



ADVISER'S PERSPECTIVE QUARTERLY QUAKER MID-CAP VALUE FUND

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

MARCH 31, 2008

Class A shares of the Quaker Mid-Cap Value Fund (before sales charges) slightly outperformed the Russell Midcap Value Index in Q1 2008. The portfolio has continued to take advantage of global growth theme with an overweight in industrials, materials, and energy, while underweighting financials, utilities, and consumer staples. Stocks selection which generated alpha for the quarter was attributable to Gymboree Corp, Steel Dynamics, CSX Corp, and VF Corp.

The lead detractors were Healthcare via Coventry Health and Cigna Corp. The usually recession-resilient sector took it on the chin as escalating costs i.e. "inflation" ate into margins. SEI suffered collateral damage from the financial sector fallout. We continue to hold SEI as earnings estimates are still intact and their global growth strategy is being executed.

During the economic expansion between 2002 and 2007, investors who selected low quality investments benefited from the decline in default rates and the yield spreads between treasuries and junk securities. This strategy was so effective that many investors, like the Bear Stearns hedge funds, purchased these securities on a leveraged basis. In just nine months time, the model of "leveraging up" has been completely turned on its head. Fixed income investors have begun to assess the risk of higher housing delinquencies and the likelihood of higher corporate bond default rates. Crumbling housing credit markets have brought into question the creditworthiness of major bond insurers. As such, virtually all illiquid insured fixed income investments have questionable values. In the extreme, trading volume in short-term auction rate securities has virtually dried up so that Wall Street Securities firms are having difficulty establishing prices.

We continue to focus on high quality, undervalued companies with improving business prospects. We believe that the transparency of our investments in liquid, exchange securities on an un-leveraged basis will benefit our clients.

Sub-Adviser:

Global Capital Management, Inc.

Fund Assets: \$28,671,090

Public Offering Price: \$15.15

Mutual Fund Exposures	% Assets
Stocks	100%
Cash	0%

Top 10 Positions	% Assets
Steel Dynamics, Inc.	4.26%
Parker Hannifin Corp.	4.08%
W.R. Berkley Corp.	3.86%
Altera Corp.	3.86%
American Eagle Outfitters	3.66%
Precision Castparts Corp.	3.56%
Forest Laboratories, Inc.	3.49%
SEI Investments Company	3.44%
VF Corporation	3.38%
Barr Pharmaceuticals, Inc.	3.37%
Total	36.96%

The Fund's holdings and characteristics are as of 3/31/2008 and are subject to change.

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Performance	For Calendar Quarter Ended 3/31/2008		
	Before Sales Charges	After Sales Charges	Russell Midcap Value Index
Class A Inception 12/31/1997			
3 Months	-8.44	-13.48	-8.64
Year-to-Date	-8.44	-13.48	-8.64
1 Year (Cumulative)	-12.32	-17.14	-14.12
5 Years (Annualized)	16.77	15.46	16.75
10 Years (Annualized)	6.62	6.02	8.15
Life of Share Class (Annualized)	7.61	7.02	8.95
Expense Ratio: 1.64% as of June 30, 2007			

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

MARCH 31, 2008

This Fund invests in companies with a market capitalization range from \$1B to \$18B. 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 \$809 million and \$17.3 billion. The index assumes reinvestment of all dividends and distributions and does not reflect any asset-based charges for investment management or other expenses.

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Alpha is a measure of risk-adjusted return.

Of the companies mentioned in this article, the Fund held Gymboree Corp., 2.78%, CSX Corp., 1.96%, Cigna Corp., 2.83%, and Coventry Health Care Inc., 2.11% as of the quarter ended March 31, 2008.

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, 2007 GCM had \$900 million 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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