
ABSOLUTE FUNDS

ANNUAL REPORT

MARCH 31, 2012

ABSOLUTE
INVESTMENT ADVISERS

The views in this report were those of the Absolute Strategies Fund and Absolute Opportunities Fund's (each a "Fund" and collectively the "Funds") adviser as of March 31, 2012, and may not reflect their views on the date this report is first published or any time thereafter. These views are intended to assist shareholders in understanding their investment in the Funds and do not constitute investment advice. None of the information presented should be construed as an offer to sell or recommendation of any security mentioned herein.

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

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

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ABSOLUTE STRATEGIES FUND

A MESSAGE TO OUR SHAREHOLDERS

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Dear Shareholder,

We are pleased to present the annual report for the Absolute Strategies Fund (the “Fund”) for the 12 months ended March 31, 2012. The Fund (Institutional Shares) returned 3.36% for the twelve months ended March 31, 2012, versus 8.54% for the S&P 500 Index (“S&P 500”) and -6.38% for the HFRX Global Hedge Fund Index. More importantly, the Fund’s performance was achieved without taking meaningful risks and the Fund’s overall net exposure was held to modest levels throughout the past year. From inception through March 31, the Fund’s beta was 0.21, (beta measures the Fund’s sensitivity to the S&P 500) demonstrating that Fund returns were largely independent of this market index.

As of March 31, 2012, 1-year, 5-year and since inception (July 27, 2005) annualized performance for the Fund (Institutional Shares) was 3.36%, 2.60% and 3.29%, respectively. Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than their original cost. For performance current to the most recent month-end, call the Fund at (888) 992-2765. As stated in the current prospectus, the Fund’s total annual operating expense ratio (gross) is 2.28% for Institutional Shares. Excluding the effect of expenses attributable to dividends and interest on short sales and acquired fund fees and expenses, the Fund’s total annual operating expense ratio (net) would be 1.73% for Institutional Shares. Returns include the reinvestments of dividends and capital gains.

The Fund’s allocations and performance can be viewed across multiple dimensions. Overall holdings of the Fund, aggregated across sub-adviser strategies, are diversified across a wide range of industries and asset classes. As such, it is difficult to attribute performance to any small group of securities. The Fund held over 1,200 securities, including both long and short equity, fixed income, ETFs, options, cash and financial futures hedges. Detailed positioning can be found in the schedule of investments section of the annual report.

We currently allocate assets to ten sub-advisers (managers) that utilize eleven strategies. As of March 31, 2012, we allocated approximately 93% of the Fund’s assets; the remaining 7% was held in cash for future allocations and rebalancing. Of the sub-advisers who received assets, the largest allocation to a single manager strategy was approximately 15%; the smallest was roughly 1%. We view each manager strategy as an independent risk/return profile as opposed to designating categories, benchmarks or buckets. The following list provides insight into the more concentrated nature of our allocations where we currently have our largest single strategy allocations. The strategies below (listed alphabetically by manager) each had an allocation between 8%-15% as of March 31:

Aronson Johnson Ortiz – Equity Market Neutral
Kovitz Investment Group – Long/Short Equity
Longhorn Capital Partners – Global Long/Short Equity
Metropolitan West Asset Management – Distressed Debt
Mohican Financial Management – Convertible Arbitrage
St. James Investment Management – Concentrated Equity
Yacktman Asset Management – Concentrated Equity

The Fund’s beta (sensitivity) to the S&P 500 has been trending lower during the run-up in asset prices and has been averaging near zero over the past two years. Our performance can be explained by the Fund’s manager changes and overall positioning, which has become much more strategic and conservative as markets have appeared more speculative and momentum driven. As such, our beta and volatility have been lower than normal. This is to be expected given the Fund’s desire to preserve capital and our managers’ willingness to change their exposures from “aggressive” to “conservative” as the price of risk changes.

We remain pleased with the Fund’s performance in what continues to be a very volatile and emotional environment for many investors. While the performance for any one month or even a few quarters may appear “disappointing,” investors with reasonable and rational time horizons will understand the Fund’s ability to provide a unique risk/return profile that does not rely on beta-driven, correlated asset allocation strategies. In order to provide diversification to an overall portfolio in today’s momentum-fueled markets, one cannot be investing in the same

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things as everyone else. You have to be doing something different. As a result, overall returns and performance are likely to come at different times and intervals than other parts of a portfolio. This is the definition of diversification. It may come as a surprise to many investors that even with the significant gains in global equities over the past 6 months, our Fund has actually outperformed the MSCI World Equity Index over the past 12 months, as well as the past 5 years through March 31. Additionally, the Fund produced a positive return during last year's volatile global equity sell-off. This is why we stress patience and discipline. The Fund's overall positioning is relatively unchanged and remains well hedged and defensive. A recap of our positioning is discussed in more detail toward the end of this letter.

It is no secret the structural problems and crises throughout the global economy stem from excess debt. This letter attempts to explain why we think the global economy is in this situation, why the process for creating the problems continues to this day, why financial markets are not out of the woods, and how we plan to manage your money within this environment. We are extremely optimistic about the future investing climate, but only after we get through the final stage of the credit bubble. In our view, the root of the problem stems from the willingness of a broad swath of investors and money managers to bid up asset prices to extreme levels. The price increases are based on short term fundamentals, powerful momentum, and easy money from central banks. This creates a speculative environment that along with easy money, allows borrowers to take on excessive levels of debt based on short term, unsustainable asset prices. Money managers and investors are also providing the supply of credit in addition to the high asset prices that serve as collateral. This again is based on short term, unsustainable fundamentals. Asset prices eventually drop once long-term fundamentals trump the short-term; however the debt remains fixed. This creates an immediate collateral problem for both the borrower AND lender. Again, we blame the allocators of capital (largely using other peoples' money) for this misallocation of capital. The allocators will make large sums of money until investors finally lose faith in the process.

The reason the above process continues today is many investors have learned very little from the credit crisis and multiple investing bubbles over the past decade-plus. They are reverting back to bad investing habits and are chasing short-term performance because markets are going up. You do not need a global survey to realize that investors are now expecting returns monthly and they possess an obsession for relative returns. This is forcing money managers, who fear losing clients to someone else who promises performance, to once again buy what is "working" and sell what is "not working" regardless of valuation or fundamentals. As a result, critical thinking and independent judgments are displaced for fear of being different from the herd or benchmark. The herd grows larger and larger until momentum carries every asset class to a level where investors are "locked-in" to an incredibly low expected return across their entire portfolio. This further stresses the need for short-term performance and puts more pressure on the herd to chase performance. Eventually, momentum dies off and there are no more buyers. A large supply/demand imbalance results and markets fall off of a cliff.

Money managers who brought us the tech bubble, the housing bubble, the bond bubble, and various swings in herding investor psychology have not altered their incentive structures. The incentive structure is not based on whether managers make money or lose money for their clients; that appears to be irrelevant. The focus is on keeping the asset base and waiting for the Federal Reserve to bail them out. If you are skeptical, explain how an entire industry missed the multitude of risks and overvalued markets over the past decade that resulted in multiple bouts of large investor losses? The signs were there and were glaringly obvious in hindsight. And, if the past decade wasn't an appropriate time to think about systemic risks, when would be? Our guess...probably never. The markets, benchmarks and peer groups continue to serve as cover for reason and judgment regardless of potential investor losses. There is no critical thinking. Most of the money management industry simply desires to keep investors invested. Period.

The discussion of the money management industry's inability to manage risk is not about throwing stones. We certainly do not have all of the answers and we will inevitably make plenty of mistakes. However, understanding the financial industry's repetitive conditioning is essential for understanding the ongoing problems affecting banks, the financial system, and the economy as a whole. Blindly allocating capital to both winners and losers not only stresses misallocation of capital, but creates discrepancies between assets and liabilities. "Catch us if we fall" attitudes further erode true price discovery. The warning signals that market prices and interest rates normally provide are being suppressed. As the process builds, it becomes insurmountable. Hugh Hendry, a European

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money manager, recently commented at the Milken Conference about the current credit crisis in Europe, “You can’t make up how bad it is.” Commenting further he stated, “We have reached a profound point in economic history where the truth is unpalatable to the political class, and that truth is that the scale and magnitude of the problem is larger than their ability to respond, and it terrifies them.” We agree. In our view, the financial and political elite are being intellectually dishonest with understanding, managing, and communicating systemic risks and they are attempting to control markets, prices and interest rates. The risks are not complicated and do not require a brilliant mind or a Ph.D. in economics to understand. It is simple exponential math and the ability and willingness to think for yourself.

Why do we believe we are not out of the woods? The seriousness of this process is creating the current, global structural problems because it impacts the most vital element: collateral. Collateral is what serves as the foundation for the current leveraged financial economy globally as it provides the means (the asset-side of a balance sheet) for lending and borrowing. When asset prices rise, additional debt can be created. When asset prices rise artificially, thanks to the effort of central banks over the past decade-plus through artificially low interest rates, it provides an unsustainable foundation for new debt. A simple example of this is the artificial increase in house prices (collateral) that allowed homeowners to take on additional debt and use their home values as an ATM. When prices of homes dropped back to supply/demand equilibrium, the higher levels of debt that were based on artificially high home prices caused a massive collateral problem. The asset/home dropped in value while the liability remained the same, thus wiping out all of the homeowner’s equity. This process continues to this day. The Federal Reserve and other central banks try to inflate asset prices through money creation to entice the creation of new credit. This creates more debt on asset prices that are artificially elevated in hopes of kick-starting the economy. Unfortunately, newly created debt today has diminishing marginal productivity and is contributing very little to GDP growth. GDP is simply a measure of spending, not a measure of prosperity or wealth. One-time measures that create spending levels that again are artificial through deficit spending or credit are simply unsustainable (borrow and spend has limits).

Additionally, with interest rates at historic lows, investment models have low hurdle rates for success, which leads to low return-on-investment projects or crowded speculative bets on financial products. Banks have controlled much of the new liquidity and are using additional leverage on low returning bets on real estate, financial instruments and derivatives. These financial bets tend to be short lived and traders withdraw when momentum wanes or they experience losses. Asset prices then drop (think housing) and you have new collateral problems, which now include both borrower and lender, all over again. These experiments to jump start the economy create further credit and solvency problems once supply and demand revert back to natural equilibrium. Credit problems create a further drop in asset prices as banks must sell assets, and collateral problems worsen to the point where there is no fix and it spirals out of control. Collateral is about money and when money is lost, banks run into severe funding problems due to highly leveraged positions on little equity. Enter the financial elite to provide taxpayer funded bailouts. This ongoing financial repression, where failure and speculation are rewarded and savers are punished, is controlled by a small, non-elected group of economists with no market experience and a poor history of understanding anything that isn’t constant and linear. These economists fail to understand that the reason capital markets aren’t working is because the mechanism for pricing risk (interest rates) is broken. Amazingly, there has never been more blind faith in this group by the “catch us if we fall” investment industry.

Regardless of how much faith investors currently have in central banks, there are limits to creating money out of thin air and faith can disappear quickly. Nothing stresses the gaping income and wealth disparity more than central bank money printing and inflation. It doesn’t take long for young, educationally-indebted and highly unemployed generations to resort to severe social unrest and political pressures. The 99% represents a majority last we checked, but even large voter turnouts by small factions can dramatically upend the status quo. Smaller factions have indeed defined democracy and upheaval since the beginning of time. The only thing holding up the current system is propaganda and the ability of the financial and political elite to stay in power. Many things can change the status quo, but the most powerful multiples are the bond markets (rising sovereign yields) and the political process (elections or scandal). This is where the Euro-zone is right now. National elections are pushing back against the bail-out and financial regimes and against German political will to control Euro-zone economic policy. If the status quo is upended and nationalism and self-protection re-roots itself in Europe, there will likely

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be a reassessment of basic math showing that debts cannot be supported or paid back. Political instability is the last thing Europe can afford right now and it could potentially upset the entire global financial system.

According to the World Bank, almost half of all global trade involves Europe, which also serves as China's largest customer. As Euro-zone economic and credit conditions worsen, we expect global trade dislocations to reverberate; this will likely impact China and the rest of Asia on a large scale. Problems in the Euro-zone could take place simultaneously with China's need to address their own credit bubble and economic imbalances. As we've been discussing for almost a year, China has been the main driver of global growth through a massive stimulus phase that fostered unsustainably high fixed investment levels. This has created a severe imbalance between fixed investment and consumption in China that will likely require much slower GDP growth to rebalance. According to analysis by Michael Pettis, even if consumption growth averages 7-8%, a rebalancing of investment vs. consumption implies overall real GDP growth for China averaging not much more than 3% annually over the rest of the decade. A slowing of the investment boom in China, while difficult to time, is mathematically inevitable. Many emerging market countries and even US based companies have enjoyed huge profit growth that was directly tied to the China story. This means that the countries and companies who benefited greatly from China's investment and infrastructure boom, notably those that are capital intensive or tied to industrial commodities, are at risk of a severe downturn. This assumes that China is able to handle its own credit and housing bubble, which could also be called into question once the slowdown begins. We view a hard landing in China as defined not by negative growth, but by subpar real growth. We believe this scenario is very likely, especially given credit strains and elevated inflation levels throughout Asia.

When considering the problems facing the Euro-zone, China, and the potential impact on emerging markets, we have become increasingly optimistic about the future for the United States within the global economy. Europe is a collection of insolvent nations that must come together to avert disaster. However, the opposite is occurring. China has severe imbalances that are the responsibility of a small political committee censoring a nation of very low per capita wealth. Emerging markets live largely off of the successes of Europe and China. While the U.S. has the tools to fix our own problems, Americans must be willing to accept some pain. We are optimistic the U.S. will eventually come out of this better than we went into it and the U.S. economy will greatly outperform on a relative basis in the long run. However, this is not necessarily a positive for broad U.S. markets due to global market correlation and the initial pain needed to tackle our own debt problems. U.S. equity markets have also become heavily dependent on current record profit margins, a declining U.S. dollar, and foreign sources of earnings growth. The positive impact of direct government subsidies on economic growth, corporate margins, and cost of capital will prove to be transitory, unsustainable, and likely costly for many investors. U.S. companies that were leveraged to the China miracle could be exposed to significant downturns. Broadly speaking, U.S. equities are not cheap based on normalized fundamentals and most U.S. bonds are completely unattractive long-term. Most alarming is the massive capital flows into bond funds and bond ETFs. This is coming at a time when Wall Street dealer balance sheets have been shrinking significantly, which should be a red flag for significant liquidity concerns when selling becomes necessary. When viewing the overall environment for asset allocation and highly correlated price movements, the task of a financial advisor could not be more challenging.

We firmly believe managing money in this environment needs to take into account the idea that the risk of loss has been conditioned out of most investors' thought and risk management processes. The overall positioning of both of our Funds is driven largely by the bottoms-up analysis and security selection of our managers, but it also contemplates the environment outlined above. There is an obsession with short-term relative returns and it is resulting in passive asset allocation strategies that are fully invested and very crowded; investors are all competing for the same ideas. This can create significant opportunities for managers like ours, who focus on individual security selection and the mis-pricing of assets. But time and patience are required. Short-term, emotion-driven markets can create a gap between price and value that can remain wide for frustratingly long periods of time; however, price and value eventually converge. We remain committed to our longer-term theses, despite short-term volatility and we are enthusiastic about the potential for a vast re-pricing of risk.

Currently, the Strategies Fund's positioning continues to seek opportunity and discrepancy in the pricing of high quality vs. high risk companies (measured by price/cash generation and balance sheet strength). The long equity portfolio is skewed largely toward select domestic companies that have stable economic profiles, attractive

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valuations, and low sensitivity to cyclical margin pressure. The short equity portfolio leans toward companies where earnings power and valuations are stretched or face significant economic headwinds. These short positions include European financials, China-related growth stories, and select low quality industrial, consumer, and financial stocks in the U.S. Fundamental data and recent earnings reports point out underlying weaknesses and fragile foundations for growth in these businesses. Overlay futures hedges include certain equity indices, Euro currency, and to a lesser extent long-term U.S. Government debt. The Fund also continues to have a large allocation to convertible arbitrage which we believe provides an attractive balance of risk and reward that can also benefit from equity volatility. In other credit, certain tranches of sub-prime mortgage and asset backed debt remain reasonably priced with attractive yields.

As a reminder, the Fund is designed for patient, disciplined investors who are looking for something to preserve capital and provide a diversifying element to a mix of directional asset classes. Given the high sensitivities and correlations across most global asset classes, diversification can be incredibly difficult; we cannot think of a better time to be using our Fund.

Thank you for your investment in our Fund.

Sincerely,

A handwritten signature in black ink, appearing to read 'J. Compson', with a long horizontal flourish extending to the right.

Jay Compson
Portfolio Manager
Absolute Investment Advisers LLC

Dear Shareholder,

We are pleased to present the annual report for the Absolute Opportunities Fund (the "Fund") for the period ended March 31, 2012. For new readers, the Fund was created as a compliment to the Absolute Strategies Fund to capture a variety of investment opportunities and market inefficiencies. The Fund currently utilizes five managers with highly flexible investment strategies and thus, is intended to have a more concentrated, idiosyncratic risk profile compared to the Strategies Fund. Many of the investment positions are catalyst or event driven and the Fund's performance has the potential to be a bit lumpier than the Strategies Fund. However, much of the discussion and analysis of the macro-economic and investing climate found in the Strategies Fund letter applies to both Funds. To reiterate our view, we firmly believe managing money in this environment needs to take into account the idea that the risk of loss has been conditioned out of most investors' thought and risk management processes.

The Fund returned -3.68% for the twelve months ended March 31, 2012, versus 8.54% for the S&P 500 Index and -6.38% for the HFRX Global Hedge Fund Index. Since inception through March 31, the Fund returned 29.92% versus 59.28% for the S&P 500 and 4.39% for the HFRX Index. Additionally the Fund has achieved this performance without taking on significant market risks while having low net exposure to broader equity and credit markets. The Fund's volatility has been roughly one-fourth that of the S&P 500 and the Fund's beta has been 0.14, (beta measures the Fund's sensitivity to the S&P 500). We do anticipate Fund volatility to pick up a bit once new opportunities arise from a re-pricing of risk. Outside of a handful of event-driven and special situation securities, the equity and credit markets currently are not offering a plethora of dramatically cheap, high conviction long prospects. In fact, while much of the Fund's gains in 2009-2010 resulted from being long distressed, idiosyncratic credit positions, many of the Fund's more asymmetric opportunities are now actually on the short side in corporate credit.

As of March 31, 2012, 1-year and since inception annualized performance for the Fund was -3.68% and 7.90%, respectively. Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. For performance current to the most recent month-end, call the Fund at (888) 992-2765. As stated in the current prospectus, the Fund's total annual operating expense ratio (gross) is 3.43%. Excluding the effect of expenses attributable to dividends and interest on short sales and acquired fund fees and expenses, the Fund's total annual operating expense ratio (net) would be 3.00%. However, the Fund's adviser has agreed to contractually waive a portion of its fees and to reimburse expenses such that total operating expenses do not exceed 2.95% (excluding all interest, taxes, portfolio transaction expenses, dividends and interest on short sales, acquired fund fees and expenses, proxy expenses, and extraordinary expenses), which is in effect until July 31, 2012. Returns include the reinvestments of dividends and capital gains.

The past 12 months was a challenging period for the Absolute Opportunities Fund to deliver a meaningful return. The Fund focuses on security selection, real mis-pricings, and the key attribute that has served the test of time, patience. As such, the Fund may develop high conviction contrarian views from the bottom up. This style of investing has become something of a dinosaur and has been completely out of favor by the crowded, short-term mentality of today's investors and asset allocators. Risk-on/risk-off investing seems to be driving the thought processes of most money managers over the past couple of years. As discussed in the Absolute Strategies Fund letter, many asset allocators are desperate to create short term performance to appease relative-return focused investors. Neither of our Funds follows such a philosophy and the Opportunities Fund should be viewed as a polar opposite to industry herding. While inactivity during momentum-fueled markets can seem frustrating, these environments are usually short-lived. We are very comfortable with our Fund managers' exposures and are optimistic about the Fund's longer-term positioning in an incredibly complex environment.

The Fund's performance has largely been agnostic to recent market movements and may seem to ignore investor preference for short-term, risk-on rallies. This is exactly what the Fund was designed for. Much of the Fund's larger long equity positions are in companies that were previously aggressively levered, but have shown meaningful balance sheet improvements and have broken free from restrictive bond or bank covenants. By and large, these

companies are very cheap and continue to both generate substantial free cash and de-lever as fundamentals improve. However, this bias worked against many of the Fund's positions during the latest market rally as cash generation, balance sheet quality, and valuation all seemed to take a back seat to momentum. During periods of market momentum, outperforming stocks continued higher and underperformers grinded lower. One of the more enduring features of the markets of late has been that lower-valuation stocks have lagged while high-valuation stocks continue to outperform. As our managers' preference is to generally seek out "unloved" companies to buy (buying low) and "over-loved" companies to sell or short (selling high), short-term pricing and investor attitudes were simply not in our favor. These periods do not last forever, tend to end unexpectedly, and usually serve as a precursor for eventual mis-pricings. In the meantime, we will heed the words of Oaktree's Howard Marks: "you simply cannot create investment opportunities when they're not there...when prices are high, it's inescapable that prospective returns are low."

The Fund has a large allocation to specific short positions in investment grade corporate debt, many of which have very low yields and extremely expensive valuations. The manager of this strategy has identified appealing short opportunities in several issuers with cyclical sensitivity to their cash flows, largely in retailing, transportation, leisure and lodging industries. Several of the issuers face meaningful margin pressures with the cost of food, fuel and other commodities becoming increasingly difficult to pass along to cash strapped consumers. Many of these forces are also compounded in certain high yield credits where companies have re-levered their balance sheets at a time when margins have peaked, cash generation has slowed, and costs are rising. Companies whose earnings growth had already benefited from significant cost cutting programs are particularly at risk as fundamentals start to decline. These companies may face substantial headwinds at a time when their low-cost debt needs to be refinanced. The Fund maintains several short credit and short equity positions in these more leveraged companies as well. Shorting credit is highly contrarian and can cause a bit of a performance drag in the short term; however, we believe the longer term risk/reward opportunity is one of the best available in any asset class today.

We believe that bottom-up analysis and focused, idiosyncratic positioning has the potential for superior long-term performance versus crowded, directional asset class investing that appears priced for perfection. As a reminder, the Fund may expose investors to different risks, including highly contrarian views, and should be utilized by patient, long-term investors seeking diversification away from traditional investments.

We have a tremendous amount of conviction in the Absolute Opportunities Fund; however we only market the Fund selectively to patient, disciplined financial advisors and investors. We very much appreciate the advisors who continue to understand how the Fund is different and the contrarian role it can play within an overall portfolio.

Thank you for your investment in our Fund.

Sincerely,



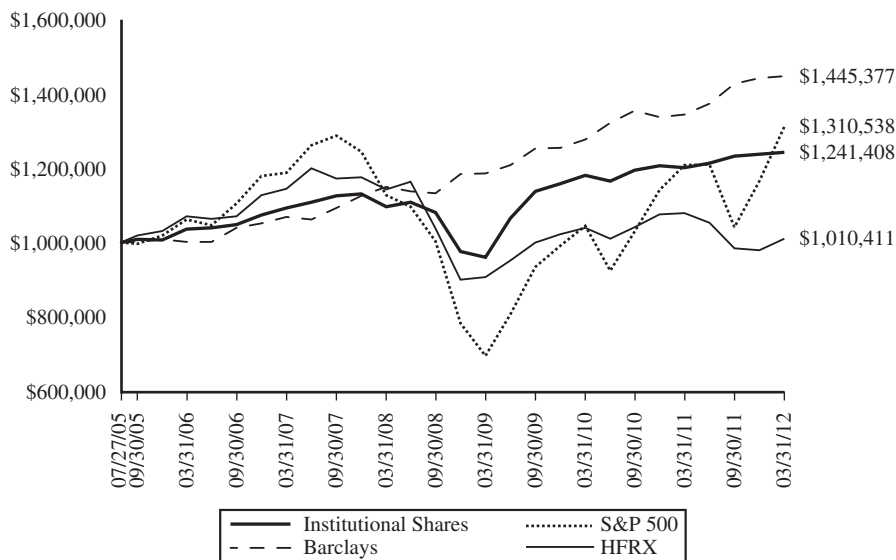
Jay Compson
Portfolio Manager
Absolute Investment Advisers LLC

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

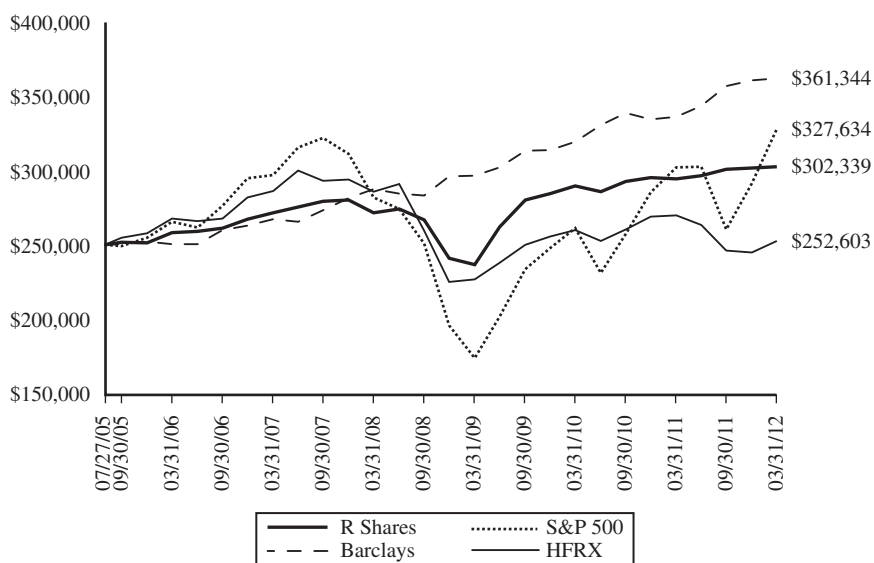
**Comparison of Change in Value of a \$1,000,000 Investment
 Institutional Shares vs. S&P 500 Index, Barclays Capital U.S. Aggregate Bond Index
 and HFRX Global Hedge Fund Index**

<u>Average Annual Total Return as of 03/31/12</u>	<u>One Year</u>	<u>Five Years</u>	<u>Commencement of Investment Operations 07/27/05</u>
Absolute Strategies Fund — Institutional Shares	3.36%	2.60%	3.29%
S&P 500 Index	8.54%	2.01%	4.13%
Barclays Capital U.S. Aggregate Bond Index	7.71%	6.25%	5.67%
HFRX Global Hedge Fund Index	-6.38%	-2.46%	0.16%



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

<u>Average Annual Total Return as of 03/31/12</u>	<u>One Year</u>	<u>Five Years</u>	<u>Commencement of Investment Operations 07/27/05</u>
Absolute Strategies Fund — R Shares	2.87%	2.19%	2.89%
S&P 500 Index	8.54%	2.01%	4.13%
Barclays Capital U.S. Aggregate Bond Index	7.71%	6.25%	5.67%
HFRX Global Hedge Fund Index	-6.38%	-2.46%	0.16%



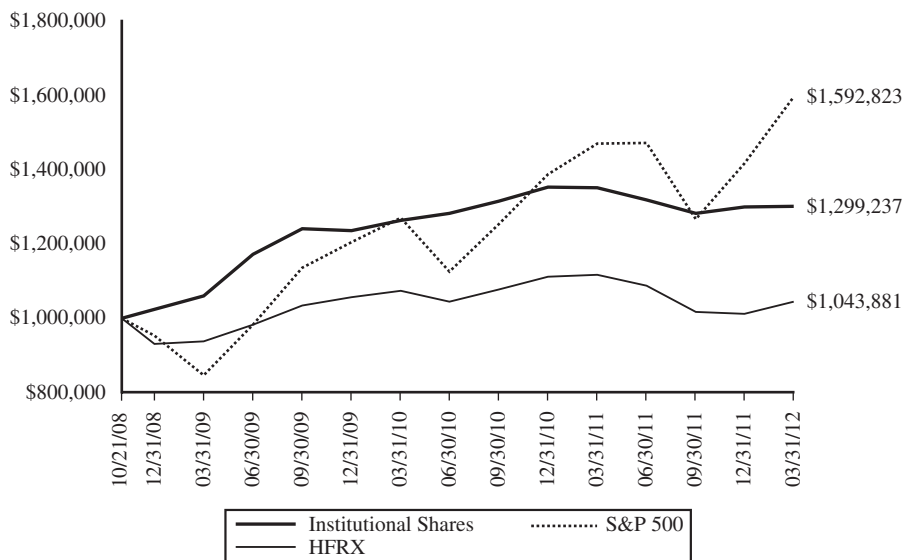
Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance please call (888) 992-2765. As stated in the Fund's prospectus, the annual operating expense ratios (gross) for Institutional Shares and R Shares are 2.28% and 2.66%, respectively. Excluding the effect of expenses attributable to dividends and interest on short sales and acquired fund fees and expenses, the Fund's total annual operating expense ratios would be 1.73% and 2.11% for Institutional Shares and R Shares, respectively. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Returns greater than one year are annualized.

ABSOLUTE OPPORTUNITIES FUND
 PERFORMANCE CHART AND ANALYSIS
 MARCH 31, 2012 (Unaudited)

The following chart reflects the change in the value of a hypothetical \$1,000,000 investment in Institutional Shares, including reinvested dividends and distributions, in the Absolute Opportunities Fund (the "Fund") compared with the performance of the benchmarks, the S&P 500 Index ("S&P 500") and the HFRX Global Hedge Fund Index ("HFRX"), since inception. The S&P 500 is a broad-based, unmanaged measurement of changes in stock market conditions based on the average of 500 widely held common stocks. The HFRX is designed to be representative of the overall composition of the hedge fund universe; it is comprised of eight strategies — convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset-weighted based on the distribution of assets in the hedge fund industry. The total return of the indices include reinvestment of dividends and income. The total return of the Fund includes operating expenses that reduce returns, while the total return of the indices do not include expenses. The Fund is professionally managed while the indices are unmanaged and are not available for investment.

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

<u>Average Annual Total Return as of 03/31/12</u>	<u>One Year</u>	<u>Commencement of Investment Operations 10/21/08</u>
Absolute Opportunities Fund — Institutional Shares	-3.68%	7.90%
S&P 500 Index	8.54%	14.49%
HFRX Global Hedge Fund Index	-6.38%	1.26%



Performance data quoted represents past performance and is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than original cost. For the most recent month-end performance please call (888) 992-2765. As stated in the Fund's prospectus, the annual operating expense ratio (gross) is 3.43%. Excluding the effect of expenses attributable to dividends and interest on short sales and acquired fund fees and expenses, the Fund's total annual operating expense ratio would be 3.00%. However, the Fund's adviser has agreed to contractually waive a portion of its fees and to reimburse expenses such that total operating expenses do not exceed 2.95% (excluding all interest, taxes, portfolio transaction expenses, dividends and interest on short sales, acquired fund fees and expenses, proxy expenses, and extraordinary expenses), which is in effect until July 31, 2012. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Returns greater than one year are annualized.

ABSOLUTE STRATEGIES FUND

PORTFOLIO HOLDINGS SUMMARY (Unaudited)

MARCH 31, 2012

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Equity Securities	41.7%
Asset Backed Obligations	7.0%
Corporate Convertible Bonds	18.1%
Corporate Non-Convertible Bonds	2.2%
Exchange Traded Notes	0.0%
Foreign Government Bonds	0.0%
Interest Only Bonds	0.1%
Municipal Bonds	0.1%
Syndicated Loans	0.1%
U.S. Government & Agency Obligations	2.1%
Rights	0.0%
Investment Companies	8.9%
Short-Term Investments	0.1%
Purchased Options	1.2%
Short Positions	
Equity Securities	-37.2%
Investment Companies	-0.8%
Written Options	-0.5%
Other Assets and Liabilities, Net*	56.9%
	100.0%

* Consists of deposits with the custodian and/or brokers for securities sold short, cash, foreign currency, prepaid expenses, receivables, payables, and accrued liabilities. Deposits with the custodian and/or brokers for securities sold short represents 38.6% of net assets. See Note 2.

Sector Breakdown	(% of Equity Holdings)	
	Long	Short
Consumer Discretionary	24.4%	20.1%
Consumer Staples	13.6%	5.1%
Energy	6.3%	4.6%
Financial	18.1%	21.7%
Healthcare	11.6%	8.3%
Industrial	5.1%	18.8%
Information Technology	11.6%	11.2%
Materials	1.6%	5.1%
Telecommunication Services	5.8%	4.3%
Utilities	1.9%	0.8%
	100.0%	100.0%

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
Long Positions - 81.6%			21,100	Polaris Industries, Inc. (a)	\$ 1,522,365
Equity Securities - 41.7%			14,400	Ralph Lauren Corp. (a)	2,510,352
Common Stock - 39.6%			364,400	Robert Half International, Inc. (a)	11,041,320
Consumer Discretionary - 9.9%			72,150	Rollins, Inc. (a)	1,535,352
69,600	Aaron's, Inc. (a)	\$ 1,802,640	44,700	Royal Caribbean Cruises, Ltd.	1,315,521
103,700	Aeropostale, Inc. (a)(b)	2,241,994	42,600	Scholastic Corp. (a)	1,502,928
22,600	Airgas, Inc. (a)	2,010,722	30,000	Starbucks Corp. (a)	1,676,700
106,950	ANN, Inc. (a)(b)	3,063,048	31,100	Strayer Education, Inc. (a)	2,932,108
203,750	Apollo Group, Inc., Class A (a)(b)	7,872,900	342,650	Target Corp. (a)(c)	19,966,215
45,900	Arctic Cat, Inc. (a)(b)	1,965,897	45,000	The Cheesecake Factory, Inc. (a)(b)	1,322,550
6,200	AutoZone, Inc. (a)(b)	2,305,160	106,600	The Corporate Executive Board Co. (a)	4,584,866
32,100	Bally Technologies, Inc. (a)(b)	1,500,675	227,000	The Geo Group, Inc. (a)(b)	4,315,270
155,100	Bebe Stores, Inc. (a)	1,431,573	138,400	The Goodyear Tire & Rubber Co. (a)(b)	1,552,848
278,400	Bed Bath & Beyond, Inc. (a)(b)(c)	18,310,368	60,800	The Toro Co. (a)	4,323,488
44,092	Biglari Holdings, Inc. (a)(b)	17,762,462	179,100	The Walt Disney Co. (a)(c)	7,840,998
52,000	Brinker International, Inc. (a)	1,432,600	136,500	Total System Services, Inc. (a)	3,149,055
75,600	Capella Education Co. (a)(b)	2,717,820	160,000	Toyota Industries Corp., ADR	4,852,784
543,700	CarMax, Inc. (a)(b)(c)	18,839,205	413,000	Viacom, Inc., Class B	19,600,980
33,900	Casey's General Stores, Inc. (a)	1,880,094	373,200	Walgreen Co. (a)(c)	12,498,468
93,700	Cash America International, Inc. (a)	4,491,041	501,000	Wal-Mart Stores, Inc. (a)(c)	30,661,200
3,500	Chipotle Mexican Grill, Inc., Class A (a)(b)	1,463,000	203,200	Websense, Inc. (a)(b)	4,285,488
59,600	Coach, Inc. (a)	4,605,888	7,500	WW Grainger, Inc. (a)	1,611,075
24,400	Coinstar, Inc. (a)(b)	1,550,620	98,500	Wyndham Worldwide Corp. (a)	4,581,235
300,000	Comcast Corp., Special Class A	8,853,000			<u>395,657,057</u>
141,400	Copart, Inc. (a)(b)	3,686,298	Consumer Staples - 5.6%		
54,300	Costco Wholesale Corp. (a)(c)	4,930,440	1,337,300	Allos Therapeutics, Inc. (a)(b)	1,979,204
638,936	CVS Caremark Corp. (a)	28,624,333	110,800	Amedisys, Inc. (a)(b)	1,602,168
85,100	DIRECTV, Class A (a)(b)	4,198,834	41,300	Arbitron, Inc. (a)	1,527,274
32,000	Dollar Tree, Inc. (a)(b)	3,023,680	400,000	Avon Products, Inc.	7,744,000
37,300	Equifax, Inc. (a)	1,650,898	33,200	Cal-Maine Foods, Inc. (a)	1,270,232
13,500	Fossil, Inc. (a)(b)	1,781,730	454,000	Campbell Soup Co. (a)	15,367,900
41,800	FTI Consulting, Inc. (a)(b)	1,568,336	108,500	Clorox Co. (a)	7,459,375
39,250	Gartner, Inc. (a)(b)	1,673,620	31,900	Cyberonics, Inc. (a)(b)	1,216,347
24,000	Google, Inc., Class A (a)(b)	15,389,760	56,200	Deluxe Corp. (a)	1,316,204
101,900	Grand Canyon Education, Inc. (a)(b)	1,809,744	37,600	DENTSPLY International, Inc. (a)	1,508,888
350,000	H&R Block, Inc.	5,764,500	39,050	Dr. Pepper Snapple Group, Inc. (a)	1,570,201
68,450	IAC/InterActiveCorp. (a)	3,360,211	26,650	Herbalife, Ltd. (a)	1,834,053
175,500	Interval Leisure Group, Inc. (a)	3,053,700	36,450	Hormel Foods Corp. (a)	1,076,004
19,000	ITT Educational Services, Inc. (a)(b)	1,256,660	41,800	Iron Mountain, Inc. (a)	1,203,840
139,700	Kirkland's, Inc. (a)(b)	2,260,346	12,400	Kimberly-Clark Corp. (a)	916,236
222,000	Kohl's Corp. (a)(c)	11,106,660	125,000	Kraft Foods, Inc., Class A	4,751,250
300,000	Liberty Media Corp. - Interactive, Class A (b)	5,727,000	25,050	Lorillard, Inc. (a)	3,243,474
36,000	LKQ Corp. (a)(b)	1,122,120	275,000	Molson Coors Brewing Co., Class B	12,443,750
728,900	Lowe's Cos., Inc. (a)(c)	22,872,882	596,000	PepsiCo, Inc. (a)	39,544,600
33,550	Ltd. Brands, Inc. (a)	1,610,400	177,000	QLT, Inc. (a)(b)	1,239,000
42,400	Mattel, Inc. (a)	1,427,184	81,150	Sara Lee Corp. (a)	1,747,159
162,000	Meritor, Inc. (a)(b)	1,307,340	835,000	Sysco Corp.	24,933,100
118,400	Newell Rubbermaid, Inc. (a)	2,108,704	200,000	The Coca-Cola Co. (c)	14,802,000
83,300	Papa John's International, Inc. (a)(b)	3,137,078	15,600	The Hershey Co. (a)	956,748
362,700	PetMed Express, Inc. (a)	4,490,226	885,000	The Procter & Gamble Co. (a)	59,480,850
25,000	PetSmart, Inc. (a)	1,430,500	600,000	The Western Union Co.	10,560,000
			18,150	Tupperware Brands Corp. (a)	1,152,525
					<u>222,446,382</u>

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
Energy - 2.3%			108,330	Franklin Resources, Inc. (a)	\$ 13,436,170
28,600	Cabot Oil & Gas Corp. (a)	\$ 891,462	22,300	Global Payments, Inc. (a)(d)	1,058,581
216,200	ConocoPhillips (a)	16,433,362	31,100	Greenhill & Co., Inc. (a)	1,357,204
19,550	EQT Corp. (a)	942,506	152,700	Health Net, Inc. (a)(b)	6,065,244
152,800	Exxon Mobil Corp. (a)	13,252,344	398,600	Huntington Bancshares, Inc. (a)	2,570,970
229,500	Gran Tierra Energy, Inc. (a)(b)	1,443,555	106,200	Interactive Brokers Group, Inc., Class A (a)	1,805,400
67,800	Gulf Island Fabrication, Inc. (a)	1,984,506	190,650	International Bancshares Corp. (a)	4,032,247
30,800	Hess Corp. (a)	1,815,660	179,300	Janus Capital Group, Inc. (a)	1,597,563
39,550	HollyFrontier Corp. (a)	1,271,533	335,300	KeyCorp (a)	2,850,050
73,600	Marathon Oil Corp. (a)	2,333,120	66,300	Lincoln National Corp. (a)	1,747,668
36,800	Marathon Petroleum Corp. (a)	1,595,648	21,400	Markel Corp. (b)	9,607,316
142,100	Matrix Service Co. (a)(b)	1,990,821	75,300	Moody's Corp. (a)	3,170,130
72,500	Murphy Oil Corp. (a)	4,079,575	101,600	National Financial Partners Corp. (a)(b)	1,538,224
51,100	Oceaneering International, Inc. (a)	2,753,779	52,600	National Health Investors, Inc. REIT (a)	2,565,828
225,700	Patterson-UTI Energy, Inc. (a)	3,902,353	262,100	Net 1 UEPS Technologies, Inc. (a)(b)	2,369,384
11,300	Pioneer Natural Resources Co. (a)	1,260,967	162,100	Oritani Financial Corp. (a)	2,379,628
18,250	SM Energy Co. (a)	1,291,552	325,000	Paychex, Inc.	10,071,750
275,000	Spectra Energy Corp.	8,676,250	414,170	PrivateBancorp, Inc. (a)	6,282,959
113,500	Sunoco, Inc. (a)	4,330,025	20,400	PS Business Parks, Inc. REIT (a)	1,337,016
55,800	Tesoro Corp. (a)(b)	1,497,672	11,800	Public Storage REIT (a)	1,630,406
154,900	Tetra Technologies, Inc. (a)(b)	1,459,158	200,000	Resource America, Inc., Class A	1,262,000
175,000	Total SA, ADR	8,946,000	39,000	SunTrust Banks, Inc. (a)	942,630
53,100	Unit Corp. (a)(b)	2,270,556	42,000	T. Rowe Price Group, Inc. (a)	2,742,600
294,300	Vaalco Energy, Inc. (a)(b)	2,781,135	587,600	The Bank of New York Mellon Corp. (a)(c)	14,178,788
159,500	Valero Energy Corp. (a)	4,110,315	111,800	The Goldman Sachs Group, Inc. (a)	13,904,566
		<u>91,313,854</u>	38,200	The Hanover Insurance Group, Inc. (a)	1,570,784
Financial - 6.6%			30,350	The Macerich Co. REIT (a)	1,752,712
284,500	American Express Co. (a)	16,461,170	71,250	The Progressive Corp. (a)	1,651,575
26,200	American Tower Corp. REIT (a)	1,651,124	72,500	The Travelers Cos., Inc. (a)	4,292,000
63,100	Aon PLC (a)	3,095,686	51,450	UDR, Inc. REIT (a)	1,374,230
57,250	Apartment Investment & Management Co., Class A REIT (a)	1,511,972	28,350	Ventas, Inc. REIT (a)	1,618,785
180,500	Artio Global Investors, Inc. (a)	860,985	13,000	Visa, Inc., Class A (a)	1,534,000
165,900	Banco Latinoamericano de Comerico Exterior SA, Class E (a)	3,502,149	196,700	Washington Federal, Inc. (a)	3,308,494
447,000	Bancorp, Inc. (b)	4,487,880	865,650	Wells Fargo & Co. (a)	29,553,291
144	Berkshire Hathaway, Inc., Class A (a)(b)	17,553,600	200,000	Weyerhaeuser Co. REIT	4,384,000
262,600	Berkshire Hathaway, Inc., Class B (a)(b)(c)	21,309,990	275,000	WR Berkley Corp.	9,933,000
134,600	Boston Private Financial Holdings, Inc. (a)	1,333,886			<u>262,318,716</u>
166,400	Capitol Federal Financial, Inc. (a)	1,973,504	Healthcare - 4.6%		
36,700	Cardinal Health, Inc. (a)	1,582,137	42,000	Abbott Laboratories (a)	2,574,180
79,300	Chemical Financial Corp. (a)	1,858,792	123,950	Aetna, Inc. (a)	6,217,332
39,300	City Holding Co. (a)	1,364,496	17,200	Alexion Pharmaceuticals, Inc. (a)(b)	1,597,192
11,000	CME Group, Inc. (a)	3,182,630	119,900	AMAG Pharmaceuticals, Inc. (a)(b)	1,910,007
93,800	Columbia Banking System, Inc. (a)	2,136,764	95,350	AmerisourceBergen Corp. (a)	3,783,488
31,200	Coventry Health Care, Inc. (a)	1,109,784	363,150	Becton Dickinson and Co. (a)	28,198,597
34,800	Erie Indemnity Co., Class A (a)	2,712,312	23,400	Cerner Corp. (a)(b)	1,782,144
470	Fairfax Financial Holdings, Ltd.	189,217	97,100	Charles River Laboratories International, Inc. (a)(b)	3,504,339
113,400	Fifth Third Bancorp (a)	1,593,270	141,300	Community Health Systems, Inc. (a)(b)	3,142,512
7,500	First Citizens BancShares, Inc., Class A (a)	1,370,175	26,750	Covidien PLC (a)	1,462,690
			110,000	CR Bard, Inc.	10,859,200

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
16,000	Henry Schein, Inc. (a)(b)	\$ 1,210,880	232,400	SAIC, Inc. (a)	\$ 3,067,680
78,400	Hill-Rom Holdings, Inc. (a)	2,619,344	34,200	Sturm Ruger & Co., Inc. (a)	1,679,220
2,900	Intuitive Surgical, Inc. (a)(b)	1,571,075	164,800	The Boeing Co. (a)(c)	12,256,176
438,600	Johnson & Johnson (a)	28,930,056	98,050	United Parcel Service, Inc., Class B (a)	7,914,596
19,700	Kensley Nash Corp. (a)	576,422	44,600	URS Corp. (a)	1,896,392
75,600	Magellan Health Services, Inc. (a)(b)	3,690,036	540	USG Corp. (a)(b)(c)	9,288
300,000	Medtronic, Inc.	11,757,000	37,250	Waste Connections, Inc. (a)	1,211,743
117,400	Myriad Genetics, Inc. (a)(b)	2,777,684	47,000	Werner Enterprises, Inc. (a)	1,168,420
205,800	Nordion, Inc. (a)	2,000,376	125,000	Xylem, Inc.	3,468,750
230,000	Novartis AG, ADR	12,744,300			<u>82,621,185</u>
500,000	Pfizer, Inc.	11,330,000			
76,000	Quest Diagnostics, Inc. (a)	4,647,400		Information Technology - 4.8%	
159,300	St. Jude Medical, Inc. (a)(c)	7,058,583	210,600	Accenture PLC, Class A (a)(c)	13,583,700
145,000	Stryker Corp.	8,044,600	327,200	Activision Blizzard, Inc. (a)	4,194,704
242,400	Tenet Healthcare Corp. (a)(b)	1,287,144	244,100	Actuate Corp. (a)(b)	1,532,948
117,350	Thoratec Corp. (a)(b)	3,955,869	63,700	Adobe Systems, Inc. (a)(b)	2,185,547
73,500	Triple-S Management Corp., Class B (a)(b)	1,697,850	164,800	Amtech Systems, Inc. (a)(b)	1,372,784
87,500	UnitedHealth Group, Inc.	5,157,250	43,400	Apple, Inc. (a)(b)(e)	26,016,998
116,700	Warner Chilcott PLC, Class A (a)(b)	1,961,727	233,400	Automatic Data Processing, Inc. (a)	12,881,346
58,050	WellPoint, Inc. (a)	4,284,090	34,100	Avago Technologies, Ltd. (a)	1,328,877
181,000	XenoPort, Inc. (a)(b)	814,500	101,300	BMC Software, Inc. (a)(b)	4,068,208
		<u>183,147,867</u>	163,700	CA, Inc. (a)	4,511,572
			70,700	CACI International, Inc., Class A (a)(b)	4,403,903
Industrial - 2.1%			45,500	Computer Sciences Corp. (a)	1,362,270
24,200	Acuity Brands, Inc. (a)	1,520,486	340,000	Corning, Inc.	4,787,200
28,500	Agilent Technologies, Inc. (a)	1,268,535	29,150	DST Systems, Inc. (a)	1,580,805
37,900	Alliant Techsystems, Inc. (a)	1,899,548	154,050	Electronic Arts, Inc. (a)(b)	2,538,744
11,600	Amerco, Inc. (a)	1,223,916	134,300	EPIQ Systems, Inc. (a)	1,625,030
32,700	Analogic Corp. (a)	2,208,558	40,100	Fair Isaac Corp. (a)	1,760,390
217,300	Apogee Enterprises, Inc. (a)	2,814,035	310,000	Hewlett-Packard Co.	7,387,300
30,300	Applied Industrial Technologies, Inc. (a)	1,246,239	29,000	Intuit, Inc. (a)	1,743,770
18,000	BE Aerospace, Inc. (a)(b)	836,460	25,700	KLA-Tencor Corp. (a)	1,398,594
307,852	Cemex SAB de CV, ADR (a)(b)	2,388,935	526,700	LSI Corp. (a)(b)	4,571,756
35,500	Chicago Bridge & Iron Co. NV (a)	1,533,245	31,850	MICROS Systems, Inc. (a)(b)	1,760,986
25,500	Crane Co. (a)	1,236,750	1,475,000	Microsoft Corp.	47,568,750
11,500	Cummins, Inc. (a)	1,380,460	123,300	Monolithic Power Systems, Inc. (a)(b)	2,425,311
149,800	Delta Air Lines, Inc. (a)(b)	1,484,518	41,600	Nuance Communications, Inc. (a)(b)	1,064,128
20,000	Dover Corp. (a)	1,258,800	47,000	Parametric Technology Corp. (a)(b)	1,313,180
28,600	Fluor Corp. (a)	1,717,144	40,000	QUALCOMM, Inc. (a)	2,720,800
82,800	Foster Wheeler AG (a)(b)	1,884,528	185,300	Quest Software, Inc. (a)(b)	4,311,931
27,450	Graco, Inc. (a)	1,456,497	30,700	Red Hat, Inc. (a)(b)	1,838,623
19,750	Hubbell, Inc., Class B (a)	1,551,955	280,000	Research In Motion, Ltd. (b)	4,118,800
61,000	Jabil Circuit, Inc. (a)	1,532,320	46,000	Silicon Laboratories, Inc. (a)(b)	1,978,000
48,700	JB Hunt Transport Services, Inc. (a)	2,647,819	254,500	Symantec Corp. (a)(b)	4,759,150
347	Kansas City Southern (a)(b)	24,876	32,600	Tyler Technologies, Inc. (a)(b)	1,252,166
15,000	Lockheed Martin Corp. (a)	1,347,900	128,400	Unisys Corp. (a)(b)	2,532,048
5,800	Mettler-Toledo International, Inc. (a)(b)	1,071,550	798,000	United Online, Inc. (a)	3,902,220
38,700	Mine Safety Appliances Co. (a)	1,589,796	53,500	VeriSign, Inc. (a)	2,051,190
178,200	Myers Industries, Inc. (a)	2,628,450	80,650	Xerox Corp. (a)	651,652
48,800	Northrop Grumman Corp. (a)	2,980,704	207,600	Xyratex, Ltd. (a)	3,302,916
56,300	Packaging Corp. of America (a)	1,665,917			<u>192,388,297</u>
59,350	Raytheon Co. (a)	3,132,493			
35,768	Rock-Tenn Co., Class A (a)	2,416,486			

ABSOLUTE STRATEGIES FUND
SCHEDULE OF INVESTMENTS
MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Rate	Value
Materials - 0.6%			Preferred Stock - 2.1%			
74,400	A Schulman, Inc. (a)	\$ 2,010,288	Consumer Discretionary - 0.2%			
34,900	Cytec Industries, Inc. (a)	2,121,571	20,641	Callaway Golf Co., Series B (a)	7.50% \$	2,126,023
33,400	Eastman Chemical Co. (a)	1,726,446	29,029	Newell Financial Trust I (a)	5.25	1,378,878
56,800	Freeport-McMoRan Copper & Gold, Inc. (a)	2,160,672	43,669	The Goodyear Tire & Rubber Co. (a)	5.88	1,809,207
53,000	H.B. Fuller Co. (a)	1,739,990	3,622	The Interpublic Group of Cos., Inc., Series B (a)	5.25	3,758,730
25,600	International Flavors & Fragrances, Inc. (a)	1,500,160				<u>9,072,838</u>
33,100	Minerals Technologies, Inc. (a)	2,165,071	Consumer Staples - 0.1%			
17,700	PPG Industries, Inc. (a)	1,695,660	35,751	Bunge, Ltd. (a)	4.88	<u>3,592,975</u>
52,300	RPM International, Inc. (a)	1,369,737	Energy - 0.3%			
39,600	Schweitzer-Mauduit International, Inc. (a)	2,734,776	2,483	Chesapeake Energy Corp. (a)(f)	5.75	2,532,660
21,300	Sigma-Aldrich Corp. (a)	1,556,178	9,496	Energy XXI Bermuda, Ltd. (a)	5.63	3,590,675
34,450	United States Steel Corp. (a)	1,011,797	62,936	Goodrich Petroleum Corp., Series B (a)	5.38	2,366,394
65,100	Valspar Corp. (a)	<u>3,143,679</u>	26,079	Petroquest Energy, Inc., Series B (a)	6.88	904,615
		<u>24,936,025</u>	32,696	SandRidge Energy, Inc. (a)	8.50	<u>4,016,703</u>
						<u>13,411,047</u>
Telecommunication Services - 2.4%			Financial - 1.0%			
27,000	AMC Networks, Inc., Class A (a)(b)	1,205,010	205,298	2009 Dole Food Automatic Common Exchange Security Trust (a)(f)	7.00	2,062,608
136,300	Amdocs, Ltd. (a)(b)	4,304,354	62,932	2010 Swift Mandatory Common Exchange Security Trust (a)(f)	6.00	700,194
159,200	Cbeyond, Inc. (a)(b)	1,273,600	173,460	Alexandria Real Estate Equities, Inc. REIT, Series D (a)	7.00	4,610,567
15,700	Charter Communications, Inc., Class A (a)(b)	996,165	89,153	AMG Capital Trust II (a)	5.15	3,828,007
1,000,000	Cisco Systems, Inc.	21,150,000	51,762	Aspen Insurance Holdings, Ltd. (a)	5.63	2,782,725
48,600	Comtech Telecommunications Corp. (a)	1,583,388	1,507	Bank of America Corp., Series L (a)	7.25	1,475,353
22,300	Crown Castle International Corp. (a)(b)	1,189,482	35,212	Forest City Enterprises, Inc., Series A (a)	7.00	1,910,357
30,300	Discovery Communications, Inc., Class A (a)(b)	1,533,180	65,734	Health Care REIT, Inc., Series I (a)	6.50	3,436,574
14,900	F5 Networks, Inc. (a)(b)	2,010,904	35,643	KeyCorp, Series A (a)	7.75	4,015,362
29,400	Motorola Solutions, Inc. (a)	1,494,402	15,413	Lexington Realty Trust, Series C	6.50	673,355
97,100	NeuStar, Inc., Class A (a)(b)	3,616,975	51,413	MetLife, Inc. (a)	5.00	3,635,927
141,700	Neutral Tandem, Inc. (a)(b)	1,727,323	101,296	Synovus Financial Corp. (a)	8.25	1,939,818
2,400,000	News Corp., Class A	47,256,000	138,235	UBS AG (a)	9.38	2,291,936
75,600	Plantronics, Inc. (a)	3,043,656	1,375	Wells Fargo & Co., Series L	7.50	1,535,463
64,200	Sycamore Networks, Inc. (a)(b)	1,138,908	69,709	Wintrust Financial Corp. (a)	7.50	3,842,709
37,600	Verizon Communications, Inc. (a)	1,437,448	474	Wintrust Financial Corp., Series C (d)	5.00	488,813
161,300	XO Group, Inc. (a)(b)	<u>1,514,607</u>				<u>39,229,768</u>
		<u>96,475,402</u>	Healthcare - 0.2%			
Utilities - 0.7%			7,166	Alere, Inc., Series B (a)	3.00	1,727,006
28,500	Alliant Energy Corp. (a)	1,234,620	70	HealthSouth Corp. (a)(f)	6.50	68,968
63,000	Edison International (a)	2,678,130	4,324	HealthSouth Corp., Series A (a)	6.50	4,260,221
68,250	Entergy Corp. (a)	4,586,400				
400,000	Exelon Corp.	15,684,000				
16,650	ITC Holdings Corp. (a)	1,281,051				
78,050	Questar Corp. (a)	<u>1,503,243</u>				
		<u>26,967,444</u>				
Total Common Stock (Cost \$1,282,122,949)		<u>1,578,272,229</u>				

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Shares	Security Description	Rate	Value	Principal	Security Description	Rate	Maturity	Value	
59,028	Omnicare Capital Trust II, Series B (a)	4.00%	\$ 2,837,033	\$ 590,727	American Home Mortgage Assets, LLC, Series 2007-4 A2 (g)	0.43%	08/25/37	\$ 445,620	
			<u>8,893,228</u>						
Industrial - 0.1%									
67,813	Continental Airlines Finance Trust II (a)	6.00	<u>2,335,310</u>	1,144,000	Argent Securities, Inc., Series 2005-W5 A2D (g)	0.56	01/25/36	425,909	
Materials - 0.1%									
58,847	AngloGold Ashanti Holdings Finance PLC (a)	6.00	<u>2,533,952</u>	1,000,000	Asset Backed Funding Certificates, Series 2006-HE1 A2C (g)	0.40	01/25/37	314,958	
Utilities - 0.1%									
62,828	CenterPoint Energy, Inc. (a)(g)	0.47	2,359,977	1,875,000	Asset Backed Funding Certificates, Series 2007-NC1 M2 (f)(g)	1.49	05/25/37	73,952	
38,200	PPL Corp. (a)	9.50	<u>2,075,788</u>						
			<u>4,435,765</u>						
Total Preferred Stock (Cost \$78,690,080)			83,504,883						
Total Equity Securities (Cost \$1,360,813,029)			<u>1,661,777,112</u>						
Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
Fixed Income Securities - 29.7%									
Asset Backed Obligations - 7.0%									
\$ 3,337,000	ACE Securities Corp., Series 2006-ASP3 A2C (g)	0.39%	06/25/36	\$ 1,447,858	1,315,000	Astoria Depositor Corp. (f)	8.14	05/01/21	1,117,750
1,775,000	ACE Securities Corp., Series 2006-HE1 A2D (g)	0.54	02/25/36	593,327	1,140,000	Avalon IV Capital, Ltd., Series 2012-1A C (a)(d)(f)(g)	4.39	04/17/23	1,093,260
561,852	ACE Securities Corp., Series 2007-HE1 A2A (g)	0.33	01/25/37	160,001	953,720	AWAS Aviation Capital, Ltd. (f)	7.00	10/17/16	994,253
125,127	Adjustable Rate Mortgage Trust, Series 2005-12 2A1 (a)(g)	2.95	03/25/36	76,206	500,000	Axis Equipment Finance Receivables, LLC, Series 2012-1I D (a)(d)	5.50	11/20/15	427,843
193,848	Adjustable Rate Mortgage Trust, Series 2005-3 8A32 (a)(g)	0.56	07/25/35	167,292	500,000	Axis Equipment Finance Receivables, LLC, Series 2012-1I E1 (a)(d)	6.25	04/20/16	411,253
2,154,211	Adjustable Rate Mortgage Trust, Series 2006-1 2A1 (g)	3.23	03/25/36	1,267,918	550,000	Axis Equipment Finance Receivables, LLC, Series 2012-1I E2 (a)(d)	7.00	03/20/17	414,714
96,695	Adjustable Rate Mortgage Trust, Series 2006-1 3A3 (a)(g)	5.50	03/25/36	62,660	1,154,479	Babcock & Brown Air Funding I, Ltd., Series 2007-1A G1 (a)(f)(g)	0.54	11/14/33	969,762
3,135,490	Adjustable Rate Mortgage Trust, Series 2007-1 5A1 (g)	0.39	03/25/37	1,503,502	333,107	Banc of America Alternative Loan Trust, Series 2005-8 2CB1 (a)	6.00	09/25/35	272,333
1,349,999	Aircastle Aircraft Lease Backed Trust, Series 2007-1A G1 (a)(f)(g)	0.50	06/14/37	1,169,859	205,825	Banc of America Funding Corp., Series 2005-B 3A1B (a)(g)	0.55	04/20/35	156,279
944,532	Alta Wind Holdings, LLC (f)	7.00	06/30/35	1,020,257	7,580,000	Banc of America Funding Corp., Series 2006-D 1A2 (g)	0.52	05/20/36	1,731,806

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\$ 80,117	Banc of America Funding Corp., Series 2006-E 2A1 (a)(g)	2.83%	06/20/36	\$ 53,373	\$ 471,136	Bear Stearns Alt-A Trust, Series 2006-1 22A1 (g)	2.58%	02/25/36	\$ 291,263
339,770	Banc of America Funding Corp., Series 2006-F 1A1 (a)(g)	2.67	07/20/36	273,824	2,498,027	Bear Stearns Alt-A Trust, Series 2006-2 21A1 (g)	3.12	03/25/36	1,300,769
150,446	Banc of America Funding Corp., Series 2006-G 2A3 (a)(g)	0.41	07/20/36	146,761	234,523	Bear Stearns Alt-A Trust, Series 2006-2 23A1 (a)(g)	2.94	03/25/36	130,661
225,059	Banc of America Funding Corp., Series 2006-H 6A1 (g)	0.43	10/20/36	119,119	1,590,314	Bear Stearns Alt-A Trust, Series 2006-3 1A1 (g)	0.43	05/25/36	770,318
655,284	Banc of America Funding Corp., Series 2007-8 2A1	7.00	10/25/37	471,675	1,569,848	Bear Stearns Alt-A Trust, Series 2006-4 11A1 (g)	0.40	08/25/36	931,304
159,415	Banc of America Funding Corp., Series 2007-E 4A1 (g)	5.40	07/20/47	110,168	200,000	Bear Stearns Asset Backed Securities Trust, Series 2005-TC2 A3 (a)(g)	0.61	08/25/35	183,662
1,485,000	Banc of America Merrill Lynch Commercial Mortgage, Inc., Series 2004-4 A6 (g)	4.88	07/10/42	1,588,977	74,370	Bear Stearns Commercial Mortgage Securities, Series 2002-PBW1 A2 (a)(g)	4.72	11/11/35	74,888
175,000	Banc of America Merrill Lynch Commercial Mortgage, Inc., Series 2005-2 A5 (a)(g)	4.86	07/10/43	191,589	1,680,000	Bear Stearns Commercial Mortgage Securities, Series 2004-PWR6 A6	4.83	11/11/41	1,817,256
2,320,521	Bayview Commercial Asset Trust, Series 2004-3 A1 (a)(f)(g)	0.61	01/25/35	1,886,427	1,815,000	Bear Stearns Commercial Mortgage Securities, Series 2005-T20 A4A (a)(g)	5.15	10/12/42	2,025,458
1,225,000	Bayview Commercial Asset Trust, Series 2006-SP1 M1 (a)(f)(g)	0.69	04/25/36	836,287	1,500,000	BNC Mortgage Loan Trust, Series 2007-3 A3 (g)	0.37	07/25/37	784,346
94,138	Bayview Financial Acquisition Trust, Series 2005-D AF3 (a)(g)	5.50	12/28/35	88,710	214,915	BNC Mortgage Loan Trust, Series 2007-4 A3A (g)	0.49	11/25/37	212,006
266,764	Bear Stearns Adjustable Rate Mortgage Trust, Series 2007-5 1A1 (a)(g)	5.20	08/25/47	155,417	3,400,000	Brazos Higher Education Authority, Series 2010-1 A2 (a)(g)	1.69	02/25/35	3,187,548
1,254,849	Bear Stearns Alt-A Trust, Series 2005-4 21A1 (g)	2.85	05/25/35	814,600	795,246	Centex Home Equity, Series 2005-C AF6 (h)	4.64	06/25/35	773,366
228,467	Bear Stearns Alt-A Trust, Series 2005-8 11A1 (a)(g)	0.51	10/25/35	137,266	1,700,000	Centex Home Equity, Series 2006-A AV4 (g)	0.49	06/25/36	980,619

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Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 125,000	Chase Mortgage Finance Corp., Series 2005-A1 2A3 (a)(g)	2.80%	12/25/35	\$ 101,535	\$ 760,640	Citigroup Mortgage Loan Trust, Inc., Series 2007-WFH3 A2 (g)	0.40%	06/25/37	\$ 560,908
410,162	Chaseflex Trust, Series 2007-1 2A9 (a)	6.00	02/25/37	291,175	3,300,000	Citigroup Mortgage Loan Trust, Inc., Series 2007-WFH4 A2B (g)	1.29	07/25/37	1,851,239
2,292,047	Chaseflex Trust, Series 2007-M1 1A2 (g)	0.47	08/25/37	1,111,287	285,000	Citigroup Mortgage Loan Trust, Inc., Series 2007-WFH4 A2C (a)(g)	1.54	07/25/37	132,100
3,286,580	CIT Education Loan Trust, Series 2007-1 A (a)(f)(g)	0.56	03/25/42	2,962,309	1,600,000	Citigroup/Deutsche Bank Commercial Mortgage Trust, Series 2005-CD1 A4 (g)	5.23	07/15/44	1,786,916
1,200,000	Citicorp Residential Mortgage Securities, Inc., Series 2006-2 A5 (h)	6.04	09/25/36	1,010,160	160,000	Citigroup/Deutsche Bank Commercial Mortgage Trust, Series 2007-CD5 A4 (a)(g)	5.89	11/15/44	184,732
1,400,000	Citicorp Residential Mortgage Securities, Inc., Series 2007-1 A5 (h)	6.05	03/25/37	956,363	173,549	Citimortgage Alternative Loan Trust, Series 2006-A7 1A12	6.00	12/25/36	117,956
145,000	Citigroup Commerical Mortgage Trust, Series 2007-C6 A4 (a)(g)	5.70	12/10/49	166,302	66,159	Citimortgage Alternative Loan Trust, Series 2007-A4 1A6 (a)	5.75	04/25/37	46,018
380,000	Citigroup Mortgage Loan Trust, Inc., Series 2006-WF1 A2D (h)	5.92	03/25/36	218,845	35,000	Commercial Mortgage Pass Through Certificates, 2007-C9 A4 (a)(g)	5.81	12/10/49	40,396
2,850,000	Citigroup Mortgage Loan Trust, Inc., Series 2007-AHL3 A3B (g)	0.41	07/25/45	1,043,978	1,143,978	Conseco Finance Securitizations Corp., Series 2001-4 A4 (a)	7.36	08/01/32	1,212,670
111,564	Citigroup Mortgage Loan Trust, Inc., Series 2007-AMC2 M1 (g)	0.51	01/25/37	129	1,180,029	Conseco Finance, Series 2002-C BF1 (g)	8.00	06/15/32	1,177,991
754,572	Citigroup Mortgage Loan Trust, Inc., Series 2007-AR8 2A1A (g)	5.14	07/25/37	493,379	481,795	Continental Airlines Pass Through Trust, Series 2007-1 B (a)	6.90	04/19/22	489,504
3,610,000	Citigroup Mortgage Loan Trust, Inc., Series 2007-WFH1 A4 (g)	0.44	01/25/37	1,706,505	752,038	Continental Airlines Pass Through Trust, Series 2009-1 (a)	9.00	07/08/16	857,323
1,250,000	Citigroup Mortgage Loan Trust, Inc., Series 2007-WFH2 M1 (g)	0.64	03/25/37	230,413	1,038,795	Coso Geothermal Power Holdings (f)	7.00	07/15/26	638,161

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Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 76,465	Countrywide Alternative Loan Trust, Series 2004-J10 4CB1	6.50%	10/25/34	\$ 75,639	\$ 183,107	Countrywide Alternative Loan Trust, Series 2007-OH1 A1A (g)	0.33%	04/25/47	\$ 180,389
583,744	Countrywide Alternative Loan Trust, Series 2005-36 2A1A (g)	0.55	08/25/35	282,827	2,040,000	Countrywide Asset-Backed Certificates, Series 2007-10 2A2 (g)	0.36	06/25/47	1,664,220
240,803	Countrywide Alternative Loan Trust, Series 2005-43 4A1 (g)	5.30	10/25/35	185,638	582,075	Countrywide Asset-Backed Certificates, Series 2007-13 2A1 (g)	1.14	10/25/47	398,510
88,229	Countrywide Alternative Loan Trust, Series 2005-50CB 1A1 (a)	5.50	11/25/35	67,393	8,540	Countrywide Asset-Backed Certificates, Series 2007-9 2A1 (a)(g)	0.30	06/25/47	8,496
332,414	Countrywide Alternative Loan Trust, Series 2005-73CB 1A8	5.50	01/25/36	257,897	1,602,625	Countrywide Home Loan Mortgage Pass Through Trust, Series 2004-HYB5 3A1 (g)	2.95	04/20/35	1,146,051
850,000	Countrywide Alternative Loan Trust, Series 2005-J10 1A16	5.50	10/25/35	661,993	239,116	Countrywide Home Loan Mortgage Pass Through Trust, Series 2005-9 1A1 (a)(g)	0.54	05/25/35	163,892
569,477	Countrywide Alternative Loan Trust, Series 2005-J12 2A1 (g)	0.51	08/25/35	243,442	907,230	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY3 2A1 (a)(g)	5.10	06/25/47	601,262
352,946	Countrywide Alternative Loan Trust, Series 2006-36T2 1A1 (a)(g)	0.56	12/25/36	187,205	410,433	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY3 4A1 (a)(g)	5.66	06/25/47	358,079
50,706	Countrywide Alternative Loan Trust, Series 2006-7CB 3A1 (a)	5.25	05/25/21	39,053	107,594	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY5 1A1 (a)(g)	5.55	09/25/47	71,914
2,144,041	Countrywide Alternative Loan Trust, Series 2006-OA10 1A1 (g)	1.12	08/25/46	1,152,419	5,696	Credit Suisse First Boston Mortgage Securities Corp., Series 2002-CP3 A3 (a)	5.60	07/15/35	5,700
4,001,685	Countrywide Alternative Loan Trust, Series 2006-OA22 A1 (g)	0.40	02/25/47	2,494,198	24,846	Credit Suisse First Boston Mortgage Securities Corp., Series 2003-AR24 2A4 (g)	2.72	10/25/33	22,988
418,378	Countrywide Alternative Loan Trust, Series 2007-16CB 4A7	6.00	08/25/37	312,768					
331,900	Countrywide Alternative Loan Trust, Series 2007-19 1A34	6.00	08/25/37	238,901					

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\$ 144,319	Credit Suisse First Boston Mortgage Securities Corp., Series 2005-6 8A1 (a)	4.50%	07/25/20	\$ 141,911	\$ 3,316,658	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB9 A3 (g)	0.39%	11/25/36	\$ 1,289,429
1,000,497	Credit Suisse Mortgage Capital Certificates, Series 2006-6 2A1 (a)(g)	0.84	07/25/36	439,747	3,484,966	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB9 A4 (g)	0.47	11/25/36	1,373,315
177,121	Credit Suisse Mortgage Capital Certificates, Series 2006-8 3A1 (a)	6.00	10/25/21	153,584	1,600,000	Credit-Based Asset Servicing and Securitization, LLC, Series 2007-CB2 A2B (h)	5.51	02/25/37	980,927
1,588,000	Credit Suisse Mortgage Capital Certificates, Series 2006-C3 A3 (g)	5.81	06/15/38	1,801,156	3,017,693	Credit-Based Asset Servicing and Securitization, LLC, Series 2007-CB2 A2E (a)(h)	5.68	02/25/37	1,685,353
565,000	Credit Suisse Mortgage Capital Certificates, Series 2006-C5 A3	5.31	12/15/39	625,348	1,500,000	Credit-Based Asset Servicing and Securitization, LLC, Series 2007-CB5 A3 (g)	0.49	04/25/37	633,515
537,826	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB4 AV3 (g)	0.39	05/25/36	213,114	1,078,732	CSAB Mortgage Backed Trust, Series 2007-1 1A1A (g)	5.90	05/25/37	585,907
1,500,000	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB6 A24 (g)	0.49	07/25/36	552,598	75,000	DBRR Trust, Series 2011- LC2 A4A (a)(f)(g)	4.54	07/12/44	83,443
1,500,000	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB7 A5 (g)	0.48	10/25/36	607,775	1,018,040	Delta Air Lines Pass Through Trust, Series 2002-1 G-1	6.72	01/02/23	1,075,305
1,850,000	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB8 A2B (g)	0.35	10/25/36	1,516,730	320,804	Deutsche ALT-A Securities, Inc. Alternate Loan Trust, Series 2006-AB2 A5B (h)	6.09	06/25/36	190,142
558,387	Credit-Based Asset Servicing and Securitization, LLC, Series 2006-CB9 A2 (g)	0.35	11/25/36	215,601	1,007,956	Deutsche ALT-A Securities, Inc. Alternate Loan Trust, Series 2007-AR1 A4 (g)	0.40	01/25/47	563,563
					5,957,346	Deutsche ALT-A Securities, Inc. Alternate Loan Trust, Series 2007-AR3 2A4 (g)	0.59	06/25/37	1,420,988

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\$ 1,955,574	Deutsche ALT-A Securities, Inc. Alternate Loan Trust, Series 2007-OA2 A1 (g)	0.93%	04/25/47	\$ 1,274,739	\$ 1,108,678	First Horizon Asset Securities, Inc., Series 2005-AR6 2A1B (a)(g)	2.59%	01/25/36	\$ 786,010
3,400,204	Downey Savings & Loan Association Mortgage Loan Trust, Series 2007-AR1 2A1A (g)	0.38	04/19/47	2,197,129	4,610,000	First NLC Trust, Series 2005-4 A4 (g)	0.63	02/25/36	1,707,085
2,155,000	Dynegy Roseton, LLC/Dynegy Danskammer, LLC Pass Through Trust, Series B (a)(i)	7.67	11/08/16	1,330,712	261,336	FPL Energy National Wind Portfolio, LLC (a)(f)	6.13	03/25/19	256,255
2,920,000	Equifirst Loan Securitization Trust, Series 2007-1 A2B (g)	0.43	04/25/37	1,145,858	1,081,048	GE Business Loan Trust, Series 2003-2A A (f)(g)	0.61	11/15/31	994,759
77,935	Equity One ABS, Inc., Series 2002-4 M1 (a)(g)	5.22	02/25/33	64,493	1,522,960	GE Business Loan Trust, Series 2004-1 A (a)(f)(g)	0.53	05/15/32	1,381,125
3,661,000	First Franklin Mortgage Loan Asset Backed Certificates, Series 2006-FF13 A2D (g)	0.48	10/25/36	1,555,121	1,218,298	GE Business Loan Trust, Series 2005-1A A3 (a)(f)(g)	0.49	06/15/33	1,038,949
1,066,588	First Franklin Mortgage Loan Asset Backed Certificates, Series 2006-FF18 M1 (a)(g)	0.47	12/25/37	3,635	1,629,508	GE Business Loan Trust, Series 2005-2A A (a)(f)(g)	0.48	11/15/33	1,420,995
930,000	First Franklin Mortgage Loan Asset Backed Certificates, Series 2007-FF1 A2C (g)	0.38	01/25/38	407,251	208,333	GE Seaco Finance SRL, Series 2004-1A A (f)(g)	0.54	04/17/19	203,836
1,245,816	First Horizon Alternative Mortgage Securities, Series 2005-AA3 2A1 (g)	2.33	05/25/35	907,843	1,320,000	GE Seaco Finance SRL, Series 2005-1A A (a)(f)(g)	0.49	11/17/20	1,261,365
546,152	First Horizon Alternative Mortgage Securities, Series 2006-FA8 1A1	6.25	02/25/37	409,215	1,209,842	Genesis Funding, Ltd., Series 2006-1A G1 (a)(f)(g)	0.48	12/19/32	1,061,564
643,563	First Horizon Alternative Mortgage Securities, Series 2006-FA8 1A8 (a)(g)	0.61	02/25/37	344,518	223,839	GenOn REMA LLC, Series B (a)	9.24	07/02/17	223,839
					810,000	GenOn REMA, LLC, Series C (a)	9.68	07/02/26	769,500
					1,376,000	Green Tree Financial Corp., Series 1996-10 M1 (g)	7.24	11/15/28	1,492,558
					936,902	Green Tree Financial Corp., Series 1997-1 A6 (a)	7.29	03/15/28	991,352
					59,589	Green Tree Home Improvement Loan Trust, Series 1997-D HEB1	7.41	09/15/28	59,430
					1,250,000	Green Tree, Series 2008-MH1 A2 (a)(f)(g)	8.97	04/25/38	1,379,338

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Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 1,342,438	Green Tree, Series 2008-MH1 A3 (a)(f)(g)	8.97%	04/25/38	\$ 1,492,245	\$ 285,076	GSR Mortgage Loan Trust, Series 2005-AR5 1A1 (g)	2.94%	10/25/35	\$ 202,840
1,830,000	Greenwich Capital Commercial Funding Corp., Series 2004-GG1 A7 (a)(g)	5.32	06/10/36	1,953,231	1,391,101	GSR Mortgage Loan Trust, Series 2007-AR2 2A1 (g)	2.73	05/25/47	991,434
1,485,000	Greenwich Capital Commercial Funding Corp., Series 2006-GG7 A4 (a)(g)	5.88	07/10/38	1,689,706	18,080	Harborview Mortgage Loan Trust, Series 2004-8 2A4A (a)(g)	0.64	11/19/34	12,009
180,000	Greenwich Capital Commercial Funding Corp., Series 2007-GG9 A4 (a)	5.44	03/10/39	198,839	180,101	Harborview Mortgage Loan Trust, Series 2006-3 2A1A (a)(g)	5.47	06/19/36	96,641
250,000	GS Mortgage Securities Corp II, Series 2011-GC5 A4 (a)	3.71	08/10/44	261,960	1,922,966	Harborview Mortgage Loan Trust, Series 2007-5 A1A (g)	0.43	09/19/37	1,211,156
543,445	GSAA Trust, Series 2005-12 AF3 (g)	5.07	09/25/35	508,085	4,536,000	Home Equity Loan Trust, Series 2007-FRE1 2AV4 (g)	0.58	04/25/37	1,711,968
1,671,939	GSAA Trust, Series 2006-16 A1 (g)	0.30	10/25/36	721,515	282,114	Homebank Mortgage Trust, Series 2004-1 2A (g)	1.10	08/25/29	207,212
1,666,122	GSAA Trust, Series 2006-19 A1 (g)	0.33	12/25/36	728,727	279,386	HSBC Asset Loan Obligation, Series 2007-AR2 2A1 (a)(g)	5.28	09/25/37	170,259
1,599,798	GSAA Trust, Series 2006-20 1A1 (g)	0.31	12/25/46	732,746	900,000	HSBC Home Equity Loan Trust, Series 2006-3 A4 (g)	0.48	03/20/36	770,347
1,221,429	GSAA Trust, Series 2006-9 A4A (g)	0.48	06/25/36	553,448	657,504	HSBC Home Equity Loan Trust, Series 2006-4 A3V (g)	0.39	03/20/36	634,364
2,503,163	GSAA Trust, Series 2007-3 1A1B (g)	0.34	03/25/47	108,765	2,400,000	HSBC Home Equity Loan Trust, Series 2007-2 M1 (a)(g)	0.55	07/20/36	1,661,399
1,721,713	GSAA Trust, Series 2007-4 A1 (g)	0.34	03/25/37	751,202	556,905	HSBC Home Equity Loan Trust, Series 2007-3 APT (a)(g)	1.44	11/20/36	502,189
1,457,782	GSAA Trust, Series 2007-5 2A3A (g)	0.56	04/25/47	714,586	1,500,000	HSBC Home Equity Loan Trust, Series 2007-3 M1 (g)	2.49	11/20/36	984,372
6,017,277	GSAMP Trust, Series 2007-FM2 A2B (g)	0.33	01/25/37	2,192,366	216,192	Impac CMB Trust, Series 2005-1 1A1 (a)(g)	0.76	04/25/35	170,717
437,281	GSR Mortgage Loan Trust, Series 2004-14 3A2 (g)	2.89	12/25/34	326,789					
1,525,000	GSR Mortgage Loan Trust, Series 2004-9 5A7 (a)(g)	2.25	08/25/34	1,331,016					

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\$ 1,497,631	Indiantown Cogeneration LP, Series A-10 (a)	9.77%	12/15/20	\$ 1,555,615	\$ 483,715	Indymac Index Mortgage Loan Trust, Series 2006-AR7 4A1 (a)(g)	5.40%	05/25/36	\$ 242,530
72,752	Indymac INDA Mortgage Loan Trust, Series 2006-AR1 A1 (a)(g)	5.52	08/25/36	71,281	450,000	Indymac Index Mortgage Loan Trust, Series 2006-R1 A3 (a)(g)	5.07	12/25/35	\$ 258,943
249,151	Indymac INDA Mortgage Loan Trust, Series 2007-AR7 1A1 (a)(g)	5.65	11/25/37	200,508	775,672	Indymac Index Mortgage Loan Trust, Series 2007-AR5 1A1 (g)	3.73	05/25/37	338,052
1,363,867	Indymac Index Mortgage Loan Trust, Series 2004-AR12 A1 (g)	1.02	12/25/34	861,013	2,972,169	Indymac Index Mortgage Loan Trust, Series 2007-AR5 3A1 (g)	4.92	05/25/37	1,629,780
685,060	Indymac Index Mortgage Loan Trust, Series 2004-AR7 A2 (g)	1.10	09/25/34	461,193	4,000,865	Indymac Index Mortgage Loan Trust, Series 2007-AR7 2A1 (g)	4.35	06/25/37	1,979,984
414,915	Indymac Index Mortgage Loan Trust, Series 2005-AR5 1A1 (a)(g)	2.72	05/25/35	236,839	55,260	Indymac Index Mortgage Loan Trust, Series 2007-FLX1 A1 (a)(g)	0.34	02/25/37	54,395
1,174,827	Indymac Index Mortgage Loan Trust, Series 2006-AR19 1A2 (a)(g)	2.93	08/25/36	572,012	366,990	Indymac Index Mortgage Loan Trust, Series 2007-FLX2 A1C (a)(g)	0.43	04/25/37	157,468
92,370	Indymac Index Mortgage Loan Trust, Series 2006-AR25 3A1 (a)(g)	2.85	09/25/36	47,830	1,270,883	Indymac Manufactured Housing Contract, Series 1998-2 A4 (a)(g)	6.64	08/25/29	1,269,035
189,624	Indymac Index Mortgage Loan Trust, Series 2006-AR29 A1 (a)(g)	0.41	11/25/36	92,583	1,137,658	JetBlue Airways Pass Through Trust, Series 2004-2 G1 (g)	0.88	08/15/16	1,023,892
270,739	Indymac Index Mortgage Loan Trust, Series 2006-AR33 3A1 (g)	5.15	01/25/37	227,067	3,483,252	JP Morgan Alternative Loan Trust, Series 2006-A2 3A1 (g)	2.69	05/25/36	2,076,335
3,205,308	Indymac Index Mortgage Loan Trust, Series 2006-AR41 A3 (g)	0.42	02/25/37	1,570,545	2,000,000	JP Morgan Alternative Loan Trust, Series 2006-A4 A7 (g)	6.30	09/25/36	680,540
839,614	Indymac Index Mortgage Loan Trust, Series 2006-AR7 1A1 (g)	3.07	05/25/36	451,448	1,360,000	JP Morgan Alternative Loan Trust, Series 2006-A6 2A5 (g)	6.05	11/25/36	858,622
3,904,738	Indymac Index Mortgage Loan Trust, Series 2006-AR7 3A1 (g)	2.85	05/25/36	2,325,117	147,016	JP Morgan Alternative Loan Trust, Series 2007-A2 12A2 (g)	0.34	06/25/37	142,526

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\$ 165,000	JP Morgan Chase Commercial Mortgage Securities Corp., Series 2006-LDP7 A4 (a)(g)	5.87%	04/15/45	\$ 188,536	\$ 2,500,000	JP Morgan Mortgage Trust, Series 2006-A2 2A4 (a)(g)	5.47%	04/25/36	\$ 2,040,778
1,870,000	JP Morgan Chase Commercial Mortgage Securities Corp., Series 2007-CB18 A4	5.44	06/12/47	2,089,020	2,265,377	JP Morgan Mortgage Trust, Series 2006-A3 2A1 (g)	2.89	05/25/36	1,557,042
450,000	JP Morgan Mortgage Acquisition Corp., Series 2006-HE1 A4 (a)(g)	0.53	01/25/36	171,672	1,470,048	JP Morgan Mortgage Trust, Series 2007-A1 5A2 (a)(g)	2.85	07/25/35	1,367,308
3,276,985	JP Morgan Mortgage Acquisition Corp., Series 2006-WMC3 A4 (g)	0.39	08/25/36	1,072,849	62,260	JP Morgan Mortgage Trust, Series 2007-A2 4A1M (a)(g)	5.51	04/25/37	51,525
4,756,818	JP Morgan Mortgage Acquisition Corp., Series 2007-CH3 A4 (a)(g)	0.45	03/25/37	1,975,019	538,103	Lease Investment Flight Trust, Series 1 A1 (g)	0.63	07/15/31	344,386
1,110,000	JP Morgan Mortgage Acquisition Corp., Series 2007-CH4 A5 (g)	0.48	05/25/37	460,183	1,614,309	Lease Investment Flight Trust, Series 1 A2 (g)	0.67	07/15/31	1,025,086
2,590,000	JP Morgan Mortgage Acquisition Corp., Series 2007-HE1 AF2 (h)	5.27	03/25/47	1,399,499	1,420,906	Lehman ABS Manufactured Housing Contract Trust, Series 2001-B A6 (a)(g)	6.47	04/15/40	1,535,592
3,885,774	JP Morgan Mortgage Acquisition Corp., Series 2007-HE1 AF6 (h)	5.27	03/25/47	2,351,717	462,154	Lehman Mortgage Trust, Series 2006-1 3A3	5.50	02/25/36	466,813
2,813,000	JP Morgan Mortgage Acquisition Corp., Series 2007-HE1 AV4 (g)	0.52	03/25/47	971,765	229,533	Lehman XS Trust, Series 2005-6 1A1 (g)	0.50	11/25/35	111,537
446,899	JP Morgan Mortgage Trust, Series 2005-A5 TA1 (g)	5.42	08/25/35	444,747	2,500,000	Lehman XS Trust, Series 2005-6 3A3A (h)	5.76	11/25/35	1,053,605
200,000	JP Morgan Mortgage Trust, Series 2006-A2 2A2 (g)	5.47	04/25/36	163,795	2,296,033	Lehman XS Trust, Series 2006-13 1A2 (g)	0.41	09/25/36	1,464,602
					5,380,278	Lehman XS Trust, Series 2006-13 1A3 (g)	0.53	09/25/36	1,110,871
					1,560,460	Lehman XS Trust, Series 2006-14N 3A2 (a)(g)	0.36	08/25/36	829,352
					2,353,942	Lehman XS Trust, Series 2006-19 A2 (g)	0.41	12/25/36	1,520,322
					2,510,867	Lehman XS Trust, Series 2006-9 A1B (g)	0.40	05/25/46	1,680,070
					2,212,898	Lehman XS Trust, Series 2007-12N 1A3A (g)	0.44	07/25/47	752,373

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\$ 999,390	Lehman XS Trust, Series 2007-16N 2A2 (a)(g)	1.09%	09/25/47	\$ 660,615	\$ 1,150,000	Merrill Lynch/Countrywide Commercial Mortgage Trust, Series 2006-4 A3 (g)	5.17%	12/12/49	\$ 1,274,385
1,700,000	Mastr Adjustable Rate Mortgages Trust, Series 2004-13 3A7 (g)	2.72	11/21/34	1,673,892	873,258	Mid-State Trust, Series 2006-1A (f)	5.79	10/15/40	892,514
342,665	Mastr Adjustable Rate Mortgages Trust, Series 2007-R5 A1 (f)(g)	2.75	11/25/35	190,767	451,579	Mirant Mid-Atlantic Pass Through Trust, Series B	9.13	06/30/17	458,353
3,806,000	Mastr Asset Backed Securities Trust, Series 2006-AM2 A4 (f)(g)	0.50	06/25/36	1,052,131	662,520	Mirant Mid-Atlantic Pass Through Trust, Series C	10.06	12/30/28	679,083
3,100,000	Mastr Asset Backed Securities Trust, Series 2006-HE5 A3 (g)	0.40	11/25/36	1,028,706	200,000	Morgan Stanley ABS Capital I, Series 2004-NC7 M2 (a)(g)	0.86	07/25/34	159,667
885,000	Mastr Asset Backed Securities Trust, Series 2007-HE1 A3 (g)	0.45	05/25/37	345,388	2,975,000	Morgan Stanley ABS Capital I, Series 2006-HE1 A4 (g)	0.53	01/25/36	1,358,943
20,295	Mastr Seasoned Securities Trust, Series 2004-1 4A1 (a)(g)	2.70	10/25/32	18,958	2,234,217	Morgan Stanley ABS Capital I, Series 2006-HE5 A2C (g)	0.38	08/25/36	1,169,574
1,300,000	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-1 A2C (g)	0.49	04/25/37	538,306	4,400,000	Morgan Stanley ABS Capital I, Series 2006-NC2 A2D (g)	0.53	02/25/36	1,817,882
3,941,000	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-3 A2C (a)(g)	0.42	06/25/37	1,480,876	1,935,000	Morgan Stanley ABS Capital I, Series 2007-HE1 A2C (g)	0.39	11/25/36	683,222
4,700,000	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-3 A2D (g)	0.49	06/25/37	1,888,582	1,835,000	Morgan Stanley Capital I, Series 2005-T19 A4A (a)	4.89	06/12/47	2,020,082
3,131,000	Merrill Lynch First Franklin Mortgage Loan Trust, Series 2007-4 2A4 (g)	0.49	07/25/37	1,352,113	120,000	Morgan Stanley Capital I, Series 2006-HQ9 A4 (a)(g)	5.73	07/12/44	136,688
3,899,258	Merrill Lynch Mortgage Investors, Inc., Series 2006-A1 1A1 (g)	2.84	03/25/36	2,159,910	1,835,000	Morgan Stanley Capital I, Series 2006-T21 A4 (a)(g)	5.16	10/12/52	2,050,024
					105,000	Morgan Stanley Capital I, Series 2006-T23 A4 (a)(g)	5.81	08/12/41	120,680
					1,365,000	Morgan Stanley Capital I, Series 2007-IQ16 A4	5.81	12/12/49	1,571,171
					165,000	Morgan Stanley Capital I, Series 2007-T27 A4 (a)(g)	5.64	06/11/42	190,914
					40,000	Morgan Stanley Capital I, Series 2011-C3 A2 (a)	3.22	07/15/49	42,224

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\$ 25,000	Morgan Stanley Capital I, Series 2011-C3 A4 (a)	4.12%	07/15/49	\$ 27,141	\$ 1,483,990	Nomura Asset Acceptance Corp., Series 2006-AR4 A1A (g)	0.41%	12/25/36	\$ 674,365
1,854,455	Morgan Stanley Mortgage Loan Trust, Series 2006-11 1A3 (h)	6.42	08/25/36	888,617	436,892	Nomura Asset Acceptance Corp., Series 2007-1 1A1A (h)	6.00	03/25/47	231,558
2,549,231	Morgan Stanley Mortgage Loan Trust, Series 2006-7 5A2 (g)	5.96	06/25/36	1,202,889	160,000	Nomura Asset Securities Corp., Series 1998-D6 A3 (a)(g)	7.04	03/15/30	167,639
288,718	Morgan Stanley Mortgage Loan Trust, Series 2007-13 6A1 (a)	6.00	10/25/37	189,150	1,470,873	Nomura Home Equity Loan, Inc., Series 2005-HE1 M3 (g)	0.72	09/25/35	958,041
1,755,851	Morgan Stanley Mortgage Loan Trust, Series 2007-2AX 2A1 (g)	0.33	12/25/36	692,456	1,596,154	Novastar Home Equity Loan, Series 2006-2 A2C (g)	0.39	06/25/36	739,387
1,690,778	Morgan Stanley Mortgage Loan Trust, Series 2007-7AX 2A1 (g)	0.36	04/25/37	629,292	1,220,262	Oakwood Mortgage Investors, Inc., Series 1999-B A4	6.99	12/15/26	1,151,456
2,920,000	Nationstar Home Equity Loan Trust, Series 2006-B AV4 (g)	0.52	09/25/36	1,603,474	288,318	Opteum Mortgage Acceptance Corp., Series 2005-5 2A1B (g)	5.64	12/25/35	283,017
2,300,000	Nationstar Home Equity Loan Trust, Series 2007-A AV3 (g)	0.39	03/25/37	1,709,734	970,842	Opteum Mortgage Acceptance Corp., Series 2006-2 A1C (g)	0.51	07/25/36	473,460
281,715	NCUA Guaranteed Notes, Series 2010-R2 1A (a)(g)	0.61	11/06/17	281,715	1,335,000	Option One Mortgage Loan Trust, Series 2007-6 2A3 (g)	0.42	07/25/37	498,791
181,660	NCUA Guaranteed Notes, Series 2010-R2 2A (a)(g)	0.71	11/05/20	181,660	750,000	Option One Mortgage Loan Trust, Series 2007-6 2A4 (g)	0.49	07/25/37	283,780
162,909	NCUA Guaranteed Notes, Series 2010-R3 1A (a)(g)	0.80	12/08/20	163,520	808,217	Origen Manufactured Housing, Series 2004-A M2 (a)(g)	6.64	01/15/35	819,369
134,395	NCUA Guaranteed Notes, Series 2010-R3 2A (a)(g)	0.80	12/08/20	135,051	5,535,000	Ownit Mortgage Loan Asset Backed Certificates, Series 2006-6 A2C (a)(g)	0.40	09/25/37	1,812,131
1,297,600	Newcastle Mortgage Securities Trust, Series 2007-1 2A4 (g)	0.58	04/25/37	425,840	1,845,000	Popular ABS Mortgage Pass-Through Trust, Series 2007-A A3 (g)	0.55	06/25/47	730,746

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\$ 1,030,000	Prudential Holdings, LLC (f)	8.70%	12/18/23	\$ 1,283,018	\$ 1,935,000	Saxon Asset Securities Trust, Series 2006-3 A3 (g)	0.41%	10/25/46	\$ 870,622
577,238	Residential Accredited Loans, Inc., Series 2005-QA12 NB4 (a)(g)	4.05	12/25/35	400,497	1,365,000	Saxon Asset Securities Trust, Series 2007-1 A2C (g)	0.39	01/25/47	508,069
597,372	Residential Accredited Loans, Inc., Series 2005-Q03 A1 (g)	0.64	10/25/45	356,303	3,722,635	Securitized Asset Backed Receivables, LLC Trust, Series 2006-HE2 A2D (g)	0.48	07/25/36	1,342,466
749,079	Residential Accredited Loans, Inc., Series 2005-Q05 A1 (a)(g)	1.16	01/25/46	374,351	2,500,000	Securitized Asset Backed Receivables, LLC Trust, Series 2007-BR5 A2C (g)	0.59	05/25/37	922,621
585,383	Residential Accredited Loans, Inc., Series 2006-QS10 A1	6.00	08/25/36	389,396	250,000	Securitized Asset Backed Receivables, LLC Trust, Series 2007-NC1 A2B (a)(g)	0.39	12/25/36	89,767
315,143	Residential Accredited Loans, Inc., Series 2006-QS17 A4	6.00	12/25/36	195,107	2,411,355	Securitized Asset Backed Receivables, LLC Trust, Series 2007-NC2 A2B (g)	0.38	01/25/37	857,926
459,601	Residential Accredited Loans, Inc., Series 2007-QS1 1A1	6.00	01/25/37	321,834	360,000	SG Mortgage Securities Trust, Series 2006-OPT2 A3C (a)(g)	0.39	10/25/36	114,388
238,614	Residential Accredited Loans, Inc., Series 2007-QS5 A1	5.50	03/25/37	144,127	1,000,000	Soundview Home Equity Loan Trust, Series 2006-EQ2 A4 (g)	0.48	01/25/37	371,889
485,291	Residential Accredited Loans, Inc., Series 2007-QS8 A10	6.00	06/25/37	335,223	3,250,000	Soundview Home Equity Loan Trust, Series 2006-OPT5 2A4 (g)	0.48	07/25/36	1,166,275
924,216	Residential Accredited Loans, Inc., Series 2007-QS8 A6	6.00	06/25/37	596,558	1,200,000	Soundview Home Equity Loan Trust, Series 2007-NS1 A4 (g)	0.54	01/25/37	423,380
100,119	Residential Asset Mortgage Products, Inc., Series 2004-RZ1 A17 (a)(g)	4.03	01/25/33	101,154	3,349,000	Soundview Home Equity Loan Trust, Series 2007-OPT2 2A4 (g)	0.49	07/25/37	1,144,831
473,759	Residential Asset Mortgage Products, Inc., Series 2004-SL3 A4	8.50	12/25/31	491,443	120,000	Soundview Home Equity Loan Trust, Series 2007-OPT2 M2 (g)	0.51	07/25/37	2,134
543,843	Residential Asset Securitization Trust, Series 2006-A10 A5	6.50	09/25/36	358,938					
1,422,192	Residential Asset Securitization Trust, Series 2007-A5 1A2 (g)	0.64	05/25/37	344,444					
2,469,789	Saxon Asset Securities Trust, Series 2005-4 A1B (g)	0.62	11/25/37	1,925,446					

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\$ 1,021,010	Spirit Master Funding, LLC, Series 2005-1 A1 (a)(f)	5.05%	07/20/23	\$ 916,356	\$ 459,208	TAL Advantage, LLC, Series 2010-2A A (f)	4.30%	10/20/25	\$ 466,924
331,153	Structured Adjustable Rate Mortgage Loan Trust, Series 2006-1 7A3 (a)(g)	5.44	02/25/36	300,927	220,833	TAL Advantage, LLC, Series 2011-1A A (f)	4.60	01/20/26	223,606
845,000	Structured Adjustable Rate Mortgage Loan Trust, Series 2006-1 7A4 (g)	5.44	02/25/36	492,919	664,583	TAL Advantage, LLC, Series 2011-2A A (f)	4.31	05/20/26	667,533
89,967	Structured Adjustable Rate Mortgage Loan Trust, Series 2007-3 3A1 (a)(g)	5.20	04/25/47	60,351	425,641	Terwin Mortgage Trust, Series 2005-1SL M1 (f)(g)	1.11	02/25/35	391,584
2,155,474	Structured Asset Mortgage Investments, Inc., Series 2006-AR8 A1A (g)	0.44	10/25/36	1,249,230	300,833	Textainer Marine Containers, Ltd., Series 2005-1A A (a)(f)(g)	0.49	05/15/20	289,580
2,238,983	Structured Asset Mortgage Investments, Inc., Series 2007-AR3 2A1 (g)	0.43	09/25/47	1,138,522	855,625	Textainer Marine Containers, Ltd., Series 2011-1A A (a)(f)	4.70	06/15/26	874,130
3,300,000	Structured Asset Mortgage Investments, Inc., Series 2007-AR4 A3 (g)	0.46	09/25/47	1,361,910	591,990	Trinity Rail Leasing LP, Series 2006-1A A1 (a)(f)	5.90	05/14/36	642,350
4,051,569	Structured Asset Mortgage Investments, Inc., Series 2007-AR6 A1 (g)	1.66	08/25/47	2,356,453	985,592	Trip Rail Master Funding, LLC, Series 2011-1A A1A (a)(f)	4.37	07/15/41	1,019,360
1,607,760	Structured Asset Securities Corp., Series 2003-26A 3A5 (a)(g)	2.78	09/25/33	1,464,128	715,867	Triton Container Finance, LLC, Series 2006-1A (a)(f)(g)	0.41	11/26/21	675,009
168,549	Structured Asset Securities Corp., Series 2003-34A 5A4 (a)(g)	2.52	11/25/33	166,308	492,188	Triton Container Finance, LLC, Series 2007-1A (a)(f)(g)	0.38	02/26/19	473,960
216,080	Structured Asset Securities Corp., Series 2005-4XS 2A1A (a)(g)	1.99	03/25/35	169,732	691,071	UAL Pass Through Trust, Series 2009-1	10.40	11/01/16	788,719
367,500	TAL Advantage, LLC, Series 2006-1A (a)(f)(g)	0.43	04/20/21	348,921	3,600,000	US Education Loan Trust, LLC, Series 2006-2A A1 (a)(f)(g)	0.67	03/01/31	3,179,782
					330,000	Wachovia Bank Commercial Mortgage Trust, Series 2003-C6 A4 (a)(g)	5.13	08/15/35	342,983
					1,610,000	Wachovia Bank Commercial Mortgage Trust, Series 2004-C12 A4 (g)	5.32	07/15/41	1,730,759
					1,830,000	Wachovia Bank Commercial Mortgage Trust, Series 2005-C20 A7 (a)(g)	5.12	07/15/42	2,029,724

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Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 145,000	Wachovia Bank Commercial Mortgage Trust, Series 2005-C21 A4 (a)(g)	5.20%	10/15/44	\$ 160,400	\$ 702,035	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2005-3 2A3 (g)	0.79%	05/25/35	\$ 443,795
190,000	Wachovia Bank Commercial Mortgage Trust, Series 2006-C29 A4 (a)	5.31	11/15/48	213,229	453,770	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2005-4 CB13 (g)	0.74	06/25/35	319,020
15,323	WaMu Mortgage Pass Through Certificates, Series 2002-AR18 A (a)(g)	2.49	01/25/33	14,878	1,556,860	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2006-1 4CB	6.50	02/25/36	969,671
72,103	WaMu Mortgage Pass Through Certificates, Series 2005-AR14 1A1 (a)(g)	2.46	12/25/35	70,828	537,540	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2006-7 A1A (h)	6.09	09/25/36	310,180
115,000	WaMu Mortgage Pass Through Certificates, Series 2005-AR16 1A4A (a)(g)	2.46	12/25/35	98,838	2,397,834	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2006-AR2 A1A (g)	1.10	04/25/46	1,340,532
370,155	WaMu Mortgage Pass Through Certificates, Series 2006-AR12 2A3 (a)(g)	5.69	10/25/36	289,323	2,969,101	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2006-AR7 A1A (g)	1.08	09/25/46	1,186,420
216,969	WaMu Mortgage Pass Through Certificates, Series 2006-AR16 1A1 (a)(g)	2.37	12/25/36	151,887	3,277,980	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2007-OA2 2A (g)	0.86	01/25/47	1,372,764
420,156	WaMu Mortgage Pass Through Certificates, Series 2007-HY3 4A1 (a)(g)	2.64	03/25/37	335,291	2,699,709	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2007-OA3 2A (g)	0.91	02/25/47	1,089,683
697,747	WaMu Mortgage Pass Through Certificates, Series 2007-HY4 1A1 (g)	4.48	04/25/37	481,235					
1,571,448	WaMu Mortgage Pass Through Certificates, Series 2007-OA1 A1A (a)(g)	0.86	02/25/47	875,009					
830,338	WaMu Mortgage Pass Through Certificates, Series 2007-OA4 1A (a)(g)	0.93	05/25/47	498,359					
1,833,052	WaMu Mortgage Pass Through Certificates, Series 2007-OA6 1A (g)	0.97	07/25/47	1,146,652					

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\$ 4,064,163	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2007-OA5 A1A (g)	1.00%	05/25/47	\$ 2,283,208	\$ 2,800,000	Home Inns & Hotels Management, Inc. (a)	2.00%	12/15/15	\$ 2,156,000
1,036,098	Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2007-OC1 A4 (g)	0.56	01/25/47	502,377	4,500,000	Home Inns & Hotels Management, Inc. (a)(f)	2.00	12/15/15	3,465,000
88,288	Wells Fargo Alternative Loan Trust, Series 2005-2 A4 (a)(g)	0.58	10/25/35	83,477	5,300,000	Jakks Pacific, Inc. (a)(f)	4.50	11/01/14	6,989,375
318,503	Wells Fargo Home Equity Trust, Series 2006-3 A2 (g)	0.39	01/25/37	219,195	862,000	JetBlue Airways Corp., Series A-C (a)	6.75	10/15/39	1,061,338
2,694,000	Wells Fargo Home Equity Trust, Series 2006-3 A3 (a)(g)	0.45	01/25/37	1,019,000	2,209,000	Lennar Corp. (a)(f)	2.75	12/15/20	3,098,123
263,291	Wells Fargo Mortgage Backed Securities Trust, Series 2006-8 A14	5.50	07/25/36	261,889	835,000	Liberty Interactive, LLC	3.13	03/30/23	1,012,438
115,000	WF-RBS Commercial Mortgage Trust, Series 2011-C5 A4 (a)	3.67	11/15/44	120,311	3,719,000	Liberty Interactive, LLC (a)(d)	3.25	03/15/31	3,286,852
	Total Asset Backed Obligations (Cost \$280,416,584)			278,545,836	3,798,000	Live Nation Entertainment, Inc. (a)	2.88	07/15/27	3,650,828
	Corporate Convertible Bonds - 18.1%				2,250,000	Meritor, Inc. (a)(h)	4.63	03/01/26	2,064,375
	Consumer Discretionary - 3.1%				2,249,000	MGM Resorts International (a)	4.25	04/15/15	2,386,751
3,359,000	Brookdale Senior Living, Inc. (a)	2.75	06/15/18	3,153,261	5,463,000	Navistar International Corp. (a)	3.00	10/15/14	6,050,272
4,250,000	Chemed Corp. (a)	1.88	05/15/14	4,361,562	994,000	Penske Automotive Group, Inc.	3.50	04/01/26	1,078,490
1,000,000	Coinstar, Inc.	4.00	09/01/14	1,691,250	3,200,000	priceline.com, Inc. (a)(f)	1.25	03/15/15	7,652,000
721,000	DR Horton, Inc., Series DHI (a)	2.00	05/15/14	935,498	2,000,000	priceline.com, Inc. (a)(f)	1.00	03/15/18	2,127,500
7,250,000	Equinix, Inc. (a)	3.00	10/15/14	10,938,437	819,000	RadioShack Corp. (a)(f)	2.50	08/01/13	784,193
2,913,000	Gaylord Entertainment Co. (a)(f)	3.75	10/01/14	3,750,487	10,894,000	Regis Corp. (a)	5.00	07/15/14	14,597,960
1,400,000	Hawaiian Holdings, Inc. (a)	5.00	03/15/16	1,372,000	1,250,000	Saks, Inc.	2.00	03/15/24	1,332,813
5,500,000	Hertz Global Holdings, Inc. (a)	5.25	06/01/14	10,621,875	9,984,000	Sonic Automotive, Inc. (a)	5.00	10/01/29	15,225,600
					2,002,000	WESCO International, Inc. (a)	6.00	09/15/29	4,839,835
					2,790,000	XM Satellite Radio, Inc. (a)(f)	7.00	12/01/14	4,132,687
									<u>123,816,800</u>
						Consumer Staples - 1.2%			
					2,006,000	Avis Budget Group, Inc. (a)	3.50	10/01/14	2,362,065
					187,000	Cenveo Corp. (a)(d)(f)	7.00	05/15/17	198,220
					1,114,000	Corsicanto, Ltd. (a)(f)	3.50	01/15/32	1,680,747
					7,400,000	Ingersoll-Rand Global Holding Co., Ltd. (a)	4.50	04/15/12	17,177,250

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\$ 1,400,000	Olam International, Ltd.	6.00%	10/15/16	\$ 1,640,800	\$ 3,190,000	Annaly Capital Management, Inc. REIT (a)	4.00%	02/15/15	\$ 3,724,325
978,000	Sunrise Senior Living, Inc. (a)(f)	5.00	04/01/41	772,620	1,000,000	Ares Capital Corp. (a)(f)	4.88	03/15/17	991,250
1,250,000	Tyson Foods, Inc. (a)	3.25	10/15/13	1,557,813	2,500,000	BGC Partners, Inc. (a)(f)	4.50	07/15/16	2,521,875
6,000,000	United Rentals, Inc. (a)	4.00	11/15/15	23,400,000	10,296,000	CBIZ, Inc. (a)(f)	4.88	10/01/15	11,235,510
				<u>48,789,515</u>	352,000	CNO Financial Group, Inc. (a)	7.00	12/30/16	551,760
					620,000	CNO Financial Group, Inc. (a)	7.00	12/30/16	971,850
					863,000	CNO Financial Group, Inc., Series 1 (a)	7.00	12/30/16	1,352,752
Energy - 0.6%					1,830,000	Forest City Enterprises, Inc.	3.63	10/15/14	2,204,006
1,600,000	Alliance Oil Co., Ltd.	7.25	07/16/14	1,629,600	1,034,000	Forest City Enterprises, Inc. (a)(f)	4.25	08/15/18	1,050,803
1,027,000	Alpha Appalachia Holdings, Inc. (a)	3.25	08/01/15	926,868	3,080,000	Icahn Enterprises LP (f)(g)	4.00	08/15/13	3,067,680
920,000	Chesapeake Energy Corp.	2.50	05/15/37	852,150	1,304,000	KKR Financial Holdings, LLC (a)	7.50	01/15/17	1,846,790
5,750,000	Endeavour International Corp. (a)(f)	5.50	07/15/16	5,678,125	1,024,000	Knight Capital Group, Inc.	3.50	03/15/15	1,005,793
3,600,000	Essar Energy Invest, Ltd.	4.25	02/01/16	2,412,000	2,823,000	Knight Capital Group, Inc. (a)	3.50	03/15/15	2,713,609
1,453,000	Exterran Holdings, Inc. (a)	4.25	06/15/14	1,456,632	1,807,000	Leucadia National Corp.	3.75	04/15/14	2,285,855
2,250,000	Helix Energy Solutions Group, Inc. (a)	3.25	03/15/32	2,385,000	620,000	National Financial Partners Corp.	4.00	06/15/17	842,425
1,500,000	JinkoSolar Holding Co., Ltd. (a)(f)	4.00	05/15/16	856,875	8,208,000	National Financial Partners Corp. (a)	4.00	06/15/17	11,152,620
2,024,000	Newpark Resources, Inc. (a)	4.00	10/01/17	2,254,230	1,900,000	The NASDAQ OMX Group, Inc. (d)	2.50	08/15/13	1,909,500
720,000	Patriot Coal Corp. (a)(d)	3.25	05/31/13	693,000					<u>63,757,648</u>
461,000	Peabody Energy Corp.	4.75	12/15/41	440,255	Healthcare - 3.2%				
933,000	Penn Virginia Corp. (d)	4.50	11/15/12	928,335	7,800,000	Accuray, Inc. (a)(f)	3.75	08/01/16	7,887,750
587,000	SM Energy Co.	3.84	04/01/27	766,769	5,300,000	AMERIGROUP Corp. (a)	2.00	05/15/12	8,407,125
190,000	Stone Energy Corp. (a)(f)	1.75	03/01/17	184,300	689,000	BioMarin Pharmaceutical, Inc. (a)	1.88	04/23/17	1,231,588
1,590,000	Western Refining, Inc. (a)	5.75	06/15/14	3,011,062	6,525,000	Charles River Laboratories International, Inc. (a)	2.25	06/15/13	6,606,562
				<u>24,475,201</u>	7,045,000	Cubist Pharmaceuticals, Inc. (a)	2.25	06/15/13	10,118,381
					4,700,000	Cubist Pharmaceuticals, Inc. (a)	2.50	11/01/17	7,525,875
Financial - 1.6%									
757,000	Affiliated Managers Group, Inc.	3.95	08/15/38	836,485					
4,584,000	Air Lease Corp. (a)(f)	3.88	12/01/18	5,025,210					
5,000,000	American Equity Investment Life Holding Co. (a)(f)	3.50	09/15/15	5,956,250					
2,283,000	Amtrust Financial Services, Inc. (a)(f)	5.50	12/15/21	2,511,300					

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\$ 6,800,000	Endo Pharmaceuticals Holdings, Inc. (a)	1.75%	04/15/15	\$ 9,698,500	\$ 7,000,000	L-3 Communications Holdings, Inc. (a)	3.00%	08/01/35	\$ 6,851,250
6,000,000	illumina, Inc. (a)(f)	0.25	03/15/16	5,782,500	1,672,000	PHH Corp. (a)	4.00	09/01/14	1,613,480
2,700,000	Insolet Corp. (a)	3.75	06/15/16	2,835,000	961,000	PHH Corp. (a)	6.00	06/15/17	1,417,475
2,201,000	LifePoint Hospitals, Inc. (a)	3.50	05/15/14	2,311,050	5,750,000	RTI International Metals, Inc. (a)	3.00	12/01/15	5,879,375
3,350,000	Medivation, Inc. (a)	2.63	04/01/17	3,555,188	5,600,000	TTM Technologies, Inc. (a)	3.25	05/15/15	6,027,000
858,000	Molina Healthcare, Inc. (a)	3.75	10/01/14	1,096,095					<u>103,000,328</u>
6,000,000	Mylan, Inc. (a)	3.75	09/15/15	11,265,000	Information Technology - 3.9%				
3,500,000	NuVasive, Inc. (a)	2.75	07/01/17	3,001,250	5,751,000	CACI International, Inc. (a)	2.13	05/01/14	7,159,995
2,000,000	Omnicare, Inc.	3.75	04/01/42	1,989,000	625,000	CACI International, Inc. (a)(f)	2.13	05/01/14	778,125
7,000,000	PSS World Medical, Inc. (a)(f)	3.13	08/01/14	9,248,750	4,500,000	Cadence Design Systems, Inc. (a)	2.63	06/01/15	7,498,125
2,000,000	Regeneron Pharmaceuticals, Inc. (a)(f)	1.88	10/01/16	3,080,000	7,750,000	Ciena Corp. (a)(f)	4.00	03/15/15	8,786,563
4,569,000	Salix Pharmaceuticals, Ltd. (a)(f)	1.50	03/15/19	4,797,450	2,263,000	Ciena Corp. (a)(f)	3.75	10/15/18	2,565,676
4,047,000	Teleflex, Inc. (a)	3.88	08/01/17	4,770,401	8,000,000	Digital River, Inc.	2.00	11/01/30	7,790,000
7,800,000	Viropharma, Inc. (a)	2.00	03/15/17	13,406,250	819,000	Electronic Arts, Inc. (a)(f)	0.75	07/15/16	757,575
6,611,000	Volcano Corp. (a)	2.88	09/01/15	7,891,881	3,000,000	Lam Research Corp. (a)(f)	0.50	05/15/16	3,101,250
2,513,000	West Pharmaceutical Services, Inc. (a)	4.00	03/15/47	2,349,655	6,750,000	Mentor Graphics Corp. (a)(f)	4.00	04/01/31	7,306,875
				<u>128,855,251</u>	3,256,000	Microchip Technology, Inc. (a)	2.13	12/15/37	4,509,560
Industrial - 2.6%					2,750,000	Micron Technology, Inc. (a)(f)	1.50	08/01/31	2,915,000
7,000,000	AAR Corp. (a)	1.75	02/01/26	6,947,500	8,500,000	NetApp, Inc. (a)	1.75	06/01/13	12,356,875
6,515,000	AirTran Holdings, Inc. (a)	5.25	11/01/16	8,265,906	1,997,000	Novellus Systems, Inc. (a)(f)	2.63	05/15/41	2,785,815
7,500,000	Altra Holdings, Inc. (a)(f)	2.75	03/01/31	7,509,375	3,000,000	Nuance Communications, Inc. (a)	2.75	08/15/27	4,383,750
4,000,000	AM Castle & Co. (a)(f)	7.00	12/15/17	5,795,000	1,889,000	Nuance Communications, Inc. (a)(f)	2.75	11/01/31	2,144,015
1,627,000	Cemex SAB de CV (a)	4.88	03/15/15	1,537,515	9,950,000	ON Semiconductor Corp. (a)	1.88	12/15/25	13,345,437
1,312,000	Chart Industries, Inc. (a)	2.00	08/01/18	1,685,920	3,667,000	ON Semiconductor Corp. (a)	2.63	12/15/26	4,111,624
11,241,000	Covanta Holding Corp. (a)	3.25	06/01/14	12,969,304	2,300,000	Photronics, Inc. (a)	5.50	10/01/14	3,542,000
3,110,000	DryShips, Inc. (a)	5.00	12/01/14	2,659,050	9,708,000	Photronics, Inc. (a)(f)	3.25	04/01/16	9,865,755
5,500,000	FEI Co. (a)	2.88	06/01/13	9,432,500	6,563,000	Radisys Corp. (a)	2.75	02/15/13	6,505,574
3,500,000	Genco Shipping & Trading, Ltd. (a)	5.00	08/15/15	2,275,000	6,525,000	Rambus, Inc. (a)	5.00	06/15/14	6,557,625
2,939,000	General Cable Corp. (a)(h)	4.50	11/15/29	3,111,666					
758,000	Greenbrier Cos., Inc. (a)(f)	3.50	04/01/18	730,523					
9,195,000	Griffon Corp. (a)(f)	4.00	01/15/17	9,378,900					
7,359,000	Kaman Corp. (a)(f)	3.25	11/15/17	8,913,589					

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\$ 500,000	Chase Capital VI (g)	1.17%	08/01/28	\$ 380,440	\$ 1,250,000	Health Care REIT, Inc.	4.70%	09/15/17	\$ 1,313,210
90,000	CIT Group, Inc. (a)(f)	7.00	05/04/15	90,221	125,000	Health Care REIT, Inc.	4.95	01/15/21	128,186
2,475,000	CIT Group, Inc. (a)(f)	6.63	04/01/18	2,673,000	60,000	Health Care REIT, Inc. (a)	5.25	01/15/22	62,881
135,000	Citigroup, Inc.	6.50	08/19/13	142,867	50,000	Health Care REIT, Inc. (a)	6.50	03/15/41	52,225
400,000	Citigroup, Inc. (a)(g)	0.81	11/05/14	383,645	750,000	Healthcare Realty Trust, Inc. REIT	6.50	01/17/17	823,110
150,000	Citigroup, Inc.	5.85	08/02/16	163,864	540,000	Healthcare Realty Trust, Inc. REIT	5.75	01/15/21	553,672
90,000	Citigroup, Inc. (a)	6.13	05/15/18	101,019	1,475,000	International Lease Finance Corp. (f)	6.75	09/01/16	1,587,469
2,200,000	Citigroup, Inc. (g)	2.20	05/15/18	2,093,491	725,000	JP Morgan Chase Capital XIII (g)	1.42	09/30/34	551,418
3,250,000	Citigroup, Inc. (a)(g)	1.04	08/25/36	2,159,046	450,000	JP Morgan Chase Capital XXIII (g)	1.50	05/15/47	336,524
94,000	Citigroup, Inc.	6.88	03/05/38	108,885	150,000	JPMorgan Chase & Co. (a)	4.50	01/24/22	156,360
340,000	Countrywide Financial Corp., MTN	5.80	06/07/12	342,700	2,090,000	JPMorgan Chase Capital XXI, Series U (g)	1.49	02/02/37	1,531,895
100,000	Credit Suisse New York	5.50	05/01/14	107,283	1,600,000	Lloyds TSB Bank PLC	4.88	01/21/16	1,660,371
500,000	Credit Suisse New York	6.00	02/15/18	542,077	175,000	Lloyds TSB Bank PLC	6.38	01/21/21	188,163
965,000	Discover Bank BKNT	8.70	11/18/19	1,202,583	80,000	Merrill Lynch & Co., Inc., MTN (d)(g)	8.68	05/02/17	86,600
925,000	Duke Realty LP REIT	7.38	02/15/15	1,039,798	80,000	Merrill Lynch & Co., Inc., MTN (d)(g)	8.95	05/18/17	87,200
500,000	ERP Operating LP REIT (a)	5.20	04/01/13	516,869	80,000	Merrill Lynch & Co., Inc., MTN (d)(g)	9.57	06/06/17	89,000
800,000	Farmers Exchange Capital (a)(f)	7.05	07/15/28	876,166	1,645,000	Morgan Stanley	6.00	05/13/14	1,722,586
207,000	General Electric Capital Corp.	5.63	05/01/18	240,245	90,000	Morgan Stanley	4.20	11/20/14	90,770
100,000	General Electric Capital Corp., MTN (g)	0.71	05/11/16	95,714	250,000	Morgan Stanley, MTN (a)(g)	1.01	10/18/16	214,908
150,000	General Electric Capital Corp., MTN	5.38	10/20/16	171,556	1,250,000	Nationwide Health Properties, Inc.	6.00	05/20/15	1,352,130
130,000	General Electric Capital Corp., MTN (g)	0.80	08/07/18	119,932	2,575,000	Nationwide Mutual Insurance Co. (f)(g)	5.81	12/15/24	2,361,602
2,590,000	General Electric Capital Corp., MTN (g)	0.91	05/05/26	2,118,250	60,000	New Plan Excel Realty Trust	5.13	09/15/12	60,150
1,880,000	General Electric Capital Corp., MTN (g)	0.98	08/15/36	1,385,334	2,282,000	Nuveen Investments, Inc.	5.50	09/15/15	2,099,440
400,000	General Electric Capital Corp., MTN, Series A (g)	0.73	09/15/14	394,906					
150,000	HBOS PLC, MTN (f)	6.75	05/21/18	140,959					
232,000	HCP, Inc. REIT	5.63	05/01/17	255,335					
100,000	HCP, Inc., MTN (a)	6.70	01/30/18	115,651					
1,000,000	HCP, Inc., MTN REIT	6.30	09/15/16	1,123,256					

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\$ 770,000	Raymond James Financial, Inc.	8.60%	08/15/19	\$ 936,664	\$ 624,000	CHS/Community Health Systems, Inc.	8.88%	07/15/15	\$ 647,400
49,000	Shurgard Storage Centers, LLC REIT	5.88	03/15/13	50,720	685,000	CHS/Community Health Systems, Inc. (a)(f)	8.00	11/15/19	712,400
250,000	The Bear Stearns Cos., LLC	5.70	11/15/14	276,415	300,000	HCA, Inc.	7.88	02/15/20	331,125
75,000	The Bear Stearns Cos., LLC	7.25	02/01/18	90,547	1,300,000	HCA, Inc. (a)	7.25	09/15/20	1,421,875
250,000	The Goldman Sachs Group, Inc.	6.25	09/01/17	274,339	750,000	Tenet Healthcare Corp.	8.88	07/01/19	843,750
405,000	The Goldman Sachs Group, Inc.	6.15	04/01/18	437,394					<u>4,713,810</u>
555,000	The Goldman Sachs Group, Inc.	7.50	02/15/19	634,973	Industrial - 0.0%				
1,500,000	The Goldman Sachs Group, Inc.	6.00	06/15/20	1,580,866	1,162,000	Neo Material Technologies, Inc. (f)	5.00	12/31/17	1,210,572
100,000	The Goldman Sachs Group, Inc., MTN, Series B (g)	0.96	07/22/15	93,578					
1,430,000	The Royal Bank of Scotland PLC (a)	3.95	09/21/15	1,447,030	Telecommunication Services - 0.2%				
477,000	Thornburg Mortgage, Inc. (d)(i)	8.00	05/15/13	42,930	630,000	CCH II, LLC / CCH II Capital Corp.	13.50	11/30/16	719,775
1,100,000	Wachovia Corp. (a)(g)	0.89	10/28/15	1,048,617	2,530,000	CSC Holdings, LLC (a)	8.50	04/15/14	2,827,275
1,155,000	WEA Finance, LLC / WT Finance Aust Pty, Ltd. (f)	7.50	06/02/14	1,276,139	835,000	Frontier Communications Corp.	8.25	05/01/14	910,150
15,000	WEA Finance, LLC / WT Finance Aust Pty, Ltd. (a)(f)	6.75	09/02/19	17,369	350,000	Frontier Communications Corp.	7.88	04/15/15	378,000
170,000	Weingarten Realty Investors, MTN REIT	4.99	09/03/13	173,929	1,100,000	Intelsat Jackson Holdings SA	9.50	06/15/16	1,152,250
1,000,000	WT Finance Aust Pty, Ltd. / Westfield Capital / WEA Finance, LLC (f)	5.13	11/15/14	1,065,916	1,650,000	Nextel Communications, Inc., Series C (a)	5.95	03/15/14	1,658,250
800,000	ZFS Finance USA Trust IV (f)(g)	5.88	05/09/32	807,000	160,000	Nextel Communications, Inc., Series E	6.88	10/31/13	160,800
				<u>56,175,437</u>					<u>7,806,500</u>
					Utilities - 0.3%				
Healthcare - 0.1%					1,500,000	Calpine Construction Finance Co. LP/CCFC Finance Corp. (a)(f)	8.00	06/01/16	1,638,750
700,000	Boston Scientific Corp.	5.45	06/15/14	757,260	1,570,000	Edison Mission Energy	7.00	05/15/17	996,950
					1,050,000	GenOn Americas Generation, LLC	9.13	05/01/31	908,250
					610,000	KCP&L Greater Missouri Operations Co.	11.88	07/01/12	625,825
					735,000	NRG Energy, Inc.	7.63	05/15/19	712,950
					35,000	NRG Energy, Inc. (a)	8.50	06/15/19	35,438
					1,065,000	NRG Energy, Inc.	7.88	05/15/21	1,027,725
					145,000	Oncor Electric Delivery Co., LLC	6.80	09/01/18	175,518

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

MARCH 31, 2012

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 1,040,000	PNM Resources, Inc.	9.25%	05/15/15	\$ 1,205,100	Municipal Bonds - 0.1%				
80,000	Public Service Co. of New Mexico	7.95	05/15/18	97,240	California - 0.0%				
1,485,000	Sabine Pass LNG LP (a)	7.25	11/30/13	1,574,100	\$ 60,000	State of California (a)	7.55%	04/01/39	\$ 77,909
600,000	Sabine Pass LNG LP (f)	7.50	11/30/16	622,500	105,000	State of California (a)	7.30	10/01/39	131,574
550,000	Sabine Pass LNG LP	7.50	11/30/16	592,625					
2,830,000	Southern Union Co. (a)(g)	3.56	11/01/66	2,490,400	Illinois - 0.0%				
				<u>12,703,371</u>	150,000	State of Illinois (a)	5.67	03/01/18	163,762
					95,000	State of Illinois (a)	5.10	06/01/33	89,648
					North Carolina - 0.1%				
					3,400,000	North Carolina State Education Assistance Authority, Series 2011-1 A3 (a)(g)	1.46	10/25/41	3,145,102
					Foreign Government Bonds - 0.0%				
					Exchange Traded Notes - 0.0%				
					14,223	iPATH S&P 500 VIX Mid-Term Futures ETN (a)(b)			657,529
					Interest Only Bonds - 0.1%				
					29,941,904	Lehman ABS Manufactured Housing Contract Trust, Series 2001-B AIOC (g)	0.55	04/15/40	444,586
					70,401,949	Residential Accredit Loans, Inc., Series 2006-QS11 AV (g)	0.33	08/25/36	890,571
					34,527,008	Residential Accredit Loans, Inc., Series 2006-QS6 1AV (g)	0.73	06/25/36	1,077,957
					76,187,913	Residential Accredit Loans, Inc., Series 2007-QS2 AV (g)	0.32	01/25/37	1,032,483
					76,982,342	Residential Accredit Loans, Inc., Series 2007-QS3 AV (g)	0.32	02/25/37	935,128
					U.S. Government & Agency Obligations - 2.1%				
					Agency - 0.5%				
					3,950,000	FHLB	0.60	03/27/14	3,951,059
					3,950,000	FHLB	0.50	03/27/14	3,951,031
					3,910,000	FHLB	0.50	08/28/14	3,907,325
					3,955,000	FHLB	0.88	04/10/15	3,957,242
					3,955,000	FHLB	1.00	04/16/15	3,957,662
					Interest Only Bonds - 0.4%				
					11,040,922	FHLMC, Series 3262, Class KS (g)	6.17	01/15/37	1,682,975
					15,633,583	FHLMC, Series 3271, Class SB (g)	5.81	02/15/37	2,096,141
					5,743,511	FNMA, Series 2005-92, Class US (g)	5.86	10/25/25	719,735
					9,599,634	FNMA, Series 2006-125, Class SM (a)(g)	6.96	01/25/37	1,542,067
					574,446	FNMA, Series 2006-27, Class SH (a)(g)	6.46	04/25/36	90,975
					12,665,563	FNMA, Series 2007-52, Class LS (g)	5.81	06/25/37	1,770,926
					Total Corporate Non-Convertible Bonds (Cost \$80,609,086)				
									88,104,594
					Total Exchange Traded Notes (Cost \$746,454)				
									657,529
					Total Foreign Government Bonds (Cost \$547,620)				
									1,338,250
					Total Interest Only Bonds (Cost \$3,841,642)				
									4,380,725
					Total Municipal Bonds (Cost \$3,605,789)				
									3,607,995
					Total Syndicated Loans (Cost \$2,779,575)				
									2,899,332
					Total Syndicated Loans (Cost \$2,779,575)				
									2,899,332

ABSOLUTE STRATEGIES FUND
SCHEDULE OF INVESTMENTS
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Principal	Security Description	Rate	Maturity	Value	Total Fixed Income Securities (Cost \$1,067,448,655)					\$1,184,055,381	
\$ 214,878	FNMA Pool #AB1613 (a)	4.00%	10/01/40	\$ 228,091	Shares	Security Description				Value	
202,038	FNMA Pool #AB3864 (a)	3.50	11/01/41	208,450	Rights - 0.0%						
224,749	FNMA Pool #AD0249 (a)	5.50	04/01/37	247,022	150,000	Comdisco Holding Co., Inc. (k)				10,950	
166,136	FNMA Pool #AD0791 (a)	4.76	02/01/20	187,054	Total Rights (Cost \$43,783)						10,950
166,828	FNMA Pool #AE0600 (a)	3.98	11/01/20	181,926	Investment Companies - 8.9%						
167,211	FNMA Pool #AE0605 (a)	4.67	07/01/20	187,901	23,000	American Select Portfolio				239,430	
493,525	FNMA Pool #AH3428 (a)	3.50	01/01/26	525,361	50,529	BlackRock Credit Allocation Income Trust I, Inc.				500,742	
261,532	FNMA Pool #AJ0764 (a)	4.50	09/01/41	279,149	61,990	BlackRock Floating Rate Income Fund				884,597	
303,685	FNMA Pool #AL0149 (a)	4.00	02/01/41	321,789	1,593,000	Consumer Staples Select Sector SPDR Fund (a)				54,289,440	
69,423	FNMA, Series 2001-52, Class YZ (a)	6.50	10/25/31	81,064	69,698	Eaton Vance Limited Duration Income Fund				1,118,653	
32,653	FNMA, Series 2001-81, Class QG (a)	6.50	01/25/32	37,108	125,350	Invesco Van Kampen Senior Income Trust				615,469	
1,531,340	FNMA, Series 2003-64, Class KS (g)	9.33	07/25/18	1,700,066	21,000	iShares Barclays TIPS Bond Fund				2,470,650	
225,000	FNMA, Series 2006-4, Class WE (a)	4.50	02/25/36	247,991	13,500	iShares iBoxx \$ High Yield Corporate Bond Fund				1,226,340	
9,283	GNMA II Pool #080610 (a)(g)	2.38	06/20/32	9,617	61,198	PCM Fund, Inc.				673,790	
22,382	GNMA II Pool #081136 (a)(g)	2.13	11/20/34	23,212	30,000	PIMCO Income Opportunity Fund				790,500	
30,164	GNMA II Pool #081432 (a)(g)	1.63	08/20/35	31,187	98,012	PIMCO Income Strategy Fund II				995,802	
25,975	GNMA II Pool #081435 (a)(g)	1.63	08/20/35	26,855	35,000	ProShares UltraShort 20+ Year Treasury (a)(b)				715,750	
				<u>14,668,321</u>	31,100	SPDR Barclays Capital High Yield Bond ETF				1,224,407	
					70,000	SPDR Gold Trust (b)				11,349,800	
					1,889,562	SPDR S&P 500 ETF Trust (a)(c)(e)				265,899,165	
					700,000	Sprott Physical Gold Trust (b)				10,108,000	
					7,400	WisdomTree Japan SmallCap Dividend Fund				337,292	
					Total Investment Companies (Cost \$306,378,084)						353,439,827
					Principal	Security Description	Rate	Maturity		Value	
					Short-Term Investments - 0.1%						
					Commercial Paper - 0.1%						
					\$ 3,755,000	Deutsche Bank Financial, LLC	0.22%	04/10/12		3,754,793	
					Total Commercial Paper (Cost \$3,754,793)						3,754,793
					Total Short-Term Investments (Cost \$3,754,793)						3,754,793
					Contracts	Security Description	Strike Price	Exp. Date		Value	
					Purchased Options - 1.2%						
					Call Options Purchased - 0.7%						
					630	Abbott Laboratories	\$ 50.00	01/13		718,200	
					1,600	Abbott Laboratories	45.00	01/13		2,576,000	
					238	Accenture PLC	45.00	01/13		466,480	
					Total U.S. Government & Agency Obligations (Cost \$76,420,349)						81,775,263

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

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Contracts	Security Description	Strike Price	Exp. Date	Value
225	Berkshire Hathaway, Inc., Class B	\$ 70.00	01/13	\$ 310,500
2,340	Johnson & Johnson	65.00	01/13	758,160
1,440	Johnson & Johnson	50.00	01/13	2,325,600
1,700	Lowe's Cos., Inc.	15.00	01/13	2,754,000
465	Target Corp.	40.00	01/13	860,250
1,575	The Coca-Cola Co.	55.00	01/13	3,012,187
1,426	The Procter & Gamble Co.	55.00	01/13	1,753,980
840	The Walt Disney Co.	35.00	01/13	842,100
327	The Walt Disney Co.	25.00	01/13	617,213
277	United Parcel Service, Inc., Class B	60.00	01/13	576,160
940	Walgreen Co.	38.00	01/13	113,740
365	Walgreen Co.	30.00	01/13	175,200
1,665	Walgreen Co.	25.00	01/13	1,461,037
1,850	Wal-Mart Stores, Inc.	50.00	01/13	2,146,000
443	Wal-Mart Stores, Inc.	42.50	01/13	832,840
4,460	Wells Fargo & Co.	22.50	01/13	5,251,650
Total Call Options Purchased (Premiums Paid \$19,869,691)				27,551,297
Put Options Purchased - 0.5%				
135	Amazon.com, Inc.	175.00	01/13	182,925
5,000	iShares Russell 2000 Index Fund	80.00	11/12	2,827,500
3,660	SPDR S&P 500 ETF Trust	108.00	06/12	73,200
21,035	SPDR S&P 500 ETF Trust	137.00	01/13	17,343,358
Total Put Options Purchased (Premiums Paid \$30,804,332)				20,426,983
Total Purchased Options (Premiums Paid \$50,674,023)				47,978,280
Total Long Positions - 81.6% (Cost \$2,789,112,367)*				\$3,251,016,343
Total Short Positions - (38.0)% (Cost \$(1,440,619,198))*				(1,512,492,121)
Total Written Options - (0.5)% (Premiums Received \$(31,645,294))*				(20,028,073)
Other Assets & Liabilities, Net - 56.9%				2,264,936,281
Net Assets - 100.0%				\$3,983,432,430

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
Short Positions - (38.0)%			(486,976)	Regis Corp.	\$ (8,974,968)
Common Stock - (37.2)%			(58,100)	Robert Half International, Inc.	(1,760,430)
Consumer Discretionary - (7.5)%			(46,000)	Royal Caribbean Cruises, Ltd.	(1,353,780)
(84,800)	ABM Industries, Inc.	\$ (2,060,640)	(292,100)	Ruby Tuesday, Inc.	(2,666,873)
(9,000)	Amazon.com, Inc.	(1,822,590)	(28,000)	Scripps Networks Interactive, Inc., Class A	(1,363,320)
(146,600)	American Greetings Corp., Class A	(2,248,844)	(125,200)	Skechers U.S.A., Inc., Class A	(1,592,544)
(298,935)	Brookdale Senior Living, Inc.	(5,596,063)	(100,900)	SkyWest, Inc.	(1,114,945)
(228,100)	Brown Shoe Co., Inc.	(2,105,363)	(550,630)	Sonic Automotive, Inc., Class A	(9,861,783)
(430,183)	Callaway Golf Co.	(2,908,037)	(247,100)	Southwest Airlines Co.	(2,036,104)
(95,500)	Caribou Coffee Co., Inc.	(1,780,120)	(406,500)	Standard Pacific Corp.	(1,812,990)
(165,800)	CarMax, Inc.	(5,744,970)	(162,000)	Stein Mart, Inc.	(1,069,200)
(122,300)	Carnival Corp.	(3,923,384)	(49,000)	The Gap, Inc.	(1,280,860)
(17,000)	Chemed Corp.	(1,065,560)	(110,500)	The Geo Group, Inc.	(2,100,605)
(130,700)	Coach, Inc.	(10,100,496)	(113,805)	The Goodyear Tire & Rubber Co.	(1,276,892)
(19,900)	Coinstar, Inc.	(1,264,645)	(107,206)	The Interpublic Group of Cos., Inc.	(1,223,220)
(30,400)	Darden Restaurants, Inc.	(1,555,264)	(28,700)	Tiffany & Co.	(1,984,031)
(165,600)	Dick's Sporting Goods, Inc.	(7,962,048)	(4,517)	Time Warner Cable, Inc.	(368,136)
(28,750)	DIRECTV, Class A	(1,418,525)	(130,600)	TiVo, Inc.	(1,565,894)
(96,500)	Dollar General Corp.	(4,458,300)	(40,900)	Under Armour, Inc., Class A	(3,844,600)
(36,448)	DR Horton, Inc.	(552,916)	(37,893)	United Continental Holdings, Inc.	(814,700)
(130,250)	DreamWorks Animation SKG, Inc., Class A	(2,403,112)	(97,800)	Vail Resorts, Inc.	(4,229,850)
(65,400)	EchoStar Corp., Class A	(1,840,356)	(12,500)	VF Corp.	(1,824,750)
(161,000)	Emeritus Corp.	(2,843,260)	(19,577)	Viacom, Inc., Class B	(929,124)
(65,100)	Equinix, Inc.	(10,249,995)	(3,142,000)	Wal-Mart de Mexico SAB de CV	(10,543,080)
(175,500)	Fastenal Co.	(9,494,550)	(64,097)	WESCO International, Inc.	(4,186,175)
(55,500)	Fossil, Inc.	(7,324,890)	(54,100)	Westport Innovations, Inc.	(2,213,772)
(69,476)	Gaylord Entertainment Co.	(2,139,861)	(29,200)	Williams-Sonoma, Inc.	(1,094,416)
(154,500)	Genuine Parts Co.	(9,694,875)			<u>(297,833,628)</u>
(43,100)	G-III Apparel Group, Ltd.	(1,224,902)	Consumer Staples - (1.9)%		
(66,600)	Gildan Activewear, Inc.	(1,834,830)	(68,006)	Avis Budget Group, Inc.	(962,285)
(76,200)	H&R Block, Inc.	(1,255,014)	(65,600)	Avon Products, Inc.	(1,270,016)
(126,500)	Hanesbrands, Inc.	(3,736,810)	(19,196)	Bunge, Ltd.	(1,313,774)
(125,424)	Hawaiian Holdings, Inc.	(655,968)	(39,600)	Campbell Soup Co.	(1,340,460)
(581,800)	Hertz Global Holdings, Inc.	(8,750,272)	(11,220)	Cenveo, Inc.	(37,924)
(85,100)	Home Inns & Hotels Management, Inc., ADR	(2,170,901)	(51,800)	Coca-Cola Enterprises, Inc.	(1,481,480)
(40,200)	Hyatt Hotels Corp.	(1,717,344)	(109,200)	DENTSPLY International, Inc.	(4,382,196)
(81,400)	Iconix Brand Group, Inc.	(1,414,732)	(162,865)	Dole Food Co., Inc.	(1,625,393)
(182,500)	Interface, Inc., Class A	(2,545,875)	(88,800)	Flowers Foods, Inc.	(1,808,856)
(219,209)	Jakks Pacific, Inc.	(3,825,197)	(38,200)	HeartWare International, Inc.	(2,509,358)
(144,367)	JetBlue Airways Corp.	(705,955)	(231,300)	Imperial Sugar Co.	(1,084,797)
(364,700)	Johnson Controls, Inc.	(11,845,456)	(101,000)	IPC The Hospitalist Co., Inc.	(3,727,910)
(178,200)	K12, Inc.	(4,210,866)	(24,300)	Kellogg Co.	(1,303,209)
(47,600)	Landauer, Inc.	(2,523,752)	(45,400)	Kenexa Corp.	(1,418,296)
(135,446)	Lennar Corp., Class A	(3,681,422)	(59,150)	Masimo Corp.	(1,382,927)
(31,050)	Life Time Fitness, Inc.	(1,570,199)	(28,800)	McCormick & Co., Inc., Non-Voting Shares	(1,567,584)
(14,507)	Live Nation Entertainment, Inc.	(136,366)	(18,400)	Mead Johnson Nutrition Co.	(1,517,632)
(83,500)	Ltd. Brands, Inc.	(4,008,000)	(431,072)	Olam International, Ltd.	(809,299)
(86,700)	Meritage Homes Corp.	(2,346,102)	(73,700)	Ritchie Bros. Auctioneers, Inc.	(1,751,112)
(47,502)	Meritor, Inc.	(383,341)	(223,545)	Sunrise Senior Living, Inc.	(1,412,804)
(72,399)	MGM Resorts International	(986,074)	(39,000)	Sysco Corp.	(1,164,540)
(197,900)	Mobile Mini, Inc.	(4,179,648)	(25,800)	The Advisory Board Co.	(2,286,396)
(20,950)	Mohawk Industries, Inc.	(1,393,385)	(41,000)	The Brink's Co.	(978,670)
(57,419)	Navistar International Corp.	(2,322,599)	(155,200)	The Estee Lauder Cos., Inc., Class A	(9,613,088)
(8,875)	Netflix, Inc.	(1,020,980)	(56,856)	Tootsie Roll Industries, Inc.	(1,302,571)
(3,464)	Newell Rubbermaid, Inc.	(61,694)	(51,200)	Tyson Foods, Inc., Class A	(980,480)
(146,000)	Nordstrom, Inc.	(8,135,120)	(32,600)	United Natural Foods, Inc.	(1,521,116)
(104,400)	Nu Skin Enterprises, Inc., Class A	(6,045,804)	(526,200)	United Rentals, Inc.	(22,568,718)
(123,400)	Perry Ellis International, Inc.	(2,303,878)	(23,000)	Whole Foods Market, Inc.	(1,913,600)
(26,400)	priceline.com, Inc.	(18,942,000)			<u>(75,036,491)</u>
(142,450)	Pricesmart, Inc.	(10,371,784)	Energy - (1.7)%		
(101,600)	Rackspace Hosting, Inc.	(5,871,464)	(294,400)	Abraxas Petroleum Corp.	(918,528)
(1,638)	RadioShack Corp.	(10,188)	(50,216)	Alliance Oil Co., Ltd., SDR	(554,093)

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
(1,197)	Alpha Natural Resources, Inc.	\$ (18,206)	(35,000)	Cardinal Health, Inc.	\$ (1,508,850)
(46,100)	Cabot Oil & Gas Corp.	(1,436,937)	(921,065)	CBIZ, Inc.	(5,821,131)
(100,700)	Carrizo Oil & Gas, Inc.	(2,845,782)	(8,420,000)	China Citic Bank Corp, Ltd., Class H	(5,063,569)
(110,100)	Cheniere Energy, Inc.	(1,649,298)	(8,152,000)	China Construction Bank Corp., Class H	(6,298,588)
(75,556)	Chesapeake Energy Corp.	(1,750,633)	(2,375,000)	China Merchants Bank Co., Ltd., Class H	(4,856,707)
(34,500)	Cimarex Energy Co.	(2,603,715)	(107,000)	Cincinnati Financial Corp.	(3,692,570)
(14,900)	Concho Resources, Inc.	(1,520,992)	(284,285)	CNO Financial Group, Inc.	(2,211,737)
(26,750)	Consol Energy, Inc.	(912,175)	(63,000)	Corporate Office Properties Trust REIT	(1,462,230)
(17,900)	Continental Resources, Inc.	(1,536,178)	(31,000)	Cullen/Frost Bankers, Inc.	(1,803,890)
(15,000)	Diamond Offshore Drilling, Inc.	(1,001,250)	(147,573)	Deutsche Bank AG	(7,347,660)
(19,050)	Dril-Quip, Inc.	(1,238,631)	(50,600)	Eaton Vance Corp.	(1,446,148)
(114,200)	Enbridge, Inc.	(4,436,670)	(444,000)	Erste Group Bank AG	(10,238,492)
(62,600)	Encana Corp.	(1,230,090)	(17,350)	Federal Realty Investment Trust REIT	(1,679,306)
(185,000)	Endeavour International Corp.	(2,192,250)	(145,400)	First Potomac Realty Trust REIT	(1,757,886)
(79,119)	Energy XXI Bermuda, Ltd.	(2,856,987)	(262,100)	Flagstone Reinsurance Holdings SA	(2,062,727)
(81,100)	Essar Energy PLC	(201,234)	(114,797)	Forest City Enterprises, Inc., Class A	(1,797,721)
(227,200)	EXCO Resources, Inc.	(1,506,336)	(2,871,835)	Grupo Financiero Banorte SAB de CV	(12,765,657)
(21,984)	Exterran Holdings, Inc.	(289,969)	(216,500)	HCP, Inc. REIT	(8,543,090)
(162,300)	Forest Oil Corp.	(1,967,076)	(209,193)	Health Care REIT, Inc.	(11,497,247)
(71,305)	Goodrich Petroleum Corp.	(1,356,221)	(29,000)	Highwoods Properties, Inc. REIT	(966,280)
(39,800)	Gulfport Energy Corp.	(1,158,976)	(56,600)	Iberiabank Corp.	(3,026,402)
(56,600)	Helix Energy Solutions Group, Inc.	(1,007,480)	(7,020,000)	Industrial & Commercial Bank of China, Class H	(4,529,003)
(11,800)	Kinder Morgan Energy Partners LP	(976,450)	(11,800)	IntercontinentalExchange, Inc.	(1,621,556)
(336,400)	Magnum Hunter Resources Corp.	(2,156,324)	(80,500)	Jefferies Group, Inc.	(1,516,620)
(137,970)	Newpark Resources, Inc.	(1,129,974)	(137,800)	KBW, Inc.	(2,549,300)
(93,900)	Northern Oil and Gas, Inc.	(1,947,486)	(108,266)	KeyCorp	(920,261)
(541)	Patriot Coal Corp.	(3,376)	(119,078)	KKR Financial Holdings, LLC	(1,096,708)
(12,600)	PetroChina Co., Ltd., ADR	(1,770,678)	(74,267)	Knight Capital Group, Inc., Class A	(955,816)
(57,699)	Petroquest Energy, Inc.	(354,272)	(50,000)	Lazard, Ltd., Class A	(1,428,000)
(310,200)	Polarcus, Ltd.	(307,261)	(48,550)	Lender Processing Services, Inc.	(1,262,300)
(374,900)	Resolute Energy Corp.	(4,266,362)	(2,900)	Markel Corp.	(1,301,926)
(472,643)	SandRidge Energy, Inc.	(3,700,795)	(71,973)	MetLife, Inc.	(2,688,192)
(112,900)	Seadrill, Ltd.	(4,234,879)	(21,100)	Morningstar, Inc.	(1,330,355)
(36,900)	Southwestern Energy Co.	(1,129,140)	(557,455)	National Financial Partners Corp.	(8,439,869)
(66,300)	Spectra Energy Corp.	(2,091,765)	(104,000)	National Retail Properties, Inc. REIT	(2,827,760)
(2,888)	Stone Energy Corp.	(82,568)	(158,600)	NBT Bancorp, Inc.	(3,501,888)
(99,600)	TransCanada Corp.	(4,282,800)	(412,800)	New York Community Bancorp, Inc.	(5,742,048)
(33,550)	Ultra Petroleum Corp.	(759,236)	(1,127,000)	Nordea Bank AB	(10,246,539)
(14,000)	Walter Energy, Inc.	(828,940)	(208,600)	Old Republic International Corp.	(2,200,730)
(133,877)	Western Refining, Inc.	(2,519,565)	(639,500)	OTP Bank PLC	(11,090,103)
		<u>(68,731,578)</u>	(37,600)	Paychex, Inc.	(1,165,224)
			(88,400)	Piper Jaffray Cos.	(2,353,208)
Financial - (8.1)%			(335,550)	Plum Creek Timber Co., Inc. REIT	(13,945,458)
(13,096)	Affiliated Managers Group, Inc.	(1,464,264)	(89,000)	Potlatch Corp. REIT	(2,789,260)
(11,750,000)	Agricultural Bank of China, Ltd., Class H	(5,038,600)	(150,000)	Royal Bank of Canada	(8,707,500)
(101,650)	Air Lease Corp.	(2,446,715)	(23,900)	Signature Bank	(1,506,656)
(26,392)	Alexandria Real Estate Equities, Inc. REIT	(1,930,047)	(812,000)	Swedbank AB, Class A	(12,617,310)
(267,300)	American Equity Investment Life Holding Co.	(3,413,421)	(767,163)	Synovus Financial Corp.	(1,572,684)
(48,629)	Amtrust Financial Services, Inc.	(1,307,148)	(163,400)	TCF Financial Corp.	(1,942,826)
(125,773)	Annaly Capital Management, Inc. REIT	(1,989,729)	(79,900)	TD Ameritrade Holding Corp.	(1,577,226)
(20,000)	Ares Capital Corp.	(327,000)	(147,100)	United Bankshares, Inc.	(4,245,306)
(57,464)	Aspen Insurance Holdings, Ltd.	(1,605,544)	(348,400)	Valley National Bancorp	(4,511,780)
(55,200)	AvalonBay Communities, Inc. REIT	(7,802,520)	(296,500)	Wells Fargo & Co.	(10,122,510)
(1,264,414)	Banco Santander SA, ADR	(9,698,055)	(79,250)	Westamerica Bancorp.	(3,804,000)
(1,498)	Bank of America Corp.	(14,336)	(389,700)	Weyerhaeuser Co. REIT	(8,542,224)
(14,710,000)	Bank of China, Ltd., Class H	(5,929,046)	(140,899)	Wintrust Financial Corp.	(5,042,775)
(6,405,000)	Bank of Communications Co., Ltd., Class H	(4,841,557)			<u>(322,454,894)</u>
(608,008)	Barclays PLC, ADR	(9,211,321)			
(264,000)	BB&T Corp.	(8,286,960)	Healthcare - (3.1)%		
(106,200)	BGC Partners, Inc., Class A	(784,818)	(447,100)	Accuray, Inc.	(3,156,526)
(90,100)	Boston Properties, Inc. REIT	(9,459,599)	(133,900)	Achillion Pharmaceuticals, Inc.	(1,282,762)
(57,250)	Brown & Brown, Inc.	(1,361,405)	(116,700)	Akorn, Inc.	(1,365,390)
			(31,761)	Alere, Inc.	(826,104)

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
(16,200)	Allergan, Inc.	\$ (1,545,966)	(144,800)	Fluor Corp.	\$ (8,693,792)
(62,500)	Allscripts Healthcare Solutions, Inc.	(1,037,500)	(65,700)	Genco Shipping & Trading, Ltd.	(417,852)
(101,563)	Amarin Corp PLC, ADR	(1,149,693)	(69,980)	General Cable Corp.	(2,035,018)
(122,800)	AMERIGROUP Corp.	(8,261,984)	(728,700)	General Electric Co.	(14,625,009)
(32,700)	Becton Dickinson and Co.	(2,539,155)	(12,961)	Greenbrier Cos., Inc.	(256,498)
(29,765)	BioMarin Pharmaceutical, Inc.	(1,019,451)	(227,000)	Greif, Inc., Class A	(12,693,840)
(53,400)	Cerner Corp.	(4,066,944)	(308,260)	Griffon Corp.	(3,298,382)
(21,800)	Charles River Laboratories International, Inc.	(786,762)	(115,500)	HMS Holdings Corp.	(3,604,755)
(183,600)	Conceptus, Inc.	(2,640,168)	(21,300)	Illinois Tool Works, Inc.	(1,216,656)
(29,550)	Covance, Inc.	(1,407,466)	(61,600)	Imax Corp.	(1,505,504)
(317,700)	Cubist Pharmaceuticals, Inc.	(13,740,525)	(416,300)	Ingersoll-Rand PLC	(17,214,005)
(37,150)	Edwards Lifesciences Corp.	(2,701,919)	(306,000)	Jabil Circuit, Inc.	(7,686,720)
(180,600)	Endo Pharmaceuticals Holdings, Inc.	(6,994,638)	(161,200)	Joy Global, Inc.	(11,848,200)
(26,050)	Express Scripts, Inc.	(1,411,389)	(145,053)	Kaman Corp.	(4,924,549)
(168,844)	HealthSouth Corp.	(3,457,925)	(347)	Kansas City Southern	(24,877)
(11,400)	Illumina, Inc.	(599,754)	(32,100)	KBR, Inc.	(1,141,155)
(57,700)	Inset Corp.	(1,104,378)	(8,766)	L-3 Communications Holdings, Inc.	(620,370)
(62,700)	Integra LifeSciences Holdings Corp.	(2,175,063)	(33,750)	Lennox International, Inc.	(1,360,125)
(18,350)	Laboratory Corp. of America Holdings	(1,679,759)	(30,500)	Martin Marietta Materials, Inc.	(2,611,715)
(16,390)	LifePoint Hospitals, Inc.	(646,422)	(71,100)	MasTec, Inc.	(1,286,199)
(33,000)	MAKO Surgical Corp.	(1,390,950)	(25,700)	Mueller Industries, Inc.	(1,168,065)
(20,994)	Medivation, Inc.	(1,568,672)	(98,300)	National Instruments Corp.	(2,803,516)
(19,189)	Molina Healthcare, Inc.	(645,326)	(25,255)	Neo Material Technologies, Inc.	(284,876)
(390,800)	Mylan, Inc.	(9,164,260)	(89,913)	PHH Corp.	(1,390,954)
(115,400)	NuVasive, Inc.	(1,943,336)	(32,200)	Precision Castparts Corp.	(5,567,380)
(82,959)	Omnicare, Inc.	(2,950,852)	(37,000)	Rock-Tenn Co., Class A	(2,499,720)
(46,050)	Patterson Cos., Inc.	(1,538,070)	(32,600)	Roper Industries, Inc.	(3,232,616)
(247,800)	PSS World Medical, Inc.	(6,279,252)	(89,120)	RTI International Metals, Inc.	(2,055,107)
(19,537)	Regeneron Pharmaceuticals, Inc.	(2,278,405)	(215,000)	Sandvik AB	(3,103,555)
(46,628)	Salix Pharmaceuticals, Ltd.	(2,447,970)	(70,200)	Siemens AG, ADR	(7,078,968)
(33,000)	St. Jude Medical, Inc.	(1,462,230)	(125,000)	SKF AB, Class B	(3,051,407)
(21,600)	Techne Corp.	(1,514,160)	(57,450)	Spirit Aerosystems Holdings, Inc., Class A	(1,405,227)
(44,600)	Teleflex, Inc.	(2,727,290)	(18,350)	Stericycle, Inc.	(1,534,794)
(29,150)	United Therapeutics Corp.	(1,373,840)	(48,459)	Swift Transportation Co.	(559,217)
(62,500)	VCA Antech, Inc.	(1,450,625)	(34,300)	Texas Industries, Inc.	(1,200,843)
(43,800)	Vertex Pharmaceuticals, Inc.	(1,796,238)	(46,800)	The Babcock & Wilcox Co.	(1,205,100)
(343,300)	Viropharma, Inc.	(10,323,031)	(26,900)	Trimble Navigation, Ltd.	(1,463,898)
(145,070)	Volcano Corp.	(4,112,734)	(181,200)	TTM Technologies, Inc.	(2,081,988)
(51,975)	West Pharmaceutical Services, Inc.	(2,210,497)	(43,800)	Universal Display Corp.	(1,600,014)
		<u>(122,775,381)</u>	(100,800)	UTi Worldwide, Inc.	(1,736,784)
			(97,000)	Valmont Industries, Inc.	(11,388,770)
			(146,950)	Waste Management, Inc.	(5,137,372)
			(12,000)	Waters Corp.	(1,111,920)
			(105,600)	Worthington Industries, Inc.	(2,025,408)
					<u>(278,575,189)</u>
Industrial - (7.0)%			Information Technology - (4.1)%		
(38,300)	AAR Corp.	(698,975)	(76,100)	3D Systems Corp.	(1,791,394)
(35,900)	Alexander & Baldwin, Inc.	(1,739,355)	(124,400)	Aspen Technology, Inc.	(2,553,932)
(175,539)	Altra Holdings, Inc.	(3,370,349)	(36,350)	Broadcom Corp., Class A	(1,428,555)
(326,411)	AM Castle & Co.	(4,129,099)	(45,000)	Broadridge Financial Solutions, Inc.	(1,075,950)
(542,000)	Atlas Copco AB, Class A	(13,116,207)	(66,700)	CACI International, Inc., Class A	(4,154,743)
(38,700)	Brady Corp., Class A	(1,251,945)	(509,700)	Cadence Design Systems, Inc.	(6,034,848)
(26,700)	Candian Pacific Railway, Ltd.	(2,027,865)	(117,000)	Cavium, Inc.	(3,619,980)
(120,000)	Caterpillar, Inc.	(12,782,400)	(342,098)	Ciena Corp.	(5,538,567)
(107,598)	Cemex SAB de CV, ADR	(834,964)	(15,650)	Citrix Systems, Inc.	(1,234,941)
(84,750)	CH Robinson Worldwide, Inc.	(5,550,278)	(18,900)	Cognizant Technology Solutions Corp., Class A	(1,454,355)
(14,245)	Chart Industries, Inc.	(1,044,586)	(28,800)	Computer Programs and Systems, Inc.	(1,627,776)
(48,900)	CIRCOR International, Inc.	(1,626,903)	(197,300)	Compuware Corp.	(1,813,187)
(178,000)	Colfax Corp.	(6,272,720)	(30,200)	Concur Technologies, Inc.	(1,732,876)
(39,400)	Con-way, Inc.	(1,284,834)	(48,100)	Constant Contact, Inc.	(1,432,899)
(380,179)	Covanta Holding Corp.	(6,170,305)	(24,500)	Cree, Inc.	(774,935)
(31,800)	Crown Holdings, Inc.	(1,171,194)	(24,100)	Digital River, Inc.	(450,911)
(273,800)	Donaldson Co., Inc.	(9,782,874)	(200,943)	Electronic Arts, Inc.	(3,311,541)
(225,211)	DryShips, Inc.	(783,734)			
(199,507)	Eaton Corp.	(9,941,434)			
(252,000)	Emerson Electric Co.	(13,149,360)			
(161,229)	FEI Co.	(7,917,956)			
(11,200)	Flowserve Corp.	(1,293,712)			
(155,038)	FLSmidth & Co.	(10,881,420)			

ABSOLUTE STRATEGIES FUND
SCHEDULE OF CALL AND PUT OPTIONS WRITTEN
MARCH 31, 2012

Contracts	Security Description	Strike Price	Exp. Date	Value
Written Options - (0.5)%				
Call Options Written - (0.1)%				
(45)	Amazon.com, Inc.	\$ 175.00	01/13	\$ (186,750)
(65)	Apple, Inc.	500.00	01/13	(832,000)
(2,500)	iShares Russell 2000 Index Fund	81.00	11/12	(1,733,750)
(4,205)	SPDR S&P 500 ETF Trust	145.00	01/13	(2,417,875)
Total Call Options Written (Premiums Received \$(4,249,484))				(5,170,375)
Put Options Written - (0.4)%				
(500)	Accenture PLC	40.00	01/13	(35,000)
(135)	Amazon.com, Inc.	155.00	01/13	(113,400)
(675)	Bed Bath & Beyond, Inc.	60.00	01/13	(248,063)
(1,700)	Berkshire Hathaway, Inc., Class B	90.00	01/13	(1,772,250)
(1,275)	CarMax, Inc.	35.00	10/12	(408,000)
(275)	Costco Wholesale Corp.	80.00	07/12	(18,150)
(5,000)	iShares Russell 2000 Index Fund	70.00	11/12	(1,387,500)
(425)	Kohl's Corp.	57.50	01/13	(412,250)
(450)	Kohl's Corp.	50.00	01/13	(218,250)
(1,400)	Lowe's Cos., Inc.	30.00	01/13	(345,800)
(6,270)	SPDR S&P 500 ETF Trust	110.00	12/12	(1,385,670)
(21,035)	SPDR S&P 500 ETF Trust	110.00	01/13	(5,405,995)
(9,305)	SPDR S&P 500 ETF Trust	80.00	01/13	(562,952)
(277)	St. Jude Medical, Inc.	45.00	01/13	(138,500)
(1,050)	Target Corp.	40.00	01/13	(65,100)
(185)	The Bank of New York Mellon Corp.	30.00	01/13	(128,113)
(1,000)	The Bank of New York Mellon Corp.	25.00	01/13	(315,000)
(460)	The Bank of New York Mellon Corp.	20.00	01/13	(56,580)
(743)	The Boeing Co.	82.50	01/13	(854,450)
(150)	The Coca-Cola Co.	77.50	01/13	(100,500)
(775)	The Walt Disney Co.	45.00	01/13	(360,375)
(725)	USG Corp.	15.00	01/13	(163,125)
(580)	USG Corp.	12.50	01/13	(78,300)
(1,400)	Walgreen Co.	30.00	01/13	(245,000)
(1,050)	Wal-Mart Stores, Inc.	40.00	01/13	(39,375)
Total Put Options Written (Premiums Received \$(27,395,810))				(14,857,698)
Total Written Options - (0.5)% (Premiums Received \$(31,645,294))				\$ (20,028,073)

ABSOLUTE STRATEGIES FUND

 NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
 MARCH 31, 2012

ADR	American Depositary Receipt	(d)	Security fair valued in accordance with procedures adopted by the Board of Trustees. At the period end, the value of these securities amounted to \$11,237,008 or 0.3% of net assets.
BKNT	Bank Note		
ETF	Exchange Traded Fund		
ETN	Exchange Traded Note		
FHLB	Federal Home Loan Bank	(e)	Subject to call option written by the Fund.
FHLMC	Federal Home Loan Mortgage Corporation	(f)	Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$270,724,847 or 6.8% of net assets.
FNMA	Federal National Mortgage Association		
GNMA	Government National Mortgage Association		
LLC	Limited Liability Company		
LP	Limited Partnership	(g)	Variable rate security. Rate presented is as of March 31, 2012.
MTN	Medium Term Note		
PLC	Public Limited Company	(h)	Debt obligation initially issued at one coupon rate which converts to higher coupon rate at a specified date. Rate presented is as of March 31, 2012.
REIT	Real Estate Investment Trust		
SDR	Swedish Depositary Receipt		
(a)	All or a portion of this security is held as collateral for securities sold short.	(i)	Security is currently in default and is on scheduled interest or principal payment.
(b)	Non-income producing security.	(j)	Rate presented is yield to maturity.
(c)	Subject to put option written by the Fund.	(k)	Holders of Comdisco Holding Co., Inc. were issued contingent equity distribution rights pursuant to the Comdisco, Inc. First Amended Joint Plan of Reorganization. Accordingly, there is no associated strike price or expiration date.

A summary of outstanding credit default swap agreements held by the Fund at March 31, 2012, is as follows:

Credit Default Swaps – Sell Protection

<u>Counterparty</u>	<u>Reference Entity / Obligation</u>	<u>Receive Rate</u>	<u>Termination Date</u>	<u>Credit Spread as of 03/31/12⁽¹⁾</u>	<u>Notional Amount</u>	<u>Net Unrealized Depreciation</u>
Barclays Capital, Inc.	Markit ABX.HE Index	0.76%	01/25/38	7.06%	\$ (2,310,009)	\$ (15,273)

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

The aggregate cash/securities held as collateral for the above Barclays counterparty was \$1,503,176 as of March 31, 2012. The notional amounts are equal to the potential payment that the Fund could be required to make as a seller of credit protection.

The Fund enters contracts to sell protection to create a long credit position. Credit events that could require payment are bankruptcy, failure to pay, restructuring, obligation acceleration, obligation default, or repudiation/moratorium.

A summary of outstanding interest rate swap agreements held by the Fund at March 31, 2012, is as follows:

<u>Counterparty</u>	<u>Rate Type</u>		<u>Termination Date</u>	<u>Notional Amount</u>	<u>Net Unrealized Depreciation</u>
	<u>Payments Made by the Fund</u>	<u>Payments Received by the Fund</u>			
Barclays	2.91% semi-annually	3 month USD LIBOR quarterly	02/16/27	\$ 190,000	\$ (4,304)

At March 31, 2012, the Fund held the following futures contracts:

<u>Contracts</u>	<u>Type</u>	<u>Expiration Date</u>	<u>Notional Contract Value</u>	<u>Net Unrealized Appreciation (Depreciation)</u>
9	U.S. 10-year Note Future	06/29/12	\$ 1,179,293	\$ (13,934)
12	U.S. Ultra Bond Future	06/29/12	1,874,572	(62,947)
(600)	Euro FX Currency Future	06/20/12	(98,086,350)	(1,956,150)
(5,100)	Russell 2000 Mini Future	06/15/12	(406,862,810)	(15,264,190)
(3,600)	S&P 500 Emini Future	06/15/12	(244,547,250)	(8,037,750)
(837)	U.S. 10-year Note Future	06/29/12	(109,996,675)	1,618,253
(40)	U.S. 2-year Note Future	06/29/12	(8,806,248)	623
(160)	U.S. 5-year Note Future	06/29/12	(19,701,248)	94,998
(20)	U.S. Long Bond Future	06/29/12	(2,802,500)	47,500
			<u>\$ (887,749,216)</u>	<u>\$ (23,573,597)</u>

ABSOLUTE STRATEGIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
MARCH 31, 2012

* Cost for federal income tax purposes is \$1,469,497,179 and net unrealized appreciation consists of:

Gross Unrealized Appreciation	\$	526,350,232
Gross Unrealized Depreciation		(277,351,262)
Net Unrealized Appreciation	<u>\$</u>	<u>248,998,970</u>

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of March 31, 2012.

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 tables below, please refer to the Security Valuation section in Note 2 of the accompanying Notes to Financial Statements.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
Investments At Value				
Common Stock				
Consumer Discretionary	\$ 395,657,057	\$ -	\$ -	\$ 395,657,057
Consumer Staples	222,446,382	-	-	222,446,382
Energy	91,313,854	-	-	91,313,854
Financial	261,260,135	-	1,058,581	262,318,716
Healthcare	183,147,867	-	-	183,147,867
Industrial	82,621,185	-	-	82,621,185
Information Technology	192,388,297	-	-	192,388,297
Materials	24,936,025	-	-	24,936,025
Telecommunication Services	96,475,402	-	-	96,475,402
Utilities	26,967,444	-	-	26,967,444
Preferred Stock				
Consumer Discretionary	9,072,838	-	-	9,072,838
Consumer Staples	-	3,592,975	-	3,592,975
Energy	10,878,387	2,532,660	-	13,411,047
Financial	35,748,825	2,992,130	488,813	39,229,768
Healthcare	8,893,228	-	-	8,893,228
Industrial	2,335,310	-	-	2,335,310
Materials	2,533,952	-	-	2,533,952
Utilities	4,435,765	-	-	4,435,765
Asset Backed Obligations	-	276,198,766	2,347,070	278,545,836
Corporate Convertible Bonds	-	715,729,950	7,015,907	722,745,857
Corporate Non-Convertible Bonds	-	87,777,957	326,637	88,104,594
Exchange Traded Notes	657,529	-	-	657,529
Foreign Government Bonds	-	1,338,250	-	1,338,250
Interest Only Bonds	-	4,380,725	-	4,380,725
Municipal Bonds	-	3,607,995	-	3,607,995
Syndicated Loans	-	2,899,332	-	2,899,332
U.S. Government & Agency Obligations	-	81,775,263	-	81,775,263
Rights	10,950	-	-	10,950
Investment Companies	353,439,827	-	-	353,439,827
Commercial Paper	-	3,754,793	-	3,754,793
Purchased Options	47,978,280	-	-	47,978,280
Total Investments At Value	\$ 2,053,198,539	\$ 1,186,580,796	\$ 11,237,008	\$ 3,251,016,343
Other Financial Instruments**				
Futures	1,761,374	-	-	1,761,374
Total Assets	<u>\$ 2,054,959,913</u>	<u>\$ 1,186,580,796</u>	<u>\$ 11,237,008</u>	<u>\$ 3,252,777,717</u>

ABSOLUTE STRATEGIES FUND

 NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
 MARCH 31, 2012

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Liabilities				
Securities Sold Short				
Common Stock	\$ (1,482,384,923)	\$ (554,093)	\$ -	\$ (1,482,939,016)
Investment Companies	(29,553,105)	-	-	(29,553,105)
Total Securities Sold Short	\$ (1,511,938,028)	\$ (554,093)	\$ -	\$ (1,512,492,121)
Other Financial Instruments**				
Written Options	(20,028,073)	-	-	(20,028,073)
Credit Default Swaps	-	(15,273)	-	(15,273)
Interest Rate Swaps	-	(4,304)	-	(4,304)
Forward Currency Contracts	-	(92,516)	-	(92,516)
Futures	(25,334,971)	-	-	(25,334,971)
Total Other Financial Instruments	\$ (45,363,044)	\$ (112,093)	\$ -	\$ (45,475,137)
Total Liabilities	\$ (1,557,301,072)	\$ (666,186)	\$ -	\$ (1,557,967,258)

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

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

	<u>Common Stock</u>	<u>Preferred Stock</u>	<u>Asset Backed Obligations</u>	<u>Corporate Convertible Bonds</u>	<u>Corporate Non-Convertible Bonds</u>	<u>Written Options</u>
Balance as of 03/31/11	\$ -	\$ 2,704,826	\$ 4,135,031	\$ 16,000,106	\$ 260,900	\$ (215)
Accrued Accretion / (Amortization)	-	-	9,190	(17,312)	-	-
Realized Gain / (Loss)	-	-	-	20,205	-	-
Change in Unrealized Appreciation / (Depreciation)	-	(704,892)	(198,457)	628,872	1,900	(27,495)
Purchases	-	4,134,711	867,977	19,895,611	-	27,710
Sales	-	-	-	(13,338,984)	-	-
Paydowns / Calls	-	-	(1,408,721)	-	-	-
Transfers In / (Out)	1,058,581	(5,645,832)	(1,057,950)	(16,172,591)	63,837	-
Balance as of 03/31/12	\$ 1,058,581	\$ 488,813	\$ 2,347,070	\$ 7,015,907	\$ 326,637	\$ -
Net change in unrealized appreciation / (depreciation) from investments held as of 03/31/12***	\$ (97,530)	\$ (694,817)	\$ (135,027)	\$ 760,359	\$ 45,359	\$ -

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

The Fund utilizes the end of period methodology when determining transfers in or out of the level 3 category.

ABSOLUTE OPPORTUNITIES FUND
PORTFOLIO HOLDINGS SUMMARY (Unaudited)
MARCH 31, 2012

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Equity Securities	38.7%
Asset Backed Obligations	0.7%
Corporate Convertible Bonds	4.6%
Corporate Non-Convertible Bonds	6.5%
Syndicated Loans	0.6%
U.S. Government & Agency Obligations	1.9%
Rights	0.1%
Warrants	1.4%
Investment Companies	1.4%
Short-Term Investments	15.8%
Purchased Options	0.7%
Short Positions	
Equity Securities	-15.1%
Corporate Non-Convertible Bonds	-3.6%
U.S. Treasury Securities	-0.7%
Investment Companies	-2.7%
Written Options	0.0%
Other Assets less Liabilities*	49.7%
	100.0%

* Consists of deposits with the custodian and/or brokers for securities sold short, cash, foreign currency, prepaid expenses, receivables, payables, and accrued liabilities. Deposits with the custodian and/or brokers for securities sold short represents 23.1% of net assets. See Note 2.

Sector Breakdown	(% of Equity Holdings)	
	Long	Short
Consumer Discretionary	16.2%	45.4%
Consumer Staples	7.8%	8.2%
Energy	30.3%	1.7%
Financial	10.3%	7.8%
Healthcare	0.4%	0.0%
Industrial	8.9%	23.2%
Information Technology	0.7%	3.5%
Materials	12.8%	8.2%
Telecommunication Services	12.6%	2.0%
	100.0%	100.0%

ABSOLUTE OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

MARCH 31, 2012

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
Energy (continued)					U.S. Government & Agency Obligations - 1.9%				
\$ 75,000	Denbury Resources, Inc. (b)	9.75%	03/01/16	\$ 82,688	U.S. Treasury Securities (g) - 1.9%				
120,000	Encore Acquisition Co. (b)	9.50	05/01/16	132,600	\$ 5,000,000	U.S. Treasury Bill (g)	0.05%	05/03/12	\$ 4,999,746
1,500,000	Holly Energy Partners LP/Holly Energy Finance Corp. (b)	8.25	03/15/18	1,597,500	5,000,000	U.S. Treasury Bill (g)	0.05	05/24/12	4,999,613
1,150,000	McMoRan Exploration Co. (b)	11.88	11/15/14	1,219,000					<u>9,999,359</u>
700,000	SEACOR Holdings, Inc. (b)	7.38	10/01/19	<u>740,412</u>	Total U.S. Government & Agency Obligations (Cost \$9,999,387)				
				<u>4,653,142</u>	9,999,359				
Financial - 1.0%					Total Fixed Income Securities (Cost \$68,290,463)				
6,353,326	Orco Property Group (c)	2.50	04/30/20	2,542,029	73,181,731				
2,696,433	Signature Group Holdings, Inc.	9.00	12/31/16	2,082,994	Shares Security Description Value				
500,000	Woodside Finance, Ltd. (b)(d)	5.00	11/15/13	<u>525,304</u>	Rights - 0.1%				
				<u>5,150,327</u>	142,161	Sanofi (a)			<u>191,917</u>
Industrial - 0.3%					Total Rights (Cost \$177,186)				
704,000	Darling International, Inc. (b)	8.50	12/15/18	788,480	191,917				
500,000	MasTec, Inc. (b)	7.63	02/01/17	521,875	Warrants - 1.4%				
187,000	Mueller Industries, Inc. (b)	6.00	11/01/14	<u>187,468</u>	175,929	Bank of America Corp. (a)			818,070
				<u>1,497,823</u>	113,527	General Motors Co. (a)			1,887,954
Materials - 0.7%					Total Warrants (Cost \$5,955,086)				
1,000,000	Allegheny Ludlum Corp. (b)	6.95	12/15/25	1,159,889	176,463	Kinross Gold Corp. (a)			113,225
165,000	Clearwater Paper Corp.	7.13	11/01/18	175,725	Investment Companies - 1.4%				
695,000	Freeport-McMoRan Corp. (b)	9.50	06/01/31	988,141	17,955	Central GoldTrust (a)(b)			1,144,631
1,000,000	Freeport-McMoRan Corp. (b)	6.13	03/15/34	<u>1,063,456</u>	32,413	iShares Silver Trust (a)(b)			1,016,796
				<u>3,387,211</u>	47,230	Market Vectors - Gold Miners ETF			2,341,191
Telecommunication Services - 0.5%					Total Investment Companies (Cost \$7,391,353)				
2,166,000	Viasat, Inc. (b)	8.88	09/15/16	<u>2,350,110</u>	23,152	Market Vectors Junior Gold Miners ETF			568,382
					152,584	Sprott Physical Gold Trust (a)			<u>2,203,313</u>
Total Corporate Non-Convertible Bonds (Cost \$34,436,300)					7,274,313				
				33,013,518	Principal Security Description Rate Maturity Value				
Syndicated Loans - 0.6%					Short-Term Investments - 15.8%				
2,889,715	Cinram International, Inc.	9.19	12/31/13	1,155,886	Commercial Paper (g) - 15.8%				
1,720,800	Walter Investment Management	12.50	12/31/16	<u>1,766,401</u>	\$ 5,000,000	Airgas, Inc.	0.50	05/21/12	4,996,528
Total Syndicated Loans (Cost \$3,261,975)					2,922,287				
					2,500,000	Bacardi Corp.	0.45	04/25/12	2,499,250
					5,000,000	Clorox Co.	0.42	04/12/12	4,999,358
					3,500,000	Devon Energy Corp.	0.42	04/17/12	3,499,347
					1,500,000	Devon Energy Corp.	0.45	05/14/12	1,499,194
					5,000,000	Diageo Capital PLC (b)	0.48	05/24/12	4,996,467
					4,000,000	Duke Energy Corp.	0.40	04/23/12	3,999,022
					4,800,000	Florida Power Corp.	0.46	05/03/12	4,798,037
					3,500,000	Harris Corp.	0.42	04/04/12	3,499,878
					5,000,000	Hewlett-Packard Co. (b)	0.50	04/03/12	4,999,861
					650,000	Hewlett-Packard Co.	0.45	04/09/12	649,935
					2,538,000	Kansas City Power & Light	0.45	04/18/12	2,537,461
					3,200,000	NBC Universal Media, LLC	0.38	04/26/12	3,199,156

ABSOLUTE OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

MARCH 31, 2012

Principal	Security Description	Rate	Maturity	Value	Contracts	Security Description	Strike Price	Exp. Date	Value
\$ 3,230,000	Newell Rubbermaid, Inc.	1.00%	05/08/12	\$ 3,226,680	408	iShares MSCI Emerging Markets Index Fund	\$ 40.00	05/12	\$ 24,888
5,000,000	Reed Elsevier, Inc. (b)	0.45	04/16/12	4,999,062	1,356	iShares Russell 2000 Index Fund	75.00	08/12	320,016
2,500,000	Safeway, Inc.	0.82	04/03/12	2,499,886	1,012	iShares Russell 2000 Index Fund	73.00	11/12	350,658
2,500,000	Safeway, Inc.	0.90	04/09/12	2,499,500	103	JC Penney Co., Inc.	37.00	08/12	42,745
3,000,000	South Carolina Electric & Gas	0.45	04/03/12	2,999,925	917	Ltd. Brands, Inc.	37.00	05/12	9,170
5,000,000	Tyco Electronics Group SA	0.45	04/09/12	4,999,500	423	Ltd. Brands, Inc.	41.00	08/12	42,300
5,000,000	VF Corp.	0.48	04/23/12	4,998,533	263	Monster Beverage Corp.	50.00	06/12	11,835
3,500,000	Virginia Electric Power	0.40	04/16/12	3,499,417	1,635	Powershares QQQ	66.00	04/12	78,480
2,500,000	Western Union Co.	0.42	04/03/12	2,499,942	818	Powershares QQQ	60.00	06/12	40,082
2,500,000	Western Union Co.	0.43	04/11/12	2,499,701	682	Powershares QQQ	60.00	09/12	98,890
Total Commercial Paper (Cost \$80,895,640)				80,895,640	77	Ralph Lauren Corp.	140.00	04/12	770
Total Short-Term Investments (Cost \$80,895,640)				80,895,640	107	Salesforce.com, Inc.	130.00	08/12	66,073
Contracts	Security Description	Strike Price	Exp. Date	Value	295	Simon Property Group, Inc. REIT	120.00	10/12	86,582
Purchased Options - 0.7%					1,159	Southern Copper Corp.	29.00	09/12	231,800
Call Options Purchased - 0.1%					318	SPDR S&P Retail ETF	55.00	09/12	64,395
871	Goldcorp, Inc.	\$ 50.00	07/12	95,810	1,154	SPDR S&P Retail ETF	50.00	09/12	121,170
2,061	Kinross Gold Corp.	14.00	05/12	8,244	383	Target Corp.	50.00	04/12	1,915
160	Kinross Gold Corp.	17.50	01/13	1,920	2,032	Target Corp.	52.50	10/12	363,728
518	Market Vectors - Gold Miners ETF	60.00	09/12	47,656	318	VF Corp.	120.00	08/12	63,600
704	Market Vectors - Gold Miners ETF	57.00	09/12	104,192	934	Wells Fargo & Co.	28.00	10/12	95,268
463	Market Vectors - Gold Miners ETF	55.00	09/12	92,600	492	Whole Foods Market, Inc.	75.00	08/12	150,060
293	Primo Water Corp.	7.50	04/12	293	819	Whole Foods Market, Inc.	65.00	08/12	96,232
222	SPDR Gold Trust	170.00	04/12	7,104	Total Put Options Purchased (Premiums Paid \$5,487,314)				
222	SPDR Gold Trust	175.00	09/12	81,252	2,969,799				
Total Call Options Purchased (Premiums Paid \$911,721)				439,071	Total Purchased Options (Premiums Paid \$6,399,035)				
Put Options Purchased - 0.6%					3,408,870				
117	Amazon.com, Inc.	160.00	07/12	35,217	Total Long Positions - 72.4% (Cost \$338,695,544)*				
58	Amazon.com, Inc.	185.00	10/12	74,530	Total Short Positions - (22.1%) (Cost \$(103,357,865))*				
144	Darden Restaurants, Inc.	45.00	10/12	28,440	Total Written Options - (0.0%) (Premiums Received \$(266,154))*				
782	Dollar Tree, Inc.	77.50	08/12	62,560	Other Assets & Liabilities, Net - 49.7%				
449	Energy Sector SPDR Fund	66.00	01/13	185,886	253,997,173				
585	Harley-Davidson, Inc.	43.00	08/12	95,940	Net Assets - 100.0%				
1,107	iShares Dow Jones U.S. Real Estate Index Fund	53.00	06/12	34,871	\$ 510,920,929				
492	iShares Dow Jones U.S. Real Estate Index Fund	55.00	09/12	67,158					
409	iShares MSCI Emerging Markets Index Fund	42.00	04/12	24,540					

ABSOLUTE OPPORTUNITIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
MARCH 31, 2012

Shares	Security Description	Value	Shares	Security Description	Value
Short Positions - (22.1)%			(14,200)	Nordson Corp.	\$ (774,042)
Common Stock - (15.1)%			(61,507)	Old Dominion Freight Line, Inc.	(2,932,039)
Consumer Discretionary - (6.9)%			(48,100)	Rexel SA	(1,060,094)
(89,695)	American Axle & Manufacturing Holdings, Inc.	\$ (1,050,328)	(32,833)	Sensata Technologies Holding NV	(1,099,249)
(55,222)	Asbury Automotive Group, Inc.	(1,490,994)	(42,865)	SKF AB, Class B	(1,046,389)
(26,102)	Autoliv, Inc.	(1,750,139)	(30,044)	TAL International Group, Inc.	(1,102,915)
(9,120)	AutoNation, Inc.	(312,907)	(2,730)	Texas Industries, Inc.	(95,577)
(56,087)	BJ's Restaurants, Inc.	(2,823,981)	(8,175)	United Technologies Corp.	(678,034)
(27,686)	Brinker International, Inc.	(762,749)			<u>(18,005,418)</u>
(16,891)	Buffalo Wild Wings, Inc.	(1,531,845)	Information Technology - (0.5)%		
(14,525)	Dillard's, Inc., Class A	(915,366)	(17,609)	Salesforce.com, Inc.	(2,720,767)
(12,160)	Dollar Tree, Inc.	(1,148,998)	Materials - (1.2)%		
(47,698)	Group 1 Automotive, Inc.	(2,679,197)	(8,828)	Air Liquide SA	(1,176,919)
(88,951)	Hanesbrands, Inc.	(2,627,613)	(2,911)	Clearwater Paper Corp.	(96,674)
(32,355)	Harley-Davidson, Inc.	(1,587,983)	(22,828)	Cliffs Natural Resources, Inc.	(1,581,067)
(13,723)	JC Penney Co., Inc.	(486,206)	(289,338)	Fortescue Metals Group, Ltd.	(1,741,319)
(26,750)	Ltd. Brands, Inc.	(1,284,000)	(55,012)	Southern Copper Corp.	(1,744,431)
(34,552)	Lululemon Athletica, Inc.	(2,580,343)			<u>(6,340,410)</u>
(3,544)	Maidenform Brands, Inc.	(79,775)	Telecommunication Services - (0.3)%		
(59,848)	Penske Auto Group, Inc.	(1,474,056)	(7,402)	Amazon.com, Inc.	(1,498,979)
(26,693)	PVH Corp.	(2,384,486)	(57,245)	Promotora de Informaciones SA, Class A	(43,518)
(11,500)	Ralph Lauren Corp.	(2,004,795)			<u>(1,542,497)</u>
(30,603)	Six Flags Entertainment Corp.	(1,431,302)	Total Common Stock		
(20,125)	Tenneco, Inc.	(747,644)	(Cost \$(69,666,610))		
(31,681)	The McClatchy Co., Class A	(91,558)	<u>(77,441,859)</u>		
(90,007)	Titan International, Inc.	(2,128,666)			
(14,758)	TRW Automotive Holdings Corp.	(685,509)			
(11,274)	Under Armour, Inc., Class A	(1,059,756)			
		<u>(35,120,196)</u>			
Consumer Staples - (1.2)%			Principal	Security Description	Rate
(64,094)	Avon Products, Inc.	(1,240,860)	Maturity	Value	
(19,144)	Diamond Foods, Inc.	(436,866)	Fixed Income Securities - (4.3)%		
(17,013)	Green Mountain Coffee Roasters, Inc.	(796,889)	Corporate Non-Convertible Bonds - (3.6)%		
(23,782)	Monster Beverage Corp.	(1,476,624)	Consumer Discretionary - (2.6)%		
(13,893)	Ritchie Bros. Auctioneers, Inc.	(330,098)	\$ (578,000)	Hanesbrands, Inc.	6.38% 12/15/20
(5,646)	Sanderson Farms, Inc.	(299,408)	(500,000)	Isle of Capri Casinos, Inc.	7.00 03/01/14
(88,693)	Serco Group PLC	(769,615)	(2,737,000)	Levi Strauss & Co.	7.63 05/15/20
(12,225)	Whole Foods Market, Inc.	(1,017,120)	(500,000)	MGM Resorts International	7.63 01/15/17
		<u>(6,367,480)</u>	(1,851,000)	Pinnacle Entertainment, Inc.	8.75 05/15/20
Energy - (0.3)%			(5,275,000)	PVH Corp.	7.38 05/15/20
(10,773)	InterOil Corp.	(553,840)	(557,000)	Quiksilver, Inc.	6.88 04/15/15
(37,981)	Northern Oil and Gas, Inc.	(787,726)			<u>(12,959,702)</u>
		<u>(1,341,566)</u>	Consumer Staples - (0.3)%		
Financial - (1.2)%			(1,548,000)	SUPERVALU, Inc.	8.00 05/01/16
(15,547)	Digital Realty Trust, Inc. REIT	(1,150,011)			<u>(1,629,270)</u>
(10,998)	Simon Property Group, Inc. REIT	(1,602,189)	Materials - (0.5)%		
(56,300)	The Macerich Co. REIT	(3,251,325)	(2,000,000)	The Dow Chemical Co.	7.38 11/01/29
		<u>(6,003,525)</u>			<u>(2,597,372)</u>
Industrial - (3.5)%					
(7,005)	BorgWarner, Inc.	(590,802)			
(78,737)	Bristow Group, Inc.	(3,758,117)			
(2,044)	Caterpillar, Inc.	(217,727)			
(8,362)	CNH Global NV	(331,971)			
(73,352)	General Electric Co.	(1,472,175)			
(65,597)	IMI PLC	(1,020,371)			
(24,379)	Legrand SA	(897,069)			
(13,761)	Nexans SA	(928,847)			

ABSOLUTE OPPORTUNITIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
MARCH 31, 2012

Shares	Security Description	Value
Telecommunication Services - (0.2)%		
\$ (1,077,000)	Univision Communications, Inc.	8.50% 05/15/21 \$ (1,071,615)
Total Corporate Non-Convertible Bonds (Cost \$(17,076,884))		(18,257,959)
U.S. Treasury Securities - (0.7)%		
(3,000,000)	U.S. Treasury Bond	4.38 05/15/40 (3,605,625)
Total U.S. Treasury Securities (Cost \$(3,176,124))		(3,605,625)
Total Fixed Income Securities (Cost \$(20,253,008))		(21,863,584)

Shares	Security Description	Value
Investment Companies - (2.7)%		
(37,228)	Eaton Vance Senior Floating-Rate Trust	(567,355)
(20,830)	iShares iBoxx \$ High Yield Corporate Bond Fund	(1,892,197)
(21,471)	iShares Russell 2000 Index Fund	(1,778,872)
(26,556)	SPDR KBW Regional Banking ETF	(756,049)
(2,173)	SPDR S&P 500 ETF Trust	(305,785)
(149,881)	SPDR S&P Oil & Gas Exploration & Production ETF	(8,529,728)
Total Investment Companies (Cost \$(13,438,247))		(13,829,986)
Total Short Positions - (22.1)% (Cost \$(103,357,865))		\$ (113,135,429)

ABSOLUTE OPPORTUNITIES FUND
 SCHEDULE OF CALL AND PUT OPTIONS WRITTEN
 MARCH 31, 2012

Contracts	Security Description	Strike Price	Exp. Date	Value
Written Options - (0.0)%				
Call Options Written - (0.0)%				
(2,330)	Kinder Morgan, Inc.	\$ 40.00	06/12	\$ (151,450)
Total Call Options Written (Premiums Received \$(150,248))				(151,450)
Put Options Written - (0.0)%				
(383)	Kinder Morgan, Inc.	35.00	06/12	(103,410)
Total Put Options Written (Premiums Received \$(115,906))				(103,410)
Total Written Options - (0.0)% (Premiums Received \$(266,154))				\$ (254,860)

ABSOLUTE OPPORTUNITIES FUND

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

MARCH 31, 2012

ADR	American Depositary Receipt	(c)	Security fair valued in accordance with procedures adopted by the Board of Trustees. At the period end, the value of these securities amounted to \$7,444,810 or 1.5% of net assets.
ETF	Exchange Traded Fund		
LLC	Limited Liability Company		
LP	Limited Partnership		
MTN	Medium Term Note	(d)	Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$10,761,776 or 2.1% of net assets.
PLC	Public Limited Company		
REIT	Real Estate Investment Trust		
(a)	Non-income producing security.	(e)	Security is currently in default and is on scheduled interest or principal payment.
(b)	All or a portion of this security is held as collateral for securities sold short.	(f)	Variable rate security. Rate presented is as of March 31, 2012.
		(g)	Rate presented is yield to maturity.

A summary of outstanding credit default swap agreements held by the Fund at March 31, 2012, is as follows:

Credit Default Swaps – Buy Protection

Counterparty	Reference Entity / Obligation	Pay Rate	Termination Date	Credit Spread as of 03/31/12 ⁽¹⁾	Notional Amount	Net Unrealized Appreciation (Depreciation)
Barclays Capital, Inc.	Beam, Inc., 5.38%, 01/15/16	(1.00)%	06/20/17	0.48%	\$ 10,000,000	\$ (50,350)
Barclays Capital, Inc.	Capital One Financial Corp., 5.25%, 02/21/17	(1.00)	06/20/17	1.12	10,000,000	(59,374)
Deutsche Bank	Capital One Financial Corp., 5.25%, 02/21/17	(1.00)	06/20/17	1.12	10,000,000	(64,371)
Deutsche Bank	Carnival Corp., 6.65%, 01/15/28	(1.00)	06/20/17	1.48	15,000,000	(17,995)
Citigroup Global Markets, Inc.	Carnival Corp., 6.65%, 01/15/28	(1.00)	12/20/17	1.55	5,000,000	(53,621)
Citigroup Global Markets, Inc.	Carnival Corp., 6.65%, 02/25/28	(1.00)	09/20/17	1.52	10,000,000	(103,445)
Deutsche Bank	ConAgra Foods, Inc., 7.00%, 10/01/28	(1.00)	06/20/17	0.55	15,000,000	(36,470)
Deutsche Bank	Darden Restaurants, Inc., 6.00%, 08/15/35	(1.00)	09/20/17	1.00	5,000,000	(7,484)
Citigroup Global Markets, Inc.	Darden Restaurants, Inc., 6.00%, 08/15/35	(1.00)	09/20/17	1.00	10,000,000	(14,940)
Barclays Capital, Inc.	Eastman Chemical Co., 7.60%, 02/01/27	(1.00)	06/20/17	0.81	15,000,000	(318,295)
Barclays Capital, Inc.	Kimco Realty Corp., 5.98%, 07/30/12	(1.00)	06/20/17	1.36	20,000,000	(251,211)
Citigroup Global Markets, Inc.	Kimco Realty Corp., 5.98%, 07/30/12	(1.00)	09/20/17	1.39	5,000,000	(3,407)
BNP Paribas Securities Corp.	Kohl's Corp., 6.25%, 12/15/17	(1.00)	06/20/17	1.58	10,000,000	318,931
Deutsche Bank	Koninklijke DSM, 4.00%, 11/10/15	(1.00)	12/20/17	0.53	10,000,000	(216,262)
Deutsche Bank	Lowe's Cos., Inc., 5.40%, 10/15/16	(1.00)	03/20/18	0.67	10,000,000	(106,969)
Deutsche Bank	Lowe's Cos., Inc., 5.40%, 10/15/16	(1.00)	09/20/17	0.62	5,000,000	(102,429)
Barclays Capital, Inc.	Macy's Retail Holdings, Inc., 7.45%, 07/15/17	(1.00)	12/20/17	1.19	10,000,000	(23,410)
BNP Paribas Securities Corp.	Macy's Retail Holdings, Inc., 7.45%, 07/15/17	(1.00)	09/20/17	1.15	5,000,000	(24,263)
Barclays Capital, Inc.	Marriott International, Inc., 5.81%, 11/10/15	(1.00)	12/20/17	0.93	5,000,000	(150,503)
RBS Securities, Inc.	Marriott International, Inc., 5.81%, 11/10/15	(1.00)	06/20/17	0.85	5,000,000	(166,692)
Barclays Capital, Inc.	Marriott International, Inc., 5.81%, 11/10/15	(1.00)	09/20/17	0.89	5,000,000	(36,789)

ABSOLUTE OPPORTUNITIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
MARCH 31, 2012

Counterparty	Reference Entity / Obligation	Pay Rate	Termination Date	Credit Spread as of 03/31/12⁽¹⁾	Notional Amount	Net Unrealized Appreciation (Depreciation)
Citigroup Global Markets, Inc.	Marriott International, Inc., 5.81%, 11/10/15	(1.00)%	09/20/17	0.89 %	\$ 5,000,000	\$ (21,298)
Deutsche Bank	Nordstrom, Inc., 6.95%, 03/15/28	(1.00)	06/20/17	0.77	10,000,000	(66,979)
Barclays Capital, Inc.	Nordstrom, Inc., 6.95%, 03/15/28	(1.00)	03/02/18	0.86	5,000,000	(55,427)
BNP Paribas Securities Corp.	Nordstrom, Inc., 6.95%, 03/15/28	(1.00)	09/20/17	0.80	5,000,000	(78,270)
Citigroup Global Markets, Inc.	Nordstrom, Inc., 6.95%, 03/15/28	(1.00)	09/20/17	0.80	5,000,000	(17,007)
BNP Paribas Securities Corp.	Southwest Airlines Co., 5.25%, 10/01/14	(1.00)	06/20/17	1.65	5,000,000	47,089
Barclays Capital, Inc.	Southwest Airlines Co., 5.25%, 10/01/14	(1.00)	06/20/17	1.65	5,000,000	60,026
Deutsche Bank	Southwest Airlines Co., 5.25%, 10/01/14	(1.00)	06/20/17	1.65	15,000,000	18,040
Citigroup Global Markets, Inc.	Starwood Hotels & Resorts Worldwide Inc., 6.75%, 05/15/18	(1.00)	09/20/17	1.18	5,000,000	(14,455)
Deutsche Bank	Starwood Hotels & Resorts Worldwide Inc., 6.75%, 05/15/18	(1.00)	06/20/12	1.16	10,000,000	(38,548)
Barclays Capital, Inc.	Starwood Hotels & Resorts Worldwide Inc., 6.75%, 05/15/18	(1.00)	12/20/17	1.22	5,000,000	(42,496)
						<u>\$ (1,698,674)</u>

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

At March 31, 2012, the Fund held the following futures contracts:

Contracts	Type	Expiration Date	Notional Contract Value	Net Unrealized Depreciation
(150)	Euro FX Currency Future	06/20/12	\$ (24,521,588)	\$ (489,038)
(600)	Russell 2000 Mini Future	06/15/12	(47,866,950)	(1,795,050)
(250)	S&P 500 Emini Future	06/15/12	(16,900,375)	(640,250)
			<u>\$ (89,288,913)</u>	<u>\$ (2,924,338)</u>

* Cost for federal income tax purposes is \$241,853,608 and net unrealized appreciation consists of:

Gross Unrealized Appreciation	\$	45,351,318
Gross Unrealized Depreciation		(30,281,170)
Net Unrealized Appreciation	<u>\$</u>	<u>15,070,148</u>

ABSOLUTE OPPORTUNITIES FUND

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

MARCH 31, 2012

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of March 31, 2012.

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 tables below, please refer to the Security Valuation section in Note 2 of the accompanying Notes to Financial Statements.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
Investments At Value				
Common Stock				
Consumer Discretionary	\$ 27,539,013	\$ -	\$ -	\$ 27,539,013
Consumer Staples	15,440,262	-	-	15,440,262
Energy	60,097,389	-	-	60,097,389
Financial	19,636,277	-	696,417	20,332,694
Healthcare	798,158	-	-	798,158
Industrial	17,549,753	-	-	17,549,753
Information Technology	1,362,849	-	-	1,362,849
Materials	25,406,830	-	-	25,406,830
Telecommunication Services	25,046,742	-	-	25,046,742
Preferred Stock				
Consumer Discretionary	4,384,206	-	87,500	4,471,706
Asset Backed Obligations	-	3,681,597	-	3,681,597
Corporate Convertible Bonds	-	21,693,390	1,871,580	23,564,970
Corporate Non-Convertible Bonds	-	28,224,205	4,789,313	33,013,518
Syndicated Loans	-	2,922,287	-	2,922,287
U.S. Government & Agency Obligations	-	9,999,359	-	9,999,359
Rights	191,917	-	-	191,917
Warrants	7,316,178	-	-	7,316,178
Investment Companies	7,274,313	-	-	7,274,313
Commercial Paper	-	80,895,640	-	80,895,640
Purchased Options	3,408,870	-	-	3,408,870
Total Investments At Value	\$ 215,452,757	\$ 147,416,478	\$ 7,444,810	\$ 370,314,045
Other Financial Instruments**				
Credit Default Swaps	-	444,086	-	444,086
Total Assets	\$ 215,452,757	\$ 147,860,564	\$ 7,444,810	\$ 370,758,131
Liabilities				
Securities Sold Short				
Common Stock	(77,441,859)	-	-	(77,441,859)
Corporate Non-Convertible Bonds	-	(18,257,959)	-	(18,257,959)
U.S. Treasury Securities	-	(3,605,625)	-	(3,605,625)
Investment Companies	(13,829,986)	-	-	(13,829,986)
Total Securities Sold Short	\$ (91,271,845)	\$ (21,863,584)	\$ -	\$ (113,135,429)
Other Financial Instruments**				
Written Options	(254,860)	-	-	(254,860)
Futures	(2,924,337)	-	-	(2,924,337)
Credit Default Swaps	-	(2,142,760)	-	(2,142,760)
Total Other Financial Instruments	\$ (3,179,197)	\$ (2,142,760)	\$ -	\$ (5,321,957)
Total Liabilities	\$ (94,451,042)	\$ (24,006,344)	\$ -	\$ (118,457,386)

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

ABSOLUTE OPPORTUNITIES FUND

NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
MARCH 31, 2012

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

	<u>Common Stock</u>	<u>Preferred Stock</u>	<u>Asset Backed Obligations</u>	<u>Corporate Convertible Bonds</u>	<u>Corporate Non- Convertible Bonds</u>
Balance as of 03/31/11	\$ -	\$ -	\$ 264,546	\$ -	\$ -
Accrued Accretion / (Amortization)	-	-	(601)	-	-
Realized Gain / (Loss)	-	-	13,177	-	-
Change in Unrealized Appreciation / (Depreciation)	-	-	(17,183)	-	-
Purchases	-	-	53,308	-	-
Sales	-	-	(313,247)	-	-
Transfers In / (Out)	696,417	87,500	-	1,871,580	4,789,313
Balance as of 03/31/12	<u>\$ 696,417</u>	<u>\$ 87,500</u>	<u>\$ -</u>	<u>\$ 1,871,580</u>	<u>\$ 4,789,313</u>
Net change in unrealized appreciation / (depreciation) from investments held as of 03/31/12***	<u>\$ 192,342</u>	<u>\$ 87,500</u>	<u>\$ -</u>	<u>\$ (526,412)</u>	<u>\$ (1,214,760)</u>

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

The Fund utilizes the end of period methodology when determining transfers in or out of the level 3 category.

ABSOLUTE FUNDS
STATEMENTS OF ASSETS AND LIABILITIES
MARCH 31, 2012

	ABSOLUTE STRATEGIES FUND	ABSOLUTE OPPORTUNITIES FUND
ASSETS		
Total investments, at value (Cost \$2,789,112,367 and \$338,695,544, respectively)	\$ 3,251,016,343	\$ 370,314,045
Deposits with brokers	1,536,678,055	117,951,422
Cash	769,522,332	143,545,806
Foreign currency (Cost \$0 and \$3,720,321, respectively)	-	3,742,905
Receivables:		
Fund shares sold	13,038,237	2,111,565
Investment securities sold	24,039,553	10,602,040
Dividends and interest	12,912,140	818,098
Variation margin	1,875,859	174,000
Swap premiums paid	-	3,405,234
Unrealized gain on swap agreements	-	444,086
Prepaid expenses	56,931	19,744
Total Assets	5,609,139,450	653,128,945
LIABILITIES		
Swap premiums received	1,440,645	754,926
Unrealized loss on swap agreements	19,577	2,142,760
Unrealized loss on forward currency contracts	92,516	-
Payables:		
Securities sold short, at value (Cost \$1,440,619,198 and \$103,357,865, respectively)	1,512,492,121	113,135,429
Call options written, at value (Premiums received \$4,249,484 and \$150,248, respectively)	5,170,375	151,450
Put options written, at value (Premiums received \$27,395,810 and \$115,906, respectively)	14,857,698	103,410
Investment securities purchased	36,678,113	23,351,532
Fund shares redeemed	2,890,050	475,916
Dividends and interest on securities sold short	1,992,998	551,930
Variation margin	1,290,611	150,625
Due to broker	42,824,464	-
Other	31,645	62,379
Accrued Liabilities:		
Investment adviser fees	5,338,317	1,161,353
Fund services fees	301,771	63,902
Compliance services fees	5,640	2,277
Other expenses	280,479	100,127
Total Liabilities	1,625,707,020	142,208,016
NET ASSETS	\$ 3,983,432,430	\$ 510,920,929

ABSOLUTE FUNDS
STATEMENTS OF ASSETS AND LIABILITIES
MARCH 31, 2012

	ABSOLUTE STRATEGIES FUND	ABSOLUTE OPPORTUNITIES FUND
COMPONENTS OF NET ASSETS		
Paid-in capital	\$ 3,816,231,181	\$ 516,299,427
Distributions in excess of net investment income	(2,264,949)	(5,754,823)
Accumulated net realized loss	(208,530,617)	(16,874,588)
Net unrealized appreciation	377,996,815	17,250,913
NET ASSETS	\$ 3,983,432,430	\$ 510,920,929
SHARES OF BENEFICIAL INTEREST AT NO PAR VALUE (UNLIMITED SHARES AUTHORIZED)		
Institutional Shares	350,699,420	44,092,875
R Shares	8,495,290	-
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE		
Institutional Shares (based on net assets of \$3,889,319,030 and \$510,920,929, respectively)	\$ 11.09	\$ 11.59
R Shares (based on net assets of \$94,113,400 and \$0, respectively)	\$ 11.08	-

ABSOLUTE FUNDS
STATEMENTS OF OPERATIONS
YEAR ENDED MARCH 31, 2012

	ABSOLUTE STRATEGIES FUND	ABSOLUTE OPPORTUNITIES FUND
INVESTMENT INCOME		
Dividend income (Net of foreign withholding taxes of \$184,524 and \$84,915, respectively)	\$ 38,229,994	\$ 2,789,713
Interest income	24,948,947	5,206,489
Total Investment Income	<u>63,178,941</u>	<u>7,996,202</u>
EXPENSES		
Investment adviser fees	57,404,685	15,294,379
Fund services fees	1,158,074	227,715
Transfer agent fees:		
Institutional Shares	1,706,268	360,859
R Shares	195,374	-
Distribution fees:		
R Shares	245,742	-
Custodian fees	511,247	306,007
Registration fees:		
Institutional Shares	143,339	47,259
R Shares	21,909	-
Professional fees	171,715	106,719
Trustees' fees and expenses	120,333	19,127
Compliance services fees	68,732	27,006
Dividend and interest expense on securities sold short	22,647,452	2,376,647
Interest expense	7,610,998	998,020
Miscellaneous expenses	431,791	105,003
Total Expenses	<u>92,437,659</u>	<u>19,868,741</u>
Fees waived and expenses reimbursed	-	(87,404)
Net Expenses	<u>92,437,659</u>	<u>19,781,337</u>
NET INVESTMENT LOSS	<u>(29,258,718)</u>	<u>(11,785,135)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) on:		
Investments	59,166,585	10,600,702
Foreign currency transactions	12,266	(220,871)
Futures	11,067,813	2,120,199
Securities sold short	(100,834,561)	(7,106,343)
Written options	28,613,330	(2,043,110)
Swaps	129,732	(890,252)
Net realized gain (loss)	<u>(1,844,835)</u>	<u>2,460,325</u>

ABSOLUTE FUNDS
STATEMENTS OF OPERATIONS
YEAR ENDED MARCH 31, 2012

	ABSOLUTE STRATEGIES FUND	ABSOLUTE OPPORTUNITIES FUND
Net change in unrealized appreciation (depreciation) on:		
Investments	\$ 84,275,704	\$ (9,371,152)
Foreign currency translations	(82,560)	(11,010)
Futures	(8,433,005)	(1,065,838)
Securities sold short	67,261,969	(1,778,990)
Written options	3,926,103	(372,640)
Swaps	(313,754)	(904,879)
Net change in unrealized appreciation (depreciation)	<u>146,634,457</u>	<u>(13,504,509)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)	<u>144,789,622</u>	<u>(11,044,184)</u>
INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	<u>\$ 115,530,904</u>	<u>\$ (22,829,319)</u>

ABSOLUTE FUNDS
STATEMENTS OF CHANGES IN NET ASSETS

	ABSOLUTE STRATEGIES FUND		ABSOLUTE OPPORTUNITIES FUND	
		<u>Shares</u>		<u>Shares</u>
NET ASSETS MARCH 31, 2010	<u>\$ 2,210,108,765</u>		<u>\$ 285,638,742</u>	
OPERATIONS				
Net investment loss	(6,412,112)		(4,337,257)	
Net realized gain (loss)	(21,221,572)		16,631,169	
Net change in unrealized appreciation (depreciation)	<u>76,667,074</u>		<u>12,499,902</u>	
Increase in Net Assets Resulting from Operations	<u>49,033,390</u>		<u>24,793,814</u>	
DISTRIBUTIONS TO SHAREHOLDERS FROM				
Net investment income:				
Institutional Shares	(11,911,986)		-	
R Shares	(90,854)		-	
Net realized gain	<u>-</u>		<u>(6,614,816)</u>	
Total Distributions to Shareholders	<u>(12,002,840)</u>		<u>(6,614,816)</u>	
CAPITAL SHARE TRANSACTIONS				
Sale of shares:				
Institutional Shares	1,857,639,669	172,773,736	388,035,006	31,630,757
R Shares	41,103,425	3,817,934	-	-
Reinvestment of distributions:				
Institutional Shares	8,840,490	823,347	6,287,899	513,717
R Shares	83,186	7,660	-	-
Redemption of shares:				
Institutional Shares	(718,415,256)	(66,762,107)	(105,013,438)	(8,620,001)
R Shares	<u>(34,402,834)</u>	<u>(3,186,259)</u>	<u>-</u>	<u>-</u>
Increase in Net Assets from Capital Share Transactions	<u>1,154,848,680</u>	<u>107,474,311</u>	<u>289,309,467</u>	<u>23,524,473</u>
Increase in Net Assets	<u>1,191,879,230</u>		<u>307,488,465</u>	
NET ASSETS MARCH 31, 2011 (Including line (a))	<u>\$ 3,401,987,995</u>		<u>\$ 593,127,207</u>	

ABSOLUTE FUNDS
STATEMENTS OF CHANGES IN NET ASSETS

	<u>ABSOLUTE STRATEGIES FUND</u>		<u>ABSOLUTE OPPORTUNITIES FUND</u>	
		<u>Shares</u>		<u>Shares</u>
NET ASSETS MARCH 31, 2011 (Including line (a))	<u>\$ 3,401,987,995</u>		<u>\$ 593,127,207</u>	
OPERATIONS				
Net investment loss	(29,258,718)		(11,785,135)	
Net realized gain (loss)	(1,844,835)		2,460,325	
Net change in unrealized appreciation (depreciation)	<u>146,634,457</u>		<u>(13,504,509)</u>	
Increase (Decrease) in Net Assets Resulting from Operations	<u>115,530,904</u>		<u>(22,829,319)</u>	
DISTRIBUTIONS TO SHAREHOLDERS FROM				
Net investment income:				
Institutional Shares	(6,689,291)		-	
Net realized gain:				
Institutional Shares	(16,344,134)		(16,872,174)	
R Shares	<u>(439,299)</u>		<u>-</u>	
Total Distributions to Shareholders	<u>(23,472,724)</u>		<u>(16,872,174)</u>	
CAPITAL SHARE TRANSACTIONS				
Sale of shares:				
Institutional Shares	1,600,750,824	145,911,735	246,299,421	20,519,202
R Shares	33,674,499	3,066,276	-	-
Reinvestment of distributions:				
Institutional Shares	18,063,489	1,641,104	16,150,949	1,392,323
R Shares	411,621	37,285	-	-
Redemption of shares:				
Institutional Shares	(1,119,308,289)	(102,309,486)	(304,955,155)	(25,605,864)
R Shares	<u>(44,205,889)</u>	<u>(4,026,253)</u>	<u>-</u>	<u>-</u>
Increase (Decrease) in Net Assets from Capital Share Transactions	<u>489,386,255</u>	<u>44,320,661</u>	<u>(42,504,785)</u>	<u>(3,694,339)</u>
Increase (Decrease) in Net Assets	<u>581,444,435</u>		<u>(82,206,278)</u>	
NET ASSETS MARCH 31, 2012 (Including line (b))	<u>\$ 3,983,432,430</u>		<u>\$ 510,920,929</u>	
(a) Undistributed (distributions in excess of) net investment income March 31, 2011	<u>\$ 4,703,624</u>		<u>\$ (1,368,328)</u>	
(b) Distributions in excess of net investment income March 31, 2012	<u>\$ (2,264,949)</u>		<u>\$ (5,754,823)</u>	

ABSOLUTE STRATEGIES FUND
FINANCIAL HIGHLIGHTS

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

	For the Years Ended March 31,				
	2012	2011	2010	2009	2008
INSTITUTIONAL SHARES					
NET ASSET VALUE, Beginning of Year	\$ 10.80	\$ 10.66	\$ 8.79	\$ 10.52	\$ 10.62
INVESTMENT OPERATIONS					
Net investment income (loss) (a)	(0.09)	(0.02)	0.10	0.08	0.16
Net realized and unrealized gain (loss)	0.45	0.20	1.91	(1.38)	(0.11)
Total from Investment Operations	0.36	0.18	2.01	(1.30)	0.05
DISTRIBUTIONS TO SHAREHOLDERS FROM					
Net investment income	(0.02)	(0.04)	(0.14)	(0.08)	(0.15)
Net realized gain	(0.05)	—	—(b)	(0.35)	—
Total Distributions to Shareholders	(0.07)	(0.04)	(0.14)	(0.43)	(0.15)
NET ASSET VALUE, End of Year	<u>\$ 11.09</u>	<u>\$ 10.80</u>	<u>\$ 10.66</u>	<u>\$ 8.79</u>	<u>\$ 10.52</u>
TOTAL RETURN	3.36%	1.73%	22.95%	(12.41)%	0.41%
RATIOS/SUPPLEMENTARY DATA					
Net Assets at End of Year (000's omitted)	\$3,889,319	\$3,300,120	\$2,116,412	\$786,766	\$856,441
Ratios to Average Net Assets:					
Net investment income (loss)	(0.80)%	(0.20)%	0.98%	0.78%	1.50%
Net expense (c)	1.73%	1.73%	1.78%	1.81%	1.88%
Dividend and interest expense	0.85%	0.53%	0.34%	0.50%	0.50%
Gross expense	2.58%	2.26% (d)	2.12% (d)	2.31% (d)	2.38% (d)
PORTFOLIO TURNOVER RATE	112%	192%	114%	133%	553%

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

(b) Less than \$0.01 per share.

(c) Excludes dividend and interest expense.

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

ABSOLUTE STRATEGIES FUND
FINANCIAL HIGHLIGHTS

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

	For the Years Ended March 31,				
	2012	2011	2010	2009	2008
R SHARES (a)					
NET ASSET VALUE, Beginning of Year	\$ 10.82	\$ 10.67	\$ 8.82	\$ 10.55	\$ 10.63
INVESTMENT OPERATIONS					
Net investment income (loss) (b)	(0.16)	(0.10)	0.05	0.04	0.13
Net realized and unrealized gain (loss)	0.47	0.26	1.91	(1.39)	(0.13)
Total from Investment Operations	0.31	0.16	1.96	(1.35)	—
DISTRIBUTIONS TO SHAREHOLDERS FROM					
Net investment income	—	(0.01)	(0.11)	(0.03)	(0.08)
Net realized gain	(0.05)	—	—(c)	(0.35)	—
Total Distributions to Shareholders	(0.05)	(0.01)	(0.11)	(0.38)	(0.08)
NET ASSET VALUE, End of Year	\$ 11.08	\$ 10.82	\$ 10.67	\$ 8.82	\$ 10.55
TOTAL RETURN	2.87%	1.49%	22.28%	(12.73)%	0.01% (d)
RATIOS/SUPPLEMENTARY DATA					
Net Assets at End of Year (000's omitted)	\$94,113	\$101,868	\$93,696	\$27,600	\$32,106
Ratios to Average Net Assets:					
Net investment income (loss)	(1.43)%	(0.95)%	0.52%	0.37%	1.17%
Net expense (e)	2.14%	2.11%	2.22%	2.23%	2.25%
Dividend and interest expense	0.81%	0.53%	0.34%	0.50%	0.48%
Gross expense	2.95%	2.64% (f)	2.56% (f)	2.73% (f)	2.76% (f)
PORTFOLIO TURNOVER RATE	112%	192%	114%	133%	553%

(a) Effective July 31, 2009, C Shares were reclassified as R Shares. For the period April 1, 2009 through July 31, 2009, total return for the C Shares was 14.02%. For the aforementioned period, the annualized gross expense and net expense ratios were 3.56% and 3.30%, respectively.

(b) Calculated based on average shares outstanding during each year.

(c) Less than \$0.01 per share.

(d) Total return excludes the effect of the applicable sales load.

(e) Excludes dividend and interest expense.

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

ABSOLUTE OPPORTUNITIES FUND
FINANCIAL HIGHLIGHTS

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

	<u>For the Years Ended March 31,</u>			October 21, 2008 (a)
	<u>2012</u>	<u>2011</u>	<u>2010</u>	through March 31, 2009
INSTITUTIONAL SHARES				
NET ASSET VALUE, Beginning of Period	\$ 12.41	\$ 11.77	\$ 10.57	\$ 10.00
INVESTMENT OPERATIONS				
Net investment income (loss) (b)	(0.25)	(0.13)	(0.11)	0.04
Net realized and unrealized gain (loss)	(0.21)	0.95	2.11	0.55
Total from Investment Operations	(0.46)	0.82	2.00	0.59
DISTRIBUTIONS TO SHAREHOLDERS FROM				
Net investment income	—	—	(0.01)	(0.02)
Net realized gain	(0.36)	(0.18)	(0.75)	—(c)
Return of capital	—	—	(0.04)	—
Total Distributions to Shareholders	(0.36)	(0.18)	(0.80)	(0.02)
NET ASSET VALUE, End of Period	<u>\$ 11.59</u>	<u>\$ 12.41</u>	<u>\$ 11.77</u>	<u>\$ 10.57</u>
TOTAL RETURN	(3.68)%	6.98%	19.00%	5.95%(d)
RATIOS/SUPPLEMENTARY DATA				
Net Assets at End of Period (000's omitted)	\$510,921	\$593,127	\$285,639	\$77,245
Ratios to Average Net Assets:				
Net investment income (loss)	(2.12)%	(1.05)%	(0.90)%	0.84%(e)
Net expense (f)	2.95%	2.95%	2.95%	2.95%(e)
Dividend and interest expense	0.61%	0.42%	0.46%	0.05%(e)
Gross expense (g)	3.58%	3.42%	3.66%	3.82%(e)
PORTFOLIO TURNOVER RATE	430%	630%	597%	281%(d)

- (a) Commencement of operations.
(b) Calculated based on average shares outstanding during each period.
(c) Less than \$0.01 per share.
(d) Not annualized.
(e) Annualized.
(f) Excludes dividend and interest expense.
(g) Reflects the expense ratio excluding any waivers and/or reimbursements.

Note 1. Organization

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

Note 2. Summary of Significant Accounting Policies

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

Security Valuation – Exchange-traded securities and over-the-counter securities are valued using the last quoted sale or official closing price, provided by independent pricing services as of the close of trading on the market or exchange for which they are primarily traded, on each Fund business day. In the absence of a sale, such securities are valued at the mean of the last bid and ask price provided by independent pricing services. Non-exchange traded securities for which quotations are available are valued using the last quoted sales price, or in the absence of a sale at the mean of the last bid and ask prices provided by independent pricing services. Debt securities may be valued at prices supplied by a fund’s pricing agent based on broker or dealer supplied valuations or matrix pricing, a method of valuing securities by reference to the value of other securities with similar characteristics such as rating, interest rate and maturity. Exchange-traded options for which there were no sales reported that day are generally valued at the mean of the last bid and ask prices. Options not traded on an exchange are generally valued at broker-dealer bid quotations. Shares of open-end mutual funds are valued at net asset value (“NAV”). Futures contracts listed for trading on a securities exchange or board of trade shall be valued at the last quoted sales price or in the absence of a sale at the mean of the last bid and asked prices. Short-term investments that mature in 60 days or less may be valued at amortized cost.

Each Fund values its investments at fair value pursuant to procedures adopted by the Board if (1) market quotations are insufficient or not readily available or (2) the adviser believes that the values available are unreliable. Fair valuation is based on subjective factors and, as a result, the fair value price of an investment may differ from the security’s market price and may not be the price at which the asset may be sold. Fair valuation could result in a different NAV than a NAV determined by using market quotes.

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

Level 1 — quoted prices in active markets for identical assets

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

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

The aggregate value by input level, as of March 31, 2012, for each Fund’s investments is included in the Notes to Schedules of Investments, Securities Sold Short and Call and Put Options Written.

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

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

The volume of open currency positions may vary on a daily basis as the Absolute Strategies Fund transacts forward currency contracts in order to achieve the exposure desired by the adviser. The Absolute Strategies Fund and Absolute Opportunities Fund entered into an aggregated total notional value of \$178,581,118 and \$4,428,801, respectively, of forward currency contracts for the year ended March 31, 2012.

The values of each individual forward currency contract outstanding in the Absolute Strategies Fund as of March 31, 2012, are disclosed in the table below.

<u>Contracts to Sell</u>		<u>Settlement Date</u>	<u>Settlement Value</u>	<u>Net Unrealized Depreciation</u>
(267,390,883)	Hungarian Forint	04/02/12	\$ 1,210,776	\$ (258)
(7,852,156)	Swedish Krona	04/02/12	1,174,001	(12,878)
(7,843,524)	Swedish Krona	04/02/12	1,172,710	(12,864)
(19,619,703)	Swedish Krona	04/03/12	2,932,072	(33,146)
(19,805,135)	Swedish Krona	04/03/12	2,959,872	(33,370)
				<u>\$ (92,516)</u>

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.

ABSOLUTE FUNDS

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 2012

Notional amounts of each individual futures contract outstanding as of March 31, 2012 for each Fund, are disclosed in the Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written. The volume of open positions may vary on a daily basis as each Fund transacts futures contracts in order to achieve the exposure desired by the adviser. Each Fund entered into a total notional amount of \$3,171,976,418 and \$327,832,677 for Absolute Strategies Fund and Absolute Opportunities Fund, respectively, on futures contracts for the year ended March 31, 2012.

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

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

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

The values of each individual purchased option outstanding as of March 31, 2012, are disclosed in each Fund's Schedule of Investments. The volume of open purchased option positions may vary on a daily basis as each Fund transacts purchased options in order to achieve the exposure desired by the adviser. Each Fund entered into a total value of \$105,968,606 and \$78,884,906 for Absolute Strategies Fund and Absolute Opportunities Fund, respectively, on purchased options during the year ended March 31, 2012.

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 March 31, 2012, are disclosed in each Fund's Schedule of Call and Put Options Written. The volume of open positions may vary on a daily basis as each Fund transacts written options in order to achieve the exposure desired by the adviser. Each Fund entered into written options with a total value of \$(80,103,063) and \$(9,370,448) for Absolute Strategies Fund and Absolute Opportunities Fund, respectively, during the year ended March 31, 2012.

Transactions in written options during the year ended March 31, 2012, were as follows:

Absolute Strategies Fund

	Calls		Puts	
	Number of Contracts	Premiums	Number of Contracts	Premiums
<i>Options Outstanding, March 31, 2011</i>	(12,867)	\$ (4,963,339)	(70,097)	\$ (24,636,005)
Options written	(17,562)	(8,856,091)	(109,282)	(71,246,972)
Options terminated in closing transactions	22,582	9,226,156	86,663	60,824,089
Options exercised	-	-	5,645	2,145,938
Options expired	1,032	343,790	30,231	5,517,140
<i>Options Outstanding, March 31, 2012</i>	<u>(6,815)</u>	<u>\$ (4,249,484)</u>	<u>(56,840)</u>	<u>\$ (27,395,810)</u>

Absolute Opportunities Fund

	Calls		Puts	
	Number of Contracts	Premiums	Number of Contracts	Premiums
<i>Options Outstanding, March 31, 2011</i>	(4,312)	\$ (339,502)	(12,453)	\$ (728,938)
Options written	(60,284)	(1,918,913)	(132,610)	(7,451,536)
Options terminated in closing transactions	53,263	1,947,996	113,540	7,486,834
Options exercised	-	-	-	-
Options expired	9,003	160,171	31,140	577,734
<i>Options Outstanding, March 31, 2012</i>	<u>(2,330)</u>	<u>\$ (150,248)</u>	<u>(383)</u>	<u>\$ (115,906)</u>

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

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

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

ABSOLUTE FUNDS

NOTES TO FINANCIAL STATEMENTS

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Notional amounts of each individual credit default swap agreement outstanding as of March 31, 2012 for each Fund, are disclosed in the Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written. The volume of open positions may vary on a daily basis as each Fund transacts credit default swaps in order to achieve the exposure desired by the adviser. The Absolute Opportunities Fund entered into a total notional amount of \$680,000,000 on credit default swap agreements during the year ended March 31, 2012. The Absolute Strategies Fund did not enter into any credit default swaps for the year ended March 31, 2012.

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

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

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

Notional amounts of each individual interest rate swap agreement outstanding as of March 31, 2012 for each Fund, are disclosed in the Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written. The volume of open positions may vary on a daily basis as each Fund transacts interest rate swaps in order to achieve the exposure desired by the adviser. The Absolute Opportunities Fund did not enter into any interest rate swaps for the year ended March 31, 2012. The Absolute Strategies Fund entered into a total notional amount of \$190,000 on interest rate swap agreements during the year ended March 31, 2012.

Derivatives Transactions - Each Fund's use of derivatives during the year ended March 31, 2012, was limited to credit default swaps, interest rate swaps, options, forward currency contracts and futures contracts. Following is a summary of how the derivatives are treated in the financial statements and their impact on each Fund.

The location on the Statement of Assets and Liabilities of each Fund's derivative positions by type of exposure, all of which are not accounted for as hedging instruments, is as follows:

Fund Contract Type/ Primary Risk Exposure	Location on Statement of Assets and Liabilities	Asset Derivatives	Location on Statement of Assets and Liabilities	Liability Derivatives
<i>Absolute Strategies Fund</i>				
Credit contracts	Unrealized gain on swap agreements	\$ -	Unrealized loss on swap agreements	\$ (15,273)
	Swap premiums paid		Swap premiums received	(1,440,645)
Currency contracts	Receivable-Variation margin		Payable-Variation margin	(352,500)
Equity contracts	Receivable-Variation margin	1,479,000	Payable-Variation margin	(900,000)

ABSOLUTE FUNDS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2012

Fund Contract Type/ Primary Risk Exposure	Location on Statement of Assets and Liabilities	Asset Derivatives	Location on Statement of Assets and Liabilities	Liability Derivatives
<i>Absolute Strategies Fund - continued</i>				
	Total investments, at value	\$ 47,978,280		
			Call options written, at value	\$ (5,170,375)
			Put options written, at value	(14,857,698)
Forward Currency contracts	Unrealized gain on forward currency contracts	-	Unrealized loss on forward currency contracts	(92,516)
Interest contracts	Unrealized gain on swap agreements	-	Unrealized loss on swap agreements	(4,304)
	Receivable-Variation margin	396,859	Payable-Variation margin	(38,111)
<i>Absolute Opportunities Fund</i>				
Credit contracts	Unrealized gain on swap agreements	444,086	Unrealized loss on swap agreements	(2,142,760)
	Swap premiums paid	3,405,234	Swap premiums received	(754,926)
Currency contracts	Receivable-Variation margin	-	Payable-Variation margin	(88,125)
Equity contracts	Receivable-Variation margin	174,000	Payable-Variation margin	(62,500)
	Total investments, at value	3,408,870		
			Call options written, at value	(151,450)

ABSOLUTE FUNDS
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2012

Fund Contract Type/ Primary Risk Exposure	Location on Statement of Assets and Liabilities	Asset Derivatives	Location on Statement of Assets and Liabilities	Liability Derivatives
<i>Absolute Opportunities Fund - continued</i>				
			Put options written, at value	\$ (103,410)

Realized and unrealized gains and losses on derivatives contracts entered into during the year ended March 31, 2012, by each Fund are recorded in the following locations on the Statement of Operations:

Fund Contract Type/Primary Risk Exposure	Location of Gain or (Loss) on Derivatives	Realized Gain (Loss) on Derivatives	Change in Unrealized Appreciation (Depreciation) on Derivatives
<i>Absolute Strategies Fund</i>			
Credit contracts	Realized gain (loss) – Swaps and Change in unrealized gain (loss) - Swaps	\$ 66,008	\$ (309,450)
Currency contracts	Realized gain (loss) – Futures and Change in unrealized gain (loss) – Futures	7,532,550	(1,885,812)
Equity contracts	Realized gain (loss) – Futures and Change in unrealized gain (loss) – Futures	7,515,663	(8,174,710)
	Realized gain (loss) – Investments and Change in unrealized gain (loss) - Investments	(34,721,936)	2,192,039
	Realized gain (loss) – Written options and Change in unrealized gain (loss) – Written options	28,613,330	3,926,103
Forward Currency contracts	Realized gain (loss) – Foreign currency transactions and Net Change in unrealized gain (loss) – Foreign currency translations	40,667	(92,516)

Fund Contract Type/Primary Risk Exposure	Location of Gain or (Loss) on Derivatives	Realized Gain (Loss) on Derivatives	Change in Unrealized Appreciation (Depreciation) on Derivatives
<i>Absolute Strategies Fund - continued</i>			
Interest contracts	Realized gain (loss) – Futures and Change in unrealized gain (loss) – Futures	\$ (3,979,920)	\$ 1,627,517
	Realized gain (loss) – Swaps and Change in unrealized gain (loss) – Swaps	63,724	(4,304)
<i>Absolute Opportunities Fund</i>			
Credit contracts	Realized gain (loss) – Swaps and Change in unrealized gain (loss) – Swaps	(890,252)	(904,879)
Currency contracts	Realized gain (loss) – Futures and Change in unrealized gain (loss) – Futures	1,402,800	(489,038)
Equity contracts	Realized gain (loss) – Futures and Change in unrealized gain (loss) – Futures	717,399	(576,800)
	Realized gain (loss) – Investments and Change in unrealized gain (loss) - Investments	702,174	(314,354)
	Realized gain (loss) – Written options and Change in unrealized gain (loss) – Written options	(2,043,110)	(372,640)
Forward Currency contracts	Realized gain (loss) – Foreign currency transactions and Net Change in unrealized gain (loss) – Foreign currency translations	\$ (59,589)	\$ -

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

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

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

Federal Taxes – Each Fund intends to continue to qualify each year as a regulated investment company under Subchapter M of the Internal Revenue Code and to distribute all of their taxable income to shareholders. In addition, by distributing in each calendar year substantially all of their net investment income and capital gains, if any, the Funds will not be subject to a federal excise tax. Therefore, no federal income or excise tax provision is required. Each Fund files a U.S. federal income and excise tax return as required. A fund’s federal income tax returns are subject to examination by the Internal Revenue Service for a period of three fiscal years after they are filed. As of March 31, 2012, 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.

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

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

Note 3. Fees and Expenses

Investment Adviser – Absolute Investment Advisers LLC (the “Adviser”) is the investment adviser to the Funds. Pursuant to an Investment Advisory Agreement, the Adviser receives an advisory fee at an annual rate of 1.60% and 2.75% of the average daily net assets of Absolute Strategies Fund and Absolute Opportunities Fund, respectively.

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

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

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

Trustees and Officers – The Trust pays each independent Trustee an annual retainer fee of \$45,000 for service to the Trust (\$66,000 for the Chairman). In addition, for the year ended March 31, 2012, the Chairman received a monthly stipend of \$500 to cover certain expenses incurred in connection with his duties to the Trust. The stipend was discontinued April 1, 2012. The Trustees and Chairman may receive additional fees for special Board meetings. Each Trustee is also reimbursed for all reasonable out-of-pocket expenses incurred in connection with his duties as a Trustee, including travel and related expenses incurred in attending Board meetings. The amount of Trustees’ fees attributable to each Fund is disclosed in the Statement of Operations. Certain officers of the Trust are also officers or employees of the above named service providers, and during their terms of office received no compensation from each Fund.

Note 4. Expense Reimbursements and Fees Waived

The Adviser has contractually agreed to waive its fees and/or reimburse expenses to limit total annual operating expenses (excluding all taxes, interest, portfolio transaction expenses, dividend and interest expenses on short sales, acquired fund fees, proxy expenses and extraordinary expenses) of Institutional Shares of Absolute Opportunities Fund to 2.95% through July 31, 2012. The adviser waived fees of \$87,404 for the year ended March 31, 2012.

The Absolute Opportunities Fund may repay the Adviser fees waived and expenses reimbursed pursuant to the expense cap if (1) such payment is made within three years of the fees waived or expense reimbursement; and (2) such payment is approved by the Board, and (3) the resulting class expenses do not exceed 2.95% for Institutional Shares. For the period April 1, 2009 through March 31, 2012, the Adviser waived fees and/or reimbursed expenses as follows:

Year Ended	Amount of Fees Waived and/or Expenses Reimbursed	Expiration Date to Recoup Fees Waived and/or Expenses Reimbursed	Fees Recouped
March 31, 2010	\$ 327,552	March 31, 2013	\$ -
March 31, 2011	\$ 95,814	March 31, 2014	\$ -
March 31, 2012	\$ 87,404	March 31, 2015	\$ -

Note 5. Security Transactions

The cost of purchases and proceeds from sales of investment securities (including maturities), other than short-term investments during the year ended March 31, 2012, were as follows:

Absolute Strategies Fund

Non-U.S. Government Obligations		U.S. Government Obligations	
Purchases	Sales	Purchases	Sales
\$3,266,455,614	\$3,054,130,927	\$82,188,410	\$104,166,707

The Absolute Strategies Fund placed a portion of its portfolio transactions with a brokerage firm affiliated with a sub-adviser. The commissions paid to this affiliated firm were \$11,125 for the year.

Absolute Opportunities Fund

Non-U.S. Government Obligations		U.S. Government Obligations	
Purchases	Sales	Purchases	Sales
\$1,232,680,073	\$1,288,946,134	\$5,536,303	\$9,910,780

Note 6. Federal Income Tax and Investment Transactions

Distributions during the fiscal years ended as noted were characterized for tax purposes as follows:

	Ordinary Income	Long-Term Capital Gain	Total
Absolute Strategies Fund			
2012	\$ 6,090,602	\$ 17,382,122	\$ 23,472,724
2011	12,002,840	-	12,002,840
Absolute Opportunities Fund			
2012	368,743	16,503,431	16,872,174
2011	4,900,930	1,713,886	6,614,816

As of March 31, 2012, distributable earnings (accumulated loss) on a tax basis were as follows:

	Capital and Other Losses	Unrealized Appreciation on Investments and Foreign Currency	Total
Absolute Strategies Fund	\$ (81,811,149)	\$ 249,012,398	\$ 167,201,249
Absolute Opportunities Fund	(18,853,472)	13,474,974	(5,378,498)

The difference between components of distributable earnings on a tax basis and the amounts reflected in the Statement of Assets and Liabilities are primarily due to credit default swaps, wash sales, post October losses, passive foreign investment holdings, real estate investment trusts, partnerships, grantor trusts, constructive sales, straddles, short dividend adjustments, loss deferral on covers, convertible bond premium adjustments, contingent payment debt instruments, futures mark-to-market and registered investment companies.

For tax purposes, the current year post-October loss and late year ordinary loss was \$81,811,149 and \$18,853,472 (realized during the period November 1, 2011 through March 31, 2012) for Absolute Strategies Fund and Absolute Opportunities Fund, respectively. These losses will be recognized for tax purposes on the first business day of each Fund's next fiscal year, April 1, 2012.

On the Statement of Assets and Liabilities, as a result of permanent book to tax differences, certain amounts have been reclassified for the year ended March 31, 2012. The following reclassifications were the result of book to tax differences resulting from real estate investment trusts, partnerships, passive foreign investment holdings, grantor trusts, registered investment companies, straddles, constructive sales, short dividend reclassifications, currency, paydowns, convertible bond premium adjustments, contingent payment debt instruments, credit default swap income, organization cost amortization, re-designation of distributions and net operating losses and has no impact on the net assets of each Fund.

	Accumulated Net Investment Income (Loss)	Undistributed Net Realized Gain (Loss)	Paid-in-Capital
Absolute Strategies Fund	\$ 28,979,436	\$ (28,958,921)	\$ (20,515)
Absolute Opportunities Fund	7,398,640	(3,055,425)	(4,343,215)

Note 7. Recent Accounting Pronouncements

In May 2011, FASB issued ASU No. 2011-04 “Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in U.S. GAAP and IFRSs.” ASU No. 2011-04 establishes common requirements for measuring fair value and for disclosing information about fair value measurements in accordance with U.S. GAAP and International Financial Reporting Standards (“IFRSs”). ASU No. 2011-04 is effective for interim and annual periods beginning after December 15, 2011. Management is evaluating the impact ASU No. 2011-04 may have on financial statement disclosures.

In December 2011, FASB issued ASU No. 2011-11 “Disclosures about Offsetting Assets and Liabilities” requiring disclosure of both gross and net information related to offsetting and related arrangements enabling users of its financial statements to understand the effect of those arrangements on the entity’s financial position. The objective of this disclosure is to facilitate comparison between those entities that prepare their financial statements on the basis of U.S. GAAP and those entities that prepare their financial statements on the basis of IFRSs. ASU No. 2011-11 is effective for interim and annual periods beginning on or after January 1, 2013. Management is evaluating any impact ASU No. 2011-11 may have on each Fund’s financial statements.

Note 8. Subsequent Events

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

To the Board of Trustees of Forum Funds and the Shareholders of Absolute Strategies Fund and Absolute Opportunities Fund

We have audited the accompanying statements of assets and liabilities of Absolute Strategies Fund and Absolute Opportunities Fund, each a series of shares of beneficial interest in the Forum Funds, including the schedules of investments, as of March 31, 2012, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the years in the two year period then ended, and the financial highlights for the years or periods (Absolute Opportunities Fund commenced operations on October 21, 2009) in the four year period then ended. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits. The financial highlights for Absolute Strategies Fund for the year ended March 31, 2008 were audited by other auditors whose report dated May 28, 2008, expressed an unqualified opinion on such financial highlights.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of March 31, 2012 by correspondence with the custodian and brokers and by other appropriate auditing procedures where responses from brokers were not received. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of Absolute Strategies Fund and Absolute Opportunities Fund as of March 31, 2012, the results of their operations for the year then ended, the changes in their net assets for each of the years in the two year period then ended, and their financial highlights for each of the years or periods in the four year period then ended, in conformity with accounting principles generally accepted in the United States of America.

BBD, LLP

BBD, LLP

Philadelphia, Pennsylvania
May 30, 2012

Investment Advisory Agreement Approval

At the March 16, 2012 Board meeting, the Board, including the Independent Trustees, considered the approval of the continuance of the investment advisory agreement between Absolute Investment Advisors LLC (“Absolute”) and the Trust pertaining to the Funds (the “Advisory Agreement”) and the continuance of certain sub-advisory agreements (“Sub-Advisory Agreements”) for the Funds with Aronson+Johnson+Ortiz, LP; Green Eagle Capital, LLC; Horizon Asset Management, Inc.; Kingstown Capital Management, LP; Kovitz Investment Group, LLC; Longhorn Capital Partners, LLC; Madden Asset Management, LLC; Metropolitan West Asset Management, LLC; Mohican Financial Management, LLC; Pine Cobble Capital, LLC; SSI Investment Management, Inc.; Semaphore Management LLC; St. James Investment Company, LLC; TWIN Capital Management, Inc.; and Yacktman Asset Management Co. (the “Sub-advisers”). In evaluating the Advisory and Sub-Advisory Agreements for the Funds, the Board reviewed materials furnished by Absolute, the Sub-advisers (collectively, the “Advisers”) and the administrator, including information regarding the Advisers’ personnel, operations and financial condition.

Specifically, the Board considered, among other matters: (1) the nature, extent and quality of the services to be provided to the Funds by the Advisers, including information on the investment performance of the Advisers; (2) the costs of the services to be provided and profitability to the Advisers with respect to its relationship with the Funds; (3) the advisory fee and total expense ratio of the Funds compared to relevant peer groups of funds; (4) the extent to which economies of scale would be realized as the Funds grow and whether the advisory fee would enable the Funds’ investors to share in the benefits of economies of scale; and (5) other benefits received by the Advisers from its relationship with the Funds. In their deliberations, the Board did not identify any particular information that was all-important or controlling and attributed different weights to the various factors. In particular, the Board focused on the factors discussed below.

Nature, Extent and Quality of Services

Based on a presentation from senior representatives of Absolute and a discussion of the personnel, operations and financial condition of the Adviser regarding itself and the Sub-advisers, the Board considered the quality of services to be provided by Absolute under the Advisory Agreement between the Trust and Absolute and the quality of services to be provided by each Sub-adviser under each Subadvisory Agreement between Absolute and each Sub-adviser. In this regard, the Board considered information regarding the experience, qualifications and professional background of the portfolio managers and other personnel at Absolute and each Sub-adviser with principal investment responsibility for the Funds’ investments as well as the investment philosophy and decision-making processes of those professionals and the capability and integrity of Absolute’s and each Sub-adviser’s senior management and staff. The Board considered the adequacy of Absolute’s and each Sub-adviser’s resources and quality of services provided by Absolute under the Advisory Agreement and each Sub-adviser under each Subadvisory Agreement.

Costs of Services and Profitability

The Board considered information provided by Absolute regarding its costs of services and its profitability with respect to the Funds. In this regard, the Board considered Absolute’s resources devoted to the Funds as well as Absolute’s discussion of costs and profitability. Based on these and other applicable considerations, the Board concluded that Absolute’s profits attributable to management of the Funds were not a material factor in approving the Advisory Agreement.

The Board did not consider information regarding the costs of services to be provided and profits to be realized by each Sub-adviser from its relationship with the Funds, noting instead the arm’s length nature of the relationship between Absolute and the Sub-advisers with respect to the negotiation of the advisory fee rate on behalf of each Fund. The Board concluded that each Sub-adviser’s projected profitability was not a material factor in determining whether or not to approve the Subadvisory Agreements because Absolute, and not the Funds, were responsible for paying the sub-advisory fees due under each Subadvisory Agreement.

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MARCH 31, 2012

Performance

The Board reviewed performance of the Funds and Absolute's discussion of its investment philosophy. The Board considered each Fund's performance and each Sub-adviser's performance over the 1 year, 3 year, 5 year and since inception periods ended February 29, 2012, as applicable. The Board noted that the Absolute Opportunities Fund underperformed the S&P 500, its benchmark index, during the 1 year, 3 year and since inception periods. The Board also noted that the Absolute Strategies Fund underperformed the S&P 500 Index, its benchmark index, for the 1 year, 3 year and since inception periods but outperformed it for 5 year period. The Board also noted the significant increase in assets of each of the Funds during the calendar year ended December 31, 2011.

With respect to Sub-adviser performance, Absolute explained that each Sub-adviser could be expected to achieve dramatically different performance results in light of each Sub-adviser's particular strategy. The Board noted Absolute's explanation that, standing alone, no Sub-adviser would necessarily be expected to perform in line with the market and that instead the performance of each Fund as a whole should be considered. In this regard, the Board noted that Absolute emphasized its responsibility for allocating each Fund's assets among Sub-advisers in order to achieve the applicable Fund's investment objective. In light of Absolute's presentation and the continued growth of each Fund's assets, the Board concluded that the Funds and their shareholders could benefit from the renewal of the Advisory Agreement and of each of the applicable Sub-Advisory Agreements between Absolute and each Sub-adviser.

Compensation

The Board considered the compensation paid to Absolute for providing advisory services to each Fund. The Board also considered comparative information regarding fees and total expenses of mutual funds identified by Lipper, Inc. as the Funds' peer group, noting Absolute's representation that it believes that hedge funds provide a fairer comparison to each Fund in terms of strategy and complexity and, as such, the Lipper Inc. peer group is not a complete reflection of each Fund's peers. The Board noted that the Adviser's advisory fee rate and total expense ratio were higher than the median advisory fee rate and median total expense ratio for funds in their Lipper Inc. peer groups. The Board specifically considered that the Funds' fees were among the highest charged by the funds in their Lipper Inc. peer groups. In this regard, the Board considered the Adviser's explanation that hedge funds are more similar to each of the Funds than the mutual funds in their Lipper Inc. peer groups, and that such hedge funds' fees typically consist of a high advisory fee (some as high as 2%) and an additional performance fee (some as high as 20%). The Board also considered Absolute's belief that the only comparable mutual fund peer is the Hatteras Alpha Hedged Strategies Fund which maintains an advisory fee of 3.99%. The Board recognized that Absolute's fees do not include performance fees and that Absolute pays all of the Sub-advisers out of its advisory fee. Under these circumstances, the Board concluded that it is difficult to make a meaningful comparison of the Funds' expense ratios to those of their Lipper Inc. peer groups, due to variations between the services provided by Absolute to the Funds and those included in the fees paid by other funds. Based on the foregoing, the Board concluded that the advisory fee rate charged to the Funds appeared to be within a reasonable range in light of the services that Absolute provides to each of the Funds.

Economies of Scale

The Board considered whether either of the Funds would benefit from any economies of scale. In this respect, the Board noted Absolute's explanation that neither Fund could achieve large economies of scale because the investment strategies of the Sub-advisers were not high-capacity strategies – meaning the Sub-advisers could not successfully manage larger and larger amounts of assets. The Board also noted Absolute's explanation that, to the extent it was able to obtain fee breaks with certain Sub-advisers, fee breakpoints may not be incorporated into the Funds' fee structures given the capacity constraints of the Sub-Advisers and the need for Absolute to be able to hire additional Sub-Advisers at all times for the Funds as a whole. Based on the foregoing information, the Board concluded that capacity constraints preclude economies of scale from being a material factor in approving the Advisory Agreement or the Sub-advisory Agreements.

ABSOLUTE FUNDS

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Other Benefits

The Board noted the Advisers' representations that Absolute does not expect to receive any kind of benefit or compensation from its relationship with the Funds, other than its contractual advisory and sub-advisory fees. Based on the foregoing representations, the Board concluded that other benefits received by Absolute and the Sub-advisers from their relationships with the Funds were not a material factor to consider in approving the continuation of the Advisory and Sub-advisory 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 Trust counsel discussing the legal standards applicable to its consideration of the Advisory Agreement and Sub-advisory Agreements. Based on its review, including consideration of each of the factors referenced above, the Board determined, in the exercise of its business judgment, that the advisory arrangements, as outlined in the Advisory Agreement and Sub-advisory Agreements, were fair and reasonable in light of the services performed, expenses incurred and such other matters as the Board considered relevant in the exercise of its reasonable business judgment.

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-Q. These filings are available, without charge and upon request on the SEC's website at www.sec.gov or may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling (800) SEC-0330.

Shareholder Expense Example

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

The example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from October 1, 2011, through March 31, 2012.

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

ABSOLUTE FUNDS

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

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

	Beginning Account Value October 1, 2011	Ending Account Value March 31, 2012	Expenses Paid During Period*	Annualized Expense Ratio*
Absolute Strategies Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 1,007.57	\$ 12.30	2.45%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,012.75	\$ 12.33	2.45%
R Shares				
Actual	\$ 1,000.00	\$ 1,005.47	\$ 14.39	2.87%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,010.65	\$ 14.43	2.87%
Absolute Opportunities Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 1,014.76	\$ 18.99	3.77%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,006.15	\$ 18.91	3.77%

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

Federal Tax Status of Dividends Declared during the Tax Year

For federal income tax purposes, dividends from short-term capital gains are classified as ordinary income. The Absolute Strategies Fund designates 100.00% of its income dividend distributed as qualifying for the corporate dividends-received deduction (DRD) and 100.00% for the qualified dividend rate (QDI) as defined in Section 1(h)(11) of the Internal Revenue Code. The Absolute Strategies Fund also designates 41.11% as qualified interest income exempt from U.S. tax for foreign shareholders (QII).

The Absolute Opportunities Fund designates 40.03% of its income dividend distributed as DRD and 45.90% for QDI. The Absolute Opportunities Fund also designates 100.00% as short-term capital gain dividends exempt from U.S. tax for foreign shareholders (QSD).

Trustees and Officers of the Trust

The Board is responsible for oversight of the management of the Trust's business affairs and of the exercise of all the Trust's powers except those reserved for the shareholders. The following table provides information about each Trustee and certain officers of the Trust. Each Trustee and officer holds office until the person resigns, is removed, or is replaced. Unless otherwise noted, the persons have held their principal occupations for more than five years. The address for all Trustees and officers is Three Canal Plaza, Suite 600, Portland, Maine 04101. Mr. Keffer is considered an Interested Trustee due to his affiliation with Atlantic. Each Fund's Statement of Additional

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MARCH 31, 2012

Information includes additional information about the Trustees and is available, without charge and upon request, by calling (888) 992-2765.

Name and Year of Birth	Position with the Trust	Length of Time Served	Principal Occupation(s) During Past Five Years	Number of Series of Trust Overseen by Trustee	Other Directorships Held by Trustee
Independent Trustees					
J. Michael Parish Born: 1943	Chairman of the Board; Trustee; Chairman, Nominating Committee and Qualified Legal Compliance Committee	Since 1989 (Chairman since 2004)	Retired since 2003.	21	0
Costas Azariadis Born: 1943	Trustee; Chairman, Valuation Committee	Since 1989	Professor of Economics, Washington University since 2006.	21	0
James C. Cheng Born: 1942	Trustee; Chairman, Audit Committee	Since 1989	President, Technology Marketing Associates (marketing company for small- and medium-sized businesses in New England) since 1991.	21	0
David Tucker Born: 1958	Trustee	Since 2011	Director, Blue Sky Experience since 2008; Senior Vice President & General Counsel, American Century Companies 1998-2008.	21	0
Interested Trustee					
John Y. Keffer ¹ Born: 1942	Trustee; Vice Chairman	Since 1989	Chairman, Atlantic since 2008; President, Forum Foundation (a charitable organization) since 2005; President, Forum Trust, LLC (a non-depository trust company chartered in the State of Maine) since 1997.	21	Director, Wintergreen Fund, Inc.; Director, Forum ETF Trust
Officers					
Stacey E. Hong Born: 1966	President; Principal Executive Officer	Since 2008	President, Atlantic since 2008; Director, Consulting Services, Foreside Fund Services 2007.	N/A	N/A
Karen Shaw Born: 1972	Treasurer; Principal Financial Officer	Since 2008	Senior Vice President, Atlantic since 2008; Vice President, Citigroup 2003-2008.	N/A	N/A
David Faherty Born: 1970	Vice President	Since 2009	Senior Counsel, Atlantic since 2009; Vice President, Citi Fund Services Ohio, Inc. 2007-2009; Associate Counsel, Investors Bank & Trust Co. 2006-2007.	N/A	N/A
Michael J. McKeen Born: 1971	Vice President	Since 2009	Senior Vice President, Atlantic since 2008; Vice President, Citigroup 2003-2008.	N/A	N/A
Joshua LaPan Born: 1973	Vice President	Since 2009	Manager, Atlantic since 2008; Vice President, Citigroup 2003-2008.	N/A	N/A
Timothy Bowden Born: 1969	Vice President	Since 2009	Manager, Atlantic since 2008; Vice President, Citigroup 2005-2008.	N/A	N/A
Lina Bhatnagar Born: 1971	Secretary	Since 2008	Senior Administration Specialist, Atlantic since 2008; Regulatory Administration Specialist, Citigroup 2006-2008.	N/A	N/A

¹Atlantic is a subsidiary of Forum Holdings Corp. I, a Delaware corporation that is wholly owned by Mr. Keffer.

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