AQUILA®
Tax-Free Fund
of Colorado

Semi-Annual Report

September 30, 2021

AQUILA®
GROUP OF FUNDS

Aquila Tax-Free Fund of Colorado

Interest Rates: Lower for Longer?

Serving Colorado investors since 1987

November, 2021

Dear Fellow Shareholder:

The municipal bond market remains focused on key factors that drive interest rates, which is generally paramount on the minds of municipal bond investors. Included in these factors are Federal monetary and fiscal policies, both of which can have a direct impact on interest rates and, in turn, bond prices. So, what does this mean and how might it impact the municipal bond market and, specifically, your Fund?

Federal Reserve Tapering and Interest Rates

Much of the Federal Reserve (the “Fed”) activity and overall monetary policy is data dependent. The Fed carefully analyzes economic data and monitors current and projected growth. At its Federal Open Market Committee (“FOMC”) meeting in September, the Fed announced that it was preparing to reduce the pace of its monthly bond purchases, a process referred to as “tapering.” That is, tapering the pace of quantitative easing, also known as “QE,” which has been the Fed’s recent monetary policy to help stimulate U.S. economic growth in the wake of the ongoing pandemic. This announcement signaled the beginning of a shift in policy and prompted a change in market sentiment. In early November, the Fed announced that the tapering would begin “later this month” with reductions of $15 billion each month – $10 billion in U.S. Treasuries and $5 billion in mortgage-backed securities – from the current $120 billion a month that the Fed had been buying to reduce outstanding debt. The FOMC also voted to keep the 0%-0.25% target range of the federal funds rate, which affects the general level of interest rates and, subsequently, bond yields. The FOMC stressed that investors should not view the reduction in purchases as a signal that rate hikes are imminent. Officials have said they don’t envision rate hikes will begin until tapering is finished, which based on the current schedule will conclude around July, 2022.

The Potential Impact on Municipal Bond Yields

Much of the municipal bond market’s activity is influenced by the U.S. Treasury market, as determined by the yield ratio of municipal bonds to U.S. Treasury bonds. Municipal/Treasury ratios compare the current yield of municipal bonds to U.S. Treasury bonds and are used to help assess relative value. These ratios neared historical high levels in 2020, fueled by pandemic-related credit fears, only to reverse course during 2021. From a municipal bond perspective, current Municipal/Treasury ratios may generally be considered favorable in terms of offering enhanced relative value.

Although yields on municipal bonds have drifted upward, they continue to hover near historical lows. Fixed income investors still find themselves in a low interest rate environment, wondering when they may see more of an opportunity to earn attractive yields on their investments.

While uncertainty remains in terms of when longer term rates may rise, it is important to remember that all too often investors get caught in the trap of trying to "time the market." Very few people are consistently right in calling securities market or interest rate movements.

Instead of concentrating on what the market is or isn't doing, we believe:

- It is prudent to focus on your goals, your time frame for achieving them, and your tolerance for risk. We generally recommend working with a financial professional to develop an asset allocation model to best address these important factors.
- Actively managed mutual funds may play an important role in your asset allocation model. Fund portfolio managers actively manage fund holdings over time, implementing various strategies based on market expectations that may mitigate the impact of market volatility. For example, fund holdings may be altered by quality rating (with a goal to manage credit risk that may increase with rising rates), as well as by maturity date and coupon (thereby adjusting portfolio duration, or the sensitivity of the fund to movements in interest rates – lower portfolio duration reduces sensitivity to changes in rates).
- Dollar-cost averaging may also be an important part of your investment plan. Investing a set amount of money on a regular basis regardless of whether the market is up or down removes timing the market from your investment equation. This approach doesn't guarantee a profit on your shares, nor will it protect against a loss if you redeem your investment in a declining market. However, it generally provides a balanced outcome over the longer term. When interest rates increase and share prices decline, as is bound to happen at some point, you may view that downturn as an opportunity to acquire more shares at a lower price.

The Aquila Advantage

Aquila Group of Funds' portfolio management teams are locally-based in the states where they invest, providing a distinct advantage that is a hallmark of our investment process. By having an up-close perspective on the economy and bond issuers in their local municipalities, cities and states, our Fund managers are able to gain valuable insights into what's happening "on the ground" and optimize the investment decision-making process.

Our investment professionals draw upon their many years of experience in analyzing securities, observing market and economic cycles, and recognizing risks and opportunities. Today's investment landscape is no exception. Regardless of Federal monetary policy and the direction of interest rates, each of our municipal bond funds is actively managed, consistently maintaining broadly diversified, high-quality portfolios, generally with an intermediate average maturity. We remain committed to effective risk management, seeking to provide our shareholders with an appropriate level of risk-adjusted returns.

As always, thank you for being a valued shareholder of Aquila Group of Funds.

Sincerely,

Diana P. Herrmann, Vice Chair and President

Mutual fund investing involves risk and loss of principal is possible.

The market prices of the Fund's securities may rise or decline in value due to general market conditions, such as real or perceived adverse economic or political conditions, inflation, changes in interest rates, lack of liquidity in the bond markets or adverse investor sentiment. When market prices fall, the value of your investment may go down. In the past several years, financial markets have experienced increased volatility, depressed valuations, decreased liquidity and heightened uncertainty. Rates of inflation have recently risen. These conditions may continue, recur, worsen or spread.

The respiratory illness COVID-19 caused by a novel coronavirus has resulted in a global pandemic and major disruption to economies and markets around the world, including the United States. Governments and central banks, including the Federal Reserve in the U.S., have taken extraordinary and unprecedented actions to support local and global economies and the financial markets. The impact of these measures will not be known for some time.

Some interest rates are very low. The value of your investment may go down if and when interest rates rise. A rise in interest rates tends to have a greater impact on the prices of longer term securities. A general rise in interest rates may cause investors to move out of fixed income securities and could also result in increased redemptions from the Fund.

Investments in the Fund are subject to possible loss due to the financial failure of the issuers of underlying securities and their inability to meet their debt obligations.

The value of municipal securities can be adversely affected by changes in the financial condition of one or more individual municipal issuers or insurers of municipal issuers, regulatory developments, legislative actions, and by uncertainties and public perceptions concerning these and other factors. The Fund may be affected significantly by adverse economic, political or other events affecting state and other municipal issuers in which it invests, and may be more volatile than a more geographically diverse fund.

A portion of income may be subject to local, state, Federal and/or alternative minimum tax. Capital gains, if any, are subject to capital gains tax.

These risks may result in share price volatility.

Any information in this Shareholder Letter regarding market or economic trends or the factors influencing the Fund's historical or future performance are statements of opinion as of the date of this report. These statements should not be relied upon for any other purposes. Past performance is no guarantee of future results, and there is no guarantee that any market forecasts discussed will be realized.

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	General Obligation Bonds (38.6%)	Ratings Moody's, S&P and Fitch	Value
	City & County (0.4%)		
	Englewood, Colorado		
$ 1,000,000	5.000%, 12/01/30	NR/AA+/NR	$ 1,242,180
	Metropolitan District (1.4%)		
	Denver, Colorado Urban Renewal Authority, Tax Increment Revenue, Stapleton Senior Series A-1		
2,600,000	5.000%, 12/01/25	NR/NR/AA-	2,721,134
	Denver, Colorado Urban Renewal Authority, Tax Increment Revenue, Stapleton Senior Series B-1		
1,000,000	5.000%, 12/01/25	Aa3/NR/NR	1,175,740
	Total Metropolitan District.		3,896,874
	School Districts (36.3%)		
	Adams 12 Five Star Schools, Colorado		
3,000,000	5.000%, 12/15/25	Aa1/AA/NR	3,440,940
1,000,000	5.000%, 12/15/25	Aa1/AA/NR	1,186,230
1,435,000	5.000%, 12/15/29	Aa1/AA/NR	1,741,229
1,000,000	5.500%, 12/15/31	Aa1/AA/NR	1,305,850
3,150,000	5.000%, 12/15/32	Aa1/AA/NR	3,809,705
	Adams & Arapahoe Counties, Colorado Joint School District #28J		
4,125,000	5.000%, 12/01/30	Aa1/NR/AA	5,000,160
	Adams & Weld Counties, Colorado School District #27J		
1,030,000	5.000%, 12/01/22	Aa2/AA/NR	1,087,979
2,000,000	5.000%, 12/01/24	Aa2/AA/NR	2,110,400
1,000,000	5.000%, 12/01/25	Aa2/AA/NR	1,145,750
1,060,000	5.000%, 12/01/28	Aa2/AA/NR	1,253,461
3,895,000	5.000%, 12/01/29	Aa2/AA/NR	4,605,876
1,150,000	5.000%, 12/01/29	Aa2/AA/NR	1,442,503
	Arapahoe County, Colorado School District #001 Englewood		
1,465,000	5.000%, 12/01/27	Aa2/NR/NR	1,735,703
	Arapahoe County, Colorado School District #006 Littleton		
1,000,000	5.000%, 12/01/27	Aa1/NR/NR	1,200,610

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	School Districts (continued)		
	Boulder, Larimer & Weld Counties, Colorado Series A		
$ 2,000,000	5.000%, 12/15/24	Aa1/AA+/NR	$ 2,295,340
	Boulder, Larimer & Weld Counties, Colorado Series C		
2,000,000	5.000%, 12/15/28	Aa1/AA+/NR	2,438,200
	Boulder, Larimer & Weld Counties, Colorado, St. Vrain Valley School District RE-1J Series C		
1,000,000	5.000%, 12/15/29	Aa1/AA+/NR	1,215,680
	Costilla County, Colorado School District No. R-30 Sierra Grande		
2,180,000	5.000%, 12/01/32	Aa2/NR/NR	2,809,388
	Denver, Colorado City & County School District No. 1		
3,000,000	4.000%, 12/01/26	Aa1/AA+/AA+	3,017,790
2,000,000	5.000%, 12/01/29	Aa1/AA+/AA+	2,425,440
1,000,000	5.000%, 12/01/32	Aa1/AA+/AA+	1,322,110
	Denver, Colorado City & County School District No. 1 Series B		
2,000,000	5.000%, 12/01/25	Aa1/AA+/AA+	2,290,820
4,000,000	5.000%, 12/01/27	Aa1/AA+/AA+	4,570,760
	Douglas County, Colorado School District No. RE 1, Douglas & Elbert Counties Series B		
3,000,000	5.000%, 12/15/31	Aa1/NR/AA+	3,811,530
	Eagle County School District, Colorado, Eagle, Garfield & Routt School District #50J		
1,000,000	5.000%, 12/01/29	Aa1/AA/NR	1,213,850
	El Paso County, Colorado School District #2, Harrison		
2,000,000	5.000%, 12/01/31	Aa2/AA/NR	2,532,180
	El Paso County, Colorado School District #20 Refunding		
2,255,000	5.000%, 12/15/29	Aa1/NR/NR	2,741,358
1,250,000	5.000%, 12/15/31	Aa1/NR/NR	1,514,625

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	School Districts (continued)		
	Jefferson County, Colorado School District #R-1 Refunding		
$ 2,225,000	5.000%, 12/15/30	Aa1/AA/NR	$ 2,756,196
1,500,000	5.000%, 12/15/30	Aa1/AA/NR	1,915,005
2,600,000	5.000%, 12/15/31	Aa1/AA/NR	3,305,406
3,000,000	4.000%, 12/15/33	Aa1/AA/NR	3,690,810
	La Plata County, Colorado School District #9-R Durango Refunding		
3,000,000	4.500%, 11/01/23	Aa2/NR/NR	3,009,660
	Larimer County, Colorado School District No. R 1 Poudre		
1,000,000	5.000%, 12/15/30	Aa1/NR/AA+	1,275,080
800,000	5.000%, 12/15/30	Aa1/NR/NR	1,020,064
	Larimer, Weld & Boulder Counties, Colorado School District No. R-2J, Thompson Refunding		
1,500,000	4.250%, 12/15/24	Aa2/NR/NR	1,572,210
	Mesa County, Colorado Valley School District No. 051, Grand Junction Refunding		
3,000,000	5.000%, 12/01/23	Aa2/NR/NR	3,306,690
	Pitkin County, Colorado School District No. 1, Aspen		
1,000,000	4.000%, 12/01/32	Aaa/NR/NR	1,240,760
	Pueblo County, Colorado School District No. 60		
2,000,000	5.000%, 12/15/30	Aa2/AA/NR	2,607,000
	Pueblo County, Colorado School District No. 70		
3,000,000	4.000%, 12/01/33	Aa2/AA/NR	3,694,410
	San Miguel County, Colorado School District R-1 Telluride		
1,055,000	5.000%, 12/01/25	Aa1/AA/NR	1,208,766
	Summit County, Colorado School District No. RE 1 Refunding		
2,000,000	5.000%, 12/01/28	Aaa/NR/NR	2,441,300
	Weld County, Colorado School District No. 6, Greeley		
1,000,000	4.000%, 12/01/34	Aa2/AA/NR	1,228,920
	Total School Districts		99,537,744

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Water & Sewer (0.5%)		
	Central Colorado Water Conservancy District, Adams Morgan & Weld Counties		
$ 1,185,000	5.000%, 12/01/24	NR/A/NR	$ 1,301,000
	Total General Obligation Bonds.		105,977,798
	Revenue Bonds (47.1%)		
	City & County (1.1%)		
	Denver, Colorado City & County COP, Convention Center Expansion Project Series 2018A		
1,500,000	5.000%, 06/01/30	Aa2/AA+/AA+	1,772,130
	Grand Junction, Colorado COP		
1,000,000	5.000%, 12/01/31	NR/AA-/NR	1,274,760
	Total City & County		3,046,890
	Electric (2.9%)		
	Colorado Springs, Colorado Utilities Revenue, Refunding Series A		
1,000,000	5.000%, 11/15/27	Aa2/AA+/AA	1,180,400
	Colorado Springs, Colorado Utilities Revenue Refunding Series B		
2,600,000	5.000%, 11/15/23	Aa2/AA+/AA	2,738,684
	Colorado Springs, Colorado Utilities Revenue Refunding Series 2020A		
500,000	5.000%, 11/15/31	Aa2/AA+/NR	662,585
840,000	5.000%, 11/15/32	Aa2/AA+/NR	1,109,489
400,000	5.000%, 11/15/33	Aa2/AA+/NR	526,500
	Estes Park, Colorado Power & Communications Enterprise Revenue Refunding & Improvement Series 2019A		
1,310,000	5.000%, 11/01/30	NR/A+/NR	1,685,302
	Total Electric		7,902,960
	Higher Education (14.2%)		
	Colorado Educational & Cultural Facility Authority, University of Denver Project		
845,000	4.000%, 03/01/24	A1/NR/NR	887,926
7,000,000	5.250%, 03/01/25 NPFG Insured.	A1/A+/NR	7,884,310

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Higher Education (continued)		
	Colorado Educational & Cultural Facility Authority Refunding, University of Denver Project		
$ 1,000,000	5.250%, 03/01/26 NPFG Insured.	A1/A+/NR	$ 1,196,260
	Colorado School of Mines Institutional Enterprise, Series B		
1,845,000	5.000%, 12/01/29	A1/A+/NR	2,285,438
	Colorado Mountain College COP, Series 2021		
340,000	4.000%, 12/01/32	Aa3/NR/NR	412,876
685,000	4.000%, 12/01/33	Aa3/NR/NR	827,179
	Colorado State Board Community Colleges & Occupational Education, Refunding & Improvement, Arapahoe Community College, Series 2017A		
1,000,000	5.000%, 11/01/30	Aa3/NR/NR	1,233,360
	Colorado State Board Community Colleges & Occupational Education, Refunding & Improvement, System Wide Refunding, Series 2019A		
1,110,000	5.000%, 11/01/30	Aa3/NR/NR	1,428,992
1,710,000	5.000%, 11/01/32	Aa3/NR/NR	2,185,910
835,000	5.000%, 11/01/33	Aa3/NR/NR	1,064,066
	Colorado State Board of Governors University Enterprise System, Series C		
2,905,000	5.000%, 03/01/26 SHEIP Insured.	Aa2/AA/NR	3,336,770
1,250,000	5.000%, 03/01/28 SHEIP Insured.	Aa2/AA/NR	1,547,275
2,100,000	5.000%, 03/01/29 SHEIP Insured.	Aa2/AA/NR	2,586,066
	Colorado State Board of Governors University Enterprise System, Series 2013A		
1,000,000	5.000%, 03/01/31 SHEIP Insured.	Aa2/AA/NR	1,337,310
	University of Colorado Enterprise System, Series A		
2,620,000	5.000%, 06/01/29	Aa1/NR/AA+	3,019,131
1,165,000	5.000%, 06/01/26 NPFG Insured.	Aa1/NR/AA+	1,401,681
	University of Colorado Enterprise System, Series A-1		
2,000,000	5.000%, 06/01/28	Aa1/NR/AA+	2,534,220

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Higher Education (continued)		
	University of Colorado Enterprise System, Series 2019B		
$ 1,000,000	5.000%, 06/01/32	Aa1/NR/AA+	$ 1,272,850
1,000,000	5.000%, 06/01/33	Aa1/NR/AA+	1,267,460
	University of Northern Colorado Greeley Institutional Enterprise Refunding, SHEIP, Series A		
1,000,000	5.000%, 06/01/25 SHEIP Insured.	Aa2/AA/NR	1,115,560
	Total Higher Education		38,824,640
	Hospital (0.5%)		
	Colorado Health Facilities Authority, Sanford		
1,000,000	5.000%, 11/01/30 Series 2019A	NR/A+/AA-	1,288,270
	Lease (12.8%)		
	Arvada, Colorado COP		
1,190,000	4.000%, 12/01/29	NR/AA+/NR	1,367,488
	Colorado State BEST COP Series K		
3,500,000	5.000%, 03/15/30	Aa2/AA-/NR	4,231,150
2,500,000	5.000%, 03/15/31	Aa2/AA-/NR	3,009,625
	Colorado State BEST COP Series M		
2,000,000	5.000%, 03/15/31	Aa2/AA-/NR	2,472,860
	Colorado State Building Excellent Schools Today COP		
500,000	5.000%, 03/15/32 Series 2020 R	Aa2/AA-/NR	643,695
	Colorado State COP Rural Colorado		
2,695,000	4.000%, 12/15/34 Series 2020 A	Aa2/AA-/NR	3,263,510
2,000,000	5.000%, 12/15/33 Series 2021 A	Aa2/AA-/NR	2,679,380
	Colorado State Higher Education Capital Construction Lease		
1,690,000	5.000%, 11/01/26	Aa2/AA-/NR	2,039,306
	Colorado State Higher Education Lease Purchase Financing Program COP		
1,000,000	4.000%, 09/01/32 Series 2020	Aa2/AA-/NR	1,241,530
	Denver, Colorado City & County COP (Fire Station & Library Facilities)		
1,065,000	5.000%, 12/01/25	Aa1/AA+/AA+	1,261,791

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Lease (continued)		
	Douglas County, Colorado COP (Libraries)		
$ 1,570,000	5.000%, 12/01/27	Aa2/NR/NR	$ 1,783,928
	Foothills Park and Recreation District, Colorado COP		
1,525,000	4.000%, 12/01/33 Series 2021	NR/AA-/NR	1,849,428
	Foothills Park and Recreation District, Colorado COP Refunding & Improvement		
1,380,000	5.000%, 12/01/26 AGMC Insured	NR/AA/NR	1,624,384
	Jefferson County, Colorado School District No. R-1 COP		
1,000,000	5.000%, 12/15/27	Aa3/AA-/NR	1,175,740
	Rangeview Library District Project, Colorado COP		
2,515,000	5.000%, 12/15/27 AGMC Insured	Aa2/AA/NR	2,961,563
	South Suburban Park and Recreation District, Colorado COP		
1,000,000	5.000%, 12/15/31	NR/AA-/NR	1,255,550
	Thompson School District No R2-J (Larimer, Weld And Boulder Counties, Colorado COP, Series 2014		
750,000	4.500%, 12/01/26	A1/NR/NR	837,990
	Westminster, Colorado COP		
1,480,000	4.250%, 12/01/22 AGMC Insured	A2/AA/NR	1,484,322
	Total Lease.		35,183,240
	Sales Tax (2.7%)		
	Broomfield, Colorado Sales & Use Tax		
1,000,000	5.000%, 12/01/30	Aa3/NR/NR	1,237,450
	City of Fruita, Colorado Sales & Use Tax		
1,110,000	4.000%, 10/01/33	NR/AA-/NR	1,273,114
	Commerce City, Colorado Sales & Use Tax		
1,000,000	5.000%, 08/01/26 BAMAC Insured	Aa3/AA/NR	1,170,040
	Denver, Colorado City & County Dedicated Tax Revenue, Series 2021A		
1,000,000	4.000%, 08/01/32	Aa3/AA-/AA-	1,232,770
1,165,000	4.000%, 08/01/33	Aa3/AA-/AA-	1,430,795

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Sales Tax (continued)		
	Westminster, Colorado Economic Development Authority, Mandalay Gardens Urban Renewal Project		
$ 1,090,000	4.000%, 12/01/22	NR/AA-/NR	$ 1,138,091
	Total Sales Tax		7,482,260
	Transportation (4.0%)		
	E-470 Public Highway Authority, Colorado Senior Revenue		
2,515,000	5.000%, 09/01/36	A2/A/NR	3,220,256
	Regional Transportation District, Colorado COP, Series A		
2,000,000	5.000%, 06/01/26	A1/AA/AA-	2,306,900
	Regional Transportation District, Colorado Sales Tax Refunding, Fastracks Project Series 2013A		
3,000,000	5.000%, 11/01/32	Aa2/AA+/AA	4,119,030
	Roaring Fork Transportation Authority Property Tax Revenue, Series 2021A		
500,000	4.000%, 12/01/33	NR/AA-/NR	615,270
650,000	4.000%, 12/01/34	NR/AA-/NR	797,010
	Total Transportation		11,058,466
	Water & Sewer (8.9%)		
	Arapahoe, Colorado Water & Wastewater Public Improvement District		
1,320,000	5.000%, 12/01/24	NR/AA-/NR	1,512,390
1,020,000	5.000%, 12/01/25	NR/AA-/NR	1,166,237
	Broomfield, Colorado Sewer and Waste Water		
1,975,000	4.000%, 12/01/21 AGMC Insured	Aa3/NR/NR	1,987,186
1,550,000	5.000%, 12/01/24 AGMC Insured	Aa3/AA/NR	1,635,002
	Central Weld County, Colorado Water District		
300,000	4.000%, 12/01/31 AGMC Insured	NR/AA/NR	366,216
250,000	4.000%, 12/01/32 AGMC Insured	NR/AA/NR	302,955
200,000	4.000%, 12/01/33 AGMC Insured	NR/AA/NR	241,502
	Colorado Water Resource & Power Development Authority		
925,000	5.000%, 09/01/25	Aaa/AAA/AAA	1,089,123

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Water & Sewer (continued)		
	Colorado Water Resource & Power Development Authority State Revolving Fund Revenue Refunding, Series 2021A		
$ 575,000	5.000%, 03/01/32	Aaa/AAA/AAA	$ 776,520
	Denver, Colorado City and County Board Water Commissioners Master Resolution, Refunding, Series B		
1,000,000	4.000%, 12/15/22	Aaa/AAA/AAA	1,007,610
	Denver, Colorado City and County Board Water Commissioners, Series B		
850,000	5.000%, 09/15/29	Aaa/AAA/AAA	1,057,970
	East Cherry Creek Water & Sanitation District Arapahoe County Water Revenue Activity Enterprise Refunding, Series 2020		
1,085,000	5.000%, 11/15/32	NR/AA-/NR	1,404,760
	Firestone, Colorado Water Enterprise, Series 2020		
750,000	5.000%, 12/01/32 BAMAC Insured	NR/AA/NR	976,500
	Greeley, Colorado Water Revenue		
1,705,000	5.000%, 08/01/28	Aa2/AA+/NR	2,053,383
	North Weld County, Colorado Water District Enterprise Revenue Refunding		
1,465,000	4.000%, 11/01/22 AGMC Insured	NR/AA/NR	1,525,871
	Parker, Colorado Water & Sanitation District Water & Sewer Enterprise Refunding		
1,000,000	5.000%, 11/01/22 AGMC Insured	A2/AA+/NR	1,027,390
1,125,000	4.000%, 11/01/32	NR/AA+/NR	1,356,131
1,000,000	4.000%, 11/01/33	NR/AA+/NR	1,201,600
	St. Vrain, Colorado Sanitation District Wastewater Revenue Refunding and Improvement Bonds, Series 2020		
800,000	4.000%, 12/01/31	NR/AA/NR	976,576
	Thornton, Colorado Water Enterprise Revenue, Series 2013		
1,970,000	4.000%, 12/01/24	Aa2/AA/NR	2,128,683

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Water & Sewer (continued)		
	Upper Eagle Regional Water Authority, Eagle County, Colorado Refunding and Improvement		
$ 500,000	4.000%, 12/01/32 AGMC Insured	NR/AA/NR	$ 615,515
	Total Water & Sewer		24,409,120
	Total Revenue Bonds		129,195,846
	Pre-Refunded\Escrowed to Maturity Bonds (12.2%)††		
	Pre-Refunded General Obligation Bonds (5.2%)		
	Metropolitan Districts (0.6%)		
	Meridian Metropolitan District, Colorado Refunding Series A		
1,645,000	4.500%, 12/01/23	NR/A-/A	1,656,186
	School Districts (4.6%)		
	Adams County, Colorado School District #50		
1,000,000	4.000%, 12/01/23	Aa2/AA/NR	1,044,660
3,000,000	4.000%, 12/01/24	Aa2/AA/NR	3,133,980
	Eagle County School District, Colorado, Eagle, Garfield & Routt School District #50J		
1,170,000	5.000%, 12/01/25	Aa1/AA/NR	1,290,346
	El Paso County, Colorado School District #20 Refunding		
1,945,000	4.375%, 12/15/23	Aa1/NR/NR	1,961,202
	Garfield, Pitkin, & Eagle Counties, Colorado School District #RE-1 Roaring Fork		
1,600,000	5.000%, 12/15/27	Aa2/NR/NR	1,903,072
	Larimer County, Colorado School District No. R 1 Poudre		
1,000,000	5.000%, 12/15/27	Aa1/NR/NR	1,189,420
	Summit County, Colorado School District No. RE 1 Refunding		
2,000,000	4.000%, 12/01/24	Aaa/NR/NR	2,012,340
	Total School Districts.		12,535,020
	Total Pre-Refunded General Obligation Bonds.		14,191,206

AQUILA TAX-FREE FUND OF COLORADO
SCHEDULE OF INVESTMENTS (continued)
SEPTEMBER 30, 2021 (unaudited)

Principal Amount	Pre-Refunded\Escrowed to Maturity Revenue Bonds (7.0%)	Ratings Moody's, S&P and Fitch	Value
	Electric (0.4%)		
	Colorado Springs, Colorado Utilities Revenue, Series C-2		
$ 1,060,000	5.000%, 11/15/23	Aa2/AA+/AA	$ 1,117,441
	Higher Education (1.4%)		
	Colorado State Board of Governors University Enterprise System, Series A		
2,300,000	5.000%, 03/01/25 SHEIP Insured.	NR/NR/NR**	2,345,793
	University of Colorado Enterprise System		
1,270,000	5.000%, 06/01/25	Aa1/NR/AA+	1,427,201
	Total Higher Education		3,772,994
	Lease (1.3%)		
	Colorado State BEST COP Series H		
3,490,000	4.000%, 03/15/26	Aa2/AA-/NR	3,550,517
	Sales Tax (1.7%)		
	Boulder, Colorado General Fund Capital Improvement Projects		
2,235,000	4.000%, 10/01/25	Aa1/AAA/NR	2,320,913
	Castle Rock, Colorado Sales & Use Tax		
1,015,000	4.000%, 06/01/25	Aa3/AA/NR	1,078,996
	Pueblo, Colorado Urban Renewal Authority, Refunding & Improvement, Series B		
1,250,000	5.250%, 12/01/28	A2/A/NR	1,260,088
	Total Sales Tax		4,659,997

Principal Amount	Pre-Refunded\Escrowed to Maturity Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch	Value
	Water & Sewer (2.2%)		
	Broomfield, Colorado Water Activity Enterprise		
$ 3,385,000	5.000%, 12/01/21 ETM	Aa2/NR/NR	$ 3,410,963
	Woodmoor, Colorado Water & Sanitation District #1 Enterprise		
2,570,000	4.500%, 12/01/26	NR/AA/NR	2,587,682
	Total Water & Sewer		5,998,645
	Total Pre-Refunded\Escrowed to Maturity Revenue Bonds		19,099,594
	Total Pre-Refunded\Escrowed to Maturity Bonds		33,290,800
	Total Municipal Bonds (cost $256,824,969)		268,464,444
Shares	**Short-Term Investment (1.1%)**		
3,041,436	Dreyfus Treasury Obligations Cash Management - Institutional Shares, 0.01%* (cost $3,041,436)	Aaa-mf/AAAm/NR	3,041,436
	Total Investments (cost $259,866,405-note 4)	99.0%	271,505,880
	Other assets less liabilities	1.0	2,792,140
	Net Assets	100.0%	$274,298,020

Portfolio Distribution By Quality Rating	Percentage of Investments†
Aaa of Moody's or AAA of S&P	2.8%
Prerefunded bonds/ETM bonds ††	12.4
Aa of Moody's or AA of S&P or Fitch	77.6
A of Moody's or S&P or Fitch	7.2
	100.0%

PORTFOLIO ABBREVIATIONS

AGMC - Assured Guaranty Municipal Corp.
BAMAC - Build America Mutual Assurance Company
BEST - Building Excellent Schools Today
COP - Certificates of Participation
ETM - Escrowed to Maturity
NPFG - National Public Finance Guarantee
NR - Not Rated
SHEIP - State Higher Education Intercept Program

* The rate is an annualized seven-day yield at period end.

** Any security not rated ("NR") by any of the Nationally Recognized Statistical Rating Organizations ("NRSRO") has been determined by the Investment Sub-Adviser to have sufficient quality to be ranked in the top four credit ratings if a credit rating were to be assigned by a NRSRO.

† Where applicable, calculated using the highest rating of the three NRSRO. Percentages in this table do not include the Short-Term Investment.

†† Pre-refunded bonds are bonds for which U.S. Government Obligations usually have been placed in escrow to retire the bonds at their earliest call date. Escrowed to Maturity bonds are bonds where money has been placed in the escrow account which is used to pay principal and interest through the bond's originally scheduled maturity date. Escrowed to Maturity are shown as ETM. All other securities in the category are pre-refunded.

See accompanying notes to financial statements.

AQUILA TAX-FREE FUND OF COLORADO
STATEMENT OF ASSETS AND LIABILITIES
SEPTEMBER 30, 2021 (unaudited)

ASSETS	
Investments at value (cost $259,866,405)	$ 271,505,880
Interest receivable	3,171,039
Receivable for Fund shares sold	33,690
Other assets	23,939
Total assets	274,734,548
LIABILITIES	
Payable for Fund shares redeemed	179,117
Management fee payable	108,937
Dividends payable	65,936
Distribution and service fees payable	340
Accrued expenses payable	82,198
Total liabilities	436,528
NET ASSETS	$ 274,298,020
Net Assets consist of:	
Capital Stock – Authorized an unlimited number of shares, par value $0.01 per share	$ 258,721
Additional paid-in capital	264,295,167
Total distributable earnings	9,744,132
	$ 274,298,020
CLASS A	
Net Assets	$ 173,465,404
Capital shares outstanding	16,372,681
Net asset value and redemption price per share	$ 10.59
Maximum offering price per share (100/97 of $10.59)	$ 10.92
CLASS C	
Net Assets	$ 5,543,909
Capital shares outstanding	524,480
Net asset value and offering price per share	$ 10.57
CLASS Y	
Net Assets	$ 95,288,707
Capital shares outstanding	8,974,986
Net asset value, offering and redemption price per share	$ 10.62

See accompanying notes to financial statements.

AQUILA TAX-FREE FUND OF COLORADO
STATEMENT OF OPERATIONS
SIX MONTHS ENDED SEPTEMBER 30, 2021 (unaudited)

Investment Income		
Interest income		$ 3,101,021
Expenses		
Management fees (note 3)	$ 701,196	
Distribution and service fees (note 3)	79,995	
Transfer and shareholder servicing agent fees	69,063	
Legal fees	39,314	
Trustees' fees and expenses (note 7)	32,676	
Registration fees and dues	12,903	
Auditing and tax fees	12,033	
Insurance	6,882	
Shareholders' reports	6,227	
Custodian fees	5,070	
Compliance services (note 3)	4,041	
Credit facility fees (note 10)	1,467	
Miscellaneous	17,690	
Total Expenses	988,557	
Management fees waived (note 3)	(28,048)	
Net expenses		960,509
Net investment income		2,140,512
Realized and Unrealized Gain (Loss) on Investments:		
Net realized gain (loss) from securities transactions	6,082	
Change in unrealized appreciation on investments	(1,206,760)	
Net realized and unrealized gain (loss) on investments		(1,200,678)
Net change in net assets resulting from operations		$ 939,834

See accompanying notes to financial statements.

AQUILA TAX-FREE FUND OF COLORADO
STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended September 30, 2021 (unaudited)	Year Ended March 31, 2021
OPERATIONS:		
Net investment income	$ 2,140,512	$ 4,684,735
Realized gain (loss) from securities transactions	6,082	—
Change in unrealized appreciation on investments	(1,206,760)	1,921,923
Change in net assets resulting from operations	939,834	6,606,658
DISTRIBUTIONS TO SHAREHOLDERS (note 9):		
Class A Shares	(1,356,365)	(3,140,983)
Class C Shares	(18,121)	(58,131)
Class Y Shares	(764,239)	(1,483,000)
Change in net assets from distributions	(2,138,725)	(4,682,114)
CAPITAL SHARE TRANSACTIONS (note 6):		
Proceeds from shares sold	12,656,506	46,676,277
Reinvested dividends and distributions	1,717,085	3,771,077
Cost of shares redeemed	(20,550,141)	(36,584,021)
Change in net assets from capital share transactions	(6,176,550)	13,863,333
Change in net assets	(7,375,441)	(15,787,877)
NET ASSETS:		
Beginning of period	281,673,461	265,885,584
End of period	$ 274,298,020	$281,673,461

See accompanying notes to financial statements.

1. Organization

Aquila Tax-Free Fund of Colorado (the "Fund") is one of six series of Aquila Municipal Trust, a Massachusetts business trust registered under the Investment Company Act of 1940 (the "1940 Act") as a non-diversified, open-end management investment company. The Fund, which commenced operations on October 12, 2013, is the successor to Tax-Free Fund of Colorado. Tax-Free Fund of Colorado transferred all of its assets and liabilities in exchange for shares of the Fund on October 11, 2013 pursuant to an agreement and plan of reorganization (the "reorganization"). The reorganization was approved by shareholders of Tax-Free Fund of Colorado on September 17, 2013. The reorganization was accomplished by exchanging the assets and liabilities of the predecessor fund for shares of the Fund. Shareowners holding shares of Tax-Free Fund of Colorado received corresponding shares of the Fund in a one-to-one exchange ratio in the reorganization. Accordingly, the reorganization, which was a tax-free exchange, had no effect on the Fund's operations. The Fund is authorized to issue an unlimited number of shares. Class A Shares are sold at net asset value plus a sales charge of varying size (depending upon a variety of factors) paid at the time of purchase and bear a distribution fee. Class C Shares are sold at net asset value with no sales charge payable at the time of purchase but with a level charge for service and distribution fees for six years thereafter. Class C Shares automatically convert to Class A Shares after six years. Class Y Shares are sold only through authorized financial institutions acting for investors in a fiduciary, advisory, agency, custodial or similar capacity, and are not offered directly to retail customers. Class Y Shares are sold at net asset value with no sales charge, no redemption fee, no contingent deferred sales charge ("CDSC") and no distribution fee. As of the date of this report, there were no Class F Shares outstanding. All classes of shares represent interests in the same portfolio of investments and are identical as to rights and privileges but differ with respect to the effect of sales charges, the distribution and/or service fees borne by each class, expenses specific to each class, voting rights on matters affecting a single class and the exchange privileges of each class.

2. Significant Accounting Policies

The following is a summary of significant accounting policies followed by the Fund in the preparation of its financial statements. The policies are in conformity with accounting principles generally accepted in the United States of America for investment companies.

a) *Portfolio valuation:* Municipal securities are valued each business day based upon information provided by a nationally prominent independent pricing service and periodically verified through other pricing services. In the case of securities for which market quotations are readily available, securities are valued by the pricing service at the mean of bid and ask quotations. If a market quotation or a valuation from the pricing service is not readily available, the security is valued at fair value determined in good faith under procedures established by and under the general supervision of the Board of Trustees.

b) *Fair value measurements:* The Fund follows a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Fund's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Fund's investments and are summarized in the following fair value hierarchy:

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

Level 2 – Observable inputs other than quoted prices included 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 Fund's own assumptions about the assumptions a market participant would use in valuing the asset or liability, based on the best information available.

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

The following is a summary of the valuation inputs, representing 100% of the Fund's investments, used to value the Fund's net assets as of September 30, 2021:

Valuation Inputs*	Investments in Securities
Level 1 – Quoted Prices	$ 3,041,436
Level 2 – Other Significant Observable Inputs — Municipal Bonds*	268,464,444
Level 3 – Significant Unobservable Inputs	—
Total	$ 271,505,880

* See schedule of investments for a detailed listing of securities.

c) *Subsequent events*: In preparing these financial statements, the Fund has evaluated events and transactions for potential recognition or disclosure through the date these financial statements were issued.

d) *Securities transactions and related investment income*: Securities transactions are recorded on the trade date. Realized gains and losses from securities transactions are reported on the identified cost basis. Interest income is recorded daily on the accrual basis and is adjusted for amortization of premium and accretion of original issue and market discount.

e) *Federal income taxes*: It is the policy of the Fund to continue to qualify as a regulated investment company by complying with the provisions of the Internal Revenue Code applicable to certain investment companies. The Fund intends to make distributions of income and securities profits sufficient to relieve it from all, or substantially all, Federal income and excise taxes.

Management has reviewed the tax positions for each of the open tax years (2018 – 2020) or expected to be taken in the Fund's 2021 tax returns and has concluded that there are no significant uncertain tax positions that would require recognition in the financial statements.

f) *Multiple Class Allocations*: All income, expenses (other than class-specific expenses), and realized and unrealized gains or losses are allocated daily to each class of shares based on the relative net assets of each class. Class-specific expenses, which include distribution and service fees and any other items that are specifically attributed to a particular class, are also charged directly to such class on a daily basis.

g) *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 from operations during the reporting period. Actual results could differ from those estimates.

h) *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 had no effect on net assets or net asset value per share. For the year ended March 31, 2021, there were no items identified that have been reclassified among components of net assets.

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

3. Fees and Related Party Transactions

a) *Management Arrangements*:

Aquila Investment Management LLC (the "Manager"), a wholly-owned subsidiary of Aquila Management Corporation, the Fund's founder and sponsor, serves as the Manager for the Fund under an Advisory and Administration Agreement with the Fund. The portfolio management of the Fund has been delegated to a Sub-Adviser as described below. Under the Advisory and Administration Agreement, the Manager provides all administrative services to the Fund, other than those relating to the day-to-day portfolio management. The Manager's services include providing the office of the Fund and all related services as well as overseeing the activities of the Sub-Adviser and managing relationships with all the various support organizations to the Fund such as the shareholder servicing agent, custodian, legal counsel, auditors and distributor and additionally maintaining the Fund's accounting books and records. For its services, the Manager is entitled to receive a fee which is payable monthly and computed as of the close of business each day at the annual rate of 0.50% of net assets of the Fund.

The Manager has contractually agreed to waive fees through September 30, 2022 to the extent necessary in order to pass savings through to the shareholders with respect to the Sub-Adviser's contractual fee waiver such that its fees are as follows: the annual rate shall be equivalent to 0.48% of net assets of the Fund up to $400 million; 0.46% of the Fund's net assets above that amount to $1 billion and 0.44% of the Fund's net assets above $1 billion. The Manager may not terminate the arrangement without the approval of the Board of Trustees. For the six months ended September 30, 2021, the Fund incurred management fees of $701,196 of which $28,048 was waived under the contractual fee waiver.

Kirkpatrick Pettis Capital Management (the "Sub-Adviser") serves as the Investment Sub-Adviser for the Fund under a Sub-Advisory Agreement between the Manager and the Sub-Adviser. Under this agreement, the Sub-Adviser continuously provides, subject to oversight of the Manager and the Board of Trustees of the Fund, the investment program of the Fund and the composition of its portfolio, arranges for the purchases and sales of portfolio securities, and provides for daily pricing of the Fund's portfolio. For its services, the Sub-Adviser is entitled to receive a fee from the Manager which is payable monthly and computed as of the close of business each day at the annual rate of 0.20%. The Sub-Adviser has contractually agreed to waive its fee through September 30, 2022 such that its annual rate of fees is at 0.16% of net assets of the Fund up to $400 million; 0.14% of net assets above $400 million up to $1 billion; and 0.12% of net assets above $1 billion.

Under a Compliance Agreement with the Manager, the Manager is compensated by the Fund for compliance related services provided to enable the Fund to comply with Rule 38a-1 of the Investment Company Act of 1940, as amended (the "1940 Act").

Specific details as to the nature and extent of the services provided by the Manager and the Sub-Adviser are more fully defined in the Fund's Prospectus and Statement of Additional Information.

b) *Distribution and Service Fees*:

The Fund has adopted a Distribution Plan (the "Plan") pursuant to Rule 12b-1 (the "Rule") under the 1940 Act. Under one part of the Plan, with respect to Class A Shares, the Fund is authorized to make distribution fee payments to broker-dealers or others ("Qualified Recipients") selected by Aquila Distributors LLC (the "Distributor"), including, but not limited to, any principal underwriter of the Fund, with which the Distributor has entered into written agreements contemplated by the Rule and which have rendered assistance in the distribution and/or retention of the Fund's shares or servicing of shareholder accounts. While the Fund's Distribution Plan applicable to Class A Shares permits the Fund to make distribution fee payments at the rate of up to 0.15% on the entire net assets represented by Class A Shares, the Fund currently makes payment of this distribution fee at the annual rate of 0.075%. For the six months ended September 30, 2021, distribution fees on Class A Shares amounted to $48,954 of which the Distributor retained $3,343.

Under another part of the Plan, the Fund is authorized to make payments with respect to Class C Shares to Qualified Recipients which have rendered assistance in the distribution and/or retention of the Fund's Class C shares or servicing of shareholder accounts. These payments are made at the annual rate of 0.75% of the Fund's average net assets represented by Class C Shares and for the six months ended September 30, 2021, amounted to $23,281. In addition, under a Shareholder Services Plan, the Fund is authorized to make service fee payments with respect to Class C Shares to Qualified Recipients for providing personal services and/or maintenance of shareholder accounts. These payments are made at the annual rate of 0.25% of the Fund's average net assets represented by Class C Shares and for the six months ended September 30, 2021, amounted to $7,760. The total of these payments with respect to Class C Shares amounted to $31,041 of which the Distributor retained $7,726.

Specific details about the Plans are more fully defined in the Fund's Prospectus and Statement of Additional Information.

Under a Distribution Agreement, the Distributor serves as the exclusive distributor of the Fund's shares. Through agreements between the Distributor and various brokerage and advisory firms ("financial intermediaries"), the Fund's shares are sold primarily through the facilities of these financial intermediaries having offices within Colorado, with the bulk of any sales commissions inuring to such financial intermediaries. For the six months ended September 30, 2021, total commissions on sales of Class A Shares amounted to $11,161 of which the Distributor received $5,447.

c) *Transfer and shareholder servicing fees*:

The Fund occasionally compensates financial intermediaries in connection with the sub-transfer agency related services provided by such entities in connection with their respective Fund shareholders so long as the fees are deemed by the Board of Trustees to be reasonable in relation to (i) the value of the services and the benefits received by the Fund and certain shareholders; and (ii) the payments that the Fund would make to another entity to perform similar ongoing services to existing shareholders.

4. Purchases and Sales of Securities

During the six months ended September 30, 2021, purchases of securities and proceeds from the sales of securities aggregated $13,378,731 and $14,665,000, respectively.

At September 30, 2021, the aggregate tax cost for all securities was $259,833,447. At September 30, 2021, the aggregate gross unrealized appreciation for all securities in which there is an excess of value over tax cost amounted to $12,039,480 and aggregate gross unrealized depreciation for all securities in which there is an excess of tax cost over value amounted to $367,047 for a net unrealized appreciation of $11,672,433.

5. Portfolio Orientation

Since the Fund invests principally and may invest entirely in double tax-free municipal obligations of issuers within Colorado, it is subject to possible risks associated with economic, political, or legal developments or industrial or regional matters specifically affecting Colorado and whatever effects these may have upon Colorado issuers' ability to meet their obligations. At September 30, 2021, the Fund had all of its long-term portfolio holdings invested in the securities of Colorado issuers.

6. Capital Share Transactions

Transactions in Capital Shares of the Fund were as follows:

	Six Months Ended September 30, 2021 (unaudited)		Year Ended March 31, 2021	
	Shares	Amount	Shares	Amount
Class A Shares				
Proceeds from shares sold..	324,861	$ 3,472,131	847,244	$ 9,112,612
Reinvested dividends and distributions	109,171	1,165,089	248,986	2,670,579
Cost of shares redeemed ...	(889,167)	(9,505,842)	(1,875,223)	(20,140,834)
Net change	(455,135)	(4,868,622)	(778,993)	(8,357,643)
Class C Shares:				
Proceeds from shares sold..	20,350	216,812	67,528	722,509
Reinvested dividends and distributions	1,641	17,478	5,238	56,062
Cost of shares redeemed ...	(126,432)	(1,349,525)	(228,396)	(2,448,094)
Net change	(104,441)	(1,115,235)	(155,630)	(1,669,523)
Class Y Shares:				
Proceeds from shares sold .	837,506	8,967,563	3,423,398	36,841,156
Reinvested dividends and distributions	49,977	534,518	97,180	1,044,436
Cost of shares redeemed ..	(905,091)	(9,694,774)	(1,300,179)	(13,995,093)
Net change	(17,608)	(192,693)	2,220,399	23,890,499
Total transactions in Fund shares	(577,184)	$ (6,176,550)	1,285,776	$ 13,863,333

7. Trustees' Fees and Expenses

At September 30, 2021, there were 9 Trustees, one of whom is affiliated with the Manager and is not paid any fees. The total amount of Trustees' service fees (for carrying out their responsibilities) and attendance fees paid during the six months ended September 30, 2021 was $32,676. Attendance fees are paid to those in attendance at regularly scheduled quarterly Board Meetings and meetings of the independent Trustees held prior to each quarterly Board Meeting, as well as additional meetings (such as Audit, Nominating, Shareholder and special meetings). Trustees are reimbursed for their expenses such as travel, accommodations and meals incurred in connection with attendance at Board Meetings and the Annual Meeting of Shareholders. For the six months ended September 30, 2021, due to the COVID-19 pandemic, such meeting-related expenses amounted to $0.

8. Securities Traded on a When-Issued Basis

The Fund may purchase or sell securities on a when-issued basis. When-issued transactions arise when securities are purchased or sold by the Fund with payment and delivery taking place in the future in order to secure what is considered to be an advantageous price and yield to the Fund at the time of entering into the transaction. Beginning on the date the Fund enters into a when-issued transaction, cash or other liquid securities are segregated in an amount equal to or greater than the value of the when-issued transaction. These transactions are subject to market fluctuations and their current value is determined in the same manner as for other securities.

9. Income Tax Information and Distributions

The Fund declares dividends daily from net investment income and makes payments monthly. Net realized capital gains, if any, are distributed annually and are taxable. Dividends and capital gains distributions are paid in additional shares at the net asset value per share or in cash, at the shareholder's option.

The Fund intends to maintain, to the maximum extent possible, the tax-exempt status of interest payments received from portfolio municipal securities in order to allow dividends paid to shareholders from net investment income to be exempt from regular Federal and State of Colorado income taxes. Due to the distribution levels maintained by the Fund and the differences between financial statement reporting and Federal income tax reporting requirements, distributions made by the Fund may not be the same as the Fund's net investment income, and/or net realized securities gains. As a result of the passage of the Regulated Investment Company Act of 2010 (the "Act"), losses incurred in this fiscal year and beyond retain their character as short-term or long-term, have no expiration date and are utilized before capital losses incurred prior to the enactment of the Act. At March 31, 2021, the Fund had capital loss carry forwards of $1,925,753 of which $1,758,365 retains its character of short-term and $167,388 retains its character of long-term; both have no expiration. This carryover is available to offset future net realized gains on securities transactions to the extent provided for in the Internal Revenue Code.

The tax character of distributions was as follows:

	Year Ended March 31, 2021	Year Ended March 31, 2020
Net tax-exempt income	$ 4,680,747	$ 5,368,189
Ordinary Income	1,367	78,094
	$ 4,682,114	$ 5,446,283

As of March 31, 2021, the components of distributable earnings on a tax basis were:

Undistributed tax-exempt income	$ 88,545
Unrealized appreciation	12,856,112
Accumulated net realized loss	(1,925,753)
Other temporary differences	(75,881)
	$ 10,943,023

The difference between book basis and tax basis undistributed income is due to the timing difference, and other temporary differences, in recognizing dividends paid and the tax treatment of market discount amortization and the deduction of distributions payable.

10. Credit Facility

Since August 30, 2017, Bank of New York Mellon and the Aquila Group of Funds (comprised of nine funds) have been parties to a $40 million credit agreement, which currently terminates on August 24, 2022 (per the August 25, 2021 amendment). In accordance with the Aquila Group of Funds Guidelines for Allocation of Committed Line of Credit, each fund is responsible for payment of its proportionate share of

a) a 0.17% per annum commitment fee; and,

b) interest on amounts borrowed for temporary or emergency purposes by the fund (at the applicable per annum rate selected by the Aquila Group of Funds at the time of the borrowing of either (i) the One-month Eurodollar Rate plus 1% or (ii) the sum of the higher of (a) the Prime Rate, (b) the Federal Funds Effective Rate, or (c) the One-month Eurodollar Rate plus 1%).

There were no borrowings under the credit agreement during the six months ended September 30, 2021.

11. Ongoing Events: COVID-19

The respiratory illness COVID-19 caused by a novel coronavirus has resulted in a global pandemic and major disruption to economies and markets around the world, including the United States. Global financial markets have experienced extreme volatility and severe losses, and trading in many instruments has been disrupted. Liquidity for many instruments has been greatly reduced for periods of time. Some interest rates are very low and in some cases yields are negative. Some sectors of the economy and individual issuers have experienced particularly large losses. Rates of inflation have risen. These circumstances may continue for an extended period of time, and may continue to affect adversely the value and liquidity of the Fund's investments. Governments and central banks, including the Federal Reserve in the U.S., have taken extraordinary and unprecedented actions to support local and global economies and the financial markets. These actions have resulted in significant expansion of public debt, including in the U.S. The impact of these measures will not be known for some time. The consequences of high public debt, including its future impact on the economy and securities markets, likewise may not be known for some time.

AQUILA TAX-FREE FUND OF COLORADO
FINANCIAL HIGHLIGHTS

For a share outstanding throughout each period

	Class A					
	Six Months Ended 9/30/21 (unaudited)	Year Ended March 31, 2021	2020	2019	2018	2017
Net asset value, beginning of period	$10.64	$10.56	$10.46	$10.31	$10.51	$10.83
Income from investment operations:						
Net investment income[(1)]	0.08	0.18	0.22	0.24	0.26	0.28
Net gain (loss) on securities (both realized and unrealized)	(0.05)	0.08	0.10	0.15	(0.20)	(0.33)
Total from investment operations	0.03	0.26	0.32	0.39	0.06	(0.05)
Less distributions (note 9):						
Dividends from net investment income	(0.08)	(0.18)	(0.22)	(0.24)	(0.26)	(0.27)
Distributions from capital gains	—	—	—	—	—	—
Total distributions	(0.08)	(0.18)	(0.22)	(0.24)	(0.26)	(0.27)
Net asset value, end of period	$10.59	$10.64	$10.56	$10.46	$10.31	$10.51
Total return (not reflecting sales charge)	0.30%[(2)]	2.48%	3.03%	3.86%	0.55%	(0.44)%
Ratios/supplemental data						
Net assets, end of period (in millions)	$173	$179	$186	$188	$196	$208
Ratio of expenses to average net assets	0.68%[(3)]	0.69%	0.71%	0.70%	0.68%	0.68%
Ratio of net investment income to average net assets	1.53%[(3)]	1.69%	2.04%	2.35%	2.47%	2.57%
Portfolio turnover rate	5%[(2)]	7%	13%	7%	9%	11%
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):						
Ratio of expenses to average net assets	0.70%[(3)]	0.71%	0.73%	0.72%	0.70%	0.70%
Ratio of net investment income to average net assets	1.51%[(3)]	1.67%	2.02%	2.33%	2.45%	2.55%

(1) Per share amounts have been calculated using the daily average shares method.

(2) Not annualized.

(3) Annualized.

See accompanying notes to financial statements.

For a share outstanding throughout each period

	Class C					
	Six Months Ended 9/30/21 (unaudited)	Year Ended March 31, 2021	2020	2019	2018	2017
Net asset value, beginning of period	$10.62	$10.54	$10.44	$10.29	$10.49	$10.80
Income from investment operations:						
Net investment income[1]	0.03	0.08	0.12	0.14	0.16	0.17
Net gain (loss) on securities (both realized and unrealized)	(0.05)	0.08	0.10	0.15	(0.20)	(0.31)
Total from investment operations	(0.02)	0.16	0.22	0.29	(0.04)	(0.14)
Less distributions (note 9):						
Dividends from net investment income	(0.03)	(0.08)	(0.12)	(0.14)	(0.16)	(0.17)
Distributions from capital gains	—	—	—	—	—	—
Total distributions	(0.03)	(0.08)	(0.12)	(0.14)	(0.16)	(0.17)
Net asset value, end of period	$10.57	$10.62	$10.54	$10.44	$10.29	$10.49
Total return (not reflecting CDSC)	(0.18)%[2]	1.51%	2.06%	2.88%	(0.41)%	(1.29)%
Ratios/supplemental data						
Net assets, end of period (in millions)	$6	$7	$8	$9	$15	$21
Ratio of expenses to average net assets	1.63%[3]	1.64%	1.66%	1.65%	1.63%	1.62%
Ratio of net investment income to average net assets	0.59%[3]	0.75%	1.09%	1.40%	1.52%	1.62%
Portfolio turnover rate	5%[2]	7%	13%	7%	9%	11%
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):						
Ratio of expenses to average net assets	1.65%[3]	1.66%	1.68%	1.67%	1.65%	1.64%
Ratio of net investment income to average net assets	0.57%[3]	0.73%	1.07%	1.38%	1.50%	1.60%

(1) Per share amounts have been calculated using the daily average shares method.

(2) Not annualized.

(3) Annualized.

See accompanying notes to financial statements.

For a share outstanding throughout each period

	Class Y					
	Six Months Ended 9/30/21 (unaudited)	Year Ended March 31, 2021	2020	2019	2018	2017
Net asset value, beginning of period	$10.66	$10.58	$10.49	$10.34	$10.54	$10.86
Income from investment operations:						
Net investment income[1]	0.09	0.19	0.22	0.25	0.27	0.28
Net gain (loss) on securities (both realized and unrealized)	(0.05)	0.08	0.09	0.15	(0.20)	(0.32)
Total from investment operations	0.04	0.27	0.31	0.40	0.07	(0.04)
Less distributions (note 9):						
Dividends from net investment income	(0.08)	(0.19)	(0.22)	(0.25)	(0.27)	(0.28)
Distributions from capital gains	—	—	—	—	—	—
Total distributions	(0.08)	(0.19)	(0.22)	(0.25)	(0.27)	(0.28)
Net asset value, end of period	$10.62	$10.66	$10.58	$10.49	$10.34	$10.54
Total return	0.42%[2]	2.53%	2.98%	3.90%	0.61%	(0.38)%
Ratios/supplemental data						
Net assets, end of period (in millions)	$95	$96	$72	$70	$76	$83
Ratio of expenses to average net assets	0.63%[3]	0.64%	0.66%	0.65%	0.63%	0.63%
Ratio of net investment income to average net assets	1.58%[3]	1.74%	2.09%	2.40%	2.52%	2.62%
Portfolio turnover rate	5%[2]	7%	13%	7%	9%	11%
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):						
Ratio of expenses to average net assets	0.65%[3]	0.66%	0.68%	0.67%	0.65%	0.65%
Ratio of net investment income to average net assets	1.56%[3]	1.72%	2.07%	2.38%	2.50%	2.60%

(1) Per share amounts have been calculated using the daily average shares method.

(2) Not annualized.

(3) Annualized.

See accompanying notes to financial statements.

Additional Information:

Statement Regarding Liquidity Risk Management Program

Rule 22e-4 under the Investment Company Act of 1940, as amended, requires open-end management investment companies to adopt and implement written liquidity risk management programs that are reasonably designed to assess and manage liquidity risk. Liquidity risk is defined in the rule as the risk that a fund could not meet requests to redeem shares issued by the fund without significant dilution of remaining investors' interests in the fund. In accordance with Rule 22e-4, Aquila Municipal Trust ("AMT") has adopted a Liquidity Risk Management ("LRM") program (the "program"). AMT's Board of Trustees (the "Board") has designated an LRM Committee consisting of employees of Aquila Investment Management LLC as the administrator of the program (the "Committee").

The Board met on June 11, 2021 to review the program. At the meeting, the Committee provided the Board with a report that addressed the operation of the program and assessed its adequacy and effectiveness of implementation, and any material changes to the program (the "Report"). The Report covered the period from May 30, 2020 through April 30, 2021 (the "Reporting Period").

During the Reporting Period, the Committee reviewed whether each Fund's strategy is appropriate for an open-end fund structure taking into account less liquid and illiquid assets.

The Committee reviewed each Fund's short-term and long-term cash flow projections during both normal and reasonably foreseeable stressed conditions. In classifying and reviewing each Fund's investments, the Committee considered whether trading varying portions of a position in a particular portfolio investment or asset class in sizes the Fund would reasonably anticipate trading, would be reasonably expected to significantly affect liquidity. The Committee considered the following information when determining the sizes in which each Fund would reasonably anticipate trading: historical net redemption activity, the Fund's concentration in an issuer, shareholder concentration, Fund performance, Fund size, and distribution channels.

The Committee considered each Fund's holdings of cash and cash equivalents, as well as borrowing arrangements. The Committee considered the terms of the credit facility applicable to the Funds, the financial health of the institution providing the facility and the fact that the credit facility is shared among multiple Funds. The Committee also considered other types of borrowing available to the Funds, such as the ability to use interfund lending arrangements.

The Committee also performed an analysis to determine whether a Fund is required to maintain a Highly Liquid Investment Minimum ("HLIM"), and determined that the requirement to maintain an HLIM was inapplicable to the Funds because each Fund primarily holds highly liquid investments.

There were no material changes to the program during the Reporting Period. The Report provided to the Board stated that the Committee concluded that the program is reasonably designed and operated effectively throughout the Review Period.

Additional Information (unaudited):

Renewal of the Advisory and Administration Agreement and the Sub-Advisory Agreement

Aquila Investment Management LLC (the "Manager") serves as the investment adviser to the Fund pursuant to an Advisory and Administration Agreement (the "Advisory Agreement"). The Manager has retained Davidson Fixed Income Management, Inc., doing business as Kirkpatrick Pettis Capital Management (the "Sub-Adviser"), to serve as the sub-adviser to the Fund pursuant to a Sub-Advisory Agreement between the Manager and the Sub-Adviser (the "Sub-Advisory Agreement"). In order for the Manager and the Sub-Adviser to continue to serve in their respective roles, the Trustees of the Fund must determine annually whether to renew the Advisory Agreement and the Sub-Advisory Agreement for the Fund.

In considering whether to approve the renewal of the Advisory Agreement and the Sub-Advisory Agreement, the Trustees requested and obtained such information as they deemed reasonably necessary. The independent Trustees met telephonically on August 25, 2021 and on September 11, 2021 to review and discuss the contract review materials that were provided in advance of the August 25, 2021 meeting. The Trustees considered, among other things, information presented by the Manager and the Sub-Adviser. They also considered information presented in a report prepared by an independent consultant with respect to the Fund's fees, expenses and investment performance, which included comparisons of the Fund's investment performance against peers and the Fund's benchmark and comparisons of the advisory fee payable by the Fund under the Advisory Agreement against the advisory fees paid by the Fund's peers (the "Consultant's Report"). In addition, the Trustees took into account the information related to the Fund provided to the Trustees at each regularly scheduled meeting. The Trustees considered the Advisory Agreement and the Sub-Advisory Agreement separately as well as in conjunction with each other to determine their combined effects on the Fund. The Trustees also discussed the memorandum provided by Fund counsel that summarized the legal standards and other considerations that are relevant to the Trustees in their deliberations regarding the renewal of the Advisory and Sub-Advisory Agreements.

At the meeting held on September 11, 2021, based on their evaluation of the information provided by the Manager, the Sub-Adviser and the independent consultant, the Trustees of the Fund present at the meeting, including the independent Trustees voting separately, unanimously approved the renewal of each of the Advisory Agreement and the Sub-Advisory Agreement until September 30, 2022. In considering the renewal of the Advisory Agreement and the Sub-Advisory Agreement, the Trustees considered various factors that they determined were relevant, including the factors described below. The Trustees did not identify any single factor as the controlling factor in determining to approve the renewal of the Advisory Agreement or the Sub-Advisory Agreement.

The nature, extent, and quality of the services provided by the Manager and the Sub-Adviser

The Trustees considered the nature, extent and quality of the services that had been provided by the Manager and the Sub-Adviser to the Fund, taking into account the investment objectives and strategies of the Fund. The Trustees reviewed the terms of the Advisory Agreement and the Sub-Advisory Agreement.

The Manager has retained the Sub-Adviser to provide investment management of the Fund's portfolio. The Trustees reviewed the Sub-Adviser's investment approach for the Fund. The Trustees considered the personnel of the Sub-Adviser who provide investment management services to the Fund. The Trustees noted the extensive experience of the Sub-Adviser's portfolio manager, Mr. Christopher Johns. They considered that Mr. Johns is based in Denver, Colorado and that he has a comprehensive understanding regarding the economy of the State of Colorado and the securities in which the Fund invests, including those securities with less than the highest ratings from the rating agencies.

The Trustees considered that the Manager supervised and monitored the performance of the Sub-Adviser. The Trustees also considered that the Manager and the Sub-Adviser had provided all advisory services to the Fund that the Trustees deemed necessary or appropriate, including the specific services that the Trustees have determined are required for the Fund, given that it seeks to provide shareholders with as high a level of current income exempt from Colorado state and regular Federal income taxes as is consistent with preservation of capital.

The Trustees also noted that the Manager has additionally provided all administrative services to the Fund and provided the Fund with personnel (including Fund officers) and other resources that are necessary for the Fund's business management and operations. The Trustees considered the nature and extent of the Manager's supervision of third-party service providers, including the Fund's fund accountant, shareholder servicing agent and custodian.

Based on these considerations, the Trustees concluded that the nature, extent and quality of services that had been provided by the Manager and the Sub-Adviser to the Fund were satisfactory and consistent with the terms of the Advisory Agreement and Sub-Advisory Agreement, respectively.

The investment performance of the Fund

The Trustees reviewed the Fund's performance (Class A Shares) and compared its performance to the performance of:

- the funds in the Fund's peer group (the "Peer Group"), as selected by the independent consultant (the Fund and nine other single-state intermediate and single-state long municipal bond funds, as classified by Morningstar, that charge a front-end sales charge);
- the funds in the Fund's product category for performance (the "Product Category for Performance") (all funds (and all classes) included in the Morningstar Single-State Intermediate Municipal Bond Funds category); and
- the Fund's benchmark index, the Bloomberg Barclays Quality Intermediate Municipal Bond Index.

The Trustees considered that the materials included in the Consultant's Report indicated that the Fund's average annual total return was lower than the average annual total return of the funds in the Peer Group for the one, three, five and ten-year periods ended June 30, 2021. The Trustees noted the difference in the performance between the intermediate and long-maturity funds in the Peer Group. The Trustees also considered that the Fund's average annual total return was lower than the average annual return of the funds in the Product Category for Performance for the one, three, five and ten-year periods ended June 30, 2021. The Trustees further noted that the Fund's average annual return was lower than the average annual total return of the benchmark index for the one, three, five and ten-year periods ended June 30, 2021. The Trustees considered that the Fund invests primarily in municipal obligations issued by the State of Colorado, its counties and various other local authorities, while the funds in the Product Category for Performance invest in, and the Fund's benchmark index includes, municipal bonds of issuers throughout the United States and that less than 2.0% of the benchmark index consists of Colorado bonds. The Trustees noted that, unlike the Fund's returns, the performance of the benchmark index did not reflect any fees, expenses or sales charges.

In addition, the Trustees considered that, as reflected in the Consultant's Report, the Fund's standard deviation, a measure of volatility, was in the first quintile relative to the funds in the Product Category for Performance for both the three and five-year periods ended June 30, 2021. The Trustees further noted that the Fund's Sharpe ratio was in the fifth quintile for both the three and five-year periods ended June 30, 2021, when compared to the funds in the Product Category for Performance. A Sharpe ratio is a measure for calculating risk-adjusted return. The higher the Sharpe ratio, the better the fund's historical risk-adjusted performance.

The Trustees discussed the Fund's performance record with the Manager and the Sub-Adviser and considered the Manager's and Sub-Adviser's view that the Fund's performance, as compared to its peer group, was explained in part by the Fund's somewhat higher-quality portfolio and lower duration.

The Trustees considered the Fund's investment performance to be consistent with the investment objectives of the Fund. Evaluation of the investment performance of the Fund indicated to the Trustees that renewal of the Advisory Agreement and Sub-Advisory Agreement would be appropriate.

Advisory and Sub-Advisory Fees and Fund Expenses

The Trustees evaluated the fee payable under the Advisory Agreement. They noted that the Manager, and not the Fund, paid the Sub-Adviser under the Sub-Advisory Agreement. The Trustees evaluated both the fee under the Sub-Advisory Agreement and the portion of the advisory fee paid under the Advisory Agreement and retained by the Manager. The Trustees reviewed the Fund's advisory fees and expenses and compared them to the advisory fee and expense data for:

- the funds in the Peer Group (as defined above); and
- the funds in the product category for expenses (the "Product Category for Expenses") (Morningstar Single-State Intermediate Municipal Bond Funds and Morningstar Single-State Long Municipal Bond Funds from states within which 4-7 mutual funds are operating, with similar operating expense structures).

The Trustees considered that the Fund's contractual advisory fee was higher than the average contractual advisory fee of the funds in the Peer Group (at the Fund's current asset level) and equal to the asset-weighted average contractual advisory fee of the funds in the Product Category for Expenses (at the Fund's current asset level). The Trustees noted that the Fund's actual management fee (after giving effect to the fee waiver) was higher than the average actual management fee of the funds in both the Product Category for Expenses and the Peer Group (after giving effect to fee waivers in effect for those funds). They noted, however, that the Fund's actual expenses (for Class A shares), after giving effect to fee waivers and expense reimbursements, were lower than the average actual expenses of the funds in both the Product Category for Expenses and the Peer Group (after giving effect to fee waivers and expense reimbursements in effect for those funds).

The Trustees reviewed management fees charged by each of the Manager and the Sub-Adviser to its other clients. It was noted that the Manager does not have any other clients except for other funds in the Aquila Group of Funds. The Trustees noted that, in most instances, the fee rates for those clients were comparable to the fees paid to the Manager by the Fund. With respect to the Sub-Adviser, the Trustees noted that the fee rates for its other clients were generally lower than the fees paid to the Sub-Adviser with respect to the Fund. In evaluating the fees associated with the client accounts, the Trustees took into account the respective demands, resources and complexity associated with the Fund and those client accounts.

The Trustees concluded that the advisory and sub-advisory fees were reasonable in relation to the nature and quality of the services provided to the Fund by the Manager and the Sub-Adviser.

Profitability

The Trustees received materials from the Manager related to profitability. The Manager provided information which showed the profitability to the Manager of its services to the Fund, as well as the profitability of Aquila Distributors LLC of distribution services provided to the Fund. The Manager also provided other financial information to the members of the financial review committee of the Fund and the other funds in the Aquila Group of Funds.

The Trustees considered the information provided by the Manager regarding the profitability of the Manager with respect to the advisory services provided by the Manager to the Fund, including the methodology used by the Manager in allocating certain of its costs to the management of the Fund. The Trustees concluded that profitability to the Manager with respect to advisory services provided to the Fund did not argue against approval of the fees to be paid under the Advisory Agreement.

The Trustees also considered information provided by the Sub-Adviser regarding the profitability of the Sub-Adviser with respect to the sub-advisory services provided by the Sub-Adviser to the Fund. The Trustees concluded that the profitability of the Sub-Adviser with respect to sub-advisory services provided to the Fund did not argue against approval of the fees to be paid under the Sub-Advisory Agreement.

The extent to which economies of scale would be realized as the Fund grows

The Trustees considered the extent to which the Manager and the Sub-Adviser may realize economies of scale or other efficiencies in managing the Fund. They noted that the Sub-Adviser has agreed, through a contractual waiver of its sub-advisory fees, to include breakpoints in its fee schedule based on the size of the Fund. In addition, it was noted that the Manager had contractually agreed to waive its fees to the extent necessary in order to pass the benefits of the breakpoints in the sub-advisory fee schedule and the Sub-Adviser's fee waiver under the Sub-Advisory Agreement to the shareholders of the Fund. Accordingly, the Trustees concluded that economies of scale, if any, were being appropriately shared with the Fund.

Benefits derived or to be derived by the Manager and the Sub-Adviser and their affiliates from their relationships with the Fund

The Trustees observed that, as is generally true of most fund complexes, the Manager and Sub-Adviser and their affiliates, by providing services to a number of funds or other investment clients including the Fund, were able to spread costs as they would otherwise be unable to do. The Trustees noted that while that could produce efficiencies and increased profitability for the Manager and Sub-Adviser and their affiliates, it also makes their services available to the Fund at favorable levels of quality and cost which are more advantageous to the Fund than would otherwise have been possible.

Your Fund's Expenses (unaudited)

As a Fund shareholder, you may incur two types of costs: (1) transaction costs, including front-end sales charges with respect to Class A shares or contingent deferred sales charges ("CDSC") with respect to Class C shares; and (2) ongoing costs including management fees; distribution "12b-1" and/or service fees; and other Fund expenses. The table below is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The table below assumes a $1,000 investment held for the six months indicated.

Actual Fund Expenses

The table provides information about actual account values and actual expenses. You may use the information provided in this table, together with the amount you invested, to estimate the expenses that you paid over the period. To estimate the expenses that you paid on your account, divide your ending account value by $1,000 (for example, an $8,600 ending account value divided by $1,000 = 8.6), then multiply the result by the number under the heading "Expenses Paid During the Period".

Hypothetical Example for Comparison with Other Funds

Under the heading, "Hypothetical" in the table, information is provided about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. This information may not be used to estimate the actual ending account balance or expenses you paid for the period, but it can help you compare ongoing costs of investing in the Fund with those of other funds. To do so, compare this 5% hypothetical example for the class of shares you hold with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that expenses shown in the table are meant to highlight ongoing costs and do not reflect any transactional costs. Therefore, information under the heading "Hypothetical" is useful comparing ongoing costs only, and will not help you compare total costs of owning different funds. In addition, if transactional costs were included, your total costs would have been higher.

	Actual (actual return after expenses)			Hypothetical (5% annual return before expenses)		
Share Class	Beginning Account Value 4/1/21	Ending[(1)] Account Value 9/30/21	Expenses[(2)] Paid During Period 4/1/21 – 9/30/21	Ending Account Value 9/30/21	Expenses[(2)] Paid During Period 4/1/21 – 9/30/21	Net Annualized Expense Ratio
A	$1,000	$1,003.00	$3.41	$1,021.66	$3.45	0.68%
C	$1,000	$ 998.20	$8.16	$1,016.90	$8.24	1.63%
Y	$1,000	$1,004.20	$3.17	$1,021.91	$3.19	0.63%

(1) Assumes reinvestment of all dividends and capital gain distributions, if any, at net asset value and does not reflect the deduction of the applicable sales charges with respect to Class A or the applicable CDSC with respect to Class C shares. Total return is not annualized and as such, it may not be representative of the total return for the year.

(2) Expenses are equal to the annualized expense ratio for the six-month period as indicated above - in the far right column - multiplied by the simple average account value over the period indicated, and then multiplied by 183/365 to reflect the one-half year period.

Information Available (unaudited)

Annual and Semi-Annual Reports and Complete Portfolio Holding Schedules

Your Fund's Annual and Semi-Annual Reports are filed with the SEC twice a year. Each Report contains a complete Schedule of Portfolio Holdings, along with full financial statements and other important financial statement disclosures. Additionally, your Fund files a complete Schedule 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. Your Fund's Annual and Semi-Annual Reports and N-PORT reports are available free of charge on the SEC website at www.sec.gov. You may also review or, for a fee, copy the forms at the SEC's Public Reference Room in Washington, D.C. or by calling 1-800-SEC-0330.

In addition, your Fund's Annual and Semi-Annual Reports and complete Portfolio Holdings Schedules for each fiscal quarter end are also available, free of charge, on your Fund's website, www.aquilafunds.com (under the prospectuses & reports tab) or by calling us at 1-800-437-1000.

Portfolio Holdings Reports

In accordance with your Fund's Portfolio Holdings Disclosure Policy, the Manager also prepares a Portfolio Holdings Report as of each quarter end, which is typically posted to your Fund's individual page at www.aquilafunds.com by the 15th day after the end of each calendar quarter. Such information will remain accessible until the next Portfolio Holdings Report is made publicly available by being posted to www.aquilafunds.com. The quarterly Portfolio Holdings Report may be accessed, free of charge, by visiting www.aquilafunds.com or calling us at 1-800-437-1000.

Proxy Voting Record (unaudited)

During the 12 month period ended June 30, 2021, there were no proxies related to any portfolio instruments held by the Fund. As such, the Fund did not vote any proxies. Applicable regulations require us to inform you that the Fund's proxy voting information is available on the SEC website at www.sec.gov.

Federal Tax Status of Distributions (unaudited)

This information is presented in order to comply with a requirement of the Internal Revenue Code. **No action on the part of shareholders is required.**

For the fiscal year ended March 31, 2021, $4,680,747 of dividends paid by Aquila Tax-Free Fund of Colorado, constituting 99.9% of total dividends paid, were exempt-interest dividends; and the balance was ordinary income.

Prior to February 15, 2022, shareholders will be mailed the appropriate tax form(s) which will contain information on the status of distributions paid for the **2021 calendar year.**

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Further information is contained in the Prospectus,
which must precede or accompany this report.