



Dec. 31, 2011

Idaho Tax-Exempt Fund

Ticker: NITEX
 CUSIP: 804096204
 Inception: 9/4/1987

Objective:

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

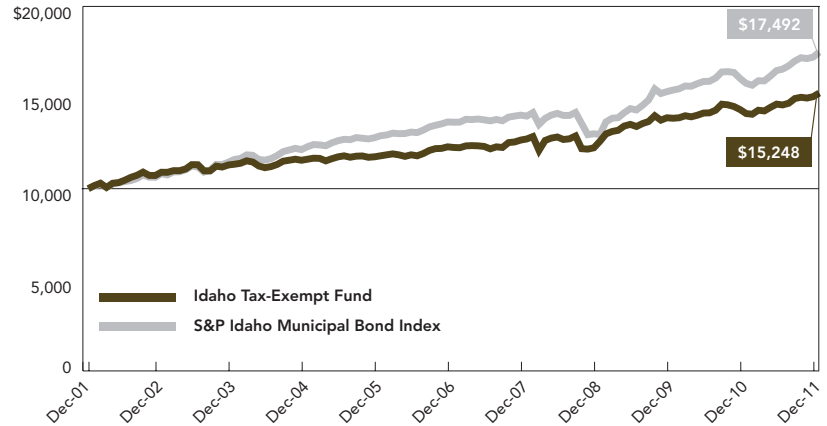
Strategy:

Idaho Tax-Exempt Fund invests in debt securities issued by the State of Idaho and its political subdivisions. These municipal bonds, notes and commercial paper may be in various forms, including general obligation bonds, revenue bonds, mortgage bonds, certificates of participation, local improvement district bonds, and refunding bonds.

At least 40% of bonds that the Fund buys must be rated "A" or equivalent at the time of purchase by a national bond rating agency. The Fund may also invest in non-rated bonds if they are of equivalent quality in the opinion of the adviser. Factors used in bond evaluations include such information as the bond district's financial position, population size, employment trends, economic activity and diversification. The portfolio's dollar-weighted average effective maturity is expected to range between 6 and 15 years. Under normal circumstances, at least 80% of assets are invested in debt securities generating income exempt from both federal and Idaho income tax.

*The sum of the market value of each bond times its number of years to anticipated maturity, divided by the portfolio's total market value.

Growth Of \$10,000:



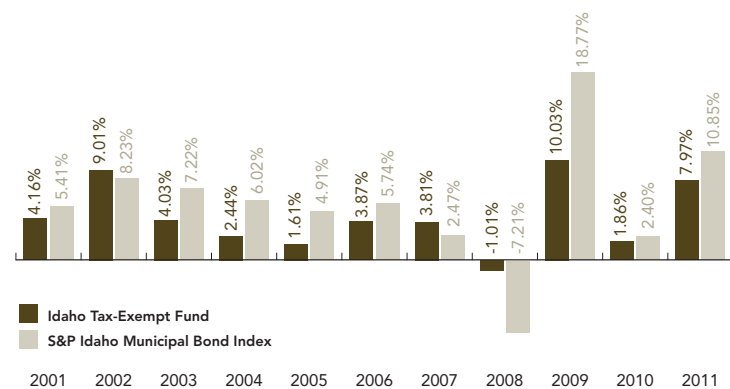
This chart illustrates the performance of a hypothetical \$10,000 invested at the beginning of the period and redeemed at the end of the period, and assumes reinvestment of all dividends and capital gains.

Average Annual Returns

(as of 12/31/2011)	NITEX	S&P Idaho Municipal Bond Index
10 Year	4.31%	5.75%
5 Year	4.46%	5.08%
3 Year	6.56%	10.48%
1 Year	7.97%	10.85%
Fund Inception (9/4/1987)	5.08%	N/A
Expense Ratio (as of 3/25/2011)		0.74%
Maximum Redemption Fee (on shares held less than 90 days)		2.00%

The Standard and Poor's Idaho Municipal Bond Index is a broad-based municipal bond market index which reflects no deductions for fees, expenses or taxes. Investors cannot invest directly in the index.

Annual Total Returns (Before taxes)



Best Quarter: Q1 2009 +4.8%

Worst Quarter: Q3 2008 -4.0%

Top Ten Holdings:

(as of 12/31/2011)

Ada & Canyon Cos. ID JSD #3 Kuna	3.6%
Madison Co. ID SCD #321 Rexburg	2.7%
Boise State University ID Revenues	2.6%
Owyhee & Elmore Cos. ID JSD #365	2.4%
Payette Co. ID SCD #373	2.4%
Pocatello ID Water Revenue	2.3%
Canyon Co. ID SCD #139 Vallivue	2.3%
Canyon Co. ID SCD #131 Nampa	2.2%
Valley & Adams Cos. ID JSD #421	1.9%
Clark Co. ID SCD #161 Dubois	1.8%
Total	24.2%

Performance data quoted herein represents past performance which is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance may be higher or lower than the performance data quoted. Performance current to the most recent month-end can be obtained by visiting www.idahotaxexemptfund.com or calling toll-free 800/SATURNA. The Adviser has absorbed, currently or in the past, certain Fund expenses, without which total returns would have been lower. The Fund cannot guarantee that its investment objective will be met. Securities of the Fund are offered and sold only through the prospectus or summary prospectus.

Please consider an investment's objectives, risks, charges and expenses carefully before investing. For this and other important information about the Idaho Tax-Exempt Fund, please obtain and carefully read a free prospectus or summary prospectus from www.idahotaxexemptfund.com or by calling toll-free 800/SATURNA.



Dec. 31, 2011

Idaho Tax-Exempt Fund

Ticker: NITEX
 CUSIP: 804096204
 Inception: 9/4/1987

Risks:

The value of Fund shares rises and falls as the value of the bonds in which the Fund invests goes up and down. Only consider investing in the Fund if you are willing to accept the risk that you may lose money. Fund share prices, yields, and total returns will change with market fluctuations as well as the fortunes of the industries and municipalities in which the Fund invests.

Idaho Tax-Exempt Fund risks depend primarily on the terms and quality of the obligations in the Fund's portfolio, as well as on market conditions. When interest rates rise, bond prices fall. When interest rates fall, bond prices go up. Bonds with longer maturities, such as those held by the Fund, usually are more sensitive to interest rate changes than bonds with shorter maturities.

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

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

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

Morningstar Ratings™: (as of 12/31/2011)

Overall	10 Year	5 Year	3 Year
★★ (318)	★★ (271)	★★★★ (305)	★ (318)

Muni Single State Long Category

Morningstar is a leading provider of independent investment research on mutual funds and other securities. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% in each category receive 5 stars, the next 22.5% 4 stars, the next 35% 3 stars, the next 22.5% 2 stars and the bottom 10% receive 1 star. The Overall Morningstar Rating for a fund is derived from a weighted average of performance figures associated with its 3-, 5- and 10-year (if applicable) Morningstar Rating metrics. The numbers in parentheses indicate the number of funds in the Muni Single State Long Category against which the Idaho Tax-Exempt Fund was rated.

Fund Facts & Stats:

(as of 12/31/2011)

Total Assets:	\$16.12 Million
Portfolio Manager:	Phelps McIlvaine
Adviser:	Saturna Capital Corp.

MPT & Volatility Stats:¹

(as of 12/31/2010)

Alpha ¹ :	-0.08
Beta ¹ :	0.78
R-Squared ¹ :	91.79
Sharpe Ratio ¹ :	1.68
Effective Duration:	6.03

¹ Source: Morningstar™ 3-year trailing averages versus the BarCap Municipal TR Index.

Fixed-Income Style Analysis:

		Interest-Rate Sensitivity		
		Limited	Moderate	Extensive
Credit Quality	High			
	Medium			
	Low			

Source: Morningstar, Inc.

All data, including performance, returns, rankings, ratings, assets and portfolio information is as of December 31, 2011 unless otherwise noted.

Distributed by Saturna Brokerage Services, member FINRA/SIPC and a wholly-owned subsidiary of Saturna Capital, adviser to Idaho Tax-Exempt Fund.

NOT FDIC INSURED | NOT BANK GUARANTEED | MAY LOSE VALUE