



IDAHO TAX-EXEMPT FUND



Semi-Annual Report

May 31, 2023

Performance Summary

As of May 31, 2023

Average Annual Returns (before any taxes paid by shareowners)	1 Year	3 Year	5 Year	10 year	15 Year	Expense Ratio ¹
Idaho Tax-Exempt (NITEX)	0.08%	-1.05%	1.28%	1.62%	2.48%	0.67%

As of June 30, 2023

Average Annual Returns (before any taxes paid by shareowners)	1 Year	3 Year	5 Year	10 year	15 Year	Expense Ratio ¹
Idaho Tax-Exempt (NITEX)	1.58%	-0.94%	1.38%	1.90%	2.59%	0.67%

Performance data quoted in this report represents past performance, is before any taxes payable by shareowners, and is no guarantee of future results. Current performance may be higher or lower than that stated herein. Performance current to the most recent month-end is available by calling toll-free 1-800-728-8762 or visiting www.idahotaxexemptfund.com. Average annual total returns are historical and include change in share value as well as reinvestment of dividends and capital gains, if any. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

A note about risk: Please see the Notes to Financial Statements beginning on page 10 for a discussion of investment risks. For a more detailed discussion of the risks associated with each Fund, please see the Funds' prospectus or each Fund's summary prospectus.

¹ By regulation, the expense ratio shown in this table is as stated in the Fund's most recent prospectus, which is dated March 31, 2023 as supplemented May 22, 2023 and July 10, 2023, and incorporates results for the fiscal year ended November 30, 2022. The ratio presented in this table differs from expense ratios shown elsewhere in this report as they represent different fiscal periods.

Please consider an investment's objectives, risks, charges, and expenses carefully before investing. To obtain this and other important information about the Idaho Tax-Exempt Fund in a prospectus or summary prospectus, ask your financial adviser, visit www.idahotaxexemptfund.com, or call toll-free 1-800-728-8762. Please read the prospectus or summary prospectus carefully before investing.

Fellow Shareowners:

July 25, 2023

We have been honored to offer the Idaho Tax-Exempt Fund since September 4, 1987.

The Idaho fund has offered our clients the opportunity to invest in high-quality, tax-exempt securities in a creditworthy state for more than 35 years. We want to thank our valued and loyal clients for all the years supporting this fund through many economic cycles.

On July 10, 2023, Saturna filed the supplementary prospectus that informed investors of the fund's closing. We are proud of the Idaho Tax-Exempt Fund's performance over the years, even ranking in the fourth percentile last year in the Morningstar Muni Single State Intermediate category, during a challenging year for fixed income. Despite this excellent performance, we believe we can allocate fixed income resources in a more focused way towards taxable and sustainable strategies.

While Saturna's chapter in Idaho municipal bonds may be closing, the firm continues to strive for excellence in fixed income investing. We focus on investing in solid, financially resilient issuers and building portfolios that can weather market volatility. We hope you will keep Saturna in mind for your future taxable fixed income allocations.

Respectfully,



Jane Carten MBA,
President



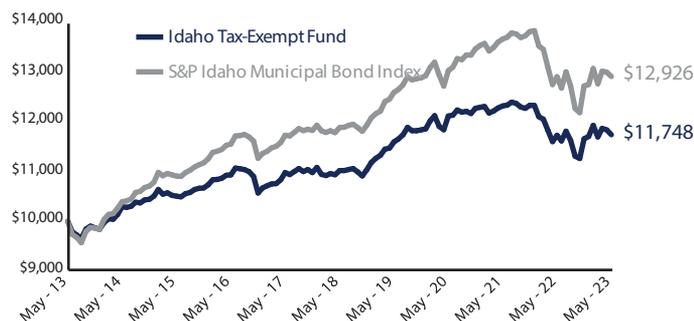
Elizabeth Alm CFA®,
Portfolio Manager

Performance Summary

Average Annual Returns (as of May 31, 2023)

	1 Year	5 Year	10 Year	Expense Ratio ¹
Idaho Tax-Exempt Fund	0.08%	1.28%	1.62%	0.67%
S&P Idaho Municipal Bond Index	0.03%	1.68%	2.60%	n/a

Growth of \$10,000



Comparison of any mutual fund to a market index must be made bearing in mind that the index is unmanaged and expense-free. Conversely, the Fund will (1) be actively managed; (2) have an objective other than mirroring the index, such as limiting risk; (3) bear transaction and other operational costs; (4) stand ready to buy and sell its securities to shareowners on a daily basis; and (5) provide a wide range of services. The graph compares \$10,000 invested in Investor Shares of the Fund on May 31, 2013, to an identical amount invested in the S&P 500 Index, a broad-based stock market index. The graph shows that an investment in Investor Shares of the Fund would have risen to \$11,748 versus \$12,926 in the Index. Please note that investors cannot invest directly in the Index.

Past performance does not guarantee future results. The "Growth of \$10,000" graph and "Average Annual Returns" performance table assume the reinvestment of dividends and capital gains. They do not reflect the deduction of taxes that a shareowner might pay on fund distributions or the redemption of fund shares.

¹ By regulation, the expense ratio for the Fund shown in this table is as stated in the Fund's most recent prospectus, which is dated March 31, 2023, and incorporates results for the fiscal year ended November 30, 2022. The ratio presented in this table differs from expense ratios shown elsewhere in this report as they represent different fiscal periods.

Fund Objective

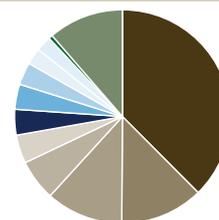
Idaho Tax-Exempt Fund seeks to provide income free from federal income, federal alternative minimum, and Idaho state income taxes. Preservation of capital is a secondary objective.

Top 10 Holdings

	% of Total Net Assets
Canyon Co ID SCD #134 Middleton (4.000% due 09/15/2028)	3.4%
ID St Bond Bank Auth Rev (4.000% due 09/15/2032)	3.4%
Nez Perce CO ISD #1 Lewiston (5.000% due 09/15/2029)	3.0%
Idaho Fish & Wildlife Foundation Re (5.000% due 12/1/2033)	3.0%
Ada & Canyon Cos ID JSD #2 Meridian (5.000% due 08/15/2032)	2.8%
Idaho Falls ID COPs (4.000% due 09/15/2028)	2.7%
Bonneville & Bingham Cos JSD #93 (5.000% due 09/15/2032)	2.6%
Twin Falls Co ID SCD #411 Series A (4.250% due 09/15/2030)	2.6%
Idaho Health Rev Trinity Health Grp (3.250% due 12/1/2028)	2.5%
Fremont Cnty ID Annual Approp COPS (4.000% due 09/1/2031)	2.5%

Portfolio Diversification

	% of Total Net Assets
General Obligation	37.6%
State Education	12.5%
Municipal Leases	11.6%
Real Estate	6.2%
Health Care Facilities	4.3%
Water Supply	3.9%
Financial Services	3.8%
Transportation	3.4%
Medical/Hospitals	2.5%
Pollution Control	2.3%
Other sectors < 0.6%	0.6%
Other Assets (net of liabilities)	11.3%



Schedule of Investments

As of May 31, 2023

Municipals Bonds - 86.2%	Coupon / Maturity	Face Amount	Market Value	Percentage of Net Assets
Educational Services				
Boise City ID Independent SD	5.000% due 08/01/2032	\$65,000	\$71,883	0.6%
Financial Services				
ID St Bond Bank Auth Rev	4.000% due 09/15/2032	405,000	407,283	3.4%
Idaho Housing & Finance Rev	3.000% due 07/01/2036	45,000	44,142	0.4%
			451,425	3.8%
General Obligation				
Ada & Canyon Cos ID JSD #2 Meridian	5.000% due 08/15/2032	325,000	337,345	2.8%
Ada & Canyon Cos ID JSD #3 Kuna	4.000% due 09/15/2027	100,000	104,183	0.9%
Boise City ID Independent SD	3.000% due 08/01/2038	100,000	89,278	0.8%
Bonneville & Bingham Cos JSD #93	5.000% due 09/15/2032	300,000	313,339	2.6%
Canyon Co ID SCD #134 Middleton	4.000% due 09/15/2028	400,000	407,765	3.4%
Canyon Co ID SCD #135 Notus	3.250% due 09/15/2031	290,000	290,043	2.4%
Canyon Co ID SCD #135 Notus	3.250% due 09/15/2032	170,000	169,233	1.4%
Canyon Co ID SCD #139 Vallivue	5.000% due 09/15/2024	260,000	260,361	2.2%
Canyon Co ID SCD #139 Vallivue	5.000% due 09/15/2030	200,000	223,905	1.9%
Caribou Franklin Bannock JSD #148	3.250% due 09/15/2035	300,000	287,692	2.4%
Cassia Oneida Twin Falls JSD #151	3.375% due 09/15/2034	160,000	156,000	1.3%
College of Western ID Annual Approp	4.000% due 10/01/2027	125,000	128,433	1.1%
Kootenai Co ID SCD #273	4.000% due 08/15/2031	265,000	270,085	2.3%
Latah Co ID SCD #281 Moscow Ser B	4.000% due 08/15/2027	100,000	100,094	0.8%
Latah Co ID SCD #281 Moscow Ser B	4.000% due 08/15/2028	200,000	200,187	1.7%
Madison Co. Id. SDC #321	5.000% due 09/15/2035	250,000	265,888	2.2%
Owyhee & Canyon Co. # 363 Marsing	4.000% due 09/15/2035	150,000	153,890	1.3%
SUN VLY ID	5.000% due 09/15/2029	40,000	43,864	0.4%
Twin Falls Co ID SCD #411 Series A	4.000% due 09/15/2027	170,000	171,394	1.4%
Twin Falls Co ID SCD #411 Series A	4.250% due 09/15/2030	300,000	303,396	2.6%
Twin Falls Co ID SCD #411 Series B	4.750% due 09/15/2039	200,000	203,512	1.7%
			4,479,887	37.6%
Health Care Facilities				
ID St Hlth Facs Auth ADA Cnty Coron	4.000% due 09/01/2045	265,000	251,545	2.1%
Idaho Health Faci Auth Hos Rev	5.000% due 12/01/2047	260,000	265,257	2.2%
			516,802	4.3%
Medical/Hospitals				
Idaho Health Rev Trinity Health Grp	3.250% due 12/01/2028	300,000	301,473	2.5%
Municipal Leases				
Fremont Cnty ID Annual Approp COPS	4.000% due 09/01/2031	280,000	294,610	2.5%
Fremont Cnty ID Annual Approp COPS	4.000% due 09/01/2036	210,000	214,021	1.8%
Idaho Falls ID COPS	4.000% due 09/15/2028	310,000	321,585	2.7%
Idaho Falls ID COPS	4.000% due 09/15/2038	150,000	148,783	1.2%
Idaho St HLTH FACS ADA CNTY	4.000% due 09/01/2040	155,000	149,474	1.3%
Payette Cnty ID SCD#372	4.000% due 09/15/2034	250,000	251,809	2.1%
			1,380,282	11.6%
Pollution Control				
Idaho Bond Bank Authority	4.000% due 09/15/2032	130,000	136,009	1.1%
Idaho Bond Bank Authority	4.000% due 09/15/2033	135,000	141,108	1.2%
			277,117	2.3%
Real Estate				
Idaho Fish & Wildlife Foundation Re	5.000% due 12/01/2033	320,000	351,252	3.0%

Continued on next page.

Schedule of Investments

As of May 31, 2023

Municipals Bonds - 86.2%				Percentage of
	Coupon / Maturity	Face Amount	Market Value	Net Assets
Real Estate (continued)				
Idaho Fish & Wildlife Foundation Re	4.000% due 12/01/2036	\$200,000	\$203,738	1.7%
Idaho St HSG & FIN	2.250% due 07/01/2031	200,000	179,399	1.5%
			734,389	6.2%
State Education				
Boise State University ID Revenue	5.000% due 04/01/2028	125,000	128,292	1.1%
Boise State University ID Revenue	5.000% due 04/01/2032	160,000	165,892	1.4%
Idaho State University Revenue	4.000% due 04/01/2027	170,000	173,229	1.4%
Idaho State University Revenue	3.000% due 04/01/2031	250,000	235,816	2.0%
Jefferson & Madison Cos. ID SCD#251	5.000% due 09/15/2028	100,000	110,674	0.9%
Jefferson & Madison ID SCD #251	5.000% due 09/15/2032	25,000	27,611	0.2%
Nez Perce CO ISD #1 Lewiston	5.000% due 09/15/2029	330,000	352,887	3.0%
Univ of Idaho ID Revenues	4.000% due 04/01/2038	125,000	127,317	1.1%
University of Idaho Revenues	5.000% due 04/01/2038	150,000	165,728	1.4%
			1,487,446	12.5%
Transportation				
ID St Hsg & Fin Assn Garvee Ser A	5.000% due 07/15/2037	100,000	107,671	0.9%
Water Supply				
Payette Lakes Rec Wtr & Swr Rev	4.000% due 08/01/2032	195,000	200,472	1.7%
Payette Lakes Rec Wtr & Swr Rev	4.000% due 08/01/2034	255,000	261,726	2.2%
			462,198	3.9%
Total Municipals Bonds	(Cost \$10,704,999)		\$10,270,573	86.2%
Municipal Revenue Bonds - 2.5%				Percentage of
	Coupon / Maturity	Face Amount	Market Value	Net Assets
Transportation				
ID St Hsg & Fin Assn Sales Tax Rev	5.000% due 08/15/2042	125,000	137,167	1.1%
ID St Hsg & Fin Assn Sales Tax Rev	5.000% due 08/15/2047	150,000	162,909	1.4%
Total Municipal Revenue Bonds	(Cost \$318,941)		\$300,076	2.5%
Total investments	(Cost \$11,023,940)		\$10,570,649	88.7%
Other assets (net of liabilities)			1,344,034	11.3%
Total net assets			\$11,914,683	100.0%

Statement of Assets and Liabilities

As of May 31, 2023

Assets	
Investments in securities, at value(Cost \$11,023,940)	\$10,570,649
Cash	1,229,736
Interest receivable	113,621
Prepaid expenses	13,627
Other assets	801
Total assets	11,928,434
Liabilities	
Accrued advisory fees	5,090
Accrued audit expenses	3,432
Distributions payable	2,092
Payable for Fund shares redeemed	752
Accrued trustee expenses	712
Accrued Chief Compliance Officer expenses	466
Accrued retirement plan custody fee	56
Accrued other operating expenses	385
Accrued printing fees	766
Total liabilities	13,751
Net assets	\$11,914,683
Analysis of net assets	
Paid-in capital (unlimited shares authorized, without par value)	\$12,442,216
Total distributable earnings	(527,533)
Net assets applicable to Fund shares outstanding	\$11,914,683
Fund shares outstanding	2,305,810
Net asset value, offering, and redemption price per share	\$5.17

Statement of Operations

Period ended May 31, 2023

Investment income	
Interest income	\$151,905
Total investment income	151,905
Expenses	
Investment adviser fees	30,053
Legal fees	5,961
Audit fees	4,917
Filing and registration fees	3,012
Trustee fees	2,501
Chief Compliance Officer expenses	1,539
Custodian fees	239
Retirement plan custodial fees	71
Other operating expenses	3,050
Total gross expenses	51,343
Less custodian fee credits	(239)
Less transfer agent fees waived	(896)
Net expenses	50,208
Net investment income	\$101,697
Net realized loss from investments	
	\$(16,959)
Net decrease in unrealized depreciation on investments	
	(17,018)
Net loss on investments	(33,977)
Net increase in net assets resulting from operations	\$67,720

Statements of Changes in Net Assets

	Period ended May 31, 2023	Year ended November 30, 2022
Decrease in net assets from operations		
From operations		
Net investment income	\$101,697	\$248,481
Net realized gain (loss) on investment	(16,959)	2,999
Net decrease in unrealized appreciation	(17,018)	(1,092,662)
Net increase (decrease) in net assets	67,720	(841,182)
Distributions to shareowners from		
Net dividend and distribution to shareholders	(105,577)	(248,471)
Capital share transactions		
Proceeds from the sale of shares	296,808	1,072,740
Value of shares issued in reinvestment of dividends and distributions	90,538	216,054
Cost of shares redeemed	(692,542)	(2,829,281)
Total capital shares transactions	(305,196)	(1,540,487)
Total decrease in net assets	(343,053)	(2,630,140)
Net assets		
Beginning of period	12,257,736	14,887,876
End of period	\$11,914,683	\$12,257,736
Shares of the Fund sold and redeemed		
Idaho Tax-Exempt (NITEX)		
Number of shares sold	56,649	200,745
Number of shares issued in reinvestment of dividends and distributions	17,370	41,059
Number of shares redeemed	(132,472)	(545,627)
Net decrease in number of shares outstanding	(58,453)	(303,823)

Financial Highlights

Idaho Tax-Exempt (NITEX)

Selected data per share of outstanding capital stock throughout each period:

	Year ended November 30,					
	Period ended May 31, 2023	2022	2021	2020	2019	2018
Net asset value at beginning of period	\$5.18	\$5.58	\$5.65	\$5.55	\$5.28	\$5.37
Income from investment operations						
Net investment income	0.04	0.10	0.10	0.10	0.11	0.12
Net gains (losses) on securities (both realized and unrealized)	(0.01)	(0.40)	(0.07)	0.10	0.27	(0.09)
Total from investment operations	0.03	(0.30)	0.03	0.20	0.38	0.03
Less distributions						
Dividends (from net investment income)	(0.04)	(0.10)	(0.10)	(0.10)	(0.11)	(0.12)
Total distributions	(0.04)	(0.10)	(0.10)	(0.10)	(0.11)	(0.12)
Net asset value at end of period	\$5.17	\$5.18	\$5.58	\$5.65	\$5.55	\$5.28
Total Return^A	0.68%	(5.47)%	0.51%	3.67%	7.30%	0.51%
Ratios / supplemental data						
Net assets (\$000), end of period	\$11,915	\$12,258	\$14,888	\$14,980	\$13,487	\$13,554
Ratio of expenses to average net assets						
Before custodian fee credits and transfer agent fee waivers ^B	0.85%	0.67%	0.67%	0.72%	0.69%	0.68%
After transfer fee waivers ^B	0.84%	0.66%	0.66%	0.71%	0.67%	0.67%
After custodian fee credits and transfer agent fee waivers ^B	0.84%	0.66%	0.66%	0.71%	0.67%	0.67%
Ratio of net investment income after custodian fee credits and transfer agent fee waivers to average net assets ^B	1.69%	1.80%	1.75%	1.82%	2.07%	2.20%
Portfolio turnover rate^A	0%	12%	9%	5%	4%	13%

^A Not annualized for period of less than one year

^B Annualized for periods of less than one year

Notes To Financial Statements

Note 1 – Organization

Saturna Investment Trust (the “Trust”) was established under Washington State Law as a business trust on February 20, 1987. The Trust is registered as an open-end, diversified management company under the Investment Company Act of 1940, as amended. In addition to Idaho Tax-Exempt Fund (the “Fund”), eight portfolios have been created to date: Sextant Short-Term Bond Fund, Sextant Bond Income Fund, Sextant Core Fund, Sextant Global High Income Fund, Sextant Growth Fund, Sextant International Fund, Saturna Sustainable Equity Fund, and Saturna Sustainable Bond Fund (each, a “Fund”, and collectively, the “Funds”). The other eight portfolios are distributed through separate prospectuses and the results of those Funds are contained in separate reports.

The Idaho Tax-Exempt Fund was first authorized to sell shares of beneficial interest on September 4, 1987. The Fund is anticipated to be liquidated and terminated on or about October 15, 2023. As of August 15, 2023, the Fund will no longer accept new investments and will no longer accept purchase and redemption orders from existing investors as of September 15, 2023.

The Fund is an investment company and accordingly follows the investment accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standard Codification Topic 946 “Financial Services – Investment Companies.”

Investment risks:

The value of Fund shares rises and falls as the value of the bonds in which the Fund invests goes up and down. The risks inherent in the Fund depend primarily on the terms and quality of the obligations in the Fund's portfolio, as well as on market conditions. When interest rates rise, bond prices fall. When interest rates fall, bond prices go up. Bonds with longer maturities, such as those held by the Fund, usually are more sensitive to interest rate changes than bonds with shorter maturities. Only consider investing in the Fund if you are willing to accept the risk that you may lose money.

The Fund entails credit risk, which is the possibility that a bond will not be able to pay interest or principal when due. If the credit quality of a bond is perceived to decline, investors will demand a higher yield, which means a lower price on that bond to compensate for the higher level of risk. If a security held by the Fund defaults on payment of interest or principal, the Fund's income, ability to preserve capital, and liquidity would all be adversely affected.

Fund investments are susceptible to factors adversely affecting Idaho, such as political, economic, and financial trends unique to this relatively small state. Investing only in Idaho bonds means that the Fund's investments are more concentrated than other mutual funds, and relatively few bond price changes may lead to underperformance compared to investments selected in greater number and/or from a wider universe.

Share Valuation Inputs as of May 31, 2023

	Level 1 Quoted Price	Level 2 Significant Observable Input	Level 3 Significant Unobservable Input	Total
Funds				
Idaho Fund				
Municipal Revenue Bonds ¹	\$–	\$300,076	\$–	\$300,076
Municipals Bonds ¹	\$–	\$10,270,573	\$–	\$10,270,573
Total Assets	\$–	\$10,570,649	\$–	\$10,570,649

¹See the Schedule of Investments for additional details.

The Fund is vulnerable to income tax rate changes, either at the Idaho or federal level, since part of municipal securities' value is derived from the recipient's ability to exclude interest payments from taxation.

Note 2 – Unaudited Information

The information in this interim report has not been subjected to independent audit.

Note 3 – Significant Accounting Policies

The following is a summary of the significant accounting policies, in conformity with accounting principles generally accepted in the United States of America, which are consistently followed by the Funds in preparation of their financial statements.

Security valuation:

Debt securities are valued using bid-side valuations provided by an independent service. The service determines valuations using factors such as yields or prices of bonds of comparable quality, type of issue, coupon maturity, ratings, trading activity, and general market conditions. In the absence of a valuation from an independent service for a security, a fair value for such security is determined in good faith by the adviser (Saturna Capital), whom the Board of Trustees has designated as the Fund's valuation designee to perform fair value functions in accordance with valuation policies and procedures adopted by the adviser, subject to the Board of Trustees' oversight.

Security transactions are recorded on trade date. Realized gains and losses on sales of securities are recorded on the identified cost basis.

Share valuation:

The net asset value (“NAV”) per share of the Fund is calculated by dividing the sum of the value of the securities held by the Fund, plus cash and other assets, minus all liabilities (including estimated accrued expenses) by the total number of shares outstanding for the Fund, rounded to the nearest cent. The Fund's shares are not priced or traded on days the New York Stock Exchange is closed. The NAV is the offering and redemption price per share.

The Trustees have adopted certain policies and procedures with respect to frequent trading of Fund shares. The Fund is intended for long-term investment and does not permit rapid trading of its shares. The Fund cannot always identify all intermediaries, or detect or prevent trading that violates the Frequent Trading Policy through intermediaries or omnibus accounts.

Notes To Financial Statements *(continued)*

Note 3 – Significant Accounting Policies *(continued)*

Fair value measurements:

Accounting Standards Codification (ASC) 820 establishes a three-tier framework for measuring fair value based on a hierarchy of inputs. The hierarchy distinguishes between market data obtained from independent sources (observable inputs) and the Funds' own market assumptions (unobservable inputs). These inputs are used in determining the value of the Funds' investments and are summarized below.

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the Trust has the ability to access.

Level 2 – Observable inputs other than quoted prices in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates, and similar data.

Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Trust's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

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

The table on page 15 is a summary of the inputs used as of May 31, 2023, in valuing the Funds' investments carried at fair value.

Federal income taxes:

The Fund intends to comply with the requirements of the Internal Revenue Code necessary to qualify as a regulated investment company and to make the requisite distributions of income and capital gains to its shareowners sufficient to relieve it from all or substantially all federal income taxes. As the Fund intends to meet requirements for tax-exempt income dividends, and the requirements of the Idaho Department of Revenue for income dividends exempt from Idaho state income tax, no income tax provisions are required.

The Fund recognizes the tax benefits of uncertain tax positions only where the position is "more likely than not" to be sustained assuming examination by tax authorities. Management has analyzed the Fund's tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for open tax years (2019 – 2021), or expected to be taken in the Fund's 2022 tax return. The Fund identifies its major tax jurisdiction as US federal and foreign jurisdictions where the Fund makes significant investments; however, the Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next 12 months.

Reclassification of capital accounts:

Accounting principles generally accepted in the United States of America require that certain components of net assets relating to permanent differences be reclassified between financial and tax reporting. These reclassifications are as of the fiscal year ended November 30, 2022, and have no effect on net assets or NAV per share.

As of November 30, 2022, there were no reclassifications to the capital accounts.

Distributions to shareowners:

The Fund's dividends to shareowners from net investment income are paid daily and distributed on the last business day of each month.

Distributions of capital gains, if any, are made at least annually and as required to comply with federal excise tax requirements. Distributions to shareowners are determined in accordance with income tax regulations and are recorded on the ex-dividend date. Dividends are paid in shares of the Fund, at the net asset value on the payable date. Shareowners may elect to take distributions in cash if they total \$10 or more.

Use of estimates:

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

LIBOR Transition Risk:

A Fund may invest in certain debt securities or other financial instruments that utilize the London Interbank Offered Rate ("LIBOR") as a benchmark or reference rate for various interest rate calculations. A benchmark or reference rate may be a significant factor in determining the cost of financing to a Fund or an investment's value or return to a Fund, and may be used in other ways that affect a Fund's investment performance.

LIBOR was discontinued as a floating rate benchmark after June 30, 2023. It is anticipated that financial instruments, such as certain floating rate bonds, that previously utilize LIBOR have transitioned to using the Secured Overnight Financing Rate ("SOFR"), which is a broad measure of the cost of overnight borrowings secured by US Treasury securities. The transition from LIBOR to SOFR (or any other replacement rate) may lead to a reduction in the value

Notes To Financial Statements *(continued)*

Note 3 – Significant Accounting Policies *(continued)*

of some LIBOR-based investments, as well as significant market uncertainty, increased volatility, and illiquidity in markets for various instruments, which may result in prolonged adverse market conditions and impact a Fund's performance or NAV.

Other:

Interest income is recognized on an accrual basis. Premiums on securities purchased are amortized and discounts are accreted using the yield to maturity method over the lives of the respective securities or where applicable, to the first call date of the securities with premiums.

Recent Accounting Pronouncement:

In December 2020, the SEC adopted a new rule providing a framework for fund valuation practices ("Rule 2a-5). Rule 2a-5 establishes requirements for determining fair value in good faith for purposes of the 1940 Act. Rule 2a-5 permits fund boards to designate certain parties to perform fair value determinations, subject to board oversight and certain other conditions. Rule 2a-5 also defines when market quotations are "readily available" for purposes of the 1940 Act and the threshold for determining whether a fund must fair value a security. In connection with Rule 2a-5, the SEC also adopted related recordkeeping requirements and rescinded previously issued guidance, including with respect to the role of a board in determining fair value and the accounting and auditing of fund investments. The Fund has adopted procedures in accordance with Rule 2a-5.

Note 4 – Transactions with Affiliated Persons

Under a contract approved by shareowners on September 28, 1995 and reviewed and approved annually by the Trust's Board of Trustees, including those Trustees who are not parties to the contract or "interested persons" (as defined in the Investment Company Act of 1940) of such parties or the Trust (the "Independent Trustees"), Saturna Capital Corporation ("Saturna Capital") provides investment advisory services and certain other administrative and distribution services to conduct the Fund's business. For such services, the Fund pays an annual fee equal to 0.50% of its average daily net assets. For the fiscal period ended May 31, 2023, the Fund paid the following advisory fee to Saturna Capital:

	Adviser Fees
Idaho Fund	\$30,053

Expenses incurred by the Trust on behalf of the Fund (e.g., legal fees) are allocated to the Fund and the other Funds of the Trust on the basis of relative daily average net assets.

Saturna Capital also acts as transfer agent for the Fund, for which it did not receive any compensation during the period ended May 31, 2023. Saturna Capital has voluntarily elected to waive the transfer agent fee through November 30, 2023, to reduce the Fund's operating expenses. Such fees, had they been charged, would have totaled \$896.

Saturna Brokerage Services, Inc. ("SBS"), a discount brokerage and subsidiary of Saturna Capital, is registered as a broker-dealer and acts as distributor for the Fund.

Saturna Trust Company ("STC"), a subsidiary of Saturna Capital, acts as retirement plan custodian for the Funds. Each class of shares of a Fund pays an annual fee of \$10 per account for retirement plan services to Saturna Trust Company. For the fiscal period ended May 31, 2023, the Funds incurred the following retirement plan custodial fees to STC:

	Retirement plan custodial fees
Idaho Fund (NITEX)	\$71

Ms. Jane Carten serves as a trustee and president of the Trust. She is also a director and the president of Saturna Capital Corporation and Saturna Trust Company. She is not compensated by the Trust. For the fiscal period ended May 31, 2023, the Saturna Investment Trust incurred \$40,726 of total expenses for the independent Trustee's compensation and Trust board meetings. The Fund's allocation of these expenses was \$2,501.

On May 31, 2023, the trustees, officers, and their affiliates (including Saturna Capital Corporation) as a group, owned the following percentages of outstanding shares:

	Trustees', officers', and affiliates' ownership
Idaho Fund (NITEX)	n/a%

The officers of the Trust are paid by Saturna Capital Corporation, not the Trust, except the Chief Compliance Officer, who is partially compensated by the Trust. For the fiscal period ended May 31, 2023, the Funds paid the following compensation expenses for the Chief Compliance Officer:

	Chief Compliance Officer
Idaho Fund	\$1,539

Note 5 – Distributions to Shareowners

The tax characteristics of distributions paid for the fiscal period ended May 31, 2023, and the fiscal year ended November 30, 2022, were as follows:

	May 31, 2023	November 30, 2022
Idaho Fund		
Ordinary Income	\$105,577	\$248,471

¹ Long-Term Capital Gain dividend designated at 20% rate pursuant to Section 852(b)(3) of the Internal Revenue Code.

Note 6 – Federal Income Taxes

The cost basis of investments for federal income tax purposes at May 31, 2023, were as follows:

	Idaho Fund
Cost of investments	\$11,023,940
Gross tax unrealized appreciation	\$12,580
Gross tax unrealized depreciation	\$(465,870)
Net tax unrealized depreciation	\$(453,290)

As of November 30, 2022, the components of distributable earnings on a tax basis were as follows:

	Idaho Fund
Undistributed ordinary income	\$3,880
Accumulated capital losses	\$(57,284)
Tax accumulated earnings	\$(53,404)
Unrealized appreciation	\$(436,272)
Total accumulated earnings	\$(489,676)

Notes To Financial Statements *(continued)*

Note 7 – Investments

During the fiscal period ended May 31, 2023, the Funds purchased and sold the following amounts of securities.

	Purchases	Sales
Idaho Fund	\$–	\$1,149,323

Note 8 – Custodian

Under agreements in place with the Trust's custodian, UMB Bank, custody fees are reduced by credits for cash balances. For the fiscal period ended May 31, 2023, such reductions were as follows:

	Custodian Fee Credits
Idaho Fund	\$239

Note 9 – COVID-19 Pandemic

The COVID-19 pandemic has adversely impacted global commercial activity and contributed to significant volatility in global equity and debt markets. The pandemic disrupted supply chains and economic activity. The duration of the pandemic's effects remain uncertain and difficult to assess. The effects of the pandemic may adversely impact the Funds' performance and its ability to achieve its investment objective.

Note 10 – Subsequent Events

The Board of Trustees of Saturna Investment Trust approved a plan to liquidate and terminate the Idaho Tax-Exempt Fund, upon the recommendation of Saturna Capital Corporation, the Fund's investment adviser. The Fund is anticipated to be liquidated and terminated on or about October 15, 2023. As of August 15, 2023, the Fund will no longer accept new investments and will no longer accept purchase and redemption orders from existing investors as of September 15, 2023.

There were no other events or transactions during the period that materially impacted the amounts or disclosures in the Fund's financial statements.

Expenses

(unaudited)

All mutual funds have operating expenses. As an Idaho Tax-Exempt Fund shareowner, you incur ongoing costs, including management fees and other fund expenses such as shareowner reports (like this one). Operating expenses, which are deducted from a fund's gross earnings, directly reduce the investment return of a fund. Mutual funds (unlike other financial investments) only report their results after deduction of operating expenses.

With the Idaho Tax-Exempt Fund, unlike many mutual funds, you do not incur sales charges (loads) on purchases, reinvested dividends, or other distributions. There are no redemption fees or exchange fees. You may incur fees related to extra services requested by you for your account, such as bank wires. The examples below 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.

Examples

The following examples are based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (June 1, 2021 to May 31, 2023).

Actual Expenses

The first line provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you have invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first

line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period. The Funds may charge for extra services (such as domestic bank wires, international bank wires, or overnight courier delivery of redemption checks) rendered on request, which you may need to estimate to determine your total expenses.

Hypothetical Example For Comparison Purposes

The second line provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio (based on the last six months) and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Funds and other mutual funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareowner reports of other mutual funds. You may wish to add other fees that are not included in the expenses shown in the table, such as charges for extra services such as bank wires.

Please note that the expenses shown in the tables are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges (loads), redemption fees, or exchange fees (note that the Idaho Tax-Exempt Fund does not assess any such transactional costs). Therefore, the "Hypothetical" line of each fund is useful in comparing ongoing costs only, and may not help you determine the relative total costs of owning different funds.

	Beginning Account Value [December 1, 2022]	Ending Account Value [May 31, 2023]	Expenses Paid During the Period	Annualized Expense Ratio
Idaho Fund	\$1,000.00	\$1,006.80	\$4.21	0.84%
Hypothetical (5% return before expenses)	\$1,000.00	\$1,020.73	\$4.24	0.84%

Expenses are equal to Idaho Tax-Exempt Bond Fund's annualized expense ratio indicated above (based on the most recent semi-annual period of June 1, 2021, through May 31, 2023), multiplied by the average account value over the period, multiplied by 1832/365 to reflect the semi-annual period.

Availability of Quarterly Portfolio Information

- (1) The Idaho Tax-Exempt Fund files a complete schedules of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. Previously, this information was filed on Form N-Q.
- (2) The Fund's Form N-PORT reports are available on the SEC's website at www.sec.gov.
- (3) The Fund makes a complete schedule of portfolio holdings after the end of each month available at www.idahotaxexemptfund.com

Availability of Proxy Voting Information

- (1) A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available (a) without charge, upon request, by calling Saturna Capital at 1-800-728-8762; (b) on the Funds' website at www.idahotaxexemptfund.com; and (c) on the SEC's website at www.sec.gov.
- (2) Information regarding how each Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available (a) without charge, upon request, by calling Saturna Capital at 1-800-728-8762; (b) on the Funds' website at www.idahotaxexemptfund.com; and (c) on the SEC's website at www.sec.gov.

Householding Policy

To reduce expenses, we may mail only one copy of the Fund's prospectus, each annual and semi-annual report, and proxy statements, when necessary, to those addresses shared by two or more accounts. If you wish to receive individual and/or more copies of these documents, please call us at 1-800-728-8762 or write to us at Saturna Capital/Idaho Tax-Exempt Fund, P.O. Box N, Bellingham, WA 98227. We will begin sending you individual copies thirty days after receiving your request.

If you are currently receiving multiple copies and wish to receive only one copy, please call us at 1-800-728-8762 or write to us at Saturna Capital/Idaho Tax-Exempt Fund, P.O. Box N, Bellingham, WA 98227. We will begin sending you a single copy with subsequent report mailings.

Privacy Statement

At Saturna Capital and the Idaho Tax-Exempt Fund, we understand the importance of maintaining the privacy of your financial information. We want to assure you that we protect the confidentiality of any personal information that you share with us. In addition, we do not sell information about our current or former customers.

In the course of our relationship, we gather certain non-public information about you, including your name, address, investment choices, and account information. We do not disclose your information to unaffiliated third parties unless it is necessary to process a transaction; service your account; deliver your account statements, shareowner reports and other information; or as

required by law. When we disclose information to unaffiliated third parties, we require a contract to restrict the companies' use of customer information and from sharing or using it for any purposes other than performing the services for which they were required.

We may share information within the Saturna Capital family of companies in the course of informing you about products or services that may address your investing needs.

We maintain our own technology resources to minimize the need for any third party services, and restrict access to information within Saturna. We maintain physical, electronic, and procedural safeguards to guard your personal information. If you have any questions or concerns about the security or privacy of your information please call us at 1-800-728-8762.



1300 North State Street
Bellingham, WA 98225
www.saturna.com
1-800-728-8762

This report is issued for the information of the shareowners of the Idaho Tax-Exempt Fund. It is not authorized for distribution to prospective investors unless it is accompanied or preceded by an effective prospectus relating to the securities of the Fund, a series of Saturna Investment Trust.

Saturna Brokerage Services, Distributor