

Caldwell & Orkin Market Opportunity Fund

Performance in Review:

March 31, 2007

The Caldwell & Orkin Market Opportunity Fund (COAGX) climbed 8.67% in the first quarter of 2007. The S&P 500 with Income index gained 0.70% during the same period, and the NASDAQ Composite index inched up 0.26%. Since commencement of active management on August 24, 1992 to the present, the Fund generated an average annual total return of 10.46%, compared to 10.94% for the S&P 500 and 10.60% for the NASDAQ. We realized these long-term results with less risk than the S&P 500. In addition, the Fund's price movements have had very little correlation (2.84%) to the price movements of the S&P 500. An S&P 500 index fund has a 100% correlation with the market. (Computations by Ned Davis Research, Inc.) *The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data quoted. To obtain performance information current to the most recent month-end, please call (800) 237-7073.*

The Market Opportunity Fund entered the first quarter 87.1% invested and 28.7% net long. Food companies represented the largest long industry concentration (4.7%), and mortgage insurance companies topped the short exposure (-3.9%), followed by mortgage and related financial service companies (-3.6%). For several years we've maintained a negative outlook on the finance sector that caters to subprime borrowers – those individuals and companies whose risk profiles indicate a higher-than-average likelihood of running into difficulty paying back borrowed monies. Our primary focus has been on subprime mortgage lenders who aggressively push adjustable rate mortgages and other hybrid mortgage products to borrowers enticed by the low cost of entry. An artificially low interest rate environment held down for too long a time period (“thank” Alan Greenspan, the former Chairman of the Federal Reserve), coupled with teaser rate products, poor regulatory supervision and credit rating agencies incentivized to unrealistically give high quality ratings on these mortgages, created artificial demand in the housing sector that in turn wildly boosted housing prices. It became a self-fulfilling prophecy - as newly-minted homeowners saw their home values rise, others jumped into the pool. Increased home values translated into equity that fueled further leveraged consumption via mortgage equity withdrawal. It was too good to be true.

All good things must come to an end. During the quarter the inherent flaws in the subprime business model came to light and the bubble popped. The adjustable rates adjusted up, and the borrowers who stretched to get their foot in the door soon found themselves unable to meet the increased mortgage payments, and were forced out. Delinquencies rose, and the loan portfolios sustained large losses. During January we added both short and put exposure to the subprime sector. When the shoe dropped in February, subprime lenders started falling over like dominoes. Funding for the lenders began to dry up. Auditors abandoned their subprime lender clients. Subprime became persona non grata. As the quarter progressed, we covered selected short positions, and added to others. We are maintaining positions where we see further downside potential. Many of these companies have or will go bankrupt, and their shares will be worthless.

Current Outlook:

The effects of the subprime meltdown will not be contained to subprime lenders – it will bleed over into other areas of the credit industry, and, we believe, the economy. Already we are seeing significant problems arising in the Alt-A (less-than-prime) mortgage categories. Homebuilders and home supply companies are at risk. Consumer spending may take a hit as consumers' largest asset – their home – falls in value and is not as liquid (less mortgage equity to withdraw). We maintain a significant short exposure to homebuilders and building suppliers. In addition to the shorts, we maintain long positions with very exciting growth prospects that don't necessarily fall into one category. The catalysts in the companies on the long side are many, including turnarounds, new products and mergers.

Portfolio Snapshot as of March 31, 2007:

FIVE LARGEST LONG HOLDINGS

1 Altria Group Inc (MO)	2.1%
2 Walt Disney Company (DIS)	1.9%
3 PepsiCo Inc (PEP)	1.9%
4 Kimberly-Clark Corp (KMB)	1.8%
5 Proctor & Gamble (PG)	1.8%

FIVE LARGEST LONG INDUSTRIES

Cosmetics / Personal Care	4.5%
Food – Misc Preparation	3.4%
Retail – Clothing / Shoe	2.6%
Utility – Electric Power	2.6%
Retail – Department Stores	2.5%

ASSET ALLOCATION

Long Equities	59.3%
Short Equities	33.5%
Put Options	5.4%
Cash	<u>1.8%</u>
Total	100.0%
Net	25.8%

This quarterly review is submitted for the general information of the Caldwell & Orkin Market Opportunity Fund's shareholders. It is not authorized for distribution to prospective investors unless preceded or accompanied by a current prospectus. The Fund's objective is to provide long-term capital growth with a short-term focus on capital preservation through investment selection and asset allocation. Assets may be allocated among long and short stocks, options, bonds and cash equivalents. Both the share price and a prospectus are available on the Fund's website, www.CaldwellOrkin.com, or by calling the office number below (after hours there is a recorded message). The share price is also listed in select daily newspapers.

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Caldwell & Orkin Market Opportunity Fund

Portfolio Performance for the period ended March 31, 2007

	Total Return	Average Annual Total Return
1-Year	16.65%	16.65%
3-Year	16.70%	5.28%
5-Year	14.58%	2.76%
10-Year	93.60%	6.83%
15-Year	290.02%	9.50%
Since 8/24/92 (a)	327.93%	10.46%

The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data quoted. To obtain performance information current to the most recent month-end, please call (800) 237-7073 or visit the Fund's website, www.CaldwellOrkin.com. The commentary reflects the views of the Caldwell & Orkin Market Opportunity Fund's portfolio manager through the date of this report. Of course, these views are subject to change as market and other conditions warrant. Fund holdings, industry and asset allocations are subject to change without notice. The Fund's performance assumes the reinvestment of income, dividend and capital gain distributions, if any.

There are certain risks inherent in investing in the Fund, including market risk, short sale risk, interest rate risk, business risk, small company risk, market valuation risk, political risk, and portfolio turnover risk. For a complete discussion of these risks, you may request a copy of the Fund's prospectus by calling (800) 237-7073. The Fund uses aggressive investment strategies (including short positions and options) that have the potential for yielding high returns; however, these strategies may also result in losses. Theoretically, stocks sold short have unlimited risk. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost.

Investors should expect that the Market Opportunity Fund's performance may fluctuate independently of stock market indices, such as the S&P 500 with Income and the NASDAQ Composite. The S&P 500 with Income is a widely recognized unmanaged index of common stock prices, adjusted to reflect the reinvestment of dividends and distributions. The NASDAQ Composite Index is an unmanaged index of common stocks of companies traded over-the-counter and offered through the National Association of Securities Dealers Automated Quotations system.

This information must accompany or be preceded by a currently effective prospectus. For more complete information, including charges and expenses, you may obtain a prospectus by calling (800) 237-7073. You should read the prospectus carefully before investing or sending money.

(a) *The Caldwell & Orkin Market Opportunity Fund commenced active management on August 24, 1992. A prior fund passively managed and indexed to the largest 100 OTC stocks began operations on March 11, 1991.*

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