SCHWARTZ INVESTMENT TRUST

AVE MARIA MUTUAL FUNDS

Ave Maria Catholic Values Fund

Ave Maria Growth Fund

Ave Maria Rising Dividend Fund

Ave Maria Opportunity Fund

Ave Maria Bond Fund

UNAUDITED

Semi-Annual Report

JUNE 30, 2007

Shareholder Accounts
c/o Ultimus Fund
Solutions, LLC
P.O. Box 46707
Cincinnati, OH 45246
(888) 726-9331

Corporate Offices
3707 W. Maple Road
Suite 100
Bloomfield Hills, MI 48301
(248) 644-8500
Fax (248) 644-4250

Dear Shareowner of:

Ave Maria Catholic Values Fund (AVEMX)
Ave Maria Growth Fund (AVEGX)
Ave Maria Rising Dividend Fund (AVEDX)
Ave Maria Opportunity Fund (AVESX)
Ave Maria Bond Fund (AVEFX)
Ave Maria Money Market Account

"May you live in interesting times," goes the ancient Chinese blessing, a paradoxical wish, which some consider a curse. The first six months of 2007 proved to be interesting times for investors and in many respects, a paradoxical period. Worldwide commodity prices went off the charts, interest rates rose meaningfully, housing collapsed, subprime mortgages blew up, the President and Congress saw their approval ratings hit all-time lows, the unpopular war continued, yet the economy roared ahead with record corporate profits, virtually no unemployment and no inflation, and stock indices hit record highs. (What a country!)

Another aspect of interesting times is how investor psychology has been positively impacted by the boom in private equity and leveraged buyouts. The numbers are mind-numbingly large and represent enormous pools of liquidity seeking investment opportunities. You might call it a liquidity glut. The global liquidity glut is pushing up stock and bond prices, just as the labor glut (mostly third world) is holding down inflation – a fortuitous combination or interesting times.

The political campaign season and eventual elections should only add to these interesting times. One can only hope that pro-growth economic policies don't get reversed and more importantly, that pro-life and pro-family politicians get elected. As you know, the portfolio managers of the Ave Maria Mutual Funds screen out companies based on the guidelines established by our Catholic Advisory Board. This eliminates from consideration companies related to abortion, pornography, and those which offer employees non-marital partner benefits.

On March 15, 2007, Bowie Kuhn gained his eternal reward, but the world lost a great man and our Catholic Advisory Board lost its Chairman. He was a visionary, a natural leader, a daily communicant and an avid pro-life advocate. Long-time board member Paul Roney has been elected as the new Chairman, and renowned football coach Lou Holtz has joined the Board.

Over 18,000 people have invested in the Ave Maria Mutual Funds. I'm delighted you are one of them.

Sincerely,

George P. Schwartz

George P. Schwartz, CFA
President

July 16, 2007

P.S. Shareholders now have the ability to access their account balances and view transaction history online at www.avemariafunds.com. You may call shareholder services toll-free at 1-888-726-9331 for help in accessing your account information.

AVE MARIA MUTUAL FUNDS
TABLE OF CONTENTS

AVE MARIA MUTUAL FUNDS
TABLE OF CONTENTS (Continued)

This report is for the information of shareholders of the Ave Maria Mutual Funds, but it may also be used as sales literature when preceded or accompanied by a current prospectus, which gives details about charges, expenses, investment objectives and operating policies of the Funds. The Ave Maria Funds are distributed by Ultimus Fund Distributors, LLC.

AVE MARIA CATHOLIC VALUES FUND PORTFOLIO MANAGER COMMENTARY

Dear Fellow Shareowner:

The Ave Maria Catholic Values Fund had a total return of 9.4% for the six months ending June 30, 2007. The return for the S&P 500 Index was 7.0% and the S&P 400 MidCap Index returned 12.0%.

Since inception on May 1, 2001, the cumulative and annualized return of the Fund compared to its benchmarks remains quite favorable:

	Since 5-01-01 Inception Through 6-30-07 Total Returns	
	Cumulative	Annualized
Ave Maria CatholicValues Fund (AVEMX)	104.3%	12.3%
S&P 500 Index	32.2%	4.6%
S&P 400 MidCap Index	86.9%	10.7%

In contrast to the first half of the last two years, equity returns in the first six months of 2007 were quite strong as the market benefited from continued strong corporate profits, benign inflation in spite of rising food and energy prices, and record levels of corporate share repurchases and private equity buyouts. Fears that weak housing and domestic auto production would sink the economy into recession never materialized, and most recent economic data show growth reaccelerating from the first half slowdown.

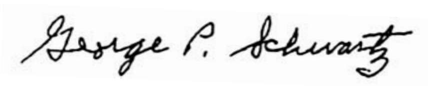
Weak home sales have caused a large inventory of unsold new homes, which in turn is pressuring the profits of homebuilders. This caused weakness in housing related stocks, particularly Pulte Homes, Inc., Ryland Group, Inc., and American Woodmark Corporation, which were the Fund's worst performers so far this year. Even though we sold portions of these issues at higher prices, the remaining shares reduced the portfolio return by 1.1% over the first six months of the year.

A few of the stocks that contributed the most to positive performance in the first half were Dollar Tree Stores, Inc. (retail), Kinetic Concepts, Inc. (healthcare), Gentex Corporation (automotive), Lifetime Brands, Inc. (housewares), and Manor Care, Inc. (healthcare). In total, they contributed 4.4 percentage points to the Fund's return. Gentex Corporation, the Fund's largest holding, appreciated 26% over the last six months in spite of a weakening domestic auto market. Additions to the portfolio during the last six months were Brunswick and First Marblehead Corporations (re-establishing positions we had sold at higher prices), Halliburton Company and TXCO Resources, Inc. (energy), Apollo Group, Inc. (education), Bed Bath & Beyond, Inc. (retail), and Citizens Republic Bancorp, Inc. (banking). All of these companies comply with the Fund's moral screens.

Stocks eliminated from the Fund this year were: Chattem, Inc. (personal care products), United Fire & Casualty Company, Anadarko Petroleum Corporation, Polaris Industries, Inc. (recreational vehicles), Sparton Corporation (electronic products), Stanley Furniture Company, Inc., and Zale Corporation (retail).

Thanks for your continued commitment to the Fund.

Sincerely,



George P. Schwartz, CFA
Co-Portfolio Manager

Gregory R. Heilman, CFA
Co-Portfolio Manager

AVE MARIA CATHOLIC VALUES FUND
TEN LARGEST EQUITY HOLDINGS
June 30, 2007 (Unaudited)

Shares	Company	Market Value	% of Net Assets
625,000	Gentex Corporation	$12,306,250	4.2%
100,000	Legg Mason, Inc.	9,838,000	3.4%
450,000	Lifetime Brands, Inc.	9,202,500	3.1%
175,000	Kinetic Concepts, Inc.	9,094,750	3.1%
225,000	Zebra Technologies Corporation - Class A	8,716,500	3.0%
550,000	Input/Output, Inc.	8,585,500	2.9%
185,000	RC2 Corporation	7,401,850	2.5%
170,000	Graco, Inc.	6,847,600	2.3%
110,000	Waters Corporation	6,529,600	2.2%
80,000	General Dynamics Corporation	6,257,600	2.1%

ASSET ALLOCATION (Unaudited)

Sector	% of Net Assets
Aerospace & Defense	4.4%
Building Materials & Construction	4.8%
Business Services	2.4%
Consumer - Durables	6.6%
Consumer - Nondurables	8.4%
Consumer - Retail	6.0%
Education	1.8%
Energy & Mining	9.5%
Finance	18.3%
Healthcare	8.8%
Industrial Products & Services	15.4%
Real Estate	0.5%
Technology	6.3%
Cash Equivalents, Other Assets and Liabilities	6.8%
	100.0%

AVE MARIA CATHOLIC VALUES FUND
SCHEDULE OF INVESTMENTS
June 30, 2007 (Unaudited)

Shares	COMMON STOCKS — 93.2%	Market Value
	AEROSPACE & DEFENSE — 4.4%	
85,000	American Science and Engineering, Inc. *	$ 4,832,250
80,000	General Dynamics Corporation	6,257,600
40,000	Mine Safety Appliances Company	1,750,400
		12,840,250
	BUILDING MATERIALS & CONSTRUCTION — 4.8%	
80,000	American Woodmark Corporation	2,768,000
350,000	Champion Enterprises, Inc. *	3,440,500
85,000	Pulte Homes, Inc.	1,908,250
70,000	Ryland Group, Inc. (The)	2,615,900
100,000	Simpson Manufacturing Company, Inc.	3,374,000
		14,106,650
	BUSINESS SERVICES — 2.4%	
60,000	Diebold, Incorporated	3,132,000
138,000	Neogen Corporation *	3,968,880
		7,100,880
	CONSUMER - DURABLES — 6.6%	
60,000	Brunswick Corporation	1,957,800
292,983	Craftmade International, Inc.	5,012,939
45,000	Harley-Davidson, Inc.	2,682,450
230,000	Leggett & Platt, Inc.	5,071,500
100,000	Thor Industries, Inc.	4,514,000
		19,238,689
	CONSUMER - NONDURABLES — 8.4%	
450,000	Lifetime Brands, Inc.	9,202,500
185,000	RC2 Corporation *	7,401,850
65,000	Sherwin-Williams Company (The)	4,320,550
40,000	VF Corporation	3,663,200
		24,588,100
	CONSUMER - RETAIL — 6.0%	
90,000	Bed Bath & Beyond, Inc. *	3,239,100
225,000	Chico's FAS, Inc. *	5,476,500
140,000	Dollar Tree Stores, Inc. *	6,097,000
90,000	Ross Stores, Inc.	2,772,000
		17,584,600
	EDUCATION — 1.8%	
90,000	Apollo Group, Inc. - Class A *	5,258,700

AVE MARIA CATHOLIC VALUES FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	COMMON STOCKS — 93.2% (Continued)	Market Value
	ENERGY & MINING — 9.5%	
30,000	ConocoPhillips	$ 2,355,000
35,000	Exxon Mobil Corporation	2,935,800
130,000	Halliburton Company	4,485,000
550,000	Input/Output, Inc. *	8,585,500
90,000	Patterson-UTI Energy, Inc.	2,358,900
90,000	Southwestern Energy Company *	4,005,000
5,000	Transocean Inc. *	529,900
200,000	TXCO Resources, Inc. *	2,056,000
10,000	XTO Energy Inc.	601,000
		27,912,100
	FINANCE - BANKS & THRIFTS — 3.2%	
45,000	BB&T Corporation	1,830,600
200,000	Citizens Republic Bancorp, Inc.	3,660,000
75,000	Synovus Financial Corporation	2,302,500
60,000	TCF Financial Corporation	1,668,000
		9,461,100
	FINANCE - INSURANCE — 8.3%	
210,000	American Safety Insurance Holdings, Ltd *	5,004,300
50,000	Everest Re Group, Ltd.	5,432,000
100,000	Hanover Insurance Group, Inc.	4,879,000
475,000	Meadowbrook Insurance Group, Inc. *	5,206,000
282,945	Unico American Corporation *	3,765,998
		24,287,298
	FINANCE - SERVICES — 6.8%	
125,000	First Marblehead Corporation (The)	4,830,000
100,000	Legg Mason, Inc.	9,838,000
25,000	Student Loan Corporation (The)	5,097,500
		19,765,500
	HEALTHCARE — 8.8%	
30,000	Beckman Coulter, Inc.	1,940,400
175,000	Kinetic Concepts, Inc. *	9,094,750
40,000	Manor Care, Inc.	2,611,600
125,000	Mylan Laboratories Inc.	2,273,750
50,000	Stryker Corporation	3,154,500
110,000	Waters Corporation *	6,529,600
		25,604,600
	INDUSTRIAL PRODUCTS & SERVICES — 15.4%	
90,000	Balchem Corporation	1,635,300
70,000	Caterpillar Inc.	5,481,000
625,000	Gentex Corporation	12,306,250
50,000	Genuine Parts Company	2,480,000
170,000	Graco, Inc.	6,847,600
65,000	ITT Corporation	4,438,200

AVE MARIA CATHOLIC VALUES FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	COMMON STOCKS — 93.2% (Continued)	Market Value
	INDUSTRIAL PRODUCTS & SERVICES — 15.4% (Continued)	
40,000	Johnson Controls, Inc.	$ 4,630,800
20,000	Stericycle, Inc. *	889,200
15,000	Teleflex Incorporated	1,226,700
70,000	United Technologies Corporation	4,965,100
		44,900,150
	REAL ESTATE — 0.5%	
50,000	Health Care Property Investors, Inc.	1,446,500
	TECHNOLOGY — 6.3%	
150,000	ADTRAN, Inc.	3,895,500
25,000	Alltel Corporation	1,688,750
15,000	CenturyTel, Inc.	735,750
70,000	Stratasys, Inc. *	3,288,600
225,000	Zebra Technologies Corporation - Class A *	8,716,500
		18,325,100
	TOTAL COMMON STOCKS (Cost $213,252,975)	$ 272,420,217

Shares	CASH EQUIVALENTS — 6.9%	Market Value
6,169,328	Federated Government Obligations Tax-Managed Fund - Institutional Shares	$ 6,169,328
13,879,368	Federated Treasury Obligations Fund - Institutional Shares	13,879,368
	TOTAL CASH EQUIVALENTS (Cost $20,048,696)	$ 20,048,696
	TOTAL INVESTMENTS AT MARKET VALUE — 100.1% (Cost $233,301,671)	$ 292,468,913
	LIABILITIES IN EXCESS OF OTHER ASSETS — (0.1%)	(161,316)
	NET ASSETS — 100.0%	$ 292,307,597

* Non-income producing security.

See notes to financial statements.

AVE MARIA GROWTH FUND
PORTFOLIO MANAGER COMMENTARY

Dear Fellow Shareholders:

For the first six months of 2007, the Ave Maria Growth Fund had a total return of 8.8% compared with 7.0% for S&P 500 Index. For the three years ended June 30, 2007, the Fund's average annual total return was 12.7%, compared with 11.7% for the S&P 500 Index. Since inception (May 1, 2003), the Fund's average annual total return was 16.6%, compared with 14.7% for the S&P 500 Index.

The top five performing issues in the Ave Maria Growth Fund for the six months of 2007 were:

Frontier Oil Corporation (Oil Refining)	59.6%
Johnson Controls, Inc. (Auto Parts Supplier, Bldg. Controls)	36.1%
XTO Energy, Inc. (Oil & Gas Exploration & Marketing)	28.6%
Toro Company (Lawn & Garden Equipment)	27.7%
Alliant Techsystems, Inc. (Rocket Motor Systems, Ammunition)	25.8%

The bottom five performing issues were:

Harley-Davidson, Inc. (Motorcycles)	(14.4)%
Brown & Brown, Inc. (Property/Casualty Insurance Broker)	(10.9)%
Varian Medical Systems, Inc. (Integrated Cancer Care Systems)	(10.9)%
Coach, Inc. (High-Quality Leather Goods)	(9.5)%
Franklin Electric Company, Inc. (Submersible Electric Motors)	(7.8)%

Your Fund is well diversified among eight out of eleven S&P 500 economic sectors: Consumer Staples 5.5%, Consumer Cyclicals 15.5%, Financial 10.4%, Transportation 4.9%, Energy 10.3%, Capital Goods 21.0%, Technology 18.5%, and Health Care 13.9%.

Respectfully,

James L. Bashaw

James L. Bashaw, CFA
Portfolio Manager

AVE MARIA GROWTH FUND
TEN LARGEST EQUITY HOLDINGS
June 30, 2007 (Unaudited)

Shares	Company	Market Value	% of Net Assets
100,900	Frontier Oil Corporation	$4,416,393	4.1%
88,800	Varian Medical Systems, Inc.	3,774,888	3.5%
63,900	Toro Company (The)	3,763,071	3.5%
62,100	XTO Energy, Inc.	3,732,210	3.4%
49,400	Danaher Corporation	3,729,700	3.4%
51,700	Rockwell Collins, Inc.	3,652,088	3.4%
43,900	C.R. Bard, Inc.	3,627,457	3.3%
94,300	McCormick & Company, Inc.	3,600,374	3.3%
56,800	Stryker Corporation	3,583,512	3.3%
52,300	ITT Corporation	3,571,044	3.3%

ASSET ALLOCATION (Unaudited)

Sector	% of Net Assets
Aerospace & Defense	7.5%
Business Services	2.2%
Consumer - Durables	11.0%
Consumer - Nondurables	5.2%
Consumer - Retail	3.3%
Energy & Mining	10.1%
Finance	10.4%
Food & Tobacco	2.3%
Healthcare	16.1%
Industrial Products & Services	26.3%
Technology	5.1%
Cash Equivalents, Other Assets and Liabilities	0.5%
	100.0%

AVE MARIA GROWTH FUND
SCHEDULE OF INVESTMENTS
June 30, 2007 (Unaudited)

Shares	COMMON STOCKS — 99.5%	Market Value
	AEROSPACE & DEFENSE — 7.5%	
22,300	Alliant Techsystems, Inc. *	$ 2,211,045
29,200	General Dynamics Corporation	2,284,024
51,700	Rockwell Collins, Inc.	3,652,088
		8,147,157
	BUSINESS SERVICES — 2.2%	
104,000	Rollins, Inc.	2,368,080
	CONSUMER - DURABLES — 11.0%	
34,000	Black & Decker Corporation (The)	3,002,540
51,300	Harley-Davidson, Inc.	3,057,993
38,200	Polaris Industries, Inc.	2,068,912
63,900	Toro Company (The)	3,763,071
		11,892,516
	CONSUMER - NONDURABLES — 5.2%	
44,000	Coach, Inc. *	2,085,160
94,300	McCormick & Company, Inc.	3,600,374
		5,685,534
	CONSUMER - RETAIL — 3.3%	
60,100	Bed Bath & Beyond Inc. *	2,162,999
46,300	Ross Stores, Inc.	1,426,040
		3,589,039
	ENERGY & MINING — 10.1%	
100,900	Frontier Oil Corporation	4,416,393
48,800	Occidental Petroleum Corporation	2,824,544
62,100	XTO Energy, Inc.	3,732,210
		10,973,147
	FINANCE - INSURANCE — 4.0%	
50,400	Arthur J. Gallagher & Co.	1,405,152
118,500	Brown & Brown, Inc.	2,979,090
		4,384,242
	FINANCE - SERVICES — 6.4%	
50,950	FactSet Research Systems, Inc.	3,482,432
120,600	SEI Investments Company	3,502,224
		6,984,656
	FOOD & TOBACCO — 2.3%	
48,200	Kellogg Company	2,496,278

AVE MARIA GROWTH FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	COMMON STOCKS — 99.5% (Continued)	Market Value
	HEALTHCARE — 16.1%	
29,300	Beckman Coulter, Inc.	$ 1,895,124
43,900	C. R. Bard, Inc.	3,627,457
55,500	Patterson Companies, Inc.*	2,068,485
56,800	Stryker Corporation	3,583,512
88,800	Varian Medical Systems, Inc. *	3,774,888
43,600	Waters Corporation *	2,588,096
		17,537,562
	INDUSTRIAL PRODUCTS & SERVICES — 26.3%	
66,900	AMETEK, Inc.	2,654,592
61,800	CLARCOR, Inc.	2,313,174
49,400	Danaher Corporation	3,729,700
61,400	Donaldson Company, Inc.	2,182,770
49,100	Expeditors International of Washington, Inc.	2,027,830
46,300	Franklin Electric Company, Inc.	2,184,434
88,400	Graco, Inc.	3,560,752
52,300	ITT Corporation	3,571,044
27,300	Johnson Controls, Inc.	3,160,521
67,500	Landstar System, Inc.	3,256,875
		28,641,692
	TECHNOLOGY — 5.1%	
35,000	Dionex Corporation *	2,484,650
31,900	Mettler-Toledo International Inc. *	3,046,769
		5,531,419
	TOTAL COMMON STOCKS (Cost $88,155,548)	$ 108,231,322

Shares	CASH EQUIVALENTS — 0.8%	Market Value
52,439	Federated Government Obligations Tax-Managed Fund - Institutional Shares	$ 52,439
850,220	Federated Treasury Obligations Fund - Institutional Shares	850,220
	TOTAL CASH EQUIVALENTS (Cost $902,659)	$ 902,659
	TOTAL INVESTMENTS AT MARKET VALUE — 100.3% (Cost $89,058,207)	$ 109,133,981
	LIABILITIES IN EXCESS OF OTHER ASSETS — (0.3%)	(342,456)
	NET ASSETS — 100.0%	$ 108,791,525

* Non-income producing security.

See notes to financial statements.

AVE MARIA RISING DIVIDEND FUND
PORTFOLIO MANAGER COMMENTARY

Dear Fellow Shareholders:

The total return for the Ave Maria Rising Dividend Fund was 8.2% for the six months ended June 30, 2007. This compares favorably with returns on the S&P 500 Index of 7.0%, and 5.8% for the S&P Dividend Aristocrat Index for the same period.

Energy and industrial products stocks performed well while financial services stocks, as a group, were a drag on performance for the six month period. The J. M. Smucker Company (+31.3%), Johnson Controls, Inc. (+34.7%) and Gentex Corporation (+26.5%) saw significant stock price appreciation, on the basis of improving outlooks, while others such as The ServiceMaster Company (+17.9%) and Manor Care, Inc. (+39.2%) rose in response to announced takeovers. Citizens Republic Bancorp, Inc. and Pulte Homes, Inc. were among the weakest performers for the period declining -30.9% and -32.2%, respectively.

Of special significance was the completion of the merger with the Catholic Equity Fund effective March 31. We want to extend a special welcome to our 1,200 new shareholders. One of the short-term consequences of this combination was the somewhat higher than normal portfolio turnover that occurred during the second quarter as we melded the two portfolios into one.

In managing the Ave Maria Rising Dividend Fund, we have always focused on companies with sound underlying business fundamentals and those with promising futures. Not surprisingly, most companies that we select have also had long histories of success. Many of these companies are not only icons of American business, but are also closely associated with American culture. The Sherwin-Williams Company was founded in 1866, but didn't get around to creating their "Cover the World" logo until 1905. Charles Diebold first started manufacturing safes and vaults in 1859. Today Diebold, Incorporated is a leading manufacturer of automated teller machines and electronic polling booths. In 1901, William S. Harley designed an engine to fit into a bicycle frame. Two years later, he and his partner, Arthur Davidson, sold their first motorcycle. Orlando McLean Scott, after service in the Union Army, recognized farmers' need for clean weed free seed stock. But it wasn't until 1928 that Scotts Miracle-Gro Company began producing specialty fertilizers for lawns. And so it goes.

Most of our companies have been around a long time. The name recognition that their brands command is often the company's greatest asset. (It's been pointed out that not many companies have their customers tattooing themselves with their corporate logo. Harley-Davidson, Inc. does.) Things change over a century or more and these companies have had to change with the times, but they have done more than survive, they have thrived. We expect more of the same from these exceptional companies.

Thanks for investing in the Ave Maria Rising Dividend Fund.

With best regards,

George P. Schwartz, CFA
Co-Portfolio Manager

Richard L. Platte, Jr., CFA
Co-Portfolio Manager

AVE MARIA RISING DIVIDEND FUND
TEN LARGEST EQUITY HOLDINGS
June 30, 2007 (Unaudited)

Shares	Company	Market Value	% of Net Assets
38,560	Exxon Mobil Corporation	$3,234,413	3.4%
125,000	RPM International, Inc.	2,888,750	3.1%
68,000	Waste Management, Inc.	2,655,400	2.8%
25,000	Legg Mason, Inc.	2,459,500	2.6%
60,000	Graco, Inc.	2,416,800	2.6%
120,000	Gentex Corporation	2,362,800	2.5%
45,000	Diebold, Incorporated	2,349,000	2.5%
20,000	Johnson Controls, Inc.	2,315,400	2.5%
55,000	BB&T Corporation	2,237,400	2.4%
27,500	Caterpillar Inc.	2,153,250	2.3%

ASSET ALLOCATION (Unaudited)

Sector	% of Net Assets
Aerospace & Defense	1.7%
Building Materials & Construction	2.5%
Business Services	2.5%
Consumer - Durables	5.8%
Consumer - Nondurables	4.8%
Consumer - Retail	5.4%
Energy & Mining	8.9%
Finance	16.7%
Food & Tobacco	6.5%
Healthcare	6.1%
Industrial Products & Services	23.5%
Printing & Publishing	2.1%
Technology	0.6%
Transportation	4.2%
Cash Equivalents, Other Assets and Liabilities	8.7%
	100.0%

AVE MARIA RISING DIVIDEND FUND
SCHEDULE OF INVESTMENTS
June 30, 2007 (Unaudited)

Shares	COMMON STOCKS — 91.3%	Market Value
	AEROSPACE & DEFENSE — 1.7%	
20,000	General Dynamics Corporation	$ 1,564,400
	BUILDING MATERIALS & CONSTRUCTION — 2.5%	
70,000	Masco Corporation	1,992,900
17,500	Pulte Homes, Inc.	392,875
		2,385,775
	BUSINESS SERVICES — 2.5%	
45,000	Diebold, Incorporated	2,349,000
	CONSUMER - DURABLES — 5.8%	
32,000	Harley-Davidson, Inc.	1,907,520
55,000	Leggett & Platt, Inc.	1,212,750
45,000	Newell Rubbermaid Inc.	1,324,350
20,000	Polaris Industries, Inc.	1,083,200
		5,527,820
	CONSUMER - NONDURABLES — 4.8%	
40,000	Scotts Miracle-Gro Company - Class A (The)	1,717,600
22,000	Sherwin-Williams Company (The)	1,462,340
15,000	VF Corporation	1,373,700
		4,553,640
	CONSUMER - RETAIL — 5.4%	
90,000	Cato Corporation - Class A (The)	1,974,600
60,000	Ross Stores, Inc.	1,848,000
45,000	TJX Companies, Inc. (The)	1,237,500
		5,060,100
	ENERGY & MINING — 8.9%	
6,240	Anadarko Petroleum Corporation	324,418
24,000	ConocoPhillips	1,884,000
38,560	Exxon Mobil Corporation	3,234,413
48,000	Halliburton Company	1,656,000
15,000	Schlumberger Limited	1,274,100
		8,372,931
	FINANCE - BANKS & THRIFTS — 9.4%	
55,000	BB&T Corporation	2,237,400
100,000	Citizens Republic Bancorp, Inc.	1,830,000
60,000	Synovus Financial Corporation	1,842,000
60,000	TCF Financial Corporation	1,668,000
40,000	United Bankshares, Inc.	1,272,000
		8,849,400

AVE MARIA RISING DIVIDEND FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	COMMON STOCKS — 91.3% (Continued)	Market Value
	FINANCE - INSURANCE — 3.8%	
60,000	Arthur J. Gallagher & Co.	$ 1,672,800
25,000	PartnerRe Ltd.	1,937,500
		3,610,300
	FINANCE - SERVICES — 3.5%	
25,000	Legg Mason, Inc.	2,459,500
4,000	Student Loan Corporation (The)	815,600
		3,275,100
	FOOD & TOBACCO — 6.5%	
53,000	ConAgra Foods, Inc.	1,423,580
50,000	Hormel Foods Corporation	1,867,500
20,000	J.M. Smucker Company (The)	1,273,200
30,000	Kellogg Company	1,553,700
		6,117,980
	HEALTHCARE — 6.1%	
13,500	Beckman Coulter, Inc.	873,180
8,000	Becton, Dickinson & Company	596,000
10,000	Laboratory Corporation of America Holdings *	782,600
25,000	Manor Care, Inc.	1,632,250
30,000	Stryker Corporation	1,892,700
		5,776,730
	INDUSTRIAL PRODUCTS & SERVICES — 23.5%	
27,500	Caterpillar Inc.	2,153,250
120,000	Gentex Corporation	2,362,800
30,000	Genuine Parts Company	1,488,000
60,000	Graco, Inc.	2,416,800
20,000	Johnson Controls, Inc.	2,315,400
40,020	Raven Industries, Inc.	1,429,114
125,000	RPM International Inc.	2,888,750
25,000	Stanley Works (The)	1,517,500
27,000	United Technologies Corporation	1,915,110
68,000	Waste Management, Inc	2,655,400
12,000	W.W. Grainger, Inc.	1,116,600
		22,258,724
	PRINTING & PUBLISHING — 2.1%	
46,000	R.R. Donnelley & Sons Company	2,001,460
	TECHNOLOGY — 0.6%	
8,500	Alltel Corporation	574,175
	TRANSPORTATION — 4.2%	
20,000	Burlington Northern Santa Fe Corporation	1,702,800
25,000	CSX Corporation	1,127,000
22,500	Norfolk Southern Corporation	1,182,825
		4,012,625
	TOTAL COMMON STOCKS (Cost $77,223,651)	$ 86,290,160

AVE MARIA RISING DIVIDEND FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	CASH EQUIVALENTS — 9.2%	Market Value
4,176,954	Federated Government Obligations Tax-Managed Fund - Institutional Shares	$ 4,176,954
4,488,269	Federated Treasury Obligations Fund - Institutional Shares	4,488,269
	TOTAL CASH EQUIVALENTS (Cost $8,665,223)	$ 8,665,223
	TOTAL INVESTMENTS AT MARKET VALUE — 100.5% (Cost $85,888,874)	$ 94,955,383
	LIABILITIES IN EXCESS OF OTHER ASSETS — (0.5%)	(449,700)
	NET ASSETS — 100.0%	$ 94,505,683

* Non-income producing security.

See notes to financial statements.

AVE MARIA OPPORTUNITY FUND
PORTFOLIO MANAGER COMMENTARY

Dear Fellow Shareholders:

The Ave Maria Opportunity Fund had a total return of 8.9% for the first six months of 2007, compared to 6.5% for the Russell 2000 Index and 8.6% for the S&P 600 SmallCap Index. Since inception on May 1, 2006, the Fund has generated a cumulative total return of 17.9% compared to 11.1% for the Russell 2000 Index and 10.9% for the S&P 600 SmallCap Index.

During the first half of the year, the Fund's best performing stocks included Sun Hydraulics Corporation (hydraulic cartridge valves), Kinetic Concepts, Inc. (wound care devices), Gentex Corporation (automotive technology), and MTS Systems Corporation (simulation systems). Stocks detracting from performance included Select Comfort Corporation (Sleep Number beds), Century Bancorp, Inc. (regional banking), and TVI Corporation (decontamination equipment).

Sun Hydraulics Corporation has been the Fund's biggest winner recently. When we started buying it last year at this time, the company's near term outlook was clouded and consequently, the stock price was on the floor. At $11, the stock was at an 18 month low and down 40% from its recent high. While the company's growth had slowed (temporarily), it still had an enviable business with high margins, 20%+ ROE with no debt leverage, proprietary products, and a dominant market position. Importantly, the stock was unduly depressed, selling at a PE of only 10. In late 2006, the earnings growth rate reaccelerated and the stock price took off. It's now a $36 stock. In hindsight, the stock was unbelievably cheap, and although we bought a lot of it, we should have bought more. No longer bargain-priced, we recently sold some shares to lock in some profits. As this is a superior company, the remaining shares should be a good long-term investment for the Fund.

Business Week recently published a list of "100 Hot Growth Companies." Companies were ranked based on the following criteria: sales and earnings growth over the past 3 years, return on invested capital, annual sales between $50 million and $1.5 billion, and market capitalization of at least $25 million. Although not a "growth" fund, the Ave Maria Opportunity Fund owns seven companies on the list – Sun Hydraulics Corporation (#33), Kinetic Concepts, Inc. (#36), Select Comfort Corporation (#39), Raven Industries, Inc. (#55), Acme United Corporation (#65), Balchem Corporation (#80), and Rofin-Sinar Technologies, Inc. (#95). Purchasing rapidly growing companies such as these does not automatically guarantee good investment results. The price paid for that growth is paramount. Superior investment returns are produced when a growing company can be purchased at a discount to intrinsic value. We believe these seven stocks, and many more like them in the Fund, are actually “value” stocks – they have good expected growth and are selling at reasonable prices. That is the reason they are in this Fund.

Your continued interest and investment in the Ave Maria Opportunity Fund is very much appreciated.

With best regards,

Timothy S. Schwartz
Portfolio Manager

AVE MARIA OPPORTUNITY FUND
TEN LARGEST EQUITY HOLDINGS
June 30, 2007 (Unaudited)

Shares	Company	Market Value	% of Net Assets
20,000	Graco, Inc.	$805,600	3.6%
50,000	Input/Output, Inc.	780,500	3.5%
20,000	Zebra Technologies Corporation - Class A	774,800	3.5%
15,000	Sun Hydraulics Corporation	738,750	3.3%
15,000	MTS Systems Corporation	670,050	3.0%
12,500	Kinetic Concepts, Inc.	649,625	2.9%
35,000	Citizens Republic Bancorp, Inc.	640,500	2.9%
30,000	Gentex Corporation	590,700	2.6%
45	AmTrust Financial Corporation	569,250	2.5%
10,000	American Science and Engineering, Inc.	568,500	2.5%

ASSET ALLOCATION (Unaudited)

Sector	% of Net Assets
Aerospace & Defense	3.7%
Apparel & Textiles	1.0%
Building Materials & Construction	2.9%
Business Services	1.9%
Consumer - Durables	6.5%
Consumer - Nondurables	5.1%
Consumer - Retail	2.2%
Energy & Mining	6.8%
Finance	20.1%
Healthcare	5.5%
Industrial Products & Services	15.3%
Technology	10.7%
Utilities	0.4%
Cash Equivalents, Other Assets and Liabilities	17.9%
	100.0%

AVE MARIA OPPORTUNITY FUND
SCHEDULE OF INVESTMENTS
June 30, 2007 (Unaudited)

Shares	COMMON STOCKS — 82.1%	Market Value
	AEROSPACE & DEFENSE — 3.7%	
10,000	American Science and Engineering, Inc. *	$ 568,500
5,000	Harris Corporation	272,750
		841,250
	APPAREL & TEXTILES — 1.0%	
25,000	Tefron Ltd.	230,500
	BUILDING MATERIALS & CONSTRUCTION — 2.9%	
2,500	American Woodmark Corporation	86,500
10,000	A.S.V., Inc. *	172,800
40,000	Champion Enterprises, Inc. *	393,200
		652,500
	BUSINESS SERVICES — 1.9%	
15,000	ServiceMaster Company (The)	231,900
10,000	Superior Uniform Group, Inc.	130,500
125,000	TVI Corporation *	72,500
		434,900
	CONSUMER - DURABLES — 6.5%	
25,000	Craftmade International, Inc.	427,750
35,000	Select Comfort Corporation *	567,700
10,000	Thor Industries, Inc.	451,400
		1,446,850
	CONSUMER - NONDURABLES — 5.1%	
15,000	Acme United Corporation	225,300
25,000	Hartmarx Corporation *	199,250
25,000	Lifetime Brands, Inc.	511,250
5,000	RC2 Corporation *	200,050
		1,135,850
	CONSUMER - RETAIL — 2.2%	
5,000	Cato Corporation (The)	109,700
15,000	Foot Locker, Inc.	327,000
2,000	Ross Stores, Inc.	61,600
		498,300
	ENERGY & MINING — 6.8%	
50,000	Input/Output, Inc.*	780,500
15,000	Patterson-UTI Energy, Inc.	393,150
5,000	Southwestern Energy Company *	222,500
12,500	TXCO Resources, Inc. *	128,500
		1,524,650

AVE MARIA OPPORTUNITY FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	COMMON STOCKS — 82.1% (Continued)	Market Value
	FINANCE - BANKS & THRIFTS — 10.2%	
45	AmTrust Financial Corporation	$ 569,250
15,000	Century Bancorp, Inc. - Class A	337,800
35,000	Citizens Republic Bancorp, Inc.	640,500
15,000	TCF Financial Corporation	417,000
10,000	United Bankshares, Inc.	318,000
		2,282,550
	FINANCE - INSURANCE — 7.7%	
10,000	American Safety Insurance Holdings Ltd. *	238,300
10,000	Arthur J. Gallagher & Co.	278,800
10,000	Fremont Michigan InsuraCorp, Inc. - Class A *	244,000
5,000	Hanover Insurance Group Inc.	243,950
35,000	Meadowbrook Insurance Group, Inc. *	383,600
12,798	Unico American Corporation *	170,342
5,000	United Fire & Casualty Company	176,900
		1,735,892
	FINANCE - SERVICES — 2.2%	
5,000	First Marblehead Corporation (The)	193,200
1,500	Student Loan Corporation (The)	305,850
		499,050
	HEALTHCARE — 5.5%	
10,000	Computer Programs & Systems, Inc.	309,800
25,000	Continucare Corporation *	77,250
12,500	Kinetic Concepts, Inc. *	649,625
10,000	Psychemedics Corporation	204,100
		1,240,775
	INDUSTRIAL PRODUCTS & SERVICES — 15.3%	
10,000	Applied Industrial Technologies, Inc.	295,000
5,000	Balchem Corporation	90,850
30,000	Gentex Corporation	590,700
20,000	Graco, Inc.	805,600
12,000	Raven Industries, Inc.	428,520
1,000	Rofin-Sinar Technologies, Inc. *	69,000
10,000	RPM International Inc.	231,100
4,000	Strattec Security Corporation *	188,000
15,000	Sun Hydraulics Corporation	738,750
		3,437,520
	TECHNOLOGY — 10.7%	
10,000	ADTRAN, Inc.	259,700
5,000	Cognex Corporation	112,550
15,000	MTS Systems Corporation	670,050
40,000	Sparton Corporation *	288,000
15,000	Stamps.com, Inc. *	206,700
2,000	Stratasys, Inc. *	93,960
20,000	Zebra Technologies Corporation - Class A *	774,800
		2,405,760

AVE MARIA OPPORTUNITY FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	COMMON STOCKS — 82.1% (Continued)	Market Value
	UTILITIES — 0.4%	
10,000	SEMCO Energy, Inc. *	$ 77,700
	TOTAL COMMON STOCKS (Cost $15,930,555)	$ 18,444,047

Shares	CASH EQUIVALENTS — 14.2%	Market Value
1,063,000	Federated Government Obligations Tax-Managed Fund - Institutional Shares	$ 1,063,000
1,063,000	Federated Treasury Obligations Fund - Institutional Shares	1,063,000
1,063,000	Federated U.S. Treasury Cash Reserve Fund - Institutional Shares	1,063,000
	TOTAL CASH EQUIVALENTS (Cost $3,189,000)	$ 3,189,000

Face Amount	REPURCHASE AGREEMENTS [(1)] — 4.7%	Market Value
$ 1,049,346	U.S. Bank N.A., 4.100%, dated 06/29/07, due 07/02/07 repurchase proceeds: $1,049,705 (Cost $1,049,346)	$ 1,049,346
	TOTAL INVESTMENTS AT MARKET VALUE — 101.0% (Cost $20,168,901)	$ 22,682,393
	LIABILITIES IN EXCESS OF OTHER ASSETS — (1.0%)	(232,999)
	NET ASSETS — 100.0%	$ 22,449,394

* Non-income producing security.

(1) Repurchase agreement is fully collateralized by $1,049,346 FNCI, Pool # 729590, 4.50%, due 07/01/2018. The aggregate market value of the collateral at June 30, 2007 was $1,070,624.

See notes to financial statements.

AVE MARIA BOND FUND
PORTFOLIO MANAGER COMMENTARY

Dear Fellow Shareholders:

For the six months ended June 30, 2007, the Ave Maria Bond Fund (Retail Class) had a total rate of return of 1.0%, trailing the return on the Lehman Brothers Intermediate U.S. Government/Credit Index of 1.4%. Returns on bonds during the first six months of the year were largely determined by rising interest rates. At the beginning of the year, the yield on the ten-year U.S. Treasury bond was 4.71%; by June 30th, it had risen to 5.04%. The resulting drop in bond prices largely offset the income produced by our bonds.

Credit spreads continued to tighten during the first half of the year. As a result, high-quality issues grew cheaper on a relative basis making them attractive for purchase, which is what we've been doing in this portfolio. This has held back performance on a short-term basis, but should be additive over the longer term. Our portfolio holds a disproportionately large weighting of U.S. government bonds, as we await credit spreads widening to more normal levels. The average duration of the bond portfolio as of June 30th was 4.1 years versus 3.7 years for the Index.

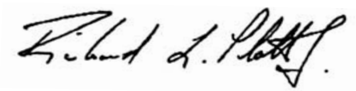
Much has been written in recent weeks of the travails within the subprime mortgage market and its effects upon borrowers and those unfortunate enough to have invested in those mortgages. This debacle has had no effect upon the Ave Maria Bond Fund, because we would never consider investing in such low-quality assets. Nevertheless, it does have some significance for the credit markets in general. For the past two years, we have been concerned that many investors were reaching for yield and taking on higher and higher levels of risk. Something had to break that cycle and we believe difficulties emanating from the subprime market will prove to be that something. Very recently, junk bond prices deteriorated significantly and it appears the chickens may at least be beginning to come home to roost. In that environment, the Ave Maria Bond Fund, with its high-quality issues, should perform well.

At June 30th, equities represented 13.2% of total assets in the Fund. As opposed to previous periods, our stocks were a slight drag on total returns for the six months ended June 30. During the period, we sold FPL Group, Inc., Newell Rubbermaid Inc., National City Corporation, and National Fuel Gas Company. Their stock prices had appreciated to a point that no longer represented good value. The ServiceMaster, Inc. was bought out by a private equity group. The two weakest performers in the equity portfolio were Pinnacle West Capital Corporation and Citizen's Republic Bancorp, Inc., which we continue to believe represent attractive investments. New positions were established in NSTAR and Energy East

Corporation, both northeast utilities. Just prior to June 30, it was announced that Energy East had agreed to be acquired by a Spanish utility company at a premium to our purchase price. How the world has changed.

Your participation in the Ave Maria Bond Fund is much appreciated and your comments are welcome.

With best regards,



Richard L. Platte, Jr., CFA
Portfolio Manager

AVE MARIA BOND FUND
TEN LARGEST HOLDINGS
June 30, 2007 (Unaudited)

Par Value	Holding	Market Value	% of Net Assets
$3,000,000	U.S. Treasury Note, 2.625%, due 05/15/08	$2,939,064	6.9%
3,000,000	U.S. Treasury Note, 4.125%, due 05/15/15	2,827,266	6.6%
2,000,000	U.S. Treasury Note, 3.750%, due 05/15/08	1,978,124	4.6%
2,000,000	U.S. Treasury Note, 4.500%, due 02/15/16	1,927,656	4.5%
1,500,000	U.S. Treasury Note, 4.750%, due 01/31/12	1,488,750	3.5%
1,500,000	U.S. Treasury Note, 4.250%, due 10/15/10	1,471,172	3.4%
1,500,000	U.S. Treasury Note, 4.375%, due 08/15/12	1,466,133	3.4%
1,500,000	U.S. Treasury Note, 4.625%, due 02/15/17	1,452,657	3.4%
1,500,000	U.S. Treasury Note, 4.250%, due 08/15/13	1,448,320	3.4%
1,500,000	U.S. Treasury Note, 4.250%, due 11/15/14	1,431,212	3.3%

ASSET ALLOCATION (Unaudited)

	% of Net Assets
U.S. GOVERNMENT AND AGENCY OBLIGATIONS	
U.S. Treasuries	55.2%
U.S. Government Agencies	10.3%
CORPORATE BONDS	
Sector	
Consumer Products	2.3%
Finance	4.5%
Food & Tobacco	1.4%
Industrials	3.6%
Utilities	2.4%
COMMON STOCKS	
Sector	
Consumer - Durables	0.4%
Finance	6.0%
Industrial Products & Services	1.9%
Real Estate	0.8%
Utilities	4.1%
Cash Equivalents, Other Assets and Liabilities	7.1%
	100.0%

AVE MARIA BOND FUND
SCHEDULE OF INVESTMENTS
June 30, 2007 (Unaudited)

Par Value	U.S. GOVERNMENT AND AGENCY OBLIGATIONS — 65.5%	Market Value
	U.S. TREASURIES — 55.2%	
$ 3,000,000	U.S. Treasury Note, 2.625%, due 05/15/08	$ 2,939,064
2,000,000	U.S. Treasury Note, 3.750%, due 05/15/08	1,978,124
1,260,010	U.S. Treasury Inflation-Protection Note, 3.875%, due 01/15/09	1,280,092
1,000,000	U.S. Treasury Note, 3.000%, due 02/15/09	970,000
1,000,000	U.S. Treasury Note, 3.375%, due 10/15/09	967,500
1,500,000	U.S. Treasury Note, 4.250%, due 10/15/10	1,471,172
1,500,000	U.S. Treasury Note, 4.750%, due 01/31/12	1,488,750
1,500,000	U.S. Treasury Note, 4.375%, due 08/15/12	1,466,133
1,500,000	U.S. Treasury Note, 4.250%, due 08/15/13	1,448,320
1,000,000	U.S. Treasury Note, 4.000%, due 02/15/14	946,641
1,500,000	U.S. Treasury Note, 4.250%, due 11/15/14	1,431,212
3,000,000	U.S. Treasury Note, 4.125%, due 05/15/15	2,827,266
2,000,000	U.S. Treasury Note, 4.500%, due 02/15/16	1,927,656
1,023,220	U.S. Treasury Inflation-Protection Note, 2.500%, due 07/15/16	1,011,788
1,500,000	U.S. Treasury Note, 4.625%, due 02/15/17	1,452,657
		23,606,375
	U.S. GOVERNMENT AGENCIES — 10.3%	
1,000,000	Federal Farm Credit Bank, 4.480%, due 08/24/12	963,766
1,000,000	Federal Farm Credit Bank, 4.600%, due 12/27/12	966,129
500,000	Federal Home Loan Bank, 3.375%, due 07/21/08	490,340
1,000,000	Federal Home Loan Bank, 5.000%, due 09/01/10	994,350
1,000,000	Federal Home Loan Bank, 5.815%, due 08/21/13	996,531
		4,411,116
	TOTAL U.S. GOVERNMENT AND AGENCY OBLIGATIONS (Cost $28,477,547)	$ 28,017,491

Par Value	CORPORATE BONDS — 14.2%	Market Value
	CONSUMER PRODUCTS — 2.3%	
$ 1,000,000	Harley-Davidson, Inc. - 144A, 3.625%, due 12/15/08	$ 974,872
	FINANCE — 4.5%	
1,000,000	Caterpillar Financial Services Corporation, 4.750%, due 02/17/15	935,096
1,000,000	Marshall & Ilsley Bank, 5.250%, due 09/04/12	986,624
		1,921,720
	FOOD & TOBACCO — 1.4%	
600,000	Hormel Foods Corporation, 6.625%, due 06/01/11	619,277

AVE MARIA BOND FUND
SCHEDULE OF INVESTMENTS (Continued)

Par Value	CORPORATE BONDS — 14.2% (Continued)	Market Value
	INDUSTRIALS — 3.6%	
$ 500,000	Johnson Controls, Inc., 5.250%, due 01/15/11	$ 494,869
1,000,000	United Technologies Corporation, 6.350%, due 03/01/11	1,029,015
		1,523,884
	UTILITIES — 2.4%	
1,000,000	Southern Power Company, 6.250%, due 07/15/12	1,022,416
	TOTAL CORPORATE BONDS (Cost $6,244,383)	$ 6,062,169

Shares	COMMON STOCKS — 13.2%	Market Value
	CONSUMER - DURABLES — 0.4%	
8,000	Leggett & Platt, Inc.	$ 176,400
	FINANCE - BANKS & THRIFTS — 4.3%	
15,000	BB&T Corporation	610,200
44,000	Citizens Republic Bancorp, Inc.	805,200
15,000	TCF Financial Corporation	417,000
		1,832,400
	FINANCE - INSURANCE — 1.7%	
25,000	Arthur J. Gallagher & Co.	697,000
	INDUSTRIAL PRODUCTS & SERVICES — 1.9%	
35,000	RPM International Inc.	808,850
	REAL ESTATE — 0.8%	
10,000	Duke Realty Corporation	356,700
	UTILITIES — 4.1%	
10,000	Energy East Corporation	260,900
10,000	NSTAR	324,500
14,000	Pinnacle West Capital Corporation	557,900
18,000	Southern Company	617,220
		1,760,520
	TOTAL COMMON STOCKS (Cost $5,431,557)	$ 5,631,870

AVE MARIA BOND FUND
SCHEDULE OF INVESTMENTS (Continued)

Shares	CASH EQUIVALENTS — 6.2%	Market Value
751,429	Federated Government Obligations Tax-Managed Fund - Institutional Shares	$ 751,429
1,904,837	Federated Treasury Obligations Fund - Institutional Shares	1,904,837
	TOTAL CASH EQUIVALENTS (Cost $2,656,266)	$ 2,656,266
	TOTAL INVESTMENTS AT MARKET VALUE — 99.1% (Cost $42,809,753)	$ 42,367,796
	OTHER ASSETS IN EXCESS OF LIABILITIES — 0.9%	390,356
	NET ASSETS — 100.0%	$ 42,758,152

See notes to financial statements.

AVE MARIA MUTUAL FUNDS
STATEMENTS OF ASSETS AND LIABILITIES
June 30, 2007 (Unaudited)

	Ave Maria Catholic Values Fund	Ave Maria Growth Fund	Ave Maria Rising Dividend Fund	Ave Maria Opportunity Fund	Ave Maria Bond Fund
ASSETS					
Investment securities:					
At amortized cost	$ 233,301,671	$ 89,058,207	$ 85,888,874	$ 20,168,901	$ 42,809,753
At market value (Note 1)	$ 292,468,913	$ 109,133,981	$ 94,955,383	$ 22,682,393	$ 42,367,796
Receivable for investment securities sold	441,783	—	—	—	—
Receivable for capital shares sold	345,055	363,623	113,552	12,940	9,558
Receivable from Adviser (Note 2)	—	—	—	—	12,109
Dividends and interest receivable	257,483	62,927	115,119	25,951	441,404
Other assets	14,476	20,695	18,177	15,724	18,094
TOTAL ASSETS	293,527,710	109,581,226	95,202,231	22,737,008	42,848,961
LIABILITIES					
Dividends payable	—	—	121,377	—	61,519
Payable for investment securities purchased	360,200	508,080	328,938	259,230	—
Payable for capital shares redeemed	33,973	8,772	9,544	—	3,390
Payable to Adviser (Note 2)	717,428	229,408	208,459	14,981	—
Payable to administrator (Note 2)	36,700	13,500	11,800	4,000	4,000
Accrued distribution fees (Note 2)	44,531	15,370	—	—	9,139
Other accrued expenses	27,281	14,571	16,430	9,403	12,761
TOTAL LIABILITIES	1,220,113	789,701	696,548	287,614	90,809
NET ASSETS	$ 292,307,597	$ 108,791,525	$ 94,505,683	$ 22,449,394	$ 42,758,152
NET ASSETS CONSIST OF:					
Paid-in capital	$ 223,829,183	$ 88,585,204	$ 83,032,247	$ 19,723,931	$ 42,499,980
Accumulated undistributed/(Distributions in excess of) net investment income/(loss)	(136,795)	(248,781)	(18,393)	50,404	84
Accumulated net realized gains from security transactions	9,447,967	379,328	2,425,320	161,567	700,045
Net unrealized appreciation/(depreciation) on investments	59,167,242	20,075,774	9,066,509	2,513,492	(441,957)
NET ASSETS	$ 292,307,597	$ 108,791,525	$ 94,505,683	$ 22,449,394	$ 42,758,152
Shares of beneficial interest outstanding (unlimited number of shares authorized, no par value)	16,194,939	5,808,339	7,268,286	1,954,608	
Net asset value, offering price and redemption price per share (Note 1)	$ 18.05	$ 18.73	$ 13.00	$ 11.49	
PRICING OF CLASS I SHARES					
Net assets applicable to Class I shares					$ 14,722,496
Shares of beneficial interest outstanding (unlimited number of shares authorized, no par value)					1,447,589
Net asset value, offering price and redemption price per share (Note 1)					$ 10.17
PRICING OF CLASS R SHARES					
Net assets applicable to Class R shares					$ 28,035,656
Shares of beneficial interest outstanding (unlimited number of shares authorized, no par value)					2,760,236
Net asset value, offering price and redemption price per share (Note 1)					$ 10.16

See notes to financial statements.

AVE MARIA MUTUAL FUNDS
STATEMENTS OF OPERATIONS
For the Six Months Ended June 30, 2007 (Unaudited)

	Ave Maria Catholic Values Fund	Ave Maria Growth Fund	Ave Maria Rising Dividend Fund	Ave Maria Opportunity Fund	Ave Maria Bond Fund
INVESTMENT INCOME					
Dividend	$ 1,905,381	$ 482,919	$ 755,296	$ 154,546	$ 176,742
Interest	25,596	—	36,088	19,917	758,685
TOTAL INCOME	1,930,977	482,919	791,384	174,463	935,427
EXPENSES					
Investment advisory fees (Note 2)	1,378,516	487,800	243,766	99,454	64,057
Distribution fees (Note 2)	344,628	121,950	—	—	—
Distribution fees - Class R (Note 2)	—	—	—	—	32,267
Administration, accounting and transfer agent fees (Note 2)	208,039	73,680	49,200	24,000	24,000
Legal and audit fees	30,450	20,378	21,353	15,629	16,778
Postage and supplies	33,845	18,275	10,671	5,233	9,586
Trustees' fees and expenses	14,279	14,279	14,279	14,279	14,279
Registration fees - Common	9,606	10,474	10,980	14,294	4,547
Registration fees - Class I	—	—	—	—	427
Registration fees - Class R	—	—	—	—	4,480
Custodian fees	13,008	4,343	6,506	3,485	1,771
Reports to shareholders	10,152	5,346	2,460	1,085	1,794
Insurance expense	9,977	3,624	1,851	1,118	2,728
Advisory board fees and expenses	4,267	4,267	4,267	4,267	4,267
Compliance service fees	5,429	1,979	1,759	412	845
Other expenses	9,422	4,798	4,148	3,999	7,854
TOTAL EXPENSES	2,071,618	771,193	371,240	187,255	189,680
Less fees waived and/or expenses reimbursed by the Adviser (Note 2):					
Common	(3,846)	(39,493)	—	(62,938)	(86,475)
Class I	—	—	—	—	(427)
Plus previously waived investment advisory fees and expense reimbursements recouped by the Adviser (Note 2):	—	—	35,037	—	—
NET EXPENSES	2,067,772	731,700	406,277	124,317	102,778
NET INVESTMENT INCOME/(LOSS)	(136,795)	(248,781)	385,107	50,146	832,649
REALIZED AND UNREALIZED GAINS/(LOSSES) ON INVESTMENTS					
Net realized gains from security transactions	10,074,270	378,999	2,425,227	192,003	700,024
Net change in unrealized appreciation/(depreciation) on investments	14,798,543	7,948,349	5,663,869	1,489,711	(1,116,650)
NET REALIZED AND UNREALIZED GAINS/(LOSSES) ON INVESTMENTS	24,872,813	8,327,348	8,089,096	1,681,714	(416,626)
NET INCREASE IN NET ASSETS FROM OPERATIONS	$ 24,736,018	$ 8,078,567	$ 8,474,203	$ 1,731,860	$ 416,023

See notes to financial statements.

AVE MARIA CATHOLIC VALUES FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006
FROM OPERATIONS		
Net investment loss	$ (136,795)	$ (570,434)
Net realized gains from security transactions	10,074,270	10,818,434
Net realized gains from in-kind redemptions (Note 1)	—	18,457,383
Net change in unrealized appreciation/(depreciation) on investments	14,798,543	4,564,102
Net increase in net assets from operations	24,736,018	33,269,485
FROM DISTRIBUTIONS TO SHAREHOLDERS		
From net realized gains on investments	—	(10,545,124)
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	30,064,987	52,002,346
Reinvestment of distributions to shareholders	—	9,595,000
Payments for shares redeemed	(20,505,067)	(72,685,160)
Net increase/(decrease) in net assets from capital share transactions	9,559,920	(11,087,814)
TOTAL INCREASE IN NET ASSETS	34,295,938	11,636,547
NET ASSETS		
Beginning of period	258,011,659	246,375,112
End of period	$ 292,307,597	$ 258,011,659
ACCUMULATED UNDISTRIBUTED NET INVESTMENT INCOME/(LOSS)	$ (136,795)	$ —
SUMMARY OF CAPITAL SHARE ACTIVITY		
Shares sold	1,732,068	3,249,139
Shares issued in reinvestment of distributions to shareholders	—	578,360
Shares redeemed	(1,178,228)	(4,543,268)
Net increase/(decrease) in shares outstanding	553,840	(715,769)
Shares outstanding, beginning of period	15,641,099	16,356,868
Shares outstanding, end of period	16,194,939	15,641,099

See notes to financial statements.

AVE MARIA GROWTH FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006
FROM OPERATIONS		
Net investment loss	$ (248,781)	$ (220,994)
Net realized gains from security transactions	378,999	712,003
Net realized gains from in-kind redemptions (Note 1)	—	2,014,638
Net change in unrealized appreciation/(depreciation) on investments	7,948,349	7,996,624
Net increase in net assets from operations	8,078,567	10,502,271
FROM DISTRIBUTIONS TO SHAREHOLDERS		
From net realized gains on investments	—	(711,674)
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	21,083,178	27,242,598
Reinvestment of distributions to shareholders	—	668,695
Payments for shares redeemed	(5,580,924)	(16,052,538)
Net increase in net assets from capital share transactions	15,502,254	11,858,755
TOTAL INCREASE IN NET ASSETS	23,580,821	21,649,352
NET ASSETS		
Beginning of period	85,210,704	63,561,352
End of period	$ 108,791,525	$ 85,210,704
ACCUMULATED UNDISTRIBUTED NET INVESTMENT INCOME/(LOSS)	$ (248,781)	$ —
SUMMARY OF CAPITAL SHARE ACTIVITY		
Shares sold	1,166,767	1,667,583
Shares issued in reinvestment of distributions to shareholders	—	38,564
Shares redeemed	(308,108)	(993,409)
Net increase in shares outstanding	858,659	712,738
Shares outstanding, beginning of period	4,949,680	4,236,942
Shares outstanding, end of period	5,808,339	4,949,680

See notes to financial statements.

AVE MARIA RISING DIVIDEND FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006
FROM OPERATIONS		
Net investment income	$ 385,107	$ 376,535
Net realized gains from security transactions	2,425,227	748,365
Net realized gains from in-kind redemptions (Note 1)	—	1,733,646
Net change in unrealized appreciation/(depreciation) on investments	5,663,869	2,332,107
Net increase in net assets from operations	8,474,203	5,190,653
FROM DISTRIBUTIONS TO SHAREHOLDERS		
From net investment income	(403,500)	(376,535)
From net realized gains on investments	—	(748,272)
Net decrease in net assets from distributions to shareholders	(403,500)	(1,124,807)
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	56,248,967	16,397,640
Reinvestment of distributions to shareholders	240,551	711,266
Payments for shares redeemed	(5,105,643)	(11,366,258)
Net increase in net assets from capital share transactions	51,383,875	5,742,648
TOTAL INCREASE IN NET ASSETS	59,454,578	9,808,494
NET ASSETS		
Beginning of period	35,051,105	25,242,611
End of period	$ 94,505,683	$ 35,051,105
ACCUMULATED UNDISTRIBUTED/(OVERDISTRIBUTED) NET INVESTMENT INCOME	$ (18,393)	$ —
SUMMARY OF CAPITAL SHARE ACTIVITY		
Shares sold	4,750,198	1,432,894
Shares issued in reinvestment of distributions to shareholders	18,763	59,190
Shares redeemed	(403,178)	(972,858)
Net increase in shares outstanding	4,365,783	519,226
Shares outstanding, beginning of period	2,902,503	2,383,277
Shares outstanding, end of period	7,268,286	2,902,503

See notes to financial statements.

AVE MARIA OPPORTUNITY FUND
STATEMENT OF CHANGES IN NET ASSETS

	Six Months Ended June 30, 2007 (Unaudited)	Period Ended December 31, 2006 [(a)]
FROM OPERATIONS		
Net investment income	$ 50,146	$ 94,493
Net realized gains from security transactions	192,003	342,668
Net change in unrealized appreciation/(depreciation) on investments	1,489,711	1,023,781
Net increase in net assets from operations	1,731,860	1,460,942
FROM DISTRIBUTIONS TO SHAREHOLDERS		
From net investment income	—	(94,235)
From net realized gains on investments	—	(373,104)
Net decrease in net assets from distributions to shareholders	—	(467,339)
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	4,767,519	18,868,063
Reinvestment of distributions to shareholders	—	91,678
Payments for shares redeemed	(1,764,411)	(2,238,918)
Net increase in net assets from capital share transactions	3,003,108	16,720,823
TOTAL INCREASE IN NET ASSETS	4,734,968	17,714,426
NET ASSETS		
Beginning of period	17,714,426	—
End of period	$ 22,449,394	$ 17,714,426
ACCUMULATED UNDISTRIBUTED NET INVESTMENT INCOME	$ 50,404	$ 258
SUMMARY OF CAPITAL SHARE ACTIVITY		
Shares sold	433,257	1,880,754
Shares issued in reinvestment of distributions to shareholders	—	8,641
Shares redeemed	(158,103)	(209,941)
Net increase in shares outstanding	275,154	1,679,454
Shares outstanding, beginning of period	1,679,454	—
Shares outstanding, end of period	1,954,608	1,679,454

[(a)] Represents the period from the commencement of operations (May 1, 2006) through December 31, 2006.

See notes to financial statements.

AVE MARIA BOND FUND
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006
FROM OPERATIONS		
Net investment income	$ 832,649	$ 1,832,732
Net realized gains from security transactions	700,024	260,709
Net change in unrealized appreciation/(depreciation) on investments	(1,116,650)	704,922
Net increase in net assets from operations	416,023	2,798,363
FROM DISTRIBUTIONS TO SHAREHOLDERS		
From net investment income, Class I	(338,974)	(1,135,731)
From net investment income, Class R	(492,151)	(700,257)
From net realized gains on investments, Class I	—	(114,092)
From net realized gains on investments, Class R	—	(146,596)
Net decrease in net assets from distributions to shareholders	(831,125)	(2,096,676)
FROM CAPITAL SHARE TRANSACTIONS		
CLASS I		
Proceeds from shares sold	—	135,000
Reinvestment of distributions to shareholders	—	16,961
Payments for shares redeemed	(3,035,904)	(30,709,371)
Net decrease in net assets from Class I capital share transactions	(3,035,904)	(30,557,410)
CLASS R		
Proceeds from shares sold	6,839,851	8,193,903
Reinvestment of distributions to shareholders	430,717	774,275
Payments for shares redeemed	(2,323,236)	(2,804,300)
Net increase in net assets from Class R capital share transactions	4,947,332	6,163,878
TOTAL INCREASE/(DECREASE) IN NET ASSETS	1,496,326	(23,691,845)
NET ASSETS		
Beginning of period	41,261,826	64,953,671
End of period	$ 42,758,152	$ 41,261,826
ACCUMULATED UNDISTRIBUTED/(OVERDISTRIBUTED) NET INVESTMENT INCOME	$ 84	$ (1,440)
SUMMARY OF CAPITAL SHARE ACTIVITY		
CLASS I		
Shares sold	—	13,478
Shares issued in reinvestment of distributions to shareholders	—	1,689
Shares redeemed	(294,267)	(3,039,466)
Net decrease in shares outstanding	(294,267)	(3,024,299)
Shares outstanding, beginning of period	1,741,856	4,766,155
Shares outstanding, end of period	1,447,589	1,741,856
CLASS R		
Shares sold	663,453	811,940
Shares issued in reinvestment of distributions to shareholders	41,918	76,363
Shares redeemed	(225,821)	(277,651)
Net increase in shares outstanding	479,550	610,652
Shares outstanding, beginning of period	2,280,686	1,670,034
Shares outstanding, end of period	2,760,236	2,280,686

See notes to financial statements.

AVE MARIA CATHOLIC VALUES FUND
FINANCIAL HIGHLIGHTS
Per Share Data for a Share Outstanding Throughout Each Period

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended Dec. 31, 2006	Year Ended Dec. 31, 2005	Year Ended Dec. 31, 2004	Year Ended Dec. 31, 2003	Year Ended Dec. 31, 2002
Net asset value at beginning of period	$ 16.50	$ 15.06	$ 14.62	$ 12.75	$ 9.47	$ 10.50
Income/(loss) from investment operations:						
Net investment loss	(0.01)	(0.04)	(0.04)	(0.05)	(0.03)	(0.01)
Net realized and unrealized gains/(losses) on investments	1.56	2.18	0.89	2.61	3.40	(1.02)
Total from investment operations	1.55	2.14	0.85	2.56	3.37	(1.03)
Less distributions:						
From net realized gains on investments	—	(0.70)	(0.41)	(0.69)	(0.09)	—
Net asset value at end of period	$ 18.05	$ 16.50	$ 15.06	$ 14.62	$ 12.75	$ 9.47
Total return [(a)]	9.4% [(b)]	14.2%	5.8%	20.1%	35.6%	(9.8)%
Ratios/Supplementary Data:						
Net assets at end of period (000's)	$ 292,308	$ 258,012	$ 246,375	$ 248,070	$ 144,956	$ 61,802
Ratio of net expenses to average net assets [(c)]	1.50% [(d)]	1.50%	1.50%	1.50%	1.50%	1.50%
Ratio of net investment loss to average net assets	(0.10)% [(d)]	(0.23)%	(0.28)%	(0.44)%	(0.28)%	(0.14)%
Portfolio turnover rate	17% [(b)]	59%	61%	34%	58%	86%

(a) Total return is a measure of the change in value of an investment in the Fund over the periods covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. The returns shown do not reflect any reduction for sales charges, nor do they reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

(b) Not annualized.

(c) Absent investment advisory fees waived by the Adviser, the ratio of expenses to average net assets would have been 1.50%[(d)], 1.52%, 1.51%, 1.52%, 1.56% and 1.69% for the periods ended June 30, 2007 and December 31, 2006, 2005, 2004, 2003 and 2002, respectively.

(d) Annualized.

See notes to financial statements.

AVE MARIA GROWTH FUND
FINANCIAL HIGHLIGHTS
Per Share Data for a Share Outstanding Throughout Each Period

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006	Year Ended December 31, 2005	Year Ended December 31, 2004	Period Ended December 31, 2003[a]
Net asset value at beginning of period	$ 17.22	$ 15.00	$ 14.99	$ 12.34	$ 10.00
Income/(loss) from investment operations:					
Net investment loss	(0.04)	(0.04)	(0.05)	(0.03)	(0.02)
Net realized and unrealized gains on investments	1.55	2.40	0.10	2.68	2.36
Total from investment operations	1.51	2.36	0.05	2.65	2.34
Less distributions:					
From net realized gains on investments	—	(0.14)	(0.04)	—	—
Net asset value at end of period	$ 18.73	$ 17.22	$ 15.00	$ 14.99	$ 12.34
Total return [b]	8.8% [c]	15.8%	0.3%	21.5%	23.4% [c]
Ratios/Supplementary Data:					
Net assets at end of period (000's)	$ 108,792	$ 85,211	$ 63,561	$ 51,574	$ 15,105
Ratio of net expenses to average net assets [d]	1.50% [e]	1.50%	1.50%	1.50%	1.49% [e]
Ratio of net investment loss to average net assets	(0.51)% [e]	(0.30)%	(0.34)%	(0.29)%	(0.36)% [e]
Portfolio turnover rate	5% [c]	13%	29%	3%	0%

(a) Represents the period from the initial public offering (May 1, 2003) through December 31, 2003.

(b) Total return is a measure of the change in value of an investment in the Fund over the periods covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. The returns shown do not reflect any reduction for sales charges, nor do they reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

(c) Not annualized.

(d) Absent fee waivers and expense reimbursements by the Adviser, the ratio of expenses to average net assets would have been 1.58%[e], 1.62%, 1.64%, 1.79% and 2.61%[e] for the periods ended June 30, 2007 and December 31, 2006, 2005, 2004 and 2003, respectively.

(e) Annualized.

See notes to financial statements.

AVE MARIA RISING DIVIDEND FUND
FINANCIAL HIGHLIGHTS
Per Share Data for a Share Outstanding Throughout Each Period

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006	Period Ended December 31, 2005[a]
Net asset value at beginning of period	$ 12.08	$ 10.59	$ 10.00
Income from investment operations:			
Net investment income	0.07	0.14	0.08
Net realized and unrealized gains on investments	0.92	1.75	0.59
Total from investment operations	0.99	1.89	0.67
Less distributions:			
From net investment income	(0.07)	(0.14)	(0.08)
From net realized gains on investments	—	(0.26)	(0.00)[b]
Total distributions	(0.07)	(0.40)	(0.08)
Net asset value at end of period	$ 13.00	$ 12.08	$ 10.59
Total return [c]	8.2% [d]	17.9%	6.7% [d]
Ratios/Supplementary Data:			
Net assets at end of period (000's)	$ 94,506	$ 35,051	$ 25,243
Ratio of net expenses to average net assets [e]	1.25% [f]	1.25%	1.24% [f]
Ratio of net investment income to average net assets	1.18% [f]	1.23%	1.19% [f]
Portfolio turnover rate	21% [d]	65%	21% [f]

(a) Represents the period from the initial public offering (May 2, 2005) through December 31, 2005.

(b) Amount rounds to less than $0.01 per share.

(c) Total return is a measure of the change in value of an investment in the Fund over the periods covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. The returns shown do not reflect any reduction for sales charges, nor do they reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

(d) Not annualized.

(e) Absent investment advisory fees waived by the Adviser, the ratio of expenses to average net assets would have been 1.25%[f], 1.31% and 1.43%[f] for the periods ended June 30, 2007 and December 31, 2006 and 2005, respectively.

(f) Annualized.

See notes to financial statements.

AVE MARIA OPPORTUNITY FUND
FINANCIAL HIGHLIGHTS
Per Share Data for a Share Outstanding Throughout Each Period

	Six Months Ended June 30, 2007 (Unaudited)	Period Ended December 31, 2006 [a]
Net asset value at beginning of period	$ 10.55	$ 10.00
Income from investment operations:		
Net investment income	0.03	0.06
Net realized and unrealized gains on investments	0.91	0.77
Total from investment operations	0.94	0.83
Less distributions:		
From net investment income	—	(0.06)
From net realized gains on investments	—	(0.22)
Total distributions	—	(0.28)
Net asset value at end of period	$ 11.49	$ 10.55
Total return [b]	8.9% [c]	8.3% [c]
Ratios/Supplementary Data:		
Net assets at end of period (000's)	$ 22,449	$ 17,714
Ratio of net expenses to average net assets [d]	1.25% [e]	1.24% [e]
Ratio of net investment income to average net assets	0.50% [e]	0.84% [e]
Portfolio turnover rate	29% [c]	102% [e]

[a] Represents the period from the initial public offering (May 1, 2006) through December 31, 2006.

[b] Total return is a measure of the change in value of an investment in the Fund over the periods 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] Absent investment advisory fees waived by the Adviser, the ratio of expenses to average net assets would have been 1.88%[e] and 1.90%[e] for the periods ended June 30, 2007 and December 31, 2006, respectively.

[e] Annualized.

See notes to financial statements.

AVE MARIA BOND FUND - CLASS I
FINANCIAL HIGHLIGHTS
Per Share Data for a Share Outstanding Throughout Each Period

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006	Year Ended December 31, 2005	Year Ended December 31, 2004	Period Ended December 31, 2003[a]
Net asset value at beginning of period	$ 10.26	$ 10.10	$ 10.29	$ 10.09	$ 10.00
Income/(loss) from investment operations:					
Net investment income	0.21	0.38	0.33	0.28	0.16
Net realized and unrealized gains/ (losses) on investments	(0.09)	0.23	(0.15)	0.27	0.10
Total from investment operations	0.12	0.61	0.18	0.55	0.26
Less distributions:					
From net investment income	(0.21)	(0.38)	(0.33)	(0.28)	(0.16)
From net realized gains on investments	—	(0.07)	(0.04)	(0.07)	(0.01)
Total distributions	(0.21)	(0.45)	(0.37)	(0.35)	(0.17)
Net asset value at end of period	$ 10.17	$ 10.26	$ 10.10	$ 10.29	$ 10.09
Total return [b]	1.1% [c]	6.2%	1.8%	5.5%	2.6% [c]
Ratios/Supplementary Data:					
Net assets at end of period (000's)	$ 14,722	$ 17,880	$ 48,115	$ 32,458	$ 30,773
Ratio of net expenses to average net assets [d]	0.30% [e]	0.30%	0.30%	0.30%	0.30% [e]
Ratio of net investment income to average net assets	4.08% [e]	3.67%	3.32%	2.77%	2.36% [e]
Portfolio turnover rate	23% [c]	21%	22%	47%	50% [e]

[a] Represents the period from the initial public offering (May 1, 2003) through December 31, 2003.

[b] Total return is a measure of the change in value of an investment in the Fund over the periods 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] Absent fee waivers and expense reimbursements by the Adviser, the ratio of expenses to average net assets would have been 0.72%[e], 0.65%, 0.61%, 0.72% and 0.71%[e] for the periods ended June 30, 2007 and December 31, 2006, 2005, 2004 and 2003, respectively.

[e] Annualized.

See notes to financial statements.

AVE MARIA BOND FUND - CLASS R
FINANCIAL HIGHLIGHTS
Per Share Data for a Share Outstanding Throughout Each Period

	Six Months Ended June 30, 2007 (Unaudited)	Year Ended December 31, 2006	Year Ended December 31, 2005	Year Ended December 31, 2004	Period Ended December 31, 2003[a]
Net asset value at beginning of period	$ 10.25	$ 10.08	$ 10.28	$ 10.09	$ 10.00
Income/(loss) from investment operations:					
Net investment income	0.19	0.35	0.30	0.24	0.14
Net realized and unrealized gains/ (losses) on investments	(0.09)	0.24	(0.16)	0.26	0.10
Total from investment operations	0.10	0.59	0.14	0.50	0.24
Less distributions:					
From net investment income	(0.19)	(0.35)	(0.30)	(0.24)	(0.14)
From net realized gains on investments	—	(0.07)	(0.04)	(0.07)	(0.01)
Total distributions	(0.19)	(0.42)	(0.34)	(0.31)	(0.15)
Net asset value at end of period	$ 10.16	$ 10.25	$ 10.08	$ 10.28	$ 10.09
Total return[b]	1.0% [c]	6.0%	1.4%	5.1%	2.4% [c]
Ratios/Supplementary Data:					
Net assets at end of period (000's)	$ 28,036	$ 23,382	$ 16,839	$ 6,491	$ 1,502
Ratio of net expenses to average net assets [d]	0.60% [e]	0.60%	0.61%	0.70%	0.69% [e]
Ratio of net investment income to average net assets	3.78% [e]	3.37%	3.01%	2.37%	1.96% [e]
Portfolio turnover rate	23% [c]	21%	22%	47%	50% [e]

(a) Represents the period from the initial public offering (May 1, 2003) through December 31, 2003.

(b) Total return is a measure of the change in value of an investment in the Fund over the periods covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. The returns shown do not reflect any reduction for sales charges, nor do they reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

(c) Not annualized.

(d) Absent fee waivers and expense reimbursements by the Adviser, the ratio of expenses to average net assets would have been 1.00%[e], 0.94%, 0.92%, 1.31% and 2.49%[e] for the periods ended June 30, 2007 and December 31, 2006, 2005, 2004 and 2003, respectively.

(e) Annualized.

See notes to financial statements.

1. Significant Accounting Policies

The Ave Maria Catholic Values Fund, the Ave Maria Growth Fund, the Ave Maria Rising Dividend Fund, the Ave Maria Opportunity Fund and the Ave Maria Bond Fund (collectively, the "Funds") are each a diversified series of the Schwartz Investment Trust (the "Trust"), an open-end management investment company registered under the Investment Company Act of 1940 and established as an Ohio business trust under a Declaration of Trust dated August 31, 1992. The Ave Maria Catholic Values Fund commenced the public offering of its shares on May 1, 2001. The public offering of shares of the Ave Maria Growth Fund and the Ave Maria Bond Fund commenced on May 1, 2003. The Ave Maria Rising Dividend Fund commenced the public offering of its shares on May 2, 2005. The Ave Maria Opportunity Fund commenced the public offering of its shares on May 1, 2006. The Funds determine and make available for publication the net asset value of each of its shares on a daily basis.

The investment objective of the Ave Maria Catholic Values Fund is to seek long-term capital appreciation from equity investments in companies that do not violate core values and teachings of the Roman Catholic Church. The investment objective of the Ave Maria Growth Fund is to seek long-term capital appreciation, using the growth style, from equity investments in companies that do not violate core values and teachings of the Roman Catholic Church. The investment objective of the Ave Maria Rising Dividend Fund is to provide increasing dividend income over time, long-term growth of capital, and a reasonable level of current income from investments in dividend-paying common stocks of companies that do not violate core values and teachings of the Roman Catholic Church. The investment objective of the Ave Maria Opportunity Fund is long-term capital appreciation from equity investments in companies that do not violate core values and teachings of the Roman Catholic Church. The investment objective of the Ave Maria Bond Fund is to seek preservation of principal with a reasonable level of current income. See the Funds' Prospectus for information regarding the investment strategies of each Fund.

The Ave Maria Bond Fund offers two classes of shares: Class I shares (sold subject to a distribution fee of up to 0.10% of the average daily net assets attributable to Class I shares) and Class R shares (sold subject to a distribution fee of up to 0.25% of the average daily net assets attributable to Class R shares). Each class of shares represents an interest in the same assets of the Fund, has the same rights and is identical in all material respects except that: (1) Class R bears the expenses of higher distribution fees; (2) certain other class-specific expenses will be borne solely by the class to which such expenses are attributable; (3) each class has exclusive voting rights with respect to matters relating to its own distribution arrangements; and (4) Class I shares require an initial investment of $10 million. Investment income earned, realized capital gains and losses, and unrealized appreciation and depreciation are allocated daily to each class of shares based upon its proportionate share of total net assets of the Fund. Class-specific expenses are charged directly to the class incurring the expense. Common expenses which are not attributable to a specific class are allocated daily to each class of shares based upon its proportionate share of total net assets of the Fund.

Shares of each Fund are sold at net asset value. To calculate the net asset value, each Fund's assets are valued and totaled, liabilities are subtracted, and the balance is divided by the number of shares outstanding. The offering price and redemption price per share are equal to the net asset value per share for each Fund.

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

(a) Valuation of investments – Securities which are traded on stock exchanges are valued at the closing sales price as of the close of the regular session of trading on the New York Stock Exchange (NYSE) on the day the securities are being valued, or, if not traded on a particular day, at the closing bid price. Securities which are quoted by NASDAQ are valued at the NASDAQ Official Closing Price. Securities traded in the over-the-counter market are valued at the last reported sales price or, if there is no reported sale on the valuation date, at the most recently quoted bid price. Securities which are traded both in the over-the-counter market and on a stock exchange are valued according to the broadest and most representative market. Investments representing primarily capital stock of other open-end investment companies are valued at their net asset value as reported by such companies. Securities (and other assets) for which market quotations are not readily available are valued at their fair value as determined in good faith in accordance with consistently applied procedures established by and under the general supervision of the Board of Trustees. Short-term instruments (those with remaining maturities of 60 days or less) are valued at amortized cost, which approximates market value.

(b) Income taxes – 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 income, such 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 and 98% of its net realized capital gains plus undistributed amounts from prior years.

The tax character of distributable earnings at June 30, 2007 was as follows:

	Ave Maria Catholic Values Fund	Ave Maria Growth Fund	Ave Maria Rising Dividend Fund	Ave Maria Opportunity Fund	Ave Maria Bond Fund
Accumulated undistributed ordinary income/(loss)	$ 795,512	$ (81,322)	$ 699,336	$ 237,752	$ 120,799
Accumulated undistributed long-term gains	9,142,895	211,869	1,828,968	—	641,868
Other temporary differences due to timing of cash distributions	—	—	(121,377)	—	(61,519)
Net unrealized appreciation/ (depreciation)	58,540,007	20,075,774	9,066,509	2,487,711	(442,976)
Total distributable earnings	$ 68,478,414	$ 20,206,321	$ 11,473,436	$ 2,725,463	$ 258,172

The following information is based upon the federal income tax cost of the investment securities as of June 30, 2007:

	Ave Maria Catholic Values Fund	Ave Maria Growth Fund	Ave Maria Rising Dividend Fund	Ave Maria Opportunity Fund	Ave Maria Bond Fund
Gross unrealized appreciation	$ 61,454,622	$ 22,029,068	$ 10,693,666	$ 2,859,034	$ 434,546
Gross unrealized depreciation	(2,914,615)	(1,953,294)	(1,627,157)	(371,323)	(877,522)
Net unrealized appreciation/ (depreciation)	$ 58,540,007	$ 20,075,774	$ 9,066,509	$ 2,487,711	$ (442,976)
Federal income tax cost	$ 233,928,906	$ 89,058,207	$ 85,888,874	$ 20,194,682	$ 42,810,772

The difference between the federal income tax cost of portfolio investments and the financial statement cost for the Ave Maria Catholic Values Fund and the Ave Maria Opportunity Fund is due to certain timing differences in the recognition of capital losses under income tax regulations and accounting principles generally accepted in the United States of America. These “book/tax” differences are temporary in nature and are due to the tax deferral of losses on wash sales. The difference between the federal income tax cost of portfolio investments and the financial statement cost for the Ave Maria Bond Fund is due to certain timing differences in the recognition of the amortization of organizational costs. These “book/tax” differences are also temporary in nature.

During the year ended December 31, 2006, the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund and the Ave Maria Rising Dividend Fund realized $18,457,383, $2,014,638 and $1,733,646, respectively, of net capital gains resulting from in-kind redemptions – in which shareholders who redeemed Fund shares received securities held by the Fund rather than cash. The Funds recognize a gain on in-kind redemptions to the extent that the value of the distributed securities on the date of redemption exceeds the cost of those securities. Such gains are not taxable to the Funds and are not required to be distributed to shareholders.

(c) Security transactions and investment income – Security transactions are accounted for on the trade date. Dividend income is recorded on the ex-dividend date. Interest income is recognized on the accrual basis. Realized gains and losses on securities sold are determined on a specific identification basis. Discounts and premiums on fixed-income securities purchased are amortized using the interest method.

(d) Dividends and distributions – Dividends from net investment income, if any, are declared and paid annually in December for the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund and the Ave Maria Opportunity Fund. Dividends from net investment income, if any, are declared and paid quarterly for the Ave Maria Rising Dividend Fund and are declared and paid monthly for the Ave Maria Bond Fund. Each Fund expects to distribute any net realized capital gains annually. Dividends and distributions to shareholders are recorded on the ex-dividend date.

The tax character of distributions paid during the periods ended June 30, 2007 and December 31, 2006 was as follows:

Period Ended	Ordinary Income	Long-Term Capital Gains	Total Distributions
Ave Maria Catholic Values Fund:			
June 30, 2007	$ —	$ —	$ —
December 31, 2006	$ —	$ 10,545,124	$ 10,545,124
Ave Maria Growth Fund:			
June 30, 2007	$ —	$ —	$ —
December 31, 2006	$ —	$ 711,674	$ 711,674
Ave Maria Rising Dividend Fund:			
June 30, 2007	$ 403,500	$ —	$ 403,500
December 31, 2006	$ 719,951	$ 404,856	$ 1,124,807
Ave Maria Opportunity Fund:			
June 30, 2007	$ —	$ —	$ —
December 31, 2006	$ 467,339	$ —	$ 467,339
Ave Maria Bond Fund - Class I:			
June 30, 2007	$ 338,974	$ —	$ 338,974
December 31, 2006	$ 1,135,731	$ 114,092	$ 1,249,823
Ave Maria Bond Fund - Class R:			
June 30, 2007	$ 492,151	$ —	$ 492,151
December 31, 2006	$ 700,257	$ 146,596	$ 846,853

(e) Repurchase agreements – The Funds may enter into repurchase agreements (agreements to purchase securities subject to the seller's agreement to repurchase them at a specified time and price) with well-established registered securities dealers or banks. Repurchase agreements may be deemed to be loans by the Funds. It is each Fund's policy to take possession of obligations issued or guaranteed by the U.S. Government or its agencies of instrumentalities as collateral under a repurchase agreement and, on a daily basis, mark-to-market such obligations to ensure that their value, including accrued interest, is at least equal to the amount to be repaid to the Fund under the repurchase agreement.

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

(g) Common expenses – Common expenses of the Trust are allocated among the Funds of the Trust based on relative net assets of each Fund or the nature of the services performed and the relative applicability to each Fund.

2. Investment Advisory Agreements and Transactions with Related Parties

The President of the Trust is also the President and Chief Investment Officer of Schwartz Investment Counsel, Inc. (the "Adviser"). Certain other officers of the Trust are officers of the Adviser, or of Ultimus Fund Solutions, LLC ("Ultimus"), the administrative, accounting and transfer agent for the Funds, or of Ultimus Fund Distributors, LLC (the "Distributor"), the Funds' principal underwriter.

Pursuant to Investment Advisory Agreements between the Trust and the Adviser, the Adviser is responsible for the management of each Fund and provides investment advice along with the necessary personnel, facilities, equipment and certain other services necessary to the operations of the Funds. For such services, the Adviser receives from each of the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund and the Ave Maria Opportunity Fund a quarterly fee at the annual rate of 1.00% of its average daily net assets. The Adviser receives from the Ave Maria Rising Dividend Fund and the Ave Maria Bond Fund a quarterly fee at the annual rate of 0.75% and 0.30%, respectively, of average daily net assets.

The Adviser has contractually agreed to reduce advisory fees or reimburse a portion of operating expenses until at least May 1, 2010 so that: the net expenses of the Ave Maria Catholic Values Fund and the Ave Maria Growth Fund do not exceed 1.50% of average daily net assets; the net expenses of the Ave Maria Rising Dividend Fund and the Ave Maria Opportunity Fund do not exceed 1.25% of average daily net assets; and the net expenses of Class R and Class I shares of the Ave Maria Bond Fund do not exceed 0.70% and 0.40%, respectively, of average daily net assets. For the six months ended June 30, 2007, the Adviser waived investment advisory fees of $3,846 with respect to the Ave Maria Catholic Values Fund; waived investment advisory fees of $39,493 with respect to the Ave Maria Growth Fund; waived investment advisory fees of $62,938 with respect to the Ave Maria Opportunity Fund; and waived all of its investment advisory fees of $64,057 and reimbursed $22,845 of other operating expenses (including $22,418 of common expenses and $427 of Class I expenses) with respect to the Ave Maria Bond Fund.

Any fee waivers or expense reimbursements by the Adviser are subject to repayment by the Funds for a period of three years from the time such waivers or reimbursements occurred, provided the Funds are able to effect such repayment and remain in compliance with any undertaking by the Adviser to limit expenses of the Funds. During the six months ended June 30, 2007, the Adviser received $35,037 from the Ave Maria Rising Dividend Fund in recoupment of fee waivers in prior fiscal periods. As of June 30, 2007, the amount of fee waivers and expense reimbursements available for reimbursement to the Adviser are as follows:

Ave Maria Catholic Values Fund	$ 114,633
Ave Maria Growth Fund	$ 303,889
Ave Maria Rising Dividend Fund	$ 9,399
Ave Maria Opportunity Fund	$ 136,216
Ave Maria Bond Fund	$ 589,967

The Adviser may recapture a portion of the above amounts no later than the dates as stated below:

	December 31, 2007	December 31, 2008	December 31, 2009	December 31, 2010
Ave Maria Catholic Values Fund	$ 36,934	$ 33,160	$ 40,693	$ 3,846
Ave Maria Growth Fund	$ 93,231	$ 80,548	$ 90,617	$ 39,493
Ave Maria Rising Dividend Fund	$ —	$ —	$ 9,399	$ —
Ave Maria Opportunity Fund	$ —	$ —	$ 73,278	$ 62,938
Ave Maria Bond Fund	$ 154,274	$ 170,813	$ 177,978	$ 86,902

The Chief Compliance Officer of the Funds (the "CCO") is an employee of the Adviser. The Trust pays the Adviser $23,500 annually for providing CCO services, of which each Fund pays its proportionate share along with the other series of the Trust.

Pursuant to a Mutual Fund Services Agreement between the Funds and Ultimus, Ultimus supplies regulatory and compliance services, calculates the daily net asset value per share, maintains the financial books and records of the Funds, maintains the records of each shareholder's account, and processes purchases and redemptions of each Fund's shares. For the performance of these services, the Ave Maria Bond Fund pays Ultimus a monthly fee at an annual rate of 0.10% of its average daily net assets, and each of the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund, the Ave Maria Rising Dividend Fund and the Ave Maria Opportunity Fund pays Ultimus a monthly fee at an annual rate of 0.15% of its average daily net assets. The fee payable by each Fund is subject to a minimum monthly fee of $4,000. For the six months ended June 30, 2007, the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund, the Ave Maria Rising Dividend Fund, the Ave Maria Opportunity Fund and the Ave Maria Bond Fund paid $208,039, $73,680, $49,200, $24,000 and $24,000, respectively, to Ultimus for mutual fund services.

Pursuant to a Distribution Agreement between the Funds and the Distributor, the Distributor serves as the Funds' exclusive agent for the distribution of its shares. The Distributor is an affiliate of Ultimus.

The Ave Maria Catholic Values Fund, the Ave Maria Growth Fund and the Ave Maria Bond Fund have adopted a Shareholder Servicing Plan (the "Plan"), which allows the Funds to make payments to financial organizations (including the Adviser and other affiliates of each Fund) for providing account administration and personnel and account maintenance services to Fund shareholders. The annual service fee may not exceed an amount equal to 0.25% of each Fund's daily net assets (except that the service fee is limited to 0.10% of the average net assets of the Ave Maria Bond Fund allocable to Class I shares). During the six months ended June 30, 2007, the total expenses incurred pursuant to the Plan were $344,628, $121,950, and $32,267 for the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund, and Class R shares of the Ave Maria Bond Fund, respectively. No expenses were incurred pursuant to the Plan for Class I shares of the Ave Maria Bond Fund.

3. Investment Transactions

During the six months ended June 30, 2007, cost of purchases and proceeds from sales and maturities of investment securities, excluding short-term investments and U.S. government securities, were as follows:

	Ave Maria Catholic Values Fund	Ave Maria Growth Fund	Ave Maria Rising Dividend Fund	Ave Maria Opportunity Fund	Ave Maria Bond Fund
Purchases of investment securities	$ 49,562,359	$ 20,462,813	$ 44,979,020	$ 6,390,492	$ 1,361,470
Proceeds from sales of investment securities	$ 42,567,370	$ 5,173,407	$ 12,612,795	$ 4,935,565	$ 2,904,367

4. 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. The Funds' 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 Funds expect the risk of loss to be remote.

5. New Accounting Pronouncements

On July 13, 2006, the Financial Accounting Standards Board ("FASB") released FASB Interpretation No. 48 ("FIN 48") "Accounting for Uncertainty in Income Taxes." FIN 48 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 each Fund's 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. Adoption of FIN 48 is required for fiscal years beginning after December 15, 2006 and is to be applied to all open tax years as of the effective date. As a result, the Funds have adopted FIN 48 with this Semi-Annual report. Based on its analysis, management does not believe that the adoption of FIN 48 has a material impact on the financial statements.

In September 2006, the Financial Accounting Standards Board issued Statement on Financial Accounting Standards ("SFAS") No. 157, "Fair Value Measurements." This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this Statement relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. As of June 30, 2007, each Fund does not believe the adoption of SFAS No. 157 will impact the amounts reported in the financial statements, however, additional disclosures may be required about the inputs used to develop the measurements and the effect of the measurements reported on the statement of changes in net assets for a fiscal period.

AVE MARIA MUTUAL FUNDS
ABOUT YOUR FUNDS' EXPENSES (Unaudited)

We believe it is important for you to understand the impact of costs on your investment. As a shareholder of the Funds, you may incur two types of costs: (1) transaction costs and (2) ongoing costs, including management fees and other Fund expenses. The following examples are intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual 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 ongoing costs reflected in the tables below are based on an investment of $1,000 made at the beginning of the most recent semi-annual period (January 1, 2007) and held until the end of the period (June 30, 2007).

The tables that follow illustrate each Fund's costs in two ways:

<u>Actual fund return</u> – 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."

<u>Hypothetical 5% return</u> – 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 charge sales loads or redemption fees.

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 historical 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.

AVE MARIA MUTUAL FUNDS
ABOUT YOUR FUNDS' EXPENSES (Unaudited) (Continued)

Ave Maria Catholic Values Fund

	Beginning Account Value January 1, 2007	Ending Account Value June 30, 2007	Expenses Paid During Period*
Based on Actual Fund Return	$1,000.00	$1,093.90	$7.79
Based on Hypothetical 5% Return (before expenses)	$1,000.00	$1,017.36	$7.50

* Expenses are equal to the Ave Maria Catholic Values Fund's annualized expense ratio of 1.50% for the period, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Ave Maria Growth Fund

	Beginning Account Value January 1, 2007	Ending Account Value June 30, 2007	Expenses Paid During Period*
Based on Actual Fund Return	$1,000.00	$1,087.70	$7.76
Based on Hypothetical 5% Return (before expenses)	$1,000.00	$1,017.36	$7.50

* Expenses are equal to the Ave Maria Growth Fund's annualized expense ratio of 1.50% for the period, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Ave Maria Rising Dividend Fund

	Beginning Account Value January 1, 2007	Ending Account Value June 30, 2007	Expenses Paid During Period*
Based on Actual Fund Return	$1,000.00	$1,082.40	$6.45
Based on Hypothetical 5% Return (before expenses)	$1,000.00	$1,018.60	$6.26

* Expenses are equal to the Ave Maria Rising Dividend Fund's annualized expense ratio of 1.25% for the period, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

AVE MARIA MUTUAL FUNDS
ABOUT YOUR FUNDS' EXPENSES (Unaudited) (Continued)

Ave Maria Opportunity Fund

	Beginning Account Value January 1, 2007	Ending Account Value June 30, 2007	Expenses Paid During Period*
Based on Actual Fund Return	$1,000.00	$1,089.10	$6.47
Based on Hypothetical 5% Return (before expenses)	$1,000.00	$1,018.60	$6.26

* Expenses are equal to the Ave Maria Opportunity Fund's annualized expense ratio of 1.25% for the period, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Ave Maria Bond Fund – Class I

	Beginning Account Value January 1, 2007	Ending Account Value June 30, 2007	Expenses Paid During Period*
Based on Actual Fund Return	$1,000.00	$1,011.30	$1.50
Based on Hypothetical 5% Return (before expenses)	$1,000.00	$1,023.31	$1.51

* Expenses are equal to the Ave Maria Bond Fund – Class I's annualized expense ratio of 0.30% for the period, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Ave Maria Bond Fund – Class R

	Beginning Account Value January 1, 2007	Ending Account Value June 30, 2007	Expenses Paid During Period*
Based on Actual Fund Return	$1,000.00	$1,009.90	$2.99
Based on Hypothetical 5% Return (before expenses)	$1,000.00	$1,021.82	$3.01

* Expenses are equal to the Ave Maria Bond Fund – Class R's annualized expense ratio of 0.60% for the period, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

AVE MARIA MUTUAL FUNDS
OTHER INFORMATION (Unaudited)

A description 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 toll-free (888) 726-9331, 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 toll-free (888) 726-9331, or on the SEC's website http://www.sec.gov.

The Trust files a complete listing of portfolio holdings for each of the Funds with the SEC as of the first and third quarters of each fiscal year on Form N-Q. The filings are available free of charge, upon request, by calling (888) 726-9331. Furthermore, you may obtain a copy of the 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 (800) SEC-0330.

AVE MARIA MUTUAL FUNDS
APPROVAL OF ADVISORY AGREEMENTS
(Unaudited)

The Board of Trustees, including the Independent Trustees voting separately, have reviewed and approved the continuance of the Advisory Agreements with the Adviser on behalf of the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund, the Ave Maria Bond Fund and the Ave Maria Rising Dividend Fund, and the continuance of the Sub-Advisory Agreement with JLB & Associates, Inc. (the "Sub-Adviser") on behalf of the Ave Maria Growth Fund. The approvals took place at a meeting held on February 9, 2007, at which all of the Trustees were present.

The Independent Trustees were advised by independent counsel of their fiduciary obligations in approving the Advisory Agreements and the Sub-Advisory Agreement (collectively, the "Agreements"). The Trustees also received and reviewed a considerable amount of information provided by the Adviser in response to requests of the Independent Trustees and their counsel to assist in their evaluation of the terms of the Agreements and whether the Agreements continue to be in the best interest of the Funds and their shareholders. The Trustees reviewed: (1) industry data comparing advisory fees and expense ratios of comparable investment companies; (2) comparative performance information; (3) the Adviser's revenues and costs of providing services to the Funds; and (4) information about the Adviser's and the Sub-Adviser's personnel. The Trustees considered various factors, among them: (1) the nature, extent and quality of the services provided by the Adviser and the Sub-Adviser; (2) the fees charged for those services and the Adviser's profitability with respect to the Funds; (3) the Funds' performance; (4) the extent to which economies of scale may be realized as the Funds grow; and (5) whether fee levels reflect these economies of scale for the benefit of the Funds' investors. The Independent Trustees were advised and supported by independent counsel experienced in securities matters throughout the process. Prior to voting, the Independent Trustees reviewed the proposed continuance of the Agreements with management and also met in a private session with independent counsel at which no representatives of the Adviser were present.

The Trustees evaluated and discussed with the Adviser the responsibilities of the Adviser and the Sub-Adviser under the Agreements. The Trustees also reviewed the background, education and experience of the Adviser's and the Sub-Adviser's key investment and operational personnel. The Trustees discussed and considered the quality of administrative and other services provided to the Trust, the Adviser's compliance programs, and the Adviser's role in coordinating such services and programs.

The Trustees considered short-term and long-term investment performance of the Funds in their deliberations. The Trustees considered each Fund's historical performance over various periods ended December 31, 2006, as it compared to the returns of relevant indices and similarly managed mutual funds. Based upon their review, the Trustees observed that: over longer term periods (3 years, 5 years and since inception), the Ave Maria Catholic Values Fund has outperformed its benchmark index, which is the S&P 500 Index, by a considerable margin; that, although the Ave Maria Growth Fund slightly underperformed its benchmark index (the S&P 500 Index) during 2006, the Growth Fund has outperformed its benchmark index over the Fund's lifetime; that the Ave Maria Rising Dividend Fund has outperformed its benchmark index (the S&P Dividend Aristocrats Index) by a sizeable margin over the Fund's lifetime; and that the Ave

Maria Bond Fund outperformed its benchmark index (the Lehman Brothers U.S. Government/Credit Intermediate Index) during 2006 and over the Fund's lifetime.

The Trustees reviewed the Adviser's analysis of its profitability from the Funds' Advisory Agreements for the year ended December 31, 2006. The Trustees considered that the Adviser may receive, in addition to the advisory fee, various research services as a result of the placement of the Funds' portfolio brokerage. The Independent Trustees noted that the Sub-Adviser's fees are paid by the Adviser and are set as a result of arms-length negotiations by the Adviser. The Trustees concluded that the Adviser possesses the fundamental resources necessary to serve as adviser to the Funds, and based upon their review of the financial statements provided by the Adviser, that it is sufficiently capitalized to remain economically viable to serve as adviser.

In reviewing the fees payable under the Agreements, the Trustees reviewed the advisory fees paid by each Fund under the Advisory Agreement and compared such fees to the advisory fee ratios of similar mutual funds. The Trustees also compared the total operating expense ratio of each Fund with expense ratios of representative funds with similar investment objectives considered to be in its peer group. The Trustees considered the existence of any economies of scale and whether those would be passed along to the Funds' shareholders, including any fee waivers by the Adviser. The Trustees discussed the appropriateness of recognizing possible economies of scale by instituting breakpoints within the advisory fee structure of each Fund, but determined that based on the Adviser's commitment to waive fees and reimburse expenses in order to maintain competitive expense ratios, the implementation of breakpoints is unnecessary at the present time. In evaluating each Fund's advisory fees, the Trustees took into account the quality of the investment management of the Funds. The Trustees concluded that, based upon the investment strategies of the Funds and the quality of services provided by the Adviser, the advisory fees paid by each Fund are reasonable.

In approving the Agreements, the Independent Trustees reached the following conclusions: (1) the Independent Trustees noted the qualifications of key personnel of the Adviser and the Sub-Adviser that work with the Funds and concluded the Adviser and the Sub-Adviser are qualified to continue to manage each Fund's assets in accordance with its investment objective and policies and has provided reasonable services to the Funds; (2) based on the long-term performance of each Fund, the Independent Trustees believe that the nature and quality of services provided by the Adviser (and, with respect to the Ave Maria Growth Fund, by the Sub-Adviser) were satisfactory; (3) the advisory fees of the Ave Maria Bond Fund are competitive and lower than most comparably managed mutual funds and, while the advisory fees paid by the Ave Maria Catholic Values Fund, the Ave Maria Growth Fund and the Ave Maria Rising Dividend are in the higher range of fees for comparably managed funds, the Independent Trustees believe that the quality of investment advisory services provided by the Adviser and Sub-Adviser have been appropriate and that a contributing factor to higher expenses is the relatively small size of the Funds; and (4) the Adviser's commitment to cap overall operating expenses through fee waivers and, in some instances, through expense reimbursements has enabled the Funds to maintain a competitive overall expense ratio which has increased investment returns for shareholders. The Independent Trustees also reviewed and considered the "fallout benefits" to, and the profitability of, the Adviser with regards to its management of the Funds, concluding that the Adviser's profitability was not excessive, given the quality and scope of services provided by the Adviser and the investment performance of the Funds.

No single factor was considered in isolation or to be determinative to the decision of the Trustees to approve continuance of the Agreements. Rather, the Trustees concluded, in light of a weighing and balancing of all factors considered, that it would be in the best interests of each Fund and its shareholders to renew the Agreements for an additional annual period.

THIS PAGE INTENTIONALLY LEFT BLANK.

THIS PAGE INTENTIONALLY LEFT BLANK.

THIS PAGE INTENTIONALLY LEFT BLANK.

THIS PAGE INTENTIONALLY LEFT BLANK.

Ave Maria Catholic Values Fund

Ave Maria Growth Fund

Ave Maria Rising Dividend Fund

Ave Maria Opportunity Fund

Ave Maria Bond Fund

Investment Adviser
SCHWARTZ INVESTMENT COUNSEL, INC.
3707 W. Maple Road
Suite 100
Bloomfield Hills, Michigan 48301

Distributor
ULTIMUS FUND DISTRIBUTORS, LLC
225 Pictoria Drive, Suite 450
Cincinnati, Ohio 45246

Ave Maria Mutual Funds
series of Schwartz Investment Trust
3707 W. Maple Road
Suite 100
Bloomfield Hills, Michigan 48301

Custodian
US BANK, N.A.
425 Walnut Street
Cincinnati, Ohio 45202

Administrator
ULTIMUS FUND SOLUTIONS, LLC
P.O. Box 46707
Cincinnati, Ohio 45246

Independent Registered Public Accounting Firm
DELOITTE & TOUCHE LLP
111 S. Wacker Drive
Chicago, Illinois 60606

Legal Counsel
SULLIVAN & WORCESTER LLP
1666 K Street, NW, Suite 700
Washington, DC 20006

Officers
George P. Schwartz, CFA, President
Richard L. Platte, Jr., CFA, V.P./Secretary
Timothy S. Schwartz, Treasurer
Robert G. Dorsey, Assistant Secretary
John F. Splain, Assistant Secretary
Mark J. Seger, CPA, Assistant Treasurer
Theresa M. Bridge, CPA, Assistant Treasurer
Craig J. Hunt, Assistant Vice President
Becky S. Renaud, Chief Compliance Officer

Catholic Advisory Board
Paul R. Roney, Chairman
Lou Holtz
Lawrence Kudlow
Thomas S. Monaghan
Michael Novak
Phyllis Schlafly

Schwartz Investment Counsel, Inc.
Established 1980

3707 WEST MAPLE ROAD • SUITE 100 • BLOOMFIELD HILLS, MICHIGAN 48301

www.schwartzinvest.com