



ANNUAL REPORT

CORNERCAP BALANCED FUND

CORNERCAP SMALL-CAP VALUE FUND

CORNERCAP CONTRARIAN FUND

March 31, 2008

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Dear Shareholders:

As noted in the attached annual report, our funds realized negative returns for the current fiscal year ending March 31, 2008. Five years ago (March 31, 2003), all three of our funds also experienced negative returns. As fellow shareholders, we share your disappointment. If we could forecast these occasions, we would make sure to avoid them. These periodic downturns are an unavoidable element of the equity investment process. Fortunately, another unavoidable element of quality equity investing is the more frequent and extended upturns. During the intervening four-year period (2004 to 2007), the Small Cap, Balanced and Contrarian Funds realized average annual returns of 18.6%, 12.7% and 23.7%, respectively. See standardized fund performance beginning on page 4.

What happened and what do we see ahead? After the rescue of Bear Stearns by the Federal Reserve, former Treasury Secretary, Robert Rubin, noted that we are in “unchartered waters.” The Fed boldly tossed out its traditional playbook, guaranteeing JP Morgan against losses from Bear’s troubled balance sheet and allowing nonbank financial institutions access to its short-term lending window. Considering falling housing prices, constrained (if not closed) credit markets, and the Fed’s radical solutions to the Bear crisis, we could be in the early innings of a turbulent period for the US and global economies. Will the Fed be forced to bail out others in similar fashion? Does it have the capacity to do so? Is recession looming, only to be worsened if banks refuse to make loans? Can the Fed balance inflationary pressures with a slowing economy?

We do not try to predict the future, but we do anticipate further headwinds as the housing and credit bubbles deflate. Lower interest rates will probably do little to address the fundamental need for de-leveraging by consumers and financial institutions, and forced selling of illiquid credit securities may continue driving asset prices down further in housing and certain credit markets. No surprise, then, that the credit markets remain extremely skittish, with many bonds’ spreads over Treasuries well above historical norms. This implies that institutions may continue to hold cash and avoid lending, which could crimp GDP growth, at a time when inflationary pressures persist. This process will likely take time to stabilize.

Fortunately, in our view, at least some of this is reflected in stock prices already. Despite the turmoil—and arguably because of it—we believe attractive opportunities exist. Our proven discipline can help us create a balanced basket of stocks that in aggregate position our clients to take advantage of fear today. Our message remains the same: 1) we will maintain our disciplined, value-oriented investment approach based on “regression to the mean” and 2) we tend to migrate to those “out of favor” stocks of good companies with healthy enough balance sheets to weather a reasonable storm.

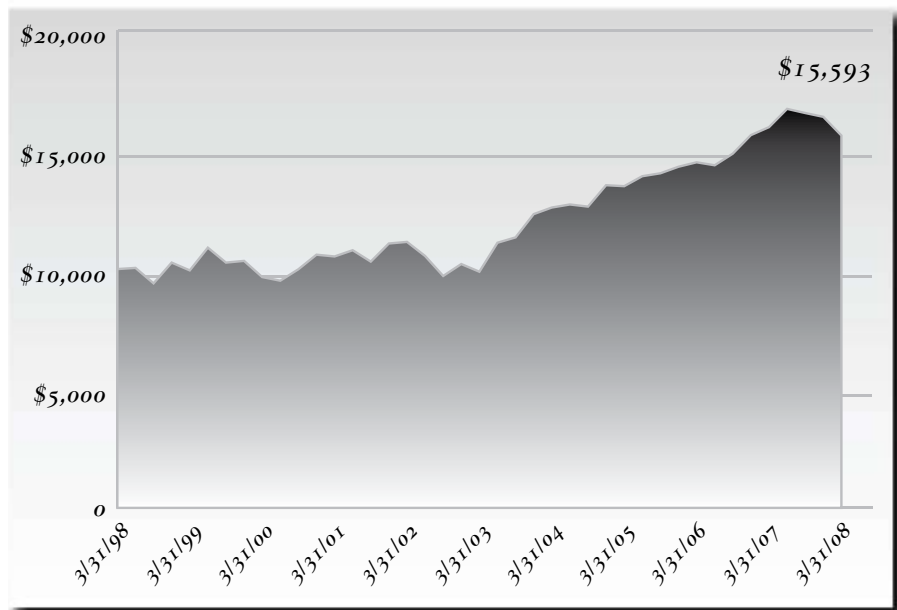
We still have much too much debt relative to equity. Some noted investment professionals believe that this is the worst credit crisis since the 1930s. We clearly see some blood in the streets. For the long-term investor, is this a time of fear or opportunity?

CornerCap Investment Counsel
May 30, 2008

MANAGER'S REPORT TO SHAREHOLDERS

CORNERCAP BALANCED FUND

Investment Performance *through March 31, 2008 (In Thousands)*



The chart above represents a hypothetical investment of \$10,000 as of March 31, 2008.

Average Annual Total Return *for periods ended March 31, 2008*

	1 Year	5 Year	10 Year	Since Inception ^b	Expense Ratio
CornerCap Balanced Fund^a	-2.20%	9.54%	4.54%	5.81%	1.30%
S&P 500 ^c	-5.08%	11.32%	3.50%	5.88%	
Russell 1000 Value Index ^d	-9.99%	13.68%	5.54%	7.96%	
Combined 60% Stocks/ 40% Bonds Index ^{ef}	0.50%	8.62%	4.78%	6.31%	

- a The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions.
- b The Balanced Fund began operations May 24, 1997.
- c The S & P 500 Index is an unmanaged index of 500 common stocks chosen for market size, liquidity, and industry group representation. It is a market-value weighted index (stock price times number of shares outstanding) with each stock's weight in the Index proportionate to its market value.
- d The Russell 1000 Value Index measures the performance of those companies out of the 1,000 largest U.S. companies (based on total market capitalization) that have lower price-to-book ratios and lower forecasted growth values.

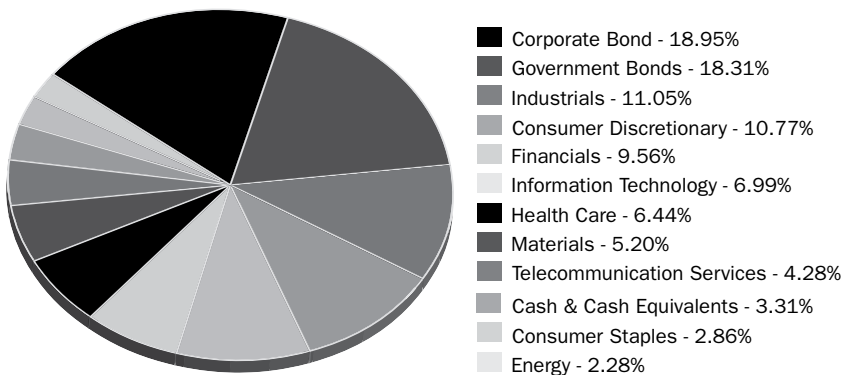
MANAGER'S REPORT TO SHAREHOLDERS

CORNERCAP BALANCED FUND

- e Effective August 17, 2006, the Balanced Fund has elected to use the comparative index 60% S & P 500 Index and 40% the Lehman Brothers Government/Corporate Bond Index. The Lehman Brothers Government/Corporate Bond Index is defined in (f) below.
- f The Lehman Brothers Government/Corporate Bond Index measures the general performance of fixed-income securities by tracking publicly issued U.S. Treasury and debt obligations (excluding mortgage-backed securities), fixed-rate, non-convertible, investment-grade corporate debt securities, and U.S. dollar-denominated, SEC-registered non-convertible debt issued by foreign governmental entities or international agencies.

Past performance does not guarantee future results. Data quoted represents past performance. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Mutual fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Visit the Fund's web site at www.cornercap.com or call 888-813-8637 for month-end performance figures.

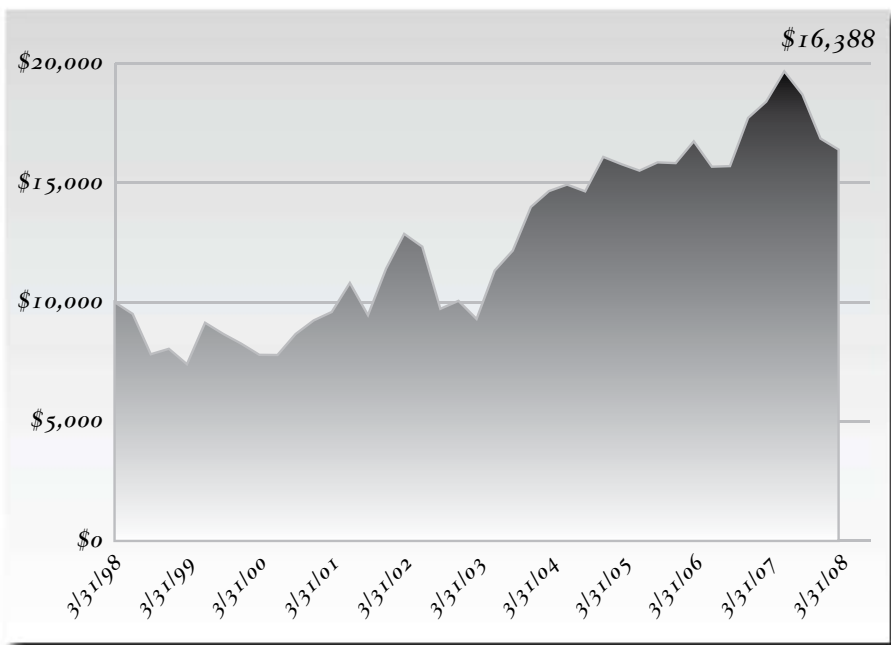
Asset Allocation *for periods ended March 31, 2008*



MANAGER'S REPORT TO SHAREHOLDERS

CORNERCAP SMALL-CAP VALUE FUND

Investment Performance *through March 31, 2008 (In Thousands)*



The chart above represents a hypothetical investment of \$10,000 as of March 31, 2008.

Average Annual Total Return *for periods ended March 31, 2008*

	1 Year	5 Year	10 Year	Since Inception ^b	Expense Ratio
CornerCap Small-Cap Value Fund^a	-10.91%	12.01%	5.06%	9.69%	1.50%
Russell 2000 Value ^c	-16.88%	15.45%	7.46%	12.46%	
Russell 2000 ^d	-13.00%	14.90%	4.96%	10.01%	

a The Fund's total returns include the reinvestment of dividend and capital gain distributions but have not been adjusted for any income taxes payable by shareholders on these distributions.

b The Small-Cap Value Fund began operations on September 30, 1992.

c The Russell 2000 Value Index measures the 2,000 smallest of the 3,000 largest U.S. Companies (based on total market capitalization) that have lower price-to-book ratios and lower forecasted growth values. Index returns include dividends and/or interest income and, unlike Fund returns, do not reflect fees or expenses.

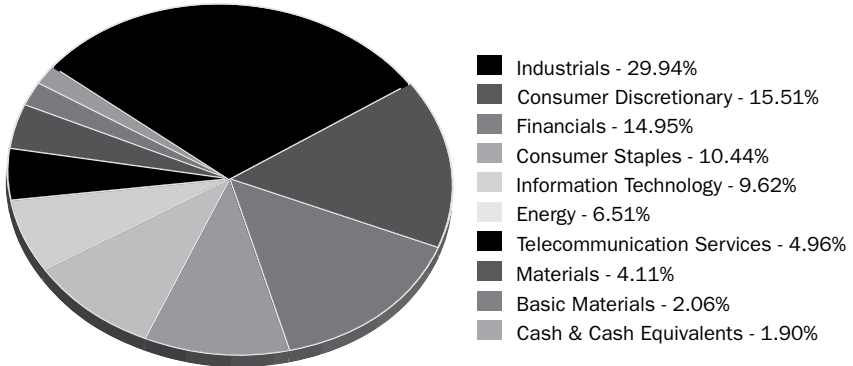
MANAGER'S REPORT TO SHAREHOLDERS

CORNERCAP SMALL-CAP VALUE FUND

d The Russell 2000 Index measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index. As of the latest reconstitution, the average market capitalization was approximately \$664.9 million; the median market capitalization was approximately \$539.5 million. The largest company in the index had an approximate market capitalization of \$1.8 billion.

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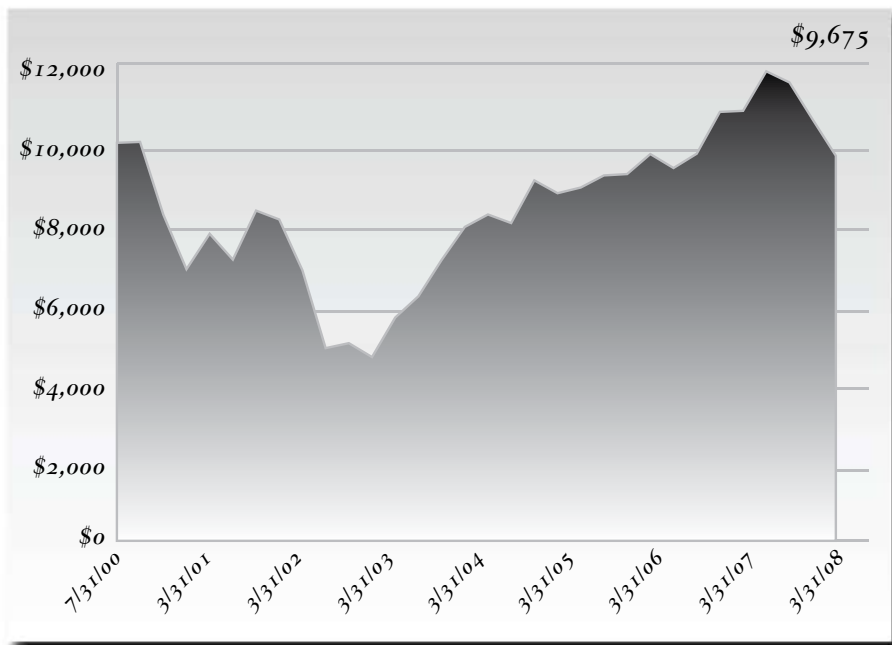
Asset Allocation *for periods ended March 31, 2008*



MANAGER'S REPORT TO SHAREHOLDERS

CORNERCAP CONTRARIAN FUND

Investment Performance *through March 31, 2008 (In Thousands)*



The chart above represents a hypothetical investment of \$10,000 as of March 31, 2008.

Average Annual Total Return *for periods ended March 31, 2008*

	1 Year	5 Year	Since Inception ^b	Expense Ratio
CornerCap Contrarian Fund ^a	-10.45%	15.95%	-0.43%	1.50%
Russell 3000 ^c	-6.06%	12.07%	1.38%	
Russell 3000 Value ^d	-10.60%	13.79%	6.55%	

a The Fund's total returns include the reinvestment of dividend and capital gain distribution but have not been adjusted for any income taxes payable by shareholders on these distributions.

b Prior to October 11, 2004, the CornerCap Contrarian Fund was known as the CornerCap Micro-Cap Fund. The performance figures include figures for the Cornerstone Micro-Cap Fund, L.P., which is a private, unregistered fund that began operations in August 31, 1996 and transferred all its assets to the Micro-Cap Fund on July 27, 2000. The Cornerstone Micro-Cap Fund was managed by the same Adviser as the Micro-Cap Fund. It pursued the same objectives and employed the same strategies as the Micro-Cap Fund. As of December 11, 2004, the Fund's strategy was changed to multi-cap contrarian.

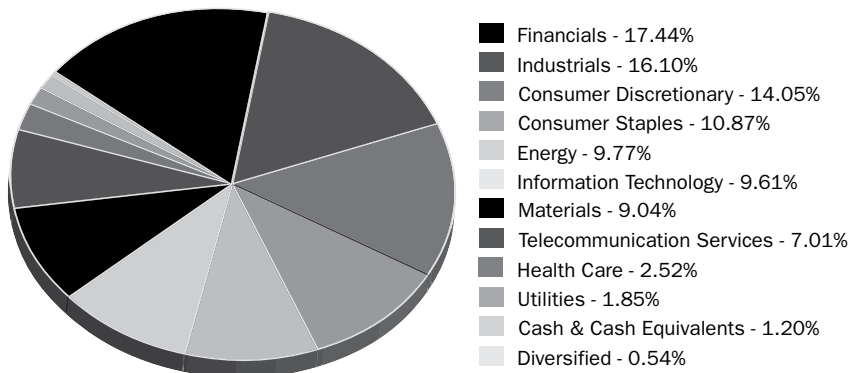
MANAGER'S REPORT TO SHAREHOLDERS

CORNERCAP CONTRARIAN FUND

- c As of July 28, 2006 The Russell 3000 Index is being used as a benchmark for the Contrarian Fund because it is more representative of the wide range of market capitalization in the Fund's investable universe. The Russell 3000 Index measures the performance of the 3,000 largest U.S. companies based on total market capitalization, which represents approximately 98% of the investable U.S. equity market. As of the latest reconstitution, the average market capitalization was approximately \$5.1 billion; the median market capitalization was approximately \$791.1 million. The index had a total market capitalization range of approximately \$520 billion to \$178 million.
- d As of July 28, 2006 The Russell 3000 Value Index is being used as a benchmark for the Contrarian Fund because it is more representative of the Contrarian Fund's value investment style. Russell 3000 Value Index measures the performance of those Russell 3000 Index companies with lower price-to-book ratios and lower forecasted growth values. The stocks in this index are also members of either the Russell 1000 Value or the Russell 2000 Value indexes.

Past performance does not guarantee future results. Data quoted represents past performance. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Mutual fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Visit the Fund's web site at www.cornercap.com or call 888-813-8637 for month-end performance figures.

Asset Allocation *for periods ended March 31, 2008*



FUND EXPENSES

As a shareholder of the Fund, you incur two types of costs: direct costs, such as wire fees and low balance fee, and indirect costs, including management fees, and other fund operating expenses. This example is intended to help you understand your indirect costs, also referred to as “ongoing costs,” (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

This example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire six-month period of October 1, 2007 through March 31, 2008.

Actual Expenses The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested at the beginning of the period, to estimate the expenses that you paid over the period. 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 in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

Hypothetical example for comparison purposes The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any direct costs, such as wire fees or low balance fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these direct costs were included, your costs would be higher.

	Beginning Account Value 10/01/2007	Ending Account Value 3/31/2008	Expense Paid During Period*
CornerCap Balanced Fund			
Actual Fund Return	\$1,000	\$943	\$6.26
Hypothetical Fund Return	\$1,000	\$1,019	\$6.51
CornerCap Small-Cap Value Fund			
Actual Fund Return	\$1,000	\$877	\$6.88
Hypothetical Fund Return	\$1,000	\$1,018	\$7.39
CornerCap Contrarian Fund			
Actual Fund Return	\$1,000	\$840	\$6.85
Hypothetical Fund Return	\$1,000	\$1,018	\$7.51

* These calculations are based on the expenses incurred in the most recent fiscal half-year. The period’s annualized six-month expense ratio for Balanced Fund is 1.30%; Small-Cap Value and Contrarian Funds are 1.50%, respectively. The dollar amounts shown as “Expenses Paid” are equal to the annualized expense ration multiplied by the average account value over the period, multiplied by the number of days in the most recent half-year, and then divided by 366.

The expenses shown in the table are meant to highlight and help you compare ongoing costs only and do not reflect any transactional costs, account maintenance fees or charges by processing organizations. The fund does not charge any account maintenance fee or sale load, but does charge a 1.00% redemption fee that is applicable to all redemptions (sales or exchanges) made within sixty (60) days of an initial purchase of shares; provided, however that the redemption fee will not apply if the shares to be redeemed are held in a retirement account subject to the Employee Retirement Income Security Act (“ERISA”).

SCHEDULE *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Shares	Value
COMMON STOCKS (59.2%)		
Aerospace & Defense (1.8%)		
Goodrich Corp.	5,350	\$ <u>307,678</u>
Auto Components (1.8%)		
Johnson Controls, Inc.	8,850	<u>299,130</u>
Auto Manufacturers (1.2%)		
Nissan Motor Co., Ltd. (ADR)	12,300	<u>205,164</u>
Beverages (1.3%)		
Anheuser-Busch Cos., Inc.	4,500	<u>213,525</u>
Biotechnology (1.0%)		
Amgen, Inc. ^(a)	4,000	<u>167,120</u>
Chemicals (2.5%)		
FMC Corp.	3,500	194,215
PPG Industries, Inc.	3,900	<u>235,989</u>
		<u>430,204</u>
Commercial Banks (2.9%)		
Bank of America Corp.	4,164	157,857
Comerica, Inc.	3,700	129,796
US Bancorp	6,350	<u>205,486</u>
		<u>493,139</u>
Commercial Services (1.2%)		
R.R. Donnelley & Sons Co.	6,850	<u>207,624</u>
Commercial Services & Supplies (1.0%)		
Convergys Corp. ^(a)	10,900	<u>164,154</u>
Computers (2.2%)		
Seagate Technology	9,600	201,024
Western Digital Corp. ^(a)	6,400	<u>173,056</u>
		<u>374,080</u>
Cosmetics & Personal Care (1.6%)		
The Estee Lauder Cos., Inc. - Class A	5,800	<u>265,930</u>

STATEMENT *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Shares	Value
Electronic Equipment & Instruments (2.3%)		
Arrow Electronics, Inc. ^(a)	6,100	\$ 205,265
Diebold, Inc.	5,100	191,505
		<u>396,770</u>
Electronics (1.2%)		
Avnet, Inc. ^(a)	6,000	<u>196,380</u>
Forest Products & Paper (1.1%)		
International Paper Co.	7,100	<u>193,120</u>
Health Care Providers & Services (3.1%)		
Cigna Corp.	4,800	194,736
Lincare Holdings, Inc. ^(a)	6,300	177,093
UnitedHealth Group, Inc.	4,150	142,594
		<u>514,423</u>
Insurance (5.4%)		
Everest Re Group Ltd.	2,550	228,302
Lincoln National Corp.	3,800	197,600
PartnerRe Ltd.	3,500	267,049
The Travelers Cos., Inc.	4,550	217,718
		<u>910,669</u>
Investment Companies (1.2%)		
American Capital Strategies Ltd.	5,900	<u>201,544</u>
Iron-Steel (1.5%)		
Gerdau Ameristeel Corp.	17,700	<u>249,747</u>
Machinery (2.6%)		
Eaton Corp.	3,100	246,976
Joy Global, Inc.	2,900	188,964
		<u>435,940</u>
Machinery-Construction & Mining (1.1%)		
Terex Corp. ^(a)	3,000	<u>187,500</u>
Media (1.2%)		
Gannett Co., Inc.	6,900	<u>200,445</u>

SCHEDULE *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Shares	Value
Miscellaneous Manufacturers (1.6%)		
General Electric Co.	7,100	\$ <u>262,771</u>
Oil & Gas (2.3%)		
Marathon Oil Corp.	4,300	196,080
National Oilwell Varco, Inc. ^(a)	3,200	<u>186,816</u>
		<u>382,896</u>
Pharmaceuticals (2.4%)		
Pfizer, Inc.	9,050	189,417
Wyeth	5,000	<u>208,800</u>
		<u>398,217</u>
Retail (1.6%)		
Darden Restaurants, Inc.	8,300	<u>270,165</u>
Retailers - Other (2.2%)		
Home Depot, Inc.	5,800	162,226
Office Depot, Inc. ^(a)	18,800	<u>207,740</u>
		<u>369,966</u>
Semiconductors & Equipment (1.4%)		
Intel Corp.	11,200	<u>237,216</u>
Telecommunications (4.3%)		
AT&T, Inc.	7,000	268,100
Telefonos de Mexico, S.A. de C.V. (ADR)	6,600	248,160
Windstream Corp.	16,850	<u>201,358</u>
		<u>717,618</u>
Textiles & Apparel (1.5%)		
VF Corp.	3,300	<u>255,783</u>
Toys-Games-Hobbies (1.2%)		
Mattel, Inc.	10,400	<u>206,960</u>
Transportation (1.5%)		
Norfolk Southern Corp.	4,700	<u>255,304</u>
Total Common Stocks (Cost \$9,270,098)		<u><u>9,971,182</u></u>

SCHEDULE *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Principal Amount	Value
CORPORATE BONDS (18.9%)		
Banks - Money Center (0.9%)		
GCB Wells Fargo, 3.125%, 04/01/2009	\$ 150,000	\$ <u>148,422</u>
Banks - Super Regional (1.9%)		
Citigroup, Inc., 5.000%, 09/15/2014	150,000	141,399
7.250%, 10/01/2010	165,000	<u>174,910</u>
		<u>316,309</u>
Chemicals (0.6%)		
E.I. du Pont de Nemours & Co., 4.125%, 04/30/2010	100,000	<u>101,985</u>
Diversified Financial Services (3.1%)		
Allstate Life Global Funding Trusts, 4.250%, 02/26/2010	100,000	102,047
Lehman Brothers Holdings, Inc., 6.625%, 01/18/2012	150,000	151,522
Toyota Motor Credit Corp., 5.450%, 05/18/2011	150,000	159,811
Wells Fargo Financial, 5.500%, 08/01/2012	100,000	<u>104,455</u>
		<u>517,835</u>
Finance (0.9%)		
General Electric Capital Notes, 5.450%, 01/15/2013	140,000	<u>146,696</u>
Health Care Products (0.9%)		
Johnson & Johnson, 3.800%, 05/15/2013	150,000	<u>153,351</u>
Household Products (0.6%)		
Pepsico, Inc., 5.700%, 11/01/2008	100,000	<u>101,091</u>

SCHEDULE *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Principal Amount	Value
Investment Services (3.7%)		
Berkshire Hathaway, Inc., 4.625%, 10/15/2013	\$ 100,000	\$ 104,419
Credit Suisse USA, 5.375%, 03/02/2016	250,000	250,778
Goldman Sachs Group, Inc., 5.125%, 01/15/2015	170,000	165,330
Morgan Stanley, 5.050%, 01/21/2011	100,000	<u>100,414</u>
		<u>620,941</u>
Pharmaceuticals (1.0%)		
Eli Lilly & Co., 6.000%, 03/15/2012	160,000	<u>174,349</u>
Retailers - Other (2.8%)		
Home Depot, Inc., 4.625%, 08/15/2010	100,000	100,178
Procter and Gamble Co. 4.950%, 08/15/2014	200,000	209,323
Wal-Mart Stores, Inc., 6.875%, 08/10/2009	150,000	<u>158,416</u>
		<u>467,917</u>
Securities Broker (0.9%)		
Merrill Lynch & Co, Inc., 6.375%, 10/15/2008	150,000	<u>151,392</u>
Telecom - Other (0.9%)		
BellSouth Corp., 6.000%, 10/15/2011	150,000	<u>156,983</u>
Wireless Communications (0.7%)		
Verizon VA, Inc., 4.625%, 03/15/2013	125,000	<u>121,587</u>
Total Corporate Bonds (Amortized Cost \$3,124,881)		<u><u>3,178,858</u></u>

SCHEDULE *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Principal Amount	Value
U.S. GOVERNMENT & AGENCY OBLIGATIONS (18.2%)		
Federal Farm Credit Bank (FFCB) (1.0%)		
FFCB, 4.875%, 09/24/2014	\$ 150,000	\$ <u>160,681</u>
Federal Home Loan Bank (FHLB) (0.9%)		
FHLB, 5.25%, 06/12/2009	150,000	<u>155,266</u>
Federal Home Loan Mortgage Corp (FHLMC) (0.9%)		
FHLMC, 4.500%, 01/15/2015	150,000	<u>157,225</u>
Federal National Mortgage Association (FNMA) (3.2%)		
FNMA,		
4.000%, 09/02/2008	100,000	100,649
5.000%, 03/15/2016	250,000	267,263
7.125%, 06/15/2010	150,000	<u>165,347</u>
		<u>533,259</u>
U.S. Treasury (12.2%)		
U.S. Treasury Inflation Indexed Bond,		
1.875%, 07/15/2015	162,753	175,455
U.S. Treasury Notes,		
3.375%, 12/15/2008	100,000	101,359
4.875%, 05/15/2009	100,000	103,695
5.500%, 05/15/2009	200,000	208,891
5.750%, 08/15/2010	150,000	164,473
5.000%, 02/15/2011	100,000	109,195
5.000%, 08/15/2011	190,000	209,134
4.875%, 02/15/2012	280,000	309,159
4.250%, 08/15/2013	150,000	163,371
4.000%, 02/15/2014	155,000	167,218
4.000%, 02/15/2015	170,000	182,870
5.125%, 05/15/2016	150,000	<u>170,895</u>
		<u>2,065,715</u>
Total U.S. Government & Agency Obligations (Amortized Cost \$2,853,210)		<u><u>3,072,146</u></u>

SCHEDULE *of* INVESTMENTS

CORNERCAP BALANCED FUND

	Shares	Value
SHORT TERM INVESTMENTS (3.3%)		
Federal Treasury Obligation Money Market Fund, 1.502% ^{(b)(c)}	554,629	\$ <u>554,629</u>
Total Short Term Investments (Cost \$554,629)		<u><u>554,629</u></u>
Total Investments (Cost \$15,802,818)	99.6%	<u>16,776,815</u>
Total Other Assets in Excess of Liabilities	0.4%	<u>73,883</u>
Total Net Assets	100.0%	\$ <u><u>16,850,698</u></u>

^(a) Non Income Producing Security

^(b) Variable Rate Security. The rate shown represents the rate at March 31, 2008.

^(c) Investment in other funds are calculated at their respective net asset values as determined by those funds, in accordance with the Investment Company Act of 1940.

ADR – American Depositary Receipt

The accompany notes to the financial statements are an integral part of these financial statements.

SCHEDULE *of* INVESTMENTS

CORNERCAP SMALL-CAP VALUE FUND

	Shares	Value
COMMON STOCKS (99.7%)		
Aerospace & Defense (5.0%)		
Curtiss-Wright Corp.	11,100	\$ 460,428
Esterline Technologies Corp. ^(a)	9,000	453,330
		<u>913,758</u>
Auto Components (3.8%)		
American Axle & Manufacturing Holdings, Inc.	19,200	393,600
ArvinMeritor, Inc.	24,650	308,372
		<u>701,972</u>
Building Products (4.4%)		
Apogee Enterprises, Inc.	24,750	381,150
Crane Co.	10,525	424,684
		<u>805,834</u>
Chemicals (4.2%)		
Olin Corp.	21,450	423,852
OM Group, Inc. ^(a)	6,300	343,602
		<u>767,454</u>
Commercial Banks (4.8%)		
FirstMerit Corp.	23,400	483,444
Washington Federal, Inc.	17,794	406,415
		<u>889,859</u>
Commercial Services & Supplies (6.4%)		
ABM Industries, Inc.	17,500	392,700
Heidrick & Struggles International, Inc.	12,300	400,119
Korn/Ferry International ^(a)	22,250	376,025
		<u>1,168,844</u>
Communications Equipment (1.8%)		
Plantronics, Inc.	17,400	335,994
Discount Retail (2.6%)		
Fred's, Inc.	46,250	474,063

SCHEDULE *of* INVESTMENTS

CORNERCAP SMALL-CAP VALUE FUND

	Shares	Value
Electronic Equipment & Instruments (6.2%)		
CTS Corp.	42,900	\$ 459,030
Kemet Corp. ^(a)	67,900	274,316
Technitrol, Inc.	17,900	414,027
		<u>1,147,373</u>
Electronics (2.0%)		
TTM Technologies, Inc. ^(a)	33,000	<u>373,560</u>
Food (4.4%)		
Gruma S.A.B. de C.V. (ADR)	37,200	356,748
Sanderson Farms, Inc.	12,000	456,120
		<u>812,868</u>
Forest Products & Paper (2.1%)		
Buckeye Technologies, Inc. ^(a)	34,450	<u>384,462</u>
Health Care Providers & Services (2.0%)		
Lincare Holdings, Inc. ^(a)	12,800	<u>359,808</u>
Household Durables (2.1%)		
Helen of Troy Ltd. ^(a)	23,350	<u>391,580</u>
Industrial Conglomerates (2.2%)		
Standex International Corp.	17,650	<u>394,301</u>
Insurance (8.5%)		
Assured Guaranty Ltd.	16,000	379,840
HCC Insurance Holdings, Inc.	15,337	347,997
Reinsurance Group of America, Inc.	8,000	435,519
SeaBright Insurance Holdings, Inc. ^(a)	26,400	388,872
		<u>1,552,228</u>
Investment Companies (1.9%)		
MCG Capital Corp.	37,800	<u>343,602</u>

SCHEDULE *of* INVESTMENTS

CORNERCAP SMALL-CAP VALUE FUND

	Shares	Value
Machinery (8.3%)		
Briggs & Stratton Corp.	18,200	\$ 325,780
Cascade Corp.	8,650	426,531
Chart Industries, Inc. ^(a)	11,100	375,624
Wabtec Corp.	10,650	401,079
		<u>1,529,014</u>
Metal Fabrication - Hardware (2.2%)		
Haynes International, Inc. ^(a)	7,400	<u>406,112</u>
Miscellaneous Manufacturers (2.1%)		
EnPro Industries, Inc. ^(a)	12,200	<u>380,518</u>
Oil & Gas (6.6%)		
Basic Energy Services, Inc. ^(a)	18,000	397,440
Helmerich & Payne, Inc.	9,950	466,357
Unit Corp. ^(a)	6,200	351,230
		<u>1,215,027</u>
Retail (4.8%)		
Cabela's, Inc. ^(a)	27,100	383,736
Ruby Tuesday, Inc.	65,850	493,874
		<u>877,610</u>
Semiconductors (1.7%)		
Verigy Ltd. ^(a)	16,500	<u>310,860</u>
Specialty Retail (2.5%)		
Regis Corp.	16,400	<u>450,836</u>
Telecommunications (5.0%)		
Sierra Wireless, Inc. ^(a)	26,700	425,865
Syniverse Holdings, Inc. ^(a)	30,000	499,800
		<u>925,665</u>
Trucking (2.1%)		
Arkansas Best Corp.	12,350	<u>393,471</u>
Total Common Stocks (Cost \$19,367,371)		<u><u>18,306,673</u></u>

SCHEDULE *of* INVESTMENTS

CORNERCAP SMALL-CAP VALUE FUND

	Shares	Value
RIGHTS (0.0%)^(b)		
Investment Companies (0.0%)^(b)		
MCG Capital Corp. ^(a)	5,400	\$ <u>5,778</u>
Total Rights (Cost \$0)		<u><u>5,778</u></u>
SHORT TERM INVESTMENTS (1.9%)		
Federated Treasury Obligations Money Market Fund, 1.502% ^{(c)(d)}	354,035	<u>354,035</u>
Total Short Term Investments (Cost \$354,035)		<u><u>354,035</u></u>
Total Investments (Cost \$19,721,406)	101.6%	<u>18,666,486</u>
Total Liabilities in Excess of Other Assets	(1.6%)	<u>(303,290)</u>
Total Net Assets	100.0%	\$ <u><u>18,363,196</u></u>

^(a) Non Income Producing Security

^(b) Amount represents less than 0.01%.

^(c) Variable Rate Security. The rate shown represents the rate at March 31, 2008.

^(d) Investment in other funds are calculated at their respective net asset values as determined by those funds, in accordance with the Investment Company Act of 1940.

ADR – American Depositary Receipt

The accompany notes to the financial statements are an integral part of these financial statements.

SCHEDULE *of* INVESTMENTS
CORNERCAP CONTRARIAN FUND

	Shares	Value
COMMON STOCKS (98.9%)		
Apparel (1.5%)		
Maidenform Brands, Inc. ^(a)	2,250	\$ 36,608
True Religion Apparel, Inc. ^(a)	2,300	42,665
		<u>79,273</u>
Auto Manufacturers (0.6%)		
Toyota Motor Corp. (ADR)	350	<u>35,312</u>
Auto Parts & Equipment (2.5%)		
Autoliv, Inc.	725	36,394
The Goodyear Tire & Rubber Co. ^(a)	1,395	35,991
Lear Corp. ^(a)	1,110	28,760
Magna International, Inc.	450	32,468
		<u>133,613</u>
Banks (4.4%)		
Banco Latinoamericano de Exportaciones S.A. - Class E	2,100	32,340
Boston Private Financial Holdings, Inc.	2,320	24,569
Center Financial Corp.	2,700	24,462
Community Bancorp ^(a)	2,010	27,256
Oriental Financial Group	1,626	32,048
Pacific Capital Bancorp NA	1,550	33,325
Silver State Bancorp ^(a)	2,610	22,498
Unibanco - Uniao de Bancos Brasileiros S.A. (GDR)	350	40,824
		<u>237,322</u>
Biotechnology (0.8%)		
Amgen, Inc. ^(a)	1,000	<u>41,780</u>
Building Materials (0.7%)		
Lennox International, Inc.	1,120	<u>40,286</u>
Chemicals (3.6%)		
FMC Corp.	750	41,617
Headwaters, Inc. ^(a)	2,600	34,294
Nova Chemicals Corp.	1,150	27,428
Olin Corp.	1,950	38,531
OM Group, Inc. ^(a)	475	25,907
Terra Industries, Inc. ^(a)	789	28,033
		<u>195,810</u>

SCHEDULE *of* INVESTMENTS
CORNERCAP CONTRARIAN FUND

	Shares		Value
Commercial Services (5.2%)			
AerCap Holdings NV ^(a)	1,575	\$	27,689
China Direct, Inc. ^(a)	4,560		34,200
Dollar Financial Corp. ^(a)	1,160		26,680
Healthspring, Inc. ^(a)	1,850		26,048
ICF International, Inc. ^(a)	1,265		25,363
R.R. Donnelley & Sons Co.	1,100		33,341
Rent-A-Center, Inc. ^(a)	2,285		41,929
Sotheby's	1,170		33,825
Volt Information Sciences, Inc. ^(a)	1,765		29,934
			<u>279,009</u>
Commercial Services & Supplies (0.6%)			
Heidrick & Struggles International, Inc.	1,050		<u>34,157</u>
Computers (2.9%)			
Computer Sciences Corp. ^(a)	690		28,145
COMSYS IT Partners, Inc. ^(a)	2,300		19,458
Comtech Group, Inc. ^(a)	2,830		30,536
Smart Modular Technologies (WWH), Inc. ^(a)	3,400		21,114
Super Micro Computer, Inc. ^(a)	3,435		28,682
Western Digital Corp. ^(a)	993		26,851
			<u>154,786</u>
Containers & Packaging (0.6%)			
Owens-Illinois, Inc. ^(a)	585		<u>33,012</u>
Distribution-Wholesale (1.5%)			
Houston Wire & Cable Co.	2,800		44,856
WESCO International, Inc. ^(a)	925		33,753
			<u>78,609</u>
Diversified Financial Services (2.7%)			
Asta Funding, Inc.	1,025		14,278
The Goldman Sachs Group, Inc.	185		30,597
National Financial Partners Corp.	1,280		28,762
Penson Worldwide, Inc. ^(a)	3,275		30,228
World Acceptance Corp. ^(a)	1,250		39,813
			<u>143,678</u>

SCHEDULE *of* INVESTMENTS
CORNERCAP CONTRARIAN FUND

	Shares	Value
Electric (1.2%)		
CenterPoint Energy, Inc.	2,215	\$ 31,608
Empresa Distribuidora y Comercializadora Norte S.A. (ADR) ^(a)	1,685	<u>33,060</u>
		<u>64,668</u>
Electrical Components & Equipment (0.6%)		
Superior Essex, Inc. ^(a)	1,100	<u>30,932</u>
Electronic Equipment & Instruments (0.6%)		
Arrow Electronics, Inc. ^(a)	950	<u>31,968</u>
Electronics (1.4%)		
AU Optronics Corp. (ADR)	2,700	46,413
Celestica, Inc. ^(a)	4,565	<u>30,677</u>
		<u>77,090</u>
Engineering & Construction (0.6%)		
Perini Corp. ^(a)	905	<u>32,788</u>
Environmental Control (0.6%)		
Allied Waste Industries, Inc. ^(a)	3,085	<u>33,349</u>
Food (1.7%)		
Fresh Del Monte Produce, Inc. ^(a)	833	30,321
Gruma S.A.B. de C.V. (ADR)	2,765	26,516
Nash Finch Co.	1,100	<u>37,378</u>
		<u>94,215</u>
Forest Products & Paper (1.3%)		
International Paper Co.	1,100	29,920
Rock-Tenn Co.	1,300	<u>38,961</u>
		<u>68,881</u>
Hand-Machine Tools (0.5%)		
Regal Beloit Corp.	825	<u>30,220</u>
Health Care Providers & Services (2.1%)		
Apria Healthcare Group, Inc. ^(a)	1,640	32,389
Cigna Corp.	750	30,428
Lincare Holdings, Inc. ^(a)	1,100	30,921
WellCare Health Plans, Inc. ^(a)	590	<u>22,981</u>
		<u>116,719</u>

SCHEDULE *of* INVESTMENTS
CORNERCAP CONTRARIAN FUND

	Shares	Value
Healthcare - Products (1.8%)		
Cynosure, Inc. ^(a)	1,600	\$ 34,080
Kinetic Concepts, Inc. ^(a)	665	30,743
LCA-Vision, Inc.	2,485	<u>31,063</u>
		<u>95,886</u>
Holding Companies-Divers (0.5%)		
Compass Diversified Holdings	2,220	<u>29,193</u>
Home Furnishings (0.9%)		
Hooker Furniture Corp.	2,100	<u>46,914</u>
Hotels Restaurants & Leisure (0.4%)		
Wyndham Worldwide Corp.	1,160	<u>23,989</u>
Household Durables (0.6%)		
Helen of Troy Ltd. ^(a)	2,000	<u>33,540</u>
Household Products - Wares (0.6%)		
Jarden Corp. ^(a)	1,425	<u>30,980</u>
Insurance (9.9%)		
ACE Ltd.	500	27,530
American Safety Insurance Holdings Ltd. ^(a)	2,000	34,200
Amerisafe, Inc. ^(a)	2,300	29,072
Aspen Insurance Holdings Ltd.	1,400	36,932
Axis Capital Holdings Ltd.	975	33,131
Chubb Corp.	750	37,110
Hallmark Financial Services ^(a)	3,000	33,480
Hartford Financial Services Group, Inc.	425	32,202
HCC Insurance Holdings, Inc.	1,400	31,766
Max Capital Group Ltd.	1,500	39,284
MetLife, Inc.	600	36,156
RenaissanceRe Holdings Ltd.	650	33,742
SeaBright Insurance Holdings, Inc. ^(a)	2,200	32,406
The Travelers Cos., Inc.	800	38,279
Unum Group	1,600	35,216
Validus Holdings Ltd.	1,140	<u>26,710</u>
		<u>537,216</u>
Internet (1.2%)		
FTD Group, Inc.	2,500	33,550
United Online, Inc.	3,175	<u>33,528</u>
		<u>67,078</u>

STATEMENT *of* INVESTMENTS

CORNERCAP CONTRARIAN FUND

	Shares	Value
Investment Companies (0.5%)		
MCG Capital Corp.	2,800	\$ 25,452
Iron-Steel (3.3%)		
ArcelorMittal	485	39,673
Gerdau Ameristeel Corp.	3,650	51,502
Gerdau S.A. (ADR)	1,160	35,461
Ternium S.A. (ADR)	1,400	50,232
		<u>176,868</u>
Machinery (1.3%)		
Crane Co.	800	32,280
Gardner Denver, Inc. ^(a)	975	36,173
		<u>68,453</u>
Machinery-Diversified (1.7%)		
Altra Holdings, Inc. ^(a)	2,000	26,900
DXP Enterprises, Inc. ^(a)	775	30,446
NACCO Industries, Inc.	410	33,185
		<u>90,531</u>
Media (1.0%)		
Entercom Communications Corp.	3,020	29,989
Gannett Co., Inc.	900	26,145
		<u>56,134</u>
Mining (0.9%)		
Freeport-McMoRan Copper & Gold, Inc. - Class B	500	48,110
Miscellaneous Manufacturers (3.1%)		
Acuity Brands, Inc.	975	41,875
Carlisle Cos., Inc.	895	29,929
Ceradyne, Inc. ^(a)	550	17,578
EnPro Industries, Inc. ^(a)	900	28,071
Park-Ohio Holdings Corp. ^(a)	1,525	23,958
Trinity Industries, Inc.	1,050	27,983
		<u>169,394</u>
Office Furnishings (0.5%)		
Knoll, Inc.	2,320	26,773

STATEMENT *of* INVESTMENTS

CORNERCAP CONTRARIAN FUND

	Shares		Value
Oil & Gas (8.5%)			
Apache Corp.	310	\$	37,454
Basic Energy Services, Inc. ^(a)	1,900		41,952
ConocoPhillips	500		38,105
Eni S.p.A. (ADR)	445		30,309
Frontier Oil Corp.	1,100		29,986
Helmerich & Payne, Inc.	1,200		56,244
Hornbeck Offshore Services, Inc. ^(a)	1,050		47,954
Noble Corp.	800		39,736
St. Mary Land & Exploration Co.	1,150		44,275
Stone Energy Corp. ^(a)	583		30,497
Swift Energy Co. ^(a)	690		31,043
W&T Offshore, Inc.	985		33,598
			<u>461,153</u>
Oil & Gas Services (1.3%)			
Cal Dive International, Inc. ^(a)	3,170		32,905
Superior Energy Services, Inc. ^(a)	885		35,063
			<u>67,968</u>
Pharmaceuticals (2.4%)			
King Pharmaceuticals, Inc. ^(a)	2,985		25,970
NBTY, Inc. ^(a)	1,025		30,699
Pfizer, Inc.	1,600		33,488
Viropharma, Inc. ^(a)	4,190		37,458
			<u>127,615</u>
Retail (5.0%)			
Asbury Automotive Group, Inc.	1,750		24,080
Big 5 Sporting Goods Corp.	2,800		24,556
Darden Restaurants, Inc.	1,405		45,732
Dress Barn, Inc. ^(a)	2,250		29,115
Joseph A. Bank Clothiers, Inc. ^(a)	1,375		28,188
Men's Wearhouse, Inc.	950		22,107
PC Connection, Inc. ^(a)	2,955		23,404
Rex Stores Corp. ^(a)	2,100		41,306
SUPERVALU, Inc.	1,050		31,479
			<u>269,967</u>

STATEMENT *of* INVESTMENTS

CORNERCAP CONTRARIAN FUND

	Shares	Value
Semiconductors (3.0%)		
Amkor Technology, Inc. ^(a)	2,815	\$ 30,121
Emulex Corp. ^(a)	2,175	35,321
Lam Research Corp. ^(a)	750	28,665
Omnivision Technologies, Inc. ^(a)	2,345	39,442
Silicon Motion Technology Corp. (ADR) ^(a)	1,890	26,687
		<u>160,236</u>
Software (2.7%)		
American Reprographics Co. ^(a)	2,000	29,680
CSG Systems International, Inc. ^(a)	1,900	21,603
Epicor Software Corp. ^(a)	2,900	32,480
Parametric Technology Corp. ^(a)	2,140	34,197
Trident Microsystems, Inc. ^(a)	5,560	28,634
		<u>146,594</u>
Telecommunications (5.2%)		
Black Box Corp.	1,015	31,314
GeoEye, Inc. ^(a)	1,500	38,985
Premiere Global Services, Inc. ^(a)	3,000	43,020
Qiao Xing Mobile Communication Co., Ltd. ^(a)	4,720	28,367
Qiao Xing Universal Telephone, Inc. ^(a)	3,959	21,695
Sierra Wireless, Inc. ^(a)	1,875	29,906
Telecom Argentina S.A. (ADR) ^(a)	1,390	29,440
Telefonos de Mexico, S.A. de C.V. (ADR)	1,150	43,240
USA Mobility, Inc. ^(a)	2,250	16,065
		<u>282,032</u>
Toys-Games-Hobbies (0.7%)		
Hasbro, Inc.	1,450	40,455
Transportation (3.0%)		
DryShips, Inc.	400	23,964
Excel Maritime Carriers Ltd.	1,000	29,350
Ryder System, Inc.	800	48,728
Tidewater, Inc.	600	33,066
Tsakos Energy Navigation Ltd.	920	28,299
		<u>163,407</u>
Water (0.7%)		
Cia de Saneamento Basico do Estado de Sao Paulo (ADR)	800	35,464
		<u>35,464</u>
Total Common Stocks (Cost \$5,758,604)		<u><u>5,348,879</u></u>

STATEMENT *of* INVESTMENTS
CORNERCAP CONTRARIAN FUND

	Shares	Value
RIGHTS (0.0%)^(b)		
Investment Companies (0.0%)^(b)		
MCG Capital Corp. ^(a)	400	\$ <u>428</u>
Total Rights (Cost \$0)		<u><u>428</u></u>
SHORT TERM INVESTMENTS (1.2%)		
Federal Treasury Obligation Money Market Fund, 1.502% ^{(c)(d)}	65,183	<u>65,183</u>
Total Short Term Investments (Cost \$65,183)		<u><u>65,183</u></u>
Total Investments (Cost \$5,823,787)	100.1%	<u>5,414,490</u>
Total Liabilities in Excess of Other Assets	(0.1%)	<u>(8,121)</u>
Total Net Assets	100.0%	\$ <u><u>5,406,369</u></u>

^(a) Non Income Producing Security

^(b) Amount represents less than 0.01%.

^(c) Variable Rate Security. The rate shown represents the rate at March 31, 2008.

^(d) Investment in other funds are calculated at their respective net asset values as determined by those funds, in accordance with the Investment Company Act of 1940.

ADR – American Depositary Receipt

GDR – Global Depositary Receipt

NV – Naamloze Vennootschap is the Dutch term for a public limited liability corporation.

S.A. – Generally designates corporations in various countries, mostly those employing the civil law.

This translates literally in all languages mentioned as anonymous company.

S.A. de C.V. – A variable capital company

S.A.B. de C.V. – A variable capital company

S.p.A. – Società Per Azioni is an Italian shared company

The accompany notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* ASSETS *and* LIABILITIES

CORNERCAP BALANCED FUND

Assets:

Investments, at market value, (Cost \$15,802,818)	\$ 16,776,815
Dividends and interest receivable	92,207
Total assets	16,869,022

Liabilities:

Advisory fee payable	14,047
Service fee payable	4,277
Total liabilities	18,324

Net Assets	\$ 16,850,698
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Net asset value and offering price per share:

(\$16,850,698 / 1,260,898)	\$ 13.36
Redemption price per share*	\$ 13.23

Net Assets

As of March 31, 2008, net assets consisted of:

Paid-in capital	\$ 15,478,505
Undistributed net investment income	83,875
Accumulated net realized gain on investments	314,321
Net unrealized appreciation in value of investments	973,997
Net Assets	\$ 16,850,698

* A fee of 1% is imposed on all redemptions made within sixty days of initial purchase.

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* ASSETS *and* LIABILITIES

CORNERCAP SMALL-CAP VALUE FUND

Assets:

Investments, at market value, (Cost \$19,721,406)	\$ 18,666,486
Receivable for investments sold	424,606
Dividends and interest receivable	24,096
Total assets	19,115,188

Liabilities:

Payable for investments purchased	715,700
Payable for fund shares redeemed	13,661
Advisory fee payable	15,005
Service fee payable	7,626
Total liabilities	751,992

Net Assets	\$ 18,363,196
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Net asset value and offering per share:

(\$18,363,196 / 1,725,635 Shares)	\$ 10.64
Redemption price per share*	\$ 10.53

Net Assets

As of March 31, 2008, net assets consisted of:

Paid-in capital	\$ 19,030,418
Undistributed net investment income	21,533
Accumulated net realized gain on investments	366,165
Net unrealized depreciation in value of investments	(1,054,920)
Net Assets	\$ 18,363,196

* A fee of 1% is imposed on all redemptions made within sixty days of initial purchase.

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* ASSETS *and* LIABILITIES

CORNERCAP CONTRARIAN FUND

Assets:

Investments, at market value, (Cost \$5,823,787)	\$ 5,414,490
Receivable for investments sold	23,221
Dividends and interest receivable	6,312
Total assets	5,444,023

Liabilities:

Payable for investments purchased	30,850
Advisory fee payable	4,513
Service fee payable	2,291
Total liabilities	37,654

Net Assets	\$ 5,406,369
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Net asset value per share:

(\$5,406,369 / 571,777 Shares)	\$ 9.46
Redemption price per share *	\$ 9.37

Net Assets

As of March 31, 2008, net assets consisted of:

Paid-in capital	\$ 6,181,266
Undistributed net investment income	666
Accumulated net realized loss on investments	(366,266)
Net unrealized depreciation in value of investments	(409,297)
Net Assets	\$ 5,406,369

* A fee of 1% is imposed on all redemptions made within sixty days of initial purchase.

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* OPERATIONS

CORNERCAP BALANCED FUND

Investment Income:

Dividends (net of foreign withholding taxes of \$1,339)	\$	240,550
Interest		337,449

Total income		577,999
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Expenses:

Advisory fees		179,486
Service fees		53,983

Total expenses		233,469
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Net investment income		344,530
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Realized and unrealized gain/(loss) on investments:

Net realized gain on investments		977,599
Change in unrealized appreciation/ (depreciation) of investments		(1,607,517)

Net loss on investments		(629,918)
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Net decrease in net assets resulting from operations	\$	(285,388)
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The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* OPERATIONS

CORNERCAP SMALL-CAP VALUE FUND

Investment Income:

Dividends	\$	297,260
Interest		25,064

Total income 322,324

Expenses:

Advisory fees		199,901
Service fees		100,847

Total expenses 300,748

Net investment income 21,576

Realized and unrealized gain/(loss) on investments:

Net realized gain on investments		2,301,315
Change in unrealized appreciation/ (depreciation) of investments		(4,520,618)

Net loss on investments (2,219,303)

Net decrease in net assets resulting from operations \$ (2,197,727)

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* OPERATIONS
CORNERCAP CONTRARIAN FUND

Investment Income:

Dividends (net of foreign withholding taxes of \$1,693)	\$	77,285
Interest		29,303

Total income 106,588

Expenses:

Advisory fees		58,933
Service fees		29,530

Total expenses 88,463

Net investment income 18,125

Realized and unrealized gain/(loss) on investments:

Net realized gain on investments		210,974
Change in unrealized appreciation/ (depreciation) of investments		(876,361)

Net loss on investments (665,387)

Net decrease in net assets resulting from operations \$ (647,262)

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* CHANGES *in* NET ASSETS

CORNERCAP BALANCED FUND

	Year Ended March 31, 2008	Year Ended March 31, 2007
Operations:		
Net investment income	\$ 344,530	\$ 336,654
Net realized gain on investments	977,599	341,078
Change in unrealized appreciation/ (depreciation) of investments	(1,607,517)	1,072,440
Net increase/(decrease) in net assets resulting from operations	(285,388)	1,750,172
Distributions to shareholders:		
Net investment income	(366,178)	(450,141)
Capital gains	(1,010,239)	(283,950)
	(1,376,417)	(734,091)
Capital share transactions:		
Increase/(decrease) in net assets resulting from capital share transactions (see note 2)	(743,917)	3,519,855
Redemption fees	52	79
Net increase/(decrease) from capital shares transactions	(743,865)	3,519,934
Total increase/(decrease) in net assets	(2,405,670)	4,536,015
Net Assets:		
Beginning of year	19,256,368	14,720,353
End of year (including undistributed net investment income of \$83,875 and \$111,743, respectively)	\$ 16,850,698	\$ 19,256,368

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* CHANGES *in* NET ASSETS

CORNERCAP SMALL-CAP VALUE FUND

	Year Ended March 31, 2008	Year Ended March 31, 2007
Operations:		
Net investment income/(loss)	\$ 21,576	\$ (515)
Net realized gain on investments	2,301,315	1,065,811
Change in unrealized appreciation/ (depreciation) of investments	(4,520,618)	755,298
Net increase/(decrease) in net assets resulting from operations	(2,197,727)	1,820,594
Distributions to shareholders:		
Net investment income	-	(6,617)
Capital gains	(2,887,577)	(890,109)
	(2,887,577)	(896,726)
Capital share transactions:		
Increase/(decrease) in net assets resulting from capital share transactions (see note 2)	2,347,807	(151,883)
Redemption fees	45	-
Net increase/(decrease) from capital shares transactions	2,347,852	(151,883)
Total increase/(decrease) in net assets	(2,737,452)	771,985
Net Assets:		
Beginning of year	21,100,648	20,328,663
End of year (including undistributed net investment income of \$21,533 and \$0, respectively)	\$ 18,363,196	\$ 21,100,648

The accompanying notes to the financial statements are an integral part of these financial statements.

STATEMENT *of* CHANGES *in* NET ASSETS

CORNERCAP CONTRARIAN FUND

	Year Ended March 31, 2008	Year Ended March 31, 2007
Operations:		
Net investment income	\$ 18,125	\$ 68,063
Net realized gain on investments	210,974	286,139
Change in unrealized appreciation/ (depreciation) of investments	(876,361)	176,321
Net increase/(decrease) in net assets resulting from operations	(647,262)	530,523
Distributions to shareholders:		
Net investment income	(64,580)	(27,342)
Capital gains	(635,638)	-
	(700,218)	(27,342)
Capital share transactions:		
Increase in net assets resulting from capital share transactions (see note 2)	1,119,225	165,676
Total increase/(decrease) in net assets	(228,255)	668,857
Net Assets:		
Beginning of year	5,634,624	4,965,767
End of year (including undistributed net investment income of \$666 and \$47,532, respectively)	\$ 5,406,369	\$ 5,634,624

The accompanying notes to the financial statements are an integral part of these financial statements.

CORNERCAP GROUP OF FUNDS

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FINANCIAL HIGHLIGHTS

CORNERCAP BALANCED FUND

Selected data for each share of beneficial interest outstanding throughout the periods indicated:

Per share operating performance

Net asset value, beginning of period

Income from investment operations

Net investment income

Net realized and unrealized gain/(loss) on investments

Total income/(loss) from investment operations

Dividends and distributions to shareholders

Distributions from net investment income

Distributions from net realized gain on investments

Total dividends and distributions to shareholders

Paid-in capital from redemption fees

Net asset value, end of period

Total return

Ratios and supplemental data

Net assets, end of period (in 000s)

Ratios to average net assets

Expenses

Net investment income

Portfolio turnover rate*

* A portfolio turnover rate is, in general, the percentage computed by taking the lesser of purchases or sales of portfolio securities (excluding securities with a maturity date of one year or less at the time of acquisition) for a period and dividing it by the monthly average of the market value of such securities during the period.

⁽¹⁾ Less than \$.005 per share

⁽²⁾ Ratio of expenses and net investment income to average net assets, before waiver by advisor, are 1.31% and 1.95%, respectively.

Year Ended March 31,

2008	2007	2006	2005	2004
\$14.81	\$14.00	\$13.22	\$12.80	\$10.18
0.30 (0.56)	0.24 1.17	0.21 0.77	0.31 0.56	0.14 2.65
(0.26)	1.41	0.98	0.87	2.79
(0.32) (0.87)	(0.37) (0.23)	0.00 (0.20)	(0.45) 0.00	(0.17) 0.00
(1.19)	(0.60)	(0.20)	(0.45)	(0.17)
0.00 ⁽¹⁾	0.00 ⁽¹⁾	0.00	0.00	0.00
\$13.36	\$14.81	\$14.00	\$13.22	\$12.80
(2.20%)	10.17%	7.43%	6.86%	27.48%
\$16,851	\$19,256	\$14,720	\$11,003	\$9,697
1.30% 1.91%	1.30% ⁽²⁾ 1.96% ⁽²⁾	1.30% 1.72%	1.30% 2.07%	1.30% 1.70%
20.76%	21.87%	19.87%	18.55%	12.19%

The accompanying notes to the financial statements are an integral part of these financial statements.

FINANCIAL HIGHLIGHTS

CORNERCAP SMALL-CAP VALUE FUND

Selected data for each share of beneficial interest outstanding throughout the periods indicated:

Per share operating performance

Net asset value, beginning of period

Income from investment operations

Net investment income/(loss)

Net realized and unrealized gain/(loss) on investments

Total income/(loss) from investment operations

Dividends and distributions to shareholders

Distributions from net investment income

Distributions from net realized gain on investments

Total dividends and distributions to shareholders

Paid-in capital from redemption fees

Net asset value, end of period

Total return

Ratios and supplemental data

Net assets, end of period (in 000s)

Ratios to average net assets

Expenses

Net investment income/(loss)

Portfolio turnover rate*

* A portfolio turnover rate is, in general, the percentage computed by taking the lesser of purchases or sales of portfolio securities (excluding securities with a maturity date of one year or less at the time of acquisition) for a period and dividing it by the monthly average of the market value of such securities during the period.

⁽¹⁾ Less than \$.005 per share

⁽²⁾ Ratio of expenses and net investment income to average net assets, before waiver by advisor, are 1.56% and (0.06)%, respectively.

Year Ended March 31,				
2008	2007	2006	2005	2004
\$14.07	\$13.39	\$15.13	\$14.55	\$9.33
0.01 (1.45)	0.00 ⁽¹⁾ 1.30	0.04 0.79	(0.04) 1.15	(0.03) 5.38
(1.44)	1.30	0.83	1.11	5.35
0.00 (1.99)	0.00 ⁽¹⁾ (0.62)	0.00 (2.57)	0.00 (0.53)	0.00 (0.13)
(1.99)	(0.62)	(2.57)	(0.53)	(0.13)
0.00 ⁽¹⁾	0.00	0.00	0.00	0.00
\$10.64	\$14.07	\$13.39	\$15.13	\$14.55
(10.91%)	9.92%	6.05%	7.71%	57.43%
\$18,363	\$21,101	\$20,329	\$20,852	\$18,641
1.48% 0.11%	1.50% ⁽²⁾ 0.00% ⁽¹⁾⁽²⁾	1.50% 0.03%	1.50% (0.27)%	1.50% (0.23)%
55.46%	34.75%	27.23%	38.37%	22.09%

The accompanying notes to the financial statements are an integral part of these financial statements.

FINANCIAL HIGHLIGHTS

CORNERCAP CONTRARIAN FUND

Selected data for each share of beneficial interest outstanding throughout the periods indicated:

Per share operating performance

Net asset value, beginning of period

Income from investment operations

Net investment income/(loss)

Net realized and unrealized gain/(loss) on investments

Total income/(loss) from investment operations

Dividends and distributions to shareholders

Distributions from net investment income

Distributions from net realized gain on investments

Total dividends and distributions to shareholders

Net asset value, end of period

Total return

Ratios and supplemental data

Net assets, end of period (in 000s)

Ratios to average net assets

Expenses, after waiver

Expenses, before waiver

Net investment income/(loss), after waiver

Net investment income, before waiver

Portfolio turnover rate*

* A portfolio turnover rate is, in general, the percentage computed by taking the lesser of purchases or sales of portfolio securities (excluding securities with a maturity date of one year or less at the time of acquisition) for a period and dividing it by the monthly average of the market value of such securities during the period.

Year Ended March 31,				
2008	2007	2006	2005	2004
\$11.98	\$10.83	\$9.78	\$8.82	\$5.17
0.03 (1.14)	0.15 1.06	0.04 1.06	0.03 0.93	(0.08) 3.73
(1.11)	1.21	1.10	0.96	3.65
(0.13) (1.28)	(0.06) 0.00	(0.05) 0.00	0.00 0.00	0.00 0.00
(1.41)	(0.06)	(0.05)	0.00	0.00
\$9.46	\$11.98	\$10.83	\$9.78	\$8.82
(10.45%)	11.19%	11.27%	10.88%	70.60%
\$5,406	\$5,635	\$4,966	\$4,330	\$3,891
1.49%	1.50%	1.50%	1.72%	1.80%
0.31%	1.33%	0.40%	1.80%	(1.12)%
			0.32%	
			0.24%	
137.58%	43.61%	49.06%	154.41%	63.79%

The accompanying notes to the financial statements are an integral part of these financial statements.

1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The CornerCap Group of Funds (the “Funds”) was organized on January 6, 1986 as a Massachusetts Business Trust and is registered under the Investment Company Act of 1940 as a diversified open-end management investment company. The investment objective of the Funds is to obtain capital appreciation and current income. The following is a summary of significant accounting policies followed by the Funds in the preparation of the financial statements. The policies are in conformity with accounting principles generally accepted in the United States of America.

A. Security Valuation – Portfolio securities that are listed on national securities exchanges or the NASDAQ National Market System are valued at the last sale price as of 4:15 p.m. Eastern time or, in the absence of recorded sales, at the average of readily available closing bid and asked prices on such exchanges or such System. Unlisted securities that are not included on such System are valued at the mean of the quoted bid and asked prices on the over-the-counter-market. Securities and other assets for which market quotations are not readily available are valued at fair value as determined in good faith by the Advisor under procedures established by and under the general supervision and responsibility of the Funds’ Board of Trustees. Short-term investments are valued at amortized cost, if their original maturity was 60 days or less, or by amortizing the values as of the 61st day prior to maturity, if their original term to maturity exceeded 60 days. The ability of issuers of debt securities held by the Funds to meet their obligations may be affected by economic and political developments.

B. Security Transactions Investment Income and Other – Security transactions are recorded on the trade date. Realized gains and losses on sales of investments are calculated on the identified cost basis. Dividend income is recorded on the ex-dividend date and interest income is recorded on the accrual basis. Discounts and premiums on securities purchased are amortized over the lives of the respective securities.

C. Federal Income Taxes – It is the policy of each Fund to meet the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable net income to its shareholders. In addition, each Fund intends to pay distributions as required to avoid imposition of excise tax. Therefore, no federal income tax provision is required.

D. Distributions to Shareholders – Distributions from net investment income and realized gains, if any, are recorded on the ex-dividend date. Income distributions and capital gain distributions are determined in accordance with income tax regulations, which may differ from accounting principles generally accepted in the United States of America.

NOTES TO FINANCIAL STATEMENTS

E. Accounting Estimates – In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management makes estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure for contingent assets and liabilities at the date of the financial statements, as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

F. New Accounting Pronouncements – Effective April 1, 2007, the Funds adopted FASB Interpretation No. 48 (“FIN 48”) “Accounting for Uncertainty in Income Taxes,” which requires that the financial statement effects of a tax position taken or expected to be taken in a tax return be recognized in the financial statements when it is more likely than not, based on the technical merits, that the position will not be sustained upon examination. If applicable, penalties and tax-related interest expense are recorded as a component of income tax expense on the Statement of Operations. Management has concluded that the Funds have taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of FIN 48. The Funds file income tax returns in the U.S. federal jurisdiction and the State of Georgia. The statute of limitations on the Fund’s federal tax return filings remains open for the years ended March 31, 2005 through March 31, 2007. The Fund’s Georgia tax return filings also remain open for the years ended March 31, 2005 through March 31, 2007. To our knowledge, there are no federal or Georgia income tax returns currently under examination.

In September 2006, FASB issues FASB Statement No. 157, “Fair Value Measurement” (“SFAS 157”), which defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. SFAS 157 is effective for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The fund believes the adoption of SFAS 157 will have no material impact on its financial statements.

2. SHARES OF BENEFICIAL INTEREST

On March 31, 2008, there was an unlisted number of no par-value shares of beneficial interest authorized for each Fund. Transactions in shares of beneficial interest were as follows:

CornerCap Balanced Fund:	For the Year Ended March 31, 2008		For the Year Ended March 31, 2007	
	Shares	Value	Shares	Value
Shares Sold	126,735	\$1,902,358	389,480	\$5,563,260
Share Issued in				
Reinvestment of Dividends	97,382	1,372,104	50,300	731,360
Total	224,117	3,274,462	439,780	6,294,620
Less Shares Redeemed	(263,742)	(4,018,379)	(190,905)	(2,774,765)
Net Increase/(Decrease)	(39,625)	\$(743,917)	248,875	\$3,519,855

NOTES TO FINANCIAL STATEMENTS

CornerCap Small-Cap Value Fund:

	For the Year Ended March 31, 2008		For the Year Ended March 31, 2007	
	Shares	Value	Shares	Value
Shares Sold	98,517	\$1,250,991	139,205	\$1,851,118
Share Issued in Reinvestment of Dividends	257,177	2,867,525	65,422	884,500
Total	355,694	4,118,516	204,627	2,735,618
Less Shares Redeemed	(129,417)	(1,770,709)	(223,908)	(2,887,501)
Net Increase/(Decrease)	226,277	\$2,347,807	(19,281)	\$(151,883)

CornerCap Contrarian Fund:

	For the Year Ended March 31, 2008		For the Year Ended March 31, 2007	
	Shares	Value	Shares	Value
Shares Sold	42,969	\$518,979	58,979	\$659,903
Share Issued in Reinvestment of Dividends	65,294	684,279	2,136	25,450
Total	108,263	1,203,258	61,115	685,353
Less Shares Redeemed	(6,720)	(84,033)	(49,336)	(519,677)
Net Increase	101,543	\$1,119,225	11,779	\$165,676

3. UNREALIZED APPRECIATION AND DEPRECIATION ON INVESTMENTS *(tax basis)*

The amount of net unrealized appreciation (depreciation) and the cost of investment securities for tax purpose, including short-term securities at March 31, 2008 were as follows:

	CornerCap Balanced Fund	CornerCap Small-Cap Value Fund	CornerCap Contrarian Fund
Gross appreciation <i>(excess of value over tax cost)</i>	1,820,003	2,237,645	346,645
Gross depreciation <i>(excess of tax cost over value)</i>	(846,006)	(3,292,565)	(755,942)
Net unrealized appreciation	973,997	(1,054,920)	(409,297)
Cost of investments for income tax purposes	15,802,818	19,721,406	5,823,787

4. DISTRIBUTIONS TO SHAREHOLDERS

Classifications of distributions, net investment income/(loss) and net realized gain/(loss) may differ for financial statement and tax purposes. The character of distributions made during the year from net investment income or net realized

NOTES TO FINANCIAL STATEMENTS

gains may differ from its ultimate characterization for federal income tax purposes. Also, due to the timing of dividend distributions, the fiscal year in which amounts are distributed may differ from the fiscal year in which the income or realized gain was recorded by the Fund. For the year ended March 31, 2008, the CornerCap Balanced Fund, CornerCap Small Cap Value Fund and Corner Cap Contrarian Fund reclassified distributions in excess of net realized gains of \$6,220, \$43 and \$23, respectively, against undistributed net investment income. For the Contrarian Fund, other permanent differences, in the amount of \$388 were also reclassified from accumulated realized gains to undistributed net investment income.

Distributions of net investment income, if any, are distributed annually. Distributions of net realized gains, if any, are declared at least once each year.

CornerCap Balanced Fund:

On December 21, 2007, an ordinary income distribution of \$0.32 per share, a short-term capital gain distribution of \$0.28 per share, and a long-term capital gain distribution of \$0.59 per share were declared. The distribution was paid on December 24, 2007 to shareholders of record on December 20, 2007.

The tax character of distributions paid for the years ended March 31, 2008 and 2007 was as follows:

	2008	2007
Distributions paid from:		
Ordinary income	\$689,659	\$493,950
Long-term capital gains	686,758	240,141
Total	<u>\$1,376,417</u>	<u>\$734,091</u>

As of March 31, 2008, the components of distributable earnings on a tax basis were as follows:

Undistributed ordinary income	\$83,875
Undistributed long-term gains	314,321
Unrealized appreciation	973,997
Total	<u>\$1,372,193</u>

The tax components of distributable earnings are determined in accordance with income tax regulations which may differ from composition of net assets reported under accounting principles generally accepted. There were no such differences for the period ended March 31, 2008.

NOTES TO FINANCIAL STATEMENTS

CornerCap Small-Cap Value Fund:

On December 21, 2007, a short-term capital gain distribution of \$0.37 per share, and a long-term capital gain distribution of \$1.62 per share were declared. The distribution was paid on December 24, 2007 to shareholders of record on December 20, 2007.

The tax character of distributions paid for the years ended March 31, 2008 and 2007 was as follows:

	2008	2007
Distributions paid from:		
Ordinary income	\$532,469	\$113,637
Long-term capital gains	2,355,108	783,089
Total	\$2,887,577	\$896,726

As of March 31, 2008, the components of distributable earnings on a tax basis were as follows:

Undistributed ordinary income	\$21,533
Undistributed long-term gains	366,165
Unrealized depreciation	(1,054,920)
Total	(\$667,222)

The tax components of distributable earnings are determined in accordance with income tax regulations which may differ from composition of net assets reported under accounting principles generally accepted. There were no such differences for the period ended March 31, 2008.

CornerCap Contrarian Fund:

On December 21, 2007, an ordinary income distribution of \$0.13 per share, a short-term capital gain distribution of \$0.04 per share, and a long-term capital gain distribution of \$1.23 per share were declared. The distribution was paid on December 24, 2007 to shareholders of record on December 20, 2007.

The tax character of distributions paid for the years ended March 31, 2008 and 2007 was as follows:

	2008	2007
Distributions paid from:		
Ordinary income	\$86,555	\$27,342
Long-term capital gains	613,663	-
Total	\$700,218	\$27,342

NOTES TO FINANCIAL STATEMENTS

As of March 31, 2008, the components of distributable earnings / (accumulated losses) on a tax basis were as follows:

Undistributed ordinary income	\$666
Undistributed long-term gains	13
Unrealized depreciation	(409,297)
Other Cumulative Effect of Timing Difference	(366,279)
Total	(\$774,897)

The tax components of distributable earnings are determined in accordance with income tax regulations which may differ from composition of net assets reported under accounting principles generally accepted. As of March 31, 2008, timing differences noted above represent the deferral of post-october losses for federal income tax purposes.

5. TRANSACTIONS WITH AFFILIATES

INVESTMENT ADVISORY AND ADMINISTRATION AGREEMENTS

A. Each of the Funds has an investment advisory agreement with CornerCap Investment Counsel, Inc. (the "Advisor"), pursuant to which the Advisor receives a fee from each Fund, computed daily and payable monthly, at an annual rate of 1.00% of the average daily net assets. In addition, the Advisor receives an administrator fee, computed daily and payable monthly, at an annual rate of .30%, .50% and .50% of the average daily nets assets of the Balanced Fund, Small-Cap Fund and Contrarian Fund, respectively. Under the terms of the management agreement, the Advisor manages the Funds' investments subject to the approval of the Board of Trustees. For the period ended March 31, 2008, the Advisor earned an advisory fee of \$179,486, \$199,901, and \$58,933 from the Balanced Fund, Small Cap Fund, and Contrarian Fund, respectively. For the period ended March 31, 2008, the Advisor earned an administrator fee of 53,983, \$100,847, and \$29,530 from the Balanced Fund, Small Cap Fund, and Contrarian Fund, respectively. At March 31, 2008, the Funds owed the Advisor \$33,565 for advisory fees and \$14,194 for the administrator fees.

B. On August 1, 2006, the Funds and the Advisor entered into a 1) Fund Accounting and Administration Agreement with ALPS Mutual Funds Services, Inc. to provide day-to-day operational services to the Funds including, but not limited to, accounting, administrative, bookkeeping and pricing services. 2) Transfer Agency and Service Agreement with ALPS Mutual Funds Services, Inc. to provide day-to-day operational services to the Funds including, but not limited to, transfer agent, dividend distributing, and bookkeeping services. 3) Distribution Agreement with ALPS Distributors, Inc. to provide distribution services to the Funds. ALPS Distributors, Inc. serves as underwriter/distributor of the Funds.

Certain officers and directors of the Funds are also officers and directors of the Advisor.

6. PURCHASES AND SALES OF SECURITIES

CornerCap Balanced Fund: For the year ended March 31, 2008, the cost of purchases and proceeds from sales of securities, excluding short-term securities, were \$3,676,323 and \$5,018,335, respectively. Purchase and sales of U.S. government and agency securities, other than short-term securities, for the year ended March 31, 2008 were \$0 and \$625,000, respectively.

CornerCap Small-Cap Value Fund: For the year ended March 31, 2008, the cost of purchases and proceeds from sales of securities, excluding short-term securities, were \$11,261,321 and \$10,983,567, respectively.

CornerCap Contrarian Fund: For the year ended March 31, 2008, the cost of purchases and proceeds from sales of securities, excluding short-term securities, were \$8,359,000 and \$7,895,230, respectively.

7. BENEFICIAL OWNERSHIP

The beneficial ownership, either directly or indirectly, of 25% or more of the voting securities of a Funds creates a presumption of control of the Fund, under Section 2(a)(9) of the Investment Company Act of 1940. As of March 31, 2008, Charles Schwab & Co. held approximately 32.51% of the CornerCap Balanced Fund's shares, and STAVEST, LP held approximately 24.76% of the CornerCap Contrarian Fund's shares.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders and Board of Trustees
CornerCap Group of Funds

We have audited the accompanying statements of assets and liabilities, including the schedules of investments, of CornerCap Group of Funds (the "Funds"), comprised of the CornerCap Balanced Fund, the CornerCap Small-Cap Value Fund, and the CornerCap Contrarian Fund, as of March 31, 2008, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the four years in the period then ended. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audit. The financial highlights for the periods indicated prior to March 31, 2005 were audited by another independent accounting firm who expressed an unqualified opinion on those highlights.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of March 31, 2008, by correspondence with the Funds' custodian and brokers. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial positions of each of the funds constituting the CornerCap Group of Funds as of March 31, 2008, the results of their operations for the year then ended, the changes in their net assets for each of the two years in the period then ended, and their financial highlights for each of the four years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

COHEN FUND AUDIT SERVICES, LTD.
Westlake, Ohio
May 22, 2008

ADDITIONAL INFORMATION

1. PROXY VOTING POLICY (Unaudited)

A copy of the policies and procedures the Funds use to determine how to vote proxies relating to portfolio securities is available without charge, upon request, by calling the Funds toll-free at (888)-813-8637 or on the Securities and Exchange Commission's (SEC) 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 the Funds toll-free at (888)-813-8637 and on the SEC's website at <http://www.sec.gov>.

2. AVAILABILITY OF QUARTERLY PORTFOLIO SCHEDULE (Unaudited)

Each of the Funds files its complete schedule of positions with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Funds' Form N-Q is available on the SEC website at <http://www.sec.gov>. The Funds' Form N-Q may be reviewed and copied at the Commission's Public Reference Room in Washington, D.C., and information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. If any of the Funds make the information on Form N-Q available to shareholders on its website or upon request, the information may be obtained by calling the Funds toll-free at (888)-813-8637.

3. COMPENSATION OF TRUSTEES (Unaudited)

The Independent Trustees of the Fund receive a quarterly \$1,000 per meeting paid by the Advisor. The Trustees are paid \$750 per meeting for the Audit Committee meetings. The Audit Committee Chairman is paid \$1,000 per meeting. The Audit Committee is expected to meet typically twice a year.

4. TAX DESIGNATIONS (Unaudited)

The Funds designate the following for federal income tax purposes for the year ended March 31, 2008:

Dividends Received Deduction

Balanced Fund	30.47%
Small-Cap Fund	44.62%
Contrarian Fund	49.02%

Qualified Dividend Income

Balanced Fund	32.97%
Small-Cap Fund	46.60%
Contrarian Fund	51.17%

5. TRUSTEES AND OFFICERS (Unaudited)

The business affairs of CornerCap Group of Funds (the “Funds”) are managed under the direction of the Funds Board of Trustees in accordance with the laws of the State of Massachusetts. Information pertaining to the Trustees and Officers of the Funds are set forth below. Trustees who are not deemed to be “interested persons” of the trust as defined in the Investment Company Act of 1940, as amended (the “1940 Act”), are referred to as “Independent Trustees.” Trustees who are deemed to be interested persons of Funds as defined in the 1940 Act are referred to as “Interested Trustees”. The Funds Statement of Additional Information includes additional information about the trustees and is available upon request by calling toll-free 1-888-813-8637.

ADDITIONAL INFORMATION

INTERESTED TRUSTEES

Name and Address	Position with Trust, Term of Office and Tenure
Thomas E. Quinn Age: 62 The Peachtree, Suite 1700 1355 Peachtree St. NE Atlanta, GA 30309	Trustee, President, Chief Financial Officer, and Treasurer since 1992

INDEPENDENT TRUSTEES

Name and Address*	Position with Trust, Term of Office and Tenure
Richard L. Boger Age: 61	Trustee since 1992
Laurin M. McSwain Age: 56	Trustee since 1994
Leslie W. Gates Age: 52	Trustee since 2006
Jerry W. Hufton Age: 65	Trustee since 2006

* All Independent Trustees can be contacted via the Funds at:
1290 Broadway, Suite 1100, Denver, CO 80203

Number of Funds in Complex Overseen	Principal Occupation(s) during past 5 years	Other Trusteeships/ Directorships by Trustee
3	Chief Executive Officer, CornerCap Investment Counsel, since inception	None

Number of Funds in Complex Overseen	Principal Occupation(s) during past 5 years	Other Trusteeships/ Directorships by Trustee
3	President & CEO, Lex-Tek International, Inc. 1991 - present; Pres. & CEO, Export Insurance Services, Inc. 1989 – 2002	Gray Television, Inc.

3	Attorney, Lefkoff, Duncan, Grimes, Miller & McSwain, 2003 - present; Attorney, Bloodworth & McSwain 1996 – 2003	None
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3	Retired, 2005; Partner, Williams Benator & Libby, LLP, 1989-2004; Member, WBL Services, LLC, 2002 – 2004	None
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3	Retired, 2004-present; Director of Taxes, Berkshire Hathaway Inc., 1991-2004	None
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ADDITIONAL INFORMATION

OFFICERS

Name and Address	Position with Trust, Term of Office and Tenure
Richard T. Bean Age: 45 The Peachtree, Suite 1700 1355 Peachtree St. NE Atlanta, GA 30309	Vice President of the Funds, since 1996
John A. Hackney Age: 41 The Peachtree, Suite 1700 1355 Peachtree St. NE Atlanta, GA 30309	Chief Compliance Officer, Secretary of the Funds, since 1999
Gene A. Hoots Age: 68 The Peachtree, Suite 1700 1355 Peachtree St. NE Atlanta, GA 30309	Vice President of the Funds, since 1992

Number of Funds in Complex Overseen	Principal Occupation(s) during past 5 years	Other Trusteeships/ Directorships by Trustee
3	Vice President, CornerCap Investment Counsel, since inception	N/A
3	Chief Compliance Officer, CornerCap Investment Counsel, since inception	N/A
3	Vice President of the Funds and Chairman Emeritus of the Adviser, since inception	N/A

CORNERCAP GROUP OF FUNDS

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