

# Monteagle Funds

## Prospectus

Class A Shares  
Class C Shares

*November 9, 2009*

MONTEAGLE FIXED INCOME FUND

MONTEAGLE INFORMED INVESTOR GROWTH FUND

MONTEAGLE QUALITY GROWTH FUND

MONTEAGLE SELECT VALUE FUND

MONTEAGLE VALUE FUND

The Securities and Exchange Commission has not approved or disapproved these securities or passed upon the adequacy of this prospectus. Any representation to the contrary is a criminal offense.



## Notice to Investors

Monteagle Funds (the “Trust”) is an open-end, management investment company. The Trust has six separate investment portfolios (“Fund” or “Funds”). Each Fund offers its own shares and has a distinct investment goal to meet specific investor needs. This Prospectus describes in detail the Funds’ objectives, investment policies, risks, fees and other matters of interest. Please read it carefully before investing.

Shares of the Monteagle Funds are:

---

Not FDIC Insured	May Lose Value	No Bank Guarantee
------------------	----------------	-------------------

---

---

## TABLE OF CONTENTS

---

### FUND SUMMARIES

Monteagle Fixed Income Fund . . . . .	1
Monteagle Informed Investor Fund . . . . .	6
Monteagle Quality Growth Fund . . . . .	10
Monteagle Select Value Fund . . . . .	14
Monteagle Value Fund . . . . .	18

### MORE ABOUT THE FUNDS

Monteagle Fixed Income Fund . . . . .	23
Monteagle Informed Investor Fund . . . . .	29
Monteagle Quality Growth Fund . . . . .	32
Monteagle Select Value Fund . . . . .	36
Monteagle Value Fund . . . . .	40

YOUR ACCOUNT . . . . .	44
------------------------	----

DISTRIBUTIONS AND TAXES . . . . .	58
-----------------------------------	----

FINANCIAL HIGHLIGHTS . . . . .	60
--------------------------------	----

NOTICE OF PRIVACY POLICY . . . . .	69
------------------------------------	----

# FUND SUMMARIES

---

## Monteagle Fixed Income Fund

---

### RISK/RETURN SUMMARY

---

#### Investment Objective

The investment objective of the Monteagle Fixed Income Fund (the “Fund”) is total return. The Fund will provide shareholders with at least 60 days notice before changing this objective.

#### Principal Investment Strategy

The Fund seeks to achieve its objective of total return through capital appreciation on the bonds and other securities held and income on those securities. The Fund invests in investment grade intermediate term fixed income securities maintaining an average maturity of bonds and notes (on a dollar weighted basis) generally between 3 and 8 years; and rated at least Aa or higher by Moody’s Investors Service, Inc. or AA or higher by Standard and Poor’s Ratings Group for municipal bonds and A or higher by Moody’s Investors Service, Inc. or Standard and Poor’s Ratings Group for corporate bonds. Under normal circumstances, at least 80% of the Fund’s net assets will be fixed income securities, including U.S. government securities, securities issued by agencies of the U.S. government, mortgage-backed securities, taxable municipal bonds and corporate debt securities, with no more than 70% in any one category. The Fund, based on assessment of market conditions, will either lengthen or shorten the average maturity of the portfolio and/or switch between bonds of different sectors, with the view of maximizing the total return for the types of obligations purchased. The securities purchased may have maturities ranging from overnight to 30 years.

### CONCEPTS TO UNDERSTAND

**A Debt or Fixed Income Security** is a security such as a bond or note that obligates the issuer to pay the security owner a specified sum of money at set intervals as well as repay the principal amount of the security at its maturity.

**Maturity** means the date at which a debt security is due and payable.

**Duration** is a measure of a security’s average life that reflects the present value of the security’s cash flow. Prices of securities with longer durations will fluctuate more in response to changes in interest rates. A duration of 5, for example, means the price of the bond will change by approximately 5% for a 1% change in yield.

**United States Government Security** is a debt security issued by the United States or any of its agencies or instrumentalities such as the Government National Mortgage Association.

## Principal Risks of Investing in the Fund

You could lose money on your investment in the Fund and the Fund could underperform other investments. The principal risks of investing in the Fund include:

- The Fund's share price, yield and total return will fluctuate in response to bond market movements. Prices of fixed income securities with longer effective maturities are more sensitive to interest rate changes than those with shorter effective maturities.
- The value of most bonds will fall when interest rates rise; the longer a bond's maturity and the lower its credit quality, the more its value typically falls. The value of your investment may decrease when interest rates rise. To the extent the Fund invests in fixed income securities with longer maturities, the Fund will be more greatly affected by changes in interest rates, and will be more volatile, than a fund that invests in securities with shorter maturities. Investing in mortgage-backed and similar securities, there is also the risk that a decline in interest rates may result in holders of the assets backing the securities to prepay their debts, resulting in potential losses in these securities' value and yield. Alternatively, rising interest rates may reduce the amount of prepayments on the assets backing these securities, causing the Fund's average maturity to rise and increasing the Fund's potential for losses in value.
- The Fund may invest in mortgage-backed and other similar securities. A decline in interest rates may result in losses in these securities' values and a reduction in their yields as the holders of the assets backing the securities prepay their debts.
- The Sub-adviser's judgment as to the value of a bond may prove to be wrong.

An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

## Who May Want to Invest in the Fund

You may want to purchase shares of the Fund if:

- You are a long term investor seeking a fund with an income and capital appreciation strategy
- You are an investor seeking to diversify your holdings with bonds and other fixed income securities
- You are an investor seeking higher potential returns than a money market fund
- You are an investor willing to accept fluctuations in the value of your investment.

The Fund may *not* be appropriate for you if:

- You want an investment that pursues stock market trends or focuses only on particular sectors or industries

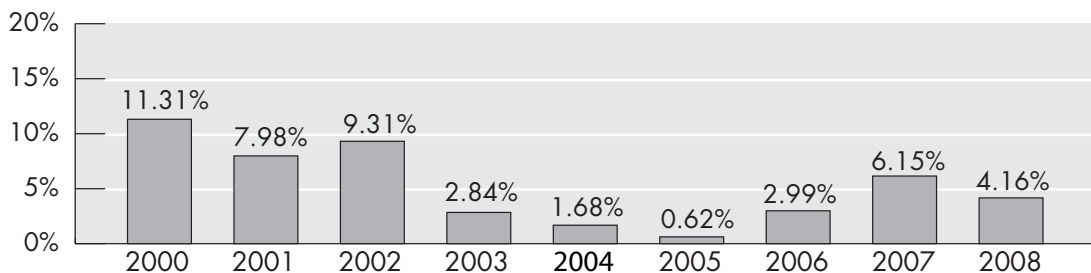
---

## PERFORMANCE

---

The bar chart and performance table that follow provide some indication of the risks and variability of investing in the Fund by showing the changes in the Fund's performance from year to year and by showing how the Fund's average annual total returns compare with those of a broad measure of bond market performance. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future.

The following chart shows the total return<sup>1</sup> for the Institutional Class (I) shares of the Fund for each full calendar year that the Fund has operated. The Class I shares are no-load shares available for investors who have accounts of \$100,000 or more. The Class A & C shares offered by this prospectus have no performance history. The Class A shares have a 3.00% sales charge and the numbers in the table do not reflect any sales charge. The ongoing distribution fees attributable to Class A & C shares would reduce the performance numbers by .25% and 1.00% respectively.



<sup>1</sup> The Fund acquired all the assets and liabilities of the Monteagle Fixed Income Fund, a series of Unified Series Trust (the "Predecessor Fund"), in a tax-free reorganization effective as of July 14, 2006. The Fund is a continuation of the Predecessor Fund and, therefore, the bar chart reflects the Predecessor Fund's returns.

The Fund's Class I shares year-to-date total return through September 30, 2009 was 5.19%.

During the period shown in the bar chart, the highest return for a quarter was 5.76% (for the quarter ended September 30, 2001) and the lowest return was -2.60% (for the quarter ended June 30, 2004). The impact of taxes is not reflected in the bar chart; if reflected, returns would be less than those shown.

**Average Annual Total Returns  
For Periods Ended December 31, 2008**

The following table shows how the Fund's Class I shares average annual total returns compare to those of the Barclays Capital Intermediate U.S. Government/Credit Bond Index (formerly the Lehman Brothers Intermediate U.S. Government/Credit Bond Index). The table also presents the impact of taxes on the Fund's Class I shares returns. After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state and local taxes. Your actual after-tax returns depend on your tax situation and may differ from those shown. If you own the Fund in a tax-deferred account, such as an individual retirement account ("IRA") or a 401(k) plan, after-tax returns are not relevant to your investment because such accounts are subject to taxes only upon distribution.

<b>Monteagle Fixed Income Fund<sup>1</sup></b>	<b>1 Year</b>	<b>5 Years</b>	<b>Since Inception (December 20, 1999)</b>
Return Before Taxes	4.16%	3.10%	5.12%
Return After Taxes on Distributions	2.76%	1.62%	3.41%
Return After Taxes on Distributions and Sale of Fund Shares	2.68%	1.82%	3.40%
<b>Barclays Capital Intermediate U.S. Government/Credit Bond Index<sup>2</sup></b>			
(reflects no deduction for fees, expenses, or taxes)	5.70%	4.64%	6.06%

<sup>1</sup> Performance reflects fee waivers by the Fund's investment adviser for periods prior to 2008; had advisory fees not been waived during such periods, returns would be less than those shown.

<sup>2</sup> The Barclays Capital Intermediate U.S. Government/Credit Bond Index measures the performance of U.S. dollar-denominated U.S. Treasury securities and government-related and investment-grade U.S. corporate securities that have a remaining maturity of greater than or equal to 1 year and less than 10 years.

## FEE TABLE

These tables are intended to help you understand the various costs and expenses you will pay as a shareholder in the Fund. These tables do not reflect charges that may be imposed in connection with an account through which you hold Fund shares.

A broker dealer or financial institution maintaining an account through which you hold Fund shares may charge separate account, service or transaction fees on the purchase or sale of Fund shares that would be in addition to the fees and expenses shown here.

<b>Shareholder Fees (fees paid directly by you)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Maximum sales charge (load) imposed on purchases (as a percentage of offering price)	3.00%	None
Maximum deferred sales charge (as a percentage of the Net Asset Value at purchase)	None	None
Redemption Fees	None	1.00% <sup>1</sup>
<b>Annual Fund Operating Expenses (fees paid from fund assets)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Management Fees <sup>2</sup>	0.97%	0.97%
Distribution [and/or Service] (12b-1) Fees	0.25%	1.00%
Other Expenses <sup>3</sup>	0.07%	0.07%
Acquired (Underlying) Fund Fees and Expenses <sup>4</sup>	0.01%	0.01%
<b>Total Annual Fund Operating Expenses <sup>5</sup></b>	<b>1.30%</b>	<b>2.05%</b>
Fee Waivers and Expense Reimbursements	0.00%	0.00%
Net Expenses (after expense reimbursements)	1.30%	2.05%

<sup>1</sup> Class C shares purchased that are redeemed within one year will be assessed a 1.00% redemption fee.

<sup>2</sup> The Fund's investment adviser is responsible for paying all of the Fund's expenses except costs of membership in trade associations, Securities and Exchange Commission registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs, litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer attributable to the Fund and extraordinary expenses.

<sup>3</sup> Other Expenses are based on amounts for the current fiscal year ended August 31, 2009.

<sup>4</sup> Acquired Fund Fees and Expenses are the fees and expenses incurred indirectly by the Fund as a result of its investments in investment companies and other pooled investment vehicles.

<sup>5</sup> The Class A and C shares do not have any expense history so the numbers in the table are based on estimates associated with the Fund's Class I Shares.

### Example

Based on the costs above, this example helps you compare the expenses of each share class with those of other mutual funds. The example assumes the expenses above remain the same. It also assumes that you invested \$10,000, earned 5% annual returns and reinvested all dividends and distributions. This is only an example; actual expenses may be different.

	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Class A Shares</b>	\$428	\$700	\$991	\$1,821
<b>Class C Shares</b>	\$208	\$643	\$1,103	\$2,379

# Monteagle Informed Investor Growth Fund

## **RISK/RETURN SUMMARY**

### **Investment Objective**

The investment objective of the Monteagle Informed Investor Growth Fund (the “Fund”) is long term growth of capital. The Fund will provide shareholders with at least 60 days notice before changing this objective.

### **Principal Investment Strategy**

The Fund seeks to achieve its objective by investing in “growth stocks.” These are stocks that the Fund’s Sub-adviser believes demonstrate accelerating cash flows, profit margins and/or revenues. The Sub-adviser emphasizes companies where management and/or large outside investors (such as banks, insurance companies and mutual funds) are buyers or owners of the stock or where the company itself is repurchasing its own shares on the open market. Each of these types of investment professionals is considered an “Informed Investor.”

Corporate management is far closer to the day-to-day activities of the companies they own or manage and are often in a much more informed position than the typical Wall Street “expert” to gauge the long-term effects that certain publicly disclosed information or developments may have on the future price of their company’s stock. The Informed Investor follows a long-term strategy that concentrates primarily on positive earnings developments within their own companies, rather than feeding off short-term momentum.

The catalyst of the strategy is Informed Investor ownership; but, investment decision-making for the Fund is triggered by detailed research analysis of such factors as a candidate company’s financial stability and strength, internal valuation and pricing ratios, sector leadership and, most significantly, the sustainability of the earnings growth rate. Similar factors determine when a security is sold. For example, a stock may be sold if there are changes in trading activity by Informed Investors or changes in the company’s fundamentals, such as decelerating earnings or material changes in the debt-equity ratio of the company.

The Fund invests primarily in common stocks of medium and large capitalization U.S. companies, but may invest in companies of any size. Although the Fund will not concentrate in any one industry, it is anticipated that the Fund’s portfolio will focus on a small, select group of industries (“growth industries”) which the Fund’s Sub-adviser believes offer superior growth opportunities based on overall economic trends.

## **CONCEPTS TO UNDERSTAND**

**Growth Investing** means to invest in stocks of companies that have exhibited faster than average earnings growth over the past few years and are expected to continue to show high levels of profit growth.

**Common Stock** is ownership shares in a corporation that are sold initially by the corporation and then traded by investors.

**Market Capitalization** of a company means the value of the company’s common stock in the stock market.

From time to time, the Fund's Sub-adviser may determine that only a limited number of companies meet the criteria for investment described above. At such times, all or a significant portion of the Fund's assets may be invested in broad market index exchange traded funds ("ETFs"), money market instruments (including money market mutual funds) or repurchase agreements for an extended period of time.

## Principal Risks of Investing in the Fund

You could lose money on your investment in the Fund and the Fund could underperform other investments. The principal risks of investing in the Fund include:

- **Management Risk.** The strategy used by the Fund may fail to produce the intended results.
- **Company Risk.** The Fund might decrease in value in response to the activities and financial prospects of an individual company in the Fund's portfolio. The value of an individual company can be more volatile than the market as a whole.
- **Market Risk.** The Fund might decrease in value in response to general market and economic conditions. Factors such as domestic economic growth and market conditions, interest rate levels and political events affect the securities markets.
- **Volatility Risk.** Common stocks tend to be more volatile than other investment choices. Because the Fund will emphasize various growth industries, the value of your shares is likely to be more volatile than a fund that invests in a broader range of industries.
- **Capitalization Risk.** The Fund may invest in small and medium capitalization companies which involve greater risks than those associated with larger, more established companies. Smaller companies may be subject to more abrupt or erratic price movements, for reasons including that the stocks are generally traded in lower volume and that the issuers are more sensitive to changing conditions and have less certain growth prospects.
- **Portfolio Turnover Risk.** The Fund's investment strategy may result in a high portfolio turnover rate. A high portfolio turnover would result in correspondingly greater brokerage commission expenses and may result in the distribution to shareholders of additional capital gains for tax purposes. These factors may negatively affect the Fund's performance.
- As with any mutual fund investment, the Fund's returns will vary and you could lose money.

An investment in the Fund is not a deposit of any bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

## Who May Want to Invest in the Fund

You may want to purchase shares of the Fund if:

- You are a long term investor seeking a fund with a growth investment strategy
- You are an investor willing to accept significant fluctuations in the value of your investment
- You are an investor who can tolerate the greater risks associated with common stock investments

The Fund may *not* be appropriate for you if:

- You need regular income or stability of principal
- You are pursuing a short-term goal or investing emergency reserves

The Fund is not intended to be a “Sector Fund” (a fund concentrating its investments in one industry or related group of industries). To address this risk, the Fund’s policy is: (1) limit its investments in any industry or group of related industries to twenty-five percent (25%) of fund assets; and (2) if the 25% threshold is exceeded due to market appreciation, the portfolio manager shall commence an orderly reduction in holdings to bring the aggregate investment in any industry or group of related industries to below 25%. The Fund will provide Shareholders with at least sixty (60) days notice of any change to this limitation.

**Temporary Defensive Position.** The Fund may from time to time take temporary defensive positions that are inconsistent with the Fund’s principal investment strategies in attempting to respond to adverse market, economic, political, or other conditions. For example, the Fund may hold all or a portion of its assets in broad market index ETFs, money market instruments, securities of no-load mutual funds or repurchase agreements. The Sub-adviser may use ETF’s; however, the Sub-adviser views ETF’s as risky investments because they are more volatile – particularly those that are leveraged or inversely related to the market. To address this risk, the Sub-adviser has strict sell procedures in place. If the Fund invests in shares of another mutual fund, the shareholders of the Fund generally will be subject to duplicative management fees. As a result of engaging in these temporary measures, the Fund may not achieve its investment objective.

---

## PERFORMANCE

---

Performance information has not been presented because the Fund has not been in existence for a full calendar year. Year to date return for Class I Shares as of September 30, 2009 was 44.76%. Since inception the Class I Shares return from April 3, 2008 to August 31, 2009 was 19.75%.

## FEE TABLE

These tables are intended to help you understand the various costs and expenses you will pay as a shareholder in the Fund. These tables do not reflect charges that may be imposed in connection with an account through which you hold Fund shares.

A broker dealer or financial institution maintaining an account through which you hold Fund shares may charge separate account, service or transaction fees on the purchase or sale of Fund shares that would be in addition to the fees and expenses shown here.

<b>Shareholder Fees (fees paid directly by you)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Maximum sales charge (load) imposed on purchases (as a percentage of offering price)	5.00%	None
Maximum deferred sales charge (as a percentage of the Net Asset Value at purchase)	None	None
Redemption Fees	None	1.00% <sup>1</sup>
<b>Annual Fund Operating Expenses (fees paid from fund assets)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Management Fees <sup>2</sup>	1.19%	1.19%
Distribution [and/or Service] (12b-1) Fees	0.25%	1.00%
Other Expenses <sup>3</sup>	0.08%	0.08%
Acquired (Underlying) Fund Fees and Expenses <sup>4</sup>	0.58%	0.58%
<b>Total Annual Fund Operating Expenses<sup>5</sup></b>	<b>2.10%</b>	<b>2.85%</b>
Fee Waivers and Expense Reimbursements	0.00%	0.00%
Net Expenses (after expense reimbursements)	2.10%	2.85%

<sup>1</sup> Class C shares purchased that are redeemed within one year will be assessed a 1.00% redemption fee.

<sup>2</sup> The Fund's investment adviser is responsible for paying all of the Fund's expenses except costs of membership in trade associations, Securities and Exchange Commission registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs, litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer attributable to the Fund and extraordinary expenses.

<sup>3</sup> Other Expenses are based on amounts for the current fiscal year ended August 31, 2009.

<sup>4</sup> Acquired Fund Fees and Expenses are the fees and expenses incurred indirectly by the Fund as a result of its investments in investment companies and other pooled investment vehicles.

<sup>5</sup> The Class A and C shares do not have any expense history so the numbers in the table are based on estimates associated with the Fund's Class I Shares.

### Example

Based on the costs above, this example helps you compare the expenses of each share class with those of other mutual funds. The example assumes the expenses above remain the same. It also assumes that you invested \$10,000, earned 5% annual returns and reinvested all dividends and distributions. This is only an example; actual expenses may be different.

	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Class A Shares</b>	\$702	\$1,125	\$1,572	\$2,810
<b>Class C Shares</b>	\$288	\$883	\$1,504	\$3,176

# Monteagle Quality Growth Fund

## RISK/RETURN SUMMARY

### Investment Objective

The investment objective of the Monteagle Quality Growth Fund (the “Fund”) is long-term capital appreciation. The Fund will provide shareholders with at least 60 days notice before changing this objective.

### Principal Investment Strategy

The Fund uses a “growth investing” style by investing, under normal circumstances, at least 80% of its assets in the common stock of domestic companies that its Sub-adviser believes have superior growth potential and fundamental characteristics that are significantly better than the market average and support internal earnings growth capability. The Fund only invests in companies that have a minimum market capitalization of \$250 million at the time of purchase, and seeks to maintain a minimum average weighted market capitalization of at least \$5 billion.

### Principal Risks of Investing in the Fund

You could lose money on your investment in the Fund and the Fund could underperform other investments. The principal risks of investing in the Fund include:

- The stock market goes down
- The stock market continues to undervalue the stocks in the Fund’s portfolio
- The Sub-adviser’s judgment as to the value of a stock proves to be wrong
- The Fund’s particular investment style falls out of favor with the market
- The Fund may invest in small and medium capitalization companies which involve greater risks than those associated with larger, more established companies. Smaller companies may be subject to more abrupt or erratic price movements, for reasons including that the stocks are generally traded in lower volume and that the issuers are more sensitive to changing conditions and have less certain growth prospects.

An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

## CONCEPTS TO UNDERSTAND

### ***Growth Investing***

means to invest in stocks of companies that have exhibited faster than average earnings growth over the past few years and are expected to continue to show high levels of profit growth.

### ***Common Stock***

is ownership shares in a corporation that are sold initially by the corporation and then traded by investors.

### ***Market Capitalization***

of a company means the value of the company’s common stock in the stock market.

## Who May Want to Invest in the Fund

You may want to purchase shares of the Fund if:

- You are willing to tolerate significant fluctuations in the value of your investment
- You are pursuing a long-term goal
- You are willing to accept higher short-term risk

The Fund may *not* be appropriate for you if:

- You want an investment that pursues market trends or focuses only on particular sectors or industries
- You need regular income or stability of principal
- You are pursuing a short-term goal or investing emergency reserves

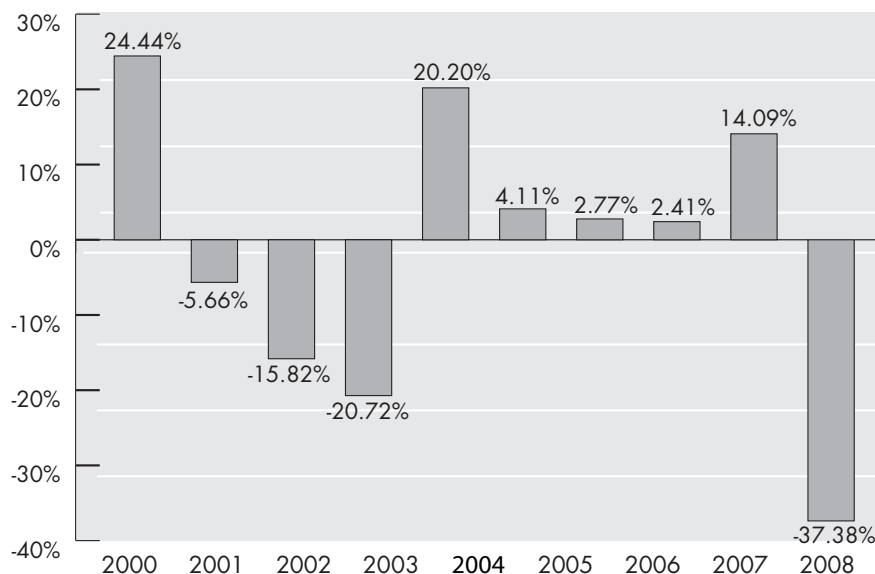
---

## PERFORMANCE

---

The bar chart and performance table that follow provide some indication of the risks and variability of investing in the Fund by showing the changes in the Fund's performance from year to year and by showing how the Fund's average annual total returns compare with those of broad measures of market performance. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future.

The following chart shows the total return for the Institutional Class (I) shares of the Fund for each full calendar year that the Fund has operated. The Class I shares are no-load shares available for investors who have accounts of \$100,000 or more. The Class A & C shares offered by this prospectus have no performance history. The Class A shares have a 5.00% sales charge and the numbers in the table do not reflect any sales charge. The ongoing distribution fees attributable to Class A & C shares would reduce the performance numbers by .25% and 1.00% respectively.



The Fund's Class I shares year-to-date total return through September 30, 2009 was 23.22%.

During the period shown in the bar chart, the highest quarterly return was 16.32% (for the quarter ended December 31, 1999) and the lowest return was -23.95% (for the quarter ended December 31, 2008). The impact of taxes is not reflected in the bar chart; if reflected, returns would be less than those shown.

### **Average Annual Total Returns for the periods ended December 31, 2008**

The table below shows how the Fund's Class I Shares average annual total returns compared to those of the S&P 500 Index® and the Russell 1000 Growth Index®. The table also presents the impact of taxes on the Fund's Class I Shares returns. After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state or local income taxes. Your actual after-tax returns depend on your tax situation and may differ from those shown. If you own the Fund in a tax-deferred account, such as an individual retirement account ("IRA") or a 401(k) plan, after-tax returns are not relevant to your investment because such accounts are subject to taxes only upon distribution.

<b>Monteagle Quality Growth Fund <sup>1</sup></b>	<b>1 Year</b>	<b>5 Years</b>	<b>10 Years</b>	<b>Since Inception (March 30, 1998)</b>
Return Before Taxes	-37.38%	-4.78%	-3.00%	-1.06%
Return After Taxes on Distributions	-37.38%	-4.79%	-3.94%	-2.13%
Return After Taxes on Distributions and Sale of Fund Shares	-24.30%	-4.01%	-2.69%	-1.18%
<b>S&amp;P 500 Index® <sup>2</sup></b>				
(reflects no deduction for fees, expenses or taxes)	-37.00%	-2.19%	-1.38%	-0.10%%
<b>Russell 1000 Growth Index® <sup>3</sup></b>				
(reflects no deduction for fees, expenses or taxes)	-38.44%	-3.42%	-4.27%	-2.22%

<sup>1</sup> Performance reflects fee waivers by the Fund's investment adviser for periods prior to 2007; had advisory fees not been waived during such periods, returns would be less than those shown.

<sup>2</sup> The S&P 500 Index® is the Standard & Poor's 500 Index, a widely recognized, unmanaged index of common stock. The index figures assume reinvestment of all dividends paid by stocks included in the index. One cannot invest directly in the index. While both the S&P 500 Index® and the Russell 1000 Growth Index® are shown, the Fund's Sub-adviser believes that the S&P 500 Index® more closely represents the Fund's industry diversification, capitalization range and risk characteristics.

<sup>3</sup> The Russell 1000 Growth Index® tracks stocks in the Russell 1000 Index® with higher price-to-book ratios and higher forecasted growth values. One cannot invest directly in the index.

## FEE TABLE

These tables are intended to help you understand the various costs and expenses you will pay as a shareholder in the Fund. These tables do not reflect charges that may be imposed in connection with an account through which you hold Fund shares.

A broker dealer or financial institution maintaining an account through which you hold Fund shares may charge separate account, service or transaction fees on the purchase or sale of Fund shares that would be in addition to the fees and expenses shown here.

<b>Shareholder Fees (fees paid directly by you)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Maximum sales charge (load) imposed on purchases (as a percentage of offering price)	5.00%	None
Maximum deferred sales charge (as a percentage of the Net Asset Value at purchase)	None	None
Redemption Fees	None	1.00% <sup>1</sup>
<b>Annual Fund Operating Expenses (fees paid from fund assets)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Management Fees <sup>2</sup>	1.20%	1.20%
Distribution [and/or Service] (12b-1) Fees	0.25%	1.00%
Other Expenses <sup>3</sup>	0.12%	0.12%
Acquired (Underlying) Fund Fees and Expenses <sup>4</sup>	0.01%	0.01%
<b>Total Annual Fund Operating Expenses<sup>5</sup></b>	<b>1.58%</b>	<b>2.33%</b>
Fee Waivers and Expense Reimbursements	0.00%	0.00%
Net Expenses (after expense reimbursements)	1.58%	2.33%

<sup>1</sup> Class C shares purchased that are redeemed within one year will be assessed a 1.00% redemption fee.

<sup>2</sup> The Fund's investment adviser is responsible for paying all of the Fund's expenses except costs of membership in trade associations, Securities and Exchange Commission registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs, litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer attributable to the Fund and extraordinary expenses.

<sup>3</sup> Other Expenses are based on amounts for the current fiscal year ended August 31, 2009.

<sup>4</sup> Acquired Fund Fees and Expenses are the fees and expenses incurred indirectly by the Fund as a result of its investments in investment companies and other pooled investment vehicles.

<sup>5</sup> The Class A and C shares do not have any expense history so the numbers in the table are based on estimates associated with the Fund's Class I Shares.

### Example

Based on the costs above, this example helps you compare the expenses of each share class with those of other mutual funds. The example assumes the expenses above remain the same. It also assumes that you invested \$10,000, earned 5% annual returns and reinvested all dividends and distributions. This is only an example; actual expenses may be different.

	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Class A Shares</b>	\$653	\$974	\$1,317	\$2,284
<b>Class C Shares</b>	\$236	\$727	\$1,245	\$2,666

# Monteagle Select Value Fund

## RISK/RETURN SUMMARY

### Investment Objective

The investment objective of the Monteagle Select Value Fund (the “Fund”) is long-term capital appreciation. The Fund will provide shareholders with at least 60 days notice before changing this objective.

### Principal Investment Strategies

The Fund uses a “value investing” style by investing, under normal circumstances, at least 80% of its assets in the common stock of domestic companies that the Fund’s Sub-adviser believes are under-priced relative to comparable securities determined by price/earnings ratios, cash flows or other measures. The Sub-adviser relies on stock selection to achieve its results, rather than trying to time market fluctuations. In selecting stocks, the Sub-adviser establishes valuation parameters, by using relative ratios or target prices to evaluate companies on several levels. The Fund seeks to maintain a minimum average weighted market capitalization of at least \$5 billion.

### Principal Risks of Investing in the Fund

You could lose money on your investment in the Fund and the Fund could underperform other investments. The principal risks of investing in the Fund include:

- The stock market goes down
- The stock market continues to undervalue the stocks in the Fund’s portfolio
- The Adviser’s judgment as to the value of a stock proves to be wrong
- The Fund’s particular investment style falls out of favor with the market

An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

## CONCEPTS TO UNDERSTAND

### **Value Investing**

means to invest in stocks whose prices are low relative to stocks of comparable companies.

### **Common Stock**

is ownership shares in a corporation that are sold initially by the corporation and then traded by investors.

### **Price/Earnings Ratio**

means the per share ratio of a company’s current market capitalization to its annual earnings.

### **Market capitalization**

of a company means the value of the company’s common stock in the stock market.

## Who May Want to Invest in the Fund

You may want to purchase shares of the Fund if:

- You are willing to tolerate significant fluctuations in the value of your investment
- You are pursuing a long-term goal
- You are willing to accept higher short-term risk

The Fund may *not* be appropriate for you if:

- You want an investment that pursues market trends or focuses only on particular sectors or industries
- You need regular income or stability of principal
- You are pursuing a short-term goal or investing emergency reserves

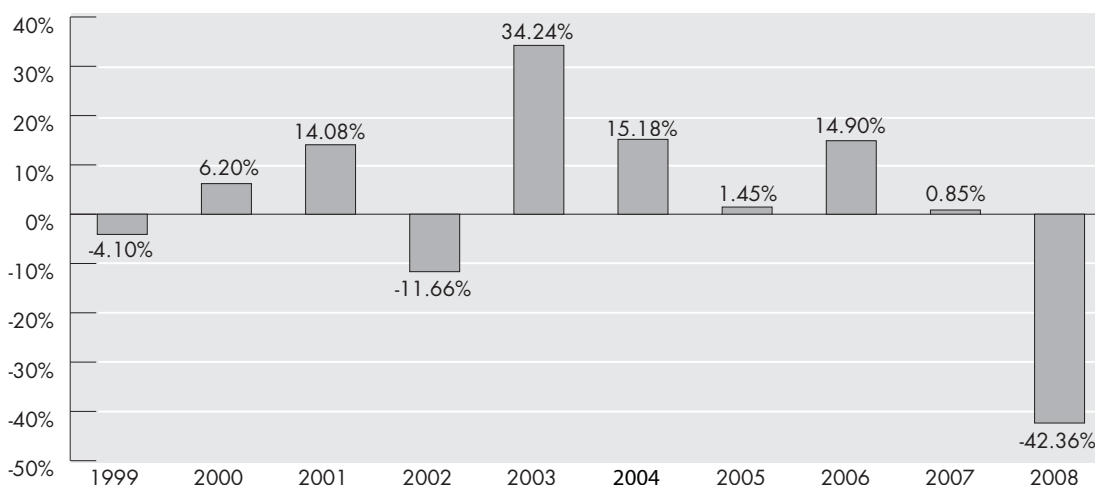
---

## PERFORMANCE

---

The bar chart and performance table that follow provide some indication of the risks and variability of investing in the Fund by showing the changes in the Fund's performance from year to year and by showing how the Fund's average annual total returns compare with those of a broad measure of market performance. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future.

The following chart shows the total return for the Institutional Class (I) shares of the Fund for each full calendar year that the Fund has operated. The Class I shares are no-load shares available for investors who have accounts of \$100,000 or more. The Class A & C shares offered by this prospectus have no performance history. The Class A shares have a 5.00% sales charge and the numbers in the table do not reflect any sales charge. The ongoing distribution fees attributable to Class A & C shares would reduce the performance numbers by .25% and 1.00% respectively.



The Fund's Class I shares year-to-date total return through September 30, 2009 was 16.90%.

During the period shown in the bar chart, the highest quarterly return was 19.63% (for the quarter ended June 30, 2003) and the lowest return was -27.73% (for the quarter ended December 31, 2008). The impact of taxes is not reflected in the bar chart; if reflected, returns would be less than those shown.

### **Average Annual Total Returns For Periods Ended December 31, 2008**

The table below shows how the Fund's Class I Shares average annual total returns compare to those of the S&P 500 Index®. The table also presents the impact of taxes on the Fund's Class I Shares returns. After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state and local taxes. Your actual after-tax returns depend on your tax situation and may differ from those shown. If you own the Fund in a tax-deferred account, such as an individual retirement account ("IRA") or a 401(k) plan, after-tax returns are not relevant to your investment because such accounts are subject to taxes only upon distribution.

<b>Monteagle Select Value Fund <sup>1</sup></b>	<b>1 Year</b>	<b>5 Years</b>	<b>10 Years</b>	<b>Since Inception (March 30, 1998)</b>
Return Before Taxes	-42.36%	-4.84%	0.73%	-0.08%
Return After Taxes on Distributions	-42.36%	-5.75%	-0.01%	-0.78%
Return After Taxes on Distributions and Sale of Fund Shares	-27.48%	-4.05%	0.46%	-0.22%
<b>S&amp;P 500 Index® <sup>2</sup></b>				
(reflects no deduction for fees, expenses or taxes)	-37.00%	-2.19%	-0.10%	-0.10%

<sup>1</sup> Performance reflects fee waivers by the Adviser for periods prior to 2008; had advisory fees not been waived during such periods, returns would be less than those shown.

<sup>2</sup> The S&P 500 Index® is the Standard & Poor's 500 Index, a widely recognized, unmanaged index of common stock. The index figures assume reinvestment of all dividends paid by stocks included in the index. One cannot invest directly in the index.

## FEE TABLE

These tables are intended to help you understand the various costs and expenses you will pay as a shareholder in the Fund. These tables do not reflect charges that may be imposed in connection with an account through which you hold Fund shares.

A broker dealer or financial institution maintaining an account through which you hold Fund shares may charge separate account, service or transaction fees on the purchase or sale of Fund shares that would be in addition to the fees and expenses shown here.

<b>Shareholder Fees (fees paid directly by you)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Maximum sales charge (load) imposed on purchases (as a percentage of offering price)	5.00%	None
Maximum deferred sales charge (as a percentage of the Net Asset Value at purchase)	None	None
Redemption Fees	None	1.00% <sup>1</sup>
<b>Annual Fund Operating Expenses (fees paid from fund assets)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Management Fees <sup>2</sup>	1.20%	1.20%
Distribution [and/or Service] (12b-1) Fees	0.25%	1.00%
Other Expenses <sup>3</sup>	0.13%	0.13%
Acquired (Underlying) Fund Fees and Expenses <sup>4</sup>	0.05%	0.05%
<b>Total Annual Fund Operating Expenses<sup>5</sup></b>	<b>1.63%</b>	<b>2.38%</b>
Fee Waivers and Expense Reimbursements	0.00%	0.00%
Net Expenses (after expense reimbursements)	1.63%	2.38%

<sup>1</sup> Class C shares purchased that are redeemed within one year will be assessed a 1.00% redemption fee.

<sup>2</sup> The Fund's investment adviser is responsible for paying all of the Fund's expenses except costs of membership in trade associations, Securities and Exchange Commission registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs, litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer attributable to the Fund and extraordinary expenses.

<sup>3</sup> Other Expenses are based on amounts for the current fiscal year ended August 31, 2009.

<sup>4</sup> Acquired Fund Fees and Expenses are the fees and expenses incurred indirectly by the Fund as a result of its investments in investment companies and other pooled investment vehicles.

<sup>5</sup> The Class A and C shares do not have any expense history so the numbers in the table are based on estimates associated with the Fund's Class I Shares.

### Example

Based on the costs above, this example helps you compare the expenses of each share class with those of other mutual funds. The example assumes the expenses above remain the same. It also assumes that you invested \$10,000, earned 5% annual returns and reinvested all dividends and distributions. This is only an example; actual expenses may be different.

	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Class A Shares</b>	\$657	\$988	\$1,342	\$2,336
<b>Class C Shares</b>	\$241	\$742	\$1,270	\$2,716

# Monteagle Value Fund

## RISK/RETURN SUMMARY

### Investment Objective

The investment objective of the Monteagle Value Fund (the “Fund”) is long term growth of capital. The Fund will provide shareholders with at least 60 days notice before changing this objective.

### Principal Investment Strategy

A long-term (or “buy and hold”) approach is used to manage the Fund’s portfolio. The Fund invests primarily in common stocks of medium and large capitalization U.S. companies (those with market capitalizations of \$1 billion or more) that are believed to be undervalued based on value characteristics, such as lower relative price valuations, above average earnings per share growth and higher dividend yields compared to the S&P 500 Index®. A stock will be sold when it is no longer undervalued or when the fundamentals of the company that affect revenue and profitability have changed significantly, either in a positive or negative direction.

### Principal Risks of Investing in the Fund

You could lose money on your investment in the Fund and the Fund could underperform other investments. The principal risks of investing in the Fund include:

- **Management Risk.** The strategy used by the Fund may fail to produce the intended results.
- **Company Risk.** The Fund might decrease in value in response to the activities and financial prospects of an individual company in the Fund’s portfolio. The value of an individual company can be more volatile than the market as a whole.
- **Market Risk.** The Fund might decrease in value in response to general market and economic conditions. Factors such as domestic economic growth and market conditions, interest rate levels, and political events affect the securities markets.
- **Volatility Risk.** Common stocks tend to be more volatile than other investment choices.

## CONCEPTS TO UNDERSTAND

### **Value Investing**

means to invest in stocks whose prices are low relative to stocks of comparable companies.

### **Common Stock**

is ownership shares in a corporation that are sold initially by the corporation and then traded by investors.

### **Price/Earnings Ratio**

means the per share ratio of a company’s current market capitalization to its annual earnings.

### **Market Capitalization**

of a company means the value of the company’s common stock in the stock market.

- **Value Style Risk.** The Fund invests in a style that emphasizes “value stocks”. The market may not agree with the determination that a stock is undervalued, and the stock’s price may not increase to what the Fund’s investment adviser or Sub-adviser believes is its full value. It may even decrease in value.
- **Portfolio Turnover Risk.** Generally, the Fund intends to invest for long-term purposes. However, the Fund’s rate of portfolio turnover will depend upon market and other conditions, and it will not be a limiting factor when the Sub-adviser believes that portfolio changes are necessary or appropriate. Periods of portfolio “repositioning” may result in a high portfolio turnover rate. A high portfolio turnover would result in correspondingly greater brokerage commission expenses and may result in the distribution to shareholders of additional capital gains for tax purposes. These factors may negatively affect the Fund’s performance.
- **Capitalization Risk.** The Fund may invest in mid-capitalization companies which involve greater risks than those associated with larger, more established companies. Smaller companies may be subject to more abrupt or erratic price movements, for reasons including that the stocks are generally traded in lower volume and that the issuers are more sensitive to changing conditions and have less certain growth prospects.
- As with any mutual fund investment, the Fund’s returns will vary and you could lose money.

An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

## Who May Want to Invest in the Fund

You may want to purchase shares of the Fund if:

- You are a long-term investor seeking a fund with a value investment strategy
- You are an investor willing to accept significant fluctuations in the value of your investment
- You are an investor who can tolerate the greater risks associated with common stock investments

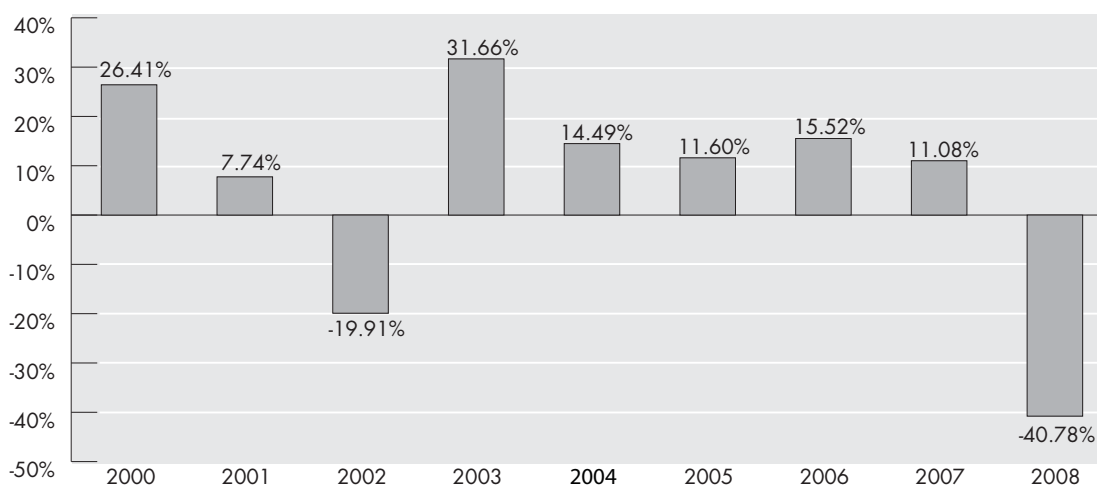
The Fund may *not* be appropriate for you if:

- You want an investment that pursues market trends or focuses only on particular sectors or industries
- You need regular income or stability of principal
- You are pursuing a short-term goal or investing emergency reserves

## PERFORMANCE

The bar chart and performance table that follow provide some indication of the risks and variability of investing in the Fund by showing the changes in the Fund's performance from year to year and by showing how the Fund's average annual total returns compare with those of broad measures of market performance. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future.

The following chart shows the total return<sup>1</sup> for the Institutional Class (I) shares of the Fund for each full calendar year that the Fund has operated. The Class I shares are no-load shares available for investors who have accounts of \$100,000 or more. The Class A & C shares offered by this prospectus have no performance history. The Class A shares have a 5.00% sales charge and the numbers in the table do not reflect any sales charge. The ongoing distribution fees attributable to Class A & C shares would reduce the performance numbers by .25% and 1.00% respectively.



<sup>1</sup> The Unified Series Trust acquired all the assets and liabilities of the Monteagle Value Fund, a series of AmeriPrime Advisors Trust (the "AmeriPrime Predecessor Fund"), in a tax-free reorganization effective as of September 26, 2005. The Monteagle Funds acquired all the assets and liabilities of the Monteagle Value Fund, a series of Unified Series Trust (the "Unified Predecessor Fund"), in a tax-free reorganization effective as of July 14, 2006. The Fund is a continuation of the AmeriPrime Predecessor Fund and Unified Predecessor Fund (collectively the "Predecessor Funds") and, therefore, the bar chart includes the returns of the Predecessor Funds.

The Fund's Class I shares year-to-date total return through September 30, 2009 was 25.58%.

During the period shown in the bar chart, the highest quarterly return was 18.21% (for the quarter ended June 30, 2003) and the lowest return was -27.28% (for the quarter ended December 31, 2008). The impact of taxes is not reflected in the bar chart; if reflected, returns would be less than those shown.

**Average Annual Total Returns**  
**For the periods ended December 31, 2008**

The table that follows shows how the Fund’s Class I Shares average annual total returns compare to those of the S&P 500 Index® and the Russell 2000 Value Index®. The table also presents the impact of taxes on the Fund’s Class I Shares returns. After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state and local taxes. Your actual after-tax returns depend on your tax situation and may differ from those shown. If you own the Fund in a tax-deferred account, such as an individual retirement account (“IRA”) or a 401(k) plan, after-tax returns are not relevant to your investment because such accounts are subject to taxes only upon distribution.

<b>Monteagle Value Fund<sup>1</sup></b>	<b>1 Year</b>	<b>5 Years</b>	<b>Since Inception (December 20, 1999)</b>
Return Before Taxes	-40.78%	-0.59%	4.04%
Return After Taxes on Distributions	-40.93%	-1.27%	3.09%
Return After Taxes on Distributions and Sale of Fund Shares	-26.48%	-0.61%	3.17%
<b>S&amp;P 500 Index®<sup>2</sup></b>			
(reflects no deduction for fees, expenses or taxes)	-37.00%	-2.19%	-3.20%
<b>Russell 2000 Value Index®<sup>3</sup></b>			
(reflects no deduction for fees, expenses or taxes)	-28.92%	0.27%	7.51%

<sup>1</sup> Includes returns of the AmeriPrime Predecessor Fund and the Unified Predecessor Fund.

<sup>2</sup> The S&P 500 Index® is the Standard & Poor’s 500 Index, a widely recognized, unmanaged index of common stock. The index figures assume reinvestment of all dividends paid by stocks included in the index. One cannot invest directly in the index. While both the S&P 500 Index® and the Russell 2000 Value Index® are shown, the Fund’s Sub-adviser believes that the S&P 500 Index® more closely represents the Fund’s industry diversification, capitalization range and risk characteristics.

<sup>3</sup> The Russell 2000 Value Index® tracks stocks in the Russell 2000 Index® with lower price-to-book ratios and lower forecasted growth values. One cannot invest directly in the index.

## FEE TABLE

These tables are intended to help you understand the various costs and expenses you will pay as a shareholder in the Fund. These tables do not reflect charges that may be imposed in connection with an account through which you hold Fund shares.

A broker dealer or financial institution maintaining an account through which you hold Fund shares may charge separate account, service or transaction fees on the purchase or sale of Fund shares that would be in addition to the fees and expenses shown here.

<b>Shareholder Fees (fees paid directly by you)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Maximum sales charge (load) imposed on purchases (as a percentage of offering price)	5.00%	None
Maximum deferred sales charge (as a percentage of the Net Asset Value at purchase)	None	None
Redemption Fees	None	1.00% <sup>1</sup>
<b>Annual Fund Operating Expenses (fees paid from fund assets)</b>	<b>Class A Shares</b>	<b>Class C Shares</b>
Management Fees <sup>2</sup>	1.20%	1.20%
Distribution [and/or Service] (12b-1) Fees	0.25%	1.00%
Other Expenses <sup>3</sup>	0.11%	0.11%
Acquired (Underlying) Fund Fees and Expenses <sup>4</sup>	0.02%	0.02%
<b>Total Annual Fund Operating Expenses<sup>5</sup></b>	<b>1.58%</b>	<b>2.33%</b>
Fee Waivers and Expense Reimbursements	0.00%	0.00%
Net Expenses (after expense reimbursements)	1.58%	2.33%

<sup>1</sup> Class C shares purchased that are redeemed within one year will be assessed a 1.00% redemption fee.

<sup>2</sup> The Fund's investment adviser is responsible for paying all of the Fund's expenses except costs of membership in trade associations, Securities and Exchange Commission registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs, litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer attributable to the Fund and extraordinary expenses.

<sup>3</sup> Other Expenses are based on amounts for the current fiscal year ended August 31, 2009.

<sup>4</sup> Acquired Fund Fees and Expenses are the fees and expenses incurred indirectly by the Fund as a result of its investments in investment companies and other pooled investment vehicles.

<sup>5</sup> The Class A and C shares do not have any expense history so the numbers in the table are based on estimates associated with the Fund's Class I Shares.

### Example

Based on the costs above, this example helps you compare the expenses of each share class with those of other mutual funds. The example assumes the expenses above remain the same. It also assumes that you invested \$10,000, earned 5% annual returns and reinvested all dividends and distributions. This is only an example; actual expenses may be different.

	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
<b>Class A Shares</b>	\$653	\$974	\$1,317	\$2,284
<b>Class C Shares</b>	\$236	\$727	\$1,245	\$2,666

# MORE ABOUT THE FUNDS

---

## Monteagle Fixed Income Fund

---

### INVESTMENT OBJECTIVE, INVESTMENT STRATEGIES AND RISKS

---

#### Investment Objective

The investment objective of the Fund is total return.

#### Investment Strategies

The Fund invests in investment grade intermediate term fixed income securities maintaining an average maturity of bonds and notes (on a dollar weighted basis) generally between 3 and 8 years; and rated at least Aa or higher by Moody's Investors Service, Inc. or AA or higher by Standard and Poor's Ratings Group for municipal bonds and A or higher by Moody's Investors Service, Inc. or Standard and Poor's Ratings Group for corporate bonds. Under normal circumstances, the Fund will invest at least 80% of its assets in fixed income securities, including U.S. government securities, securities issued by agencies of the U.S government, mortgaged-backed securities (and similar securities), taxable municipal bonds and corporate debt securities, but no more than 70% in any one category.

The Fund seeks to achieve its objective of total return through capital appreciation on the bonds and other securities held and income on those securities. The Fund's portfolio will be actively managed and, based on an assessment of market conditions, the Fund will either lengthen or shorten the average maturity of the portfolio and/or switch between bonds of different sectors, with the view of maximizing the total return for the types of obligations purchased. The Fund may achieve capital appreciation by owning bonds of longer duration when interest rates are declining, protecting against large depreciation, and by owning bonds of shorter duration when interest rates are rising. In addition, the Fund may achieve capital appreciation if the credit quality of corporate and municipal bonds improve and there is a rating upgrade which may be reflected in a higher price based on greater demand for that security. For this purpose, the Fund will use a proprietary "Bond Market Watch" model to evaluate macroeconomic indicators and, based on this evaluation, attempt to anticipate interest rate changes.

The Fund may sell a security if:

- an interest rate change is expected to occur and the Fund seeks to lengthen or shorten the duration of the portfolio;
- a sector of the market has become less attractive for total return compared to another sector;
- a security receives a rating downgrade which could increase credit risk and negatively impact the market value of the security; or

- a security receives a rating upgrade that positively impacts the market value of the security and the Fund wishes to capture the appreciation.

## Investment Risks

**Generally.** There is no assurance that the Fund will achieve its investment objective, and the Fund's net asset value and total return will fluctuate based upon changes in the value of its portfolio securities. Upon redemption, an investment in the Fund may be worth less than its original cost.

The Fund, by itself, does not provide a complete investment program. All investments made by the Fund have some risk. Among other things, the market value of any security in which the Fund may invest is based upon the market's perception of value and not necessarily the par value of an issuer or other objective measure of the issuer's worth.

- **Management Risk.** The strategy used by the Fund may fail to produce the intended results.
- **Credit Risk.** The issuer of the fixed income security may not be able to make interest and principal payments when due. Generally, the lower the credit rating of a security, the greater uncertainty of debtors making timely interest and principal payments, and ultimately the risk that the issuer will default on its obligation.
- **Mortgage Risk.** Because rising interest rates reduce the tendency of mortgage borrowers to prepay or refinance their loans, rising interest rates tend to increase the effective maturity of mortgage-related securities, resulting in greater losses when interest rates rise. This is known as extension risk. Conversely, falling interest rates may encourage borrowers to pay off or refinance their mortgages sooner than expected. This can reduce the effective maturity of mortgage related securities and lower the returns of the Fund because the Fund will have to reinvest its assets at the lower prevailing interest rates. This is known as prepayment risk
- As with any mutual fund investment, the Fund's returns will vary and you could lose money.

An investment in the Fund is not a deposit of any bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

**Temporary Defensive Position.** The Fund may from time to time assume a temporary defensive position that is inconsistent with the Fund's principal investment strategies in attempting to respond to adverse market, economic, political or other conditions. For example, the Fund may hold all or a portion of its assets in securities issued by the U.S. Government, cash or cash equivalents such as high quality money market instruments. If the Fund invests in shares of another mutual fund, the shareholders of the Fund generally will be subject to duplicative management fees. As a result of engaging in these temporary measures, the Fund may not achieve its investment objective.

---

## MANAGEMENT

---

### Adviser

Nashville Capital Corporation (“Nashville Capital” or the “Adviser”), 209 10th Avenue South, Suite 332, Nashville Tennessee 37203, serves as investment adviser to the Fund pursuant to a Management Agreement with Monteagle Funds (the “Trust”). Subject to the general oversight of the Board of Trustees of the Trust (the “Board”), the Adviser is responsible for among other things, developing a continuing investment program for the Fund in accordance with its investment objective, reviewing the investment strategies and policies of the Fund and advising the Board on the selection of Sub-advisers.

In this capacity, Nashville Capital advises and assists the officers of the Trust in conducting the business of the Fund and is responsible for providing general investment advice and guidance to the Fund, although the Adviser has delegated responsibility for the selection and ongoing monitoring of the securities in the Fund’s investment portfolio to Howe and Rusling, Inc. Nashville Capital was formed in 1986 and, as of September 30, 2009, managed assets of over \$114 million.

Pursuant to the Management Agreement, the Adviser is paid a management fee based on the Fund’s average daily net assets according to the following schedule schedule:

Average Daily Net Assets of the Fund	Management Fee Rate
First \$50 million	0.965%
\$50 million to \$100 million	0.845%
Over \$100 million	0.775%

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, Securities and Exchange Commission (“SEC”) registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation fees and expenses of non-interested Trustees, 50% of the compensation of the Trust’s Chief Compliance Officer (the “CCO”) attributable to the Fund and extraordinary expenses.

A discussion regarding the basis for approval by the Board of Trustees of the Trust’s Management Agreement with the Adviser is available in the Fund’s semi-annual report for the period ended February 28, 2009.

## Sub-Adviser / Portfolio Managers

The Adviser has the ultimate responsibility (subject to oversight by the Board) to oversee the Fund's Sub-adviser and recommend its hiring, termination and replacement. The Adviser has entered into an investment sub-advisory agreement with Howe and Rusling, Inc. ("H&R"), under which H&R serves as the Fund's Sub-adviser. The Adviser has retained H&R to render advisory services and make daily investment decisions for the Fund. The day-to-day management of the Fund is performed by the portfolio managers employed by H&R. H&R is registered as an investment adviser under the Investment Advisers Act of 1940. Information regarding H&R and the business experience and educational background of the Fund's portfolio managers follow:

**Howe and Rusling, Inc. ("H&R")** at 120 East Avenue, Rochester, NY 14604, manages the Fund's portfolio and has since the Fund's inception. H&R serves primarily individual, retirement plan, corporate and non-profit endowment clients. It manages both individual stocks and bonds for its clients. As of September 30, 2009, H&R had approximately \$631 million in assets under management.

A discussion regarding the basis for the most recent approval by the Board of Trustees of the Sub-Advisory Agreement by and among the Trust, the Adviser and H&R is available in the Fund's annual report for the fiscal year ended August 31, 2009.

**Portfolio Managers.** The Fixed Income Portfolio Management Committee of H&R (the "Fixed Income Committee") is responsible for establishing the fixed income strategy of the Fund, including determining the investments that the Fund will make. The Fixed Income Committee has been managing the Fund since its inception. The Fixed Income Committee is comprised of the following members: Robert J. Prorok, Vincent A. Russo and Craig D. Cairns. Robert J. Prorok is Chair of the Fixed Income Committee and is primarily responsible for guiding H&R's overall fixed income strategy from a macroeconomic level. Vincent A. Russo is primarily responsible for the day-to-day operational management and trading of H&R's fixed income portfolios, including the Fund. Craig Cairns is a voting member of the Fixed Income Committee and is also responsible for reviewing and commenting on H&R's fixed income process.

**Robert J. Prorok** serves as Vice President and Senior Portfolio Manager of H&R since January 2009. Mr. Prorok is the Chair of the Fixed Income Committee, and also serves on the H&R Equity Portfolio Management Committee. Bob joined H&R in March 2000 as Vice President and Portfolio Manager. Previously, he was vice president and senior portfolio manager of the Long-Term Asset Management Group at Chase Manhattan Bank in Rochester, where he was responsible for managing a collection of portfolios for corporations, foundations, endowments, and individuals, including as vice president in charge of fixed income management. Bob also has overseen strategic planning for the northwest area of the Roman Catholic Diocese of Rochester, and is a member of a regional school district's improvement team. He holds an MBA in Finance, a master's degree in Economics, and a Bachelor's degree in Economics, all from the State University of New York at Buffalo.

**Vincent A. Russo** serves as Vice President and Director of Fixed Income Research since September 2007. Mr. Russo joined H&R in October 2002 as Fixed Income Analyst. He has more than 19 years of experience as a financial professional. In addition to being a voting member of the Fixed Income Committee, Vince is primarily responsible for implementing the strategy adopted by the Fixed Income Committee with respect to the Fund, subject to oversight by Mr. Rusling. Prior to joining H&R, Vince was an employee of Allstate Financial from 2001 and, prior to that, he served as an officer in the Treasury group of the former Rochester Community Savings Bank for more than 12 years. His knowledge of the capital markets, as well as his analytical experience in modeling portfolio sensitivity to shifts in the Treasury Yield Curve, is a valuable addition to the Fund's management team. Vince is a graduate of the William E. Simon School of Business Administration at the University of Rochester. Vince is also a graduate of St. John Fisher College in Rochester, New York. He has taught Corporate Finance as an adjunct professor at the Rochester Institute of Technology.

**Craig D. Cairns**, as the President and Chief Compliance Officer since March 2003, oversees the day-to-day operational functions at H&R, as well as the promotion, distribution and sales of H&R's investment management services. He has a strong commitment to client servicing and business development. Craig is chair of the H&R's Equity Portfolio Management Committee and a voting member of the Fixed Income Committee. Previously, Craig was vice president at the investment advisory firm of Manning & Napier where he was responsible for developing new business and servicing more than 150 clients. As a captain in the U.S. Army from 1986 to 1991, Craig flew Apache helicopters and earned the Distinguished Flying Cross and Air Medal with Valor Device for service during Operation Desert Storm. Craig holds an MBA in Finance (1995) from the William E. Simon Graduate School of Business Administration at the University of Rochester, and was named to the Beta Gamma National Business Honor Society. He also graduated Magna Cum Laude in 1986 from St. Bonaventure University with a Bachelor's degree in Economics. The Fund's Statement of Additional Information contains further details about the portfolio managers' compensation, other accounts they manage, and their ownership of Fund shares.

The Fund's Statement of Additional Information contains further details about the portfolio managers' compensation, other accounts they manage, and their ownership of Fund shares.

## **Fund Expenses**

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's CCO attributable to the Fund and extraordinary expenses. In this regard, it should be noted that most investment companies pay their own operating expenses directly, while the Fund's expenses, except those specified above, are paid by the Adviser.

The Fund's expenses are comprised of expenses directly attributable to the Fund as well as expenses that are allocated among all series of the Trust. In addition, the Adviser is responsible for distribution expenses – including, among other things, the expense of printing and mailing prospectuses and sales materials used for promotional purposes. The Adviser or the Sub-adviser (not the Fund) may, from its management fee, pay certain financial institutions (which may include banks, brokers, securities dealers and other industry professionals) a fee for providing distribution-related services and/or performing certain administrative servicing functions for Fund shareholders to the extent these institutions are allowed to do so by applicable statute or regulation.

# Monteagle Informed Investor Growth Fund

---

## MANAGEMENT

---

### Adviser

Nashville Capital Corporation (“Nashville Capital” or the “Adviser”), 209 10th Avenue South, Suite 332, Nashville, Tennessee 37203, serves as investment adviser to the Fund pursuant to a Management Agreement with Monteagle Funds (the “Trust”). Subject to the general oversight of the Board of Trustees of the Trust (the “Board”), the Adviser is responsible for among other things, developing a continuing investment program for the Fund in accordance with its investment objective, reviewing the investment strategies and policies of the Fund and advising the Board on the selection of Sub-advisers.

In this capacity, Nashville Capital advises and assists the officers of the Trust in conducting the business of the Fund and is responsible for providing general investment advice and guidance to the Fund, although the Adviser has delegated responsibility for the selection and ongoing monitoring of the securities in the Fund’s investment portfolio to T.H. Fitzgerald & Co. Nashville Capital was formed in 1986 and, as of September 30, 2009, managed assets of over \$114 million. Pursuant to the Management Agreement, the Adviser is paid a management fee based on the Fund’s average daily net assets according to the following schedule:

Average Daily Net Assets of the Fund	Management Fee Rate
First \$25 million	1.200%
\$25 million to \$50 million	1.115%
\$50 million to \$100 million	0.975%
Over \$100 million	0.875%

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, Securities and Exchange Commission registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust’s Chief Compliance Officer (the “CCO”) attributable to the Fund and extraordinary expenses.

A discussion regarding the basis for approval by the Board of the Trust’s Management Agreement with the Adviser is available in the Trust’s semi-annual report for the period ended February 28, 2009.

## **Sub-Adviser / Portfolio Manager**

The Adviser has the ultimate responsibility (subject to oversight by the Board) to oversee the Fund's Sub-adviser and recommend its hiring, termination and replacement. The Adviser has entered into an investment sub-advisory agreement with T.H. Fitzgerald & Company ("T.H. Fitzgerald"), under which T.H. Fitzgerald serves as the Fund's Sub-adviser. The Adviser has retained T.H. Fitzgerald to render advisory services and make daily investment decisions for the Fund. T.H. Fitzgerald is registered as an investment adviser under the Investment Advisers Act of 1940. Information regarding T.H. Fitzgerald and the portfolio manager's business experience and educational background follow:

**T.H. Fitzgerald & Company ("T.H. Fitzgerald")**, located at 180 Church Street, Naugatuck, Connecticut 06770, manages the portfolio of the Fund and has since its inception. As of September 30, 2009, T.H. Fitzgerald manages approximately \$151 million for large institutional accounts. T.H. Fitzgerald accepts no individual or private accounts, regardless of size. The firm has been owner-managed since its founding in 1959. The Fund offers the individual investor access to the firm's proprietary "Informed Investor" strategy.

A discussion regarding the basis for approval by the Board of the Fund's Sub-Advisory Agreement by and among the Trust, the Adviser and T.H. Fitzgerald is available in the Trust's semi-annual report for the period ended February 28, 2009.

**Portfolio Manager.** Investment decisions for the Fund are made by Thomas H. Fitzgerald, Jr. Mr. Fitzgerald is responsible for the day-to-day management of the Fund and has been since the Fund's inception (April 2008).

**Thomas H. Fitzgerald, Jr.** is President and, beginning in 1982, the Chief Portfolio Investment Officer of the firm that bears his father's name. The firm was founded in New York in 1959. Mr. Fitzgerald was a founding principal and the first editor of The Money Market Directory, the world's foremost reference authority on U.S. institutional investors and their portfolio managers. He is a member of the American Finance Association, the President's Council of the American Institute of Management, and the Market Technicians Association.

Mr. Fitzgerald entered the investment business as special assistant to the late Gerald M. Loeb, then a partner of E.F. Hutton & Company, New York, and author of the all-time classic, "The Battle For Investment Survival". He later worked as consultant to David Dreman, world-renown investment manager and author of the best-sellers, "Contrarian Investment Strategy" and "Psychology and The Stock Market". Mr. Fitzgerald received a Bachelor of Science degree from the University of Connecticut, and has completed studies in International Banking and Foreign Exchange at New York University Graduate School of Business Administration. He served two years in the United States Army as a paratroop-lieutenant.

The Fund's Statement of Additional Information contains further details about the portfolio manager's compensation, other accounts managed by the portfolio manager, and the portfolio manager's ownership of Fund shares.

## **Fund Expenses**

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's CCO attributable to the Fund and extraordinary expenses. In this regard, it should be noted that most investment companies pay their own operating expenses directly, while the Fund's expenses, except those specified above, are paid by the Adviser. The Fund's expenses are comprised of expenses directly attributable to the Fund as well as expenses that are allocated among all series of the Trust. In addition, the Adviser is responsible for distribution expenses – including, among other things, the expense of printing and mailing prospectuses and sales materials used for promotional purposes. The Adviser or the Sub-adviser (not the Fund) may, from its management fee, pay certain financial institutions (which may include banks, brokers, securities dealers and other industry professionals) a fee for providing distribution-related services and/or performing certain administrative servicing functions for Fund shareholders to the extent these institutions are allowed to do so by applicable statute or regulation.

# Monteagle Quality Growth Fund

## INVESTMENT OBJECTIVE, INVESTMENT STRATEGIES AND RISKS

### Investment Objective

The investment objective of the Fund is long-term capital appreciation.

### Investment Strategies

The Fund seeks to achieve its objective by investing, under normal circumstances, at least 80% of its assets in the common stock of domestic companies. This policy will not be changed without 60 days' prior written notice to shareholders. The Fund only invests in companies having a minimum market capitalization of \$250 million at the time of purchase, and seeks to maintain a minimum average weighted market capitalization of at least \$5 billion.

The Fund invests in the securities of issuers that its Sub-adviser believes have superior growth potential and fundamental characteristics that are significantly better than the market average and support internal earnings growth capability. The Fund may invest in the securities of companies whose growth potential is, in the Sub-adviser's opinion, generally unrecognized or misperceived by the market. The Sub-adviser may also look to changes in a company that involve a sharp increase in earnings, the hiring of new management or measures taken to close the gap between the company's share price and takeover/asset value.

### Investment Risks

**Generally.** There is no assurance that the Fund will achieve its investment objective, and the Fund's net asset value and total return will fluctuate based upon changes in the value of its portfolio securities. Upon redemption, an investment in the Fund may be worth less than its original cost. The Fund, by itself, does not provide a complete investment program.

All investments made by the Fund have some risk. In addition to the specific risks outlined above, the market value of any security in which the Fund may invest is based upon the market's perception of value and not necessarily the book value of an issuer or other objective measure of the issuer's worth.

The Fund may be an appropriate investment if you are seeking long-term growth in your investment, and are willing to tolerate significant fluctuations in the value of your investment in response to changes in the market value of the stocks the Fund holds. This type of market movement may affect the price of the securities of a single issuer, a segment of the domestic stock market or the entire market. The investment style for the Fund could fall out of favor with the market. In other words, if investors lose interest in "growth" stocks, then the net asset value of the Fund could also decrease. The Fund is not intended to be a "Sector Fund" (a fund concentrating its investments in one industry or related group of industries). To

address this risk, the Fund’s policy is: (1) limit its investments in any industry or group of related industries to twenty-five percent (25%) of fund assets; and (2) if the 25% threshold is exceeded due to market appreciation, the portfolio manager shall commence an orderly reduction in holdings to bring the aggregate investment in any industry or group of related industries to below 25%. The Fund will provide Shareholders with at least sixty (60) days notice of any change to this limitation.

**Temporary Defensive Position.** In order to respond to adverse market, economic or other conditions, the Fund may assume a temporary defensive position and invest without limit in securities issued by the U.S. Government, cash or cash equivalents such as high quality money market instruments. If the Fund invests in shares of another mutual fund, the shareholders of the Fund generally will be subject to duplicative management fees. As a result of engaging in these temporary measures, the Fund may not achieve its investment objective.

---

## MANAGEMENT

---

### Adviser

Nashville Capital Corporation (“Nashville Capital” or the “Adviser”), 209 10th Avenue South, Suite 332, Nashville Tennessee, serves as investment adviser to the Fund pursuant to a Management Agreement with Monteagle Funds (the “Trust”). Subject to the general oversight of the Board of Trustees of the Trust (the “Board”), the Adviser is responsible for among other things, developing a continuing investment program for the Fund in accordance with its investment objective, reviewing the investment strategies and policies of the Fund and advising the Board on the selection of Sub-advisers.

In this capacity, Nashville Capital advises and assists the officers of the Trust in conducting the business of the Fund and is responsible for providing general investment advice and guidance to the Fund, although the Adviser has delegated responsibility for the selection and ongoing monitoring of the securities in the Fund’s investment portfolio to Davis Hamilton Jackson & Assoc. Nashville Capital was formed in 1986 and, as of September 30, 2009, managed assets of over \$114 million. Pursuant to the Management Agreement, the Adviser is paid a management fee based on the Fund’s average daily net assets according to the following schedule:

Average Daily Net Assets of the Fund	Management Fee Rate
First \$25 million	1.200%
\$25 million to \$50 million	1.115%
\$50 million to \$100 million	0.975%
Over \$100 million	0.875%

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer (the "CCO") attributable to the Fund, and extraordinary expenses.

A discussion regarding the basis for approval by the Board of Trustees of the Trust's Management Agreement with the Adviser is available in the Fund's semi-annual report for the period ended February 28, 2009.

## **Sub-Adviser / Portfolio Managers**

The Adviser has the ultimate responsibility (subject to oversight by the Board) to oversee the Fund's Sub-adviser and recommend its hiring, termination and replacement. The Adviser has entered into an investment sub-advisory agreement with Davis Hamilton Jackson & Associates, L.P. ("DHJA"), under which DHJA serves as the Fund's Sub-adviser. The Adviser has retained DHJA to render advisory services and make daily investment decisions for the Fund. The day-to-day management of the Fund is performed by portfolio managers employed by DHJA. DHJA is registered as an investment adviser under the Investment Advisers Act of 1940. Information regarding DHJA and its portfolio managers' business experience and educational background follow:

**Davis Hamilton Jackson & Associates, L.P. ("DHJA")** at 5 Houston Center, 1401 McKinney, Suite 1600, Houston, Texas 77010, manages the portfolio of the Fund and has since March 1998. As of September 30, 2009, DHJA manages approximately \$1.9 billion for institutions and high net worth individuals and invests in high quality domestic equity securities.

A discussion regarding the basis for the most recent approval by the Board of Trustees of the Sub-Advisory Agreement by and among the Trust, the Adviser and DHJA is available in the Fund's semi-annual report for the period ended February 28, 2009.

**Portfolio Managers.** Investment decisions of the Fund are made by DHJA's portfolio management team whose members are responsible for all aspects of the day-to-day management of the Fund. The portfolio management team has been managing the Fund since 2007. The members of the portfolio management team, Daniel Kallus and Curt Rohrman, have been part of the equity investment process since they joined DHJA in 1997 and 2006, respectively.

**Daniel Kallus, CFA, CIC.** Mr. Kallus is the lead portfolio manager of the Fund. He is a 20-year veteran of the industry having worked at DHJA for 12 years and previously at Shell Pension Trust, American Capital Management and Research, and Smith Barney's Managed Money Division in Houston. Mr. Kallus was made a Partner of the Firm in 2004 and was named Director of Equity Investments in September 2008. His prior position was Equity Portfolio Manager. He has been a critical component of the equity process since he joined the Firm and was the architect of equity process enhancements implemented in early 2007. He oversees

the DHJA Equity Investment Team of two portfolio managers and a support staff that includes three equity analysts, one quantitative strategist and one trader. Mr. Kallus is a Chartered Financial Analyst and a Chartered Investment Counselor. He received a B.B.A. Summa Cum Laude in Finance from the University of Houston in 1993 and an M.B.A. from the University of Houston in 1997.

**Curt Rohrman, CFA.** Mr. Rohrman, a Partner and Portfolio Manager who has been with DHJA since 2006 as an Equity Portfolio Manager, serves as the backup to Mr. Kallus and performs equity research for the Fund. Prior to joining DHJA, from 2002-2005, Mr. Rohrman served as Senior Portfolio Manager responsible for growth and core equity strategies at Vaughan Nelson Investment Management. Mr. Rohrman is a Chartered Financial Analyst. He received a B.B.A. Summa Cum Laude in Finance and Marketing from Texas Christian University in 1984 and an M.B.A. from the University of Texas at Austin in 1988.

The Fund's Statement of Additional Information contains further details about the portfolio managers' compensation, other accounts they manage, and their ownership of Fund shares.

## **Fund Expenses**

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's CCO attributable to the Fund, and extraordinary expenses. In this regard, it should be noted that most investment companies pay their own operating expenses directly, while the Fund's expenses, except those specified above, are paid by the Adviser. The Fund's expenses are comprised of expenses directly attributable to the Fund as well as expenses that are allocated among all series of the Trust. In addition, the Adviser is responsible for distribution expenses – including, among other things, the expense of printing and mailing prospectuses and sales materials used for promotional purposes. The Adviser or the Sub-adviser (not the Fund) may, from its management fee, pay certain financial institutions (which may include banks, brokers, securities dealers and other industry professionals) a fee for providing distribution-related services and/or performing certain administrative servicing functions for Fund shareholders to the extent these institutions are allowed to do so by applicable statute or regulation.

# Monteagle Select Value Fund

## **INVESTMENT OBJECTIVE, INVESTMENT STRATEGIES AND RISKS**

### **Investment Objective**

The investment objective of the Fund is long-term capital appreciation.

### **Investment Strategies**

The Fund seeks to achieve its objective by investing, under normal circumstances, at least 80% of its assets in common stocks of domestic companies. This policy will not be changed without 60 days' prior written notice to shareholders. The Fund seeks to maintain a minimum average weighted market capitalization of at least \$5 billion.

Using a value approach, the Fund seeks to invest in stocks that are under-priced relative to other stocks, determined by price/earnings ratios, cash flows or other measures. The Adviser relies on stock selection to achieve its results, rather than trying to time market fluctuations. In selecting stocks, the Adviser establishes valuation parameters, by using relative ratios or target prices to evaluate companies on several levels.

### **Investment Risks**

**Generally.** There is no assurance that the Fund will achieve its investment objective, and the Fund's net asset value and total return will fluctuate based upon changes in the value of its portfolio securities. Upon redemption, an investment in the Fund may be worth less than its original cost. The Fund, by itself, does not provide a complete investment program.

All investments made by the Fund have some risk. In addition to the specific risks outlined above, the market value of any security in which the Fund may invest is based upon the market's perception of value and not necessarily the book value of an issuer or other objective measure of the issuer's worth.

The Fund may be an appropriate investment if you are seeking long-term growth in your investment, and are willing to tolerate significant fluctuations in the value of your investment in response to changes in the market value of the stocks the Fund holds. This type of market movement may affect the price of the securities of a single issuer, a segment of the domestic stock market or the entire market. The value of the Fund's investments could be impacted by changes in interest rates. The investment style for the Fund could fall out of favor with the market. In other words, if investors lose interest in "value" stocks, then the net asset value of the Fund could also decrease.

The Fund is not intended to be a "Sector Fund" (a fund concentrating its investments in one industry or related group of industries). To address this risk, the Fund's policy is: (1) limit its investments in any industry or group of related industries to twenty-five percent (25%) of fund assets; and (2) if the 25% threshold is exceeded due to market appreciation, the portfolio manager shall commence an orderly reduction

in holdings to bring the aggregate investment in any industry or group of related industries to below 25%. The Fund will provide Shareholders with at least sixty (60) days notice of any change to this limitation.

**Temporary Defensive Position.** In order to respond to adverse market, economic or other conditions, the Fund may from time to time assume a temporary defensive position and invest without limit in securities issued by the U.S. Government, cash or cash equivalents such as high quality money market instruments. If the Fund invests in shares of another mutual fund, the shareholders of the Fund generally will be subject to duplicative management fees. As a result of engaging in these temporary measures, the Fund may not achieve its investment objective.

---

## MANAGEMENT

---

### Adviser

Nashville Capital Corporation (“Nashville Capital” or the “Adviser”), 209 10th Avenue South, Suite 332, Nashville Tennessee, serves as investment adviser to the Fund pursuant to a Management Agreement with Monteagle Funds (the “Trust”). Subject to the general oversight of the Board of Trustees of the Trust (the “Board”), the Adviser is responsible for among other things, developing a continuing investment program for the Fund in accordance with its investment objective, reviewing the investment strategies and policies of the Fund and advising the Board on the selection of Sub-advisers.

In this capacity, Nashville Capital advises and assists the officers of the Trust in conducting the business of the Fund and is responsible for providing general investment advice and guidance to the Fund, although the Adviser has delegated responsibility for the selection and ongoing monitoring of the securities in the Fund’s investment portfolio to Parkway Advisors, LP. Nashville Capital was formed in 1986 and, as of September 30, 2009, managed assets of over \$114 million. Pursuant to the Management Agreement, the Adviser is paid a management fee based upon the Fund’s average daily net assets according to the following schedule:

Average Daily Net Assets of the Fund	Management Fee Rate
First \$25 million	1.200%
\$25 million to \$50 million	1.115%
\$50 million to \$100 million	0.975%
Over \$100 million	0.875%

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b)

dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's Chief Compliance Officer (the "CCO") attributable to the Fund and extraordinary expenses.

A discussion regarding the basis for approval by the Board of Trustees of the Trust's Management Agreement with the Adviser is available in the Fund's semi-annual report for the period ended February 28, 2009.

## **Sub-Adviser / Portfolio Managers**

The Adviser has the ultimate responsibility (subject to oversight by the Board) to oversee the Fund's Sub-adviser and recommend its hiring, termination and replacement. The Adviser has entered into an investment sub-advisory agreement with Parkway Advisors, LP ("Parkway"), under which Parkway serves as the Fund's Sub-adviser. The Adviser has retained Parkway to render advisory services and make daily investment decisions for the Fund. The day-to-day management of the Fund is performed by the portfolio managers employed by Parkway. Parkway is registered as an investment adviser under the Investment Advisers Act of 1940. Information regarding Parkway and the business experience and educational background of the Fund's portfolio managers follow:

**Parkway Advisors, LP ("Parkway")** is a wholly owned subsidiary of Directors Investment Group, Inc., a holding company of several businesses which include insurance companies. Prior to May 2001, Parkway was the investment management department of a related insurance company responsible for the management of assets for over 13 years. The investment management department spun out of the insurance company, organized Parkway in April of 2001 and has been registered with the Securities and Exchange Commission ("SEC") as an investment adviser since May 16, 2001. As of September 30, 2009, Parkway manages client portfolios with assets in excess of \$731 million. Carl C. Peterson is its Chief Executive Officer and Principal and Theron R. Holladay, CFA is the Vice President and Chief Investment Officer.

A discussion regarding the basis for the most recent approval by the Board of Trustees of the Sub-Advisory Agreement by and among the Trust, the Adviser and Parkway is available in the Fund's semi-annual report for the period ended February 28, 2009.

Carl C. Peterson and Theron R. Holladay are jointly and primarily responsible for the day-to-day management of the Fund (since March 2004). They have been with the Sub-adviser since its inception and worked together with its predecessor operation.

**Carl C. Peterson.** Mr. Peterson attended Texas A&M University and received a Bachelor of Business Administration degree in Accounting in 1983. His business background for the preceding five 5 years includes the following: Parkway Advisors, L.P., CEO from 04/01 to present; Directors Investment Group, Inc., Director from 04/03 to present; Monteagle Funds, Trustee from 10/02 to present, President from 10/02 to 04/09; Parkway Advisors Group, Inc., President from 04/01 to present; Parkway Advisors Holdings, Inc., President from 04/01 to present.

**Theron R. Holladay, CFA.** Mr. Holladay attended Hardin-Simmons University and received a Bachelor of Business Administration degree in Finance in 1993. His business background for the preceding five 5 years includes the following: Parkway Advisors, L.P., Chief Investment Officer from 04/01 to present; Parkway Advisors Group, Inc., Vice President from 04/01 to present; Parkway Advisors Holdings, Inc., Vice President from 04/01 to present. Mr. Holladay is a Certified Financial Analyst.

The Fund's Statement of Additional Information contains further details about the portfolio managers' compensation, other accounts they manage, and their ownership of Fund shares.

## **Fund Expenses**

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's CCO attributable to the Fund and extraordinary expenses. In this regard, it should be noted that most investment companies pay their own operating expenses directly, while the Fund's expenses, except those specified above, are paid by the Adviser. The Fund's expenses are comprised of expenses directly attributable to the Fund as well as expenses that are allocated among all series of the Trust. In addition, the Adviser is responsible for distribution expenses – including, among other things, the expense of printing and mailing prospectuses and sales materials used for promotional purposes. The Adviser (not the Fund) may, from its management fee, pay certain financial institutions (which may include banks, brokers, securities dealers and other industry professionals) a fee for providing distribution-related services and/or performing certain administrative servicing functions for Fund shareholders to the extent these institutions are allowed to do so by applicable statute or regulation.

# Monteagle Value Fund

## **INVESTMENT OBJECTIVE, INVESTMENT STRATEGIES AND RISKS**

### **Investment Objective**

The investment objective of the Fund is long term growth of capital.

### **Investment Strategies**

The Fund seeks to achieve its objective by investing, under normal circumstances, at least 80% of its assets in common stocks of domestic companies. This policy will not be changed without 60 days' prior written notice to shareholders. The Fund seeks to invest in common stocks of medium and large capitalization U.S. companies (those with market capitalizations of \$1 billion or more) that the Fund believes are undervalued based on value characteristics, such as lower relative price valuations, above average earnings per share growth and higher dividend yields compared to the S&P 500 Index®.

Using a value approach, the Fund seeks to invest in stocks that are under-priced relative to other stocks, determined by price/earnings ratios, cash flows or other measures. The Fund's Sub-adviser relies on stock selection to achieve its results, rather than trying to time market fluctuations. In selecting stocks, the Fund's Sub-adviser establishes valuation parameters, by using relative ratios or target prices to evaluate companies on several levels.

### **Investment Risks**

**Generally.** There is no assurance that the Fund will achieve its investment objective, and the Fund's net asset value and total return will fluctuate based upon changes in the value of its portfolio securities. Upon redemption, an investment in the Fund may be worth less than its original cost. The Fund, by itself, does not provide a complete investment program.

All investments made by the Fund have some risk. In addition to the specific risks outlined above, the market value of any security in which the Fund may invest is based upon the market's perception of value and not necessarily the book value of an issuer or other objective measure of the issuer's worth.

The Fund may be an appropriate investment if you are seeking long-term growth in your investment, and are willing to tolerate significant fluctuations in the value of your investment in response to changes in the market value of the stocks the Fund holds. This type of market movement may affect the price of the securities of a single issuer, a segment of the domestic stock market or the entire market. The value of the Fund's investments could be impacted by changes in interest rates. The investment style for the Fund could fall out of favor with the market. In other words, if investors lose interest in "value" stocks, then the net asset value of the Fund could also decrease.

The Fund is not intended to be a “Sector Fund” (a fund concentrating its investments in one industry or related group of industries). To address this risk, the Fund’s policy is: (1) limit its investments in any industry or group of related industries to twenty-five percent (25%) of fund assets; and (2) if the 25% threshold is exceeded due to market appreciation, the portfolio manager shall commence an orderly reduction in holdings to bring the aggregate investment in any industry or group of related industries to below 25%. The Fund will provide Shareholders with at least sixty (60) days notice of any change to this limitation.

**Temporary Defensive Position.** The Fund may from time to time assume a temporary defensive position that is inconsistent with the Fund’s principal investment strategies in attempting to respond to adverse market, economic, political or other conditions. If the Fund invests in shares of another mutual fund, the shareholders of the Fund generally will be subject to duplicative management fees. As a result of engaging in these temporary measures, the Fund may not achieve its investment objective.

---

## MANAGEMENT

---

### Adviser

Nashville Capital Corporation (“Nashville Capital” or the “Adviser”), 209 10th Avenue South, Suite 332, Nashville, Tennessee 37203, serves as investment adviser to the Fund pursuant to a Management Agreement with Montegale Funds (the “Trust”). Subject to the general oversight of the Board of Trustees of the Trust (the “Board”), the Adviser is responsible for among other things, developing a continuing investment program for the Fund in accordance with its investment objective, reviewing the investment strategies and policies of the Fund and advising the Board on the selection of Sub-advisers.

In this capacity, Nashville Capital advises and assists the officers of the Trust in conducting the business of the Fund and is responsible for providing general investment advice and guidance to the Fund, although the Adviser has delegated responsibility for the selection and ongoing monitoring of the securities in the Fund’s investment portfolio to Robinson Investment Group, Inc. Nashville Capital was formed in 1986 and, as of September 30, 2009, managed assets of over \$114 million. Pursuant to the Management Agreement, the Adviser is paid a management fee based on the Fund’s average daily net assets according to the following schedule:

Average Daily Net Assets of the Fund	Management Fee Rate
First \$25 million	1.200%
\$25 million to \$50 million	1.115%
\$50 million to \$100 million	0.975%
Over \$100 million	0.875%

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, Securities and Exchange Commission (“SEC”) registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust’s Chief Compliance Officer (the “CCO”) attributable to the Fund and extraordinary expenses.

A discussion regarding the basis for approval by the Board of Trustees of the Trust’s Management Agreement with the Adviser is available in the Fund’s semi-annual report for the period ended February 28, 2009.

## **Sub-Adviser / Portfolio Manager**

The Adviser has the ultimate responsibility (subject to oversight by the Board) to oversee the Fund’s Sub-adviser and recommend its hiring, termination and replacement. The Adviser has entered into an investment sub-advisory agreement with Robinson Investment Group, Inc. (“Robinson”), under which Robinson serves as the Fund’s Sub-adviser. The Adviser has retained Robinson to render advisory services and make daily investment decisions for the Fund. The day-to-day management of the Fund is performed by a portfolio manager employed by the Robinson. Robinson is registered as an investment adviser under the Investment Advisers Act of 1940. Information regarding Robinson and the business experience and educational background of the Fund’s portfolio manager follow:

**Robinson Investment Group, Inc.** (“Robinson”) at 5301 Virginia Way, Suite 150, Brentwood, Tennessee 37027, manages the portfolio of the Fund and has since its inception. Robinson was founded in 1996 and serves individuals, financial institutions, pension plans, corporations and other business entities. As of September 30, 2009, Robinson had over \$104 million in assets under management.

A discussion regarding the basis for the most recent approval by the Board of Trustees of the Sub-Advisory Agreement by and among the Trust, the Adviser and Robinson is available in the Fund’s annual report for the fiscal year ended August 31, 2009.

**Portfolio Manager.** Investment decisions of the Fund are made by the Fund’s portfolio manager who is responsible for all aspects of the day-to-day management of the Fund. Mr. Russell L. Robinson is the Fund’s portfolio manager. Mr. Robinson has managed the Fund since the inception of the Fund (December 1999). Mr. Robinson has been the President of Robinson Investment Group since 1996. He was the Director of Investment Strategy of Nashville Capital from 1990 to 1996.

The Fund’s Statement of Additional Information contains further details about the portfolio manager’s compensation, other accounts managed by the portfolio manager, and the portfolio manager’s ownership of Fund shares.

## **Fund Expenses**

The Adviser pays all of the operating expenses of the Fund except costs of membership in trade associations, SEC registration fees and related expenses, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expense on securities sold short), litigation expenses, fees and expenses of non-interested Trustees, 50% of the compensation of the Trust's CCO attributable to the Fund and extraordinary expenses. In this regard, it should be noted that most investment companies pay their own operating expenses directly, while the Fund's expenses, except those specified above, are paid by the Adviser. The Fund's expenses are comprised of expenses directly attributable to the Fund as well as expenses that are allocated among all series of the Trust. In addition, the Adviser is responsible for distribution expenses – including, among other things, the expense of printing and mailing prospectuses and sales materials used for promotional purposes. The Adviser or the Sub-adviser (not the Fund) may, from its management fee, pay certain financial institutions (which may include banks, brokers, securities dealers and other industry professionals) a fee for providing distribution-related services and/or performing certain administrative servicing functions for Fund shareholders to the extent these institutions are allowed to do so by applicable statute or regulation.

## YOUR ACCOUNT

### General Information

This prospectus offers two classes of shares: Class A and Class C Shares. When purchasing Fund shares, you must specify which Class is being purchased. Class A shares are subject to an initial sales charge and the public offering price of Class A shares equals net asset value plus the applicable sales charge. You may purchase and sell shares at the net asset value (“NAV”) next calculated after receipt of your purchase order in proper form. If your purchase order is received in proper form prior to 4:00 p.m. (Eastern time), your transaction will be priced at that day’s NAV. The Fund will not accept orders that request a particular day or price for the transaction or any other special conditions.

The Fund does not issue share certificates.

You will receive quarterly statements and a confirmation of each transaction. You should verify the accuracy of all transactions in your account as soon as you receive your confirmation.

The Fund reserves the right to impose new minimum investment amounts and may temporarily suspend (during unusual market conditions) or discontinue any service or privilege.

**When and How NAV is Determined.** The Fund calculates its NAV as of the close of regular trading on the New York Stock Exchange (the “Exchange”) (generally 4:00 p.m., Eastern time) on each weekday except days when the Exchange is closed. The time at which NAV is calculated may change in case of an emergency or if the Exchange closes early. The Fund’s NAV is determined by taking the market value of all securities owned by the Fund (plus all other assets such as cash), subtracting all liabilities and then dividing the result (net assets) by the number of shares outstanding. The Fund values securities for which market quotations are readily available at current market value. If market quotations are not readily available or are considered to be unreliable due to significant market or other events, the Fund values securities at fair value, as determined under procedures adopted by the Board (e.g., if the exchange on which a portfolio security is principally traded closes early or if trading in a particular portfolio security was halted during the day and did not resume prior to the Fund’s NAV calculation). The NAV may be different if fair value is utilized rather than using market quotations.

**Transactions Through Third Parties.** Shares of the Fund may be purchased through certain brokerage firms and financial institutions that are authorized to accept orders on behalf of the Fund and such organizations may be authorized to designate intermediaries to accept orders on behalf of the Fund. Orders will be priced at the NAV next determined

### How to Contact the Fund

**Write to us at:**

Monteagle Funds  
630 Fitzwatertown Road  
Building A, Second Floor  
Willow Grove, PA 19090-1904

**Overnight Address:**

Monteagle Funds  
630 Fitzwatertown Road  
Building A, Second Floor  
Willow Grove, PA 19090

**Distributor:**

Matrix Capital Group, Inc.  
420 Lexington Avenue  
Suite 601  
New York, NY 10170

**Telephone us Toll-Free at:**

(888) 263-5593

**Wire investments  
(or ACH payments) to:**

Please call the Transfer Agent  
at (888) 263-5593 for wiring  
instructions.

after your order is received by such organization, or its designee, in proper form. These organizations may charge you transaction fees on purchases of Fund shares and may impose other charges or restrictions or account options that differ from those applicable to shareholders who purchase shares directly through the Fund. These organizations may be the shareholders of record of your shares. The Fund is not responsible for ensuring that the organizations carry out their obligations to their customers. Shareholders investing in this manner should look to the organization through which they invest for specific instructions on how to purchase and redeem shares.

## Buying Shares

**How to Make Payments.** All investments must be in U.S. dollars and checks must be drawn on a U.S. financial institution. The Fund does not accept cash, drafts, “starter” checks, travelers checks, credit card checks, post-dated checks, cashier’s checks under \$10,000, or money orders. In addition, the Fund does not accept checks made payable to third parties.

- **Checks.** Checks must be made payable to “Monteagle Funds.” The Transfer Agent will charge \$25 against a shareholder’s account for any check returned for insufficient funds.

By sending your check to the Transfer Agent, please be aware that you are authorizing the Transfer Agent to make a one-time electronic debit from your account at the financial institution indicated on your check. Your bank account will be debited as early as the same day the Transfer Agent receives your payment in the amount of your check; no additional amount will be added to the total. The transaction will appear on your bank statement. Your original check will be destroyed once processed, and you will not receive your canceled check back. If the Transfer Agent cannot post the transaction electronically, you authorize the Transfer Agent to present an image copy of your check for payment.

- **Bank Wires.** Instruct your financial institution to make a federal funds wire payment to us. Your financial institution may charge you a fee for this service. The Fund requires advance notification of all wire purchases in order to ensure that the wire is received in proper form and that your account is subsequently credited in a timely fashion. Failure to notify the Transfer Agent prior to the transmittal of the bank wire may result in a delay in purchasing shares of the Fund. An order is considered received when Huntington National Bank, the Fund’s custodian, receives payment by wire. If your account application was telecopied to the Transfer Agent, you must also mail the completed account application to the Transfer Agent on the same day the wire payment is made. Shares will be issued at the NAV next computed after receipt of your wire in proper form.
- **IRA Accounts.** Please note that a different procedure is used for opening Individual Retirement Accounts (IRAs). Please call the Transfer Agent at (888) 263-5593 for details.

**Minimum Investments.** The minimum initial investment for the Fund is \$2,000. There is no minimum for additional investments. Management of the Fund may choose to waive the initial investment minimum.

## **A Choice of Share Classes**

After choosing a Fund, your next most important choice is which share class to buy. The Funds also offer an Institutional Class of shares which is available in a separate prospectus. The following classes of shares are available through this Prospectus:

**Class A Shares** — with a front-end sales charge, volume reductions and lower ongoing expenses than Class C shares.

**Class C Shares** — no front-end sales charge, a 1.00% redemption fee for redemptions made within one year of purchase and higher ongoing expenses than Class A shares.

The choice among share classes is largely a matter of preference. You should consider, among other things, the different fees and sales loads assessed on each share class and the length of time you anticipate holding your investment. If you prefer to pay sales charges up front, wish to avoid higher ongoing expenses, or, more importantly, you think you may qualify for volume discounts based on the amount of your investment, then Class A shares may be the choice for you. You may prefer instead to see “every dollar working” from the moment you invest. If so, then consider Class C shares, which do not have a front-end sales charge.

Please see the expenses listed for each Fund and the following sales charge schedules before making your decision. You may wish to discuss this choice with your financial consultant.

### **CLASS A SHARE SALES CHARGE SCHEDULE**

If you choose to buy Class A shares, you will pay the Public Offering Price (“POP”) which is the Net Asset Value (“NAV”) plus the applicable sales charge. Since sales charges are reduced for Class A share purchases above certain dollar amounts, known as “breakpoint levels,” the POP is lower for these purchases. The dollar amount of the sales charge is the difference between the POP of the shares purchased (based on the applicable sales charge in the table below) and the net asset value of those shares. Because of rounding in the calculation of the POP, the actual sales charge you pay may be more or less than that calculated using the percentages shown below.

## Informed Investor Growth Fund, Quality Growth Fund, Select Value Fund, Value Fund

<b>Amount of Purchase</b>	<b>Front-End Sales Charge as % of Public Offering Price</b>	<b>Front-End Sales Charge as % of Net Amount Invested</b>	<b>Broker-Dealer Amount of Sale Concession</b>
Less than \$50,000	5.00%	5.26%	4.75%
\$50,000 to \$99,999	4.00%	4.17%	3.75%
\$100,000 to \$249,999	3.00%	3.09%	2.75%
\$250,000 to \$499,999	2.00%	2.04%	1.75%
\$500,000 to \$999,999	1.00%	1.01%	0.75%
\$1,000,000 and over <sup>1</sup>	0.00%	0.00%	1.00%

## Fixed Income Fund

<b>Amount of Purchase</b>	<b>Front-End Sales Charge as % of Public Offering Price</b>	<b>Front-End Sales Charge as % of Net Amount Invested</b>	<b>Broker-Dealer Amount of Sale Concession</b>
Less than \$50,000	3.00%	3.09%	2.75%
\$50,000 to \$99,999	2.50%	2.56%	2.25%
\$100,000 to \$249,999	2.00%	2.04%	1.75%
\$250,000 to \$499,999	1.50%	1.52%	1.25%
\$500,000 to \$999,999	1.00%	1.01%	0.75%
\$1,000,000 and over <sup>1</sup>	0.00%	0.00%	1.00%

<sup>1</sup> Certain exceptions apply (see “Waivers for Certain Parties”). The percentage you pay on Class A shares is applied to the NAV of the shares on the date of original purchase.

**Class C Shares Redemption Fee.** If you choose Class C shares, you buy them at NAV and agree that if you redeem your shares within one year of the purchase date, you will pay a redemption fee of 1.00%. To determine whether the redemption fee applies to a redemption, the Fund will first redeem shares acquired by reinvestment of any distributions, and then will redeem shares in the order in which they were purchased (such that shares held the longest are redeemed first).

**Reductions and Waivers of Sales Charges.** Generally, we offer sales charge reductions or waivers for Class A shares, particularly if you intend to invest greater amounts. You should consider whether you are eligible for any of the potential reductions or waivers when you are deciding to buy shares.

**Class A Share Sales Charge Reductions.** If you believe you are eligible for any of the following reductions, it is up to you to ask the selling agent or the shareholder servicing agent for the reduction and to provide appropriate proof of eligibility.

- You pay no front-end or back-end sales charges on Fund shares you buy with reinvested distributions.
- You pay a lower sales charge if you are investing an amount over a breakpoint level. See the “Class A Share Sales Charge Schedule” above.
- By signing a Letter of Intent (“LOI”), you pay a lower sales charge now in exchange for promising to invest an amount over a specified breakpoint within the next 13 months. We will hold in escrow shares equal to approximately 5% of the amount you intend to buy. If you do not invest the amount specified in the LOI before the expiration date, we will redeem enough escrowed shares to pay the difference between the reduced sales load you paid and the sales load you should have paid. Otherwise, we will release the escrowed shares when you have invested the agreed amount.
- Rights of Accumulation (“ROA”) allow you to combine the amount you are investing and the total value of Class A shares of any Monteagle Fund already owned (excluding Class A shares acquired at NAV) to reach breakpoint levels and to qualify for sales load discounts on subsequent purchases of Class A shares.
- You pay no sales charges on Fund shares you purchase with the proceeds of redemption of Class A shares within 90 days of the date of redemption. You, or your fiduciary or trustee, also may tell us to extend volume discounts, including the reductions offered for rights of accumulation and letters of intent, to include purchases made by:
  - a family unit, including children under the age of twenty-one or single trust estate;
  - a trustee or fiduciary purchasing for a single fiduciary relationship; or
  - the members of a “qualified group,” which consists of a “company” (as defined under the Investment Company Act of 1940), and related parties of such a “company,” which has been in existence for at least six months and which has a primary purpose other than acquiring Fund shares at a discount.

## HOW A LETTER OF INTENT CAN SAVE YOU MONEY!

If you plan to invest, for example, \$100,000 in a Monteagle Fund in installments over the next year, by signing a letter of intent you would pay only 4.00% sales load on the entire purchase. Otherwise, you might pay 5.75% on the first \$49,999, then 5.00% on the next \$50,000.

**Redemption Fee Waivers.** The redemption fee does not apply to: (1) redemption of shares when a Fund exercises its right to liquidate accounts which are less than the minimum account size; (2) redemptions following death or postpurchase disability (as defined by Section 72(m)(7) of the Internal Revenue Code); (3) the portion of a mandated minimum distribution from an IRA, SIMPLE IRA or an individual type 403(b)(7) plan equal to the percentage of your plan assets held in the applicable Class of shares of the Fund; (4) reinvested dividends and capital gains; and (5) a Systematic Withdrawal Plan of 10% where the minimum distribution is \$500 per month with an initial account of \$20,000 or greater.

**Waivers for Certain Parties.** If you are eligible for certain waivers, we will sell you Class A shares so you can avoid higher ongoing expenses. The following people can buy Class A shares at NAV: Current and retired employees, directors/trustees and officers of the Monteagle Funds and its affiliates; broker-dealers who act as selling agents; and immediate family members (spouse, sibling, parent or child) of any of the above.

Contact your selling agent for further information.

We reserve the right to enter into agreements that reduce or eliminate sales charges for groups or classes of shareholders, or for Fund shares included in other investment plans such as “wrap accounts.” If you own Fund shares as part of another account or package such as an IRA or a sweep account, you must read the directions for that account. Those directions may supersede the terms and conditions discussed here.

## Distribution and Service (12b-1) Fees

The Trust has adopted a plan applicable to each Fund that allows its Class A and Class C Shares to pay a distribution and service fee, as defined by the Financial Industry Regulatory Authority (FINRA), from its assets for selling and distributing its shares. Each Fund can pay distribution and service fees at an annual rate of up to 0.25% of its Class A Share assets, and up to 1.00% of its Class C Share assets. These fees consist of up to 0.25% for distribution services and expenses of the Class A and Class C assets, and up to 0.25% for services, as defined by FINRA, of Class A assets and up to .75% of Class C assets. Because 12b-1 fees are paid on an ongoing basis, over time they increase the cost of your investment.

Your financial representative may be paid a fee when you buy shares and may receive different levels of compensation depending upon which class of shares you buy. In addition to these payments, the fund’s Adviser may provide compensation to financial representatives for distribution, administrative and promotional services. The financial intermediary through which you purchase or hold your shares may receive all or a portion of the sales charges, Rule 12b-1 distribution

fees and shareholder servicing fees, to the extent applicable and as described above. In addition, the Monteagle Funds or affiliated Adviser, out of their own resources, may make additional cash payments to certain financial intermediaries as incentives to market the funds or to cooperate with Adviser's and Sub-Advisers' promotional efforts or in recognition of their marketing, transaction processing and/or administrative services support ("Distribution Related Payments"). This compensation is not reflected in the fees and expenses listed in the fee table section of the prospectus because it is not paid by the Funds. Adviser, Distributor or their affiliates compensate financial intermediaries differently depending upon the level and/or type of marketing and administrative support provided by the financial intermediary. A number of factors are considered in determining the amount of these Distribution related payments, including each financial intermediary's Funds sales, assets, and redemption rates as well as the willingness and ability of the financial intermediary to give access to its investment representatives for educational and marketing purposes. In some cases, financial intermediaries will include the Funds on a "preferred list." The goals include making the investment representatives who interact with current and prospective investors and shareholders more knowledgeable about the Funds so that they can provide suitable information and advice about the Funds and related investor services. Additionally, payments to reimburse directly or indirectly the costs incurred by these financial intermediaries and their associated Investment Representatives in connection with educational seminars and "due diligence" or training meetings and marketing efforts related to the Funds for the firms' employees and/or their clients and potential clients. The costs and expenses associated with these efforts may include travel, lodging, entertainment, meals and conferences. Payments may also be made by the Distributor or Adviser to financial intermediaries to compensate or reimburse them for administrative or other shareholder services provided such as sub-transfer agency services for shareholders or retirement plan participants, omnibus accounting or sub-accounting, participation in networking arrangements, account set-up, recordkeeping and other services ("Service Related Payments"). Payments may also be made for administrative services related to the distribution of the Funds' shares through the financial intermediary. Firms that may receive servicing fees include retirement plan administrators, qualified tuition program sponsors, banks and trust companies and others. These fees may be used by the service provider to offset or reduce fees that would otherwise be paid directly to them by certain account holders, such as retirement plans. These payments may provide an additional incentive to financial intermediaries to actively promote the Funds or cooperate with Adviser's promotional efforts. Your financial intermediary may be paid a fee when you buy shares and may receive different levels of compensation depending upon which class of shares you buy. Your financial intermediary may charge you additional fees or commissions other than those disclosed in this Prospectus. You can find further details in the SAI about the payments made by the Distributor or Adviser and the services provided by your financial intermediary. You should ask your financial intermediary for details about any such payments it receives from the Distributor or Adviser or any other fees or expenses it charges.

## Account Requirements

Type of Account	Requirement
<p><i>Individual, Sole Proprietorship and Joint Accounts</i></p> <p>Individual accounts are owned by one person, as are sole proprietorship accounts. Joint accounts have two or more owners (tenants).</p>	<ul style="list-style-type: none"> <li>• Instructions must be signed by all persons required to sign exactly as their names appear on the account.</li> </ul>
<p><i>Gifts or Transfers to a Minor (UGMA, UTMA)</i></p> <p>These custodial accounts provide a way to give money to a child and obtain tax benefits.</p>	<ul style="list-style-type: none"> <li>• Depending on state laws, you can set up a custodial account under the UGMA or the UTMA.</li> <li>• The custodian must sign instructions in a manner indicating custodial capacity.</li> </ul>
<p><i>Business Entities</i></p>	<ul style="list-style-type: none"> <li>• Submit a Corporate/Organization Resolution form or similar document.</li> </ul>
<p><i>Trusts</i></p>	<ul style="list-style-type: none"> <li>• The trust must be established before an account can be opened.</li> <li>• Provide a certified trust document, or the pages from the trust document that identify the trustees.</li> </ul>

## Investment Procedures

How to Open an Account	How to Add to Your Account
<p><i>By Check</i></p> <ul style="list-style-type: none"> <li>• Call or write us for an account application (and a Corporate/ Organization Resolution form, if applicable).</li> <li>• Complete the application (and resolution form).</li> <li>• Mail us your application (and resolution form) and a check.</li> </ul>	<p><i>By Check</i></p> <ul style="list-style-type: none"> <li>• Fill out an investment slip from a confirmation statement or write us a letter.</li> <li>• Write your account number on your check.</li> <li>• Mail us the slip (or your letter) and a check.</li> </ul>
<p><i>By Bank Wire</i></p> <ul style="list-style-type: none"> <li>• Call or write us for an account application (and a Corporate/ Organization Resolution form, if applicable).</li> <li>• Complete the application (and resolution form).</li> <li>• Call us to fax the completed application (and resolution form) and we will assign you an account number.</li> <li>• Mail us your original application.</li> <li>• Instruct your bank to wire your money to us.</li> </ul>	<p><i>By Bank Wire</i></p> <ul style="list-style-type: none"> <li>• Call to notify us of your incoming wire.</li> <li>• Instruct your bank to wire your money to us.</li> </ul>
<p><i>By Systematic Investment</i></p> <ul style="list-style-type: none"> <li>• Complete the Systematic Investment section of the application.</li> <li>• Attach a voided check to your application.</li> <li>• Mail us the completed application and the voided check.</li> </ul>	

**Systematic Investments.** You may invest a specified amount of money in the Fund once or twice a month on specified dates. These payments are taken from your bank account by electronic transfer. The Transfer Agent currently pays the costs of this service, but reserves the right, upon 30 days' written notice, to make reasonable changes. Your depository institution may impose its own charge for making transfers from your account. Systematic investments must be for at least \$100. Please call the Transfer Agent at (888) 263-5593 for details.

**Limitations on Purchases.** The Fund reserves the right to refuse any purchase (including exchange) request, particularly requests that could adversely affect the Fund or its operations. This includes those from any individual or group who, in the Fund's view, is likely to engage in excessive trading.

**Cancelled or Failed Payments.** The Fund accepts checks and electronic bank transfers at full value subject to collection. If your payment for shares is not received or you pay with a check or electronic bank transfer that does not clear, your purchase will be cancelled. You will be responsible for any losses or expenses incurred by the Fund or the Transfer Agent, and the Fund may redeem shares you own in the account (or another identically registered account in any Fund) as reimbursement. The Fund and its agents have the right to reject or cancel any purchase, exchange or redemption due to nonpayment.

**Customer Identification and Verification.** To help the government fight the funding of terrorism and money laundering activities, federal law requires all financial institutions to obtain, verify and record information that identifies each person that opens a new account, and to determine whether such person's name appears on government lists of known or suspected terrorists and terrorist organizations. As a result, the Fund must obtain the following information for each person that opens a new account:

- Name;
- Date of birth (for individuals);
- Residential or business street address (although post office boxes are still permitted for mailing); and
- Social security number, taxpayer identification number, or other identifying number.

You may also be asked for a copy of your driver's license, passport, or other identifying document in order to verify your identity. In addition, it may be necessary to verify your identity by cross-referencing your identification information with a consumer report or other electronic database. Additional information may be required to open accounts for corporations and other entities. *Federal law prohibits the Fund and other financial institutions from opening a new account unless they receive the minimum identifying information listed above.*

After an account is opened, the Fund may restrict your ability to purchase additional shares until your identity is verified. The Fund also may close your account or take other appropriate action if it is unable to verify your identity within a reasonable time. If your account is closed for this reason, your shares will be redeemed at the NAV next calculated after the account is closed. In each case, your redemption proceeds may be worth more or less than your original investment. The Fund will not be responsible for any loss incurred due to the Fund's inability to verify your identity.

## Selling Shares

The Fund processes redemption orders promptly and you will generally receive redemption proceeds within a week. Delays may occur in cases of very large redemptions, excessive trading or during unusual market conditions. Under unusual circumstances as provided by the rules of the SEC, the Fund may delay payment of redemption proceeds for more than 7 days. The Fund will redeem your shares when the redemption request is received in proper form; however, if you recently purchased your shares by check and the Fund has not yet collected payment for those shares, your redemption proceeds will only be released when the Fund is reasonably satisfied that the check has cleared, which may take up to 15 calendar days.

### How to Sell Shares from Your Account

#### *By Mail*

- Prepare a written request including:
  - Your name(s) and signature(s)
  - Your account number
  - The Fund name
  - The dollar amount or number of shares you want to sell
  - How and where to send your proceeds
- Obtain a signature guarantee (if required)
- Obtain other documentation (if required)
- Mail us your request and documentation

#### *By Bank Wire*

- Wire requests are only available if you provided bank account information on your account application and your request is for \$5,000 or more
- Call us with your request (unless you declined telephone redemption privileges on your account application) (See “By Telephone”) OR
- Mail us your request (See “By Mail”)

## How to Sell Shares from Your Account

### *By Telephone (for redemptions of \$25,000 or less)*

- Call us with your request (unless you declined telephone redemption privileges on your account application)
- Provide the following information:
  - Your account number
  - Exact name(s) in which the account is registered
  - Additional form of identification
- Your proceeds will be:
  - Mailed to you OR
  - Wired to you (unless you did not provide bank account information on your account application) (See “By Wire”)

### *Systematically*

- Complete the systematic withdrawal section of the application
- Attach a voided check to your application
- Mail us your completed application

**Telephone Redemption Privileges.** You may redeem your shares having a value of \$25,000 or less by telephone by calling the Transfer Agent at (888) 263-5593 unless you declined telephone redemption privileges on your account application. Telephone redemptions may be requested only if the proceeds are to be sent to the shareholder of record and mailed to the address on record with the Fund.

Upon request, redemption proceeds of \$100 or more may be sent to your bank by electronic transfer, and proceeds of \$5,000 or more may be transferred by wire, in either case to the account stated on the account application. Shareholders may be charged a fee of \$15 by the Fund’s custodian for outgoing wires.

Telephone redemption privileges and account designations may be changed by sending the Transfer Agent a written request with all signatures guaranteed as described above. The Transfer Agent requires personal identification before accepting any redemption request by telephone, and telephone redemption instructions may be recorded. If reasonable procedures are followed by the Transfer Agent, neither the Transfer Agent nor the Fund will be liable for losses due to unauthorized or fraudulent telephone instructions. In the event of drastic economic or market changes, a shareholder may experience difficulty in redeeming shares by telephone. If such a case should occur, redemption by mail should be considered.

**Wire Redemptions.** You may have your redemption proceeds wired to you if you provided bank account information on your account application. The minimum amount you may redeem by wire is \$5,000. If you wish to make your wire request by telephone, you must also have telephone redemption privileges.

**IRA Redemptions.** If you are an IRA shareholder, you must indicate on your redemption request whether or not to withhold federal income tax. Requests that do not indicate a preference will be subject to withholding.

**Systematic Withdrawal.** If you own shares of the Fund with an aggregate value of at least \$10,000, you may request a specified amount of money from your account once a month or once a quarter on a specified date. These payments can be sent to your address of record by check or to a designated bank account by electronic transfer. Systematic requests must be for at least \$100.

**Signature Guarantee Requirements.** To protect you and the Fund against fraud, certain redemption options will require a signature guarantee. A signature guarantee verifies the authenticity of your signature. The Transfer Agent will accept signatures guaranteed by a domestic bank or trust company, broker, dealer, clearing agency, savings association or other financial institution which participates in the STAMP Medallion program sponsored by the Securities Transfer Association. Signature guarantees from financial institutions which do not participate in the STAMP Medallion program will not be accepted. A notary public cannot provide a signature guarantee. Written instructions signed by all registered owners, with a signature guarantee for each owner, are required for any of the following:

- Request to redeem \$100,000 or more;
- Redemption from an account for which the address or account registration has changed within the last 30 days;
- Sending redemption or distribution proceeds to any person, address, brokerage firm or bank account not on record; or
- Sending redemption or distribution proceeds to an account with a different registration (name or ownership) from yours.

We reserve the right to require a signature guarantee(s) on all redemptions.

**Small Accounts.** If the value of your account falls below \$2,000, the Fund may ask you to increase your balance. If the account value is still below \$2,000 after 60 days, the Fund may close your account and send you the proceeds. The Fund will not close your account if it falls below this amount solely as a result of a reduction in your account's market value.

**Redemptions In Kind.** The Fund reserves the right to pay redemption proceeds in portfolio securities rather than cash. These redemptions "in kind" usually occur if the amount requested is large enough to affect the Fund's operations (for example, if it represents more than 1 percent of the Fund's assets). A redemption in kind will consist of securities equal in market value to the Fund shares being redeemed. When you convert these securities to cash, you will pay brokerage charges.

**Lost Accounts.** The Transfer Agent will consider your account "lost" if correspondence to your address of record is returned as undeliverable, unless the Transfer Agent determines your new address. When an account is "lost," all distributions on the account will be reinvested in additional shares of the Fund. In addition, the amount of any outstanding (unpaid for 6 months or more) checks for distributions that have been returned to the Transfer Agent will be reinvested and the checks will be cancelled.

## Exchange Privileges

You may sell your Fund shares and buy shares of any other series of the Trust, also known as an exchange, by telephone or in writing. Because exchanges are treated as a sale and purchase, they may have tax consequences. Shares of the Fund acquired by means of an exchange will be purchased at the NAV next determined after receipt of the exchange request in proper form by the Transfer Agent.

**Requirements.** You may exchange only between identically registered accounts (name(s), address and taxpayer ID number). To prevent the abuse of the exchange privilege to the disadvantage of other shareholders, the Fund reserves the right to terminate or modify the exchange privilege upon 60 days notice to shareholders. There is currently no limit on exchanges, but each Fund reserves the right to limit the number of exchanges. You may exchange your shares by mail or telephone, unless you declined telephone exchange privileges on your account application.

### How to Exchange Shares

#### *By Mail*

- Prepare a written request including:
  - Your name(s) and signature(s)
  - Your account number
  - The names of the funds you are exchanging
  - The dollar amount or number of shares you want to sell (and exchange)
- If opening a new account, complete an account application if you are requesting different shareholder privileges
- Mail us your request and documentation

#### *By Telephone*

- Call us with your request (unless you declined telephone redemption privileges on your account application)
- Provide the following information:
  - Your account number
  - Exact name(s) in which account is registered
  - Additional form of identification

The Transfer Agent requires personal identification before accepting any exchange request by telephone, and telephone exchange instructions may be recorded. If reasonable procedures are followed by the Transfer Agent, neither the Transfer Agent nor the Fund will be liable for losses due to unauthorized or fraudulent telephone instructions. In the event of drastic economic or market changes, a shareholder may experience difficulty in exchanging shares by telephone. If such a case should occur, sending exchange instructions by mail should be considered.

## **Market Timing**

Excessive, short-term market timing or other abusive trading practices may disrupt portfolio management strategies, may drive Fund expenses higher, may increase taxable capital gains, and may harm Fund performance (diluting the value of Fund shares held by long-term investors).

It is the Trust's policy to strongly discourage abusive short-term trading or market timing in the Fund. This policy and related procedures are designed to reduce, to the extent possible, investors from using the Fund for abusive short-term trading or market timing. To minimize harm to the Fund and its shareholders, the Trust reserves the right to reject any purchase order, including exchange purchases, for any reason without prior notice, particularly orders that the Trust believes are made on behalf of persons engaging in excessive short-term trading.

Service providers to the Trust (primarily the Adviser and the Transfer Agent) will assist the Trust in undertaking steps necessary to implement this policy and related procedures. Trust service providers will assist the Trust in monitoring selected trades based on a shareholder's trading activity and history in an effort to detect short-term trading activities. If as a result of this monitoring the service providers believe a shareholder has engaged in abusive trading practices, they will inform the Trust's CCO and may, after consultation with or at the discretion of the Trust's CCO, ask the shareholder to stop such activities or refuse to process purchases or exchanges in the shareholder's account.

The Fund relies on intermediaries to help enforce its market timing policies. If the Fund detects short-term trading activity, the Fund will seek the assistance of the intermediary to investigate that trading activity and take appropriate action, including prohibiting additional purchases of Fund shares by the intermediary and/or its client. Although the Fund has taken steps to discourage abusive short-term trading or market timing, the Fund cannot guarantee that such trading will not occur.

---

## **DISTRIBUTIONS AND TAXES**

---

### **Distributions**

The Fund declares distributions from net investment income daily and pays those distributions monthly. Any net capital gains realized by the Fund will be distributed at least annually.

All distributions are reinvested in additional shares, unless you elect to receive distributions in cash. For Federal income tax purposes, distributions are treated the same whether they are received in cash or reinvested. Shares become entitled to receive distributions on the day after the shares are issued.

## **Taxes**

The following information is meant as a general summary for U.S. taxpayers. Additional information appears in the SAI. Shareholders should rely on their own tax advisors for advice about the particular federal, state, and local tax consequences of investing in the Fund.

The Fund intends to qualify as a regulated investment company for federal income tax purposes, and as such, will not be subject to federal income tax on its taxable income and gains that it distributes to its shareholders. The Fund intends to distribute its income and gains in such a way that it will not be subject to federal excise tax on certain undistributed amounts.

The Fund's distributions of net investment income (including short-term capital gains) are generally taxable to you as ordinary income, although certain income dividends may be taxed to non-corporate shareholders at long-term capital gains rates. The Fund's distributions of long-term capital gains, if any, generally are taxable to you as long-term capital gains regardless of how long you have held your shares of the Fund. Distributions may also be subject to state and local taxes.

If you purchase shares shortly before the Fund makes a distribution, you are taxed on the distribution even though the distribution may represent a return of your investment. The sale or exchange of Fund shares is a taxable transaction for Federal income tax purposes.

The Fund may be required to withhold Federal income taxes at the rate of 28% of all taxable distributions payable to you if you fail to provide the Fund with your correct taxpayer identification number or to make required certifications, or if you have been notified by the Internal Revenue Service that you are subject to backup withholding. Backup withholding is not an additional tax. Any amounts withheld may be credited against your Federal income tax liability.

The Fund will mail you reports by February 15 of each year containing information about the income tax status of taxable distributions paid during the prior year. For further information about the tax effects of investing in the Fund, including state and local tax matters, please see the SAI and consult your tax advisor.

## **SEC Exemptive Order**

The Trust and the Adviser have applied for an exemptive order from the SEC that permits the Adviser, subject to certain conditions, to enter into agreements relating to the Fund with unaffiliated Sub-advisers approved by the Board, without obtaining shareholder approval. The exemptive order would also permit the Adviser, subject to the approval of the Board but without shareholder approval, to employ new unaffiliated Sub-advisers for new or existing funds, change the terms of particular agreements with unaffiliated Sub-advisers or continue the employment of existing unaffiliated Sub-advisers after events that would otherwise cause an automatic termination of a sub-advisory agreement. Shareholders of the Fund have the right to terminate an agreement with a Sub-adviser for the Fund at any time by a vote of the majority of the outstanding voting securities of the Fund. Shareholders will be

notified of any Sub-adviser changes. If the Adviser hires more than one Sub-adviser for the Fund, the order would also permit the Fund to disclose to shareholders the Sub-advisers' fees only in the aggregate for the Fund.

Prior to October 2002, the Trust operated under an exemptive order covering Sub-adviser matters. Following a change in investment advisers on October 1, 2002, the Trust could no longer utilize the exemptive order specific to the previous investment adviser. On November 29, 2002, shareholders instructed management to submit an application for an exemptive order on the same terms and conditions as the prior order. On October 23, 2003, the SEC proposed Rule 15a-5 under the Investment Company Act of 1940 that would allow funds to operate under conditions like those in the application for an exemptive order. The SEC staff was advised that the Trust and the Adviser wish to proceed with the application and that they have added a condition to the application providing that any exemptive order will terminate if and when Rule 15a-5 is adopted. In January 2005, the SEC staff provided comments on the application for exemption; and, in light of timing, the Trust deferred responding to the comments in anticipation of the rule being adopted. As of the date of this Prospectus, Rule 15a-5 is still being considered for adoption; however, there is no assurance that the rule will be adopted or exemptive relief will be granted.

## **Other Service Providers**

Matrix Capital Group, Inc. (the "Transfer Agent"), provides certain administration, portfolio accounting, and transfer agency and shareholder services to the Fund. The Transfer Agent's address is 630 Fitzwatertown Road, Building A, Second Floor, Willow Grove, Pennsylvania 19090.

Matrix Capital Group, Inc. (the "Distributor"), the principal underwriter of the Fund, acts as the Fund's representative in connection with the offering of Fund shares. The Fund may be offered by other broker-dealers as well.

The fees and other charges (except for any extraordinary expenses) associated with the Fund's service providers are paid by the Adviser.

---

## **FINANCIAL HIGHLIGHTS**

---

The financial highlights table (containing data with respect to Class I Shares) is intended to help you understand each Fund's financial performance for prior periods. Certain information reflects financial results for a single Fund share. The total returns in the table represent the rate an investor would have earned on an investment in the Fund (including the Predecessor Fund), assuming the reinvestment of all dividends and distributions. This information has been audited by Cohen Fund Audit Services, Ltd., whose report, along with the Funds' financial statements, is included in the annual report to shareholders, which may be obtained at no charge by calling the Funds.

## MONTEAGLE FIXED INCOME FUND

For a Share Outstanding Throughout the Year

	Year Ended August 31, 2009	Year Ended August 31, 2008	Year Ended August 31, 2007	Year Ended August 31, 2006	Year Ended August 31, 2005
<b>Net asset value, beginning of year</b>	\$ 10.05	\$ 9.96	\$ 9.91	\$ 10.38	\$ 10.77
<b>Income from investment operations:</b>					
Net investment income	0.38	0.40	0.40	0.38 <sup>(a)</sup>	0.38
Net realized and unrealized gain (loss) on investments	<u>0.29</u>	<u>0.09</u>	<u>0.05</u>	<u>(0.31)</u>	<u>(0.20)</u>
<b>Total from investment operations</b>	<u>0.67</u>	<u>0.49</u>	<u>0.45</u>	<u>0.07</u>	<u>0.18</u>
<b>Less distributions:</b>					
From net investment income	(0.38)	(0.40)	(0.40)	(0.38)	(0.38)
From net realized gains on investments	<u>—</u>	<u>—</u>	<u>—</u>	<u>(0.16)</u>	<u>(0.19)</u>
<b>Total distributions</b>	<u>(0.38)</u>	<u>(0.40)</u>	<u>(0.40)</u>	<u>(0.54)</u>	<u>(0.57)</u>
<b>Net asset value, end of year</b>	<u>\$ 10.34</u>	<u>\$ 10.05</u>	<u>\$ 9.96</u>	<u>\$ 9.91</u>	<u>\$ 10.38</u>
<b>Total Return<sup>(b)</sup></b>	<u>6.80%</u>	<u>4.94%</u>	<u>4.68%</u>	<u>0.78%</u>	<u>1.72%</u>
<b>Net assets, end of year (000's omitted)</b>	<u>\$ 32,125</u>	<u>\$ 32,321</u>	<u>\$ 32,873</u>	<u>\$ 42,447</u>	<u>\$ 24,087</u>
<b>Ratio of expenses to average net assets:</b>					
After reimbursement/waiver of fees	1.04%	1.01%	1.00%	1.00%	1.17%
Before reimbursement/waiver of fees	1.04%	1.01%	1.00%	1.13%	1.17%
<b>Ratio of net investment income to average net assets:</b>					
After reimbursement/waiver of fees	3.74%	3.93%	4.12%	3.75%	3.63%
<b>Portfolio turnover rate</b>	39%	55%	19%	17%	58%

<sup>(a)</sup> Net investment income per share is based on average shares outstanding during the period.

<sup>(b)</sup> Total return is 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.

## MONTEAGLE INFORMED INVESTORS GROWTH FUND

*For a Share Outstanding Throughout the Period*

	<b>Year Ended August 31, 2009</b>	<b>Period Ended August 31, 2008<sup>(a)</sup></b>
<b>Net asset value, beginning of period</b>	\$ 8.82	\$ 10.00
<b>Income from investment operations:</b>		
Net investment loss <sup>(f)</sup>	(0.05)	(0.02)
Net realized and unrealized gain (loss) on investments	4.12	(1.16)
<b>Total from investment operations</b>	<u>4.07</u>	<u>(1.18)</u>
<b>Net asset value, end of period</b>	<u>\$ 12.89</u>	<u>\$ 8.82</u>
<b>Total Return<sup>(b)</sup></b>	<u>46.15%</u>	<u>(11.80%)<sup>(c)</sup></u>
<b>Net assets, end of period (000's omitted)</b>	<u>\$ 27,680</u>	<u>\$ 9,177</u>
<b>Ratio of operating expenses to average net assets:<sup>(c)</sup></b>	1.27%	1.27% <sup>(d)</sup>
<b>Ratio of net investment loss to average net assets:<sup>(f)</sup></b>	(0.77%)	(0.60%) <sup>(d)</sup>
<b>Portfolio turnover rate</b>	1592%	157% <sup>(c)</sup>

<sup>(a)</sup> Represents the period from the initial public offering (April 3, 2008) through August 31, 2008.

<sup>(b)</sup> Total return is 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.

<sup>(c)</sup> Not annualized.

<sup>(d)</sup> Annualized.

<sup>(e)</sup> The ratios of expenses to average net assets do not reflect the Fund's proportionate share of income and expenses of underlying investment companies in which the Fund invests.

<sup>(f)</sup> Recognition of net investment income (loss) by the Fund is affected by the declaration of dividends by the underlying investment companies in which the Fund invests.

## MONTEAGLE QUALITY GROWTH FUND

For a Share Outstanding Throughout the Period

	Year Ended August 31, 2009	Year Ended August 31, 2008	Year Ended August 31, 2007	Eight Months Ended August 31, 2006 <sup>(a)</sup>	Year Ended December 31, 2005	Year Ended December 31, 2004
Net asset value, beginning of period	\$ 8.46	\$ 8.84	\$ 7.75	\$ 7.90	\$ 7.69	\$ 7.40
<b>Income from investment operations:</b>						
Net investment income (loss)	0.02	— <sup>(c)</sup>	(0.01)	— <sup>(b)(c)</sup>	— <sup>(b)(c)</sup>	0.01 <sup>(b)</sup>
Net realized and unrealized gain (loss) on investments	(1.62)	(0.38)	1.10	(0.15)	0.21	0.29
<b>Total from investment operations</b>	<b>(1.60)</b>	<b>(0.38)</b>	<b>1.09</b>	<b>(0.15)</b>	<b>0.21</b>	<b>0.30</b>
<b>Less distributions:</b>						
From net investment income	(0.01)	—	—	—	— <sup>(d)</sup>	(0.01)
Net asset value, end of period	\$ 6.85	\$ 8.46	\$ 8.84	\$ 7.75	\$ 7.90	\$ 7.69
<b>Total Return<sup>(e)</sup></b>	<b>(18.92%)</b>	<b>(4.30%)</b>	<b>14.06%</b>	<b>(1.90%)<sup>(f)</sup></b>	<b>2.77%</b>	<b>4.11%</b>
Net assets, end of period (000's omitted)	\$ 11,196	\$ 14,203	\$ 14,871	\$ 19,070	\$ 19,278	\$ 15,841
<b>Ratio of expenses to average net assets:</b>						
After reimbursement/waiver of fees	1.32%	1.25%	1.23%	1.26% <sup>(g)</sup>	1.26%	1.25%
Before reimbursement/waiver of fees	1.32%	1.25%	1.23%	1.48% <sup>(g)</sup>	1.54%	1.69%
<b>Ratio of net investment income (loss) to average net assets:</b>						
After reimbursement/waiver of fees	0.31%	(0.05%)	(0.08%)	(0.08%) <sup>(g)</sup>	(0.04%)	0.19%
<b>Portfolio turnover rate</b>	<b>39%</b>	<b>26%</b>	<b>72%</b>	<b>63%<sup>(f)</sup></b>	<b>92%</b>	<b>94%</b>

<sup>(a)</sup> Fund changed fiscal year end to August 31st.

<sup>(b)</sup> Net investment income (loss) per share is based on average shares outstanding during the period.

<sup>(c)</sup> Net investment loss per share resulted in less than \$0.01 per share.

<sup>(d)</sup> Distribution per share was \$(0.0032).

<sup>(e)</sup> Total return is 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.

<sup>(f)</sup> Not Annualized.

<sup>(g)</sup> Annualized.

## MONTEAGLE SELECT VALUE FUND

For a Share Outstanding Throughout the Period

	Year Ended August 31, 2009	Year Ended August 31, 2008	Year Ended August 31, 2007	Eight Months Ended August 31, 2006 <sup>(a)</sup>	Year Ended December 31, 2005	Year Ended December 31, 2004
<b>Net asset value, beginning of period</b>	\$ 11.63	\$ 15.67	\$ 14.02	\$ 13.48	\$ 13.51	\$ 11.84
<b>Income from investment operations:</b>						
Net investment income	0.07	0.13	0.13	0.12 <sup>(b)</sup>	0.11 <sup>(b)</sup>	0.12 <sup>(b)</sup>
Net realized and unrealized gain (loss) on investments	(3.30)	(2.11)	1.98	0.50	0.08	1.67
<b>Total from investment operations</b>	<u>(3.23)</u>	<u>(1.98)</u>	<u>2.11</u>	<u>0.62</u>	<u>0.19</u>	<u>1.79</u>
<b>Less distributions:</b>						
From net investment income	(0.10)	(0.12)	(0.15)	(0.08)	(0.11)	(0.12)
From net realized gains on investments	—	(1.94)	(0.31)	—	(0.11)	—
<b>Total distributions</b>	<u>(0.10)</u>	<u>(2.06)</u>	<u>(0.46)</u>	<u>(0.08)</u>	<u>(0.22)</u>	<u>(0.12)</u>
<b>Net asset value, end of period</b>	\$ 8.30	\$ 11.63	\$ 15.67	\$ 14.02	\$ 13.48	\$ 13.51
<b>Total Return<sup>(c)</sup></b>	<u>(27.76%)</u>	<u>(14.01%)</u>	<u>15.21%</u>	<u>4.60%<sup>(d)</sup></u>	<u>1.45%</u>	<u>15.18%</u>
<b>Net assets, end of period (000's omitted)</b>	\$ 8,312	\$ 11,502	\$ 13,628	\$ 16,065	\$ 16,120	\$ 7,763
<b>Ratio of expenses to average net assets:</b>						
After reimbursement/waiver of fees	1.33%	1.26%	1.22%	1.26% <sup>(e)</sup>	1.26%	1.17%
Before reimbursement/waiver of fees	1.33%	1.26%	1.22%	1.49% <sup>(e)</sup>	1.66%	1.78%
<b>Ratio of net investment income to average net assets:</b>						
After reimbursement/waiver of fees	0.96%	1.00%	0.82%	1.25% <sup>(e)</sup>	0.93%	0.98%
<b>Portfolio turnover rate</b>	108%	71%	88%	31% <sup>(d)</sup>	71%	69%

<sup>(a)</sup> Fund changed fiscal year end to August 31st.

<sup>(b)</sup> Net investment income (loss) per share is based on average shares outstanding during the period.

<sup>(c)</sup> Total return is 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.

<sup>(d)</sup> Not Annualized.

<sup>(e)</sup> Annualized.

## MONTEAGLE VALUE FUND

For a Share Outstanding Throughout the Year

	Year Ended August 31, 2009	Year Ended August 31, 2008	Year Ended August 31, 2007	Year Ended August 31, 2006	Year Ended August 31, 2005
<b>Net asset value, beginning of year</b>	\$ 16.67	\$ 19.44	\$ 16.55	\$ 15.43	\$ 12.16
<b>Income (loss) from investment operations:</b>					
Net investment income	0.13	0.07	0.20	0.19 <sup>(a)</sup>	0.15
Net realized and unrealized gain (loss) on investments	(4.35)	(0.97)	2.98	1.07	3.16
<b>Total from investment operations</b>	(4.22)	(0.90)	3.18	1.26	3.31
<b>Less distributions:</b>					
From net investment income	(0.11)	(0.11)	(0.29)	(0.14)	(0.04)
From net realized gains on investments	—	(1.76)	—	—	—
<b>Total distributions</b>	(0.11)	(1.87)	(0.29)	(0.14)	(0.04)
<b>Net asset value, end of year</b>	<u>\$ 12.34</u>	<u>\$ 16.67</u>	<u>\$ 19.44</u>	<u>\$ 16.55</u>	<u>\$ 15.43</u>
<b>Total Return<sup>(b)</sup></b>	<u>(25.19%)</u>	<u>(5.14%)</u>	<u>19.40%</u>	<u>8.25%</u>	<u>27.30%</u>
<b>Net assets, end of year (000's omitted)</b>	<u>\$ 13,645</u>	<u>\$ 19,417</u>	<u>\$ 23,094</u>	<u>\$ 20,893</u>	<u>\$ 20,123</u>
<b>Ratio of operating expenses to average net assets:</b>					
After reimbursement/waiver of fees	1.31%	1.25%	1.22%	1.23%	1.37%
Before reimbursement/waiver of fees	1.31%	1.25%	1.22%	1.35%	1.37%
<b>Ratio of net investment income to average net assets:</b>					
After reimbursement/waiver of fees	1.17%	0.40%	1.07%	1.14%	1.07%
<b>Portfolio turnover rate</b>	6%	0%	31%	28%	25%

<sup>(a)</sup> Net investment income per share is based on average shares outstanding during the period.

<sup>(b)</sup> Total return is 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.

[THIS PAGE INTENTIONALLY LEFT BLANK]

[THIS PAGE INTENTIONALLY LEFT BLANK]

[THIS PAGE INTENTIONALLY LEFT BLANK]

---

## **NOTICE OF PRIVACY POLICY AND PROCEDURES**

---

At the Monteagle Funds, we are committed to protecting your financial privacy.

The personal information that we have about you comes directly from you. You disclosed much of this information on your mutual fund account application or we may have contacted you by telephone or mail for additional information.

We keep information about the investments you purchase, transactions and payment history. We may in extreme cases collect personal information from outside sources, including consumer reporting agencies.

We do not sell shareholder information to anyone. We do not disclose your personal information to companies or organizations not affiliated with us. We may use your personal information to communicate with you about your investments. In addition, we may, as permitted by law and without your prior permission, provide personal information about you contained in our records or files to persons or organizations such as:

- Persons who perform business functions for us, such as third parties that provide assistance in processing and servicing your account;
- The Fund's investment adviser; and
- Regulatory or law-enforcement authorities.

We recognize the need to provide protection against unauthorized access to the information we collect, including that held in an electronic format on our computer systems. We maintain physical, electronic, and organizational safeguards to protect your personal information. We continually review our policies and practices, monitor our computer networks and test the strength of our security in order to help us ensure the safety of shareholder information.

The Monteagle Funds consider privacy a fundamental right of shareholders and take seriously the obligation to safeguard shareholder information. We will adhere to the policies and practices above for both current and former shareholders. If you believe that any information about you is not accurate, please let us know.

---

## FOR MORE INFORMATION

---

### Annual/Semi-Annual Reports

The Fund publishes annual and semi-annual reports to shareholders that provide additional information about the Fund's investments. In the Fund's annual report, you will find a discussion of the market conditions and investment strategies that significantly affected the Fund's performance during its last fiscal year.

### Statement of Additional Information ("SAI")

The SAI provides more detailed information about the Fund and it is incorporated by reference into, and is legally part of, this Prospectus. A description of the Fund's policies and procedures with respect to the disclosure of its portfolio holdings is available in the SAI.

### Contacting the Fund

You can get free copies of the Fund's annual and semi-annual reports and SAI, request other information and make inquiries about the Fund by contacting your broker, or by calling or writing the Fund at:

MONTEAGLE FUNDS  
209 Tenth Avenue South, Suite 332  
Nashville, Tennessee 37203  
(888) 263-5593  
[www.monteaglefunds.com](http://www.monteaglefunds.com)

### Securities and Exchange Commission Information

You can also review the Fund's reports, SAI and other information about the Fund at the Public Reference Room of the SEC. The scheduled hours of operation of the Public Reference Room may be obtained by calling the SEC at (202) 551-8090. You can get copies of this information, for a fee, by e-mailing or by writing to:

Public Reference Room  
Securities and Exchange Commission  
Washington, D.C. 20549-0102  
E-mail address: [publicinfo@sec.gov](mailto:publicinfo@sec.gov)

Free copies of the reports and SAI are available from the SEC's Web site at: <http://www.sec.gov>

Investment Company Act File No. 811-08529



**Monteagle Fixed  
Income Fund**

—  
**Monteagle Informed  
Investor Growth Fund**

—  
**Monteagle Large Cap  
Growth Fund**

—  
**Monteagle Quality  
Growth Fund**

—  
**Monteagle Select  
Value Fund**

—  
**Monteagle Value Fund**

MONTEAGLE FUNDS  
209 TENTH AVENUE  
SOUTH, SUITE 332  
NASHVILLE, TN 37203  
[www.monteaglefunds.com](http://www.monteaglefunds.com)

C/O MATRIX CAPITAL  
GROUP, INC.  
420 LEXINGTON AVENUE  
SUITE 601  
NEW YORK, NY 10170  
(888) 263-5593



## MONTEAGLE INFORMED INVESTOR GROWTH FUND

PROSPECTUSES DATED November 9, 2009  
AS SUPPLEMENTED February 3, 2010

The Principal Investment Strategy, Principal Risks and Performance portions of the Monteagle Informed Investor Growth Fund (the "Fund") prospectus [pages 1, 2 and 3 of the standalone prospectus and pages 6, 7 and 8 of the combined prospectus] have been supplemented to include: additional information on the Sub-adviser's sell strategy and use of exchange traded funds; and performance information for the Fund's first full calendar year.

---

### Principal Investment Strategy

The Fund seeks to achieve its objective by investing in "growth stocks." These are stocks that the Fund's Sub-adviser believes demonstrate accelerating cash flows, profit margins and/or revenues. The Sub-adviser emphasizes companies where management and/or large outside investors (such as banks, insurance companies and mutual funds) are buyers or owners of the stock or where the company itself is repurchasing its own shares on the open market. Each of these types of investment professionals is considered an "Informed Investor."

Corporate management is far closer to the day-to-day activities of the companies they own or manage and are often in a much more informed position than the typical Wall Street "expert" to gauge the long-term effects that certain publicly disclosed information or developments may have on the future price of their company's stock. The Informed Investor follows a long-term strategy that concentrates primarily on positive earnings developments within their own companies.

The catalyst of the strategy is Informed Investor ownership; but, investment decision-making for the Fund is triggered by detailed research analysis of such factors as a candidate company's financial stability and strength, internal valuation and pricing ratios, sector leadership and, most significantly, the sustainability of the earnings growth rate. Similar factors determine when a security is sold. For example, a stock may be sold if there are changes in trading activity by Informed Investors or changes in the company's fundamentals, such as decelerating earnings or material changes in the debt-equity ratio of the company. In this regard, the Sub-adviser uses a strict sell discipline. The discipline has sell signals: sell-stops protect profits and minimize future losses; sell signal when stock's "Loss Limit" price safeguard is violated; and sell signal on any advancing indicators of a company's fundamental breakdown. A consequence of the Sub-adviser's strategy, under certain market conditions, is high turnover.

The Fund invests primarily in common stocks of medium and large capitalization U.S. companies, but may invest in companies of any size. Although the Fund will not concentrate in any one industry, it is anticipated that the Fund's portfolio will focus on a small, select group of industries ("growth industries") which the Fund's Sub-adviser believes offer superior growth opportunities based on overall economic trends. The Fund may also invest a portion of its assets in broad market index exchange traded funds ("ETFs") -- including ETFs that are leveraged or inversely related to the market. The Sub-adviser views ETF's as risky investments because they are more volatile -- particularly those that are leveraged or inversely related to the market; and, to address this risk, the Sub-adviser employs its strict sell discipline.

From time to time, the Fund's Sub-adviser may determine that only a limited number of companies meet the criteria for investment described above. At such times, all or a significant portion of the Fund's assets may be invested in ETFs -- including ETFs that are leveraged or inversely related to the market, money market instruments (including money market mutual funds) or repurchase agreements for an extended period of time. The Sub-adviser's strategy is not to buy and hold -- or, if defensive, to place the portfolio in cash and let it sit idle. Instead, the Sub-adviser sees active trading as necessary to address market disturbances, volatility and the like.

## Principal Risks of Investing in the Fund

You could lose money on your investment in the Fund and the Fund could underperform other investments. The principal risks of investing in the Fund include:

- **Management Risk.** The strategy used by the Fund may fail to produce the intended results.
- **Company Risk.** The Fund might decrease in value in response to the activities and financial prospects of an individual company in the Fund's portfolio. The value of an individual company can be more volatile than the market as a whole.
- **Market Risk.** The Fund might decrease in value in response to general market and economic conditions. Factors such as domestic economic growth and market conditions, interest rate levels and political events affect the securities markets.
- **Volatility Risk.** Common stocks tend to be more volatile than other investment choices. Because the Fund will emphasize various growth industries, the value of your shares is likely to be more volatile than a fund that invests in a broader range of industries.
- **ETF Risk.** To the extent the Fund invests in ETFs that are leveraged, you are exposed to the risk that any adverse daily performance of an ETF's target index will be leveraged. This means that, if the ETF's target index experiences adverse daily performance, the Fund's investment in the ETF will be reduced by a greater amount for every adverse performance. Further, purchasing shares during a day may result in greater exposure to the performance of the target index if the target index moves in a direction adverse to the ETF between the close of the markets on one trading day and before the close of the markets on the next trading day.
- **Capitalization Risk.** The Fund may invest in small and medium capitalization companies which involve greater risks than those associated with larger, more established companies. Smaller companies may be subject to more abrupt or erratic price movements, for reasons including that the stocks are generally traded in lower volume and that the issuers are more sensitive to changing conditions and have less certain growth prospects.

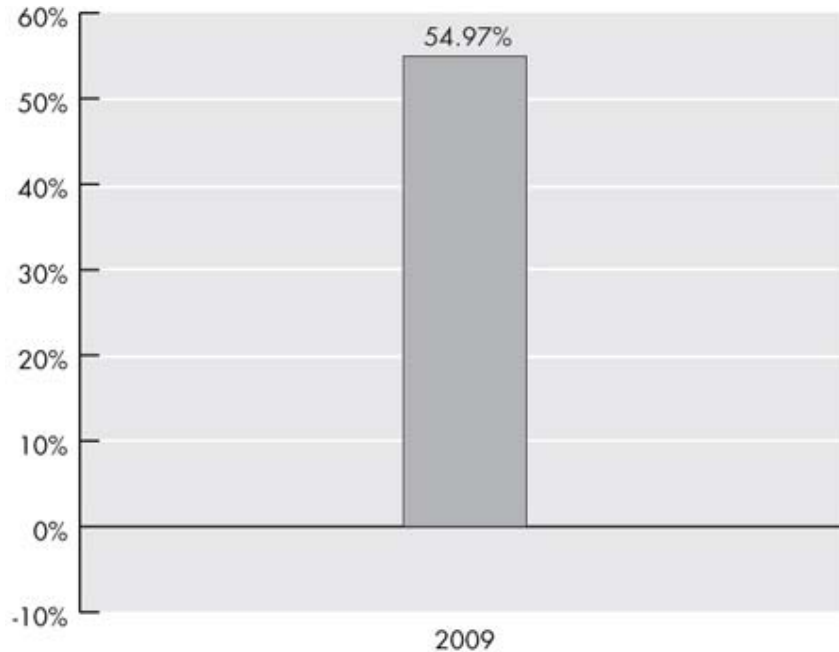
- **Portfolio Turnover Risk.** The Fund's investment strategy may result in a high portfolio turnover rate. A high portfolio turnover would result in correspondingly greater brokerage commission expenses and may result in the distribution to shareholders of additional capital gains for tax purposes. These factors may negatively affect the Fund's performance.
- As with any mutual fund investment, the Fund's returns will vary and you could lose money.

An investment in the Fund is not a deposit of any bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund is not a complete investment program.

## Performance

The bar chart and performance table that follow provide some indication of the risks and variability of investing in the Fund by showing the changes in the Fund's performance from year to year and by showing how the Fund's average annual total returns compare with those of broad measures of market performance. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future.

The following chart shows the total for the Institutional Class (I) shares return of the Fund for each full calendar year that the Fund has operated. The Class I shares are no-load shares available for investors who have accounts of \$100,000 or more. The Class A & C shares offered by this prospectus have no performance history. The Class A shares have a 5.00% sales charge and the numbers in the table do not reflect any sales charge. The ongoing distribution fees attributable to Class A & C shares would reduce the performance numbers by .25% and 1.00% respectively.



The Fund's Class I shares year-to-date total return through December 31, 2009 was 54.97%.

During the period shown in the bar chart, the highest quarterly return was 17.42% (for the quarter ended September 30, 2009) and the lowest return was 5.02% (for the quarter ended March 31, 2009). The impact of taxes is not reflected in the bar chart; if reflected, returns would be less than those shown.

**Average Annual Total Returns  
for the periods ended December 31, 2009**

The table below shows how the Fund's Class I Shares average annual total returns compared to those of the S&P 500 Index®. The table also presents the impact of taxes on the Fund's Class I Shares returns. After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state or local income taxes. Your actual after-tax returns depend on your tax situation and may differ from those shown. If you own the Fund in a tax-deferred account, such as an individual retirement account ("IRA") or a 401(k) plan, after-tax returns are not relevant to your investment because such accounts are subject to taxes only upon distribution.

<b>Monteagle Informed Investor Growth Fund <sup>1</sup></b>	<b>1 Year</b>	<b>Since Inception (April 3, 2008)</b>
Return Before Taxes	54.97%	23.80%
Return After Taxes on Distributions	46.87%	20.05%
Return After Taxes on Distributions and Sale of Fund Shares	35.64%	18.24%
<b>S&amp;P 500 Index® <sup>1</sup></b>		
(reflects no deduction for fees, expenses or taxes)	26.46%	-8.91%

<sup>1</sup> The S&P 500 Index® is the Standard & Poor's 500 Index, a widely recognized, unmanaged index of common stock. The index figures assume reinvestment of all dividends paid by stocks included in the index. One cannot invest directly in the index.