

May 6th 2008

Dear Fellow Shareholders,

In response to the unprecedented turmoil and dislocation in the mortgage securities market, the Board of Trustees of the Asset Management Fund (the "Fund") has determined that it is in the best interest of the Fund to activate the Fund's Redemption-in-Kind ("RIK") provision for the AMF Ultra Short Mortgage Fund and the AMF Ultra Short Fund.

Redemption-In-Kind: AMF Ultra Short Mortgage Fund; AMF Ultra Short Fund

The RIK provision is being activated to protect shareholders against the possibility that their fund(s) might be forced to liquidate securities at distressed price levels to satisfy redemption requests. The RIK provision was previously activated and remains in force for the AMF Intermediate Mortgage Fund. The Board does not anticipate needing to activate the RIK provision for the AMF Short U.S. Government Fund or the AMF U.S. Government Mortgage Fund due to the composition of those funds.

The Board will continue to monitor conditions in the mortgage market and will seek to discontinue the use of each fund's RIK provisions when market conditions improve.

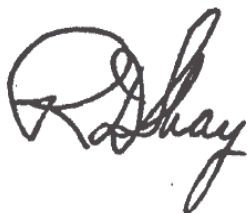
New Purchase Moratorium: AMF Ultra Short Mortgage Fund; AMF Intermediate Mortgage Fund

We are also announcing that the Fund is temporarily discontinuing acceptance of new purchase orders for two funds. At this time, the AMF Ultra Short Mortgage Fund as well as the AMF Intermediate Mortgage Fund will not accept new money. Those shareholders that elect to reinvest dividends may continue to do so. This action is being taken because these funds hold certain mortgage-related securities that have recently been downgraded below the funds' investment guidelines applicable to purchases of securities, which guidelines are designed for Financial Institutions seeking to invest in the funds without specific statutory limit. The Adviser and the Board believe it is in the best interests of these funds to continue to hold these securities, taking into account the underlying fundamentals of the securities and the prices that could be obtained under current market conditions. This temporary suspension of sales will remain in place until market conditions improve.

Ultimately, it is believed that this strategy, despite the temporary limitations it imposes on growing the respective funds' assets, provides the best option for maximizing existing shareholder value in the current market environment.

Please contact the customer service desk at 800-527-3713 if you have any questions.

Sincerely,



Rodger D. Shay
Chairman
Asset Management Fund