

ADVISER'S PERSPECTIVE QUARTERLY | Q1 2009  
**QUAKER® GLOBAL TACTICAL ALLOCATION FUND**  
 (formerly Quaker® Global Total Return Fund)

Domestic markets continued their selloff in the first quarter of 2009, with the S&P 500 Total Return Index falling for the sixth quarter in a row – a record unmatched since 1970. The global markets also posted negative performance in the first quarter of 2009 with the MSCI World Index declining 11.92%.

The Quaker Global Tactical Allocation Fund had a negative return for the quarter ended March 31, 2009 of 8.32% (before sales charges as well as a negative return after sales charges of 13.36%).

Economic growth continued to falter in the first quarter as the extent and depth of the financial crisis became clearer. While government stimulus packages and targeted bailouts have forestalled collapse, the economic outlook continues to be uncertain as more write-offs loom ahead. We continue to expect an extended period of slower economic growth going forward until such time as the global financial and economic system slowly repairs itself.

After selling off for much of the quarter, markets rebounded in March with the S&P 500 gaining over 20% from its mid-March lows. Global equity markets continued to be volatile but with a twist. Unlike earlier periods, there were positive rally days that formed not on the release of any good news, but rather on the lack of any bad. In spite of the impressive run-up, there are some signs that the rally may not last. One of the top performing industries was diversified financial services, which is facing up to a trillion dollars of additional write-offs and large government subsidies and, therefore, may have a long way to go before its true turnaround begins. Other well-performing industries in the recent run-up were building products, automobiles, paper and forest products and household durables, none of which are likely economic drivers to pull us out of the current recession.

In the first quarter of 2009, relative to the MSCI World, the Fund was helped by our underweight to financials and industrials and our overweight in materials. Stock selection in healthcare, materials, and financials also helped to boost performance. On the flip side, our overweight in energy and underweight in technology hurt performance. During the last three months we have reduced our allocation to the healthcare and consumer staples sectors in an effort to raise our cash allocation, preserve capital and cushion the downdraft in equities. However, we are still maintaining our barbell approach by increasing our allocation to technology (as these cash rich companies continue their acquisitions from the tech bargain bin) and continuing to hold our overweight in materials (which should be an early beneficiary of any inflection point in demand) and energy (where the price collapse and recession has led to industry-wide underinvestment in production capacity - which will keep supplies tight when demand returns).

We continue to believe that stimulus mandates for global infrastructure expansion (both in the U.S. and China) will be one of the leading drivers of global growth going forward along with agribusiness and energy. We will continue to keep a keen eye on the financial bailouts, looking for any restoration of confidence, and keep looking for companies that exhibit sustainable or expanding

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Performance	For Calendar Quarter Ended 3/31/2009		
	Before Sales Charges	After Sales Charges	MSCI World Index
<b>Class A Inception 5/01/2008</b>			
3 Months	-8.32%	-13.36%	-11.92%
Year-to-Date	-8.32%	-13.36%	-11.92%
1 Year (Cumulative)	n/a	n/a	n/a
5 Years (Annualized)	n/a	n/a	n/a
10 Years (Annualized)	n/a	n/a	n/a
Life of Share Class (Annualized)	-51.50%	-54.17%	-45.70%

Maximum Expense Ratio: 1.99%

*Performance data shown before sales charges does not reflect the deduction of the sales load for period end. Performance data shown after sales charge reflects the Class A maximum sales charge of 5.50%.*

*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 of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end is available by calling us toll free at 800-220-8888.*

**Additional disclosures about the Fund appear on the next page.**

**Sub-Adviser:** DG Capital Management, Inc.  
**Fund Assets:** \$27.4 Million  
**Public Offering Price:** \$5.13

**Ticker Symbols**

Class A: QTRAX  
 Class C: QTRCX  
 Institutional Class: QTRIX

**Mutual Fund Exposures** % Assets

Long Positions 86.98%  
 Short Positions -0.45%  
 Options -0.20%  
 Exchange Traded Funds 5.30%  
 Cash 8.37%

**Top Positions** % Assets

Total SA 4.63%  
 Anadarko Petroleum Corp. 4.62%  
 Hess Corp. 4.30%  
 Potash Corp of Saskatchewan Inc. 3.87%  
 Freeport-McMoRan Copper & Gold 3.83%  
 Biogen Idec Inc. 3.69%  
 Mosaic Co. 3.50%  
 Monsanto Co. 3.40%  
 Gilead Sciences Inc. 3.33%  
 PowerShares DB Agriculture Fund 3.19%  
 Total 38.36%

The Fund's holdings and characteristics are as of 3/31/2009 and are subject to change. Current and future holdings are subject to risk.



**QUAKER® FUNDS**

Quaker® Global Tactical Allocation Fund invests in “special situation” securities and engages in short selling (selling securities not owned at time of sale), which involves special risks and requires special investment expertise.

The Fund invests in foreign securities which involve greater volatility and political, economic and currency risks and differences in accounting methods.

The Fund will also invest in U.S. and foreign small and medium-sized companies, which involve additional risks such as limited liquidity and greater volatility.

The Morgan Stanley Capital International (MSCI) World Index measures developed-market equity performance throughout the world. You cannot invest directly in an index.

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free cash flow (so they can self-finance themselves in a period of tight credit availability). We will continue to attempt to employ our opportunistic growth investment approach adjusting the Fund’s holdings to react to economic events and government edicts as they unfold.

As always, we appreciate your continued confidence and welcome comments or questions.

*Provided by DG Capital Management, Inc.*

**Free cash flow** is a measure of financial performance calculated as operating cash flow minus capital expenditures.

**Fund Mandate:** Our Investment Process is designed to create a flexible strategy that allows us to opportunistically react to market changes. The Fund can hold up to 25% in short positions or go to 100% cash if deemed necessary.



**The Sub-Adviser:** DG Capital Management, Inc., based in downtown Boston, MA, was founded in 1996 and currently has approximately \$1.585 billion under management.

**Mutual fund investing involves risk, including the possible loss of principal.**

*Consider investment objectives, risks, charges, and expenses carefully before investing. The Prospectus contains this and other information and is available for download at [www.quakerfunds.com](http://www.quakerfunds.com) or by calling 800-220-8888. Read the Prospectus carefully before investing.*



QUAKER® FUNDS

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