and Other Losses	Unrealized Appreciation/ (Depreciation)	Total
Absolute Strategies Fund	\$ -	\$ -	\$ (28,209,839)	\$ 830,226	\$ (27,379,613)
Absolute Capital Opportunities Fund	12,275,138	222,259	-	(11,365,015)	1,132,382
Absolute Convertible Arbitrage Fund	158,181	1,990,991	-	(2,073,392)	75,780

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 return of capital on equity securities, convertible bond deemed dividends, wash sales, futures, constructive sales, straddles and cover loss deferrals.

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As of March 31, 2020, the Absolute Strategies Fund has \$28,056,525 of available short-term capital loss carryforwards that have no expiration date.

For tax purposes, the current deferred late year ordinary loss was \$153,314 for Absolute Strategies Fund (realized during the period January 1, 2020 through March 31, 2020). These losses were recognized for tax purposes on the first business day of the Fund's current fiscal year, April 1, 2020.

Note 8. Subsequent Events

The global outbreak of the COVID-19 virus has caused negative effects on many companies, sectors, countries, regions, and financial markets in general, and uncertainty exists as to its long-term implications. The effects of the pandemic may adversely impact each Funds' assets and performance. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

Liquidity Risk Management Program

The Funds have adopted and implemented a written liquidity risk management program, as required by Rule 22e-4 (the “Liquidity Rule”) under the Investment Company Act of 1940, as amended. The liquidity risk management program is reasonably designed to assess and manage the Fund’s liquidity risk, taking into consideration, among other factors, the Funds’ investment strategy and the liquidity of the portfolio investments during normal and reasonably foreseeable stressed conditions; its short and long-term cash flow projections; and its cash holdings and access to other funding sources.

The Board approved the designation of the Trust’s Valuation Committee as the administrator of the liquidity risk management program (the “Program Administrator”). The Program Administrator is responsible for the administration and oversight of the program and for reporting to the Board on at least an annual basis regarding, among other things, the program’s operation, adequacy, and effectiveness. The Program Administrator assessed the Fund’s liquidity risk profile based on information gathered for the period June 1, 2019 through June 30, 2020 in order to prepare a written report to the Board for review at its meeting held on September 11, 2020.

The Program Administrator’s written report stated that: (i) the Funds are able to meet redemptions in normal and reasonably foreseeable stressed conditions and without significant dilution of remaining shareholders’ interests in the Funds; (ii) the Funds’ strategy is appropriate for an open-end mutual fund; (iii) the liquidity classification determinations regarding the Funds’ portfolio investments, which take into account a variety of factors and may incorporate analysis from one or more third-party data vendors, remained appropriate; (iv) the Funds did not approach the internal triggers set forth in the liquidity risk management program or the regulatory percentage limitation (15%) on holdings in illiquid investments; (v) it continues to be appropriate to not set a “highly liquid investment minimum” for the Funds because the Funds primarily hold “highly liquid investments”; and (vi) the liquidity risk management program remains reasonably designed and adequately implemented to prevent violations of the Liquidity Rule. The report also reviewed the changes to the Program since its inception. No significant liquidity events impacting the Funds or proposed changes to the liquidity risk management program were noted in the report.

Shareholder Proxy Vote

At a special meeting of shareholders held on September 25, 2020, shares were voted as follows on the proposal presented to shareholders:

Matter	For	Against	Abstain
To approve an investment advisory agreement between Forum Funds, on behalf of Absolute Strategies Fund and Absolute Investment Advisers, LLC.	5,473,773 (98.95%)	5,221 (0.09%)	52,718 (0.95%)
To approve an investment advisory agreement between Forum Funds, on behalf of Absolute Capital Opportunities Fund and Absolute Investment Advisers, LLC.	2,931,578 (99.68%)	7,427 (0.25%)	2,072 (0.07%)
To approve an investment advisory agreement between Forum Funds, on behalf of Absolute Convertible Arbitrage Fund and Absolute Investment Advisers, LLC.	10,361,502 (99.96%)	1,060 (0.01%)	3,061 (0.03%)

Investment Advisory Agreement Approval

At its meeting held on June 23, 2020, the Board, including the trustees who are not parties to the agreement or interested persons of any such party (other than as trustees of the Trust) (the “Independent Trustees”), considered the approval of an interim investment advisory agreement and a new investment advisory agreement (together, the “New Advisory Agreements”) between the Adviser and the Trust, on behalf of Absolute Strategies Fund (the “Strategies Fund”), Absolute Capital Opportunities Fund (the “Opportunities Fund”) and Absolute Convertible Arbitrage Fund (the “Arbitrage Fund”, and together with the Strategies Fund and the Opportunities Fund, the “Funds”). The Board also considered the approval of interim investment subadvisory agreements and new investment subadvisory agreements (together, the “New Subadvisory Agreements”) between the Adviser and each of Mohican Financial Management (with respect to the Arbitrage Fund), Kovitz Investment Group Partners (with respect to the Opportunities Fund), and St. James Investment Company (with respect to the Strategies Fund) (each, a “Subadviser” and together, the “Subadvisers”).

The New Advisory Agreements were being considered in connection with the termination of the investment advisory agreements between the Adviser and the Trust dated May 5, 2005 (with respect to the Strategies Fund) and June 12, 2015, as amended (with respect to the Opportunities Fund and Arbitrage Fund) (the “Original Agreements”) in connection with the redemption by two owners of their interests in the Adviser (the “Transaction”). The New Subadvisory Agreements were also being considered in connection with the Transaction in recognition of the fact that the investment subadvisory agreements between the Adviser and each Subadviser would terminate concurrently with the termination of the investment advisory agreements. The New Advisory Agreements and the New Subadvisory Agreements are hereinafter collectively referred to as the “New Agreements.”

In preparation for its deliberations in considering the New Agreements, the Board requested and reviewed written responses from the Adviser and each Subadviser to a due diligence questionnaire circulated on the Board’s behalf concerning the Adviser’s and each Subadviser’s personnel, operations, financial condition, historic performance, and services to be provided to the Funds by the Adviser and each Subadviser under the New Agreements. The Board also discussed the materials with Fund counsel and, as necessary, with the Trust’s administrator. During its deliberations, the Board received an oral presentation from senior representatives of 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 expected to be provided to the Funds by the Adviser and each Subadviser under the New Agreements, including information on the investment performance of the Funds; (2) the anticipated costs of the services to be provided and projected profitability of the Adviser and its affiliates from the relationship with the Funds, including the contractual expense limitation arrangements for the Funds; (3) the advisory fees to be paid to the Adviser and each Subadviser and total expense ratio of the Funds compared to relevant peer groups of funds; (4) the extent to which economies of scale may be realized by each Fund as it grows and whether the advisory fee structure enables investors to share in the benefits of any economies of scale; and (5) other benefits expected to be received by the Adviser and Subadvisers and their affiliates from their relationship with the Funds. In addition, the Board recognized that the evaluation process with respect to the Adviser and each Subadviser was an ongoing one and, in this regard, the Board considered information provided by the Adviser, including about the Subadvisers’ performance, at regularly scheduled meetings during the past year. In that regard, the Board recognized that the Original Agreements, which were substantially the same as the New Agreements, had recently been renewed at an in-person meeting of the Board held on December 12, 2019 and, in this regard, the Board considered information provided by the Adviser at that time.

The Board considered the following factors and reached the following conclusions in considering the approval of the New Agreements:

Nature, Extent and Quality of Services

Based on written materials received from the Adviser and each Subadviser, a presentation from senior representatives of the Adviser, and a discussion with the Adviser about the personnel, operations and financial condition of the Adviser and each Subadviser, the Board considered the quality of services to be provided by the Adviser and each Subadviser under the New Agreements. 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 Subadvisers with principal responsibility for the Funds' investments; the investment philosophy and decision-making processes of the Adviser; the capability and integrity of the Adviser's senior management and staff; the quality of the Adviser's services with respect to regulatory compliance; and the Adviser's representations regarding its financial condition, including that the firm's financial condition would not impair its ability to provide high-quality advisory services to the Funds. Based on the presentation and the materials provided by the Adviser, among 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 the Adviser and each Subadviser under the New Agreements.

Performance

In connection with a presentation by the Adviser regarding its approach to managing the Funds, including the Fund's investment objectives and strategies and the Adviser's assessment of the Subadvisers' services, the Board reviewed the performance of the Funds compared to their respective benchmark indices. The Board observed that the Strategies Fund outperformed its primary benchmark index, the S&P 500 Index, for the one-year period ended March 31, 2020 and underperformed its primary benchmark index for the three-, five-, and 10-year periods ended March 31, 2020, and for the period since the Strategies Fund's inception on July 27, 2005. The Board observed that the Opportunities Fund outperformed its primary benchmark index, the HFRX Equity Hedge Index, for the one- and three-year periods ended March 31, 2020 and for the period since the Opportunities Fund's inception on December 30, 2015. The Board observed that the Arbitrage Fund outperformed its primary benchmark index, the HFRX Fixed Income Convertible Arbitrage Index, for the one-, three-, five-, and 10-year periods ended March 31, 2020 and for the period since the Arbitrage Fund's inception on September 30, 2002, though the Board noted that the Arbitrage Fund's performance for periods prior to August 2017 was that of the Arbitrage Fund's predecessor private fund.

The Board noted the Adviser's representation that it was not the objective of the Funds to outperform specific market indices because the Funds employ unique investment strategies that are intended to seek positive returns over a complete market cycle, including in particular market downturns, irrespective of any benchmark or market performance. The Board also noted the Adviser's representation that the performance of the Strategies Fund tends to deviate from the performance of equity indices, in part, because the Strategies Fund's portfolio is generally comprised of a balance of both long and short positions, unlike its benchmark index and, in part, because the Strategies Fund's investment strategies include a countercyclical component that is designed to outperform in declining markets but tends to cause the Strategies Fund to underperform in rising markets. The Board then considered market conditions since 2008 and noted that, during that time, markets have tended to rise.

The Board also considered each Fund's performance relative to a peer group of funds identified by Broadridge Financial Solutions, Inc. ("Broadridge") as having characteristics similar to those of the applicable Fund. The Board observed that the Strategies Fund outperformed the median of its Broadridge peers for the one-year period ended September 30, 2019 and underperformed the median of its Broadridge peers for the three- and five-year periods ended September 30, 2019. The Board noted the Adviser's representation that its unique approach to managing the Strategies Fund made it difficult to identify an appropriate peer group, as well as the Adviser's explanation as to how the Broadridge peers differed from the Strategies Fund. The Board observed that the Opportunities Fund performed at the median of its Broadridge peers for the one-year period ended September 30, 2019 and underperformed the median of its Broadridge peers for the three-year period ended September 30, 2019. The Board also observed that

the Arbitrage Fund outperformed the median of its Broadridge peers for the one-year period ended September 30, 2019.

The Board also considered the Adviser's assessment of each Subadviser's performance, noting that the Adviser had expressed satisfaction with the performance of each Subadviser. The Board acknowledged the Adviser's representation that the different Subadvisers could be expected to achieve different performance results in light of the differences in their strategies, allocated assets, and market environment. The Board also considered the Adviser's explanation that, standing alone, no Subadviser should necessarily be expected to perform in line with the market or with the relevant Absolute Fund's benchmark index(es). In this regard, the Board noted the Adviser's responsibility for allocating each Absolute Fund's assets among one or more Subadvisers on an ongoing basis and its active management of a separate sleeve of the portfolio for the Strategies Fund in order for the Fund to achieve its investment objective. In view of the respective roles of the Adviser and Subadvisers, the Board determined that it was appropriate to give substantial weight to the Adviser's evaluation of the contribution of each Subadviser to the performance of the applicable Absolute Fund as a whole.

In light of the above and other relevant considerations, the Board concluded that the Funds could benefit from the Adviser's and Subadvisers' management of the Funds under the New Agreements.

Compensation

The Board evaluated the Adviser's compensation for providing advisory services to each of the Funds and analyzed comparative information on the actual advisory fee rates and actual total expenses of the relevant Broadridge peer group. The Board observed that the actual advisory fee rate and net expense ratio for each Fund were higher than the median of its respective Broadridge peer group.

The Board considered that the Adviser had imposed contractual expense caps on the total expense ratio for each of the Funds in an effort to ensure that the expenses of the Funds remained competitive. With respect to the Opportunities Fund, the Board noted that its contractual advisory fee rate and contractual expense cap had been lowered in 2018. With respect to the Arbitrage Fund, the Board also noted that its contractual advisory fee rate had been lowered, effective January 2, 2020, and that its contractual expense cap had been lowered on November 19, 2019, and January 2, 2020.

With respect to the Strategies Fund, the Board noted that the Adviser manages an ETF with an investment objective that is substantially similar to that of the Strategies Fund but that pays a lower advisory fee rate and has a lower net expense ratio than the Strategies Fund. However, the Board noted that there existed several differences between the ETF and the Strategies Fund, including that the ETF does not employ a multi-manager, whereby the Adviser is responsible for continually considering the appropriateness of revising the Fund's subadviser line-up, and that the Adviser does not actively trade a sleeve of the ETF. The Board also noted the Adviser's representation that the fee compression in the ETF industry required the Adviser to accept a lower advisory fee rate for the ETF, even if a higher fee rate would be fair in light of the nature and quality of services it provides to the ETF.

Further, with respect to all of the Funds, the Board recognized that the Adviser's fees do not include performance and similar fees paid by hedge funds and other vehicles with which the Funds compete given the hedge fund-like nature of the Funds' strategies. Finally, the Board noted that the Adviser pays each Subadviser out of its advisory fee. Under these circumstances, the Board concluded that it was difficult to make meaningful comparisons between the Funds' actual advisory fee rates and net expense ratios and those of the Funds' respective Broadridge peers due to, among other things, variations between the services provided by the Adviser to the Funds and those provided to the Broadridge peer group funds by their advisers.

The Board also recognized that the advisory fee rate under the New Agreements was identical to the advisory fee rate under the Original Agreements, and that the Adviser would continue to contractually agree to waive its fees or

reimburse Fund expenses to the extent necessary to keep the total expenses of the Funds at the current level. With regard to Subadviser compensation, the Board noted the arms-length nature of the relationship between the Adviser and the Subadvisers with respect to the negotiation of the subadvisory fee rate on behalf of each Fund and that the Adviser, and not the Fund, was responsible for paying the subadvisory fees due under each Subadvisory Agreement and under the New Agreements. Based on the foregoing and other applicable considerations, the Board concluded that the advisory fee rates to be charged to the Funds under the New Agreements appeared to be reasonable in light of the nature, extent, and quality of services to be rendered by the Adviser.

Cost of Services and Profitability

The Board considered information provided by the Adviser regarding the costs of services and its profitability with respect to each of the Funds. In this regard, the Board considered the Adviser's resources devoted to each of the Funds as well as the Adviser's discussion of the costs and profitability of its fund activities, including the percentage and amount of the Adviser's fee that the Adviser retained and the percentage and amount of the Adviser's fee that was paid to the Subadvisers. The Board noted that the Adviser is responsible for paying each Subadviser's fee due under the New Subadvisory Agreements. Based on these and other applicable considerations, the Board concluded that the Adviser's profits attributable to the management of each of the Funds were reasonable.

Economies of Scale

The Board considered whether the Funds could benefit from economies of scale. In this regard, the Board considered the fee structure, asset size, and expense cap of each of the Funds. The Board considered the Adviser's representation that each of the Funds could potentially benefit from economies of scale as assets grow and noted the establishment of a breakpoint in the expense cap for the Arbitrage Fund on January 2, 2020. The Board also noted that the Strategies Fund's assets had declined over the last year. With respect to the Opportunities Fund, the Board noted the current low relative asset level of the Fund and the reduction in its contractual advisory fee rate and expense cap in 2018. Based on the foregoing information, and other applicable considerations, the Board determined that the relatively low asset levels of the Funds were not consistent with the existence of economies of scale and that economies of scale were not a material factor to consider in approving the continuation of the New Agreements.

Other Benefits

The Board noted the Adviser's representation that, aside from its contractual advisory fees, it does not benefit in a material way from its relationship with the Funds. Based on the foregoing representation, the Board concluded that other benefits received by the Adviser from its relationship with the Funds were not a material factor in approving the New Agreements.

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. The Board reviewed a memorandum from Fund counsel discussing the legal standards applicable to its consideration of the New Agreements. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its reasonable business judgment, that the advisory arrangement, as outlined in the New Agreements, was fair and reasonable in light of the services to be performed, expenses to be incurred and such other matters as the Board considered relevant.

Proxy Voting Information

A description of the policies and procedures that each Fund uses to determine how to vote proxies relating to securities held in each Fund's portfolio is available, without charge and upon request, by calling (888) 992-2765 and on the U.S. Securities and Exchange Commission's (the "SEC") website at www.sec.gov. Each Fund's proxy voting

record for the most recent twelve-month period ended June 30 is available, without charge and upon request, by calling (888) 992-2765 and on the SEC's website at www.sec.gov.

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-PORT. Forms N-PORT are available free of charge on the SEC's website at www.sec.gov.

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, 2020 through September 30, 2020.

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

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

	Beginning Account Value April 1, 2020	Ending Account Value September 30, 2020	Expenses Paid During Period*	Annualized Expense Ratio*
Absolute Strategies Fund				
Actual	\$ 1,000.00	\$ 978.52	\$ 8.13	1.64%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,016.85	\$ 8.29	1.64%
Absolute Capital Opportunities Fund				
Actual	\$ 1,000.00	\$ 1,054.21	\$ 9.11	1.77%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,016.19	\$ 8.95	1.77%
Absolute Convertible Arbitrage Fund				
Actual	\$ 1,000.00	\$ 1,084.33	\$ 9.25	1.77%
Hypothetical (5% return before expenses)	\$ 1,000.00	\$ 1,016.19	\$ 8.95	1.77%

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



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