



ADVISER'S PERSPECTIVE QUAKER MID-CAP VALUE FUND

A: QMVCV B: QMCBX C: QMCCX I: QMVI

FEBRUARY 28, 2007

Three things stand out as contributors to performance year to date. First, our positions in the Materials sector: holdings in Southern Copper (PCU), Steel Dynamics (STLD) and Sherwin Williams (SHW) have outperformed the market by a significant amount. Second, we maintained a market weighting position in Energy with a bias towards the service sector: Nabors Industries (NBR), Helix Energy Solutions (HLX) and most notably, Grant Prideco (GRP) have all rallied off of their lows which were made in the final week of 2006. And third, we have NO exposure to anything sub-prime.

Our holdings meet the three criteria that we have determined to be the biggest contributors to stock performance going all the way back to 1970; Quality, Value and Improving Business Prospects. Our financial holdings are performing quite well, especially First American Corp (FAF). And with high Quality at its greatest dispersion to low Quality for as far back as we can observe, we believe if there is a bubble in the market it is currently in the valuations of low quality companies.

Top Performing Stocks	Symbol	1 Mo. Advance	1 Mo. Return	% Fund
Southern Copper Corp	PCU	0.36%	11.90%	2.65%
Cigna Corp.	CI	0.25%	7.40%	2.86%
First American Corp	FAF	0.18%	11.06%	1.68%
Armor Holdings	AH	0.17%	5.22%	3.38%
KLA Tencor Corp	KLAC	0.16%	5.23%	3.27%

Bottom Performing Stocks	Symbol	1 Mo. Decline	1 Mo. Return	% Fund
Bear Stearns Co.	BSC	-0.24%	-7.66%	3.09%
Benchmark Electronics	BHE	-0.18%	-4.96%	3.38%
Forest Laboratories Inc.	FRX	-0.09%	-7.77%	1.83%
Cymer Inc.	CYMI	-0.13%	-4.22%	1.83%

Source: Global Capital Management, Inc.

Provided by John Hammerschmidt, Portfolio Manager, Global Capital Management

Of the companies mentioned in this article, the Fund held positions in Nabors Industries, 2.39%, Helix Energy Solutions, 2.01% and Steel Dynamics, Inc. 1.84% at month end. The Fund did not hold positions in Grant Prideco.

Sub-Adviser:
Global Capital Management, Inc.

Fund Assets: \$133,323,493
Public Offering Price: \$18.06

Mutual Fund Exposures	% Assets
Stocks	98.8%
Cash	1.2%

Top 10 Positions	% Assets
Johnson Controls	3.5%
KLA Tencor Corp.	3.3%
Armor Holdings, Inc.	3.3%
HCC Insurance Holdings, Inc.	3.3%
YRC Worldwide, Inc.	3.3%
Benchmark Electronics	3.2%
Altera Corp.	3.2%
Philadelphia Consolidated	3.1%
Ametek, Inc.	3.0%
Sherwin Williams Co.	3.0%
Total	32.2%

The Fund's holdings and characteristics are as of 2/28/2007 and are subject to change.

Performance	For Month Ended 2/28/2007		
	Before Sales Charges	After Sales Charges	Russell Midcap Value Index
Class A Inception 12/31/1997			
1 Month	0.95%	-4.61%	0.60%
Year-to-Date	4.92%	-0.85%	3.70%
3 Months	4.19%	-1.54%	4.75%
Since Manager Inception	16.57%	24.95%	20.58%
	For Calendar Quarter Ended 12/31/2006		
1 Year (Cumulative)	8.04%	2.10%	20.22%
5 Years (Annualized)	12.42%	11.15%	15.87%
Life of Share Class (Annualized)	9.78%	9.09%	11.55%

Expense Ratio: 1.69% as of June 30, 2006

The returns shown above reflect the performance of the former No-Load Class for periods ending before June 23, 2000, and Class A Shares thereafter. Performance data shown before sales charges does not reflect the deduction of the sales load for periods end. Performance data shown after sales charges for periods after June 23, 2000 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 1-800-220-8888.

Additional disclosures about the Fund appear on the next page.

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QUAKER MID-CAP VALUE FUND

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This Fund invests in companies with a market capitalization range from \$1B to \$10B. Their stock prices often react more strongly to changes in the marketplace and can be more volatile. Additionally, the Fund invests in companies that appear to be "undervalued" in the marketplace (i.e. trading at prices below the company's true worth). If the Fund's perceptions of a company's value are wrong, the securities may not perform as expected, reducing the Fund's return.

The Russell MidCap® Value Index is a widely recognized, unmanaged index of companies included in the Russell 1000, Index with current market capitalizations between \$1.4 billion and \$17.2 billion. The index assumes reinvestment of all dividends and distributions and does not reflect any asset-based charges for investment management or other expenses.

The Sub-Adviser: Global Capital Management, Inc. (GCM) founded in 1997, is an independent –employee owned, SEC Registered Investment Advisory firm located in Conshohocken, Pennsylvania. We are committed to delivering consistent excess returns relative to our benchmark. GCM leverages the expertise of the firm's investment professionals in security selection, portfolio construction, and practical risk management to develop a continually scrutinized portfolio of mid cap stocks. As of December 31, 2006 GCM had \$1.01 billion under management.

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

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 or by calling 1-800-220-8888. Read the Prospectus carefully before investing.



QUAKER® FUNDS

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