

Caldwell & Orkin Market Opportunity Fund

Performance in Review:

September 30, 2008

The Caldwell & Orkin Market Opportunity Fund (COAGX) declined -6.24% during the third quarter of 2008. The S&P 500 with Income index fell -8.49% during the same period, and the NASDAQ Composite index lost -9.19%. For the 12-months ended September 30, 2008, the Fund is up 1.64%, compared to losses of -22.14% and -22.92% for the S&P and NASDAQ, respectively. Since commencement of active management on August 24, 1992 to the present, the Fund has generated an average annual total return of 10.37%, compared to 8.72% for the S&P 500 and 8.55% for the NASDAQ. We realized these long-term results with less risk than the S&P 500. The Fund's price movements have had very little correlation (3.54%) 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.*

On September 18, 2008, news hit that the Financial Services Authority (FSA), the market regulator in London, had issued a rule banning the short selling of financial stocks on the London stock market until January. The writing was on the wall and our risk controls immediately kicked in. We hedged our already-reduced short exposure. Shortly thereafter, the Securities and Exchange Commission issued an emergency mandate banning the short-sale of 799 financial securities, effective with the open on September 19. The ban has impacted but has not hurt our investment style. Interestingly, on October 6, 2008 China's market regulators began to allow short-selling for the first time ever, after having fallen 65% without shorts. Now there's Capitalism at its best!

The Market Opportunity Fund opened the third quarter 87.8% invested and 5.2% net long. The long side was positioned defensively, and the short portfolio's top sectors were mainly retail-oriented. When September hit, we learned who is too big to fail and who is not. Fannie Mae and Freddie Mac were taken over by the government. Lehman Brothers Holdings filed for bankruptcy. Merrill Lynch & Co. was acquired by Bank of America. American International Group, Inc. exchanged an \$85 billion loan from the government for control of the company. Washington Mutual was seized by federal regulators, and there's a bidding war for Wachovia Corp., whose stock fell to a low of one penny per share. Clearly, financial stocks were reeling. During the quarter our longs got hit hard, but the shorts protected the downside. In September alone, the shorts returned 10.78%. And, between September 22 (the day after the SEC's orchestrated short squeeze went into effect) and September 30, the shorts returned 19.44%, the Fund gained 1.19%, and the S&P 500 with Income index fell -7.62%.

Current Outlook:

In our second quarter report we wrote, "The credit crisis isn't going away anytime soon, and the deleveraging of the financial sector will take time to play out." No change to that thesis. We remain flexible in our market outlook and invested position. With a huge market fall concentrated in just a few weeks, and sentiment very bearish, we believe a short-term opportunity to the upside may present itself soon.

Portfolio Snapshot as of September 30, 2008:

<u>FIVE LARGEST LONG HOLDINGS</u>		<u>FIVE LARGEST LONG INDUSTRIES</u>		<u>ASSET ALLOCATION</u>	
1 Tenet Healthcare Corp (THC)	2.8%	Food – Misc Preparation	5.8%	Long Equities	35.7%
2 HJ Heinz Company (HNZ)	1.4%	Pollution Control - Services	3.3%	Short Equities	31.6%
3 Urban Outfitters Inc (URBN)	1.4%	Medical - Hospitals	2.8%	Call Options	0.3%
4 BB&T Corp (BBT)	1.3%	Finance – REIT	2.6%	Put Options	2.2%
5 Republic Services Inc (RSG)	1.3%	Finance – Savings & Loan	2.1%	Corp Bonds	3.9%
				Cash	<u>26.3%</u>
				Total	100.0%
				Net long	4.1%

As of September 30, 2008, the Fund may or may not have positions in any of the securities mentioned herein. 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.

Caldwell & Orkin Market Opportunity Fund

Portfolio Performance for the period ended September 30, 2008

	Total <u>Return</u>	Average Annual Total <u>Return</u>
1-Year	1.64%	1.64%
3-Year	30.60%	9.31%
5-Year	29.13%	5.25%
10-Year	48.66%	4.04%
15-Year	261.92%	8.95%
Since 8/24/92 (a)	390.08%	10.37%

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.

Total annual fund operating expenses for the fiscal year ended April 30, 2008 were 2.37%. Additional information about the Fund's fees and expenses is available in the Fund's prospectus.

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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