



STRATEGIC GROWTH FUND

A SERIES OF HUSSMAN INVESTMENT TRUST

ANNUAL REPORT

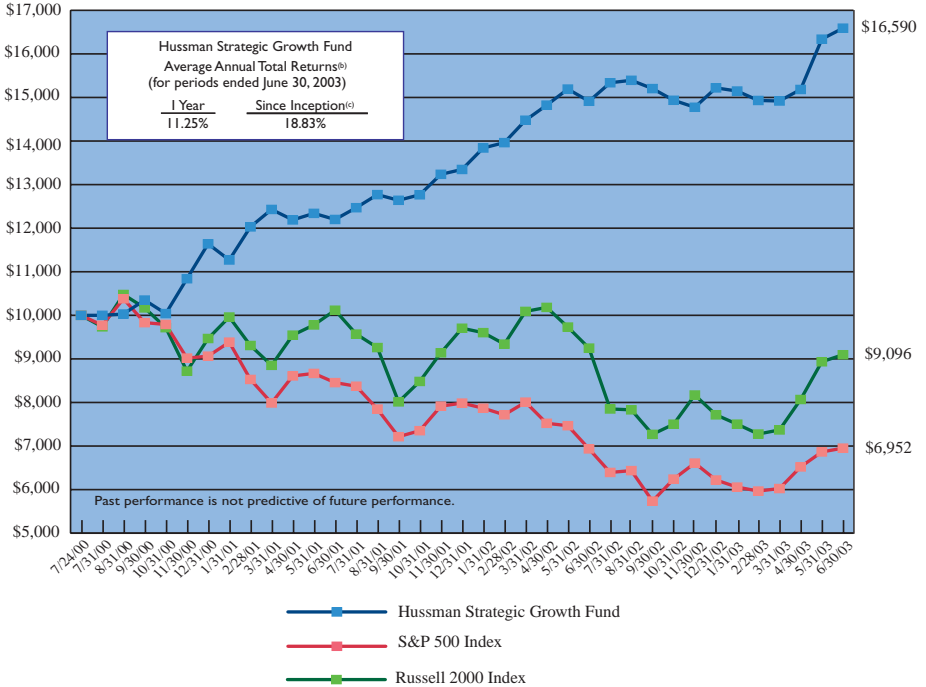
JUNE 30, 2003





STRATEGIC GROWTH FUND

Comparison of the Change in Value of a \$10,000 Investment in the Hussman Strategic Growth Fund versus the Standard & Poor's 500 Index and the Russell 2000 Index^(a)



^(a) The Hussman Strategic Growth Fund is a diversified U.S. equity growth fund which places no limitations on the market capitalizations of the companies it invests in. Because the S&P 500 Index is perhaps the most widely recognized index of U.S. common stock prices, as well as a widely used benchmark for growth-oriented investors, it is believed to be the more appropriate broad-based securities market index against which to compare the Fund's performance. The performance of the Russell 2000 Index, widely viewed as a small capitalization benchmark, is presented for comparative purposes only. The Fund may invest in securities that are not included in the S&P 500 Index or the Russell 2000 Index. The Fund may vary its exposure to market fluctuations, depending on market conditions. As a result, Fund returns may differ from the performance of major stock market indices, particularly over the short-term.

^(b) Total returns are a measure of the change in value of an investment in the Fund over the periods covered, which assumes any dividends or capital gains distributions are reinvested in shares of the Fund. Returns do not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares.

^(c) Annualized. Initial public offering of shares was July 24, 2000.

DEAR SHAREHOLDER,

Hussman Strategic Growth Fund continued to perform as intended during the past year, gaining value with substantially less volatility than the overall market.

For the year ended June 30, 2003, the Fund earned a total return of +11.25%, versus a gain of +0.25% in the S&P 500 Index and a loss of -1.64% in the Russell 2000 Index. The Fund achieved its return while defending capital against a great deal of unrewarding stock market risk. The deepest pullback in the Fund, measured from peak-to-trough, amounted to less than -7% during the past year. This compares with peak-to-trough pullbacks deeper than -21% for the S&P 500 Index and -28% for the Russell 2000 Index during the same period.

Given the Fund's emphasis on long-term capital appreciation, a single year is a very limited period over which to measure or evaluate returns. **From commencement of the Fund's operations on July 24, 2000 through June 30, 2003, the Fund's total return was +65.90% (+18.83% annualized). In contrast, the total return of the S&P 500 was -30.48% (-11.65% annualized) and of the Russell 2000 was -9.04% (-3.18% annualized).**

Over the past year and since its inception, the Fund has benefited from the flexibility afforded by its investment approach. Yet equally important to the Fund are the constraints imposed by its investment restrictions. Certain of these restrictions seek to limit the potential impact of adverse market movements, regardless of our investment position. For example, the Fund's use of "leverage" is limited to holding a small percentage of its assets in call options. Even if the market declines when the Fund is in its most aggressive stance, the additional losses resulting from these options would not exceed their purchase price. Similarly, the Fund is restricted from taking net short positions. This restriction reduces the potential for losses that might otherwise result from a market advance occurring when the Fund is in a defensive position.

Consistent with this design, the Fund has achieved significantly positive average returns both in months when the market has advanced, and in months when the market has declined. Since the Fund's inception, the S&P 500 has experienced 16 advancing months and 19 declining months. During those advancing months, the Fund earned an average annualized return of +17.25%. During the declining months, the Fund earned an average annualized return of +21.47%.

Hussman Strategic Growth Fund

Letter to Shareholders *(continued)*

In our view, the appropriate gauge of success in our approach is not whether the Fund participates in a particular market movement, but whether the Fund earns an attractive long-term return, relative to the risks we take. The target is not only absolute return, but also risk-adjusted return. On both counts, the Fund has performed as intended since its inception.

Despite the historic investment returns the Fund has produced, shareholders should keep in mind that the Fund does take risk. The Fund can and will experience periods of negative returns, even when it is hedged against overall market fluctuations. Also, the investment returns of the Fund will exhibit greater volatility during periods that the Fund takes a more aggressive investment posture. During very favorable market climates when both valuations and market action are favorable, the Fund will generally not hedge at all, and our exposure to market fluctuations may be larger than the Fund has experienced to-date.

The Fund is intended for investors who can tolerate both the risk of loss and the risk that the Fund may not always track the overall direction of the market. The willingness to accept these risks is essential to our objective of long-term capital appreciation, with added emphasis on defending capital during unfavorable market conditions.

Performance Drivers

The return of any stock can be broken into three parts: (1) the portion of return driven by qualities specific to that stock (valuation, management, products, financial strength, trading activity, and so on); (2) the portion of return driven by general market fluctuations; and (3) random fluctuations.

The Fund typically invests over 90% of its net assets in stocks that appear attractive on the basis of their specific qualities. Based on our assessment of market conditions, we can decide whether to accept the impact of market fluctuations on these stocks, or whether to hedge the portfolio in an attempt to remove that impact. Finally, we can manage the risk of random fluctuations in our individual holdings through broad diversification. We can also use those fluctuations as opportunities, by purchasing candidates we view as attractive on short-term weakness, and selling holdings we view less favorably on short-term strength. Our investment approach seeks to take risk in a selective and disciplined way. Of course, there is no assurance that our investment or hedging decisions will be successful.

For the bulk of the period prior to March 2003, the Fund hedged most or all of the market risk of its stock portfolio, typically by taking an offsetting short sale of

Hussman Strategic Growth Fund

Letter to Shareholders *(continued)*

similar size, using the Russell 2000 and S&P 100 indices. The appropriateness of hedging using these indices is reflected in the relatively low volatility experienced by the Fund throughout that period. These hedges helped to reduce the impact of a volatile market on the net asset value of the Fund.

During March 2003, we began purchasing call options to reduce the extent of our hedging, based on evidence that general market conditions were improving. In April, we removed a large portion of the Fund's hedges in response to a well-defined improvement in our measures of market action (what we call "trend uniformity"). This improvement in market action did not indicate that stocks were a better investment value, but rather that investors had generally adopted an increased preference to take risk.

During the past year, the Fund benefited from the opportunity to purchase many individual stocks at what we viewed as attractive values. Beginning in the third quarter of 2002, the Fund increased its holdings in technology stocks, as well as medical and pharmaceutical stocks that appeared to be trading at depressed values. The Fund also generally benefited from its existing holdings of consumer stocks. In all of these industries, however, the market has exhibited great selectivity, punishing the shares of companies which deliver even modest disappointments. We manage this risk by maintaining a wide degree of diversification in the investments of the Fund.

Reflecting this diversification, the largest gainers in the Fund represented a wide range of industries. These stocks included PacifiCare Health, Synopsys, Amazon, Outback Steakhouse, Petroleo Brasileiro, Newmont Mining, Lexmark, Mohawk Industries, Best Buy, and United Technologies. The largest losses in the Fund included York International, Cigna, Eastman Kodak, Jones Apparel, Sabre Holdings, Agnico Eagle Mines, Coors, Home Depot, and Kimberly Clark.

Fund expenses represented 1.45% of average daily net assets, at an annual rate, during the fiscal year ended June 30, 2003. On August 11, 2003, the expense ratio of the Fund was reduced to 1.40%, as a result of fee breakpoints and other economies. The expense ratio of the Fund is affected by a number of factors, including the total amount of net assets of the Fund, and may increase or decrease over time.

In the past year, the Fund has paid brokerage commissions of approximately 2.5 cents per share for equities, and \$2.50 for options. On July 30, 2003, the Fund negotiated reductions to 2.0 cents per share for equities and \$2.00 per option, applying to a large portion of the Fund's trading. We believe that the Fund has the capacity to accommodate a significant amount of asset growth without impacting our

Hussman Strategic Growth Fund

Letter to Shareholders *(continued)*

ability to execute our strategy. As the Fund continues to grow, we intend to pursue further reductions in the commission rates paid by the Fund to the benefit of shareholders. The Fund does not have a 12 b-1 marketing fee, and does not have trailing fee or soft-dollar arrangements with any brokerage.

Portfolio Insight

The Portfolio of Investments section of this report provides a detailed view of our fiscal year-end investment stance. **As of June 30, 2003, the Fund had net assets of \$511,927,774. The portfolio of the Fund was diversified across 171 stocks in a wide variety of industries. Typically, a large holding in the Fund represents about 2% of the portfolio, while typical holdings represent between 0.5% and 1% of the portfolio. The total value of common stocks held by the Fund was \$488,261,058, representing 95.38% of net assets.**

The Fund also held \$9,202,500 in call and put options, representing 1.80% of net assets, in response to the opportunities and risks presented by option prices and market conditions at that date. Though substantial shifts in the market climate have historically occurred less than twice a year, the exact investment positions of the Fund – particularly in regard to hedge positions - can respond from day-to-day and week-to-week based on the quality of market action we observe. Thus, certain of the investments of the Fund shown in this report may no longer be held by the Fund, or may be sold at any time.

Finally, the Fund held \$28,530,364 in cash and money market instruments. This cash position also varies in the day-to-day operation of the Fund, as a result of the purchase and sale of securities, as well as shareholder activity.

Current Outlook

The U.S. economy has exhibited a modest strengthening in recent months. Based on available data, it is difficult to characterize conditions with much enthusiasm. The potential for economic strength in the second half of 2003 is suggested by the generally favorable action of stocks and corporate bonds, as well as improvement in important survey data such as the Purchasing Manager's Index. Against these favorable short-term indications, the U.S. continues to deepen its current account deficit, as well as the Federal budget deficit.

As we've noted previously, robust economic recoveries have always begun with a surplus in current account. A current account surplus indicates that U.S. domestic savings are not only sufficient to finance investment at home, but are so plentiful that they can be invested abroad. In such an environment, the U.S. typically has a substantial ability to finance a boom in new investment, auto sales, and housing. In the current environment, none of these areas is likely to enjoy the powerful rebound that has historically fueled rapid economic recoveries.

So there is some potential for near-term strength in the U.S. economy, and sufficiently favorable market action to accept a moderate amount of market risk. However, the longer-term fundamental underpinnings of the U.S. economy and stock market do not appear nearly as favorable. This means that favorable near-term prospects must be accompanied by constant vigilance, particularly for subtle breakdowns in market action. Those subtle breakdowns are frequently an indication that investors are becoming more selective, and more reluctant to accept risk. In an overvalued market, changes in the willingness of investors to take risk can have very important consequences.

Longer term, the S&P 500 remains priced to deliver total returns in the range of 2-4% annualized over the coming decade. These figures assume that earnings will recover all of their lost ground, and will continue to grow along the peak of their long-term earnings growth channel over time. S&P 500 earnings have historically grown at just 6% annually from peak-to-peak, closely matching the long-term growth of nominal GDP. Second, these long-term return calculations assume that the price-earnings ratio on the S&P 500 will not decline below its historical norms even a decade from now. In our view, these assumptions lean toward optimism rather than pessimism.

Even on the assumption that presently high valuations will be maintained into the infinite future, we estimate that the S&P 500 would deliver a long-term total return of approximately 7.5% annually from current levels. In our view, valuation models which assert that stocks are currently fairly valued or undervalued require: (1) earnings growth estimates that are inconsistent with history; (2) projections of future stock valuations that are inconsistent with history; or (3) the assumption that remarkably low long-term stock returns are actually acceptable to investors, and will continue to be acceptable into the indefinite future. Mathematically, there are no other possibilities.

Hussman Strategic Growth Fund

Letter to Shareholders *(continued)*

Still, valuation is only an indication of very long-term investment merit. Neither economic fundamentals nor valuations are likely to prevent the market from enjoying strong and even sustained advances from time to time. Our measures of trend uniformity are intended to identify such periods of speculative merit, so the Fund may accept an exposure to market risk even when long-term investment merit is lacking.

As always, I have no particular forecast for the market over the coming year. Our approach simply does not rely on forecasts. Instead, we align the Fund with the prevailing Market Climate that we identify at any given time, based on specific, well-defined measures of valuation and market action. When the evidence shifts, our investment posture will shift as well. As of June 30, 2003, this posture remained relatively favorable toward the stock market, though not aggressive.

I appreciate your investment in the Fund.

Best wishes,

John P. Hussman, Ph.D.

Weekly updates regarding market conditions and investment strategy, as well as special reports and analysis, are available at no charge at the Fund's website www.hussmanfunds.com

The performance data quoted for the Fund represents past performance and the investment return of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost.

Hussman Strategic Growth Fund

Statement of Assets and Liabilities

June 30, 2003

ASSETS

Investments in securities:	
At acquisition cost	\$ 463,070,874
At value (Note 1)	\$ 497,463,558
Investments in money market funds	28,030,364
Cash	500,000
Dividends receivable	479,784
Receivable for investment securities sold	12,417,202
Receivable for capital shares sold	1,149,157
Other assets	33,783
Total Assets	540,073,848

LIABILITIES

Payable for investment securities purchased	25,785,783
Payable for capital shares redeemed	1,715,959
Accrued investment advisory fees (Note 3)	491,371
Payable to administrator (Note 3)	53,500
Other accrued expenses	99,461
Total Liabilities	28,146,074

NET ASSETS \$ 511,927,774

Net assets consist of:

Paid-in capital	\$ 493,135,773
Accumulated net realized losses from security transactions and option contracts	(15,600,683)
Net unrealized appreciation on investments and options	34,392,684

NET ASSETS \$ 511,927,774

Shares of beneficial interest outstanding (unlimited number of shares authorized, no par value) 37,095,636

Net asset value, redemption price and offering price price per share^(a) (Note 1) \$ 13.80

^(a) Redemption price varies based on length of time shares are held.

See accompanying notes to financial statements.

Hussman Strategic Growth Fund

Statement of Operations

For the Year Ended June 30, 2003

INVESTMENT INCOME

Dividends \$ 5,309,080

EXPENSES

Investment advisory fees (Note 3)	4,956,798 ^(a)
Administration fees (Note 3)	405,738
Custodian and bank service fees	112,780
Transfer agent, account maintenance and shareholder services fees (Note 3)	115,079
Registration and filing fees	79,501
Professional fees	75,790
Fund accounting fees (Note 3)	71,899
Postage and supplies	45,205
Trustees' fees and expenses	25,313
Printing of shareholder reports	17,818
Insurance expense	16,547
Other expenses	11,916
Total Expenses	<u>5,934,384</u>

NET INVESTMENT INCOME (LOSS) (625,304)

REALIZED AND UNREALIZED GAINS (LOSSES)

ON INVESTMENTS AND OPTION CONTRACTS

Net realized losses from security transactions	(3,058,255)
Net realized gains on option contracts	8,507,314
Net change in unrealized appreciation/depreciation on investments	45,889,879
Net change in unrealized appreciation/depreciation on option contracts	<u>(13,329,805)</u>

NET REALIZED AND UNREALIZED GAINS

ON INVESTMENTS AND OPTION CONTRACTS 38,009,133

NET INCREASE IN NET ASSETS FROM OPERATIONS \$ 37,383,829

^(a) Includes previously waived/reimbursed investment advisory fees and expenses recouped by the Adviser (Note 3).

See accompanying notes to financial statements.

Hussman Strategic Growth Fund

Statements of Changes in Net Assets

	Year Ended June 30, 2003	Year Ended June 30, 2002
FROM OPERATIONS		
Net investment income (loss)	\$ (625,304)	\$ (518,152)
Net realized gains (losses) from:		
Security transactions	(3,058,255)	11,298,157
Option contracts	8,507,314	274,316
Net change in unrealized appreciation/depreciation on:		
Investments	45,889,879	(13,383,070)
Option contracts	(13,329,805)	13,281,717
Net increase in net assets resulting from operations	<u>37,383,829</u>	<u>10,952,968</u>
DISTRIBUTIONS TO SHAREHOLDERS		
From net realized gains	(29,772,121)	(2,903,835)
FROM CAPITAL SHARE TRANSACTIONS		
Proceeds from shares sold	535,925,193	154,777,165
Net asset value of shares issued in reinvestment of distributions to shareholders	27,707,111	2,787,520
Proceeds from redemption fees collected (Note 1)	1,511,290	108,201
Payments for shares redeemed	(234,169,641)	(12,608,010)
Net increase in net assets from capital share transactions	<u>330,973,953</u>	<u>145,064,876</u>
TOTAL INCREASE IN NET ASSETS	338,585,661	153,114,009
NET ASSETS		
Beginning of year	173,342,113	20,228,104
End of year	<u>\$ 511,927,774</u>	<u>\$ 173,342,113</u>
CAPITAL SHARE ACTIVITY		
Sold	40,124,497	12,057,487
Reinvested	2,258,118	244,091
Redeemed	(18,280,786)	(965,647)
Net increase in shares outstanding	24,101,829	11,335,931
Shares outstanding at beginning of year	12,993,807	1,657,876
Shares outstanding at end of year	<u>37,095,636</u>	<u>12,993,807</u>

See accompanying notes to financial statements.

Hussman Strategic Growth Fund

Financial Highlights

Selected Per Share Data and Ratios for a Share Outstanding Throughout Each Period

	Year Ended June 30, 2003	Year Ended June 30, 2002	Period Ended June 30, 2001^(a)
Net asset value at beginning of period	\$ 13.34	\$ 12.20	\$ 10.00
Income from investment operations:			
Net investment income (loss)	(0.02)	(0.04)	(0.04)
Net realized and unrealized gains on investments and options	1.36	2.52	2.23
Total from investment operations	<u>1.34</u>	<u>2.48</u>	<u>2.19</u>
Distributions from net realized gains	<u>(0.93)</u>	<u>(1.35)</u>	<u>—</u>
Proceeds from redemption fees collected (Note 1)	<u>0.05</u>	<u>0.01</u>	<u>0.01</u>
Net asset value at end of period	<u>\$ 13.80</u>	<u>\$ 13.34</u>	<u>\$ 12.20</u>
Total return	<u>11.25%</u>	<u>22.24%</u>	<u>22.00%^(c)</u>
Net assets at end of period (000's)	<u>\$ 511,928</u>	<u>\$ 173,342</u>	<u>\$ 20,228</u>
Ratio of net expenses to average net assets ^(b)	1.45%	1.99%	1.99% ^(b)
Ratio of net investment income (loss) to average net assets	(0.15%)	(0.81%)	(0.53%) ^(d)
Portfolio turnover rate	123%	199%	55% ^(d)

^(a) Represents the period from the commencement of operations (July 24, 2000) through June 30, 2001.

^(b) Absent investment advisory fees waived by the Adviser, the ratios of expenses to average net assets would have been 2.03% and 2.36%^(d) for the periods ended June 30, 2002 and 2001, respectively.

^(c) Not annualized.

^(d) Annualized.

See accompanying notes to financial statements.

Hussman Strategic Growth Fund

Portfolio of Investments

June 30, 2003

Shares	COMMON STOCKS – 95.38%	Value
Auto Components – 0.42%		
40,000	ArvinMeritor, Inc.	\$ 807,200
75,000	Dana Corp.	867,000
47,800	Dura Automotive Systems, Inc. ^(a)	452,188
		<u>2,126,388</u>
Banks – 0.07%		
9,500	MAF Bancorp, Inc.	<u>352,165</u>
Beverages – 0.96%		
100,000	Adolph Coors Co. - Class B	<u>4,898,000</u>
Biotechnology – 2.50%		
267,800	Applera Corp. - Applied Biosystems Group	5,096,234
113,600	Applied Molecular Evolution, Inc. ^(a)	486,208
50,000	Biogen, Inc. ^(a)	1,900,000
50,000	Covance, Inc. ^(a)	905,000
32,200	Dionex Corp. ^(a)	1,279,950
52,500	Flamel Technologies S.A. - ADR ^(a)	707,175
54,300	Invitrogen Corp. ^(a)	2,083,491
123,100	Nanogen, Inc. ^(a)	361,914
		<u>12,819,972</u>
Building Products – 1.22%		
267,900	York International Corp.	<u>6,268,860</u>
Chemicals – 1.61%		
100,000	Agrium, Inc.	1,096,000
20,400	Albany Molecular Research, Inc. ^(a)	308,040
50,000	Cabot Microelectronics Corp. ^(a)	2,523,500
139,100	Lubrizol Corp. (The)	4,310,709
		<u>8,238,249</u>
Commercial Services and Supplies – 0.89%		
100,000	Convergys Corp. ^(a)	1,600,000
40,000	Hon Industries, Inc.	1,220,000
15,000	Republic Services, Inc. ^(a)	340,050
60,000	Sensient Technologies Corp.	1,379,400
		<u>4,539,450</u>

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	COMMON STOCKS – 95.38% (continued)	Value
Communications Equipment – 1.41%		
150,000	Adaptec, Inc. ^(a)	\$ 1,167,000
100,000	Powerwave Technologies, Inc. ^(a)	627,000
600,000	Tellabs, Inc. ^(a)	3,942,000
50,000	Thermo Electron Corp. ^(a)	1,051,000
31,300	ViaSat, Inc. ^(a)	448,842
		<u>7,235,842</u>
Computers and Peripherals – 3.71%		
155,000	Ambient Corp. ^(a)	38,750
872,700	Gateway, Inc. ^(a)	3,185,355
300,000	Hewlett-Packard Co.	6,390,000
100,000	Lexmark International, Inc. ^(a)	7,077,000
500,000	Sun Microsystems, Inc. ^(a)	2,300,000
		<u>18,991,105</u>
Construction and Engineering – 0.08%		
25,000	Dycom Industries, Inc. ^(a)	407,500
Construction Materials – 0.02%		
24,700	Nanophase Technologies Corp. ^(a)	125,476
Diversified Financials – 0.79%		
50,000	Morgan Stanley	2,137,500
50,000	T. Rowe Price Group, Inc.	1,887,500
		<u>4,025,000</u>
Diversified Telecommunication Services – 3.97%		
75,000	Alltel Corp.	3,616,500
100,000	Andrew Corp. ^(a)	920,000
100,000	BellSouth Corp.	2,663,000
50,000	Nokia Corp. - ADR	821,500
200,000	SBC Communications, Inc.	5,110,000
500,000	Sprint Corporation - FON Group	7,200,000
		<u>20,331,000</u>
Electrical Equipment – 1.27%		
325,000	American Power Conversion Corp.	5,066,750
46,300	Energizer Holdings, Inc. ^(a)	1,453,820
		<u>6,520,570</u>
Electric Utilities – 0.34%		
40,000	Ameren Corp.	1,764,000

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	COMMON STOCKS — 95.38% (continued)	Value
Electronic Equipment and Instruments — 3.15%		
38,600	FEI Co. ^(a)	\$ 724,136
100,000	Flextronics International, Ltd. ^(a)	1,039,000
75,000	Koninklijke (Royal) Philips Electronics N.V.	1,433,250
100,000	Mentor Graphics Corp. ^(a)	1,448,000
50,000	Proton Energy Systems, Inc. ^(a)	107,000
100,000	RSA Security, Inc. ^(a)	1,075,000
300,000	Sanmina-SCI Corp. ^(a)	1,893,000
67,500	SI Diamond Technology, Inc. ^(a)	54,675
200,000	STMicroelectronics N.V.	4,158,000
50,000	Varian, Inc. ^(a)	1,733,500
100,000	Vishay Intertechnology, Inc. ^(a)	1,320,000
38,200	Waters Corp. ^(a)	1,112,766
		<u>16,098,327</u>
Energy Equipment and Services — 0.05%		
25,700	Micrel, Inc. ^(a)	<u>267,023</u>
Food and Drug Retail — 1.08%		
75,000	Albertson's, Inc.	1,440,000
87,400	Ruddick Corp.	1,373,928
50,000	SUPERVALU, Inc.	1,066,000
135,200	Winn-Dixie Stores, Inc.	1,664,312
		<u>5,544,240</u>
Food Products — 0.38%		
75,000	Fresh Del Monte Produce, Inc.	<u>1,926,750</u>
Gas Utilities — 0.56%		
100,000	Sempra Energy	<u>2,853,000</u>
Health Care Equipment and Supplies — 1.73%		
20,000	Advanced Neuromodulation Systems, Inc. ^(a)	1,035,400
7,100	Bausch & Lomb, Inc.	266,250
25,000	CTI Molecular Imaging, Inc. ^(a)	472,750
50,000	Guidant Corp.	2,219,500
50,000	IDEXX Laboratories, Inc. ^(a)	1,684,000
105,700	Mentor Corp.	2,048,466
142,000	Orthodontic Centers of America, Inc. ^(a)	1,137,420
		<u>8,863,786</u>

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	COMMON STOCKS – 95.38% (continued)	Value
Health Care Providers and Services – 5.56%		
50,000	DaVita, Inc. ^(a)	\$ 1,339,000
75,000	HCA, Inc.	2,403,000
75,000	Oxford Health Plans, Inc. ^(a)	3,152,250
175,000	PacificCare Health Systems, Inc. ^(a)	8,632,750
18,900	Pediatrix Medical Group, Inc. ^(a)	673,785
554,800	Quintiles Transnational Corp. ^(a)	7,872,612
125,000	Renal Care Group, Inc. ^(a)	4,401,250
		28,474,647
Hotels, Restaurants and Leisure – 3.48%		
50,000	Applebee's International, Inc.	1,571,500
70,900	Lone Star Steakhouse and Saloon, Inc.	1,543,493
247,500	Outback Steakhouse, Inc.	9,652,500
25,000	Papa John's International, Inc. ^(a)	701,250
150,000	Wendy's International, Inc.	4,345,500
		17,814,243
Household Durables – 5.64%		
150,000	American Greetings Corp. - Class A ^(a)	2,946,000
100,000	Clayton Homes, Inc.	1,255,000
136,600	Furniture Brands International, Inc. ^(a)	3,565,260
325,000	Linens 'n Things, Inc. ^(a)	7,673,250
100,000	Newell Rubbermaid, Inc.	2,800,000
344,000	Sherwin-Williams Co. (The)	9,246,720
25,000	Stanley Works (The)	690,000
50,000	Tupperware Corp.	718,000
		28,894,230
Household Products – 0.27%		
49,900	Blyth, Inc.	1,357,280
Industrial Conglomerates – 0.94%		
100,000	Flowserve Corp. ^(a)	1,967,000
100,000	General Electric Co.	2,868,000
		4,835,000
Information Technology Consulting and Services – 2.86%		
100,000	Macrovision Corp. ^(a)	1,992,000
200,000	Synopsys, Inc. ^(a)	12,370,000
19,200	Syntel, Inc. ^(a)	302,016
		14,664,016
Insurance – 0.17%		
85,488	Aegon N.V. - American Regular Shares	858,299

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	COMMON STOCKS – 95.38% (continued)	Value
Internet and Catalog Retail – 0.89%		
125,000	Amazon.com, Inc. ^(a)	\$ 4,561,250
Internet Software and Services – 2.04%		
1,800	Aladdin Knowledge Systems ^(a)	6,824
339,000	Check Point Software Technologies, Ltd. ^(a)	6,627,450
24,000	Internet Security Systems, Inc. ^(a)	347,760
250,000	VeriSign, Inc. ^(a)	3,457,500
		10,439,534
Leisure Equipment and Products – 4.27%		
445,000	Borders Group, Inc. ^(a)	7,836,450
300,000	Callaway Golf Co.	3,966,000
350,000	Eastman Kodak Co.	9,572,500
16,800	Fuji Photo Film Co., Ltd. - ADR	484,008
		21,858,958
Media – 0.27%		
50,000	Sony Corp. - ADR	1,400,000
Metals and Mining – 6.76%		
250,000	Agnico-Eagle Mines, Ltd.	2,900,000
600,000	Barrick Gold Corp.	10,740,000
150,000	Freeport/McMoRan Copper and Gold, Inc. - Class B	3,675,000
400,000	Newmont Mining Corp.	12,984,000
350,000	Placer Dome, Inc.	4,294,500
		34,593,500
Multiline Retail – 2.57%		
248,100	American Eagle Outfitters, Inc. ^(a)	4,495,572
117,500	BJ's Wholesale Club, Inc. ^(a)	1,769,550
40,000	Catalina Marketing Corp. ^(a)	706,000
43,600	Dillard's, Inc.	587,292
150,000	Dollar Tree Stores, Inc. ^(a)	4,759,500
50,000	J.C. Penney Co., Inc.	842,500
		13,160,414
Oil and Gas – 3.31%		
50,000	Amerada Hess Corp.	2,459,000
25,000	Burlington Resources, Inc.	1,351,750
100,000	Cabot Corp.	2,870,000
11,100	MKS Instruments, Inc. ^(a)	200,577
50,000	Newfield Exploration Co. ^(a)	1,877,500
25,000	Petro-Canada	998,750
364,100	Petroleo Brasileiro S.A. - ADR	7,194,616
		16,952,193

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	COMMON STOCKS – 95.38% (continued)	Value
Paper and Forest Products – 1.08%		
113,100	Minerals Technologies, Inc.	\$ 5,503,446
Personal Products – 0.39%		
100,000	Ocular Sciences, Inc. ^(a)	1,985,000
Pharmaceuticals – 6.61%		
565,800	Altair Nanotechnologies, Inc. ^(a)	594,090
50,000	Biovail Corp. ^(a)	2,353,000
100,000	Elan Corp. PLC - ADR ^(a)	564,000
400,000	King Pharmaceuticals, Inc. ^(a)	5,904,000
250,000	Merck & Co., Inc.	15,137,500
50,000	Mylan Laboratories, Inc.	1,738,500
151,000	Pharmaceutical Product Development, Inc. ^(a)	4,338,230
139,600	Pharmacopeia, Inc. ^(a)	1,151,700
25,000	Schering-Plough Corp.	465,000
40,000	Watson Pharmaceuticals, Inc. ^(a)	1,614,800
		<u>33,860,820</u>
Real Estate – 0.49%		
75,000	Standard Pacific Corp.	2,487,000
Road and Rail – 0.42%		
50,000	Teekay Shipping Corp.	2,145,000
Semiconductor Equipment and Products – 4.07%		
375,000	Intel Corp.	7,794,000
50,000	Nanometrics, Inc. ^(a)	354,000
750,000	Taiwan Semiconductor Manufacturing Co., Ltd. - ADR ^(a)	7,560,000
300,000	Veeco Instruments, Inc. ^(a)	5,109,000
		<u>20,817,000</u>
Software – 3.04%		
75,000	Autodesk, Inc.	1,212,000
200,000	Cadence Design Systems, Inc. ^(a)	2,412,000
100,000	Cognizant Technology Solutions Corp. ^(a)	2,436,000
150,000	Microsoft Corp.	3,841,500
144,900	Novell, Inc. ^(a)	446,292
150,000	NVIDIA Corp. ^(a)	3,451,500
100,000	PeopleSoft, Inc. ^(a)	1,759,000
		<u>15,558,292</u>

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	COMMON STOCKS — 95.38% (continued)	Value
Specialty Retail — 6.52%		
250,000	Abercrombie & Fitch Co. - Class A ^(a)	\$ 7,102,500
200,000	Barnes & Noble, Inc. ^(a)	4,610,000
125,000	Children's Place Retail Stores, Inc. (The) ^(a)	2,482,500
275,000	Circuit City Stores, Inc.	2,420,000
225,000	Gap, Inc. (The)	4,221,000
75,000	Home Depot, Inc. (The)	2,484,000
275,000	Limited Brands	4,262,500
80,000	Men's Warehouse, Inc. (The) ^(a)	1,748,000
70,300	Office Depot, Inc. ^(a)	1,020,053
250,000	Toys "R" Us, Inc. ^(a)	3,030,000
		33,380,553
Textiles & Apparel — 6.66%		
300,000	Jones Apparel Group, Inc. ^(a)	8,778,000
216,800	Liz Claiborne, Inc.	7,642,200
167,600	Oakley, Inc. ^(a)	1,972,652
125,000	Reebok International Ltd. ^(a)	4,203,750
140,000	Stride Rite Corp. (The)	1,380,400
200,000	Tommy Hilfiger Corp. ^(a)	1,848,000
200,000	V.F. Corp.	6,810,000
75,300	Wolverine World Wide, Inc.	1,450,278
		34,085,280
Tobacco — 0.36%		
40,000	Altria Group, Inc.	1,817,600
Trading Companies and Distributors — 0.50%		
80,000	Genuine Parts Co.	2,560,800
	Total Common Stocks (Cost \$453,753,999)	\$ 488,261,058
Contracts	OPTION CONTRACTS — 1.80%	Value
	S&P 100 Index Option,	
2,250	Put, 08/16/03 at \$490	\$ 3,037,500
4,500	Call, 09/20/03 at \$500	6,165,000
	Total Option Contracts (Cost \$9,316,875)	\$ 9,202,500

Hussman Strategic Growth Fund

Portfolio of Investments *(continued)*

June 30, 2003

Shares	Money Markets – 5.47%	Value
28,030,364	First American Treasury Obligation Fund - Class S (Cost \$28,030,364)	\$ 28,030,364
	Total Investments at Value – 102.65% (Cost \$491,101,238)	\$ 525,493,922
	Liabilities in Excess of Other Assets – (2.65%)	(13,566,148)
	Net Assets – 100.00%	<u>\$ 511,927,774</u>

^(a) Non-income producing security.

See accompanying notes to financial statements.

Hussman Strategic Growth Fund

Notes to Financial Statements

June 30, 2003

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

The Hussman Strategic Growth Fund (the "Fund") is a series of Hussman Investment Trust (the "Trust"), an open-end management investment company. The Fund is registered under the Investment Company Act of 1940 (the "1940 Act"). The Fund is authorized to issue an unlimited number of shares.

As part of the Trust's organization, the Fund issued in a private placement 10,000 shares of beneficial interest to Hussman Econometrics Advisors, Inc., (the "Adviser") at \$10.00 a share on June 20, 2000. The Fund commenced operations on July 24, 2000.

The Fund's investment objective is to provide long-term capital appreciation, with added emphasis on capital preservation during unfavorable market conditions.

Securities and Options Valuation — The Fund values its portfolio securities at market value as of the close of regular trading on the New York Stock Exchange (NYSE) (normally, 4:00 Eastern time) on each business day the NYSE is open. Securities, other than options, listed on the NYSE or other exchanges are valued on the basis of their last sale prices on the exchanges on which they are primarily traded. However, if the last sale price on the NYSE is different than the last sale price on any other exchange, the NYSE price will be used. If there are no sales on that day, the securities are valued at the closing bid price on the NYSE or other primary exchange for that day. Securities which are quoted by NASDAQ are valued at the NASDAQ Official Closing Price. If there are no sales on that day, the securities are valued at the mean between the closing bid and asked prices as reported by NASDAQ. Securities traded in the over-the-counter market, and which are not quoted by NASDAQ, are valued at the last sales price, if available, otherwise, at the mean of the closing bid and asked prices.

Pursuant to valuation procedures approved by the Board of Trustees, options traded on a national securities exchange are valued at a price between the closing bid and ask prices determined by the Adviser to most closely reflect market value as of the time of computation of net asset value. As of June 30, 2003, all options held by the Fund have been valued in this manner. Options not traded on a national securities exchange or board of trade, but for which over-the-counter market quotations are readily available, are valued at the mean of their closing bid and ask prices.

Hussman Strategic Growth Fund

Notes to Financial Statements *(continued)*

June 30, 2003

In the event that market quotations are not readily available or are determined by the Adviser to not be reflective of fair market value due to market events or developments, securities and options are valued at fair value as determined in good faith in accordance with procedures adopted by the Board of Trustees.

Option Transactions — The Fund may purchase and write put and call options on broad-based stock indices. The Fund may also purchase and write call and put options on individual securities. When the Fund writes an option, an amount equal to the net premium (the premium less the commission) received by the Fund is recorded in the liabilities section of the Fund's Statement of Assets and Liabilities and is subsequently valued. If an option expires on the stipulated expiration date or if the Fund enters into a closing purchase transaction, it will realize a gain (or a loss if the cost of a closing purchase transaction exceeds the net premium received when the option is sold) and the liability related to such option will be eliminated. If an option is exercised, the Fund may deliver the underlying security in the open market. In this event, the proceeds of the sale will be increased by the net premium originally received and the Fund will realize a gain or loss.

Share Valuation and Redemption Fees — The net asset value of the Fund's shares is calculated at the close of regular trading on the NYSE (normally 4:00 p.m., Eastern time) on each day that the NYSE is open for business. To calculate net asset value, the Fund's assets are valued and totaled, liabilities are subtracted, and the balance is divided by the number of shares outstanding. The offering price and redemption price per share is equal to the net asset value per share, except that shares of the Fund are subject to a redemption fee of 1.5% if redeemed within six months of the date of purchase. During the years ended June 30, 2003 and 2002, the Fund received redemption fees of \$1,511,290 and \$108,201, respectively.

Investment Income — Interest income is accrued as earned. Dividend income is recorded on the ex-dividend date.

Distributions to Shareholders — Dividends arising from net investment income, if any, are declared and paid annually to shareholders of the Fund. Net realized short-term capital gains, if any, may be distributed throughout the year and net realized long-term capital gains, if any, are distributed at least once a year. The amount of distributions from net investment income and net realized gains are determined in accordance with federal income tax regulations which

Hussman Strategic Growth Fund

Notes to Financial Statements *(continued)*

June 30, 2003

may differ from accounting principles generally accepted in the United States. These "book/tax" differences are either temporary or permanent in nature and are primarily due to timing differences in the recognition of capital gains or losses for option transactions and losses deferred due to wash sales.

The tax character of distributions paid during the years ended June 30, 2003 and 2002 were as follows:

Ex-Date of Distribution	Ordinary Income	Long-Term Capital Gains	Total Distributions
November 22, 2002	\$ 13,032,474	\$ 16,739,647	\$ 29,772,121
October 31, 2001	\$ 2,903,835	\$ —	\$ 2,903,835

Organization Expenses — All costs incurred by the Trust in connection with the organization of the Fund and the initial public offering of shares of the Fund, principally professional fees and printing, were initially paid by the Adviser, but have been recovered by the Adviser pursuant to the Expense Limitation Agreement (See Note 3).

Security Transactions — Security transactions are accounted for on trade date. Cost of securities sold is determined on a specific identification basis.

Accounting Estimates — The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from these estimates.

Federal income tax — It is the Fund's policy to comply with the special provisions of the Internal Revenue Code applicable to regulated investment companies. As provided therein, in any fiscal year in which the Fund so qualifies and distributes at least 90% of its taxable net income, the Fund (but not the shareholders) will be relieved of federal income tax on the income distributed. Accordingly, no provision for income taxes has been made.

In order to avoid imposition of the excise tax applicable to regulated investment companies, it is also the Fund's intention to declare and pay as dividends in each calendar year at least 98% of its net investment income (earned during the calendar year) and 98% of its net realized capital gains (earned during the twelve months ended October 31) plus undistributed amounts from prior years.

Hussman Strategic Growth Fund

Notes to Financial Statements *(continued)*

June 30, 2003

The following information is computed on a tax basis for each item as of June 30, 2003:

Cost of portfolio investments	\$ 491,495,956
Gross unrealized appreciation	\$ 56,167,183
Gross unrealized depreciation	(22,054,842)
Net unrealized appreciation	\$ 34,112,341
Undistributed long-term gains	397,876
Post-October losses	(15,718,216)
Total distributable earnings	\$ 18,792,001

The difference between the federal income tax cost of portfolio investments and the financial statement cost is due to certain timing differences in the recognition of capital gains or losses under income tax regulations and accounting principles generally accepted in the United States.

The Fund had realized capital losses of \$15,718,216 during the period November 1, 2002 through June 30, 2003, which are treated for federal income tax purposes as arising during the Fund's tax year ended June 30, 2004. These "post-October losses" may be utilized in future years to offset net realized capital gains prior to distributing such gains to shareholders.

For the year ended June 30, 2003, the Fund reclassified net investment losses of \$625,304 against paid-in capital on the Statement of Assets and Liabilities. Such reclassification, the result of permanent differences between financial statement and income tax reporting requirements, has no effect of the Fund's net assets or net asset value per share.

2. INVESTMENT TRANSACTIONS

During the year ended June 30, 2003, purchases and proceeds from sales and maturities of investment securities, other than short-term investments, amounted to \$754,734,191 and \$471,417,337, respectively.

Hussman Strategic Growth Fund

Notes to Financial Statements *(continued)*

June 30, 2003

3. TRANSACTIONS WITH AFFILIATES

Certain Trustees and officers of the Trust are affiliated with the Adviser or Ultimus Fund Solutions, LLC ("Ultimus"), the Fund's administrator, transfer agent and fund accounting agent.

Advisory Agreement

Under the terms of an Advisory Agreement between the Trust and the Adviser, the Fund pays a fee, which is computed and accrued daily and paid monthly, at an annual rate of 1.25% of the first \$250 million of its average daily net assets; 1.15% of the next \$250 million of such assets; 1.05% of the next \$500 million of such assets; and 0.95% of such assets in excess of \$1 billion.

Pursuant to an Expense Limitation Agreement, the Adviser contractually agreed to waive a portion of its advisory fees and if necessary, reimburse a portion of the Fund's operating expenses until at least June 30, 2003 so that the Fund's ordinary operating expenses would not exceed 2.00% per annum of average net assets (the "Cap"). Advisory fee waivers and expense reimbursements by the Adviser were generally subject to repayment by the Fund for a period of three years after such fees and expenses were incurred provided that the repayments did not cause the Fund's ordinary operating expenses to exceed the Cap. Pursuant to the Expense Limitation Agreement, during the year ended June 30, 2003, the Adviser received \$19,954 in previously waived fees. As of June 30, 2003, all advisory fee waivers and expense reimbursements have been repaid to the Adviser by the Fund.

Administration Agreement

Under the terms of an Administration Agreement, Ultimus supplies executive, administrative and regulatory services to the Fund, supervises the preparation of tax returns, and coordinates the preparation of reports to shareholders and reports to and filings with the Securities and Exchange Commission and state securities authorities.

For these services, Ultimus receives a monthly fee from the Fund at an annual rate of 0.15% on its average daily net assets up to \$50 million; 0.125% on the next \$50 million of such assets; 0.10% on the next \$150 million of such assets; 0.075% on the next \$250 million of such assets; and 0.05% on such net assets in excess of \$500 million, subject to a minimum monthly fee of \$2,000.

Hussman Strategic Growth Fund

Notes to Financial Statements *(continued)*

June 30, 2003

Fund Accounting Agreement

Under the terms of a Fund Accounting Agreement between the Trust and Ultimus, Ultimus calculates the daily net asset value per share and maintains the financial books and records of the Fund. For these services, Ultimus receives from the Fund a monthly base fee of \$2,500, plus an asset based fee equal to 0.01% of its average daily net assets up to \$500 million and 0.005% of such net assets in excess of \$500 million. In addition, the Fund pays certain out-of-pocket expenses incurred by Ultimus in obtaining valuations of the Fund's portfolio securities.

Transfer Agent and Shareholder Services Agreement

Under the terms of a Transfer Agent and Shareholder Services Agreement between the Trust and Ultimus, Ultimus maintains the records of each shareholder's account, answers shareholders' inquiries concerning their accounts, processes purchases and redemptions of Fund shares, acts as dividend and distribution disbursing agent, and performs other shareholder service functions. For these services, Ultimus receives from the Fund a monthly fee at an annual rate of \$17 per account, subject to a minimum of \$1,500 per month. For the year ended June 30, 2003, the Fund paid \$84,904 to Ultimus under the agreement. In addition, the Fund pays certain out-of-pocket expenses incurred by Ultimus including, but not limited to, postage and supplies.

4. OPTION CONTRACTS WRITTEN

Transactions in option contracts written during the year ended June 30, 2003, were as follows:

	Option Contracts	Option Premiums
Options outstanding at beginning of year	3,425	\$ 8,839,592
Options written	45,375	97,857,505
Options cancelled in a closing purchase transaction	(48,800)	(106,697,097)
Options outstanding at end of year	<u> —</u>	<u> \$ —</u>

5. BANK LINE OF CREDIT

The Fund has an unsecured \$10,000,000 bank line of credit. Borrowings under this arrangement bear interest at a rate determined by the bank at the time of borrowing. During the year ended June 30, 2003, the Fund had no outstanding borrowings under the line of credit.

Report of the Independent Auditor

To the Shareholders and Board of Trustees
of the Hussman Strategic Growth Fund of the Hussman Investment Trust

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of the Hussman Strategic Growth Fund of the Hussman Investment Trust as of June 30, 2003, and the related statement of operations for the year then ended, and the statements of changes in net assets and financial highlights for the two years in the period then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits. The financial highlights presented herein for the period ended June 30, 2001 were audited by other auditors who have ceased operations. Those auditors expressed an unqualified opinion on the financial highlights in their report dated July 27, 2001.

We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of June 30, 2003 by correspondence with the custodian and brokers. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the Hussman Strategic Growth Fund of the Hussman Investment Trust as of June 30, 2003, the results of its operations for the year then ended, and the changes in its net assets and financial highlights for the two years in the period then ended, in conformity with accounting principles generally accepted in the United States.

Ernst & Young LLP

Cincinnati, Ohio
July 24, 2003

Board of Trustees and Officers *(Unaudited)*

Overall responsibility for management of the Fund rests with the Board of Trustees. The Trustees serve during the lifetime of the Trust and until its termination, or until death, resignation, retirement or removal. The Trustees, in turn, elect the officers of the Fund to actively supervise its day-to-day operations. The officers have been elected for an annual term. The following are the Trustees and executive officers of the Fund:

Trustee	Address	Age	Position Held with the Trust	Length of Time Served
*John P. Hussman, Ph. D.	3525 Ellicott Mills Drive Ellicott City, MD 21043	40	President and Trustee	Since June 2000
*Lee R. Baker	3103 SW 37th Street Des Moines, IA 50321	73	Trustee	Since June 2000
David C. Anderson	916 North Oak Park Avenue Oak Park, IL 60302	52	Trustee	Since June 2000
Nelson F. Freeburg	9320 Grove Park Cove Germantown, TN 38139	51	Trustee	Since June 2000
William H. Vanover	838 Long Lake Road, Suite 100 Bloomfield Hills, MI 48302	56	Trustee	Since June 2000
Robert G. Dorsey	135 Merchant Street Cincinnati, OH 45246	46	Vice President	Since June 2000
Mark J. Seger	135 Merchant Street Cincinnati, OH 45246	41	Treasurer	Since June 2000
John F. Splain	135 Merchant Street Cincinnati, OH 45246	46	Secretary	Since June 2000

* Dr. Hussman, as an affiliated person of the Adviser, is an "interested person" of the Trust within the meaning of Section 2(a)(19) of the Investment Company Act of 1940. Mr. Baker, by reason of his ownership of shares of the Trust, is also considered an "interested person" of the Trust.

Each Trustee oversees two portfolios of the Trust. The principal occupations of the Trustees and executive officers of the Fund during the past five years and public directorships held by the Trustees are set forth below:

John P. Hussman, Ph. D. is Chairman, President and Treasurer of the Adviser. He was a professor of Economics and International Finance at the University of Michigan School of Business Administration from 1992 until 1999.

David C. Anderson is Network Administrator for Hephzibah Children's Association (a child welfare organization).

Board of Trustees and Officers *(Unaudited) (continued)*

Lee R. Baker is Director of the Raymond F. Baker Foundation and a member of the Board of Governors of the Iowa State University Foundation and the Baker Council for Excellence in Agronomy.

Nelson F. Freeburg is President and owner of Formula Research, Inc. (a financial newsletter publication). He is also owner of Freeburg Properties LLC, Freeburg Development LLC and Chickasaw Land & Investment Company.

William H. Vanover is Investment Officer for Planning Alternatives, Ltd. (a registered investment adviser).

Robert G. Dorsey is a Managing Director of Ultimus Fund Solutions, LLC and Ultimus Fund Distributors, LLC. Prior to March 1999, he was President of Countrywide Fund Services, Inc. (a mutual fund services company).

Mark J. Seger is a Managing Director of Ultimus Fund Solutions, LLC and Ultimus Fund Distributors, LLC. Prior to March 1999, he was First Vice President of Countrywide Fund Services, Inc.

John F. Splain is a Managing Director of Ultimus Fund Solutions, LLC and Ultimus Fund Distributors, LLC. Prior to March 1999, he was First Vice President and Secretary of Countrywide Fund Services, Inc. and affiliated companies.

Additional information about members of the Board of Trustees and Officers is available in the Statement of Additional Information (SAI). To obtain a free copy of the SAI, please call 1-800-HUSSMAN (1-800-487-7626). The SAI may also be downloaded from the Fund website at www.hussmanfunds.com.

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities is available upon request by calling toll-free 1-800-487-7626, or on the Securities and Exchange Commission's website at <http://www.sec.gov>.

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Ellicott City, Maryland 21043

www.hussmanfunds.com
1-800-HUSSMAN (1-800-487-7626)

ADMINISTRATOR/TRANSFER AGENT

Ultimus Fund Solutions, LLC
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Cincinnati, Ohio 45246

CUSTODIAN

U.S. Bank
425 Walnut Street
Cincinnati, Ohio 45202

INDEPENDENT AUDITORS

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250 East Fifth Street
Cincinnati, Ohio 45202

LEGAL COUNSEL

Schulte Roth & Zabel LLP
919 Third Avenue
New York, New York 10022



This Annual Report is authorized for distribution only if accompanied or preceded by a current Prospectus for the Fund.