

ABSOLUTE FUNDS

SEMI-ANNUAL REPORT

SEPTEMBER 30, 2016
(Unaudited)

ABSOLUTE
INVESTMENT ADVISERS

The views in this report were those of Absolute Strategies Fund, Absolute Credit Opportunities Fund and Absolute Capital Opportunities Fund's (each a "Fund" and collectively the "Funds") adviser as of September 30, 2016, and may not reflect their views on the date this report is first published or any time thereafter. These views are intended to assist shareholders in understanding their investment in the Funds and do not constitute investment advice. None of the information presented should be construed as an offer to sell or recommendation of any security mentioned herein.

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

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

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

ABSOLUTE STRATEGIES FUND

A MESSAGE TO OUR SHAREHOLDERS

SEPTEMBER 30, 2016

Dear Shareholder,

Many of the changes we have made to the Absolute Strategies Fund (the "Fund") over the past few years are beginning to align well with changes in overall market conditions. For the Fund, this includes removing static strategies such as equity market neutral and long biased fixed income and adding managers that can vary exposures both long and short. In addition, the Fund's exposures and allocations have been much more active and flexible during volatile periods, including monetizing certain short positions while selectively adding opportunistic long exposure. Even tranquil markets with intervals of high volatility have created a much improved market environment for our sub-advisers and our investment strategy. The Fund utilizes derivatives in the form of futures, options, and credit default swaps. Derivatives are used at the discretion of the Fund's managers as the optional security on the basis of potential profit or loss, and also liquidity. They are not used simply to add leverage to the Fund. They are used principally to mitigate the Fund's downside risk. Over the last year a majority of the Fund's derivative investments have been designed to provide short exposure, complementing long exposure elsewhere in the Fund. In general, these derivatives tended to out-perform during market sell-offs and under-perform during market rallies.

This flexibility has proven its worth over the last year even as markets have reached all-time highs. The Fund has been able to take advantage of several swings in market direction and, more importantly, provide returns that are highly uncorrelated to both equities and fixed income. We have been able to capture opportunities both long and short in a variety of asset classes while maintaining patience during more difficult periods of low volatility. In fact, two of the Fund's best months this year came during flat months for the S&P 500. This is in stark contrast to most alternative funds and asset allocation schemes that appear highly correlated to beta risk and are clearly on the wrong side of volatility. We believe these products offer almost no diversification benefit; they are simply an extension of traditional asset classes and behave poorly when you need them most.

High correlation is a concern for thoughtful investors who are also grappling with the reality of low/negative growth combined with record high asset prices. This divergence, along with European bank concerns and the potential tapering of European QE, is causing swings in bonds, currencies, equities and commodities.

We think most everyone understands the inherent price risks in stocks and bonds, and the risks associated with an unwinding of central bank policies. We have certainly beaten it to death. What has been lost during this market environment, however, is the serious mismatch between market uncertainty and portfolio diversification. We would like to stress that certain strategies are able to capitalize on uncertainty and volatility while maintaining an emphasis on making money for investors over the long term. Importantly, we strongly believe this market uncertainty sets up an environment that is ripe for nimble, liquid, alpha-generating strategies like ours.

Exceptionally high correlation appears common among all asset classes. Bond markets are priced with record low yields and equity markets are near all-time high valuation levels; we believe it is more important than ever to have a portion of a portfolio generate returns from allocations other than static long beta. Now is the time for investors to assess concentrated beta exposure within both traditional and alternative asset classes and seek strategies with real diversification benefits.

As for our own assessment, we believe the additional flexibility relating to the Fund's overall net exposures should provide a more balanced return profile while at the same time weathering long periods of low volatility within an overall expensive market environment. The Fund will continue to seek to capitalize on periods of high volatility and preserve capital during large market drawdowns. In fact, the Fund has had a positive return in every down market period of -5% or greater since 2011. We believe this approach is rare in today's crowded financial market landscape and should prove to be quite valuable for those seeking to diversify away from both equity beta and interest rate risk.

Sincerely,

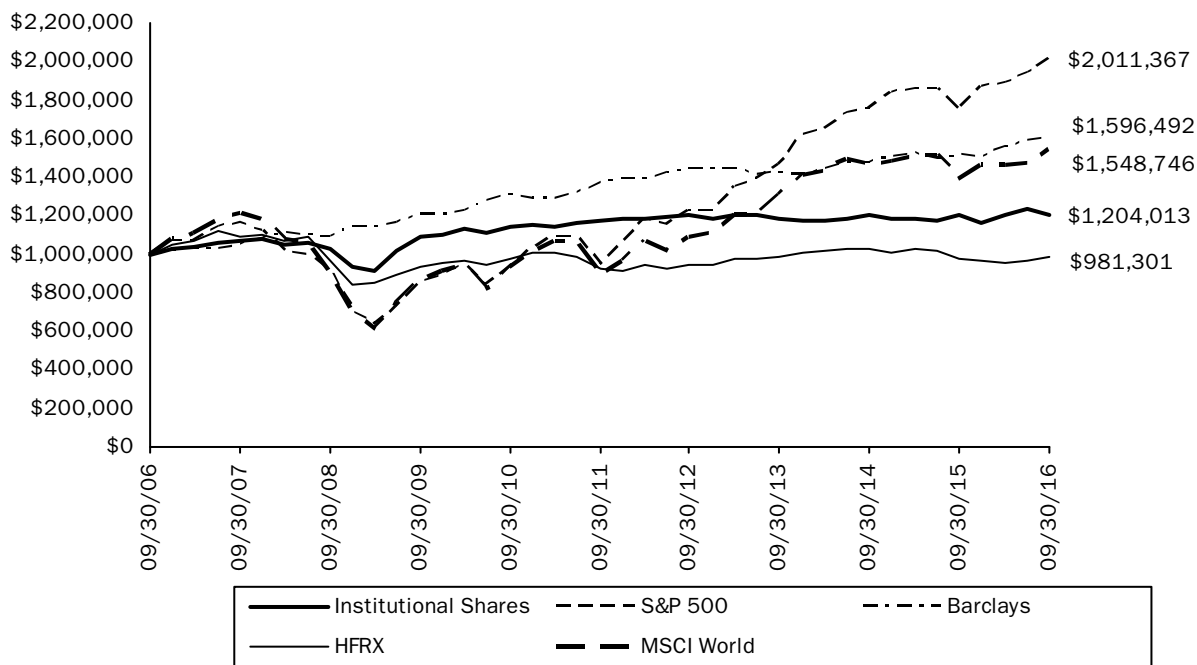


Jay Compson
Portfolio Manager
Absolute Investment Advisers LLC

ABSOLUTE STRATEGIES FUND
 PERFORMANCE CHART AND ANALYSIS
 SEPTEMBER 30, 2016

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

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

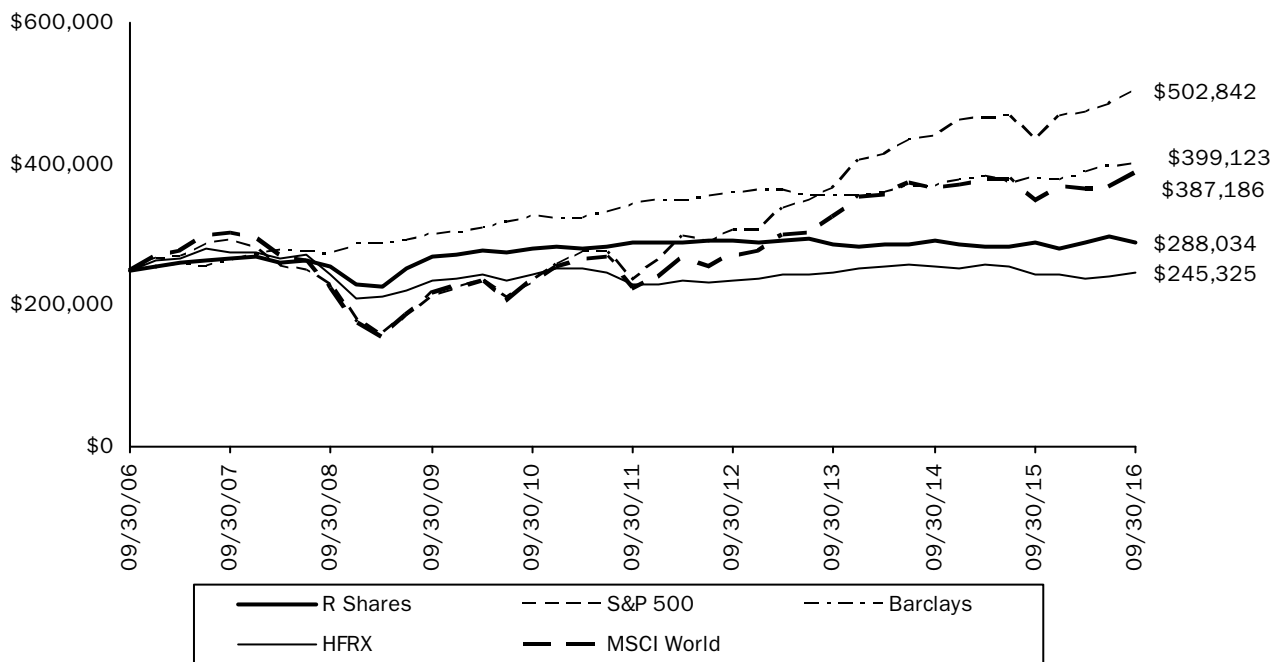


Average Annual Total Returns

Periods Ended September 30, 2016

	One Year	Five Years	Ten Years
Absolute Strategies Fund - Institutional Shares	-0.03%	0.49%	1.87%
S&P 500 Index	15.43%	16.37%	7.24%
Barclays Capital U.S. Aggregate Bond Index	5.19%	3.08%	4.79%
HFRX Global Hedge Fund Index	0.72%	1.31%	-0.19%
MSCI World Index	11.36%	11.63%	4.47%

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



**Average Annual Total Returns
 Periods Ended September 30, 2016**

	One Year	Five Years	Ten Years
Absolute Strategies Fund - R Shares	-0.51%	0.01%	1.43%
S&P 500 Index	15.43%	16.37%	7.24%
Barclays Capital U.S. Aggregate Bond Index	5.19%	3.08%	4.79%
HFRX Global Hedge Fund Index	0.72%	1.31%	-0.19%
MSCI World Index	11.36%	11.63%	4.47%

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 2.68% and 3.26%, 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 1.85% and 2.41% for Institutional Shares and R Shares, respectively. To the extent that the Fund invests in any investment company or exchange-traded fund sponsored by the Fund's adviser or its affiliates, the adviser may waive certain fees and expenses. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Returns greater than one year are annualized.

ABSOLUTE STRATEGIES FUND
 PORTFOLIO HOLDINGS SUMMARY
 SEPTEMBER 30, 2016

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Equity Securities	34.5%
Asset Backed Obligations	0.4%
Corporate Convertible Bonds	13.5%
Corporate Non-Convertible Bonds	5.8%
Exchange Traded Note	0.0%
Syndicated Loans	0.7%
Warrants	0.0%
Investment Companies	11.9%
Money Market Fund	24.9%
Purchased Options	0.5%
Short Positions	
Equity Securities	-29.3%
Exchange Traded Note	-0.2%
Investment Companies	-12.4%
Written Options	-0.2%
Other Assets less Liabilities*	49.9%
	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 represent 30.8% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

Sector Breakdown	(% of Equity Holdings)	
	Long	Short
Consumer Discretionary	9.3%	22.2%
Consumer Staples	23.4%	11.3%
Energy	16.1%	2.4%
Financial	14.6%	26.0%
Healthcare	2.8%	1.1%
Industrial	10.0%	23.5%
Information Technology	6.2%	7.9%
Materials	9.0%	2.4%
Telecommunication Services	8.1%	3.1%
Utilities	0.5%	0.1%
	100.0%	100.0%

ABSOLUTE STRATEGIES FUND
SCHEDULE OF INVESTMENTS
SEPTEMBER 30, 2016

Shares	Security Description	Value	Shares	Security Description	Value
Long Positions - 92.2%					
Equity Securities - 34.5%					
Common Stock - 33.7%					
Consumer Discretionary - 3.2%					
53,155	American Airlines Group, Inc. ^{(a)(b)(c)}	\$ 1,946,005	20,714	Energy Transfer Partners LP	\$ 766,418
13,000	America's Car-Mart, Inc. ^(d)	473,070	33,436	EnLink Midstream Partners LP	592,152
8,650	CarMax, Inc. ^(d)	461,478	92,098	Enterprise Products Partners LP ^(a)	2,544,668
2,121	Chipotle Mexican Grill, Inc. ^{(b)(d)}	898,244	9,000	Exxon Mobil Corp.	785,520
17,165	CVS Health Corp. ^(a)	1,527,513	25,370	FMC Technologies, Inc. ^(d)	752,728
80,741	GameStop Corp., Class A ^(a)	2,227,644	60,593	Green Plains, Inc.	1,587,537
96,070	General Motors Co. ^(a)	3,052,144	77,540	Halliburton Co. ^(a)	3,479,995
114,363	Green Plains Partners LP	2,195,770	84,467	Kinder Morgan, Inc.	1,953,722
41,890	Harley-Davidson, Inc. ^{(a)(b)(c)}	2,202,995	45,071	MPLX LP	1,526,104
63,530	Kohl's Corp. ^(a)	2,779,437	15,595	National Oilwell Varco, Inc.	572,960
19,693	Lithia Motors, Inc., Class A	1,881,075	11,958	NuStar Energy LP	592,878
200,568	Luby's, Inc. ^(d)	860,437	47,174	NuStar GP Holdings, LLC	1,206,711
29,260	Macy's, Inc. ^{(a)(b)(c)}	1,084,083	88,414	Plains All American Pipeline LP	2,777,084
218,767	Office Depot, Inc. ^(a)	780,998	36,417	Rice Energy, Inc. ^(d)	950,848
44,750	Robert Half International, Inc.	1,694,235	124,648	Rice Midstream Partners LP	3,023,960
69,681	The Habit Restaurants, Inc., Class A ^(d)	975,534	33,435	Schlumberger, Ltd.	2,629,328
14,920	The Walt Disney Co.	1,385,471	200,000	Spectra Energy Corp.	8,550,000
3,000	Viacom, Inc., Class B	114,300	13,198	Sprague Resources LP	312,661
11,050	Walgreens Boots Alliance, Inc.	890,851	50,339	The Williams Cos., Inc.	1,546,917
			31,360	TransMontaigne Partners LP	1,293,914
			19,130	Western Gas Partners LP	1,053,106
			63,895	Western Refining Logistics LP	1,481,086
			34,196	Williams Partners LP	1,271,749
					<u>47,301,609</u>
		<u>27,431,284</u>	Financial - 5.0%		
Consumer Staples - 8.1%			44,870	American Express Co. ^(a)	2,873,475
25,000	Aggreko PLC	310,250	28,450	Aon PLC ^(a)	3,200,340
2,650	AMERCO ^(d)	859,209	260,025	Bank of America Corp. ^(a)	4,069,391
53,700	Avon Products, Inc.	303,942	27,125	Berkshire Hathaway, Inc., Class B ^{(a)(d)}	3,918,749
20,632	Calavo Growers, Inc.	1,349,952	140,000	Brookfield Asset Management, Inc., Class A	4,925,200
410,222	CPI Card Group, Inc. ^(a)	2,477,741	77,700	CBRE Group, Inc., Class A ^{(a)(d)}	2,174,046
99,978	Darling Ingredients, Inc. ^(d)	1,350,703	44,770	Citigroup, Inc. ^(a)	2,114,487
55,000	Diageo PLC, ADR	6,382,200	57,750	JPMorgan Chase & Co. ^(a)	3,845,572
100,000	Express Scripts Holding Co. ^(d)	7,053,000	140,820	Leucadia National Corp. ^(a)	2,681,213
55,000	Hengan International Group Co., Ltd.	456,775	101,522	Real Industry, Inc. ^(d)	621,315
10,292	Neogen Corp. ^(d)	575,734	26,000	The Bancorp, Inc. ^(d)	166,920
100,000	Nestle SA, ADR	7,902,000	135,000	The Bank of New York Mellon Corp.	5,383,800
358,922	Nomad Foods, Ltd. ^{(a)(d)}	4,242,458	120,000	WR Berkley Corp.	6,931,200
22,000	PepsiCo, Inc.	2,392,940			<u>42,905,708</u>
75,740	Phibro Animal Health Corp., Class A	2,058,613	Healthcare - 1.0%		
60,000	Philip Morris International, Inc.	5,833,200	51,519	Amsurg Corp. ^{(a)(d)}	3,454,349
63,622	Pilgrim's Pride Corp. ^(d)	1,343,697	10,000	Becton Dickinson and Co.	1,797,300
33,023	Post Holdings, Inc. ^(d)	2,548,385	16,000	Johnson & Johnson	1,890,080
11,000	Qinqin Foodstuffs Group Cayman Co., Ltd. ^(d)	4,042	6,500	McKesson Corp.	1,083,875
137,000	Sanofi, ADR	5,232,030			<u>8,225,604</u>
83,315	Sprouts Farmers Market, Inc. ^(d)	1,720,455	Industrial - 3.5%		
117,688	SUPERVALU, Inc. ^(d)	587,263	99,978	Briggs & Stratton Corp.	1,864,590
38,000	Sysco Corp.	1,862,380	103,000	Expeditors International of Washington, Inc.	5,306,560
43,000	The Coca-Cola Co.	1,819,760	85,765	Jacobs Engineering Group, Inc. ^{(a)(d)}	4,435,766
27,266	The Hain Celestial Group, Inc. ^{(c)(d)}	970,124	227,400	Quanta Services, Inc. ^{(a)(d)}	6,364,926
46,000	The Procter & Gamble Co.	4,128,500	56,745	Silver Run Acquisition Corp., Class A ^(d)	893,734
34,840	Tyson Foods, Inc., Class A	2,601,503	23,335	The Boeing Co. ^{(a)(c)}	3,074,153
48,474	Zoetis, Inc.	2,521,133	53,019	Trimble Navigation, Ltd. ^(d)	1,514,223
		<u>68,887,989</u>	20,520	Union Pacific Corp. ^{(a)(b)(c)}	2,001,315
Energy - 5.5%			11,110	United Parcel Service, Inc., Class B ^(a)	1,214,989
5,440	Anadarko Petroleum Corp.	344,678	20,735	Valmont Industries, Inc. ^(a)	2,790,309
28,678	Cheniere Energy Partners LP	839,118			<u>29,460,565</u>
24,155	Cheniere Energy, Inc. ^(d)	1,053,158	Information Technology - 1.3%		
146,720	Cone Midstream Partners LP	2,655,632	46,675	Apple, Inc. ^{(a)(b)(c)}	5,276,609
9,000	ConocoPhillips	391,230	24,000	Microsoft Corp.	1,382,400
7,170	Devon Energy Corp.	316,269			
25,524	Diamond Offshore Drilling, Inc.	449,478			

See Notes to Financial Statements.

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2016

Shares	Security Description	Value	Principal	Security Description	Rate	Maturity	Value
60,000	Oracle Corp.	\$ 2,356,800	\$ 127,120	Banc of America Funding Corp., Series 2006-H 6A1 ^(e)	0.72%	10/20/36	\$ 107,396
1,082,965	Sandvine Corp.	2,410,349					
		<u>11,426,158</u>					
Materials - 3.1%							
21,207	Agrium, Inc.	1,923,263	71,204	Banc of America Funding Corp., Series 2007-E 4A1 ^(e)	3.04	07/20/47	58,486
17,500	Franco-Nevada Corp.	1,222,725					
16,333	LyondellBasell Industries NV, Class A	1,317,420					
70,207	Monsanto Co.	7,175,155	150,099	Bear Stearns Adjustable Rate Mortgage Trust, Series 2007-5 1A1 ^(e)	3.10	08/25/47	125,317
45,444	Potash Corp. of Saskatchewan, Inc. ^(d)	741,646					
40,000	Praxair, Inc.	4,833,200					
111,000	Royal Gold, Inc.	8,594,730					
33,698	Westlake Chemical Partners LP	769,662					
		<u>26,577,801</u>	142,790	Bear Stearns ALT-A Trust, Series 2006-2 23A1 ^(e)	3.38	03/25/36	109,206
Telecommunication Services - 2.8%							
2,325	Alphabet, Inc., Class A ^(d)	1,869,439					
785	Alphabet, Inc., Class C ^(d)	610,173					
287,393	Attunity, Ltd. ^{(a)(d)}	1,908,289	237,802	ChaseFlex Trust, Series 2007-1 2A9	6.00	02/25/37	192,639
52,700	CBS Corp., Class B, Non-Voting Shares ^(a)	2,884,798					
69,000	Cisco Systems, Inc.	2,188,680	89,322	CitiMortgage Alternative Loan Trust, Series 2006-A7 1A12	6.00	12/25/36	80,743
17,892	Cogeco Communications, Inc.	883,178					
48,866	Rightside Group, Ltd. ^{(a)(d)}	444,680					
124,258	Spark Networks, Inc. ^{(a)(d)}	196,328					
14,813	Time Warner, Inc. ^(a)	1,179,263	33,525	CitiMortgage Alternative Loan Trust, Series 2007-A4 1A6	5.75	04/25/37	29,024
129,430	Twenty-First Century Fox, Inc., Class A	3,134,795					
230,000	Twenty-First Century Fox, Inc., Class B	5,690,200					
175,077	Web.com Group, Inc. ^{(a)(d)}	3,023,580					
		<u>24,013,403</u>	38,130	Countrywide Alternative Loan Trust, Series 2005-50CB 1A1	5.50	11/25/35	36,997
Utilities - 0.2%							
12,323	NiSource, Inc.	297,107					
25,726	Western Gas Equity Partners LP	1,093,098					
		<u>1,390,205</u>	142,062	Countrywide Alternative Loan Trust, Series 2005-73CB 1A8	5.50	01/25/36	138,805
Total Common Stock (Cost \$232,938,092)		287,620,326					
		Rate					
		Value					
Preferred Stock - 0.8%							
Information Technology - 0.8%							
5,800	Samsung Electronics Co., Ltd. (Cost \$5,945,137)	2.00%					
							6,793,481
Total Equity Securities (Cost \$238,883,229)							
							294,413,807
Principal	Security Description	Rate	Maturity	Value			
Fixed Income Securities - 20.4%							
Asset Backed Obligations - 0.4%							
\$ 69,556	Adjustable Rate Mortgage Trust, Series 2005-12 2A1 ^(e)	3.48%	03/25/36	53,947	59,325	Countrywide Home Loan Mortgage Pass Through Trust, Series 2007-HY5 1A1 ^(e)	52,243
44,330	Adjustable Rate Mortgage Trust, Series 2006-1 3A3 ^(e)	2.92	03/25/36	32,845	166,080	Deutsche Alt-B Securities, Inc. Mortgage Loan Trust, Series 2006-AB2 A5B ^(f)	137,407
137,340	Banc of America Alternative Loan Trust, Series 2005-8 2CB1	6.00	09/25/35	135,718	135,127	GSR Mortgage Loan Trust, Series 2005-AR5 1A1 ^(e)	118,535
32,711	Banc of America Funding Corp., Series 2006-E 2A1 ^(e)	3.30	06/20/36	27,161			

See Notes to Financial Statements.

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2016

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 149,296	HSI Asset Loan Obligation Trust, Series 2007-AR2 2A1 ^(e)	3.12%	09/25/37	\$ 119,951	\$ 394,909	Washington Mutual Mortgage Pass-Through Certificates, Series 2006-7 A1A ^(f)	4.46%	09/25/36	\$ 228,150
65,007	Indymac Index Mortgage Loan Trust, Series 2006-AR25 3A1 ^(e)	3.31	09/25/36	48,643		Total Asset Backed Obligations (Cost \$3,389,894)			3,681,856
117,015	Indymac Index Mortgage Loan Trust, Series 2006-AR29 A1 ^(e)	0.70	11/25/36	97,797		Corporate Convertible Bonds - 13.5%			
123,587	Indymac Index Mortgage Loan Trust, Series 2006-AR33 3A1 ^(e)	3.23	01/25/37	113,995		Consumer Discretionary - 1.1%			
295,440	Indymac Index Mortgage Loan Trust, Series 2006-AR7 4A1 ^(e)	3.13	05/25/36	208,297	4,500,000	JAKKS Pacific, Inc. ^{(a)(g)}	4.25	08/01/18	5,042,812
32,950	JP Morgan Mortgage Trust, Series 2007-A2 4A1M ^(e)	4.50	04/25/37	29,996	1,600,000	JAKKS Pacific, Inc. ^{(a)(g)}	4.88	06/01/20	1,693,000
143,426	Lehman XS Trust, Series 2005-6 1A1 ^(e)	1.05	11/25/35	97,920	2,250,000	M/I Homes, Inc. ^(a)	3.25	09/15/17	2,428,594
212,122	MASTR Adjustable Rate Mortgages Trust, Series 2007-R5 A1 ^{(e)(g)}	2.98	11/25/35	161,059					<u>9,164,406</u>
150,043	Residential Accredited Loans, Inc., Series 2006-QS17 A4	6.00	12/25/36	128,425		Consumer Staples - 2.6%			
119,588	Residential Accredited Loans, Inc., Series 2007-QS5 A1	5.50	03/25/37	94,070	3,000,000	Acorda Therapeutics, Inc.	1.75	06/15/21	2,461,875
337,876	Residential Asset Securitization Trust, Series 2006-A10 A5	6.50	09/25/36	233,315	3,500,000	Albany Molecular Research, Inc.	2.25	11/15/18	4,140,937
1,057,111	Residential Asset Securitization Trust, Series 2007-A5 1A2 ^(e)	0.93	05/25/37	210,957	700,000	Ascent Capital Group, Inc.	4.00	07/15/20	505,750
45,202	Structured Adjustable Rate Mortgage Loan Trust, Series 2007-3 3A1 ^(e)	3.03	04/25/47	34,898	3,250,000	Carriage Services, Inc.	2.75	03/15/21	3,824,844
120,556	WaMu Mortgage Pass-Through Certificates, Series 2006-AR16 1A1 ^(e)	2.25	12/25/36	104,798	450,000	Ctrip.com International, Ltd. ^(g)	1.25	09/15/22	454,219
					3,350,000	Depomed, Inc. ^(a)	2.50	09/01/21	4,782,125
					2,000,000	Healthways, Inc. ^(a)	1.50	07/01/18	2,911,250
					2,000,000	Ironwood Pharmaceuticals, Inc. ^(a)	2.25	06/15/22	2,393,750
					1,250,000	Protalix BioTherapeutics, Inc. ^(a)	4.50	09/15/18	840,625
									<u>22,315,375</u>
						Energy - 1.5%			
					1,000,000	Chesapeake Energy Corp.		09/15/26	1,002,500
					2,750,000	Clean Energy Fuels Corp. ^(g)	5.25	10/01/18	2,413,125
					1,700,000	Green Plains, Inc. ^{(a)(g)}	4.13	09/01/22	1,964,562
					1,100,000	Helix Energy Solutions Group, Inc. ^(a)	3.25	03/15/32	1,041,563
					700,000	Oasis Petroleum, Inc. ^(a)	2.63	09/15/23	793,188
					6,000,000	Renewable Energy Group, Inc. ^{(a)(g)}	4.00	06/15/36	5,891,250
									<u>13,106,188</u>
						Financial - 0.8%			
					3,870,000	Encore Capital Group, Inc. ^(a)	3.00	07/01/20	3,236,288
					2,100,000	Forestar Group, Inc. ^(a)	3.75	03/01/20	1,997,625

ABSOLUTE STRATEGIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2016

Principal	Security Description	Rate	Maturity	Value	Principal	Security Description	Rate	Maturity	Value
\$ 2,200,000	FXCM, Inc. ^(a)	2.25%	06/15/18	\$ 946,000	Corporate Non-Convertible Bonds - 5.8%				
800,000	TCP Capital Corp. ^{(a)(g)}	4.63	03/01/22	812,000	Consumer Discretionary - 0.6%				
				<u>6,991,913</u>	\$ 750,000	Caesars Entertainment Resort Properties, LLC	8.00%	10/01/20	\$ 779,063
Healthcare - 0.8%					1,250,000	GameStop Corp. ^(g)	5.50	10/01/19	1,281,250
1,000,000	ImmunoGen, Inc. ^{(a)(g)}	4.50	07/01/21	845,625	2,100,000	K Hovnanian Enterprises, Inc.	8.63	01/15/17	2,154,390
3,600,000	Quidel Corp. ^(a)	3.25	12/15/20	3,627,000	829,000	L Brands, Inc.	8.50	06/15/19	<u>972,002</u>
2,000,000	Repligen Corp. ^(a)	2.13	06/01/21	<u>2,286,250</u>					<u>5,186,705</u>
				<u>6,758,875</u>	Consumer Staples - 1.3%				
Industrial - 1.8%					750,000	Avon Products, Inc.	7.00	03/15/23	675,938
3,100,000	Altra Industrial Motion Corp.	2.75	03/01/31	3,669,625	500,000	Avon Products, Inc.	8.95	03/15/43	411,250
2,350,000	Echo Global Logistics, Inc. ^(a)	2.50	05/01/20	2,223,687	2,165,000	Bumble Bee Holdings, Inc. ^(g)	9.00	12/15/17	2,181,237
3,900,000	Fluidigm Corp. ^(a)	2.75	02/01/34	2,398,500	2,471,000	Cenveo Corp. ^(g)	6.00	08/01/19	2,205,367
1,500,000	Kaman Corp. ^{(a)(g)}	3.25	11/15/17	2,005,313	1,891,000	ConvaTec Healthcare E SA ^(g)	10.50	12/15/18	1,924,093
4,000,000	TTM Technologies, Inc. ^(a)	1.75	12/15/20	<u>5,310,000</u>	1,533,000	Dean Holding Co.	6.90	10/15/17	1,609,650
				<u>15,607,125</u>	1,750,000	Monitronics International, Inc. ^(a)	9.13	04/01/20	<u>1,653,750</u>
Information Technology - 1.3%									<u>10,661,285</u>
1,000,000	Advanced Micro Devices, Inc.	2.13	09/01/26	1,090,000	Energy - 0.5%				
2,300,000	Avid Technology, Inc.	2.00	06/15/20	1,893,188	1,245,000	Boardwalk Pipelines LP	5.88	11/15/16	1,250,807
2,500,000	Envestnet, Inc. ^(a)	1.75	12/15/19	2,393,750	1,000,000	CONSOL Energy, Inc.	5.88	04/15/22	925,000
300,000	ON Semiconductor Corp. ^(a)	1.00	12/01/20	305,625	2,385,000	Gastar Exploration, Inc.	8.63	05/15/18	<u>2,015,325</u>
3,700,000	Quantum Corp. ^(a)	4.50	11/15/17	3,424,812					<u>4,191,132</u>
1,600,000	Verint Systems, Inc. ^(a)	1.50	06/01/21	<u>1,524,000</u>	Financial - 0.4%				
				<u>10,631,375</u>	670,000	Ally Financial, Inc.	6.25	12/01/17	697,637
Materials - 1.0%					1,742,000	iStar, Inc.	9.00	06/01/17	1,807,325
4,750,000	Aceto Corp. ^{(a)(g)}	2.00	11/01/20	4,355,156	980,000	Realogy Group, LLC / Realogy Co-Issuer Corp. ^(g)	4.50	04/15/19	<u>1,024,100</u>
4,500,000	Silver Standard Resources, Inc. ^{(a)(g)}	2.88	02/01/33	<u>4,443,750</u>					<u>3,529,062</u>
				<u>8,798,906</u>	Industrial - 0.2%				
Telecommunication Services - 2.1%					563,000	Beverage Packaging Holdings Luxembourg II SA / Beverage Packaging Holdings II Is ^(g)	5.63	12/15/16	561,649
1,750,000	Alaska Communications Systems Group, Inc.	6.25	05/01/18	1,728,125	350,000	Kemet Corp.	10.50	05/01/18	351,313
4,000,000	Blucora, Inc.	4.25	04/01/19	3,835,000	658,000	USG Corp.	9.50	01/15/18	717,878
2,500,000	Global Eagle Entertainment, Inc. ^(a)	2.75	02/15/35	2,103,125	409,000	USG Corp. ^(g)	5.88	11/01/21	<u>428,427</u>
2,850,000	Harmonic, Inc. ^{(a)(g)}	4.00	12/01/20	3,566,062					<u>2,059,267</u>
2,750,000	Pandora Media, Inc. ^{(a)(g)}	1.75	12/01/20	3,067,969	Information Technology - 0.4%				
2,200,000	Web.com Group, Inc. ^(a)	1.00	08/15/18	2,099,625	1,729,000	EarthLink Holdings Corp.	7.38	06/01/20	1,826,256
1,500,000	WebMD Health Corp. ^{(a)(g)}	2.63	06/15/23	<u>1,468,125</u>					
				<u>17,868,031</u>					
Utilities - 0.5%									
5,300,000	EnerNOC, Inc. ^(a)	2.25	08/15/19	<u>3,769,625</u>					
Total Corporate Convertible Bonds (Cost \$111,872,590)				<u>115,011,819</u>					

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
SEPTEMBER 30, 2016

Shares	Security Description	Value	Shares	Security Description	Value
Short Positions - (41.9)%			(8,180)	TreeHouse Foods, Inc.	\$ (713,214)
Common Stock - (29.3)%					<u>(28,083,252)</u>
Consumer Discretionary - (6.5)%			Energy - (0.7)%		
(18,178)	Bob Evans Farms, Inc.	\$ (696,217)	(77,000)	Chesapeake Energy Corp.	(482,790)
(29,387)	Bojangles', Inc.	(469,017)	(18,300)	Clean Energy Fuels Corp.	(81,801)
(9,088)	Brinker International, Inc.	(458,308)	(25,000)	Gastar Exploration, Inc.	(21,120)
(55,000)	Carnival Corp.	(2,685,100)	(8,267)	Genesis Energy LP	(313,898)
(38,800)	Carter's, Inc.	(3,364,348)	(44,100)	Green Plains, Inc.	(1,155,420)
(27,916)	Chuy's Holdings, Inc.	(779,973)	(4,300)	Helix Energy Solutions Group, Inc.	(34,959)
(3,029)	Cracker Barrel Old Country Store, Inc.	(400,494)	(39,140)	Oasis Petroleum, Inc.	(448,936)
(53,019)	Del Frisco's Restaurant Group, Inc.	(714,166)	(405,500)	Renewable Energy Group, Inc.	<u>(3,434,585)</u>
(66,652)	Del Taco Restaurants, Inc.	(794,492)			<u>(5,973,509)</u>
(412,000)	Fiat Chrysler Automobiles NV	(2,614,933)	Financial - (7.6)%		
(25,751)	Fiesta Restaurant Group, Inc.	(618,024)	(3,258,000)	Agricultural Bank of China, Ltd., Class H	(1,394,533)
(362,252)	Ford Motor Co.	(4,372,382)	(81,400)	Air Lease Corp.	(2,326,412)
(45,444)	Fox Factory Holding Corp.	(1,043,849)	(13,269)	Altisource Portfolio Solutions SA	(429,916)
(146,031)	General Motors Co.	(4,639,405)	(34,950)	Ameriprise Financial, Inc.	(3,486,961)
(87,300)	Hanesbrands, Inc.	(2,204,325)	(17,600)	AvalonBay Communities, Inc. REIT	(3,129,984)
(10,695)	iRobot Corp.	(470,366)	(256,000)	Banco Santander SA, ADR	(1,128,960)
(9,088)	Jack in the Box, Inc.	(871,903)	(290,150)	Bank of America Corp.	(4,540,847)
(402,596)	JAKKS Pacific, Inc.	(3,478,429)	(3,495,000)	Bank of China, Ltd., Class H	(1,595,109)
(5,909)	Lear Corp.	(716,289)	(2,586,000)	Bank of Communications Co., Ltd., Class H	(1,970,406)
(11,282)	Leggett & Platt, Inc.	(514,234)	(15,012)	Boardwalk Real Estate Investment Trust REIT	(592,150)
(38,100)	M/I Homes, Inc.	(898,017)	(20,000)	Boston Properties, Inc. REIT	(2,725,800)
(11,353)	McDonald's Corp.	(1,309,682)	(3,180,000)	China CITIC Bank Corp., Ltd., Class H	(2,111,418)
(17,100)	Mohawk Industries, Inc.	(3,425,814)	(2,230,000)	China Construction Bank Corp., Class H	(1,653,151)
(2,681)	Nintendo Co., Ltd., ADR	(88,419)	(2,193,000)	China Galaxy Securities Co., Ltd., Class H	(1,998,931)
(57,563)	Noodles & Co.	(274,000)	(1,003,000)	China Merchants Bank Co., Ltd., Class H	(2,526,768)
(23,780)	The Home Depot, Inc.	(3,060,010)	(814,000)	CITIC Securities Co., Ltd., Class H	(1,727,404)
(1,360)	The Priceline Group, Inc.	(2,001,226)	(82,400)	Citigroup, Inc.	(3,891,752)
(8,700)	Tractor Supply Co.	(585,945)	(57,296)	Consumer Portfolio Services, Inc.	(262,989)
(15,250)	Ulta Salon Cosmetics & Fragrance, Inc.	(3,629,195)	(4,568)	Credit Acceptance Corp.	(918,488)
(54,850)	Under Armour, Inc., Class A	(2,121,598)	(34,500)	Deutsche Bank AG	(451,605)
(34,500)	VF Corp.	(1,933,725)	(44,000)	Encore Capital Group, Inc.	(989,120)
(10,604)	Vista Outdoor, Inc.	(422,675)	(101,400)	Erste Group Bank AG	(3,003,175)
(286,000)	Volvo AB, Class B	(3,263,790)	(21,200)	Forestar Group, Inc.	(248,252)
(20,897)	Zoe's Kitchen, Inc.	(463,704)	(1,660)	FXCM, Inc., Class A	(14,558)
		<u>(55,384,054)</u>	(10,008)	Home Capital Group, Inc.	(205,965)
Consumer Staples - (3.3)%			(3,008,000)	Industrial & Commercial Bank of China, Ltd., Class H	(1,880,873)
(32,300)	Acorda Therapeutics, Inc.	(674,424)	(707,500)	Intesa Sanpaolo SpA	(1,568,875)
(76,000)	AerCap Holdings NV	(2,925,240)	(21,000)	Morgan Stanley	(673,260)
(148,500)	Albany Molecular Research, Inc.	(2,451,735)	(347,300)	Nordea Bank AB	(3,447,171)
(44,065)	Amira Nature Foods, Ltd.	(365,739)	(195,075)	OTP Bank PLC	(5,122,611)
(45,444)	Amplify Snack Brands, Inc.	(736,193)	(143,900)	Swedbank AB, Class A	(3,381,620)
(18,178)	Archer-Daniels-Midland Co.	(766,566)	(5,800)	TCP Capital Corp.	(95,004)
(2,600)	Ascent Capital Group, Inc., Class A	(60,242)	(122,100)	The Charles Schwab Corp.	(3,854,697)
(100,300)	Carriage Services, Inc.	(2,372,095)	(420,000)	UniCredit SpA	(977,584)
(5,543)	Cenveo, Inc.	(39,078)	(13,118)	World Acceptance Corp.	(643,307)
(3,200)	Ctrip.com International, Ltd., ADR	(149,024)			<u>(64,969,656)</u>
(40,900)	Dean Foods Co.	(670,760)	Healthcare - (0.4)%		
(137,500)	Depomed, Inc.	(3,436,125)	(157,668)	ImmunoGen, Inc.	(422,550)
(7,877)	Dr. Pepper Snapple Group, Inc.	(719,249)	(52,700)	Quidel Corp.	(1,164,143)
(15,400)	FleetCor Technologies, Inc.	(2,675,442)	(41,600)	Repligen Corp.	(1,255,904)
(42,415)	Flowers Foods, Inc.	(641,315)			<u>(2,842,597)</u>
(10,924)	General Mills, Inc.	(697,825)			
(82,000)	Healthways, Inc.	(2,169,720)			
(5,347)	Herbalife, Ltd.	(331,461)			
(91,500)	Ironwood Pharmaceuticals, Inc.	(1,453,020)			
(10,604)	John B Sanfilippo & Son, Inc.	(544,303)			
(22,853)	Pacific Biosciences of California, Inc.	(204,763)			
(65,828)	Protalix BioTherapeutics, Inc.	(36,864)			
(9,088)	Sanderson Farms, Inc.	(875,447)			
(26,800)	The Estee Lauder Cos., Inc.	(2,373,408)			

ABSOLUTE STRATEGIES FUND
SCHEDULE OF SECURITIES SOLD SHORT
SEPTEMBER 30, 2016

Shares	Security Description	Value	Shares	Security Description	Value
Industrial - (6.9)%			Telecommunication Services - (0.9)%		
(15,148)	AGCO Corp.	\$ (747,099)	(27,500)	Blucora, Inc.	\$ (308,000)
(77,900)	Altra Industrial Motion Corp.	(2,256,763)	(84,400)	Discovery Communications, Inc., Class A	(2,272,048)
(67,600)	Atlas Copco AB, Class A	(2,035,376)	(46,700)	Global Eagle Entertainment, Inc.	(388,077)
(103,008)	CNH Industrial NV	(743,718)	(343,500)	Harmonic, Inc.	(2,036,955)
(10,604)	Deere & Co.	(905,051)	(6,841)	HealthStream, Inc.	(188,812)
(52,800)	Eaton Corp. PLC	(3,469,488)	(97,400)	Pandora Media, Inc.	(1,395,742)
(26,700)	Echo Global Logistics, Inc.	(615,702)	(9,845)	Splunk, Inc.	(577,704)
(73,700)	Emerson Electric Co.	(4,017,387)	(14,000)	Web.com Group, Inc.	(241,780)
(27,000)	Fluidigm Corp.	(216,270)	(8,700)	WebMD Health Corp.	(432,390)
(76,700)	Fluor Corp.	(3,936,244)			<u>(7,841,508)</u>
(15,700)	Forward Air Corp.	(679,182)	Utilities - (0.0)%		
(160,500)	General Electric Co.	(4,754,010)	(42,200)	EnerNOC, Inc.	(228,302)
(34,800)	IDEX Corp.	(3,256,236)	Total Common Stock		
(38,800)	Kaman Corp.	(1,704,096)	(Proceeds \$(271,154,894))		
(6,700)	Martin Marietta Materials, Inc.	(1,200,037)	(249,550,714)		
(7,925)	Rockwell Collins, Inc.	(668,395)	Principal Security Description Value		
(75,800)	Sensata Technologies Holding NV	(2,939,524)	Exchange Traded Note - (0.2)%		
(167,000)	SKF AB, Class B	(2,883,002)	\$ (57,200)	JPMorgan Alerian MLP Index ETN	
(13,964)	SMA Solar Technology AG	(445,338)	(Proceeds \$(1,770,785))		
(97,975)	Spirit AeroSystems Holdings, Inc., Class A	(4,363,807)	(1,801,800)		
(50,200)	Textron, Inc.	(1,995,450)	Shares Security Description Value		
(31,000)	The Boeing Co.	(4,083,940)	Investment Companies - (12.4)%		
(21,800)	The Middleby Corp.	(2,694,916)	(56,992)	iShares Russell 2000 ETF	(7,078,977)
(308,800)	TTM Technologies, Inc.	(3,535,760)	(4,705)	iShares U.S. Real Estate ETF	(379,411)
(10,900)	Vulcan Materials Co.	(1,239,657)	(455,660)	SPDR S&P 500 ETF Trust	(98,559,258)
(71,300)	Wartsila OYJ Abp	(3,209,399)	Total Investment Companies		
		<u>(58,595,847)</u>	(Proceeds \$(105,880,732))		
Information Technology - (2.3)%			Total Short Positions - (41.9)%		
(88,700)	ACI Worldwide, Inc.	(1,719,006)	(Proceeds \$(378,806,411))		
(90,900)	Advanced Micro Devices, Inc.	(628,119)	\$ (357,370,160)		
(14,315)	Akamai Technologies, Inc.	(758,552)			
(13,175)	Alliance Data Systems Corp.	(2,826,433)			
(14,050)	Autodesk, Inc.	(1,016,236)			
(38,600)	Avid Technology, Inc.	(306,484)			
(45,321)	Callidus Software, Inc.	(831,640)			
(6,289)	Check Point Software Technologies, Ltd.	(488,089)			
(11,800)	Envestnet, Inc.	(430,110)			
(23,400)	International Business Machines Corp.	(3,717,090)			
(12,761)	NetApp, Inc.	(457,099)			
(6,200)	ON Semiconductor Corp.	(76,384)			
(76,500)	Oracle Corp.	(3,004,920)			
(34,529)	PROS Holdings, Inc.	(780,701)			
(653,400)	Quantum Corp.	(481,033)			
(25,400)	salesforce.com, Inc.	(1,811,782)			
(9,000)	Verint Systems, Inc.	(338,670)			
		<u>(19,672,348)</u>			
Materials - (0.7)%					
(64,300)	Aceto Corp.	(1,221,057)			
(98,463)	AgroFresh Solutions, Inc.	(520,869)			
(60,593)	American Vanguard Corp.	(973,124)			
(19,693)	CF Industries Holdings, Inc.	(479,524)			
(14,513)	Clearwater Paper Corp.	(938,556)			
(33,326)	Platform Specialty Products Corp.	(270,274)			
(89,100)	Silver Standard Resources, Inc.	(1,074,546)			
(19,693)	The Mosaic Co.	(481,691)			
		<u>(5,959,641)</u>			

ABSOLUTE STRATEGIES FUND

SCHEDULE OF CALL AND PUT OPTIONS WRITTEN

SEPTEMBER 30, 2016

Contracts	Security Description	Strike Price	Exp. Date	Value
Written Options - (0.2)%				
Call Options Written - (0.0)%				
(353)	American Airlines Group, Inc.	\$ 50.00	01/17	\$ (4,942)
(140)	Apple, Inc.	135.00	03/17	(12,600)
(35)	Chipotle Mexican Grill, Inc.	520.00	03/17	(26,950)
(163)	Harley-Davidson, Inc.	50.00	01/18	(127,140)
(219)	Macy's, Inc.	40.00	01/17	(33,288)
(61)	Tesla Motors, Inc.	295.00	03/17	(9,150)
(205)	Union Pacific Corp.	90.00	01/17	(194,750)
Total Call Options Written (Premiums Received \$(461,000))				<u>(408,820)</u>
Put Options Written - (0.2)%				
(282)	American Airlines Group, Inc.	30.00	01/17	(23,406)
(530)	American International Group, Inc.	40.00	01/17	(10,600)
(94)	Apple, Inc.	75.00	01/18	(19,364)
(163)	Harley-Davidson, Inc.	40.00	01/18	(48,900)
(20)	iShares Russell 2000 ETF	107.00	01/17	(1,950)
(219)	Macy's, Inc.	30.00	01/17	(14,892)
(15)	SPDR S&P 500 ETF Trust	192.00	10/16	(15)
(5)	SPDR S&P 500 ETF Trust	182.00	10/16	(5)
(265)	SPDR S&P 500 ETF Trust	192.00	12/16	(30,873)
(10)	SPDR S&P 500 ETF Trust	196.00	01/17	(2,290)
(20)	SPDR S&P 500 ETF Trust	195.00	01/17	(4,340)
(30)	SPDR S&P 500 ETF Trust	193.00	01/17	(5,865)
(1,696)	SPDR S&P 500 ETF Trust	200.00	03/17	(779,312)
(3,688)	SPDR S&P 500 ETF Trust	170.00	03/17	(479,440)
(114)	The Boeing Co.	100.00	01/18	(57,570)
(240)	The Hain Celestial Group, Inc.	35.00	02/17	(81,600)
(205)	Union Pacific Corp.	65.00	01/17	(3,895)
Total Put Options Written (Premiums Received \$(3,994,707))				<u>(1,564,317)</u>
Total Written Options - (0.2)% (Premiums Received \$(4,455,707))				<u>\$ (1,973,137)</u>

ABSOLUTE STRATEGIES FUND

 NOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
 SEPTEMBER 30, 2016

ADR	American Depositary Receipt	(f)	Debt obligation initially issued at one coupon rate which converts to higher coupon rate at a specified date. Rate presented is as of September 30, 2016.
ETF	Exchange Traded Fund		
ETN	Exchange Traded Note		
LLC	Limited Liability Company	(g)	Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$58,777,621 or 6.9% of net assets.
LP	Limited Partnership		
PLC	Public Limited Company		
REIT	Real Estate Investment Trust		
(a)	All or a portion of this security is held as collateral for securities sold short.	(h)	Affiliated Company.
(b)	Subject to call option written by the Fund.	(i)	Security fair valued in accordance with procedures adopted by the Board of Trustees. At the period end, the value of these securities amounted to \$0 or 0.0% of net assets.
(c)	Subject to put option written by the Fund.		
(d)	Non-income producing security.		
(e)	Variable rate security. Rate presented is as of September 30, 2016.		

At September 30, 2016, the Fund held the following credit default swap agreements:

Credit Default Swaps – Buy Protection

Counterparty	Reference Entity / Obligation	Pays Rate	Termination Date	Credit Spread as of 09/30/16 ⁽¹⁾	Notional Amount	Net Unrealized Appreciation (Depreciation)
Barclays	Eastman Chemical Co, 7.60%, 02/01/27	1.00%	06/20/21	0.92%	\$ 10,000,000	\$ 9,110
	Host Hotels & Resorts, 4.75%, 03/01/23	1.00	12/20/21	1.14	5,000,000	(23,265)
	Macy's Retail Holdings, 7.45%, 07/15/17	1.00	12/20/21	2.14	10,000,000	(11,301)
	Nordstrom Inc, 6.95%, 03/15/28	1.00	06/20/21	1.42	5,000,000	27,008
BNP Paribas	Host Hotels & Resorts, 4.75%, 03/01/23	1.00	12/20/21	1.14	10,000,000	(31,999)
	International Paper Co, 7.50%, 08/15/21	1.00	12/20/21	0.77	5,000,000	(4,223)
	Marriott International, Inc., 3.00%, 03/01/19	1.00	12/20/21	0.59	10,000,000	(17,184)
	Pitney Bowes Inc., 6.25%, 03/15/19	1.00	06/20/21	1.51	5,000,000	(32,252)
	Ryder Systems Inc, 2.55%, 06/01/19	1.00	12/20/21	0.92	10,000,000	(16,215)
Goldman Sachs & Co.	Eastman Chemical Co, 7.60%, 02/01/27	1.00	06/20/21	0.92	5,000,000	(3,289)
	Host Hotels & Resorts, 4.75%, 03/01/23	1.00	06/20/21	1.14	5,000,000	(53,033)
	International Paper Co, 7.50%, 08/15/21	1.00	12/20/21	0.77	5,000,000	(9,236)
	Nordstrom Inc, 6.95%, 03/15/28	1.00	06/20/21	1.42	5,000,000	1,324
	Ryder Systems Inc, 2.55%, 06/01/19	1.00	12/20/21	0.92	10,000,000	(21,125)
Morgan Stanley	Gatx Corp., 6.00%, 02/15/18	1.00	06/20/21	1.32	5,000,000	(182,024)
	International Paper Co, 7.50%, 08/15/21	1.00	06/20/21	0.67	5,000,000	(38,440)
	Pitney Bowes Inc., 6.25%, 03/15/19	1.00	06/20/21	1.51	5,000,000	25,488
						\$ (380,656)

⁽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.

ABSOLUTE STRATEGIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2016

At September 30, 2016, 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>
(100)	Euro FX Currency Future	12/27/16	\$ (14,063,975)	\$ (32,276)
(2,700)	NASDAQ 100 E-Mini Future	12/20/16	(259,820,230)	(3,173,270)
(800)	Russell 2000 Mini Future	12/20/16	(100,341,480)	477,480
(30)	U.S. 10-year Treasury Note Future	01/03/17	(3,940,782)	7,032
(90)	U.S. 5-year Treasury Note Future	01/10/17	(10,943,442)	7,036
			<u>\$ (389,109,909)</u>	<u>\$ (2,713,998)</u>

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

<u>Investment Company</u>	<u>Balance</u>	<u>Gross Additions</u>	<u>Gross Reductions</u>	<u>Balance</u>	<u>Realized Loss</u>	<u>Investment Income</u>
<u>Absolute Capital Opportunities Fund</u>	<u>03/31/16</u>			<u>09/30/16</u>		
Shares/Principal	1,196,695	-	-	1,196,695		
Cost	\$ 12,010,000	\$ -	\$ -	\$ 12,010,000	\$ -	\$ -
Proceeds	-	-	-	-		
Value	12,218,253	-	-	12,541,361		

As of September 30, 2016, the Fund had the following forward currency contracts outstanding:

<u>Counterparty</u>	<u>Contracts to Sell</u>	<u>Settlement Date</u>	<u>Settlement Value</u>	<u>Net Unrealized Appreciation (Depreciation)</u>
Goldman Sachs & Co.	(1,754,233) Canadian Dollars	10/31/16	\$ 1,335,000	\$ (2,434)
	(685,936) Pounds Sterling	10/31/16	890,000	348
				<u>\$ (2,086)</u>

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

Gross Unrealized Appreciation	\$ 148,166,881
Gross Unrealized Depreciation	(29,801,514)
Net Unrealized Appreciation	<u>\$ 118,365,367</u>

ABSOLUTE STRATEGIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2016

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of September 30, 2016.

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

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
Investments At Value				
Common Stock				
Consumer Discretionary	\$ 27,431,284	\$ -	\$ -	\$ 27,431,284
Consumer Staples	68,887,989	-	-	68,887,989
Energy	47,301,609	-	-	47,301,609
Financial	42,905,708	-	-	42,905,708
Healthcare	8,225,604	-	-	8,225,604
Industrial	29,460,565	-	-	29,460,565
Information Technology	11,426,158	-	-	11,426,158
Materials	26,577,801	-	-	26,577,801
Telecommunication Services	24,013,403	-	-	24,013,403
Utilities	1,390,205	-	-	1,390,205
Preferred Stock				
Information Technology	6,793,481	-	-	6,793,481
Asset Backed Obligations	-	3,681,856	-	3,681,856
Corporate Convertible Bonds	-	115,011,819	-	115,011,819
Corporate Non-Convertible Bonds	-	49,551,276	-	49,551,276
Exchange Traded Note	132,335	-	-	132,335
Syndicated Loans	-	5,470,614	-	5,470,614
Warrants	4,939	-	-	4,939
Investment Companies	101,123,781	-	-	101,123,781
Money Market Fund	-	212,421,309	-	212,421,309
Purchased Options	972,143	3,478,600	-	4,450,743
Total Investments At Value	\$ 396,647,005	\$ 389,615,474	\$ -	\$ 786,262,479
Other Financial Instruments**				
Credit Default Swaps	-	62,930	-	62,930
Forward Currency Contracts	-	348	-	348
Futures	491,548	-	-	491,548
Total Other Financial Instruments**	\$ 491,548	\$ 63,278	\$ -	\$ 554,826
Total Assets	\$ 397,138,553	\$ 389,678,752	\$ -	\$ 786,817,305
Liabilities				
Securities Sold Short				
Common Stock	\$ (249,550,714)	\$ -	\$ -	\$ (249,550,714)
Exchange Traded Note	(1,801,800)	-	-	(1,801,800)
Investment Companies	(106,017,646)	-	-	(106,017,646)
Total Securities Sold Short	\$ (357,370,160)	\$ -	\$ -	\$ (357,370,160)
Other Financial Instruments**				
Written Options	(1,148,487)	(824,650)	-	(1,973,137)
Credit Default Swaps	-	(443,586)	-	(443,586)
Forward Currency Contracts	-	(2,434)	-	(2,434)
Futures	(3,205,546)	-	-	(3,205,546)
Total Other Financial Instruments**	\$ (4,354,033)	\$ (1,270,670)	\$ -	\$ (5,624,703)
Total Liabilities	\$ (361,724,193)	\$ (1,270,670)	\$ -	\$ (362,994,863)

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

The Fund utilizes the end of period methodology when determining transfers. As of September 30, 2016, there was \$(506,742) transferred from Level 2 to Level 1 due to securities using a quoted price versus the mean between bid and ask quotations.

ABSOLUTE CREDIT OPPORTUNITIES FUND

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2016

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Corporate Convertible Bonds	43.2%
Corporate Non-Convertible Bonds	38.3%
Money Market Fund	8.1%
Purchased Options	0.2%
Short Positions	
Common Stock	-16.5%
Written Options	0.0%
Other Assets less Liabilities*	26.7%
	100.0%

* Consists of deposits with the custodian and/or brokers for securities sold short, cash, prepaid expenses, receivables, payables, and accrued liabilities. Deposits with the custodian and/or brokers for securities sold short represent 19.8% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

ABSOLUTE CREDIT OPPORTUNITIES FUND

SCHEDULE OF INVESTMENTS

SEPTEMBER 30, 2016

Principal	Security Description	Rate	Maturity	Value	Contracts	Security Description	Strike Price	Exp. Date	Value	
Industrial - 1.2%					Purchased Options - 0.2%					
\$ 57,000	Beverage Packaging Holdings Luxembourg II SA / Beverage Packaging Holdings II Is ^(a)	5.63%	12/15/16	\$ 56,863	Put Options Purchased - 0.2%					
63,000	USG Corp. ^(a)	9.50	01/15/18	68,733	64 SPDR S&P 500 ETF Trust \$ 212.00 12/16 \$ 27,328					
39,000	USG Corp. ^(a)	5.88	11/01/21	40,853	Total Put Options Purchased (Premiums Paid \$41,666) 27,328					
				<u>166,449</u>	Total Purchased Options (Premiums Paid \$41,666) 27,328					
Information Technology - 4.3%					Total Long Positions - 89.8% (Cost \$12,680,350)*					
200,000	EarthLink Holdings Corp.	7.38	06/01/20	211,250	Total Short Positions - (16.5%) (Proceeds \$(2,543,555))* (2,325,828)					
392,000	First Data Corp. ^(a)	6.75	11/01/20	405,795	Total Written Options - (0.0%) (Premiums Received \$(13,811))* (7,456)					
				<u>617,045</u>	Other Assets & Liabilities, Net - 26.7% 3,774,840					
Materials - 1.9%					Net Assets - 100.0% \$ 14,128,468					
169,000	International Wire Group Holdings, Inc. ^(a)	8.50	10/15/17	169,279						
100,000	International Wire Group, Inc. ^(a)	10.75	08/01/21	95,500						
				<u>264,779</u>						
Telecommunication Services - 11.5%										
362,000	Clearwire Communications, LLC / Clearwire Finance, Inc. ^(a)	14.75	12/01/16	369,240						
180,000	CSC Holdings, LLC	7.88	02/15/18	193,050						
181,000	Entercom Radio, LLC	10.50	12/01/19	188,692						
195,000	FairPoint Communications, Inc. ^(a)	8.75	08/15/19	199,631						
150,000	iHeartCommunications, Inc.	9.00	12/15/19	119,250						
388,000	Nielsen Finance LLC / Nielsen Finance Co.	4.50	10/01/20	397,215						
155,000	ViaSat, Inc.	6.88	06/15/20	161,588						
				<u>1,628,666</u>						
Utilities - 3.5%										
161,000	Calpine Corp. ^(a)	7.88	01/15/23	170,257						
320,000	Sabine Pass LNG LP	7.50	11/30/16	322,720						
				<u>492,977</u>						
Total Corporate Non-Convertible Bonds (Cost \$5,464,409)				5,415,525						
Total Fixed Income Securities (Cost \$11,492,594)				11,513,494						
Shares	Security Description				Value					
Money Market Fund - 8.1%										
1,146,090	State Street Institutional Treasury Money Market Fund, 0.18% ^(c)				1,146,090					
	(Cost \$1,146,090)									

ABSOLUTE CREDIT OPPORTUNITIES FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2016

Shares	Security Description	Value	Shares	Security Description	Value
Short Positions - (16.5)%			Utilities - (0.1)%		
Common Stock - (16.5)%			(2,811)	EnerNOC, Inc.	\$ (15,208)
Consumer Discretionary - (1.3)%			Total Common Stock		
(300)	Ctrip.com International, Ltd., ADR	\$ (13,971)	(Proceeds \$(2,543,555))		
(20,045)	JAKKS Pacific, Inc.	(173,189)	(2,325,828)		
		<u>(187,160)</u>	Total Short Positions - (16.5)%		
			(Proceeds \$(2,543,555))		
			\$ (2,325,828)		
Consumer Staples - (4.1)%					
(6,307)	Albany Molecular Research, Inc.	(104,129)			
(330)	Ascent Capital Group, Inc., Class A	(7,646)			
(7,700)	Carriage Services, Inc.	(182,105)			
(2,137)	Cenveo, Inc.	(15,066)			
(6,169)	Depomed, Inc.	(154,163)			
(4,093)	Healthways, Inc.	(108,301)			
		<u>(571,410)</u>			
Energy - (2.0)%					
(1,700)	Clean Energy Fuels Corp.	(7,599)			
(9,000)	Gastar Exploration, Inc.	(7,603)			
(400)	Helix Energy Solutions Group, Inc.	(3,252)			
(5,560)	Oasis Petroleum, Inc.	(63,773)			
(23,672)	Renewable Energy Group, Inc.	(200,502)			
		<u>(282,729)</u>			
Financial - (0.6)%					
(2,292)	Encore Capital Group, Inc.	(51,524)			
(1,000)	Forestar Group, Inc.	(11,710)			
(300)	FXCM, Inc., Class A	(2,631)			
(1,500)	TCP Capital Corp.	(24,570)			
		<u>(90,435)</u>			
Healthcare - (1.8)%					
(4,407)	Quidel Corp.	(97,351)			
(5,215)	Repligen Corp.	(157,441)			
		<u>(254,792)</u>			
Industrial - (2.7)%					
(6,300)	Altra Industrial Motion Corp.	(182,511)			
(2,086)	Fluidigm Corp.	(16,709)			
(15,443)	TTM Technologies, Inc.	(176,822)			
		<u>(376,042)</u>			
Information Technology - (0.9)%					
(9,116)	Advanced Micro Devices, Inc.	(62,991)			
(3,355)	Avid Technology, Inc.	(26,639)			
(500)	Envestnet, Inc.	(18,225)			
(17,600)	Quantum Corp.	(12,957)			
		<u>(120,812)</u>			
Materials - (0.8)%					
(3,435)	Aceto Corp.	(65,230)			
(3,996)	Silver Standard Resources, Inc.	(48,192)			
		<u>(113,422)</u>			
Telecommunication Services - (2.2)%					
(687)	Blucora, Inc.	(7,694)			
(7,500)	Global Eagle Entertainment, Inc.	(62,325)			
(18,100)	Harmonic, Inc.	(107,333)			
(8,800)	Pandora Media, Inc.	(126,104)			
(600)	Web.com Group, Inc.	(10,362)			
		<u>(313,818)</u>			

ABSOLUTE CREDIT OPPORTUNITIES FUND

SCHEDULE OF PUT OPTIONS WRITTEN

SEPTEMBER 30, 2016

Contracts	Security Description	Strike Price	Exp. Date	Value
Written Options - (0.0)%				
Put Options Written - (0.0)%				
	(64) SPDR S&P 500 ETF Trust	\$ 192.00	12/16	\$ (7,456)
Total Put Options Written				
(Premiums Received \$(13,811))				<u>(7,456)</u>
Total Written Options - (0.0)%				
(Premiums Received \$(13,811))				<u>\$ (7,456)</u>

ABSOLUTE CREDIT OPPORTUNITIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2016

- ADR American Depositary Receipt
 ETF Exchange Traded Fund
 LLC Limited Liability Company
 LP Limited Partnership
 (a) Security exempt from registration under Rule 144A under the Securities Act of 1933. At the period end, the value of these securities amounted to \$4,577,767 or 32.4% of net assets.
 (b) All or a portion of this security is held as collateral for securities sold short.
 (c) Variable rate security. Rate presented is as of September 30, 2016.

At September 30, 2016, The Fund held the following credit default swap agreements:

Credit Default Swaps – Buy Protection

Counterparty	Reference Entity / Obligation	Pay Rate	Termination Date	Credit Spread as of 09/30/16 ⁽¹⁾	Notional Amount	Net Unrealized Depreciation
BNP Paribas	Host Hotels & Resorts, 4.75%, 03/01/23	1.00%	06/20/21	1.00%	\$ 5,000,000	\$ (41,921)
BNP Paribas	Nordstrom Inc, 6.95%, 03/15/28	1.00	06/20/21	1.42	5,000,000	(5,116)
BNP Paribas	Ryder Systems Inc, 2.55%, 06/01/19	1.00	06/20/21	0.82	10,000,000	(166,162)
						<u>\$ (213,199)</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 September 30, 2016, the Fund held the following futures contracts:

Contracts	Type	Expiration Date	Notional Contract Value	Net Unrealized Appreciation
(5)	Russell 2000 Mini Future	12/20/16	\$ (625,688)	\$ 1,538

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

Gross Unrealized Appreciation	\$ 949,769
Gross Unrealized Depreciation	(719,125)
Net Unrealized Appreciation	<u>\$ 230,644</u>

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of September 30, 2016.

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

	Level 1	Level 2	Level 3	Total
Assets				
Investments At Value				
Corporate Convertible Bonds	\$ -	\$ 6,097,969	\$ -	\$ 6,097,969
Corporate Non-Convertible Bonds	-	5,415,525	-	5,415,525
Money Market Fund	-	1,146,090	-	1,146,090
Purchased Options	27,328	-	-	27,328
Total Investments At Value	\$ 27,328	\$ 12,659,584	\$ -	\$ 12,686,912
Other Financial Instruments**				
Futures	1,538	-	-	1,538
Total Assets	\$ 28,866	\$ 12,659,584	\$ -	\$ 12,688,450

ABSOLUTE CREDIT OPPORTUNITIES FUND

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

SEPTEMBER 30, 2016

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Liabilities				
Securities Sold Short				
Common Stock	\$ (2,325,828)	\$ -	\$ -	\$ (2,325,828)
Total Securities Sold Short	\$ (2,325,828)	\$ -	\$ -	\$ (2,325,828)
Other Financial Instruments**				
Written Options	(7,456)	-	-	(7,456)
Credit Default Swaps	-	(213,199)	-	(213,199)
Total Other Financial Instruments**	\$ (7,456)	\$ (213,199)	\$ -	\$ (220,655)
Total Liabilities	\$ (2,333,284)	\$ (213,199)	\$ -	\$ (2,546,483)

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

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1, Level 2 and Level 3 for the period ended September 30, 2016.

ABSOLUTE CAPITAL OPPORTUNITIES FUND

PORTFOLIO HOLDINGS SUMMARY

SEPTEMBER 30, 2016

Portfolio Breakdown (% of Net Assets)	
Long Positions	
Common Stock	53.2%
Money Market Fund	45.2%
Purchased Options	1.3%
Short Positions	
Common Stock	-0.3%
Investment Companies	-35.0%
Written Options	-0.7%
Other Assets less Liabilities*	36.3%
	100.0%

* Consists of deposits with the custodian and/or brokers for securities sold short, prepaid expenses, receivables, payables and accrued liabilities. Deposits with the custodian and/or brokers for securities sold short represent 36.2% of net assets. See Note 2 of the accompanying Notes to Financial Statements.

Sector Breakdown	(% of Equity Holdings)	
	Long	Short
Consumer Discretionary	10.3%	100.0%
Consumer Staples	23.9%	0.0%
Energy	8.1%	0.0%
Financial	23.5%	0.0%
Healthcare	1.1%	0.0%
Industrial	14.4%	0.0%
Information Technology	3.6%	0.0%
Materials	10.1%	0.0%
Telecommunication Services	5.0%	0.0%
	100.0%	100.0%

ABSOLUTE CAPITAL OPPORTUNITIES FUND
SCHEDULE OF INVESTMENTS
SEPTEMBER 30, 2016

Shares	Security Description	Value	Shares	Security Description	Value
Long Positions - 99.7%			Materials - 5.4%		
Common Stock - 53.2%			1,890 Monsanto Co. \$ 193,158		
Consumer Discretionary - 5.5%			1,595 Praxair, Inc. 192,724		
	2,835 American Airlines Group, Inc. (a)(b)(c)	\$ 103,789	3,750 Royal Gold, Inc. 290,362		
	385 CarMax, Inc. (a)(d)	20,540	<u>676,244</u>		
	770 CVS Health Corp. (a)	68,522	Telecommunication Services - 2.6%		
	4,305 General Motors Co. (a)	136,770	104 Alphabet, Inc., Class A (a)(d)		
	1,880 Harley-Davidson, Inc. (a)(b)(c)	98,869	62 Alphabet, Inc., Class C (a)(d)		
	2,850 Kohl's Corp. (a)	124,688	2,365 CBS Corp., Class B (a)		
	1,315 Macy's, Inc. (a)(b)(c)	48,721	5,575 Spark Networks, Inc. (a)(d)		
	730 VF Corp.	40,917	670 The Walt Disney Co. (a)		
	565 Walgreens Boots Alliance, Inc.	45,550	<u>332,299</u>		
<u>688,366</u>			Total Common Stock		
Consumer Staples - 12.7%			(Cost \$5,650,348) 6,678,019		
	150 AMERCO (d)	48,634	Money Market Fund - 45.2%		
	1,965 Diageo PLC, ADR	228,019	5,662,791 State Street Institutional Treasury		
	3,045 Express Scripts Holding Co. (d)	214,764	Money Market Fund, 0.18% (e)		
	330 McKesson Corp.	55,027	(Cost \$5,662,791) <u>5,662,791</u>		
	2,550 Nestle SA, ADR	201,501	Contracts	Security Description	Strike Price
	1,740 Philip Morris International, Inc.	169,163			Exp. Date
	12,710 Quanta Services, Inc. (a)(d)	355,753			Value
	2,300 Robert Half International, Inc.	87,078	Purchased Options - 1.3%		
	6,140 Sanofi, ADR	234,487	Call Options Purchased - 0.9%		
<u>1,594,426</u>			7 Apple, Inc. \$ 105.00 03/17 8,050		
Energy - 4.3%			190 SPDR S&P 500 ETF Trust 220.00 03/17 108,300		
	1,145 Diamond Offshore Drilling, Inc. (a)	20,163	Total Call Options Purchased		
	1,140 FMC Technologies, Inc. (a)(d)	33,824	(Premiums Paid \$144,317) 116,350		
	3,480 Halliburton Co. (a)	156,182	Put Options Purchased - 0.4%		
	700 National Oilwell Varco, Inc. (a)	25,718	740 Financial Select		
	1,255 Schlumberger, Ltd. (a)	98,693	Sector SPDR ETF 22.00 03/17 39,960		
	4,870 Spectra Energy Corp.	208,193	101 SPDR S&P 500 ETF Trust 125.00 03/17 1,717		
<u>542,773</u>			13 The Hain Celestial Group, Inc. 25.00 02/17 455		
Financial - 12.5%			Total Put Options Purchased		
	2,030 American Express Co. (a)	130,001	(Premiums Paid \$85,560) 42,132		
	1,140 American International Group, Inc. (a)(c)	67,648	Total Purchased Options		
	1,275 Aon PLC (a)	143,425	(Premiums Paid \$229,877)		
	11,660 Bank of America Corp. (a)	182,479	Total Long Positions - 99.7%		
	1,220 Berkshire Hathaway, Inc., Class B (a)(d)	176,253	(Cost \$11,543,016)*		
	4,410 Brookfield Asset Management, Inc., Class A	155,144	Total Short Positions - (35.3)%		
	3,875 CBRE Group, Inc., Class A (a)(d)	108,423	(Proceeds \$(4,420,744))*		
	2,010 Citigroup, Inc. (a)	94,932	Total Written Options - (0.7)%		
	2,590 JPMorgan Chase & Co. (a)	172,468	(Premiums Received \$(194,390))*		
	5,060 The Bank of New York Mellon Corp.	201,793	Other Assets & Liabilities, Net - 36.3%		
	2,400 WR Berkley Corp.	138,624	4,555,318		
<u>1,571,190</u>			Net Assets - 100.0%		
Healthcare - 0.6%			\$ 12,543,251		
	410 Becton Dickinson and Co.	73,689			
Industrial - 7.7%					
	950 Emerson Electric Co.	51,784			
	2,750 Expeditors International of Washington, Inc.	141,680			
	4,270 Jacobs Engineering Group, Inc. (a)(d)	220,844			
	6,315 Leucadia National Corp. (a)	120,238			
	1,200 The Boeing Co. (a)(c)	158,088			
	920 Union Pacific Corp. (a)(b)(c)	89,728			
	500 United Parcel Service, Inc., Class B (a)	54,680			
	930 Valmont Industries, Inc. (a)	125,150			
<u>962,192</u>					
Information Technology - 1.9%					
	2,095 Apple, Inc. (a)(b)(c)	236,840			

ABSOLUTE CAPITAL OPPORTUNITIES FUND

SCHEDULE OF SECURITIES SOLD SHORT

SEPTEMBER 30, 2016

Shares	Security Description	Value
Short Positions - (35.3)%		
Common Stock - (0.3)%		
Consumer Discretionary - (0.3)%		
(260)	McDonald's Corp.	\$ (29,994)
Total Common Stock (Proceeds \$(30,480))		<u>(29,994)</u>
Investment Companies - (35.0)%		
(20,315)	SPDR S&P 500 ETF Trust	<u>(4,394,134)</u>
Total Investment Companies (Proceeds \$(4,390,264))		<u>(4,394,134)</u>
Total Short Positions - (35.3)% (Proceeds \$(4,420,744))		<u>\$ (4,424,128)</u>

ABSOLUTE CAPITAL OPPORTUNITIES FUND
SCHEDULE OF CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2016

Contracts	Security Description	Strike Price	Exp. Date	Value
Written Options - (0.7)%				
Call Options Written - (0.1)%				
(16)	American Airlines Group, Inc.	\$ 50.00	01/17	\$ (224)
(7)	Apple, Inc.	135.00	03/17	(630)
(2)	Chipotle Mexican Grill, Inc.	520.00	03/17	(1,540)
(7)	Harley-Davidson, Inc.	50.00	01/18	(5,460)
(10)	Macy's, Inc.	40.00	01/17	(1,520)
(3)	Tesla Motors, Inc.	295.00	03/17	(450)
(9)	Union Pacific Corp.	90.00	01/17	(8,550)
Total Call Options Written (Premiums Received \$(18,469))				(18,374)
Put Options Written - (0.6)%				
(13)	American Airlines Group, Inc.	30.00	01/17	(1,079)
(24)	American International Group, Inc.	40.00	01/17	(480)
(5)	Apple, Inc.	75.00	01/18	(1,030)
(7)	Harley-Davidson, Inc.	40.00	01/18	(2,100)
(10)	Macy's, Inc.	30.00	01/17	(680)
(76)	SPDR S&P 500 ETF Trust	200.00	03/17	(34,922)
(165)	SPDR S&P 500 ETF Trust	170.00	03/17	(21,450)
(5)	The Boeing Co.	100.00	01/18	(2,525)
(13)	The Hain Celestial Group, Inc.	35.00	02/17	(4,420)
(9)	Union Pacific Corp.	65.00	01/17	(171)
Total Put Options Written (Premiums Received \$(175,921))				(68,857)
Total Written Options - (0.7)% (Premiums Received \$(194,390))				\$ (87,231)

ABSOLUTE CAPITAL OPPORTUNITIES FUNDNOTES TO SCHEDULES OF INVESTMENTS, SECURITIES SOLD SHORT AND CALL AND PUT OPTIONS WRITTEN
SEPTEMBER 30, 2016

ADR	American Depositary Receipt
ETF	Exchange Traded Fund
PLC	Public Limited Company
(a)	All or a portion of this security is held as collateral for securities sold short.
(b)	Subject to call option written by the Fund.
(c)	Subject to put option written by the Fund.
(d)	Non-income producing security.
(e)	Variable rate security. Rate presented is as of September 30, 2016.

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

Gross Unrealized Appreciation	\$	1,205,761
Gross Unrealized Depreciation		(145,710)
Net Unrealized Appreciation	<u>\$</u>	<u>1,060,051</u>

The following is a summary of the inputs used to value the Fund's investments and other financial instruments and liabilities as of September 30, 2016.

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

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
Investments At Value				
Common Stock				
Consumer Discretionary	\$ 688,366	\$ -	\$ -	\$ 688,366
Consumer Staples	1,594,426	-	-	1,594,426
Energy	542,773	-	-	542,773
Financial	1,571,190	-	-	1,571,190
Healthcare	73,689	-	-	73,689
Industrial	962,192	-	-	962,192
Information Technology	236,840	-	-	236,840
Materials	676,244	-	-	676,244
Telecommunication Services	332,299	-	-	332,299
Money Market Fund	-	5,662,791	-	5,662,791
Purchased Options	50,182	108,300	-	158,482
Total Investments At Value	<u>\$ 6,728,201</u>	<u>\$ 5,771,091</u>	<u>\$ -</u>	<u>\$ 12,499,292</u>
Total Assets	<u>\$ 6,728,201</u>	<u>\$ 5,771,091</u>	<u>\$ -</u>	<u>\$ 12,499,292</u>
Liabilities				
Securities Sold Short				
Common Stock	\$ (29,994)	\$ -	\$ -	\$ (29,994)
Investment Companies	(4,394,134)	-	-	(4,394,134)
Total Securities Sold Short	<u>\$ (4,424,128)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,424,128)</u>
Other Financial Instruments**				
Written Options	(52,309)	(34,922)	-	(87,231)
Total Liabilities	<u>\$ (4,476,437)</u>	<u>\$ (34,922)</u>	<u>\$ -</u>	<u>\$ (4,511,359)</u>

** Other Financial Instruments are derivative instruments not reflected in the Schedule of Investments and Schedule of Securities Sold Short, such as written options, which are reported at their market value at period end.

The Fund utilizes the end of period methodology when determining transfers. There were no transfers among Level 1, Level 2 and Level 3 for the period ended September 30, 2016.

ABSOLUTE FUNDS
STATEMENTS OF ASSETS AND LIABILITIES
SEPTEMBER 30, 2016

	ABSOLUTE STRATEGIES FUND	ABSOLUTE CREDIT OPPORTUNITIES FUND	ABSOLUTE CAPITAL OPPORTUNITIES FUND
ASSETS			
Total investments, at value (Cost \$679,805,933, \$12,680,350 and \$11,543,015, respectively)	\$ 773,721,118	\$ 12,686,912	\$ 12,499,292
Total investments in affiliates, at value (Cost \$12,010,000, \$0 and \$0, respectively)	12,541,361	-	-
Total Investments	\$ 786,262,479	\$ 12,686,912	\$ 12,499,292
Deposits with brokers	262,174,196	2,801,555	4,544,942
Cash	157,100,232	857,680	-
Foreign currency (Cost \$5,710,259, \$0 and \$0, respectively)	5,785,193	-	-
Receivables:			
Fund shares sold	1,335,096	16,824	-
Investment securities sold	20,905,684	257,746	-
Dividends and interest	3,351,026	185,418	34,664
Swap premiums paid	1,409,806	217,614	-
Unrealized gain on swap agreements	62,930	-	-
Unrealized gain on forward currency contracts	348	-	-
Prepaid expenses	39,004	18,656	3,299
Deferred offering costs	-	-	19,569
Total Assets	<u>1,238,425,994</u>	<u>17,042,405</u>	<u>17,101,766</u>
LIABILITIES			
Swap premiums received	444,406	-	-
Unrealized loss on swap agreements	443,586	213,199	-
Unrealized loss on forward currency contracts	2,434	-	-
Securities sold short, at value (Proceeds \$378,806,411, \$2,543,555 and \$4,420,744, respectively)	357,370,160	2,325,828	4,424,128
Call options written, at value (Premiums received \$461,000, \$0 and \$18,469, respectively)	408,820	-	18,374
Put options written, at value (Premiums received \$3,994,707, \$13,811 and \$175,921, respectively)	1,564,317	7,456	68,857
Payables:			
Investment securities purchased	23,151,486	338,855	-
Fund shares redeemed	503,667	15,689	-
Dividends and interest on securities sold short	631,146	889	21,982
Other	60,625	-	1,641
Accrued Liabilities:			
Investment adviser fees	1,117,063	5,770	3,594
Trustees' fees and expenses	4,019	11	20
Fund services fees	75,280	4,208	3,359
Other expenses	239,718	2,032	16,560
Total Liabilities	<u>386,016,727</u>	<u>2,913,937</u>	<u>4,558,515</u>
NET ASSETS	<u>\$ 852,409,267</u>	<u>\$ 14,128,468</u>	<u>\$ 12,543,251</u>
COMPONENTS OF NET ASSETS			
Paid-in capital	\$ 750,755,184	\$ 15,274,729	\$ 11,993,098
Undistributed (distributions in excess of) net investment income	(5,186,702)	127,912	(98,895)
Accumulated net realized loss	(8,501,894)	(1,293,156)	(411,003)
Net unrealized appreciation	115,342,679	18,983	1,060,051
NET ASSETS	<u>\$ 852,409,267</u>	<u>\$ 14,128,468</u>	<u>\$ 12,543,251</u>
SHARES OF BENEFICIAL INTEREST AT NO PAR VALUE (UNLIMITED SHARES AUTHORIZED)			
Institutional Shares	79,532,337	1,435,748	1,196,696
R Shares	2,373,679	-	-
NET ASSET VALUE, OFFERING AND REDEMPTION PRICE PER SHARE			
Institutional Shares (based on net assets of \$828,297,350, \$14,128,468 and \$12,543,251, respectively)	\$ 10.41	\$ 9.84	\$ 10.48
R Shares (based on net assets of \$24,111,917, \$0 and \$0, respectively)	\$ 10.16	\$ -	\$ -

ABSOLUTE FUNDS
STATEMENTS OF OPERATIONS
SIX MONTHS ENDED SEPTEMBER 30, 2016

	ABSOLUTE STRATEGIES FUND	ABSOLUTE CREDIT OPPORTUNITIES FUND	ABSOLUTE CAPITAL OPPORTUNITIES FUND
INVESTMENT INCOME			
Dividend income (Net of foreign withholding taxes of \$147,437, \$0 and \$3,120, respectively)	\$ 5,082,139	\$ 932	\$ 76,020
Interest income	3,754,034	294,135	-
Total Investment Income	<u>8,836,173</u>	<u>295,067</u>	<u>76,020</u>
EXPENSES			
Investment adviser fees	7,321,608	120,076	99,283
Fund services fees	354,211	27,557	19,587
Transfer agent fees:			
Institutional Shares	56,737	-	-
R Shares	29,941	-	-
Distribution fees:			
R Shares	31,333	-	-
Custodian fees	266,621	11,183	8,517
Registration fees:			
Institutional Shares	18,654	9,126	4,865
R Shares	7,395	-	-
Professional fees	111,606	22,893	14,191
Trustees' fees and expenses	25,602	3,472	3,400
Offering costs	-	-	40,110
Dividend and interest expense on securities sold short	3,820,604	4,474	22,445
Interest expense	1,292,557	7,173	20,394
Miscellaneous expenses	490,939	24,530	9,598
Total Expenses	<u>13,827,808</u>	<u>230,484</u>	<u>242,390</u>
Fees waived and expenses reimbursed	(96,307)	(72,494)	(78,550)
Net Expenses	<u>13,731,501</u>	<u>157,990</u>	<u>163,840</u>
NET INVESTMENT INCOME (LOSS)	<u>(4,895,328)</u>	<u>137,077</u>	<u>(87,820)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) on:			
Investments	23,641,665	(48,952)	193,370
Foreign currency transactions	541,716	-	-
Futures	(20,670,968)	(81,840)	-
Securities sold short	(13,541,539)	97,525	(268,404)
Written options	254,104	24,659	9,605
Swaps	(768,985)	123,100	-
Net realized gain (loss)	<u>(10,544,007)</u>	<u>114,492</u>	<u>(65,429)</u>
Net change in unrealized appreciation (depreciation) on:			
Investments in unaffiliated issuers	26,936,142	1,296,278	367,610
Investments in affiliated issuers	323,108	-	-
Foreign currency translations	(751,317)	-	-
Futures	4,950,636	1,538	-
Securities sold short	(15,168,248)	(680,460)	30,887
Written options	1,853,953	6,355	77,486
Swaps	(682,066)	(350,608)	-
Net change in unrealized appreciation (depreciation)	<u>17,462,208</u>	<u>273,103</u>	<u>475,983</u>
NET REALIZED AND UNREALIZED GAIN	<u>6,918,201</u>	<u>387,595</u>	<u>410,554</u>
INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ 2,022,873</u>	<u>\$ 524,672</u>	<u>\$ 322,734</u>

ABSOLUTE FUNDS
STATEMENTS OF CHANGES IN NET ASSETS

	ABSOLUTE STRATEGIES FUND		ABSOLUTE CREDIT OPPORTUNITIES FUND		ABSOLUTE CAPITAL OPPORTUNITIES FUND	
	For the Six Months Ended September 30, 2016	For the Year Ended March 31, 2016	For the Six Months Ended September 30, 2016	For the Year Ended March 31, 2016	For the Six Months Ended September 30, 2016	December 30, 2015* Through March 31, 2016
OPERATIONS						
Net investment income (loss)	\$ (4,895,328)	\$ (12,395,892)	\$ 137,077	\$ 306,110	\$ (87,820)	\$ (27,991)
Net realized gain (loss)	(10,544,007)	163,750,355	114,492	(534,401)	(65,429)	(345,570)
Net change in unrealized appreciation (depreciation)	17,462,208	(135,984,502)	273,103	(545,716)	475,983	584,068
Increase (Decrease) in Net Assets Resulting from Operations	2,022,873	15,369,961	524,672	(774,007)	322,734	210,507
DISTRIBUTIONS TO SHAREHOLDERS FROM						
Net investment income	-	-	(242,788)	(53,365)	-	-
Net realized gain:						
Institutional Shares	-	(80,762,590)	-	-	-	-
R Shares	-	(2,260,518)	-	-	-	-
Total Distributions to Shareholders	-	(83,023,108)	(242,788)	(53,365)	-	-
CAPITAL SHARE TRANSACTIONS						
Sale of shares:						
Institutional Shares	126,010,794	215,827,423	516,484	2,786,811	-	12,010,010
R Shares	2,468,959	15,701,944	-	-	-	-
Reinvestment of distributions:						
Institutional Shares	-	72,366,513	239,243	52,114	-	-
R Shares	-	2,150,061	-	-	-	-
Redemption of shares:						
Institutional Shares	(216,506,579)	(898,554,282)	(3,530,319)	(33,488,068)	-	-
R Shares	(4,318,303)	(38,555,236)	-	-	-	-
Increase (Decrease) in Net Assets from Capital Share Transactions	(92,345,129)	(631,063,577)	(2,774,592)	(30,649,143)	-	12,010,010
Increase (Decrease) in Net Assets	(90,322,256)	(698,716,724)	(2,492,708)	(31,476,515)	322,734	12,220,517
NET ASSETS						
Beginning of Period	942,731,523	1,641,448,247	16,621,176	48,097,691	12,220,517	-
End of Period (Including line (a))	\$ 852,409,267	\$ 942,731,523	\$ 14,128,468	\$ 16,621,176	\$ 12,543,251	\$ 12,220,517
SHARE TRANSACTIONS						
Sale of shares:						
Institutional Shares	11,935,399	20,104,305	52,735	282,705	-	1,196,696
R Shares	240,338	1,473,324	-	-	-	-
Reinvestment of distributions:						
Institutional Shares	-	7,150,841	24,462	5,238	-	-
R Shares	-	216,740	-	-	-	-
Redemption of shares:						
Institutional Shares	(20,556,690)	(83,374,581)	(360,228)	(3,416,424)	-	-
R Shares	(421,335)	(3,601,304)	-	-	-	-
Increase (Decrease) in Shares	(8,802,288)	(58,030,675)	(283,031)	(3,128,481)	-	1,196,696
(a)Undistributed (distributions in excess of) net investment income	\$ (5,186,702)	\$ (291,374)	\$ 127,912	\$ 233,623	\$ (98,895)	\$ (11,075)

* Commencement of operations.

ABSOLUTE FUNDS
FINANCIAL HIGHLIGHTS

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

Period Ended	Investment Operations				Distributions to Shareholders from:				Net Asset Value, End of Period	Total Return	Net Assets, End of Period (000's)
	Net Asset Value, Beginning of Period	Net Investment Income (Loss)(a)	Net Realized and Unrealized Gains (Losses) on Investments	Total from Investment Operations	Net Investment Income	Net Realized Gains	Total Distributions to Shareholders				
ABSOLUTE STRATEGIES FUND											
INSTITUTIONAL SHARES											
09/30/16	\$10.40	\$(0.06)	\$0.07	\$0.01	\$—	\$—	\$—	\$10.41	0.10%	\$828,297	
03/31/16	11.04	(0.11)	0.31	0.20	—	(0.84)	(0.84)	10.40	2.05	916,747	
03/31/15	11.01	(0.08)	0.11	0.03	—	—	—	11.04	0.27	1,592,872	
03/31/14	11.24	(0.10)	(0.13)	(0.23)	—	—	—	11.01	(2.05)	2,697,675	
03/31/13	11.09	(0.10)	0.25	0.15	—	—	—	11.24	1.35	3,799,857	
03/31/12	10.80	(0.09)	0.45	0.36	(0.02)	(0.05)	(0.07)	11.09	3.36	3,889,319	
R SHARES											
09/30/16	10.17	(0.08)	0.07	(0.01)	—	—	—	10.16	(0.10)	24,112	
03/31/16	10.88	(0.17)	0.30	0.13	—	(0.84)	(0.84)	10.17	1.41	25,985	
03/31/15	10.90	(0.13)	0.11	(0.02)	—	—	—	10.88	(0.18)	48,577	
03/31/14	11.18	(0.14)	(0.14)	(0.28)	—	—	—	10.90	(2.50)	66,589	
03/31/13	11.08	(0.15)	0.25	0.10	—	—	—	11.18	0.90	88,390	
03/31/12	10.82	(0.16)	0.47	0.31	—	(0.05)	(0.05)	11.08	2.87	94,113	
ABSOLUTE CREDIT OPPORTUNITIES FUND											
INSTITUTIONAL SHARES											
09/30/16	\$9.67	\$0.09	\$0.24	\$0.33	\$(0.16)	\$—	\$(0.16)	\$9.84	3.46%	\$14,128	
03/31/16	9.92	0.09	(0.33)	(0.24)	(0.01)	—	(0.01)	9.67	(2.40)	16,621	
03/31/15	11.03	(0.18)	0.64	0.46	—	(1.57)	(1.57)	9.92	4.28	48,098	
03/31/14	11.63	(0.22)	(0.38)	(0.60)	—	—	—	11.03	(5.16)	115,208	
03/31/13	11.59	(0.26)	0.30	0.04	—	—	—	11.63	0.34	382,447	
03/31/12	12.41	(0.25)	(0.21)	(0.46)	—	(0.36)	(0.36)	11.59	(3.68)	510,921	
ABSOLUTE CAPITAL OPPORTUNITIES FUND											
INSTITUTIONAL SHARES											
09/30/16	\$10.21	\$(0.07)	\$0.34	\$0.27	\$—	\$—	\$—	\$10.48	2.64%	\$12,543	
03/31/16(c)	10.00	(0.03)	0.24	0.21	—	—	—	10.21	2.10(d)	12,221	

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

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

(c) Commencement of operations for Absolute Capital Opportunities Fund was December 30, 2015.

(d) Not annualized.

(e) Annualized.

ABSOLUTE FUNDS
FINANCIAL HIGHLIGHTS

Ratios/Supplemental Data (Ratios to Average Net Assets)

Net Investment Income (Loss)	Net Expenses	Dividend and Interest Expenses	Net Expenses without Dividend and Interest Expenses	Gross Expenses	Portfolio Turnover Rate
(1.05)%	2.98%	1.11%	1.87%	3.00%(b)	34%
(1.02)	2.65	0.81	1.84	2.66(b)	70
(0.70)	2.58	0.79	1.79	2.58	78
(0.85)	2.45	0.72	1.73	2.47(b)	75
(0.87)	2.57	0.84	1.73	2.57	68
(0.80)	2.58	0.85	1.73	2.58	112
(1.61)	3.54	1.11	2.43	3.56(b)	34
(1.59)	3.23	0.83	2.40	3.24(b)	70
(1.17)	3.09	0.79	2.30	3.09	78
(1.23)	2.92	0.73	2.19	2.93(b)	75
(1.34)	2.98	0.84	2.14	2.98	68
(1.43)	2.95	0.81	2.14	2.95	112
1.82%	2.10%	0.15%	1.95%	3.06%(b)	50%
0.90	2.08	0.13	1.95	2.62(b)	83
(1.62)	2.46	0.51	1.95	3.39(b)	218
(1.95)	3.19	0.39	2.80	3.44(b)	157
(2.25)	3.94	0.99	2.95	4.00(b)	205
(2.12)	3.56	0.61	2.95	3.58(b)	430
(1.41)%	2.63%	0.68%	1.95%	3.90%(b)	7%
(1.13)(e)	2.20(e)	0.25(e)	1.95(e)	4.37(b)(e)	6(d)

Note 1. Organization

Absolute Strategies Fund, Absolute Credit Opportunities Fund and Absolute Capital Opportunities Fund (individually, a "Fund" and collectively, the "Funds") are diversified portfolios of Forum Funds (the "Trust").

The Trust is a Delaware statutory trust that is registered as an open-end, management investment company under the Investment Company Act of 1940, as amended (the "Act"). Under its Trust Instrument, the Trust is authorized to issue an unlimited number of each Fund's shares of beneficial interest without par value. Absolute Strategies Fund currently offers two classes of shares: Institutional Shares and R Shares. Institutional and R Shares commenced operations on July 11, 2005. Absolute Strategies Fund seeks to achieve long-term capital appreciation with an emphasis on absolute (positive) returns and low sensitivity to traditional financial market indices, such as the S&P 500 Index. Absolute Credit Opportunities Fund currently offers Institutional Shares. Absolute Credit Opportunities Fund commenced operations on October 21, 2008. Absolute Credit Opportunities Fund seeks to achieve long-term capital appreciation with an emphasis on risk-adjusted returns and lower volatility than traditional equity market indices, such as the S&P 500 Index. Absolute Capital Opportunities Fund currently offers Institutional Shares. Absolute Capital Opportunities Fund commenced operations on December 30, 2015. Absolute Capital Opportunities Fund seeks to achieve long-term capital appreciation with a lower sensitivity to traditional financial market indices, such as the S&P 500 Index.

Effective October 1, 2014, the Absolute Opportunities Fund changed its investment strategy and was renamed Absolute Credit Opportunities Fund.

Note 2. Summary of Significant Accounting Policies

The Funds are investment companies and follow accounting and reporting guidance under Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 946, "Financial Services-Investment Companies". These financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP"), which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of increases and decreases in net assets from operations during the fiscal period. Actual amounts could differ from those estimates. The following summarizes the significant accounting policies of each Fund:

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

Each Fund values its investments at fair value pursuant to procedures adopted by the Trust's Board of Trustees (the "Board") if (1) market quotations are insufficient or not readily available or (2) the Adviser, as defined in Note 4, believes that the values available are unreliable. The Trust's Valuation Committee, as defined in each Fund's registration statement, performs certain functions as they relate to the administration and oversight of each Fund's valuation procedures. Under these procedures, the Valuation Committee convenes on a regular and ad-hoc basis to review such investments and considers a number of factors, including valuation methodologies and

significant unobservable inputs, when arriving at fair value.

The Valuation Committee may work with the Adviser to provide valuation inputs. In determining fair valuations, inputs may include market-based analytics which may consider related or comparable assets or liabilities, recent transactions, market multiples, book values and other relevant investment information. Adviser inputs may include an income-based approach in which the anticipated future cash flows of the investment are discounted in determining fair value. Discounts may also be applied based on the nature or duration of any restrictions on the disposition of the investments. The Valuation Committee performs regular reviews of valuation methodologies, key inputs and assumptions, disposition analysis and market activity.

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

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 and liabilities

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

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

The aggregate value by input level, as of September 30, 2016, for each Fund's investments is included in each Fund's Notes to Schedules of Investments, Securities Sold Short and Call and Put Options Written.

Security Transactions, Investment Income and Realized Gain and Loss – Investment transactions are accounted for on the trade date. Dividend income and expense are recorded on the ex-dividend date. Foreign dividend income and expense are recorded on the ex-dividend date or as soon as possible after 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.

Foreign Currency Transactions – Each Fund may enter into transactions to purchase or sell foreign currency contracts and options on foreign currency. Forward currency contracts are agreements to exchange one currency for another at a future date and at a specified price. A fund may use forward currency contracts to facilitate transactions in foreign securities, to manage a fund's foreign currency exposure and to protect the U.S. dollar value of its underlying portfolio securities against the effect of possible adverse movements in foreign exchange rates. These contracts are intrinsically valued daily based on forward rates, and a fund's net equity therein,

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representing unrealized gain or loss on the contracts as measured by the difference between the forward foreign exchange rates at the dates of entry into the contracts and the forward rates at the reporting date, is recorded as a component of NAV. These instruments involve market risk, credit risk, or both kinds of risks, in excess of the amount recognized in the Statements of Assets and Liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and from movement in currency and securities values and interest rates. Due to the risks associated with these transactions, a fund could incur losses up to the entire contract amount, which may exceed the net unrealized value included in its NAV.

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

Notional amounts of each individual futures contract outstanding as of September 30, 2016, for each Fund, are disclosed in the Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written.

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

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

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

The values of each individual purchased option outstanding as of September 30, 2016, are disclosed in each Fund’s Schedule of Investments.

Written Options – When a fund writes an option, an amount equal to the premium received by the fund is recorded as a liability and is subsequently adjusted to the current value of the option written. Premiums received from writing options that expire unexercised are treated by the fund on the expiration date as realized gain from written

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options. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether the fund has realized a gain or loss. If a put option is exercised, the premium reduces the cost basis of the securities purchased by the fund. The fund, as writer of an option, bears the market risk of an unfavorable change in the price of the security underlying the written option. Written options are non-income producing securities.

The values of each individual written option outstanding as of September 30, 2016, are disclosed in each Fund's Schedule of Call and Put Options Written. Transactions in written options during the period ended September 30, 2016, were as follows:

Absolute Strategies Fund

	Calls		Puts	
	Number of Contracts	Premiums	Number of Contracts	Premiums
<i>Options Outstanding, March 31, 2016</i>	(7,438)	\$ (1,733,180)	(7,234)	\$ (3,705,331)
Options written	(236)	(101,205)	(2,700)	(1,429,135)
Options terminated in closing transactions	6,498	1,373,385	2,003	1,006,576
Options exercised	-	-	-	-
Options expired	-	-	335	133,183
<i>Options Outstanding, September 30, 2016</i>	<u>(1,176)</u>	<u>\$ (461,000)</u>	<u>(7,596)</u>	<u>\$ (3,994,707)</u>

Absolute Credit Opportunities Fund

	Puts	
	Number of Contracts	Premiums
<i>Options Outstanding, March 31, 2016</i>	-	\$ -
Options written	(128)	(38,677)
Options terminated in closing transactions	64	24,866
Options exercised	-	-
Options expired	-	-
<i>Options Outstanding, September 30, 2016</i>	<u>(64)</u>	<u>\$ (13,811)</u>

Absolute Capital Opportunities Fund

	Calls		Puts	
	Number of Contracts	Premiums	Number of Contracts	Premiums
<i>Options Outstanding, March 31, 2016</i>	(338)	\$ (75,625)	(322)	\$ (170,087)
Options written	(12)	(5,405)	(94)	(56,233)
Options terminated in closing transactions	296	62,561	89	50,399
Options exercised	-	-	-	-
Options expired	-	-	-	-
<i>Options Outstanding, September 30, 2016</i>	<u>(54)</u>	<u>\$ (18,469)</u>	<u>(327)</u>	<u>\$ (175,921)</u>

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

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

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

Notional amounts of each individual credit default swap agreement outstanding as of September 30, 2016, for each Fund, if any, are disclosed in each Fund's Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written.

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

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

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

Notional amounts of each individual interest rate swap agreement outstanding as of September 30, 2016, if any, are disclosed in each Fund's Notes to Schedule of Investments, Securities Sold Short and Call and Put Options Written. The Funds did not enter into any interest rate swaps during the period ended September 30, 2016.

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

When-Issued Transactions – Each Fund may purchase securities on a forward commitment or 'when-issued' basis. A fund records a when-issued transaction on the trade date and will segregate with the custodian qualifying assets that have a value sufficient to make payment for the securities purchased. Securities purchased on a when-issued basis are marked-to-market daily and the fund begins earning interest on the settlement date. Losses may arise

due to changes in the market value of the underlying securities or if the counterparty does not perform under the contract.

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

Federal Taxes – Each Fund intends to continue to qualify each year as a regulated investment company under Subchapter M of Chapter 1, Subtitle A, of the Internal Revenue Code of 1986, as amended (“Code”), and to distribute all of their taxable income to shareholders. In addition, by distributing in each calendar year substantially all of their net investment income and capital gains, if any, the Funds will not be subject to a federal excise tax. Therefore, no federal income or excise tax provision is required. Each Fund files a U.S. federal income and excise tax return as required. Each Fund’s federal income tax returns are subject to examination by the Internal Revenue Service for a period of three fiscal years after they are filed. As of September 30, 2016, there are no uncertain tax positions that would require financial statement recognition, de-recognition or disclosure.

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

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

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

Offering Costs – Offering costs for the Absolute Capital Opportunities Fund of \$79,572 consisted of fees related to the mailing and printing of the initial prospectus, certain startup legal costs, and initial registration filings. Such costs are amortized over a twelve-month period beginning with the commencement of operations of the Absolute Capital Opportunities Fund.

Note 3. Cash – Concentration in Uninsured Account

For cash management purposes each Fund may concentrate cash with each Fund’s custodian. This typically results in cash balances exceeding the Federal Deposit Insurance Corporation (“FDIC”) insurance limits. As of September 30, 2016, the Absolute Strategies Fund and Absolute Credit Opportunities Fund held \$156,850,232 and \$607,680, respectively, as cash reserves at Citibank, N.A. and State Street Bank and Trust Company that exceeded the FDIC insurance limit.

Note 4. Fees and Expenses

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

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

Distribution – Foreside Fund Services, LLC serves as each Fund's distributor (the "Distributor"). The Distributor is not affiliated with the Adviser or Atlantic Fund Administration, LLC (d/b/a Atlantic Fund Services) ("Atlantic") or their affiliates. Absolute Strategies Fund has adopted a Distribution Plan (the "Plan") for R Shares of the Fund in accordance with Rule 12b-1 of the Act. Under the Plan, R Shares are subject to a Rule 12b-1 fee of up to 0.35% of the R Shares average daily net assets; however, currently the Board limits 12b-1 fees on R Shares to 0.25% of average daily net assets.

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

Trustees and Officers – The Trust pays each independent Trustee an annual retainer fee of \$50,000 for service to the Trust (\$66,000 for the Chairman), and the Audit Committee Chairman and Vice Chairman receive an additional \$6,000 annually. The Trustees and Chairman may receive additional fees for special Board meetings. Each Trustee is also reimbursed for all reasonable out-of-pocket expenses incurred in connection with his duties as a Trustee, including travel and related expenses incurred in attending Board meetings. The amount of Trustees' fees attributable to each Fund is disclosed in the Statements of Operations. Certain officers of the Trust are also officers or employees of the above named service providers, and during their terms of office received no compensation from each Fund.

Note 5. Expense Reimbursements and Fees Waived

The Adviser has contractually agreed to waive its 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 and expenses, proxy expenses and extraordinary expenses) of Institutional Shares of Absolute Credit Opportunities Fund and Absolute Capital Opportunities to 1.95% through August 1, 2017. The Adviser waived fees of \$72,494 and \$78,550 for Absolute Credit Opportunities Fund and Absolute Capital Opportunities Fund, respectively, for the period ended September 30, 2016.

During the period, Absolute Strategies Fund invested in Absolute Capital Opportunities Fund. As of September 30, 2016, Absolute Strategies Fund owned approximately 99.9% of Absolute Capital Opportunities Fund. The Adviser has agreed to waive fees in an amount equal to the fee it receives from Absolute Capital Opportunities Fund based on Absolute Strategies Fund's investment in Absolute Capital Opportunities Fund. For the period ended September 30, 2016, the Adviser waived fees of \$93,668 for Absolute Strategies Fund.

The Absolute Credit Opportunities Fund and Absolute Capital Opportunities Fund may repay the Adviser for fees waived and expenses reimbursed pursuant to the expense cap if such payment is made within three years of the fee waiver or expense reimbursement and the resulting expenses do not exceed 1.95%. As of September 30, 2016, the amount of waived fees and reimbursed expenses subject to recapture by the Adviser are as follows:

	Amount of Fees Waived and/or Expenses Reimbursed	Expiration Date to Recoup Fees Waived and/or Expenses Reimbursed	Fees Recouped
<i>Absolute Credit Opportunities Fund</i>			
March 31, 2014	\$ 686,328	March 31, 2017	\$ -
March 31, 2015	\$ 695,506	March 31, 2018	\$ -
March 31, 2016	\$ 180,734	March 31, 2019	\$ -
September 30, 2016	\$ 72,494	March 31, 2020	\$ -
<i>Absolute Capital Opportunities Fund</i>			
March 31, 2016	\$ 53,598	March 31, 2019	\$ -
September 30, 2016	\$ 78,550	March 31, 2020	\$ -

Note 6. Security Transactions

The cost of purchases and proceeds from sales of investment securities (including maturities), other than short-term investments during the period ended September 30, 2016, were as follows:

Absolute Strategies Fund

Non-U.S. Government Obligations	
Purchases	Sales
\$ 202,468,088	\$ 300,944,338

Absolute Credit Opportunities Fund

Non-U.S. Government Obligations	
Purchases	Sales
\$ 5,730,824	\$ 8,511,760

Absolute Capital Opportunities Fund

Non-U.S. Government Obligations	
Purchases	Sales
\$ 448,469	\$ 544,331

Note 7. Summary of Derivative Activity

The volume of open derivative positions may vary on a daily basis as each Fund transacts derivative contracts in order to achieve the exposure desired by the Adviser. The notional value of activity for the period ended September 30, 2016, for any derivative type during the period is as follows:

	Absolute Strategies Fund	Absolute Credit Opportunities Fund	Absolute Capital Opportunities Fund
Forward Currency Contracts	\$ 30,170,015	\$ -	\$ -
Futures Contracts	1,997,354,157	2,883,398	-
Purchased Options	6,756,640	101,025	216,682
Written Options	(1,530,340)	(38,677)	(61,638)
Credit Default Swaps	150,000,000	15,000,000	-

Each Fund's use of derivatives for the period ended September 30, 2016, was limited to credit default swaps, options, forward currency contracts and futures contracts.

Following is a summary of the effect of derivatives on the Statements of Assets and Liabilities as of September 30, 2016:

Absolute Strategies Fund

Location:	Currency Contracts	Credit Contracts	Equity Contracts
Asset derivatives:			
Swap premiums paid	\$ -	\$ 1,409,806	\$ -
Unrealized gain on swap agreements	-	62,930	-
Unrealized gain on forward currency contracts	348	-	-
Total investments, at value	-	-	4,450,743
Total asset derivatives	\$ 348	\$ 1,472,736	\$ 4,450,743
Liability derivatives:			
Swap premiums received	\$ -	\$ (444,406)	\$ -
Unrealized loss on swap agreements	-	(443,586)	-
Unrealized loss on forward currency contracts	(2,434)	-	-
Call options written, at value	-	-	(408,820)
Put options written, at value	-	-	(1,564,317)
Total liability derivatives	\$ (2,434)	\$ (887,992)	\$ (1,973,137)

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Absolute Credit Opportunities Fund

Location:	Credit Contracts	Equity Contracts
Asset derivatives:		
Swap premiums paid	\$ 217,614	\$ -
Total investments, at value	-	27,328
Total asset derivatives	<u>\$ 217,614</u>	<u>\$ 27,328</u>
Liability derivatives:		
Unrealized loss on swap agreements	\$ (213,199)	\$ -
Put options written, at value	-	(7,456)
Total liability derivatives	<u>\$ (213,199)</u>	<u>\$ (7,456)</u>

Absolute Capital Opportunities Fund

Location:	Equity Contracts
Asset derivatives:	
Total investments, at value	\$ 158,482
Total asset derivatives	<u>\$ 158,482</u>
Liability derivatives:	
Call options written, at value	\$ (18,374)
Put options written, at value	(68,857)
Total liability derivatives	<u>\$ (87,231)</u>

Realized and unrealized gains and losses on derivatives contracts for the period ended September 30, 2016, are recorded by each Fund in the following locations on the Statements of Operations:

Absolute Strategies Fund

Location:	Commodity Contracts	Credit Contracts	Equity Contracts	Forward Currency Contracts	Interest Contracts
Net realized gain (loss) on:					
Swaps	\$ -	\$ (768,985)	\$ -	\$ -	\$ -
Futures	7,688,943	-	(28,075,995)	-	(283,916)
Investments	-	-	250,144	-	-
Written options	-	-	254,104	-	-
Foreign currency transactions	-	-	-	12,995	-
Total net realized gain (loss)	<u>\$ 7,688,943</u>	<u>\$ (768,985)</u>	<u>\$ (27,571,747)</u>	<u>\$ 12,995</u>	<u>\$ (283,916)</u>
Net change in unrealized appreciation (depreciation) on:					
Swaps	\$ -	\$ (682,066)	\$ -	\$ -	\$ -
Futures	(450,601)	-	5,228,735	-	172,502
Investments	-	-	(3,257,723)	-	-
Written options	-	-	1,853,953	-	-
Foreign currency translations	-	-	-	(7,085)	-
Total net change in unrealized appreciation (depreciation)	<u>\$ (450,601)</u>	<u>\$ (682,066)</u>	<u>\$ 3,824,965</u>	<u>\$ (7,085)</u>	<u>\$ 172,502</u>

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Absolute Credit Opportunities Fund

Location:	Credit Contracts	Equity Contracts
Net realized gain (loss) on:		
Swaps	\$ 123,100	\$ -
Futures	-	(81,840)
Investments	-	(58,264)
Written Options	-	24,659
Total net realized gain (loss)	\$ 123,100	\$ (115,445)
Net change in unrealized appreciation (depreciation) on:		
Swaps	\$ (350,608)	\$ -
Futures	-	1,538
Investments	-	(14,338)
Written Options	-	6,355
Total net change in unrealized appreciation (depreciation)	\$ (350,608)	\$ (6,445)

Absolute Capital Opportunities Fund

Location:	Equity Contracts
Net realized gain (loss) on:	
Investments	\$ 125,462
Written Options	9,605
Total net realized gain (loss)	\$ 135,067
Net change in unrealized appreciation (depreciation) on:	
Investments	\$ (71,107)
Written Options	77,486
Total net change in unrealized appreciation (depreciation)	\$ 6,379

Asset (Liability) amounts shown in the table below represent amounts for derivative related investments at September 30, 2016. These amounts may be collateralized by cash or financial instruments.

	Gross Asset (Liability) as Presented in the Statement of Assets and Liabilities	Financial Instruments (Received) Pledged**	Cash Collateral (Received) Pledged**	Net Amount
<i>Absolute Strategies Fund</i>				
Assets:				
Over-the-counter derivatives*	\$ 5,923,827	\$ -	\$ -	\$ 5,923,827
Liabilities:				
Over-the-counter derivatives*	(2,863,563)	1,973,137	890,426	-
<i>Absolute Credit Opportunities Fund</i>				
Assets:				
Over-the-counter derivatives*	\$ 244,942	\$ -	\$ -	\$ 244,942
Liabilities:				
Over-the-counter derivatives*	(220,655)	7,456	213,199	-
<i>Absolute Capital Opportunities Fund</i>				
Assets:				
Over-the-counter derivatives*	\$ 158,482	\$ -	\$ -	\$ 158,482
Liabilities:				
Over-the-counter derivatives*	(87,231)	87,231	-	-

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

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

Note 8. Federal Income Tax

As of March 31, 2016, distributable earnings (accumulated loss) on a tax basis were as follows:

	Undistributed Ordinary Income	Undistributed Long-Term Gain	Capital and Other Losses	Unrealized Appreciation (Depreciation)	Total
Absolute Strategies Fund	\$ 34,763,411	\$ 56,331,552	\$ -	\$ 8,536,247	\$ 99,631,210
Absolute Credit Opportunities Fund	228,068	-	(1,085,868)	(570,345)	(1,428,145)
Absolute Capital Opportunities Fund	-	-	(109,052)	336,471	227,419

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

As of March 31, 2016, the Absolute Credit Opportunities Fund had \$142,252 of available short-term capital loss carryforwards and \$943,616 of available long-term capital loss carryforwards that have no expiration date.

For tax purposes, the prior year post-October loss was \$97,977 for Absolute Capital Opportunities Fund (realized during the period December 30, 2015 through March 31, 2016), and the prior deferred late year ordinary loss was \$11,075 for Absolute Capital Opportunities Fund (realized during the period January 1, 2016 through March 31, 2016). These losses were recognized for tax purposes on the first business day of the Fund's current fiscal year, April 1, 2016.

Note 9. Subsequent Events

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

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 April 1, 2016, through September 30, 2016.

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

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

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

	Beginning Account Value April 1, 2016	Ending Account Value September 30, 2016	Expenses Paid During Period*	Annualized Expense Ratio*
Absolute Strategies Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 1,000.96	\$ 14.95	2.98%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,010.13	\$ 15.02	2.98%
R Shares				
Actual	\$ 1,000.00	\$ 999.01	\$ 17.74	3.54%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,007.32	\$ 17.81	3.54%

ABSOLUTE FUNDS
 ADDITIONAL INFORMATION
 SEPTEMBER 30, 2016

	<u>Beginning Account Value April 1, 2016</u>	<u>Ending Account Value September 30, 2016</u>	<u>Expenses Paid During Period*</u>	<u>Annualized Expense Ratio*</u>
Absolute Credit Opportunities Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 1,034.56	\$ 10.71	2.10%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,014.54	\$ 10.61	2.10%
Absolute Capital Opportunities Fund				
Institutional Shares				
Actual	\$ 1,000.00	\$ 1,026.44	\$ 13.36	2.63%
Hypothetical (5% return before taxes)	\$ 1,000.00	\$ 1,011.88	\$ 13.26	2.63%

* Expenses are equal to each Fund's annualized expense ratio multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year (183) divided by 365 to reflect the half-year period.

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