

CM Advisers Family of Funds **Semi-Annual Report 2008**

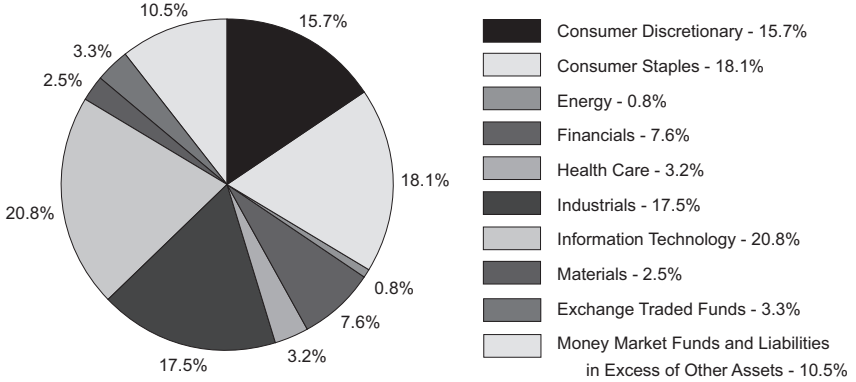
CM Advisers Fund **CM Advisers Fixed Income Fund**

August 31, 2008
(Unaudited)

This report and the financial statements contained herein are submitted for the general information of the shareholders of the CM Advisers Family of Funds (the "Funds"). This report is not authorized for distribution to prospective investors in the Funds unless preceded or accompanied by an effective prospectus. Mutual fund shares are not deposits or obligations of, or guaranteed by, any depository institution. Shares are not insured by the FDIC, Federal Reserve Board or any other agency, and are subject to investment risks, including possible loss of principal amount invested.

CM Advisers Fund
Supplementary Portfolio Information
August 31, 2008 (Unaudited)

Asset and Sector Allocation
(% of Net Assets)

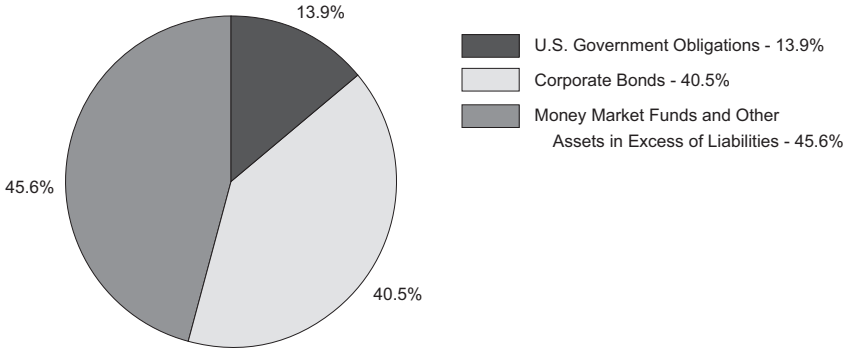


Top 10 Equity Holdings

Security Description	% of Net Assets
Microsoft Corporation	6.1%
Walgreen Company	5.6%
Wal-Mart Stores, Inc.	5.0%
Wells Fargo & Company	4.3%
3M Company	4.3%
Talbots, Inc. (The)	3.3%
Marsh & McLennan Companies, Inc.	3.3%
Financial Select Sector SPDR Fund	3.3%
Coca-Cola Company (The)	3.3%
UnitedHealth Group, Inc.	3.2%

CM Advisers Fixed Income Fund
Supplementary Portfolio Information
August 31, 2008 (Unaudited)

Asset Allocation
 (% of Net Assets)



Top 10 Holdings*

Security Description	% of Net Assets
U.S. Treasury Strip, 7.25%, due 08/15/22	11.7%
Marriott International, Inc., 6.375%, due 06/15/17	2.5%
U.S. Treasury Bond, 5.00%, due 05/15/37	2.2%
PepsiCo., Inc., 5.00%, due 06/01/18	2.0%
Kraft Foods, Inc., 6.125%, due 02/01/18	2.0%
Western Union Company (The), 5.93%, due 10/01/16	2.0%
Starbucks Corporation, 6.25%, due 08/15/17	2.0%
Gannet Company, Inc., 6.375%, due 04/01/12	2.0%
Wells Fargo & Company, 5.625%, due 12/11/17	1.9%
UnitedHealth Group, Inc., 6.00%, due 02/15/18	1.9%

* Excludes money market funds.

CM Advisers Fund

Schedule of Investments

August 31, 2008 (Unaudited)

Shares	COMMON STOCKS — 86.2%	Value
	Air Freight & Logistics — 1.3%	
15,235	FedEx Corporation	\$ 1,261,763
20,380	United Parcel Service, Inc. - Class B.....	1,306,766
		<u>2,568,529</u>
	Beverages — 3.3%	
121,520	Coca-Cola Company (The)	6,327,546
	Building Products — 3.1%	
317,475	Masco Corporation	6,051,073
	Chemicals — 2.5%	
109,125	E.I. Du Pont de Nemours & Company	4,849,515
	Commercial Banks — 4.3%	
278,100	Wells Fargo & Company	8,418,087
	Commercial Services & Supplies — 2.9%	
115,349	Avery Dennison Corporation	5,564,436
	Computers & Peripherals — 6.7%	
67,500	Dell, Inc. *	1,466,775
286,600	Hutchinson Technology, Inc. *	4,152,834
221,600	IMATION Corporation	4,706,784
178,330	Seagate Technology	2,658,900
		<u>12,985,293</u>
	Diversified Consumer Services — 1.3%	
191,730	CPI Corporation	2,576,851
	Electronic Equipment, Instruments & Components — 3.1%	
578,950	KEMET Corporation *	937,899
7,340	Maxwell Technologies, Inc. *	90,722
186,700	Newport Corporation *	1,749,379
80,260	Rogers Corporation *	3,211,203
		<u>5,989,203</u>
	Food & Staples Retailing — 10.6%	
299,215	Walgreen Company	10,900,402
165,440	Wal-Mart Stores, Inc.	9,772,541
		<u>20,672,943</u>
	Food Products — 1.3%	
37,725	General Mills, Inc.	2,496,641

CM Advisers Fund

Schedule of Investments (Continued)

Shares	COMMON STOCKS — 86.2% (Continued)	Value
	Health Care Providers & Services — 3.2%	
207,375	UnitedHealth Group, Inc.	\$ 6,314,569
	Household Durables — 7.7%	
88,686	Dixie Group, Inc. (The) *	678,448
163,575	Ethan Allen Interiors, Inc.	4,439,425
200,310	Leggett & Platt, Inc.	4,468,916
44,335	Newell Rubbermaid, Inc.	802,464
187,200	Toll Brothers, Inc. *	4,657,536
		<u>15,046,789</u>
	Household Products — 2.9%	
74,875	Colgate-Palmolive Company	<u>5,692,746</u>
	Industrial Conglomerates — 5.3%	
117,305	3M Company	8,399,038
65,795	General Electric Company	1,848,839
		<u>10,247,877</u>
	Insurance — 3.3%	
200,142	Marsh & McLennan Companies, Inc.	<u>6,390,534</u>
	Leisure Equipment & Products — 0.1%	
7,930	Eastman Kodak Company	<u>128,387</u>
	Machinery — 2.6%	
100,425	Illinois Tool Works, Inc.	<u>4,982,084</u>
	Media — 1.8%	
73,850	News Corporation - Class A	1,045,716
76,700	Walt Disney Company (The)	2,481,245
		<u>3,526,961</u>
	Oil, Gas & Consumable Fuels — 0.8%	
270,000	USEC, Inc. *	<u>1,555,200</u>
	Professional Services — 0.8%	
40,272	CDI Corporation	1,010,827
7,000	Dun & Bradstreet Corporation (The)	643,790
		<u>1,654,617</u>
	Road & Rail — 1.5%	
26,375	Arkansas Best Corporation	913,102
105,930	YRC Worldwide, Inc. *	1,917,333
		<u>2,830,435</u>

CM Advisers Fund

Schedule of Investments (Continued)

Shares	COMMON STOCKS — 86.2% (Continued)	Value
	Semiconductors & Semiconductor Equipment — 5.0%	
213,055	Applied Materials, Inc.	\$ 3,817,946
41,900	Cymer, Inc. *	1,254,486
200,000	Intel Corporation	4,574,000
		<u>9,646,432</u>
	Software — 6.1%	
435,995	Microsoft Corporation	11,898,304
	Specialty Retail — 4.7%	
61,150	Aaron Rents, Inc.	1,746,444
252,052	Cost Plus, Inc. *	320,106
99,000	Pacific Sunwear of California, Inc. *	626,670
472,955	Talbots, Inc. (The).....	6,465,295
		<u>9,158,515</u>
	Trading Companies & Distributors — 0.0%	
2,700	Lawson Products, Inc.	81,324
	TOTAL COMMON STOCKS (Cost \$180,805,911)	\$ 167,654,891

Shares	EXCHANGE TRADED FUNDS — 3.3%	Value
299,330	Financial Select Sector SPDR Fund (Cost \$8,752,878).....	\$ 6,381,716

Shares	MONEY MARKET FUNDS — 11.1%	Value
21,661,414	Evergreen Institutional Treasury Money Market Fund - Institutional Class, 1.82% ^(a) (Cost \$21,661,414)	\$ 21,661,414
	Total Investments at Value — 100.6% (Cost \$211,220,203).....	\$ 195,698,021
	Liabilities in Excess of Other Assets — (0.6%)	<u>(1,202,652)</u>
	Net Assets — 100.0%	<u>\$ 194,495,369</u>

^(a) Variable rate security. The rate shown is the 7-day effective yield as of August 31, 2008.

* Non-income producing security.

See accompanying notes to financial statements.

CM Advisers Fixed Income Fund

Schedule of Investments

August 31, 2008 (Unaudited)

Par Value	CORPORATE BONDS — 40.5%	Value
	Beverages — 2.0%	
\$ 300,000	PepsiCo, Inc., 5.00%, due 06/01/18	\$ 297,352
	Building Products — 1.7%	
300,000	Masco Corporation, 5.85%, due 03/15/17	256,534
	Commercial Banks — 1.9%	
300,000	Wells Fargo & Company, 5.625%, due 12/11/17	288,354
	Commercial Services & Supplies — 3.2%	
200,000	Pitney Bowes, Inc., 5.75%, due 09/15/17	197,918
300,000	R.R. Donnelley & Sons Company, 6.125%, due 01/15/17	275,375
		473,293
	Computers & Peripherals — 1.3%	
200,000	Seagate Technology HDD Holdings, 6.375%, due 10/01/11	197,250
	Food & Staples Retailing — 1.0%	
140,000	Wal-Mart Stores, Inc., 6.50%, due 08/15/37	143,322
	Food Products — 2.0%	
300,000	Kraft Foods, Inc., 6.125%, due 02/01/18	294,629
	Health Care Providers & Services — 1.9%	
300,000	UnitedHealth Group, Inc., 6.00%, due 02/15/18	287,278
	Hotels, Restaurants & Leisure — 4.4%	
400,000	Marriott International, Inc., 6.375%, due 06/15/17	366,325
300,000	Starbucks Corporation, 6.25%, due 08/15/17	292,778
		659,103
	Household Durables — 2.0%	
185,000	Newell Rubbermaid, Inc., 6.25%, due 04/15/18	167,395
150,000	Toll Brothers, Inc., 5.15%, due 05/15/15	127,111
		294,506
	IT Services — 2.0%	
300,000	Western Union Company (The), 5.93%, due 10/01/16.....	293,225
	Machinery — 0.8%	
115,000	Dover Corporation, 5.45%, due 03/15/18	114,913
	Media — 3.3%	
300,000	Gannett Company, Inc., 6.375%, due 04/01/12	289,573
200,000	McGraw-Hill Companies, Inc. (The), 5.90%, due 11/15/17	198,594
		488,167

CM Advisers Fixed Income Fund
Schedule of Investments (Continued)

Par Value	CORPORATE BONDS — 40.5% (Continued)	Value
	Metals & Mining — 1.8%	
\$ 300,000	Alcoa, Inc., 5.72%, due 02/23/19	\$ 273,280
	Multi-Line Retail — 1.6%	
160,000	Kohl's Corporation, 6.25%, due 12/15/17	151,784
100,000	Kohl's Corporation, 6.00%, due 01/15/33	79,220
		<u>231,004</u>
	Multi-Utilities — 1.4%	
200,000	Consolidated Edison, Inc., 5.85%, due 04/01/18	201,974
	Oil, Gas & Consumable Fuels — 1.9%	
300,000	Valero Energy Corporation, 6.125%, due 06/15/17	284,317
	Personal Products — 1.2%	
200,000	Estee Lauder Companies, Inc. (The), 6.00%, due 05/15/37	179,439
	Professional Services — 1.4%	
200,000	Dun & Bradstreet Corporation (The), 6.00%, due 04/01/13	201,417
	Road & Rail — 1.9%	
300,000	CSX Corporation, 6.25%, due 03/15/18	283,339
	Specialty Retail — 1.8%	
300,000	Home Depot, Inc. (The), 5.40%, due 03/01/16	271,452
	TOTAL CORPORATE BONDS (Cost \$6,195,091)	<u>\$ 6,014,148</u>

Par Value	U.S. GOVERNMENT OBLIGATIONS — 13.9%	Value
\$ 3,250,000	U.S. Treasury Bond, stripped principal payment, 7.25%, due 08/15/22	\$ 1,729,192
300,000	U.S. Treasury Bond, 5.00%, due 05/15/37	327,820
	TOTAL U.S. GOVERNMENT OBLIGATIONS (Cost \$2,000,790)	<u>\$ 2,057,012</u>

CM Advisers Fixed Income Fund
Schedule of Investments (Continued)

Shares	MONEY MARKET FUNDS — 44.8%	Value
6,636,825	Evergreen Institutional Treasury Money Market Fund - Institutional Class, 1.82% ^(a) (Cost \$6,636,825)	\$ 6,636,825
	Total Investments at Value — 99.2% (Cost \$14,832,706).....	\$ 14,707,985
	Other Assets in Excess of Liabilities — 0.8%	116,595
	Net Assets — 100.0%	<u>\$ 14,824,580</u>

^(a) Variable rate security. The rate shown is the 7-day effective yield as of August 31, 2008.

See accompanying notes to financial statements.

CM Advisers Family of Funds
Statements of Assets and Liabilities
August 31, 2008 (Unaudited)

	CM Advisers Fund	CM Advisers Fixed Income Fund
ASSETS		
Investments in securities:		
At cost.....	\$ 211,220,203	\$ 14,832,706
At value (Note 2)	\$ 195,698,021	\$ 14,707,985
Dividends and interest receivable	519,014	119,972
Receivable for capital shares sold.....	26,034	10,125
Other assets	22,113	9,152
TOTAL ASSETS	<u>196,265,182</u>	<u>14,847,234</u>
LIABILITIES		
Payable for investment securities purchased	1,474,479	—
Payable for capital shares redeemed	53,004	—
Payable to Adviser (Note 5).....	204,631	7,702
Payable to Administrator (Note 5)	19,790	5,330
Other accrued expenses and liabilities	17,909	9,622
TOTAL LIABILITIES	<u>1,769,813</u>	<u>22,654</u>
NET ASSETS	<u>\$ 194,495,369</u>	<u>\$ 14,824,580</u>
Net assets consist of:		
Paid-in capital	\$ 218,551,708	\$ 13,881,735
Accumulated undistributed net investment income	1,012,550	66,372
Accumulated net realized gains (losses)		
from security transactions	(9,546,707)	1,001,194
Net unrealized depreciation on investments	<u>(15,522,182)</u>	<u>(124,721)</u>
Net assets.....	<u>\$ 194,495,369</u>	<u>\$ 14,824,580</u>
Shares of beneficial interest outstanding (unlimited number of shares authorized, no par value).....	<u>18,432,674</u>	<u>1,354,700</u>
Net asset value, redemption price and offering price per share ^(a)	<u>\$ 10.55</u>	<u>\$ 10.94</u>

^(a) Redemption price may differ from the net asset value per share depending upon the length of time the shares are held (Note 2).

See accompanying notes to financial statements.

CM Advisers Family of Funds

Statements of Operations

Six Months Ended August 31, 2008 (Unaudited)

	CM Advisers Fund	CM Advisers Fixed Income Fund
INVESTMENT INCOME		
Dividend	\$ 2,463,536	\$ 72,129
Interest	—	169,498
TOTAL INVESTMENT INCOME	<u>2,463,536</u>	<u>241,627</u>
EXPENSES		
Investment advisory fees (Note 5)	1,255,091	34,413
Administration fees (Note 5)	80,483	10,200
Fund accounting fees (Note 5)	22,063	11,435
Registration fees	22,424	8,495
Professional fees	19,111	11,253
Transfer agent fees (Note 5)	18,561	9,000
Trustees' fees and expenses.....	14,539	4,678
Custody and bank service fees.....	9,519	3,172
Insurance expense.....	3,948	433
Other expenses	5,247	10,161
TOTAL EXPENSES	<u>1,450,986</u>	<u>103,240</u>
NET INVESTMENT INCOME	<u>1,012,550</u>	<u>138,387</u>
REALIZED AND UNREALIZED GAINS (LOSSES) ON INVESTMENTS		
Net realized gains (losses) from security transactions....	(14,647,456)	189,633
Net change in unrealized appreciation/ depreciation on investments	<u>19,066,908</u>	<u>(330,194)</u>
NET REALIZED AND UNREALIZED GAINS (LOSSES) ON INVESTMENTS	<u>4,419,452</u>	<u>(140,561)</u>
NET INCREASE (DECREASE) IN NET ASSETS FROM OPERATIONS	<u>\$ 5,432,002</u>	<u>\$ (2,174)</u>

See accompanying notes to financial statements.

CM Advisers Fund

Statements of Changes in Net Assets

	Six Months Ended August 31, 2008 (Unaudited)	Year Ended February 29, 2008
FROM OPERATIONS		
Net investment income	\$ 1,012,550	\$ 2,786,831
Net realized gains (losses) from security transactions	(14,647,456)	10,247,832
Net change in unrealized appreciation/ depreciation on investments	19,066,908	(55,891,840)
Net increase (decrease) in net assets from operations	<u>5,432,002</u>	<u>(42,857,177)</u>
DISTRIBUTIONS TO SHAREHOLDERS		
Distributions from net investment income	—	(3,378,458)
Distributions from net realized gains from security transactions	—	(5,854,862)
Net decrease in net assets from distributions to shareholders	<u>—</u>	<u>(9,233,320)</u>
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	8,314,961	53,804,075
Net asset value of shares issued in reinvestment of distributions to shareholders	—	8,873,195
Proceeds from redemption fees collected (Note 2)	11,862	70,246
Payments for shares redeemed	(28,374,010)	(70,407,158)
Net decrease in net assets from capital share transactions	<u>(20,047,187)</u>	<u>(7,659,642)</u>
TOTAL DECREASE IN NET ASSETS	(14,615,185)	(59,750,139)
NET ASSETS		
Beginning of period	209,110,554	268,860,693
End of period	<u>\$ 194,495,369</u>	<u>\$ 209,110,554</u>
ACCUMULATED UNDISTRIBUTED NET INVESTMENT INCOME		
	<u>\$ 1,012,550</u>	<u>\$ —</u>
CAPITAL SHARE ACTIVITY		
Shares sold	802,026	4,351,472
Shares reinvested	—	765,113
Shares redeemed	(2,769,474)	(5,810,437)
Net decrease in shares outstanding	(1,967,448)	(693,852)
Shares outstanding, beginning of period	20,400,122	21,093,974
Shares outstanding, end of period	<u>18,432,674</u>	<u>20,400,122</u>

See accompanying notes to financial statements.

CM Advisers Fixed Income Fund

Statements of Changes in Net Assets

	Six Months Ended August 31, 2008 (Unaudited)	Year Ended February 29, 2008
FROM OPERATIONS		
Net investment income	\$ 138,387	\$ 248,436
Net realized gains from security transactions	189,633	1,025,081
Net change in unrealized appreciation/ depreciation on investments	(330,194)	(8,723)
Net increase (decrease) in net assets from operations	<u>(2,174)</u>	<u>1,264,794</u>
DISTRIBUTIONS TO SHAREHOLDERS		
From net investment income	(72,015)	(248,436)
From net realized gains from security transactions	<u>—</u>	<u>(212,745)</u>
Net decrease in net assets from distributions to shareholders	<u>(72,015)</u>	<u>(461,181)</u>
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	2,250,072	8,862,326
Net asset value of shares issued in reinvestment of distributions to shareholders	69,861	449,106
Proceeds from redemption fees collected (Note 2)	397	3,344
Payments for shares redeemed	<u>(246,782)</u>	<u>(419,210)</u>
Net increase in net assets from capital share transactions	<u>2,073,548</u>	<u>8,895,566</u>
TOTAL INCREASE IN NET ASSETS	1,999,359	9,699,179
NET ASSETS		
Beginning of period	12,825,221	3,126,042
End of period	<u>\$ 14,824,580</u>	<u>\$ 12,825,221</u>
ACCUMULATED UNDISTRIBUTED NET INVESTMENT INCOME		
	<u>\$ 66,372</u>	<u>\$ —</u>
CAPITAL SHARE ACTIVITY		
Shares sold	205,862	867,466
Shares reinvested	6,358	43,279
Shares redeemed	<u>(22,606)</u>	<u>(38,819)</u>
Net increase in shares outstanding.....	189,614	871,926
Shares outstanding, beginning of period	1,165,086	293,160
Shares outstanding, end of period	<u>1,354,700</u>	<u>1,165,086</u>

See accompanying notes to financial statements.

CM Advisers Fund

Financial Highlights

Per share data for a share outstanding throughout each period:

	Six Months Ended August 31, 2008 (Unaudited)	Years Ended				Period Ended February 29, 2004 ^(a)
		February 29, 2008	February 28, 2007	February 28, 2006	February 28, 2005	
Net asset value at beginning of period	\$ 10.25	\$ 12.75	\$ 12.11	\$ 11.50	\$ 10.74	\$ 10.00
Income (loss) from investment operations:						
Net investment income (loss)	0.05	0.14	0.19	0.17	0.01	(0.01)
Net realized and unrealized gains (losses) on investments ..	0.25	(2.19)	1.00	1.11	0.78	0.75
Total from investment operations ..	0.30	(2.05)	1.19	1.28	0.79	0.74
Less distributions:						
Dividends from net investment income	—	(0.16)	(0.19)	(0.15)	—	—
Distributions from net realized gains	—	(0.29)	(0.36)	(0.52)	(0.03)	—
Total distributions	—	(0.45)	(0.55)	(0.67)	(0.03)	—
Proceeds from redemption fees collected (Note 2).....	0.00 ^(f)	0.00 ^(f)	0.00 ^(f)	0.00 ^(f)	0.00 ^(f)	0.00 ^(f)
Net asset value at end of period	\$ 10.55	\$ 10.25	\$ 12.75	\$ 12.11	\$ 11.50	\$ 10.74
Total return ^(b)	2.93% ^(c)	(16.43%)	9.88%	11.31%	7.36%	7.40% ^(c)
Ratios and supplemental data:						
Net assets at end of period (000's)	\$ 194,495	\$ 209,111	\$ 268,861	\$ 187,557	\$ 79,992	\$ 36,589
Ratio of gross expenses to average net assets	1.45% ^(e)	1.46%	1.50%	1.83%	2.03%	2.84% ^(e)
Ratio of net expenses to average net assets ^(d)	1.45% ^(e)	1.46%	1.50%	1.50%	1.50%	1.50% ^(e)
Ratio of net investment income (loss) to average net assets ^(d)	1.01% ^(e)	1.07%	1.70%	1.86%	0.10%	(0.30%) ^(e)
Portfolio turnover rate	6% ^(c)	66%	22%	19%	18%	6% ^(c)

^(a) Represents the period from the commencement of operations (May 13, 2003) through February 29, 2004.

^(b) Total return is a measure of the change in value of an investment in the Fund over the period covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. The returns shown do not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

^(c) Not annualized.

^(d) Ratio was determined after investment advisory fee waivers and/or expense reimbursements.

^(e) Annualized.

^(f) Amount rounds to less than \$0.01 per share.

See accompanying notes to financial statements.

CM Advisers Fixed Income Fund

Financial Highlights

Per share data for a share outstanding throughout each period:

	Six Months Ended August 31, 2008 (Unaudited)	Year Ended February 29, 2008	Period Ended February 28, 2007 ^(a)
Net asset value at beginning of period	\$ 11.01	\$ 10.66	\$ 10.00
Income (loss) from investment operations:			
Net investment income	0.11	0.25	0.29
Net realized and unrealized gains (losses) on investments	(0.12)	0.57	0.84
Total from investment operations	(0.01)	0.82	1.13
Less distributions:			
Dividends from net investment income	(0.06)	(0.25)	(0.29)
Distributions from net realized gains	—	(0.22)	—
In excess of net investment income.....	—	—	(0.18)
Total distributions	(0.06)	(0.47)	(0.47)
Proceeds from redemption fees collected (Note 2).....	0.00 ^(f)	0.00 ^(f)	0.00 ^(f)
Net asset value at end of period	\$ 10.94	\$ 11.01	\$ 10.66
Total return ^(b)	(0.09%) ^(c)	8.05%	11.39% ^(c)
Ratios and supplemental data:			
Net assets at end of period (000's).....	\$ 14,825	\$ 12,825	\$ 3,126
Ratio of gross expenses to average net assets	1.50% ^(e)	2.28%	7.28% ^(e)
Ratio of net expenses to average net assets ^(d)	1.50% ^(e)	1.50%	1.50% ^(e)
Ratio of net investment income to average net assets ^(d)	2.01% ^(e)	2.79%	3.28% ^(e)
Portfolio turnover rate	16% ^(c)	188%	0%

^(a) Represents the period from the commencement of operations (March 24, 2006) through February 28, 2007.

^(b) Total return is a measure of the change in value of an investment in the Fund over the period covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. The returns shown do not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

^(c) Not annualized.

^(d) Ratio was determined after investment advisory fee waivers and/or expense reimbursements.

^(e) Annualized.

^(f) Amount rounds to less than \$0.01 per share.

See accompanying notes to financial statements.

CM Advisers Family of Funds

Notes to Financial Statements

August 31, 2008 (Unaudited)

1. Organization

The CM Advisers Fund and the CM Advisers Fixed Income Fund (collectively the “Funds” and individually a “Fund”) are each no-load series of the CM Advisers Family of Funds (the “Trust”), which was organized as a Delaware statutory trust and is registered under the Investment Company Act of 1940 (the “1940 Act”) as an open-end management investment company.

The CM Advisers Fund commenced operations on May 13, 2003. The investment objective of the Fund is long-term growth of capital.

The CM Advisers Fixed Income Fund commenced operations on March 24, 2006. The investment objective of the Fund is to seek to preserve capital and maximize total return using fixed income securities.

2. Significant Accounting Policies

The following is a summary of the Funds’ significant accounting policies:

Investment Valuation – The Funds’ investments in securities are carried at market value. Securities listed on an exchange or quoted on a national market system are valued at the last sales price as of 4:00 p.m. Eastern Time. Securities which are quoted by NASDAQ are valued at the NASDAQ Official Closing Price. Securities traded in the over-the-counter market and listed securities for which no sale was reported on that date are valued at the most recent bid price. It is expected that fixed income securities will ordinarily be traded in the over-the-counter market. Securities and assets for which representative market quotations are not readily available (e.g., if the exchange on which the portfolio security is principally traded closes early or if trading of the particular portfolio security is halted during the day and does not resume prior to the Funds’ net asset value calculations) or which cannot be accurately valued using the Funds’ normal pricing procedures are valued at fair value as determined in good faith under policies approved by the Trustees. A portfolio security’s “fair value” price may differ from the price next available for that portfolio security using the Funds’ normal pricing procedures. Instruments with maturities of 60 days or less are valued at amortized cost, which approximates market value.

The Financial Accounting Standards Board (“FASB”) Statement on Financial Accounting Standards (“SFAS”) No. 157 “Fair Value Measurements” establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements.

Various inputs are used in determining the value of each of the Fund’s investments. These inputs are summarized in the three broad levels listed below:

- Level 1 – quoted prices in active markets for identical securities
- Level 2 – other significant observable inputs
- Level 3 – significant unobservable inputs

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

CM Advisers Family of Funds

Notes to Financial Statements (Continued)

The following is a summary of the inputs used to value the Funds' net assets as of August 31, 2008:

Valuation Inputs	CM Advisers Fund	CM Advisers Fixed Income Fund
Level 1 - Quoted Prices	\$ 195,698,021	\$ 6,636,825
Level 2 - Other Significant Observable Inputs	—	8,071,160
Total	<u>\$ 195,698,021</u>	<u>\$ 14,707,985</u>

Share Valuation and Redemption Fees — The net asset value per share of each Fund is calculated daily by dividing the total value of each Fund's assets, less liabilities, by the number of shares outstanding. The offering price and redemption price per share of each Fund is equal to the net asset value per share, except that shares of each Fund are subject to a redemption fee of 1% payable to the applicable Fund, if redeemed within one year of the date of the purchase. During the periods ended August 31, 2008 and February 29, 2008, proceeds from redemption fees totaled \$11,862 and \$70,246, respectively, for the CM Advisers Fund and \$397 and \$3,344, respectively, for the CM Advisers Fixed Income Fund.

Investment Transactions and Investment Income – Investment transactions are accounted for on trade date. Dividend income is recorded on the ex-dividend date. Interest income is accrued as earned. Discounts and premiums on fixed income securities purchased are amortized using the interest method. Gains and losses on securities sold are determined on a specific identification basis, which is the same basis used for federal income tax purposes.

Expenses – The Funds bear expenses incurred specifically on their behalf as well as a portion of general Trust expenses, which are allocated according to methods authorized by the Trustees.

Dividend Distributions – Dividends arising from net investment income, if any, are declared and paid at least annually to shareholders of the CM Advisers Fund and declared and paid quarterly to shareholders of the CM Advisers Fixed Income Fund. Distributions from capital gains (if any) are generally declared and distributed annually. The amount of distributions from net investment income and net realized gains are determined in accordance with federal income tax regulations which may differ from accounting principles generally accepted in the United States of America. These "book/tax" differences are either temporary or permanent in nature. Dividends and distributions are recorded on the ex-dividend date.

The tax character of distributions paid during the periods ended August 31, 2008 and February 29, 2008 was as follows:

	Periods Ended	Ordinary Income	Long-Term Capital Gains	Total Distributions
CM Advisers Fund	08/31/08	\$ —	\$ —	\$ —
	02/29/08	\$ 3,378,458	\$ 5,854,862	\$ 9,233,320
CM Advisers Fixed Income Fund	08/31/08	\$ 72,015	\$ —	\$ 72,015
	02/29/08	\$ 461,181	\$ —	\$ 461,181

CM Advisers Family of Funds

Notes to Financial Statements (Continued)

Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

3. Federal Income Tax

It is each Fund's policy to comply with the special provisions of Subchapter M of the Internal Revenue Code applicable to regulated investment companies. As provided therein, in any fiscal year in which a Fund so qualifies, and distributes at least 90% of its taxable net income, the Fund (but not the shareholders) will be relieved of federal income tax on the income distributed. Accordingly, no provision for income taxes has been made.

In order to avoid imposition of the excise tax applicable to regulated investment companies, it is also each Fund's intention to declare as dividends in each calendar year at least 98% of its net investment income (earned during the calendar year) and 98% of its net realized capital gains (earned during the twelve months ended October 31) plus undistributed amounts from prior years.

The following information is computed on a tax basis for each item as of August 31, 2008:

	CM Advisers Fund	CM Advisers Fixed Income Fund
Tax cost of portfolio investments	\$ 211,220,203	\$ 14,832,706
Gross unrealized appreciation	\$ 12,740,380	\$ 63,388
Gross unrealized depreciation	(28,262,562)	(188,109)
Net unrealized depreciation	\$ (15,522,182)	\$ (124,721)
Undistributed ordinary income	1,012,550	934,873
Undistributed long-term gains	5,100,749	132,693
Other losses	(14,647,456)	—
Accumulated earnings (deficit)	\$ (24,056,339)	\$ 942,845

The FASB's Interpretation No. 48 ("FIN 48") "Accounting for Uncertainty in Income Taxes" provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the evaluation of tax positions taken in the course of preparing the Funds' tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. Based on management's analysis, the application of FIN 48 does not have a material impact on these financial statements. The statute of limitations on the Fund's tax returns remains open for the years ended February 28, 2006 through February 29, 2008.

CM Advisers Family of Funds

Notes to Financial Statements (Continued)

4. Investment Transactions

During the six months ended August 31, 2008, cost of purchases and proceeds from sales of investment securities, other than short-term investments and U.S. government securities, were as follows:

	CM Advisers Fund	CM Advisers Fixed Income Fund
Cost of purchases of investment securities	\$ 11,269,103	\$ 6,192,137
Proceeds from sales of investment securities	\$ 42,281,290	\$ —

5. Transactions with Affiliates

INVESTMENT ADVISORY AGREEMENT

The Funds pay a monthly advisory fee to Van Den Berg Management I, Inc. (the "Adviser") based upon the average daily net assets of each Fund and calculated at the annual rate of 1.25% for the CM Advisers Fund and 0.50% for the CM Advisers Fixed Income Fund. The Adviser has entered into a contractual agreement (the "Expense Limitation Agreement") with the Funds under which it has agreed to waive or reduce its fees and to assume other expenses of the Funds, if necessary, in an amount that limits the Funds' total operating expenses (exclusive of interest, taxes, brokerage fees and commissions, extraordinary expenses, and payments, if any, under a Rule 12b-1 plan) during the fiscal year ended February 28, 2009 to not more than 2.00% and 1.50% of the average daily net assets of the CM Advisers Fund and the CM Advisers Fixed Income Fund, respectively. There can be no assurance that the Expense Limitation Agreement or any voluntary fee waivers will continue beyond February 28, 2009. There were no advisory fee waivers or expense reimbursements during the six months ended August 31, 2008.

ADMINISTRATION AGREEMENT

Under the terms of an Administration Agreement with the Trust, Ultimus Fund Solutions, LLC ("Ultimus") provides executive and administrative services and internal regulatory compliance services for the Funds. Ultimus supervises the preparation of tax returns, reports to shareholders of the Funds, reports to and filings with the Securities and Exchange Commission ("SEC") and state securities commissions and prepares materials for meetings of the Board of Trustees. For these services, each Fund pays to Ultimus a monthly fee at an annual rate of 0.08% per annum of its average daily net assets up to \$500 million, 0.05% of such assets from \$500 million to \$2 billion, 0.04% of such assets from \$2 billion to \$3 billion and 0.03% of such assets in excess of \$3 billion, provided, however, that the minimum fee is \$2,000 per month with respect to each Fund. Ultimus is currently discounting the administration fee by 15% for the CM Advisers Fixed Income Fund; this discount ends November 20, 2008.

FUND ACCOUNTING AGREEMENT

Under the terms of a Fund Accounting Agreement with the Trust, Ultimus calculates the daily net asset value per share and maintains the financial books and records of the Funds. For these services, each Fund pays to Ultimus a base fee of \$2,000 per month, plus an asset-based fee at the annual rate of 0.01% of the first \$500 million of each Fund's average daily net assets and 0.005% of such assets in excess of \$500 million. In addition, the Funds pay all costs of external pricing services.

CM Advisers Family of Funds

Notes to Financial Statements (Continued)

TRANSFER AGENT AND SHAREHOLDER SERVICES AGREEMENT

Under the terms of a Transfer Agent and Shareholder Services Agreement with the Trust, Ultimus maintains the records of each shareholder's account, answers shareholders' inquiries concerning their accounts, processes purchases and redemptions of each Fund's shares, acts as dividend and distribution disbursing agent and performs other shareholder service functions. For these services, Ultimus receives from each Fund a fee, payable monthly, at an annual rate of \$17 per account, provided, however, that the minimum fee with respect to each Fund is \$1,000 per month if a Fund has 25 shareholder accounts or less, \$1,250 if a Fund has more than 25 but less than 100 shareholder accounts, and \$1,500 per month if a Fund has more than 100 shareholder accounts. In addition, each Fund pays out-of-pocket expenses, including but not limited to, postage and supplies.

DISTRIBUTION AGREEMENT

Pursuant to the terms of a Distribution Agreement with the Trust, Ultimus Fund Distributors, LLC (the "Distributor") serves as the Funds' principal underwriter. The Distributor is a wholly-owned subsidiary of Ultimus. The Distributor receives compensation of \$250 per month from each Fund for such services.

DISTRIBUTION AND SERVICE FEES

The Trustees, including a majority of the Trustees who are not "interested persons" of the Trust as defined in the 1940 Act (the "Independent Trustees"), have adopted a distribution plan pursuant to Rule 12b-1 under the 1940 Act for each of the Funds (the "Plans"). Rule 12b-1 regulates the manner in which a regulated investment company may assume costs of distributing and promoting the sales of its shares and servicing of its shareholder accounts. The Plans provide that the Funds may incur certain costs, which may not exceed 0.25% per annum of the CM Advisers Fund's average daily net assets and 0.45% per annum of the CM Advisers Fixed Income Fund's average daily net assets, related to activities reasonably intended to result in sales of shares of the Funds or support servicing of shareholder accounts. During the six months ended August 31, 2008, the Funds did not incur any distribution related expenses under the Plans.

6. Contingencies and Commitments

The Funds indemnify the Trust's officers and Trustees for certain liabilities that might arise from their performance of their duties to the Funds. Additionally, in the normal course of business, the Funds enter into contracts that contain a variety of representations and warranties and which provide general indemnifications. Each Fund's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Funds that have not yet occurred. However, based on experience, the Trust expects the risk of loss to be remote.

CM Advisers Family of Funds

About Your Funds' Expenses (Unaudited)

We believe it is important for you to understand the impact of costs on your investment. All mutual funds have operating expenses. As a shareholder of the Funds, you may incur two types of costs: (1) transaction costs, including redemption fees; and (2) ongoing costs, including management fees, distribution (12b-1) fees and other Fund expenses. Operating expenses, which are deducted from each Fund's gross income, directly reduce the investment return of the Funds.

A mutual fund's ongoing costs are expressed as a percentage of its average net assets. This figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds. The examples below are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period (March 1, 2008 – August 31, 2008).

The table below illustrates each Fund's costs in two ways:

Actual fund return – This section helps you to estimate the actual expenses that you paid over the period. The "Ending Account Value" shown is derived from each Fund's actual return, and the third column shows the dollar amount of operating expenses that would have been paid by an investor who started with \$1,000 in the Funds. You may use the information here, together with the amount you invested, to estimate the expenses that you paid over the period.

To do so, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number given for the Funds under the heading "Expenses Paid During Period."

Hypothetical 5% return – This section is intended to help you compare the Funds' costs with those of other mutual funds. It assumes that each Fund had an annual return of 5% before expenses during the period shown, but that the expense ratio is unchanged. In this case, because the return used is not the Funds' actual returns, the results do not apply to your investment. The example is useful in making comparisons because the Securities and Exchange Commission requires all mutual funds to calculate expenses based on a 5% return. You can assess each Fund's costs by comparing this hypothetical example with the hypothetical examples that appear in shareholder reports of other funds.

Note that expenses shown in the table are meant to highlight and help you compare ongoing costs only. The Funds do not impose any sales loads. However, a redemption fee of 1% is applied on the sale of shares (sold within one year of the date of their purchase.)

The calculations assume no shares were bought or sold during the period. Your actual costs may have been higher or lower, depending on the amount of your investment and the timing of any purchases or redemptions.

More information about the Funds' expenses, including annual expense ratios, can be found in this report. For additional information on operating expenses and other shareholder costs, please refer to the Funds' prospectus.

CM Advisers Family of Funds

About Your Funds' Expenses (Unaudited) (Continued)

CM Advisers Fund

	Beginning Account Value March 1, 2008	Ending Account Value Aug. 31, 2008	Expenses Paid During Period*
Based on Actual Fund Return	\$ 1,000.00	\$ 1,029.30	\$ 7.40
Based on Hypothetical 5% Return (before expenses).....	\$ 1,000.00	\$ 1,017.85	\$ 7.35

* Expenses are equal to the CM Adviser Fund's annualized expense ratio of 1.45% for the period, multiplied by the average account value over the period, multiplied by 184/366 (to reflect the one-half year period).

CM Advisers Fixed Income Fund

	Beginning Account Value March 1, 2008	Ending Account Value Aug. 31, 2008	Expenses Paid During Period*
Based on Actual Fund Return	\$ 1,000.00	\$ 999.10	\$ 7.54
Based on Hypothetical 5% Return (before expenses).....	\$ 1,000.00	\$ 1,017.60	\$ 7.61

* Expenses are equal to the CM Advisers Fixed Income Fund's annualized expense ratio of 1.50% for the period, multiplied by the average account value over the period, multiplied by 184/366 (to reflect the one-half year period).

Other Information (Unaudited)

The Trust files a complete listing of portfolio holdings for the Funds with the SEC as of the first and third quarters of each fiscal year on Form N-Q. The filings are available upon request, by calling 1-888-859-5856. Furthermore, you may obtain a copy of these filings on the SEC's website at <http://www.sec.gov>. The Trust's Forms N-Q may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC, and information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available without charge upon request by calling toll-free 1-888-859-5856, or on the SEC's website at <http://www.sec.gov>. Information regarding how the Funds voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is also available without charge upon request by calling toll-free 1-888-859-5856, or on the SEC's website at <http://www.sec.gov>.

**CM Advisers Fund and
CM Advisers Fixed Income Fund
are series of the
CM Advisers Family of Funds**

For Shareholder Service Inquiries:

Ultimus Fund Solutions, LLC
P.O. Box 46707
Cincinnati, OH 45246-0707

Toll-Free Telephone:

1-888-859-5856

For Investment Adviser Inquiries:

Van Den Berg Management I, Inc.
(d/b/a CM Fund Advisers)
805 Las Cimas Parkway, Suite 430
Austin, Texas 78746

Toll-Free Telephone:

1-888-859-5856

World Wide Web @:

centman.com

Investment in the Funds is subject to investment risks, including the possible loss of some or all of the principal amount invested. No investment strategy works all the time, and past performance is not necessarily indicative of future performance.

The performance information quoted in this report represents past performance, which is not a guarantee of future results. 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 lower or higher than the performance data quoted. A redemption fee of 1% of the amount redeemed is imposed on redemptions of Fund shares occurring within one year following the issuance of such shares.

An investor should consider the investment objectives, risks, and charges and expenses of the Funds carefully before investing. The prospectus contains this and other information about the Funds. A copy of the prospectus is available at www.centman.com or by calling Shareholder Services at 1-888-859-5856. The prospectus should be read carefully before investing.

For More Information on your CM Advisers Family of Funds:

See Our Web site @ www.centman.com or

Call Our Shareholder Services Group Toll-Free at 1-888-859-5856