



AQUILA[®]
Tax-Free Trust
of Oregon

Annual Report

March 31, 2021





Aquila Tax-Free Trust of Oregon

“It has been Quite the Year”

Serving Oregon investors since 1986



May, 2021

Dear Fellow Shareholder:

More than likely, you became a fellow shareholder based on our Fund’s investment objective, which is to provide as high a level of double tax-free income as is consistent with preservation of capital.

The COVID-19 pandemic brought a lot of uncertainty to the U.S. beginning in March 2020. Given that uncertainty oftentimes results in market volatility, you may have wondered how the Aquila Group of Funds handles changes in the market and potential volatility. And, are there any regulatory safeguards related to investments in the Fund?

Let’s begin with your Fund’s investment strategy. By design, the investment strategy we formulated with our first municipal bond fund back in 1985 was designed with potential market volatility in mind. This strategy includes:

High-Quality Investments – When selecting securities we have always focused on the source and reliability of revenue and income streams, the management teams and the financial decisions they make, and the discipline those teams apply to executing their strategic and budget plans. You may be aware that organizations such as Moody’s, S&P, and Fitch register with the U.S. Securities and Exchange Commission (“SEC”) as Nationally Recognized Statistical Rating Organizations (“NRSROs”), subject to the SEC’s oversight and examination authority. Each of the NRSROs uses a wide variety of financial analysis and modeling techniques to evaluate municipal issuers’ financial data and collateral and consider such other factors they believe to be pertinent. Ultimately, the NRSRO ratings reflect their professional assessment of an issuer’s ability to pay interest as well as a bond’s face value at maturity. This review process continues through routine ongoing analysis and evaluation. And, in the interim, any major events or news announcements that affect an issuer’s debt may cause rating agencies to reassess, and possibly revise their opinions. Similar reviews may also be conducted across an entire sector, such as hospitals or schools. Our goal with the Aquila Group of Funds is, as feasible, to conduct our own review and ongoing monitoring of securities in which your Fund invests.

Intermediate maturities – Our goal with maintaining an average intermediate maturity is to limit volatility with any change in interest rates.

Diversification – This part of our strategy is quite simple – “don’t put all of your eggs in one basket.” To the maximum extent possible, we have sought to invest, on behalf of our shareholders, in as many types of projects as possible throughout the state. This limits exposure in any particular situation (and, it enhances the quality of life throughout the state by financing worthy municipal projects).

NOT A PART OF THE ANNUAL REPORT

Local Expertise – In line with our guiding principles, we have always believed that local makes a real difference. With portfolio investment professionals that generally reside in the states in which we invest, we don't have to read about issues affecting the state, because we have our local eyes and ears. Our portfolio management teams are attuned to the nuances of the local municipal markets, the economy and policy decisions.

Now, let's talk about regulatory safeguards related to investments in the Fund – of course, please bear in mind that past performance is no guarantee of future results. Mutual funds are highly regulated in large part because they are one of the primary savings and investment vehicles for U.S. investors. The Investment Company Act of 1940 (the "1940 Act") -- an act of Congress that regulates mutual funds -- is enforced and regulated by the SEC, whose mission includes protecting investors. Two important areas of focus by the SEC and your Fund's management are as follows:

Portfolio Valuation – Your Fund's portfolio securities are valued based upon information provided by a nationally prominent independent pricing service. As an added precaution, we periodically assess the reasonableness of these prices through other pricing services. If a market quotation or a valuation from the pricing service is not readily available for a particular security, we seek to value the security in good faith under procedures established by and under the general supervision of your Fund's Board of Trustees.

Liquidity Risk Management – The SEC recently adopted Rule 22e-4 with the goal to reduce the risk that funds will be unable to meet shareholder requests to redeem shares without significantly reducing the value of other remaining shareholders' investments in the fund. Your shareholder report now includes a Statement Regarding Liquidity Risk Management Program.

As always, thank you for your continued confidence in the Fund. We remain committed to our disciplined strategy as we manage your Fund, keeping in mind the trust you have placed in us.

Sincerely,



A handwritten signature in black ink that reads "Diana P. Herrmann". The signature is fluid and cursive.

Diana P. Herrmann, Vice Chair and President

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.

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Aquila Tax-Free Trust of Oregon

ANNUAL REPORT

Management Discussion



Serving Oregon investors since 1986

U.S. Economy

Last spring, the onset of the pandemic led the U.S. economy into recession following an unprecedented, almost overnight, shutdown. Unlike previous recessions, asset markets continued to gain value and corporate incomes have largely held steady. The recovery will be driven by states continuing to reopen as more people become vaccinated, and money enters the economy through the third federal stimulus, the \$1.9 trillion American Rescue Plan, and the potential \$2 trillion American Jobs Plan infrastructure proposal. Consumer spending increased considerably faster in the first quarter of 2021 than in the fourth quarter of last year due to federal stimulus payments. U.S. households currently have a high rate of savings and are likely to spend on travel and leisure due to pent-up demand. Gross Domestic Product (“GDP”) is expected to grow at a faster pace in the first quarter of 2021 than the 4.3% rate in the fourth quarter of last year. Almost 20% of the U.S. population was fully vaccinated at the end of March, which will likely fuel economic growth for the remainder of 2021. Additional economic shutdowns due to a resurgence in infections could, however, be detrimental to growth.

U.S. stocks continued to rise and ended March at all-time highs from the record high at the end of 2020. Yields are rising amidst increased inflation fears, but confidence in stronger growth is also higher. Markets are anticipating strong consumer spending as vaccination rates increase and lockdowns are loosened. This can already be seen in travel bookings, airport embarkations, Uber and Lyft trips as well as restaurant reservations. People are ready to get out of their homes and socialize. This bodes well for the reopening trade, but with demand increasing at such a rapid pace, and supply chains under enormous pressure to recover from the pandemic shutdown, it does call into question the impact of increasing government deficit spending, the Federal Reserve’s adherence to very low interest rates and a market that is thinking about real inflation for the first time in over a decade.

Municipal Market

Changes in the tax code and recent municipal performance have continued to foster investor demand for municipal bonds. The desirability of the asset class has resulted in tight credit spreads, low relative ratios and low absolute yields. While the Biden Administration’s spending plans are expected to boost economic growth and bond yields, we do not anticipate this will reverse the course of aggressive demand. Furthermore, the Biden Administration’s tax agenda could further increase demand for tax-exempt municipal bonds.

Since January, 10-year Treasury market yields have soared over 80 basis points (a basis point is one hundredth of one percent), hitting a peak of 1.77% on March 30th, fueled by speculation about the inflationary impact of government spending combined with monetary stimulus. Municipal yields have followed U.S. Treasury securities, although

MANAGEMENT DISCUSSION (continued)

at a slower pace due to strong investor demand for municipal bonds. 10-year municipal bonds as a percentage of 10-year U.S. Treasuries have risen off a low of 55% and are currently yielding 61% of U.S. Treasuries, which is 33% below the 5-year average of 94%.

Municipal credit spreads (the difference in yield between Baa-rated bonds and Aaa-rated bonds) on 10-year bonds have tightened further over the quarter ended March 31st, while spreads on A-rated bonds remained unchanged. This is an indication of increased investor confidence in municipal credit at the lower end of the investment-grade spectrum, following a period of widening during the pandemic. Credits in the A-range were less affected since they were already priced to tight credit spreads and they were not as affected by credit fears created by the pandemic. Much of the increased confidence is due to the Biden Administration's proposed infrastructure spending plan and to the pandemic's limited impact on municipal credit ratings. The American Jobs Plan proposes an unprecedented \$2.3 trillion in proposed infrastructure spending with schools, water, electric, health care, public transit and airports all benefitting from the proposal.

Oregon Bond Market and Economy

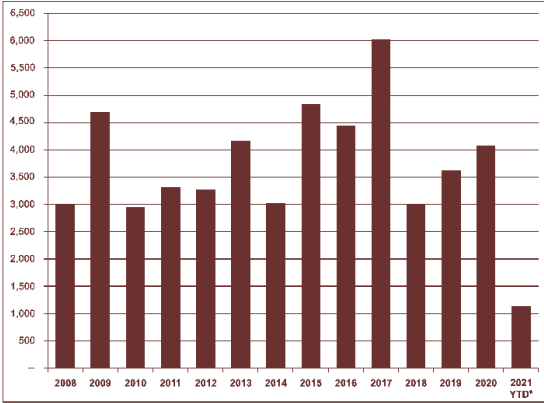
The impacts of measures taken in response to the COVID-19 pandemic continue to affect the Oregon economy. Immediately following the start of the pandemic, the State revised its revenue outlook down by approximately \$2 billion, but as of the March 2021 forecast, this void has been filled. Oregon's unexpectedly strong revenue collections are largely due to the unprecedented amount of federal aid, which has translated into around \$1.5 billion of additional tax liability for the State. Also, unlike previous recessions, asset markets have continued to gain value and corporate income has held steady. Furthermore, the State's current outlook calls for a bit more revenue than was anticipated prior to the onset of the pandemic.

Despite being down over 132,000 jobs (6.7%), total personal income in Oregon is higher today than it was prior to the onset of the pandemic. Over the past year, employment losses have been largely concentrated in leisure and hospitality, which includes restaurants, bars, coffee shops, hotels, golf courses, and fitness centers. At its peak in February 2020, Oregon's leisure and hospitality sector employed 216,300 workers, which was 11% of total nonfarm payroll employment. Within the first two months of the pandemic, leisure and hospitality cut over half its jobs. Although, the sector has added 25,900 jobs in the past three months, with the addition of 156,700 jobs, it remains 28% below last year.

The housing market has also played a key role in Oregon's recovery. The pandemic has encouraged buyers to move from urban apartments to suburban homes. As a result, there has been a large drop in multifamily activity within the Portland area. However, single-family construction remains strong across the State. Despite the social unrest and concerns over this past year, the S&P CoreLogic Case-Shiller Index reported a 10.6% annual increase in home prices through January 2021. In addition, the State economist is forecasting relatively steady levels of new construction over the next several years.

MANAGEMENT DISCUSSION (continued)

Oregon
Tax-Exempt, Non-AMT Municipal Bond Issuance
*YTD = March 31, 2021
\$(MM)*



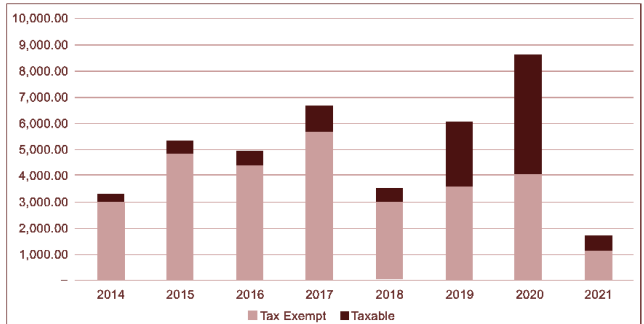
Source: Bloomberg and Kirkpatrick Pettis Capital Management

For 2020, Oregon municipal bond issuers sold 12% more tax-exempt bonds than in 2019. However, sourcing bonds continues to be a challenge due to the strong demand municipal bonds currently face, with new issues multiple times oversubscribed. Tax-exempt issuance in the first quarter of 2021 was over twice the issuance of the first quarter of 2020. During the first quarter, Oregon saw issuance from a variety of cities, counties, special districts and school districts with both new money and refunding issues. In addition, over \$2 billion of new issuance was approved by Oregon voters at the 2020 general election.

Although 2020 was a relatively strong year for Oregon municipals, much of the new issuance was taxable. The impact on the Oregon municipal market has been more pronounced than in many other states with approximately 53% of municipal bonds sold in 2020 carrying taxable interest. Historically, this number has been closer to 10% or 15%. Much of the taxable activity has been spurred by the elimination of tax-exempt advance refunding bonds as a result of the Tax Cuts and Jobs Act. Although refunding bonds are a positive development for local government balance sheet metrics, we remain concerned about the reduction in the supply of tax-exempt bonds by transferring that issuance to the taxable market. During the first quarter of 2021, taxable issuance levels dropped to 34% due to the relative increase in taxable interest rates.

Holdings within Aquila Tax-Free Trust of Oregon (the “Fund”) that are more susceptible to the impact of the COVID-19 Virus include Portland Airport, Metro’s financing of the Convention Center Hotel and the City of Portland’s Convention Center Bonds and the City of Beaverton’s transient lodging tax backed Special Revenue Bonds. Collectively, these bonds account for 2.5% of Fund assets. Over 66% of the portfolio’s bond holdings

Oregon
Taxable/Tax-Exempt Municipal Bond Issuance
*YTD = March 31, 2021
\$(MM)*



Source: Bloomberg and Kirkpatrick Pettis Capital Management

are allocated to general obligation bonds that rely upon property taxes for repayment. We do not see any material immediate credit risks for these credits given the stability of the property tax-funded revenue model and a lack of exposure to significant coronavirus-related expenditure increases for most of these bonds. Property tax collections in Oregon

MANAGEMENT DISCUSSION (continued)

have been robust over the past year and property values have continued to appreciate. Nevertheless, the impact of recent stock market declines will likely weigh on future pension contribution rates, which can impact general obligation bonds more directly than other credit structures. There are certain credits and sectors, such as higher education and health care, where we expect to see limited distress. Although this environment could lead to rating downgrades, as with any economic slowdown, we will continue to differentiate ourselves with thorough credit analysis and insightful research.

Fund Performance, Outlook and Strategy

The table in the Performance Report section of this Annual Report provides the Fund's total return performance information for the one-year, five-year and ten-year and since-inception periods ended March 31, 2021 compared to the performance of the Bloomberg Barclays Quality Intermediate Municipal Bond Index (the "Bloomberg Barclays Intermediate Index"), the Fund's benchmark.

The total return for the Fund's Class A share at net asset value ("NAV") was 2.68% for the year ended March 31, 2021, compared to 4.47% for the Bloomberg Barclays Intermediate Index. The portfolio was positioned to withstand the market response to the first three months of the pandemic. The shorter duration, higher credit quality, overweight position in pre-refunded securities, underweighted positions in health care and transportation sectors all contributed to favorable performance versus the Bloomberg Barclays Intermediate Index. During the remaining nine months of the period, where we experienced a sharp reversal of market conditions, these same portfolio characteristics became a headwind to the Fund's total return performance versus the Bloomberg Barclays Intermediate Index. As the market recovered and demand for municipal securities outweighed supply, we saw a return to the "risk-on" behavior in the municipal market where investors focused on lower credit quality, riskier sectors and longer maturity securities to reach for yield. While our overweight exposure to pre-refunded securities detracted from performance compared to the Bloomberg Barclays Intermediate Index, this sector also contributed significantly to the yield, credit strength, and liquidity of the portfolio.

We have been reinvesting maturing bond proceeds and new money in the 10 to 15-year maturity range as the municipal yield curve remains positively sloped and the Fund's portfolio has balanced exposure to maturities up to that range. Maturity and duration may slightly lengthen. Furthermore, given the uncertainty of our current economic and health conditions, pre-refunded holdings could, once again, provide stability. In addition, we continue to emphasize high-grade credits and review any special situations to add additional yield through our credit expertise and proprietary research.

The Fund continues to hold approximately 96% of its investment portfolio in AA or higher credit quality bonds, due to currently narrow credit spreads in the municipal market. Considering the current status of economic conditions, if credit spreads widen, we would consider strategically adding lower investment-grade holdings to provide greater value. Similarly, should the yield curve steepen, we would consider slightly lengthening duration to take advantage of higher rates.

MANAGEMENT DISCUSSION (continued)

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. 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, and whether they will be effective to mitigate the economic and market disruption, 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.

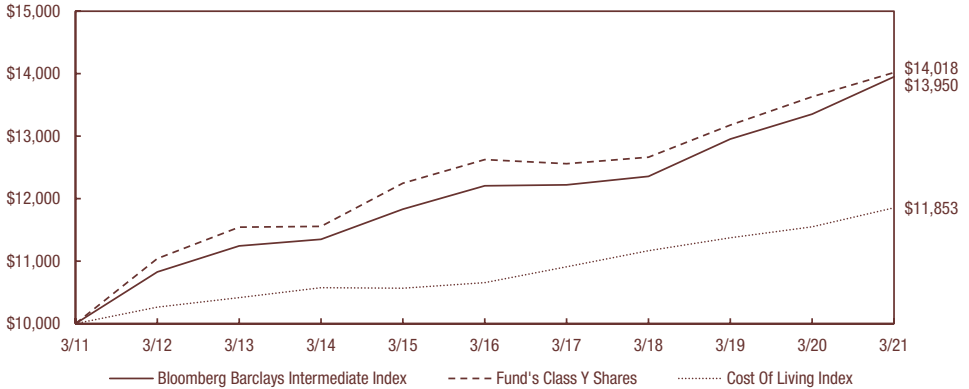
A portion of income may be subject to local, state, Federal and/or alternative minimum tax. Capital gains, if any, are subject to capital gains tax.

These risks may result in share price volatility.

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PERFORMANCE REPORT

The following graph illustrates the value of \$10,000 invested in the Class Y shares of Aquila Tax-Free Trust of Oregon (“the Fund”) for the 10-year period ended March 31, 2021 as compared with the Bloomberg Barclays Quality Intermediate Municipal Bond Index (the “Bloomberg Barclays Intermediate Index”) and the Consumer Price Index (a cost of living index). The performance of each of the other classes is not shown in the graph but is included in the table below. It should be noted that the Bloomberg Barclays Intermediate Index does not include any operating expenses nor sales charges, and being nationally oriented, does not reflect state-specific bond market performance.



Average Annual Total Return for periods ended March 31, 2021

Class and Inception Date	Since Inception			
	1 Year	5 Years	10 Years	
Class A since 6/01/86				
With Maximum Sales Charge	(1.40)%	1.14%	2.86%	4.82%
Without Sales Charge	2.68	1.97	3.28	4.94
Class C since 4/5/96				
With CDSC**	0.72	1.08	2.40	3.19
Without CDSC	1.72	1.08	2.40	3.19
Class F since 11/30/18				
No Sales Charge	2.77	N/A	N/A	4.04
Class Y since 4/5/96				
No Sales Charge	2.83	2.12	3.44	4.23
Bloomberg Barclays Intermediate Index . . .	4.47	2.71	3.39	5.06* (Class A) 4.35 (Class C & Y) 4.74 (Class F)

Total return figures shown for the Fund reflect any change in price and assume all distributions, including capital gains, within the period were invested in additional shares. The returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund Shares. The rates of return will vary and the principal value of an investment will fluctuate with market conditions. Shares, if redeemed, may be worth more or less than their original cost. A portion of each class’s income may be subject to Federal and state income taxes. Past performance is not predictive of future investment results.

* From commencement of the Bloomberg Barclays Quality Index on 1/1/87.

** CDSC = 1% contingent deferred sales charge imposed on redemptions made within the first 12 months after purchase.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Trustees of Aquila Municipal Trust and the Shareholders of Aquila Tax-Free Trust of Oregon:

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of Aquila Tax-Free Trust of Oregon (the "Fund"), including the schedule of investments, as of March 31, 2021, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and financial highlights for each of the five years in the period then ended, and the related notes (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund as of March 31, 2021, the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and its financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB. We have served as the auditor for the Fund since 2005.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of the Fund's internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. Our procedures included confirmation of securities owned as of March 31, 2021 by correspondence with the custodian. We believe that our audits provide a reasonable basis for our opinion.

TAIT, WELLER & BAKER LLP

Philadelphia, Pennsylvania
May 28, 2021

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS
MARCH 31, 2021

Principal Amount	General Obligation Bonds (56.8%) <u>City & County (4.9%)</u>	Ratings Moody's, S&P and Fitch (unaudited)	Value
	Bend, Oregon		
\$ 2,435,000	4.000%, 06/01/24	Aa2/NR/NR	\$ 2,538,996
	Canby, Oregon		
1,060,000	5.000%, 06/01/27	Aa3/NR/NR	1,067,084
1,405,000	4.000%, 12/01/24 AGMC Insured	Aa3/NR/NR	1,464,454
	Clackamas County, Oregon Refunding		
1,135,000	4.000%, 06/01/24	Aaa/NR/NR	1,184,555
	Clatsop County, Oregon		
1,000,000	5.000%, 06/15/32	Aa2/NR/NR	1,290,061
	Gresham, Oregon Full Faith and Credit Refunding and Project Obligations		
1,545,000	5.000%, 05/01/23	Aa2/NR/NR	1,697,124
	Hermiston, Oregon Full Faith and Credit Refunding Obligations		
780,000	4.000%, 06/01/32 Series 2020	NR/A+/NR	931,479
	City of Hillsboro, Washington County Oregon Full Faith and Credit Bonds		
465,000	5.000%, 06/01/30	Aa1/NR/NR	604,635
	Lake Oswego, Oregon Refunding		
3,140,000	4.000%, 12/01/30	Aaa/AAA/NR	3,707,242
	Lebanon, Oregon Refunding		
1,050,000	5.000%, 06/01/24	A1/NR/NR	1,153,685
1,165,000	5.000%, 06/01/25	A1/NR/NR	1,366,544
	McMinnville, Oregon Refunding		
2,075,000	5.000%, 02/01/27	Aa3/NR/NR	2,414,148
	Multnomah County, Oregon		
3,000,000	5.000%, 06/01/30	Aaa/AAA/NR	3,717,777
	Portland, Oregon Limited Tax, Sellwood Bridge & Archive Space Projects		
1,640,000	4.000%, 04/01/29 2017 Series A	Aaa/NR/NR	1,930,630
1,710,000	4.000%, 04/01/30 2017 Series A	Aaa/NR/NR	2,003,975
1,775,000	4.000%, 04/01/31 2017 Series A	Aaa/NR/NR	2,056,420
	Portland, Oregon Public Safety		
1,345,000	5.000%, 06/15/25 Series A	Aaa/NR/NR	1,599,827
	Redmond, Oregon Full Faith and Credit Bonds		
1,140,000	5.000%, 06/01/34 Series B-1	Aa3/NR/NR	1,444,862

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	<u>City & County (continued)</u>		
	Redmond, Oregon Refunding		
\$ 735,000	5.000%, 06/01/23 Series A	Aa3/NR/NR	\$ 775,571
	Total City & County		<u>32,949,069</u>
	<u>Community College (4.7%)</u>		
	Blue Mountain Community College District Umatilla, Oregon Morrow and Baker Counties Oregon (Umatilla and Morrow Counties Service Area)		
970,000	4.000%, 06/15/27 Series 2015	NR/AA+/NR	1,105,415
	Central Oregon Community College District		
1,850,000	4.750%, 06/15/22	NR/AA+/NR	1,853,796
2,195,000	4.750%, 06/15/23	NR/AA+/NR	2,199,488
2,175,000	4.750%, 06/15/26	NR/AA+/NR	2,179,318
	Chemeketa, Oregon Community College District		
2,000,000	5.000%, 06/15/25	NR/AA+/NR	2,288,223
	Clackamas, Oregon Community College District		
1,405,000	5.000%, 06/15/27 Series A	Aa1/AA+/NR	1,658,979
	Columbia Gorge, Oregon Community College District, Refunding		
1,000,000	4.000%, 06/15/24	Aa1/NR/NR	1,044,192
	Lane, Oregon Community College		
1,840,000	5.000%, 06/15/24	NR/AA+/NR	1,944,250
1,750,000	4.000%, 06/15/24	Aa1/NR/NR	1,952,676
1,930,000	5.000%, 06/15/30 Series 2020 A	Aa1/NR/NR	2,579,024
1,735,000	4.000%, 06/15/32 Series 2020 A	Aa1/NR/NR	2,137,574
1,000,000	4.000%, 06/15/33 Series 2020 A	Aa1/NR/NR	1,226,610
750,000	4.000%, 06/15/34 Series 2020 A	Aa1/NR/NR	916,404
	Linn Benton, Oregon Community College		
1,520,000	5.000%, 06/01/27	NR/AA+/NR	1,791,844
	Mount Hood, Oregon Community College District Refunding		
1,865,000	5.000%, 06/01/27	Aa2/NR/NR	2,273,199
1,000,000	5.000%, 06/01/29	Aa2/NR/NR	1,211,523

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount		Ratings Moody's, S&P and Fitch (unaudited)	Value
	General Obligation Bonds (continued)		
	Community College (continued)		
	Oregon Coast Community College District State		
\$ 1,770,000	5.000%, 06/15/25	Aa1/NR/NR	\$ 1,870,284
1,375,000	Rogue, Oregon Community College District 4.000%, 06/15/29 Series B	Aa1/NR/NR	<u>1,589,711</u>
	Total Community College		<u>31,822,510</u>
	Hospital (0.8%)		
	Pacific Communities Health District, Oregon		
1,220,000	5.000%, 06/01/29	A1/NR/NR	1,453,555
1,060,000	5.000%, 06/01/30	A1/NR/NR	1,256,503
1,000,000	5.000%, 06/01/31	A1/NR/NR	1,181,543
1,200,000	5.000%, 06/01/32	A1/NR/NR	<u>1,413,265</u>
	Total Hospital		<u>5,304,866</u>
	School District (31.3%)		
	Clackamas County, Oregon School District #12 (North Clackamas)		
1,165,000	5.000%, 06/15/25	Aa1/AA+/NR	1,381,449
3,205,000	5.000%, 06/15/30	Aa1/AA+/NR	3,986,763
4,725,000	5.000%, 06/15/31	Aa1/AA+/NR	5,855,409
1,100,000	5.000%, 06/15/32	Aa1/NR/NR	1,394,848
2,160,000	5.000%, 06/15/29 Series B	Aa1/AA+/NR	2,696,101
3,000,000	5.000%, 06/15/34 Series B	Aa1/AA+/NR	3,685,085
	Clackamas County, Oregon School District #62 (Oregon City)		
1,310,000	5.000%, 06/15/31 Series B	Aa1/AA+/NR	1,661,795
	Clackamas County, Oregon School District #86 (Canby)		
750,000	4.000%, 06/15/33 Series 2020 A	Aa1/NR/NR	914,169
1,100,000	4.000%, 06/15/34 Series 2020 A	Aa1/NR/NR	1,333,505
	Clackamas & Washington Counties, Oregon School District No. 3JT (West Linn-Wilsonville)		
3,500,000	5.000%, 06/15/26	Aa1/AA+/NR	4,153,482
5,500,000	5.000%, 06/15/27	Aa1/AA+/NR	6,514,310
1,115,000	5.000%, 06/15/28	Aa1/AA+/NR	1,317,573
1,000,000	5.000%, 06/15/32	Aa1/NR/NR	1,318,374
1,000,000	5.000%, 06/15/33	Aa1/NR/NR	1,312,725

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	<u>School District (continued)</u>		
	Clatsop County, Oregon School District #1C (Astoria)		
\$ 1,080,000	5.000%, 06/15/31 Series B	Aa1/NR/NR	\$ 1,403,643
1,215,000	5.000%, 06/15/32 Series B	Aa1/NR/NR	1,572,900
	Clatsop County, Oregon School District #30 (Warrenton-Hammond)		
1,590,000	5.000%, 06/15/31 Series B	Aa1/NR/NR	2,066,475
1,145,000	5.000%, 06/15/32 Series B	Aa1/NR/NR	1,482,280
1,115,000	5.000%, 06/15/34 Series B	Aa1/NR/NR	1,432,925
	Clatsop County, Oregon School District #10 (Seaside)		
1,000,000	5.000%, 06/15/29 Series B	Aa1/AA+/NR	1,244,781
	Columbia County, Oregon School District #502 (St. Helens)		
1,000,000	5.000%, 06/15/34	Aa1/NR/NR	1,221,671
	Coos County, Oregon School District #9 (Coos Bay)		
1,035,000	5.000%, 06/15/32	NR/AA+/NR	1,304,268
	Benton & Linn Counties, Oregon School District #509J (Corvallis)		
2,000,000	5.000%, 06/15/31 Series B	Aa1/AA+/NR	2,537,092
1,615,000	5.000%, 06/15/32 Series B	Aa1/AA+/NR	2,041,515
1,000,000	4.000%, 06/15/32 Series 2020	Aa1/NR/NR	1,232,031
	Deschutes County, Oregon Administrative School District #1 (Bend - La Pine)		
740,000	5.000%, 06/15/30	Aa1/NR/NR	965,717
3,000,000	4.000%, 06/15/30	Aa1/AA+/NR	3,512,214
2,150,000	5.000%, 06/15/31	Aa1/NR/NR	2,792,340
1,470,000	4.000%, 06/15/32	Aa1/NR/NR	1,769,614
	Deschutes County, Oregon School District #6 (Sisters)		
1,030,000	5.250%, 06/15/21 AGMC Insured	A2/AA+/NR	1,040,309
	Deschutes and Jefferson Counties, Oregon School District #02J (Redmond)		
80,000	5.000%, 06/15/21 NCFG/ FGIC Insured. .	Aa1/NR/NR	80,283
1,025,000	zero coupon, 06/15/23	Aa1/NR/NR	1,016,275

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	<u>School District (continued)</u>		
	Greater Albany School District #8J (Linn & Benton Counties)		
\$ 1,000,000	5.000%, 06/15/30	Aa1/AA+/NR	\$ 1,237,130
	Hood River County, Oregon School District		
2,260,000	4.000%, 06/15/30	NR/AA+/NR	2,610,094
2,400,000	4.000%, 06/15/31	NR/AA+/NR	2,767,978
	Jackson County, Oregon School District #5 (Ashland)		
1,385,000	5.000%, 06/15/28	Aa1/AA+/NR	1,780,309
2,700,000	5.000%, 06/15/29 Series 2019	Aa1/AA+/NR	3,541,500
550,000	5.000%, 06/15/30 Series 2019	Aa1/AA+/NR	718,265
2,845,000	5.000%, 06/15/34	Aa1/AA+/NR	3,656,207
	Jackson County, Oregon School District #6 (Central Point)		
2,665,000	5.000%, 06/15/31	Aa1/NR/NR	3,451,553
	Klamath County, Oregon School District		
1,250,000	5.000%, 06/15/24	NR/AA+/NR	1,378,692
	Lane County, Oregon School District #4J (Eugene) Refunding		
2,765,000	3.000%, 06/15/24	Aa1/NR/NR	2,992,876
	Lane County, Oregon School District #19 (Springfield)		
1,000,000	5.000%, 06/15/25	Aa1/AA+/NR	1,184,877
1,735,000	5.000%, 06/15/27	Aa1/AA+/NR	2,048,633
	Lane County, Oregon School District #69 (Junction City)		
630,000	5.000%, 06/15/25	Aa1/NR/NR	746,473
	Lane & Douglas Counties, Oregon School District #45J3		
2,665,000	4.000%, 06/15/27 Series B	Aa1/NR/NR	3,103,542
	Lincoln County, Oregon School District		
2,370,000	4.000%, 06/15/24 Series A	Aa1/NR/NR	2,386,785
	Linn & Marion Counties, Oregon School District #129J (Santiam Canyon)		
750,000	5.000%, 06/15/34	NR/AA+/NR	950,526

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	School District (continued)		
	Marion County, Oregon School District #103 (Woodburn)		
\$ 2,140,000	5.000%, 06/15/27	Aa1/NR/NR	\$ 2,531,725
2,260,000	5.000%, 06/15/28	Aa1/NR/NR	2,666,478
	Marion & Polk Counties, Oregon School District #24J (Salem-Keizer)		
5,000,000	5.000%, 06/15/30	Aa1/AA+/NR	6,389,964
5,525,000	5.000%, 06/15/31	Aa1/AA+/NR	7,030,618
6,600,000	zero coupon, 06/15/33 (Convertible Deferred Interest Bonds) Series 2020B.	Aa1/AA+/NR	8,533,946
	Multnomah County, Oregon School District #1J (Portland)		
2,970,000	5.000%, 06/15/26 Series B	Aa1/AA+/NR	3,519,086
5,000,000	5.000%, 06/15/29 Series 2020	Aa1/AA+/NR	6,572,108
6,000,000	4.000%, 06/15/32 Series 2020 B	Aa1/AA+/NR	7,392,188
	Multnomah County, Oregon School District #7 (Reynolds)		
5,680,000	5.000%, 06/15/26 Series A	Aa1/NR/NR	6,727,506
1,500,000	5.000%, 06/15/27 Series A	Aa1/NR/NR	1,772,520
1,825,000	5.000%, 06/15/28 Series A	Aa1/NR/NR	2,151,579
	Multnomah County, Oregon School District #40 (David Douglas)		
1,500,000	5.000%, 06/15/23 Series A	NR/AA+/NR	1,585,545
	Multnomah and Clackamas Counties, Oregon School District #10 (Gresham- Barlow)		
1,535,000	5.000%, 06/15/29	Aa1/NR/NR	2,010,594
1,175,000	5.000%, 06/15/31	Aa1/AA+/NR	1,448,164
2,500,000	5.000%, 06/15/29 Series B	Aa1/AA+/NR	3,111,953
	Multnomah and Clackamas Counties, Oregon School District #28JT (Centennial)		
1,260,000	5.000%, 06/15/34 Series 2020	Aa1/NR/NR	1,654,156
715,000	5.000%, 06/15/35 Series 2020	Aa1/NR/NR	936,136
	Polk, Marion & Benton Counties, Oregon School District #13J (Central)		
1,515,000	4.000%, 02/01/28	NR/AA+/NR	1,707,187

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	School District (continued)		
	Tillamook & Yamhill Counties, Oregon School District #101 (Nestucca Valley)		
\$ 1,275,000	5.000%, 06/15/31	NR/AA+/NR	\$ 1,617,396
	Umatilla County, Oregon School District #8 (Hermiston)		
2,750,000	5.000%, 06/15/30	NR/AA+/NR	3,703,236
	Washington County, Oregon School District #48J (Beaverton)		
1,500,000	5.000%, 06/15/27 Series C	Aa1/AA+/NR	1,881,764
2,400,000	5.000%, 06/15/35 Series C	Aa1/AA+/NR	2,944,021
	Washington & Clackamas Counties, Oregon School District #23J (Tigard)		
2,405,000	5.000%, 06/15/30	Aa1/AA+/NR	2,975,298
1,000,000	5.000%, 06/15/31 Series A	Aa1/AA+/NR	1,298,763
1,000,000	5.000%, 06/15/32 Series A	Aa1/AA+/NR	1,293,665
	Washington, Clackamas & Yamhill Counties, Oregon School District #88J		
2,785,000	5.000%, 06/15/29 Series B	Aa1/AA+/NR	3,466,715
2,000,000	5.000%, 06/15/29 Series B	Aa1/AA+/NR	2,559,603
	Washington, Multnomah & Yamhill Counties, Oregon School District #1J (Hillsboro)		
3,105,000	5.000%, 06/15/30	Aa1/NR/NR	3,841,289
2,110,000	5.000%, 06/15/31	Aa1/NR/NR	2,600,533
1,750,000	4.000%, 06/15/32	Aa1/NR/NR	2,156,055
2,175,000	4.000%, 06/15/33	Aa1/NR/NR	2,667,877
	Yamhill, Clackamas & Washington Counties, Oregon School District #29 (Newberg)		
1,500,000	4.000%, 06/15/33	Aa1/NR/NR	1,867,926
	Yamhill County, Oregon School District #8 (Dayton)		
1,045,000	5.000%, 06/15/32	NR/AA+/NR	1,338,751
1,080,000	5.000%, 06/15/33	NR/AA+/NR	1,378,220
900,000	5.000%, 06/15/34	NR/AA+/NR	1,140,631

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	<u>School District (continued)</u>		
	Yamhill County, Oregon School District #40 (McMinnville)		
\$ 2,255,000	4.000%, 06/15/26	Aa1/NR/NR	\$ 2,430,202
1,000,000	4.000%, 06/15/29	Aa1/AA+/NR	1,161,671
1,000,000	4.000%, 06/15/30	Aa1/AA+/NR	<u>1,160,419</u>
	Total School District		<u>212,022,849</u>
	<u>Special District (4.5%)</u>		
	Bend, Oregon Metropolitan Park & Recreational District		
1,430,000	4.000%, 06/01/27	Aa3/NR/NR	1,532,137
	Clackamas County, Oregon Fire District No. 1		
1,020,000	4.000%, 06/01/30	NR/AA/NR	1,195,947
2,705,000	4.000%, 06/01/31	NR/AA/NR	3,150,661
	Metro, Oregon		
4,000,000	4.000%, 06/01/26 Series A	Aaa/AAA/NR	4,166,632
5,160,000	4.000%, 06/01/33 Series 2020 A	Aaa/AAA/NR	6,325,785
1,400,000	4.000%, 06/01/34 Series 2020 A	Aaa/AAA/NR	1,709,572
	Tualatin Hills, Oregon Park & Recreational District		
3,480,000	5.000%, 06/01/23	Aa1/NR/NR	3,841,918
4,725,000	5.000%, 06/01/24	Aa1/NR/NR	5,422,772
2,775,000	5.000%, 06/01/26	Aa1/NR/NR	<u>3,290,130</u>
	Total Special District		<u>30,635,554</u>
	<u>State (9.2%)</u>		
	State of Oregon		
750,000	5.000%, 05/01/25 Series A	Aa1/AA+/AA+	857,156
600,000	5.000%, 05/01/31 Series 2018A	Aa1/AA+/AA+	758,829
2,000,000	5.000%, 06/01/33 Series 2021E	Aa1/AA+/AA+	2,709,500
	State of Oregon Article XI-F(1) University Project		
1,250,000	5.000%, 08/01/31 Series I	Aa1/AA+/AA+	1,552,685
	State of Oregon Article XI-G Community College Projects		
1,160,000	5.000%, 08/01/27 Series J	Aa1/AA+/AA+	1,375,882

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
State (continued)			
	State of Oregon Article XI-G Higher Education		
\$ 500,000	5.000%, 08/01/25 Series O	Aa1/AA+/AA+	\$ 597,305
1,000,000	5.000%, 08/01/26 Series O	Aa1/AA+/AA+	1,189,876
1,000,000	5.000%, 08/01/27 Series O	Aa1/AA+/AA+	1,186,106
	State of Oregon Article XI-M Seismic Projects		
1,000,000	5.000%, 06/01/30	Aa1/AA+/AA+	1,209,272
	State of Oregon Article XI-M and XI-N Seismic Projects		
1,200,000	5.000%, 06/01/31 Series E	Aa1/AA+/AA+	1,596,210
2,325,000	5.000%, 06/01/32 Series E	Aa1/AA+/AA+	3,081,675
765,000	5.000%, 06/01/33 Series E	Aa1/AA+/AA+	1,009,628
1,125,000	5.000%, 06/01/34 Series E	Aa1/AA+/AA+	1,479,075
	State of Oregon Article XI-Q State Projects		
2,140,000	5.000%, 11/01/28	Aa1/AA+/AA+	2,592,643
1,000,000	5.000%, 11/01/30	Aa1/AA+/AA+	1,205,977
2,000,000	5.000%, 11/01/31	Aa1/AA+/AA+	2,410,849
2,920,000	5.000%, 05/01/31 Series A	Aa1/AA+/AA+	3,797,509
4,000,000	5.000%, 05/01/32 Series A	Aa1/AA+/AA+	5,181,903
1,195,000	5.000%, 05/01/28 Series D	Aa1/AA+/AA+	1,447,761
1,255,000	5.000%, 05/01/29 Series D	Aa1/AA+/AA+	1,516,277
1,000,000	5.000%, 05/01/30 Series D	Aa1/AA+/AA+	1,205,977
2,300,000	5.000%, 05/01/28 Series F	Aa1/AA+/AA+	2,699,965
1,500,000	5.000%, 05/01/33 Series N	Aa1/AA+/AA+	1,955,641
1,680,000	5.000%, 05/01/34 Series N	Aa1/AA+/AA+	2,182,119
	State of Oregon Higher Education		
1,000,000	5.000%, 08/01/28 Series A	Aa1/AA+/AA+	1,182,818
1,390,000	5.000%, 08/01/31 Series G	Aa1/AA+/AA+	1,811,828
1,920,000	5.000%, 08/01/32 Series G	Aa1/AA+/AA+	2,492,711
3,000,000	5.000%, 08/01/33 Series G	Aa1/AA+/AA+	3,882,358
1,900,000	5.000%, 08/01/34 Series G	Aa1/AA+/AA+	2,450,791
1,250,000	5.000%, 08/01/30 Series L	Aa1/AA+/AA+	1,558,482
1,300,000	5.000%, 08/01/32 Series L	Aa1/AA+/AA+	1,611,525
	State of Oregon Veteran's Welfare		
450,000	1.950%, 06/01/31 Series 2020 I	Aa1/AA+/AA+	467,107
2,000,000	2.150%, 12/01/34 Series 2020 I	Aa1/AA+/AA+	<u>2,089,683</u>
	Total State		<u>62,347,123</u>

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount		Ratings Moody's, S&P and Fitch (unaudited)	Value
	General Obligation Bonds (continued)		
	Transportation (1.1%)		
	Oregon State Department Transportation Highway Usertax (Senior Lien)		
\$ 5,000,000	5.000%, 11/15/29 Series B	Aa1/AAA/AA+	\$ 6,207,434
	State of Oregon ODOT Projects		
1,020,000	5.000%, 11/15/30 Series M	Aa1/AA+/AA+	<u>1,263,492</u>
	Total Transportation		<u>7,470,926</u>
	Water & Sewer (0.3%)		
	Gearheart, Oregon		
1,060,000	4.500%, 03/01/26 AGMC Insured	A2/NR/NR	1,061,751
	Rockwood, Oregon Water Peoples Utility District Water Revenue Refunding		
1,270,000	4.250%, 08/15/26	Aa3/NR/NR	<u>1,286,095</u>
	Total Water & Sewer		<u>2,347,846</u>
	Total General Obligation Bonds		<u>384,900,743</u>
	Revenue Bonds (24.4%)		
	City & County (0.8%)		
	Beaverton, Oregon Special Revenue Bonds		
200,000	5.000%, 06/01/32 Series 2020A	Aa3/NR/NR	262,462
500,000	5.000%, 06/01/33 Series 2020A	Aa3/NR/NR	652,350
400,000	5.000%, 06/01/34 Series 2020A	Aa3/NR/NR	519,493
	Newport, Oregon Urban Renewal Obligations, Refunding		
565,000	4.500%, 06/15/22 Series B	NR/AA-/NR	566,081
	Portland, Oregon River District Urban Renewal and Redevelopment		
1,600,000	5.000%, 06/15/22 Series B	Aa3/NR/NR	1,691,971
1,830,000	5.000%, 06/15/23 Series B	Aa3/NR/NR	<u>1,933,229</u>
	Total City & County		<u>5,625,586</u>
	Electric (1.8%)		
	Eugene, Oregon Electric Utility Refunding System		
2,875,000	5.000%, 08/01/29 Series A	Aa2/AA-/AA-	3,497,282
4,030,000	5.000%, 08/01/30 Series A	Aa2/AA-/AA-	4,881,220

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	<u>Electric (continued)</u>		
	Northern Wasco County, Oregon Peoples Utility District (McNary Dam Fishway Hydroelectric Project), Refunding		
\$ 1,585,000	5.000%, 12/01/21 Series A	NR/AA-/NR	\$ 1,635,347
	Warm Springs Reservation, Oregon Confederated Tribes, Hydroelectric Revenue, Tribal Economic Development, Pelton Round Butte Proj. 2019 B Green Bond		
500,000	5.000%, 11/01/32 144A	A3/NR/NR	604,509
1,000,000	5.000%, 11/01/33 144A	A3/NR/NR	1,200,426
500,000	5.000%, 11/01/34 144A	A3/NR/NR	<u>596,920</u>
	Total Electric		<u>12,415,704</u>
	<u>Higher Education (0.4%)</u>		
	Oregon State Facilities Authority (Reed College Project)		
500,000	5.000%, 07/01/30 Series A	Aa2/AA-/NR	613,184
1,135,000	4.000%, 07/01/31 Series A	Aa2/AA-/NR	1,312,997
	Oregon State Facilities Authority (Willamette University)		
1,000,000	4.000%, 10/01/24	NR/A-/NR	<u>1,002,268</u>
	Total Higher Education		<u>2,928,449</u>
	<u>Hospital (1.2%)</u>		
	Oregon Health Sciences University		
2,310,000	zero coupon, 07/01/21 NPFG Insured . . .	Aa3/AA-/AA-	2,309,067
2,000,000	5.000%, 07/01/23 Series A	Aa3/AA-/AA-	2,115,414
500,000	5.000%, 07/01/30 Series A	Aa3/AA-/AA-	655,218
250,000	5.000%, 07/01/31 Series A	Aa3/AA-/AA-	325,967
1,250,000	5.000%, 07/01/28 Series B	Aa3/AA-/AA-	1,506,680
1,000,000	5.000%, 07/01/33 Series B	Aa3/AA-/AA-	<u>1,181,734</u>
	Total Hospital		<u>8,094,080</u>

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	<u>Housing (0.5%)</u>		
	Clackamas County, Oregon Housing Authority Multifamily Housing Revenue (Easton Ridge Apartments Project)		
\$ 1,310,000	4.000%, 09/01/27 Series A	Aa2/NR/NR	\$ 1,376,087
1,390,000	Portland, Oregon Urban Renewal and Redevelopment, Interstate Corridor 5.000%, 06/15/27 Series B	Aa3/NR/NR	1,402,498
460,000	State of Oregon Housing and Community Services 1.800%, 01/01/23	Aa2/NR/NR	<u>470,165</u>
	Total Housing		<u>3,248,750</u>
	<u>Lottery (3.9%)</u>		
	Oregon State Department of Administration Services (Lottery Revenue)		
1,015,000	5.250%, 04/01/26 Series A	Aa2/AAA/NR	1,017,268
2,000,000	5.000%, 04/01/32 Series A	Aa2/AAA/NR	2,573,644
1,000,000	5.000%, 04/01/33 Series A	Aa2/AAA/NR	1,281,004
1,715,000	5.000%, 04/01/24 Series B	Aa2/AAA/NR	1,797,571
1,500,000	5.000%, 04/01/25 Series B	Aa2/AAA/NR	1,571,452
1,000,000	5.000%, 04/01/25 Series B	Aa2/AAA/NR	1,137,805
4,000,000	5.000%, 04/01/30 Series C	Aa2/AAA/NR	4,937,699
5,000,000	5.000%, 04/01/26 Series D	Aa2/AAA/NR	5,886,124
4,000,000	5.000%, 04/01/28 Series D	Aa2/AAA/NR	4,686,396
1,000,000	5.000%, 04/01/29 Series D	Aa2/AAA/NR	<u>1,169,444</u>
	Total Lottery		<u>26,058,407</u>
	<u>Sales Tax (0.1%)</u>		
	Metro, Oregon Dedicated Tax Revenue (Oregon Convention Center Hotel)		
750,000	5.000%, 06/15/31	Aa3/NR/NR	<u>925,878</u>
	<u>Transportation (4.7%)</u>		
	Oregon State Department Transportation Highway Usertax (Subordinate Lien)		
1,000,000	5.000%, 11/15/35 Series A	Aa2/AA+/AA+	1,293,677
1,250,000	5.000%, 11/15/35 Series 2020A	Aa2/AA+/AA+	1,650,399
5,000,000	5.000%, 11/15/36 Series 2020A	Aa2/AA+/AA+	6,576,428

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	Transportation (continued)		
	Port Portland, Oregon Airport Revenue Refunding, Portland International Airport Series Twenty Three		
\$ 2,525,000	5.000%, 07/01/26	NR/A+/NR	\$ 2,997,405
1,000,000	5.000%, 07/01/28	NR/A+/NR	1,179,253
2,390,000	5.000%, 07/01/29	NR/A+/NR	2,807,465
	Tri-County Metropolitan Transportation District, Oregon Capital Grant Receipt		
1,100,000	5.000%, 10/01/27 Series A	A3/A/NR	1,375,684
2,000,000	5.000%, 10/01/30 Series A	A3/A/NR	2,476,502
	Tri-County Metropolitan Transportation District, Oregon (Senior Lien Payroll Tax)		
1,000,000	5.000%, 09/01/25 Series A	Aaa/AAA/NR	1,196,487
1,890,000	5.000%, 09/01/28 Series A	Aaa/AAA/NR	2,332,356
1,650,000	5.000%, 09/01/29 Series A	Aaa/AAA/NR	2,030,255
3,975,000	5.000%, 09/01/30 Series A	Aaa/AAA/NR	4,876,836
1,000,000	5.000%, 09/01/31 Series A	Aaa/AAA/NR	1,254,778
	Total Transportation		<u>32,047,525</u>
	Water and Sewer (11.0%)		
	Beaverton, Oregon Water Revenue		
1,000,000	5.000%, 04/01/32 Series 2020	NR/AA+/NR	1,310,869
	Bend, Oregon Water Revenue, Bridge Creek Project		
695,000	5.000%, 12/01/30	Aa2/AA/NR	840,444
	Clackamas County, Oregon Service District No. 1		
2,240,000	5.000%, 12/01/26	NR/AAA/NR	2,776,762
	Clean Water Services, Oregon Refunding (Senior Lien)		
1,510,000	5.000%, 10/01/27	Aa1/AAA/NR	1,916,676
	Eugene, Oregon Water Utility System		
115,000	5.000%, 08/01/28	Aa2/AA/AA+	140,361
450,000	5.000%, 08/01/29	Aa2/AA/AA+	547,401
	Grants Pass, Oregon		
1,000,000	4.000%, 12/01/23	NR/AA/NR	1,062,296

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	Water and Sewer (continued)		
	Hillsboro, Oregon Water System		
\$ 1,630,000	5.000%, 06/01/31	Aa2/NR/NR	\$ 2,115,128
1,710,000	5.000%, 06/01/32	Aa2/NR/NR	2,210,265
	Madras, Oregon		
725,000	4.500%, 02/15/27	A3/NR/NR	776,824
	Portland, Oregon Water System (First Lien)		
3,230,000	5.000%, 05/01/27 Series A	Aa1/NR/NR	3,684,011
3,500,000	5.000%, 06/01/28 Series A	Aa1/AA+/NR	4,119,649
	Portland, Oregon Sewer System (Second Lien)		
5,405,000	4.500%, 05/01/31 Series A	Aa2/AA/NR	6,353,167
6,355,000	5.000%, 03/01/32 Series A	Aa2/AA/NR	8,282,557
2,000,000	5.000%, 10/01/25 Series B	Aa2/AA/NR	2,318,926
2,000,000	5.000%, 06/01/26 Series B	Aa2/AA/NR	2,364,918
2,000,000	5.000%, 06/01/27 Series B	Aa2/AA/NR	2,357,690
2,000,000	5.000%, 03/01/33 Series 2019 A	Aa2/AA/NR	2,596,158
1,000,000	5.000%, 03/01/34 Series 2019 A	Aa2/AA/NR	1,293,109
2,500,000	4.000%, 03/01/33 Series 2020A	Aa2/AA/NR	3,070,286
	Portland, Oregon Water System (Second Lien)		
2,590,000	5.000%, 05/01/31 Series A	Aa2/NR/NR	3,401,950
2,000,000	5.000%, 05/01/32 Series A	Aa2/NR/NR	2,616,271
2,000,000	5.000%, 05/01/33 Series A	Aa2/NR/NR	2,605,632
	Portland, Oregon Water System Revenue Refunding (Junior Lien)		
2,000,000	5.000%, 10/01/23	Aa2/NR/NR	2,190,311
	Salem, Oregon Water & Sewer Revenue Refunding		
3,500,000	5.000%, 06/01/25	Aa2/NR/NR	4,133,858
	Seaside, Oregon Wastewater System		
1,000,000	4.250%, 07/01/26	A3/NR/NR	1,007,799
	Washington County, Oregon Clean Water Services Sewer (Senior Lien)		
1,010,000	4.000%, 10/01/22 Series B	Aa1/AAA/NR	1,028,293
1,500,000	4.000%, 10/01/23 Series B	Aa1/AAA/NR	1,527,787
2,850,000	4.000%, 10/01/26 Series B	Aa1/AAA/NR	2,900,428
2,745,000	4.000%, 10/01/28 Series B	Aa1/AAA/NR	<u>2,793,582</u>
	Total Water and Sewer		<u>74,343,408</u>
	Total Revenue Bonds		<u>165,687,787</u>

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Pre-Refunded\Escrowed to Maturity Bonds (17.3%)††	Ratings Moody's, S&P and Fitch (unaudited)	Value
	Pre-Refunded General Obligation Bonds (9.1%)		
	Higher Education (1.2%)		
	Oregon State Higher Education		
\$ 1,000,000	5.000%, 08/01/25 Series C	Aa1/AA+/AA+	\$ 1,155,609
1,795,000	5.000%, 08/01/27 Series C	Aa1/AA+/AA+	2,074,318
	Oregon State, Oregon University System		
1,170,000	4.000%, 08/01/25 Series B	Aa1/AA+/AA+	1,230,277
1,090,000	5.000%, 08/01/25 Series N	Aa1/AA+/AA+	1,211,963
	Oregon State, Oregon University System Projects		
2,365,000	4.000%, 08/01/26 Series H	Aa1/AA+/AA+	2,395,118
	Total Higher Education		<u>8,067,285</u>
	School District (6.4%)		
	Clackamas County, Oregon School District #12 (North Clackamas)		
2,450,000	5.000%, 06/15/25	Aa1/AA+/NR	2,817,492
1,500,000	5.000%, 06/15/26	Aa1/AA+/NR	1,724,995
	Clackamas County, Oregon School District #62 (Oregon City)		
440,000	5.000%, 06/01/29 MAC Insured	NR/AA/NR	503,701
560,000	5.000%, 06/01/29 MAC Insured	Aa3/AA/NR	642,980
	Clackamas County, Oregon School District #86 (Canby)		
1,800,000	5.000%, 06/15/24	Aa1/AA+/NR	1,905,258
1,110,000	5.000%, 06/15/25 Series A	Aa1/AA+/NR	1,174,909
	Jefferson County, Oregon School District #509J		
1,400,000	5.000%, 06/15/25	Aa1/NR/NR	1,546,740
	Lane County, Oregon School District #4J (Eugene) Refunding		
1,130,000	4.000%, 06/15/23	Aa1/NR/NR	1,138,610
2,850,000	4.000%, 06/15/24	Aa1/NR/NR	2,982,647
4,575,000	5.000%, 06/15/26	Aa1/NR/NR	5,261,235
	Marion & Clackamas Counties, Oregon School District #4J (Silver Falls)		
1,260,000	5.000%, 06/15/24	Aa1/NR/NR	1,392,066

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Pre-Refunded General Obligation Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
	School District (continued)		
	Union County, Oregon School District #1 (La Grande)		
\$ 1,000,000	5.000%, 06/15/27	Aa1/NR/NR	\$ 1,188,840
	Washington County, Oregon School District #48J (Beaverton)		
2,750,000	4.000%, 06/15/25	Aa1/AA+/NR	2,877,992
2,275,000	4.000%, 06/15/23 Series B	Aa1/AA+/NR	2,380,885
5,290,000	4.000%, 06/15/24 Series B	Aa1/AA+/NR	5,536,211
3,000,000	5.000%, 06/15/25 Series 2014B	Aa1/AA+/NR	3,449,990
3,000,000	5.000%, 06/15/28 Series 2014B	Aa1/AA+/NR	3,449,990
1,845,000	5.000%, 06/15/29 Series 2014B	Aa1/AA+/NR	2,121,744
	Washington, Multnomah & Yamhill Counties, Oregon School District #1J (Hillsboro)		
1,535,000	4.000%, 06/15/25	Aa1/NR/NR	<u>1,606,443</u>
	Total School District		<u>43,702,728</u>
	Special District (0.4%)		
	Tualatin Valley, Oregon Fire & Rescue Rural Fire Protection District		
1,235,000	4.000%, 06/01/26	Aaa/NR/NR	1,242,528
1,170,000	4.000%, 06/01/27	Aaa/NR/NR	<u>1,177,132</u>
	Total Special District		<u>2,419,660</u>
	State (1.1%)		
	State of Oregon		
3,000,000	5.000%, 05/01/23 Series L	Aa1/AA+/AA+	3,010,656
1,125,000	5.000%, 05/01/24 Series L	Aa1/AA+/AA+	1,128,996
1,470,000	4.000%, 11/01/26 Series M	Aa1/AA+/AA+	1,502,959
2,125,000	4.000%, 05/01/25 Series O	Aa1/AA+/AA+	<u>2,131,014</u>
	Total State		<u>7,773,625</u>
	Total Pre-Refunded General Obligation Bonds		<u>61,963,298</u>

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Pre-Refunded\Escrowed to Maturity Revenue Bonds (8.2%)	Ratings Moody's, S&P and Fitch (unaudited)	Value
City & County (1.4%)			
Local Oregon Capital Assets Program COP Cottage Grove			
\$ 2,375,000	5.000%, 09/15/25 Series 2013A	A2/NR/NR	\$ 2,426,913
Portland, Oregon Revenue Refunding Limited Tax, Oregon Convention Center			
2,825,000	5.000%, 06/01/24	Aaa/NR/NR	2,846,612
4,265,000	5.000%, 06/01/27	Aaa/NR/NR	<u>4,297,628</u>
Total City & County			<u>9,571,153</u>
Electric (0.3%)			
Eugene, Oregon Electric Utility Refunding System			
2,000,000	5.000%, 08/01/27 Series A	Aa2/AA-/AA-	<u>2,031,694</u>
Higher Education (1.0%)			
Oregon State Facilities Authority (Lewis & Clark College Project)			
1,000,000	5.250%, 10/01/24 Series A	A3/A-/NR	1,025,265
3,000,000	5.000%, 10/01/27 Series A	A3/A-/NR	3,072,131
Oregon State Facilities Authority (Linfield College Project)			
1,180,000	5.000%, 10/01/22 Series A ETM	Baa2/NR/NR	1,260,496
1,000,000	5.000%, 10/01/23 Series A ETM	Baa2/NR/NR	<u>1,111,958</u>
Total Higher Education			<u>6,469,850</u>
Lottery (0.9%)			
Oregon State Department of Administration Services (Lottery Revenue)			
6,285,000	5.250%, 04/01/26	NR/NR/NR*	<u>6,285,000</u>
Transportation (4.0%)			
Oregon State Department Transportation Highway User Tax (Senior Lien)			
3,605,000	5.000%, 11/15/24 Series A	Aa1/AAA/AA+	3,888,680
625,000	5.000%, 11/15/25 Series A	Aa1/AAA/AA+	674,182
1,000,000	5.000%, 11/15/26 Series A	Aa1/AAA/AA+	1,125,782
1,040,000	5.000%, 11/15/26 Series A	Aa1/AAA/AA+	1,215,015
8,000,000	5.000%, 11/15/28 Series A	Aa1/AAA/AA+	9,346,270

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

Principal Amount	Pre-Refunded\Escrowed to Maturity Revenue Bonds (continued)	Ratings Moody's, S&P and Fitch (unaudited)	Value
Transportation (continued)			
	Tri-County Metropolitan Transportation District, Oregon Capital Grant Receipt		
\$ 1,685,000	5.000%, 10/01/24 Series A	A3/A/NR	\$ 1,725,092
3,480,000	5.000%, 10/01/26 Series A	A3/A/NR	3,562,801
3,000,000	5.000%, 10/01/27 Series A	A3/A/NR	3,071,380
	Tri-County Metropolitan Transportation District, Oregon (Senior Lien Payroll Tax)		
2,010,000	5.000%, 09/01/29 Series B	Aaa/AAA/NR	<u>2,407,517</u>
	Total Transportation		<u>27,016,719</u>
Water and Sewer (0.6%)			
	Prineville, Oregon Refunding		
1,255,000	4.400%, 06/01/29 AGMC Insured	NR/AA/NR	1,263,330
	Tigard, Oregon Water System Revenue Refunding		
2,565,000	5.000%, 08/01/24	Aa3/AA-/NR	<u>2,731,029</u>
	Total Water and Sewer		<u>3,994,359</u>
	Total Pre-Refunded\Escrowed to Maturity Revenue Bonds		<u>55,368,775</u>
	Total Pre-Refunded\Escrowed to Maturity Bonds		<u>117,332,073</u>
	Total Municipal Bonds (cost \$637,740,368)		<u>667,920,603</u>
Shares Short-Term Investment (0.3%)			
1,733,895	Dreyfus Treasury Obligations Cash Management - Institutional Shares, 0.02%** (cost \$1,733,895).	Aaa-mf/AAAm/NR	<u>1,733,895</u>
	Total Investments (cost \$639,474,263- note 4)	98.8%	669,654,498
	Other assets less liabilities	<u>1.2</u>	<u>8,088,634</u>
	Net Assets	<u>100.0%</u>	<u>\$ 677,743,132</u>

AQUILA TAX-FREE TRUST OF OREGON
SCHEDULE OF INVESTMENTS (continued)
MARCH 31, 2021

<u>Portfolio Distribution By Quality Rating (unaudited)</u>	<u>Percentage of Investments†</u>
Aaa of Moody's or AAA of S&P	12.8%
Pre-refunded bonds/ETM bonds††	17.5
Aa of Moody's or AA of S&P or Fitch	65.8
A of Moody's or S&P	<u>3.9</u>
	<u>100.0%</u>

PORTFOLIO ABBREVIATIONS

- AGMC - Assured Guaranty Municipal Corp.
- COP- Certificates of Participation
- ETM - Escrowed to Maturity
- FGIC - Financial Guaranty Insurance Co.
- MAC - Municipal Assurance Corp.
- NPFG - National Public Finance Guarantee
- NR - Not Rated
- ODOT - Oregon Department of Transportation

- * Any security not rated ("NR") by any of the Nationally Recognized Statistical Rating Organizations ("NRSRO") has been determined by the Investment Adviser to have sufficient quality to be ranked in the top credit four ratings if a credit rating were to be assigned by a NRSRO.
- ** The rate is an annualized seven-day yield at period end.
- † Where applicable, calculated using the highest rating of the three NRSROs. 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.

Note: 144A – Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers.

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
STATEMENT OF ASSETS AND LIABILITIES
MARCH 31, 2021

ASSETS

Investments at value (cost \$639,474,263)	\$ 669,654,498
Interest receivable	8,409,245
Receivable for Fund shares sold	663,594
Other assets	<u>63,962</u>
Total assets	<u>678,791,299</u>

LIABILITIES

Payable for Fund shares redeemed	410,123
Management fee payable	226,436
Dividends payable	188,386
Distribution and service fees payable	1,082
Accrued expenses payable	<u>222,140</u>
Total liabilities	<u>1,048,167</u>

NET ASSETS	<u>\$ 677,743,132</u>
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Net Assets consist of:

Capital Stock – Authorized an unlimited number of shares, par value \$0.01 per share	\$ 602,886
Additional paid-in capital	648,571,948
Total distributable earnings	<u>28,568,298</u>
	<u>\$ 677,743,132</u>

CLASS A

Net Assets	<u>\$ 379,288,320</u>
Capital shares outstanding	<u>33,729,087</u>
Net asset value and redemption price per share	<u>\$ 11.25</u>
Maximum offering price per share* (100/97 of \$11.25)	<u>\$ 11.60</u>

CLASS C

Net Assets	<u>\$ 13,475,425</u>
Capital shares outstanding	<u>1,199,500</u>
Net asset value and offering price per share	<u>\$ 11.23</u>

CLASS F

Net Assets	<u>\$ 3,685,726</u>
Capital shares outstanding	<u>328,481</u>
Net asset value and offering price per share	<u>\$ 11.22</u>

CLASS Y

Net Assets	<u>\$ 281,293,661</u>
Capital shares outstanding	<u>25,031,578</u>
Net asset value, offering and redemption price per share	<u>\$ 11.24</u>

* Maximum sales rate reduced to 3% on September 1, 2020.

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
STATEMENT OF OPERATIONS
YEAR ENDED MARCH 31, 2021

Investment income

Interest income \$ 15,113,962

Expenses

Management fee (note 3)	\$	2,655,851
Distribution and service fee (note 3)		720,494
Transfer and shareholder servicing agent fees		321,876
Legal fees		261,621
Shareholders' reports and proxy statements		170,466
Trustees' fees and expenses (note 6)		129,548
Registration fees and dues		69,588
Auditing and tax fees		31,400
Insurance		31,130
Custodian fees		24,187
Credit facility fees (note 10)		17,732
Compliance services (note 3)		8,052
Miscellaneous		45,037
Total expenses		4,486,982

Management fee waived (note 3)		(52,793)
Net expenses		<u>4,434,189</u>
Net investment income		10,679,773

Realized and Unrealized Gain (Loss) on Investments:

Net realized gain (loss) from securities transactions		4,809
Change in unrealized appreciation on investments		<u>5,785,150</u>
 Net realized and unrealized gain (loss) on investments		 <u>5,789,959</u>
Net change in net assets resulting from operations		<u><u>\$ 16,469,732</u></u>

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended March 31, 2021	Year Ended March 31, 2020
OPERATIONS		
Net investment income	\$ 10,679,773	\$ 11,991,756
Net realized gain (loss) from securities transactions	4,809	(347,630)
Change in unrealized appreciation (depreciation) on investments	5,785,150	8,454,115
Change in net assets resulting from operations	16,469,732	20,098,241
DISTRIBUTIONS TO SHAREHOLDERS (note 9):		
Class A Shares	(6,032,054)	(7,099,560)
Class C Shares	(107,574)	(184,907)
Class F Shares	(48,211)	(33,732)
Class Y Shares	(4,490,588)	(4,669,075)
Change in net assets from distributions	(10,678,427)	(11,987,274)
CAPITAL SHARE TRANSACTIONS (note 7):		
Proceeds from shares sold	135,714,642	130,631,386
Reinvested dividends and distributions	8,577,205	9,879,552
Cost of shares redeemed	(101,602,801)	(121,882,046)
Change in net assets from capital share transactions	42,689,046	18,628,892
Change in net assets	48,480,351	26,739,859
NET ASSETS:		
Beginning of period	629,262,781	602,522,922
End of period	\$ 677,743,132	\$ 629,262,781

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2021

1. Organization

Aquila Tax-Free Trust of Oregon (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 June 27, 2020, is the successor to Aquila Tax-Free Trust of Oregon. Aquila Tax-Free Trust of Oregon transferred all of its assets and liabilities in exchange for shares of the Fund on June 26, 2020 pursuant to an agreement and plan of reorganization (the “reorganization”). The reorganization was approved by shareholders of Aquila Tax-Free Trust of Oregon on May 29, 2020. The reorganization was accomplished by exchanging the assets and liabilities of the predecessor fund for shares of the Fund. Shareowners holding shares of Aquila Tax-Free Trust of Oregon 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 F Shares and 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 F Shares and 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. 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:

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

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 March 31, 2021:

<u>Valuation Inputs*</u>	<u>Investments in Securities</u>
Level 1 – Quoted Prices	\$ 1,733,895
Level 2 – Other Significant Observable Inputs — Municipal Bonds*.	667,920,603
Level 3 – Significant Unobservable Inputs.	—
Total	\$ 669,654,498

* 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.

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

- 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 Administrative 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 0.40% of net assets of the Fund. The Manager has contractually agreed to waive its fees through September 30, 2021 to the extent necessary in order to pass savings through to the shareholders recognized under the Sub-Advisory Agreement (as described below) such that its fees are as follows: the annual rate shall be equivalent to 0.40% of net assets of the Fund up to \$400 million; 0.38% of the Fund’s net assets above that amount to \$1 billion and 0.36% of the Fund’s net assets above \$1 billion. This contractual undertaking is currently in effect until September 30, 2021. The Manager may not terminate the arrangement without the approval of the Board of Trustees. For the year ended March 31, 2021, the Fund incurred management fees of \$2,655,851, of which \$52,793 was waived.

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

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. Starting December 1, 2019, for its services, the Sub-Adviser has contractually agreed to waive its fee through September 30, 2021 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. The Fund makes payment of this distribution fee at the annual rate of 0.15% of the Fund’s average net assets represented by Class A Shares. For the year ended March 31, 2021, distribution fees on Class A Shares amounted to \$572,694 of which the Distributor retained \$24,064.

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 year ended March 31, 2021, amounted to \$110,850. 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 year ended March 31, 2021, amounted to \$36,950. The total of these payments made with respect to Class C Shares amounted to \$147,800 of which the Distributor retained \$35,884.

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 Oregon, with the bulk of

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

any sales commissions inuring to such financial intermediaries. For the year ended March 31, 2021, total commissions on sales of Class A Shares amounted to \$120,752 of which the Distributor received \$29,599.

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 year ended March 31, 2021, purchases of securities and proceeds from the sales of securities aggregated \$92,254,391 and \$30,365,385, respectively.

At March 31, 2021, the aggregate tax cost for all securities was \$639,459,975. At March 31, 2021, the aggregate gross unrealized appreciation for all securities in which there is an excess of value over tax cost amounted to \$31,399,171 and aggregate gross unrealized depreciation for all securities in which there is an excess of tax cost over value amounted to \$1,204,648 for a net unrealized appreciation of \$30,194,523.

5. Portfolio Orientation

Since the Fund invests principally and may invest entirely in double tax-free municipal obligations of issuers within Oregon, it is subject to possible risks associated with economic, political, or legal developments or industrial or regional matters specifically affecting Oregon and whatever effects these may have upon Oregon issuers' ability to meet their obligations. For example, Measure 5, a 1990 amendment to the Oregon Constitution, as well as Measures 47 and 50, limit the taxing and spending authority of certain Oregon governmental entities. These amendments could have an adverse effect on the general financial condition of certain municipal entities that would impair the ability of certain Oregon issuers to pay interest and principal on their obligations. At March 31, 2021, the Fund had 100% of its long-term portfolio holdings invested in municipal obligations of issuers within Oregon.

6. Trustees' Fees and Expenses

At March 31, 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 year ended March 31, 2021 was \$129,548. 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 at the Annual Meeting of Shareholders. For the year ended March 31, 2021, due to the COVID-19 pandemic, such meeting-related expenses amounted to \$0.

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

7. Capital Share Transactions

Transactions in Capital Shares of the Fund were as follows:

	Year Ended March 31, 2021		Year Ended March 31, 2020	
	Shares	Amount	Shares	Amount
Class A Shares:				
Proceeds from shares sold..	3,484,396	\$ 39,594,767	3,482,476	\$ 38,763,004
Reinvested dividends and distributions	486,451	5,519,231	578,161	6,447,862
Cost of shares redeemed ...	<u>(3,975,018)</u>	<u>(45,066,877)</u>	<u>(3,896,216)</u>	<u>(43,332,736)</u>
Net change	<u>(4,171)</u>	<u>47,121</u>	<u>164,421</u>	<u>1,878,130</u>
Class C Shares:				
Proceeds from shares sold..	166,864	1,894,819	278,362	3,098,914
Reinvested dividends and distributions	9,036	102,392	15,736	175,211
Cost of shares redeemed ...	<u>(440,727)</u>	<u>(5,007,989)</u>	<u>(648,219)</u>	<u>(7,181,104)</u>
Net change	<u>(264,827)</u>	<u>(3,010,778)</u>	<u>(354,121)</u>	<u>(3,906,979)</u>
Class F Shares:				
Proceeds from shares sold..	164,146	1,864,657	115,507	1,280,691
Reinvested dividends and distributions	4,263	48,256	3,028	33,732
Cost of shares redeemed ...	<u>(29,602)</u>	<u>(336,067)</u>	<u>(20,999)</u>	<u>(233,617)</u>
Net change	<u>138,807</u>	<u>1,576,846</u>	<u>97,536</u>	<u>1,080,806</u>
Class Y Shares:				
Proceeds from shares sold..	8,132,460	92,360,399	7,866,522	87,488,777
Reinvested dividends and distributions	256,422	2,907,326	289,214	3,222,747
Cost of shares redeemed ...	<u>(4,519,601)</u>	<u>(51,191,868)</u>	<u>(6,426,391)</u>	<u>(71,134,589)</u>
Net change	<u>3,869,281</u>	<u>44,075,857</u>	<u>1,729,345</u>	<u>19,576,935</u>
Total transactions in Fund shares	<u>3,739,090</u>	<u>\$ 42,689,046</u>	<u>1,637,181</u>	<u>\$ 18,628,892</u>

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

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 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 Oregon income taxes. Due to 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. Further, a portion of the dividends may, under some circumstances, be subject to taxes at ordinary income and/or capital gain rates. 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 \$1,929,746 of which \$728,448 retains its character of short-term and \$1,201,298 retains its character of long-term; both have no expiration. As of March 31, 2021, the Fund had post-October losses of \$7,722, which is deferred until fiscal 2022 for tax purposes.

The tax character of distributions was as follows:

	<u>Year Ended</u> <u>March 31, 2021</u>	<u>Year Ended</u> <u>March 31, 2020</u>
Net tax-exempt income	\$ 10,674,155	\$ 11,785,976
Ordinary Income	<u>4,272</u>	<u>201,298</u>
	<u>\$ 10,678,427</u>	<u>\$ 11,987,274</u>

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

Unrealized appreciation	\$ 30,194,523
Undistributed tax-exempt income.....	499,629
Accumulated net loss on investments.....	(1,929,746)
Post October losses	(7,722)
Other temporary differences.....	<u>(188,386)</u>
	<u>\$ 28,568,298</u>

AQUILA TAX-FREE TRUST OF OREGON
NOTES TO FINANCIAL STATEMENTS (continued)
MARCH 31, 2021

The difference between book basis and tax basis undistributed income is due to the timing difference, post October losses, 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 (which is comprised of nine funds) have been parties to a \$40 million credit agreement, which currently terminates on August 25, 2021 (per the August 26, 2020 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 rate selected by the Aquila Group of Funds at the time of the borrowing of either (i) the one-month Eurodollar Rate or (ii) a rate equal to the greater of (a) the Prime Rate in effect on such day, (b) the Federal Funds Effective Rate in effect on such day, or (c) the Overnight Eurodollar Rate in effect on such day).

There were no borrowings under the credit agreement during the year ended March 31, 2021.

11. Recent Events

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 or negative. Some sectors of the economy and individual issuers have experienced particularly large losses. These circumstances may continue for an extended period of time, and affect adversely the value and/or liquidity of the Fund's investments. The ultimate economic fallout from the pandemic, and the long-term impact on economies, markets, industries and individual issuers, are not known. Governments and central banks, including the Federal Reserve in the U.S., have taken extraordinary and unprecedented actions to support national 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, and whether they will be effective to mitigate the economic and market disruption, may 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 TRUST OF OREGON
FINANCIAL HIGHLIGHTS

For a share outstanding throughout each period

	Class A				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of period	<u>\$11.13</u>	<u>\$10.98</u>	<u>\$10.81</u>	<u>\$10.99</u>	<u>\$11.33</u>
Income (loss) from investment operations:					
Net investment income ⁽¹⁾	0.18	0.21	0.24	0.26	0.28
Net gain (loss) on securities (both realized and unrealized)	<u>0.12</u>	<u>0.15</u>	<u>0.17</u>	<u>(0.18)</u>	<u>(0.35)</u>
Total from investment operations	<u>0.30</u>	<u>0.36</u>	<u>0.41</u>	<u>0.08</u>	<u>(0.07)</u>
Less distributions (note 9):					
Dividends from net investment income	(0.18)	(0.21)	(0.24)	(0.26)	(0.27)
Distributions from capital gains	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total distributions	<u>(0.18)</u>	<u>(0.21)</u>	<u>(0.24)</u>	<u>(0.26)</u>	<u>(0.27)</u>
Net asset value, end of period	<u>\$11.25</u>	<u>\$11.13</u>	<u>\$10.98</u>	<u>\$10.81</u>	<u>\$10.99</u>
Total return (not reflecting sales charge)	2.68%	3.30%	3.90%	0.68%	(0.66)%
Ratios/supplemental data					
Net assets, end of period (in millions)	\$379	\$375	\$368	\$390	\$414
Ratio of expenses to average net assets	0.71%	0.71%	0.70%	0.71%	0.73%
Ratio of net investment income to average net assets	1.57%	1.90%	2.27%	2.35%	2.48%
Portfolio turnover rate	5%	12%	10%	8%	13%
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):					
Ratio of expenses to average net assets	0.72%	0.72%	0.70%	0.72%	0.74%
Ratio of net investment income to average net assets	1.56%	1.89%	2.26%	2.34%	2.47%

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

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
FINANCIAL HIGHLIGHTS (continued)

For a share outstanding throughout each period

	Class C				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of period	\$11.12	\$10.97	\$10.80	\$10.98	\$11.32
Income (loss) from investment operations:					
Net investment income ⁽¹⁾	0.08	0.12	0.15	0.16	0.18
Net gain (loss) on securities (both realized and unrealized)	0.11	0.15	0.17	(0.18)	(0.35)
Total from investment operations	0.19	0.27	0.32	(0.02)	(0.17)
Less distributions (note 9):					
Dividends from net investment income	(0.08)	(0.12)	(0.15)	(0.16)	(0.17)
Distributions from capital gains	—	—	—	—	—
Total distributions	(0.08)	(0.12)	(0.15)	(0.16)	(0.17)
Net asset value, end of period	\$11.23	\$11.12	\$10.97	\$10.80	\$10.98
Total return (not reflecting CDSC)	1.72%	2.43%	3.02%	(0.18)%	(1.50)%
Ratios/supplemental data					
Net assets, end of period (in millions)	\$13	\$16	\$20	\$28	\$38
Ratio of expenses to average net assets	1.56%	1.56%	1.54%	1.56%	1.59%
Ratio of net investment income to average net assets	0.73%	1.05%	1.42%	1.49%	1.63%
Portfolio turnover rate	5%	12%	10%	8%	13%
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):					
Ratio of expenses to average net assets	1.57%	1.57%	1.55%	1.57%	1.59%
Ratio of net investment income to average net assets	0.72%	1.04%	1.42%	1.49%	1.62%

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

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
FINANCIAL HIGHLIGHTS (continued)

For a share outstanding throughout each period

	Class F		
	Year Ended March 31, 2021	Year Ended March 31, 2020	For the Period November 30, 2018* through March 31, 2019
Net asset value, beginning of period	\$11.11	\$10.95	\$10.71
Income (loss) from investment operations:			
Net investment income ⁽¹⁾	0.20	0.23	0.08
Net gain (loss) on securities (both realized and unrealized)	0.11	0.16	0.24
Total from investment operations	0.31	0.39	0.32
Less distributions (note 9):			
Dividends from net investment income	(0.20)	(0.23)	(0.08)
Distributions from capital gains	—	—	—
Total distributions	(0.20)	(0.23)	(0.08)
Net asset value, end of period	\$11.22	\$11.11	\$10.95
Total return	2.77%	3.58%	3.03% ⁽²⁾
Ratios/supplemental data			
Net assets, end of period (in millions)	\$4	\$2	\$1
Ratio of expenses to average net assets	0.53%	0.53%	0.54% ⁽³⁾
Ratio of net investment income to average net assets	1.73%	2.05%	2.36% ⁽³⁾
Portfolio turnover rate	5%	12%	10% ⁽³⁾
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):			
Ratio of expenses to average net assets	0.54%	0.54%	0.55% ⁽³⁾
Ratio of investment income to average net assets	1.72%	2.04%	2.35% ⁽³⁾

* Commencement of operations.

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

(2) Not annualized.

(3) Annualized.

See accompanying notes to financial statements.

AQUILA TAX-FREE TRUST OF OREGON
FINANCIAL HIGHLIGHTS (continued)

For a share outstanding throughout each period

	Class Y				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of period	\$11.12	\$10.97	\$10.80	\$10.98	\$11.32
Income (loss) from investment operations:					
Net investment income ⁽¹⁾	0.19	0.23	0.26	0.27	0.29
Net gain (loss) on securities (both realized and unrealized)	0.13	0.15	0.17	(0.18)	(0.35)
Total from investment operations	0.32	0.38	0.43	0.09	(0.06)
Less distributions (note 9):					
Dividends from net investment income	(0.20)	(0.23)	(0.26)	(0.27)	(0.28)
Distributions from capital gains	—	—	—	—	—
Total distributions	(0.20)	(0.23)	(0.26)	(0.27)	(0.28)
Net asset value, end of period	\$11.24	\$11.12	\$10.97	\$10.80	\$10.98
Total return	2.83%	3.46%	4.05%	0.83%	(0.51)%
Ratios/supplemental data					
Net assets, end of period (in millions)	\$281	\$235	\$213	\$209	\$186
Ratio of expenses to average net assets	0.56%	0.56%	0.55%	0.56%	0.58%
Ratio of net investment income to average net assets	1.71%	2.04%	2.42%	2.50%	2.63%
Portfolio turnover rate	5%	12%	10%	8%	13%
Expense and net investment income ratios without the effect of the contractual expense waiver were (note 3):					
Ratio of expenses to average net assets	0.57%	0.57%	0.55%	0.57%	0.59%
Ratio of net investment income to average net assets	1.71%	2.03%	2.41%	2.49%	2.62%

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

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 ("AIM") as the administrator of the program (the "Committee").

The Board met on June 12, 2020 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 December 1, 2018 through May 29, 2020 (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)

**Trustees⁽¹⁾
and Officers**

Name and Year of Birth⁽²⁾	Positions Held with Trust and Length of Service⁽³⁾	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex⁽⁴⁾ Overseen by Trustee	Other Directorships Held by Trustee During Past 5 Years
Interested Trustee⁽⁵⁾				
Diana P. Herrmann New York, NY (1958)	Vice Chair of Aquila Municipal Trust since 2014, Trustee since 1994 and President since 1998	Chair (since 2016 and previously Vice Chair since 2004) and Chief Executive Officer (since 2004) of Aquila Management Corporation, Founder and Sponsor of the Aquila Group of Funds ⁽⁶⁾ and parent of Aquila Investment Management LLC, Manager, President since 1997, Chief Operating Officer, 1997-2008, a Director since 1984, Secretary, 1986-2016, and previously its Executive Vice President, Senior Vice President or Vice President, 1986-1997; Chief Executive Officer (since 2004) and Chair (since 2016 and previously Vice Chair since 2004), President and Manager since 2003, and Chief Operating Officer (2003-2008), of the Manager; Chair, Vice Chair, President, Executive Vice President and/or Senior Vice President of funds in the Aquila Group of Funds since 1986; Manager of the Distributor since 1997; Governor, Investment Company Institute (the U.S. mutual fund industry trade organization dedicated to protecting shareholder interests and educating the public about investing) for various periods since 2004, and Chair of its Small Funds Committee, 2004-2009; active in charitable and volunteer organizations.	10	Director of ICI Mutual Insurance Company, a Risk Retention Group, for various periods since 2006; formerly Vice Chair and Trustee of Pacific Capital Funds of Cash Assets Trust (three money-market funds in the Aquila Group of Funds) 2004-2012 Vice Chair of the Board of Trustees of The Cascades Trust (Predecessor Fund of Aquila Tax-Free Trust of Oregon) 2003-2020, President of The Cascades Trust 1998-2020 and Trustee of the Cascades Trust 1994-2020

Non-Interested Trustees

Thomas A. Christopher Danville, KY (1947)	Chair of the Board of Aquila Municipal Trust since 2017; Trustee since 2009	Principal, Robinson, Hughes & Christopher, C.P.A.s, P.S.C., since July 2017, previously Senior Partner, since 1977; Chairman of the Board, A Good Place for Fun, Inc., a sports facility, since 1987, President, 1987-2012; Director, Global Outreach International, 2011-2018; member of the Kentucky Primary Care Technical Advisory Committee, 2017-2019; Director, Sunrise Children's Services Inc., 2010-2013; currently or formerly active with various professional and community organizations; Trustee of various funds in the Aquila Group of Funds since 1985.	6	None
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<u>Name and Year of Birth⁽²⁾</u>	<u>Positions Held with Trust and Length of Service⁽³⁾</u>	<u>Principal Occupation(s) During Past 5 Years</u>	<u>Number of Portfolios in Fund Complex⁽⁴⁾ Overseen by Trustee</u>	<u>Other Directorships Held by Trustee During Past 5 Years</u>
<u>Non-Interested Trustees (cont'd)</u>				
Ernest Calderón Phoenix, AZ (1957)	Trustee of Aquila Municipal Trust since 2004	Attorney (currently, Partner, Calderón Law Offices, PLC); Regent emeritus and President emeritus Arizona Board of Regents; Adjunct Professor, Northern Arizona University; Doctor of Education in Organizational Change and Educational Leadership, University of Southern California; served six Arizona governors by appointment; Past President, Grand Canyon Council of Boy Scouts of America; Past President, State Bar of Arizona, 2003-2004; member, American Law Institute; Trustee of various funds in the Aquila Group of Funds since 2004.	6	None
Gary C. Cornia St. George, UT (1948)	Trustee of Aquila Municipal Trust since 2009	Emeritus Dean and Professor, Marriott School of Management, Brigham Young University, 2014-present; Professor, Marriott School of Management, Brigham Young University, 1980-2014; Chair, Utah State Securities Commission, since 2019, Commissioner, 2013–present; Dean, Marriott School of Management, 2008-2013; Director, Romney Institute of Public Management, Marriott School of Management, 2004-2008; Past President, National Tax Association; Fellow, Lincoln Institute of Land Policy, 2002-present; Associate Dean, Marriott School of Management, Brigham Young University, 1991-2000; member, Utah Governor's Tax Review Committee, 1993-2009; Trustee of various funds in the Aquila Group of Funds since 1993.	8	International Center for Land Policies and Training, Taipei, Taiwan, Director and Chair of Executive Committee Trustee of The Cascades Trust (Predecessor Fund of Aquila Tax-Free Trust of Oregon) 2002-2020
Grady Gammage, Jr. Phoenix, AZ (1951)	Trustee of Aquila Municipal Trust since 2001	Founding partner, Gammage & Burnham, PLC, a law firm, Phoenix, Arizona, since 1983; director, Central Arizona Water Conservation District, 1992-2004; Senior Fellow, Morrison Institute for Public Policy and Kyl Institute for Water Policy; Adjunct Professor, Sandra Day O'Connor College of Law; W. P. Carey School of Business; active with Urban Land Institute; Author, "The Future of the Suburban City" Island Press, 2016; Trustee of various funds in the Aquila Group of Funds since 2001.	8	None

<u>Name and Year of Birth⁽²⁾</u>	<u>Positions Held with Trust and Length of Service⁽³⁾</u>	<u>Principal Occupation(s) During Past 5 Years</u>	<u>Number of Portfolios in Fund Complex⁽⁴⁾ Overseen by Trustee</u>	<u>Other Directorships Held by Trustee During Past 5 Years</u>
<u>Non-Interested Trustees (cont'd)</u>				
James A. Gardner Redmond, OR (1943)	Trustee of Aquila Municipal Trust since 2020	President, Gardner Associates, an investment and real estate firm, since 1989; Owner and Developer of Vandever Ranch, Sunriver, Oregon since 1989; Founding Partner, Chairman Emeritus and previously Chairman (1991-2010), Ranch at the Canyons, Terrebonne, Oregon; President Emeritus and previously President (1981-1989), Lewis and Clark College and Law School; director, Oregon High Desert Museum, 1989-2003; active in civic, business and educational organizations in Oregon; writer on Native American and settlement history of Oregon Trustee of various funds in the Aquila Group of Funds since 1986.	6	Chair of the Board of Trustees of The Cascades Trust 2005-2020 and Trustee of The Cascades Trust (Predecessor Fund of Aquila Tax-Free Trust of Oregon) 1986-2020
Patricia L. Moss Bend, OR (1953)	Trustee of Aquila Municipal Trust since 2020	Vice Chairman, Cascade Bancorp and Bank of the Cascades 2012-2017, President and Chief Executive Officer 1997-2012; member, Oregon Investment Council since 2018; active in community and educational organizations; Trustee of various funds in the Aquila Group of Funds 2002-2005 and since 2015.	8	First Interstate BancSystem, Inc.; MDU Resources Group, Inc. Trustee of The Cascades Trust (Predecessor Fund of Aquila Tax-Free Trust of Oregon) 2015-2020, 2002-2005; Trustee Emerita 2005-2015
Glenn P. O'Flaherty Granby, CO (1958)	Trustee of Aquila Municipal Trust since 2013	Chief Financial Officer and Chief Operating Officer of Lizard Investors, LLC, 2008; Co-Founder, Chief Financial Officer and Chief Compliance Officer of Three Peaks Capital Management, LLC, 2003-2005; Vice President – Investment Accounting, Global Trading and Trade Operations, Janus Capital Corporation, and Chief Financial Officer and Treasurer, Janus Funds, 1991-2002; Trustee of various funds in the Aquila Group of Funds since 2006.	9	Granby Ranch Metropolitan District (quasi-municipal corporation); formerly Trustee of Pacific Capital Funds of Cash Assets Trust (three money-market funds in the Aquila Group of Funds) 2009-2012

<u>Name and Year of Birth⁽²⁾</u>	<u>Positions Held with Trust and Length of Service⁽³⁾</u>	<u>Principal Occupation(s) During Past 5 Years</u>	<u>Number of Portfolios in Fund Complex⁽⁴⁾ Overseen by Trustee</u>	<u>Other Directorships Held by Trustee During Past 5 Years</u>
<u>Non-Interested Trustees (cont'd)</u>				
Lauren L. White North Kingstown, RI (1959)	Trustee of Aquila Municipal Trust since 2013	President, Greater Providence Chamber of Commerce, since 2005, Executive Vice President 2004-2005 and Senior Vice President, 1989-2002; Executive Counselor to the Governor of Rhode Island for Policy and Communications, 2003-2004; Trustee of various funds in the Aquila Group of Funds since 2005.	6	None

- (1) The Trust's Statement of Additional Information includes additional information about the Trustees and is available, without charge, upon request by calling 800-437-1020 (toll-free) or by visiting www.aquilafunds.com or the EDGAR Database at the SEC's internet site at www.sec.gov.
- (2) The mailing address of each Trustee is c/o Aquila Municipal Trust, 120 West 45th Street, Suite 3600, New York, NY 10036.
- (3) Each Trustee holds office until his or her successor is elected or his or her earlier retirement or removal.
- (4) Includes an Aquila-sponsored fund that is dormant and has no public shareholders.
- (5) Ms. Herrmann is an "interested person" of the Trust, as that term is defined in the Investment Company Act of 1940, as amended (the "1940 Act"), as an officer of the Trust, as a director, officer and shareholder of the Manager's corporate parent, as an officer and Manager of the Manager, and as a Manager of the Distributor.
- (6) The "Aquila Group of Funds" includes: Aquila Tax-Free Trust of Arizona, Aquila Tax-Free Fund of Colorado, Hawaiian Tax-Free Trust, Aquila Churchill Tax-Free Fund of Kentucky, Aquila Tax-Free Trust of Oregon, Aquila Narragansett Tax-Free Income Fund (Rhode Island) and Aquila Tax-Free Fund For Utah, each of which is a tax-free municipal bond fund and are called the "Aquila Municipal Bond Funds"; Aquila Three Peaks Opportunity Growth Fund, which is an equity fund; and Aquila Three Peaks High Income Fund, which is a high-income corporate bond fund.

Name and Year of Birth ⁽¹⁾	Positions Held with Trust and Length of Service ⁽²⁾	Principal Occupation(s) During Past 5 Years
Officers⁽³⁾		
Stephen J. Caridi New York, NY (1961)	Senior Vice President of Aquila Municipal Trust since 2013	Regional Sales Manager (since 2009) and registered representative (since 1986) of the Distributor; Vice President of the Distributor 1995-2009; Vice President, Hawaiian Tax-Free Trust since 1998; Senior Vice President, Aquila Municipal Trust (which includes Aquila Narragansett Tax-Free Income Fund) since 2013; Vice President, Aquila Funds Trust since 2013; Senior Vice President, Aquila Narragansett Tax-Free Income Fund 1998-2013, Vice President 1996-1997; Senior Vice President, Aquila Tax-Free Fund of Colorado 2004-2009; Vice President, Aquila Three Peaks Opportunity Growth Fund 2006-2013.
Paul G. O'Brien New York, NY (1959)	Senior Vice President of Aquila Municipal Trust since 2010	President, Aquila Distributors LLC since 2019, Co-President 2010-2019, Managing Director, 2009-2010; Senior Vice President of all funds in the Aquila Group of Funds since 2010; held various positions to Senior Vice President and Chief Administrative Officer of Evergreen Investments Services, Inc., 1997-2008; Mergers and Acquisitions Coordinator for Wachovia Corporation, 1994-1997.
Robert C. Arnold Scottsdale, AZ (1973)	Vice President of Aquila Municipal Trust since 2019	Vice President, Aquila Municipal Trust (which includes Aquila Tax-Free Trust of Arizona) since 2019; Regional Sales Manager, Aquila Distributors LLC since 2018; Financial Advisor, Prudential Advisors, 2017 - 2018; Founder/Consultant, Brix Cooper Consulting, 2015-2016; Vice President, National Accounts & Regional Advisory Consultant, Advisors Asset Management Inc., 2008-2015.
Craig T. DiRuzzo Denver, CO (1976)	Vice President of Aquila Municipal Trust since 2013	Vice President, Aquila Municipal Trust (which includes Aquila Tax-Free Fund of Colorado), and Regional Sales Manager of the Distributor, since 2013; Regional Vice President, B I C Group, LLC, Denver, CO, 2012; Vice President, Wellesley Investment Advisors, Denver, CO, 2011-2012; Mutual Funds Sales Director, UBS Global Asset Management, Denver, CO, 2004-2010, Internal Investment Consultant, 2002-2004.
Royden P. Durham Louisville, KY (1951)	Vice President of Aquila Municipal Trust since 2013; Lead Portfolio Manager of Aquila Churchill Tax-Free Fund of Kentucky (since 2011); Portfolio Manager of Aquila Tax-Free Trust of Arizona (since 2017) and Aquila Tax-Free Fund For Utah (since 2017)	Portfolio Manager of Aquila Churchill Tax-Free Fund of Kentucky (since 2011); Portfolio Manager of Aquila Tax-Free Trust of Arizona (since 2017) and Aquila Tax-Free Fund For Utah (since 2011); Vice President, Aquila Municipal Trust (since 2013) and Aquila Churchill Tax-Free Fund of Kentucky 2011-2013; President, advEnergy solutions LLC, 2007-2011; Vice President and Trust Advisor, JP Morgan Chase, 2005-2006; Vice President and Trust Officer, Regions Morgan Keegan Trust, 2003-2005; Vice President Fixed Income and Equity Portfolios, The Sachs Company / Louisville Trust Company, 1986-2003.
Christine L. Neimeth Portland, OR (1964)	Vice President of Aquila Municipal Trust since 2020	Vice President of Aquila Funds Trust since 2013 and Aquila Municipal Trust (which includes Aquila Tax-Free Trust of Oregon) since 2020; formerly Vice President, Aquila Three Peaks Opportunity Growth Fund 1999 – 2013 and Aquila Tax-Free Trust of Oregon 1998 – 2020; Regional Sales Manager and/or registered representative of the Distributor since 1999.

Name and Year of Birth ⁽¹⁾	Positions Held with Trust and Length of Service ⁽²⁾	Principal Occupation(s) During Past 5 Years
Officers (cont'd)⁽³⁾		
Candace D. Roane New York, NY (1977)	Vice President of Aquila Municipal Trust since September 2019	Vice President of all funds in the Aquila Group of Funds since 2019; Senior Vice President, Director of Communications and Marketing, Aquila Distributors LLC since 2019, Vice President, Marketing Communication and Data Manager, 2010 –2019.
Nicholas R. Stewart Louisville, KY (1990)	Vice President of Aquila Municipal Trust since March 2021	Vice President, Aquila Municipal Trust (which includes Aquila Churchill Tax-Free Fund of Kentucky) since March 2021; Regional Sales Manager and registered representative of the Distributor since February 2021; Vice President, Account Manager, 2019-2020 and Senior Account Associate, 2016-2019, PIMCO Investments LLC; Product Specialist, Hilliard Lyons, 2015-2016.
Anthony A. Tanner Phoenix, AZ (1960)	Vice President of Aquila Municipal Trust, Lead Portfolio Manager of Aquila Tax-Free Trust of Arizona, and Portfolio Manager of Aquila Churchill Tax-Free Fund of Kentucky and Aquila Tax-Free Fund For Utah since 2018	Vice President of Aquila Municipal Trust (since 2018); Portfolio Manager of Aquila Tax-Free Trust of Arizona, Aquila Churchill Tax-Free Fund of Kentucky and Aquila Tax-Free Fund For Utah since 2018; Senior Portfolio Manager at BNY Mellon Wealth Management from 2016 to 2018; a Senior Client Advisor at BMO Private Bank from 2014 to 2015; and Senior Fixed Income Manager at Wells Fargo Private Bank from 2010 to 2014.
James T. Thompson Bountiful, Utah (1955)	Vice President of Aquila Municipal Trust and Lead Portfolio Manager of Aquila Tax-Free Fund For Utah since 2009; Portfolio Manager, Aquila Tax-Free Trust of Arizona and Aquila Churchill Tax-Free Fund of Kentucky since 2017	Portfolio Manager of Aquila Tax-Free Fund For Utah, Aquila Churchill Tax-Free Fund of Kentucky and Aquila Tax-Free Trust of Arizona (since 2009); Vice President Aquila Municipal Trust (since 2013) and Aquila Tax-Free Fund For Utah (2009 – 2013); Senior Vice President, First Security Bank/Wells Fargo Brokerage Services LLC, Salt Lake City, Utah 1991-2009.
M. Kayleen Willis South Jordan, UT (1963)	Vice President of Aquila Municipal Trust since 2013	Vice President, Aquila Municipal Trust (which includes Aquila Tax-Free Fund For Utah) since 2013; Vice President, Aquila Tax-Free Fund For Utah 2003-2013, Assistant Vice President, 2002-2003; Vice President, Aquila Three Peaks Opportunity Growth Fund, 2004-2013 and Aquila Funds Trust since 2013.

Name and Year of Birth⁽¹⁾	Positions Held with Trust and Length of Service⁽²⁾	Principal Occupation(s) During Past 5 Years
Officers (cont'd)⁽³⁾		
Eric D. Okerlund Highland, UT (1961)	Assistant Vice President of Aquila Municipal Trust since March 2021	Assistant Vice President, Aquila Municipal Trust (which includes Aquila Tax Free Fund For Utah) since March 2021; Credit Analyst (for Aquila Tax-Free Fund For Utah), Aquila Investment Management LLC, since January 2021; Budget Officer, City of West Jordan, Utah, 2000-2020; Senior Accountant, Provo City Corporation, Provo, Utah, 1989-2000; Auditor, Defense Contract Audit Agency, Anaheim, California, 1989; Revenue Agent, Internal Revenue Service, Los Angeles, California, 1987-1989.
Randall S. Fillmore New York, NY (1960)	Chief Compliance Officer of Aquila Municipal Trust since 2012	Chief Compliance Officer of all funds in the Aquila Group of Funds, the Manager and the Distributor since 2012; Managing Director, Fillmore & Associates, 2009-2012; Fund and Adviser Chief Compliance Officer (2002-2009), Senior Vice President - Broker Dealer Compliance (2004-2009), Schwab Funds Anti Money Laundering Officer and Identity Theft Prevention Officer (2004-2009), Vice President - Internal Audit (2000-2002), Charles Schwab Corporation; National Director, Information Systems Risk Management - Consulting Services (1999-2000), National Director, Investment Management Audit and Business Advisory Services (1992-1999), Senior Manager, Manager, Senior and Staff Roles (1983-1992), PricewaterhouseCoopers LLP.
Joseph P. DiMaggio New York, NY (1956)	Chief Financial Officer of Aquila Municipal Trust since 2003 and Treasurer since 2000	Chief Financial Officer of all funds in the Aquila Group of Funds since 2003 and Treasurer since 2000.
Anita Albano, CPA New York, NY (1973)	Secretary of Aquila Municipal Trust since 2020, Assistant Secretary 2018-2019	Secretary of all funds in the Aquila Group of Funds since 2020, Assistant Secretary 2018 – 2019; Senior Vice President and Chief Financial Officer of Aquila Investment Management LLC and Aquila Management Corporation since 2018; Treasurer of Aquila Investment Management LLC and Aquila Management Corporation since 2005.
Yolonda S. Reynolds New York, NY (1960)	Assistant Treasurer of Aquila Municipal Trust since 2010	Assistant Treasurer of all funds in the Aquila Group of Funds since 2010; Director of Fund Accounting for the Aquila Group of Funds since 2007.
Lori A. Vindigni New York, NY (1966)	Assistant Treasurer of Aquila Municipal since 2000	Assistant Treasurer of all funds in the Aquila Group of Funds since 2000; Assistant Vice President of the Manager or its predecessor and current parent since 1998; Fund Accountant for the Aquila Group of Funds, 1995-1998.

(1) The mailing address of each officer is c/o Aquila Municipal Trust, 120 West 45th Street, Suite 3600, New York, NY 10036.

(2) The term of office of each officer is one year.

(3) The Trust's Statement of Additional Information includes additional information about the officers and is available, without charge, upon request by calling 800-437-1020 (toll-free) or by visiting www.aquilafunds.com or the EDGAR Database at the SEC's internet site at www.sec.gov.

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 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			Hypothetical		
	(actual return after expenses)			(5% annual return before expenses)		
Share Class	Beginning Account Value 10/1/20	Ending ⁽¹⁾ Account Value 3/31/21	Expenses ⁽²⁾ Paid During Period 10/1/20 – 3/31/21	Ending Account Value 3/31/21	Expenses ⁽²⁾ Paid During Period 10/1/20 – 3/31/21	Net Annualized Expense Ratio
A	\$1,000	\$995.90	\$3.53	\$1,021.39	\$3.58	0.71%
C	\$1,000	\$990.80	\$7.74	\$1,017.15	\$7.85	1.56%
F	\$1,000	\$995.90	\$2.59	\$1,022.34	\$2.62	0.52%
Y	\$1,000	\$995.80	\$2.79	\$1,022.14	\$2.82	0.56%

- (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 182/365 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, 2020, 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, \$10,674,155 of dividends paid by Aquila Tax-Free Trust of Oregon, constituting 99.9% of total dividends paid during the fiscal year ended March 31, 2021, 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.

Founders

Lacy B. Herrmann (1929-2012)
Aquila Management Corporation, Sponsor

Manager

AQUILA INVESTMENT MANAGEMENT LLC
120 West 45th Street, Suite 3600
New York, New York 10036

Investment Sub-Adviser

KIRKPATRICK PETTIS CAPITAL MANAGEMENT
222 SW Columbia Street, Suite 1400
Portland, Oregon 97201

Board of Trustees

Thomas A. Christopher, Chair
Diana P. Herrmann, Vice Chair
Earnest Calderón
Gary C. Cornia
Grady Gammage, Jr.
James A. Gardner
Patricia L. Moss
Glenn P. O'Flaherty
Lauren L. White

Officers

Diana P. Herrmann, President
Paul G. O'Brien, Senior Vice President
Christine L. Neimeth, Vice President
Randall S. Fillmore, Chief Compliance Officer
Joseph P. DiMaggio, Chief Financial Officer and Treasurer
Anita Albano, Secretary

Distributor

AQUILA DISTRIBUTORS LLC
120 West 45th Street, Suite 3600
New York, New York 10036

Transfer and Shareholder Servicing Agent

BNY MELLON INVESTMENT SERVICING (US) INC.
4400 Computer Drive
Westborough, Massachusetts 01581

Custodian

THE BANK OF NEW YORK MELLON
240 Greenwich Street
New York, New York 10286

Independent Registered Public Accounting Firm

TAIT, WELLER & BAKER LLP
Two Liberty Place
50 South 16th Street, Suite 2900
Philadelphia, Pennsylvania 19102

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