

WALTHAUSEN SELECT VALUE FUND
INSTITUTIONAL CLASS TICKER WSVIX
RETAIL CLASS TICKER WSVRX
R6 CLASS TICKER WRSIX

For Investors Seeking Long-Term Capital Appreciation

SEMI-ANNUAL REPORT

July 31, 2018

Walthausen Select Value Fund
Semi-Annual Report
July 31, 2018

Dear Fellow Shareholders,

For the six months ended July 31, 2018, the Select Value Fund was up 3.07% (Institutional Class) versus the Russell 2500 Value Index's gain of 3.73%.

The economic environment has supported the long durations of both the record expansion and bull market. As with all bull markets, they eventually come to an end and the imbalances created by monetary and fiscal stimulus signals to us that risks have continued to escalate despite investor enthusiasm. While these imbalances may not be enough to cause credit to freeze and the economy to falter, companies may soon be unable to exceed the growing expectations investors are heaping on them. It is not possible to forecast what the trigger will be. That is always the surprise. Since we don't know what and when, we focus consistently on companies that are generating good returns on capital, good excess free cash flow, and where we see that management has a well-developed strategy for building long term value without incurring excessive risks.

During the first half, we were underweight in Utilities, Healthcare and REITS, which hurt performance as all three sectors did well. The Industrial and Consumer Staples stocks both performed poorly overall, but despite the challenges to the sector, our selections there performed well. Two long term holdings, SeaWorld (SEAS) and Encompass Healthcare (EHC) led performance in the half. In the case of SeaWorld, we recognized the quality of their theme park properties and the potential for better margins. We could also see that there was a high probability that shareholder pressure would be effective in pushing for better results. It took longer than we expected but we are finally seeing those signs of improvement and a commitment to dramatically better results.

Encompass (formerly Health South) has been in our portfolio for a while. Management has shown steadily improving results in this rehabilitation health enterprise and it performed well.

Among the detractors, Goodyear Tire & Rubber Company (GT) and Rogers Corporation (ROG) were the most difficult. In the case of Goodyear, when we did our analysis, we saw that the company had been making good progress, had been achieving good returns but their earnings and stock price were depressed due to volatile raw material costs. We believed the stock would benefit from reduced raw material costs and higher margins on newer large rim size tires. After a few quarters, and more information, we concluded that the market had become more competitive with newer entrants possessing greater ability to control costs.

Rogers Corporation had been a great stock for the Fund. When last year's run up reversed, and the company reported lackluster earnings, we exited the position. We concluded that we needed to step aside until we had clear proof that management had been strengthened.

Although we are disappointed with our relative performance trailing the benchmark at the midway point of the year, we are pleased with the trend the Fund has experienced over the past 12 months. We are aware of short term results, but focused on how a company can add value over a number of years. We follow a very consistent strategy and process, which leads us to companies where management teams can compound their return on cap-

ital over time. In our experience, we have experienced that these types of companies offer the best chance of the long term capital appreciation that we seek. We are resolute in the experience and skill of our team, the application of our process, and the opportunities present within the portfolio today.

We thank you for your participation and partnership in our Fund.

Sincerely,

John B. Walthausen CFA

Past performance does not guarantee future results. The investment return and principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. Current performance may be higher or lower than the performance data quoted. Performance data current to the most recent month end are available by calling 1-888-925-8428.

The Fund's prospectus contains important information about the Fund's investment objectives, potential risks, management fees, charges and expenses, and other information and should be read and considered carefully before investing. To obtain a copy of the Fund's prospectus, please visit our website at www.walthausenfunds.com or call 1-888-925-8428 and a copy will be sent to you free of charge. Distributed by Rafferty Capital Markets, LLC – Garden City, NY 11530.

WALTHAUSEN SELECT VALUE FUND (Unaudited)

PERFORMANCE INFORMATION

7/31/18 Institutional Class NAV \$19.81

7/31/18 Retail Class NAV \$19.55

7/31/18 R6 Class NAV \$19.89

TOTAL ANNUAL RETURNS (%) AS OF JULY 31, 2018

	<u>1 Year</u> ^(A)	<u>3 Years</u> ^(A)	<u>5 Years</u> ^(A)	<u>Since Inception</u> ^(A)
Walthausen Select Value Fund - Institutional Class	16.03%	10.07%	8.82%	11.37%
Walthausen Select Value Fund - Retail Class	15.70%	9.76%	8.54%	11.08%
Russell 2500® Value Index ^(B)	12.83%	11.04%	9.99%	11.28%

	<u>1 Year</u> ^(A)	<u>Since Inception</u> ^(A)
Walthausen Select Value Fund - R6 Class	16.12%	22.71%
Russell 2500® Value Index ^(B)	12.83%	17.28%

Annual Fund Operating Expense Ratios (from 6/1/18 Prospectus): Institutional Class - Gross 1.36%, Net 1.11%
Retail Class - 1.36%
R6 Class - Gross 1.36%, Net 0.99%

The Advisor reimbursed and/or waived certain expenses of the Fund's Institutional, Retail, and R6 Classes. Absent these arrangements, the performance of the Classes would have been lower.

The Fund's expense ratio for the six month period ended July 31, 2018 can be found in the financial highlights included in this report.

The Annual Fund Operating Expense Ratios reported above may not correlate to the expense ratios in the Fund's financial highlights because the financial highlights include only the direct operating expenses incurred by the Fund, not the indirect costs of investing in acquired funds.

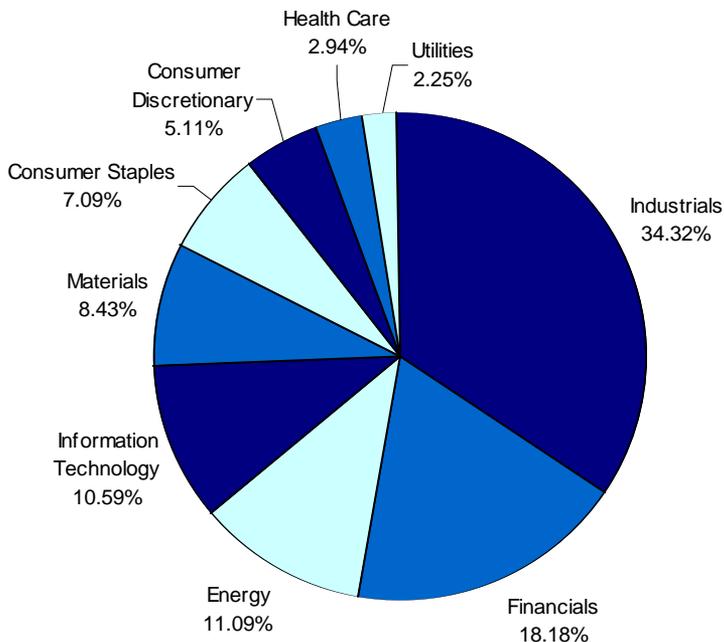
^(A)1 Year, 3 Years, 5 Years and Since Inception returns include change in share prices and in each case includes reinvestment of any dividends and capital gain distributions. The inception date of the Walthausen Select Value Fund Institutional and Retail Classes was December 27, 2010. Class R6 commenced operations on November 1, 2016.

^(B)The Russell 2500® Value Index (whose composition is different from that of the Fund) measures the performance of the small to mid-cap value segment of the U.S. equity universe. It includes those Russell 2500 companies with lower price-to-book ratios and lower forecasted growth values. The Index is constructed to provide a comprehensive and unbiased barometer of the small to mid-cap value market. The Index is completely reconstituted annually to ensure larger stocks do not distort the performance and characteristics of the true small to mid-cap opportunity set and that the represented companies continue to reflect value characteristics.

PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS. INVESTMENT RETURN AND PRINCIPAL VALUE WILL FLUCTUATE SO THAT SHARES, WHEN REDEEMED, MAY BE WORTH MORE OR LESS THAN THEIR ORIGINAL COST. RETURNS DO NOT REFLECT THE DEDUCTION OF TAXES THAT A SHAREHOLDER WOULD PAY ON FUND DISTRIBUTIONS OR THE REDEMPTION OF FUND SHARES. CURRENT PERFORMANCE MAY BE LOWER OR HIGHER THAN THE PERFORMANCE DATA QUOTED. TO OBTAIN PERFORMANCE DATA CURRENT TO THE MOST RECENT MONTH-END, PLEASE CALL 1-888-925-8428. THE FUND'S DISTRIBUTOR IS RAFFERTY CAPITAL MARKETS, LLC.

WALTHAUSEN SELECT VALUE FUND (Unaudited)

WALTHAUSEN SELECT VALUE FUND by Sectors as of July 31, 2018 (as a percentage of Net Assets)



* Net Cash represents cash equivalents and liabilities in excess of other assets.

Availability of Quarterly Schedule of Investments

The Fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The Fund's Form N-Q is available on the SEC's website at <http://www.sec.gov>. The Fund's Form N-Q may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

Proxy Voting Guidelines

Walthausen & Co., LLC, the Fund's investment advisor ("Advisor"), is responsible for exercising the voting rights associated with the securities held by the Fund. A description of the policies and procedures used by the Advisor in fulfilling this responsibility is available without charge on the Fund's website at www.walthausenfunds.com. It is also included in the Fund's Statement of Additional Information, which is available on the SEC's website at <http://www.sec.gov>.

Information regarding how the Fund voted proxies, Form N-PX, relating to portfolio securities during the most recent 12-month period ended June 30th, is available without charge, upon request, by calling our toll free number (1-888-925-8428). This information is also available on the SEC's website at <http://www.sec.gov>.

EXPENSE EXAMPLE
(Unaudited)

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs such as redemption fees and IRA maintenance fees, and (2) ongoing costs, including management fees, service fees and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of \$1,000 invested in the Fund on February 1, 2018 and held through July 31, 2018.

Actual Expenses

The first line of the table below provides information about actual account values and actual expenses. Additionally, although the Fund charges no sales load, you will be assessed fees for outgoing wire transfers, returned checks and stop payment orders at prevailing rates charged by Ultimus Fund Solutions, LLC, the Fund's transfer agent. If shares are redeemed within 90 days of purchase from the Fund, the shares are subject to a 2% redemption fee. You will be charged an annual maintenance fee of \$15 for each tax deferred account you have with the Fund ("IRA maintenance fees"). To the extent the Fund invests in shares of other investment companies as part of its investment strategy, you will indirectly bear your proportionate share of any fees and expenses charged by the underlying funds in which the Fund invests in addition to the expenses of the Fund. Actual expenses of the underlying funds are expected to vary among the various underlying funds. These expenses are not included in the example. The example includes management fees, service fees and other Fund expenses. However, the example does not include portfolio trading commissions and related expenses and other extraordinary expenses as determined under generally accepted accounting principles. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The second line of the table provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as redemption fees, IRA maintenance fees described above or expenses of underlying funds. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Institutional Class

	Beginning Account Value February 1, 2018	Ending Account Value July 31, 2018	Expenses Paid During the Period* February 1, 2018 to July 31, 2018
Actual	\$1,000.00	\$1,030.70	\$5.54
Hypothetical (5% annual return before expenses)	\$1,000.00	\$1,019.34	\$5.51

* Expenses are equal to the Fund's annualized expense ratio of 1.10%, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Retail Class

	<u>Beginning Account Value February 1, 2018</u>	<u>Ending Account Value July 31, 2018</u>	<u>Expenses Paid During the Period* February 1, 2018 to July 31, 2018</u>
Actual	\$1,000.00	\$1,028.95	\$6.79
Hypothetical (5% annual return before expenses)	\$1,000.00	\$1,018.10	\$6.76

* Expenses are equal to the Fund's annualized expense ratio of 1.35%, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

R6 Class

	<u>Beginning Account Value February 1, 2018</u>	<u>Ending Account Value July 31, 2018</u>	<u>Expenses Paid During the Period* February 1, 2018 to July 31, 2018</u>
Actual	\$1,000.00	\$1,031.10	\$4.94
Hypothetical** (5% annual return before expenses)	\$1,000.00	\$1,019.93	\$4.91

* Expenses are equal to the Fund's annualized expense ratio of 0.98%, multiplied by the average account value over the period, multiplied by 181/365 (to reflect the one-half year period).

Walthausen Select Value Fund

Schedule of Investments July 31, 2018 (Unaudited)

Shares	Fair Value	% of Net Assets
COMMON STOCKS		
Aircraft & Parts		
63,420 Triumph Group, Inc.	\$ 1,322,307	2.68%
Arrangement of Transportation of Freight & Cargo		
27,600 Hub Group, Inc. - Class A *	1,280,640	2.60%
Books: Publishing or Publishing & Printing		
18,190 John Wiley & Sons, Inc. - Class A	1,148,698	2.33%
Calculating & Accounting Machines (No Electronic Computers)		
40,118 NCR Corporation *	1,120,095	2.27%
Computer Communications Equipment		
42,280 Electronics For Imaging, Inc. *	1,442,594	2.93%
Converted Paper & Paperboard Products (No Containers/Boxes)		
10,900 Avery Dennison Corp.	1,250,012	2.54%
Crude Petroleum & Natural Gas		
114,660 Callon Petroleum Company *	1,233,742	
21,640 Energen Corporation *	1,605,255	
24,130 Whiting Petroleum Corporation *	1,198,054	
	4,037,051	8.19%
Cutlery, Handtools & General Hardware		
19,830 Simpson Manufacturing Co., Inc.	1,446,797	2.94%
Electrical Work		
18,240 EMCOR Group, Inc.	1,403,568	2.85%
Electronic Components & Accessories		
48,330 Vishay Intertechnology Inc.	1,208,250	2.45%
Fats & Oils		
73,930 Darling Ingredients Inc. *	1,485,254	3.01%
Fire, Marine & Casualty Insurance		
12,980 American Financial Group	1,462,716	
22,720 AMERISAFE, Inc.	1,426,816	
	2,889,532	5.86%
Heavy Construction Other than Building Construction - Contractors		
25,810 Granite Construction Incorporated	1,392,449	2.83%
Life Insurance		
13,490 Primerica, Inc.	1,548,652	3.14%
Miscellaneous Industrial & Commercial Machinery & Equipment		
16,430 Moog Inc. - Class A *	1,232,414	2.50%
Miscellaneous General Merchandise Stores		
4,540 Casey's General Stores, Inc.	496,585	1.01%
Miscellaneous Products of Petroleum & Coal		
59,630 Valvoline Inc.	1,347,042	2.73%
Motor Vehicles & Passenger Car Bodies		
18,550 Oshkosh Corporation	1,395,888	2.83%
Oil & Gas Field Machinery & Equipment		
36,850 Oil States International, Inc. *	1,286,065	2.61%
Operative Builders		
44,896 M.D.C. Holdings, Inc.	1,303,780	2.65%
Plastics Products, NEC		
14,150 AptarGroup, Inc.	1,449,384	2.94%
Poultry Slaughtering and Processing		
14,133 Sanderson Farms, Inc.	1,425,030	2.89%
Pumps & Pumping Equipment		
23,650 ITT Inc.	1,340,245	2.72%

* Non-Income Producing Securities.

The accompanying notes are an integral part of these financial statements.

Walthausen Select Value Fund

Schedule of Investments July 31, 2018 (Unaudited)

Shares		Fair Value	% of Net Assets
COMMON STOCKS			
Rolling Drawing & Extruding of Nonferrous Metals			
44,670	Mueller Industries, Inc.	\$ 1,479,024	3.00%
Semiconductors & Related Devices			
151,220	Amkor Technology, Inc. *	1,312,590	2.66%
Services - Equipment Rental & Leasing, NEC			
18,430	McGrath RentCorp	1,094,373	2.22%
Services - Hospitals			
18,650	Encompass Health Corporation	1,410,499	2.86%
Special Industry Machinery, NEC			
72,060	Milacron Holdings Corp. *	1,502,451	3.05%
State Commercial Banks			
16,010	Bank of Hawaii Corporation	1,288,645	
23,421	Commerce Bancshares, Inc.	1,564,523	
59,780	CVB Financial Corp.	1,429,938	
		4,283,106	8.69%
Transportation Services			
19,270	GATX Corporation	1,586,692	3.22%
Water Supply			
17,950	American States Water Company	1,079,154	2.19%
Total for Common Stocks (Cost \$36,283,699)		48,000,221	97.39%
MONEY MARKET FUNDS			
1,765,075	Fidelity Investments Money Market Government Portfolio - Class I 1.80% **	1,765,075	3.58%
(Cost \$1,765,075)			
Total Investment Securities		49,765,296	100.97%
(Cost \$38,048,774)			
Liabilities in Excess of Other Assets		(475,902)	-0.97%
Net Assets		\$ 49,289,394	100.00%

* Non-Income Producing Securities.

** The yield rate shown represents the 7-day yield at July 31, 2018.

The accompanying notes are an integral part of these financial statements.

Walthausen Select Value Fund

Statement of Assets and Liabilities (Unaudited)

July 31, 2018

Assets:	
Investment Securities at Fair Value	\$ 49,765,296
(Cost \$38,048,774)	
Receivable for Dividends	13,594
Receivable for Securities Sold	252,066
Receivable for Shareholder Subscriptions	7,577
Total Assets	<u>50,038,533</u>
Liabilities:	
Payable for Securities Purchased	496,990
Payable for Shareholder Redemptions	191,802
Payable to Advisor for Management Fees (Note 4)	48,106
Payable to Advisor for Service Fees (Note 4)	12,241
Total Liabilities	<u>749,139</u>
Net Assets	<u>\$ 49,289,394</u>
Net Assets Consist of:	
Paid In Capital	\$ 25,820,355
Accumulated Undistributed Net Investment Income (Loss)	42,055
Accumulated Undistributed Realized Gain (Loss) on Investments - Net	11,710,462
Unrealized Appreciation (Depreciation) in Value of Investments Based on Identified Cost - Net	<u>11,716,522</u>
Net Assets	<u>\$ 49,289,394</u>
Institutional Class	
Net Assets	\$ 41,469,923
Shares Outstanding	
(Unlimited shares authorized)	2,093,489
Net Asset Value and Offering Price Per Share	<u>\$ 19.81</u>
Redemption Price Per Share (\$19.81 x 0.98) (Note 2)	<u>\$ 19.41</u>
Retail Class	
Net Assets	\$ 7,271,479
Shares Outstanding	
(Unlimited shares authorized)	372,006
Net Asset Value and Offering Price Per Share	<u>\$ 19.55</u>
Redemption Price Per Share (\$19.55 x 0.98) (Note 2)	<u>\$ 19.16</u>
R6 Class	
Net Assets	\$ 547,992
Shares Outstanding	
(Unlimited shares authorized)	27,549
Net Asset Value and Offering Price Per Share	<u>\$ 19.89</u>
Redemption Price Per Share (\$19.89 x 0.98) (Note 2)	<u>\$ 19.49</u>

Walthausen Select Value Fund

Statement of Operations (Unaudited) For the six month period ended July 31, 2018

Investment Income:	
Dividends (Net of foreign withholding tax of \$0)	\$ 453,435
Interest	-
Total Investment Income	<u>453,435</u>
Expenses:	
Management Fees (Note 4)	321,206
Service Fees (Note 4)	<u>160,604</u>
Total Expenses	<u>481,810</u>
Less: Waived Service Fees (Note 4)	<u>(79,688)</u>
Net Expenses	<u>402,122</u>
Net Investment Income (Loss)	51,313
Realized and Unrealized Gain (Loss) on Investments:	
Net Realized Gain (Loss) on Investments	8,819,962
Net Change In Unrealized Appreciation (Depreciation) on Investments	<u>(7,022,663)</u>
Net Realized and Unrealized Gain (Loss) on Investments	<u>1,797,299</u>
Net Increase (Decrease) in Net Assets from Operations	<u>\$ 1,848,612</u>

Walthausen Select Value Fund

Statements of Changes in Net Assets	(Unaudited)	
	2/1/2017 to 1/31/2018	2/1/2017 to 1/31/2018
From Operations:		
Net Investment Income (Loss)	\$ 51,313	\$ 351,381
Net Realized Gain (Loss) on Investments	8,819,962	10,131,936
Net Change in Unrealized Appreciation (Depreciation) on Investments	<u>(7,022,663)</u>	<u>4,057,178</u>
Increase (Decrease) in Net Assets from Operations	1,848,612	14,540,495
From Distributions to Shareholders:		
Net Investment Income		
Institutional Class	-	(457,322)
Retail Class	-	(38,076)
R6 Class	-	(3,138)
Net Realized Gain from Investments		
Institutional Class	-	(200,053)
Retail Class	-	(22,110)
R6 Class	-	(1,458)
Change in Net Assets from Distributions	-	<u>(722,157)</u>
From Capital Share Transactions:		
Proceeds From Sale of Shares		
Institutional Class	542,419	49,288,539
Retail Class	242,961	596,452
R6 Class	33,408	507,392
Proceeds From Redemption Fees (Note 2)		
Institutional Class	918	13,754
Retail Class	115	245
R6 Class	-	-
Shares Issued on Reinvestment of Dividends		
Institutional Class	-	654,917
Retail Class	-	59,788
R6 Class	-	4,596
Cost of Shares Redeemed		
Institutional Class	(29,646,313)	(27,461,477)
Retail Class	(1,615,710)	(47,590,559)
R6 Class	<u>(25,039)</u>	<u>(69,470)</u>
Net Increase (Decrease) from Shareholder Activity	<u>(30,467,241)</u>	<u>(23,995,823)</u>
Net Increase (Decrease) in Net Assets	(28,618,629)	(10,177,485)
Net Assets at Beginning of Period	<u>77,908,023</u>	<u>88,085,508</u>
Net Assets at End of Period (Including Accumulated Undistributed Net Investment Income (Loss) of \$42,055 and (\$9,258), respectively)	<u>\$ 49,289,394</u>	<u>\$ 77,908,023</u>
Share Transactions:		
Issued		
Institutional Class	29,023	2,937,076
Retail Class	13,008	33,676
R6 Class	1,784	30,075
Reinvested		
Institutional Class	-	34,929
Retail Class	-	3,227
R6 Class	-	244
Redeemed		
Institutional Class	(1,522,604)	(1,546,821)
Retail Class	(84,714)	(2,880,757)
R6 Class	<u>(1,353)</u>	<u>(3,557)</u>
Net Increase (Decrease) in Shares	<u>(1,564,856)</u>	<u>(1,391,908)</u>

The accompanying notes are an integral part of these financial statements.

Walthausen Select Value Fund

Financial Highlights - Institutional Class

Selected data for a share outstanding throughout the period:	(Unaudited)					
	2/1/2018	2/1/2017	2/1/2016	2/1/2015	2/1/2014	2/1/2013
	to	to	to	to	to	to
	7/31/2018	1/31/2018	1/31/2017	1/31/2016	1/31/2015	1/31/2014
Net Asset Value -						
Beginning of Period	\$ 19.22	\$ 16.26	\$ 13.19	\$ 14.70	\$ 15.19	\$ 12.01
Net Investment Income (Loss) ^(a)	0.02	0.10	0.06	0.08	0.17	(0.01)
Net Gain (Loss) on Investments (Realized and Unrealized) ^(b)	0.57	3.02	3.08	(1.42)	0.10	3.54
Total from Investment Operations	0.59	3.12	3.14	(1.34)	0.27	3.53
Distributions (From Net Investment Income)	-	(0.11)	(0.07)	(0.07)	(0.14)	-
Distributions (From Capital Gains)	-	(0.05)	-	(0.10)	(0.62)	(0.35)
Total Distributions	-	(0.16)	(0.07)	(0.17)	(0.76)	(0.35)
Proceeds from Redemption Fee (Note 2)	- +	- +	- +	- +	- +	- +
Net Asset Value -						
End of Period	\$ 19.81	\$ 19.22	\$ 16.26	\$ 13.19	\$ 14.70	\$ 15.19
Total Return ^(c)	3.07% *	19.23%	23.78%	(9.23)%	1.57%	29.31%
Ratios/Supplemental Data						
Net Assets - End of Period (Thousands)	\$41,470	\$68,955	\$35,158	\$48,191	\$46,778	\$30,600
Before Reimbursement						
Ratio of Expenses to Average Net Assets	1.35% **	1.35%	1.42%	1.45%	1.45%	1.45%
Ratio of Net Investment Income (Loss) to Average Net Assets	-0.08% **	0.33%	0.19%	0.31%	0.83%	-0.33%
After Reimbursement						
Ratio of Expenses to Average Net Assets	1.10% **	1.10%	1.17%	1.20%	1.20%	1.20%
Ratio of Net Investment Income (Loss) to Average Net Assets	0.17% **	0.58%	0.44%	0.56%	1.08%	-0.08%
Portfolio Turnover Rate	22.51% *	63.12%	62.38%	62.54%	75.83%	77.67%

Walthausen Select Value Fund

Financial Highlights - Retail Class

Selected data for a share outstanding throughout the period:	(Unaudited)					
	2/1/2018	2/1/2017	2/1/2016	2/1/2015	2/1/2014	2/1/2013
	to	to	to	to	to	to
	7/31/2018	1/31/2018	1/31/2017	1/31/2016	1/31/2015	1/31/2014
Net Asset Value -						
Beginning of Period	\$ 19.00	\$ 16.10	\$ 13.06	\$ 14.57	\$ 15.05	\$ 11.94
Net Investment Income (Loss) ^(a)	(0.01)	0.03	0.03	0.05	0.16	(0.05)
Net Gain (Loss) on Investments (Realized and Unrealized) ^(b)	0.56	3.00	3.04	(1.42)	0.09	3.51
Total from Investment Operations	0.55	3.03	3.07	(1.37)	0.25	3.46
Distributions (From Net Investment Income)	-	(0.08)	(0.03)	(0.04)	(0.11)	-
Distributions (From Capital Gains)	-	(0.05)	-	(0.10)	(0.62)	(0.35)
Total Distributions	-	(0.13)	(0.03)	(0.14)	(0.73)	(0.35)
Proceeds from Redemption Fee (Note 2)	- +	- +	- +	- +	- +	- +
Net Asset Value -						
End of Period	\$ 19.55	\$ 19.00	\$ 16.10	\$ 13.06	\$ 14.57	\$ 15.05
Total Return ^(c)	2.89% *	18.87%	23.50%	(9.50)%	1.46%	28.89%
Ratios/Supplemental Data						
Net Assets - End of Period (Thousands)	\$ 7,271	\$ 8,430	\$52,922	\$39,781	\$26,091	\$ 4,802
Before Reimbursement						
Ratio of Expenses to Average Net Assets	1.35% **	1.35%	1.42%	1.45%	1.45%	1.47%
Ratio of Net Investment Income (Loss) to Average Net Assets	-0.09% **	0.16%	0.19%	0.31%	0.98%	-0.37%
After Reimbursement						
Ratio of Expenses to Average Net Assets	1.35% **	1.35%	1.42%	1.45%	1.45%	1.45%
Ratio of Net Investment Income (Loss) to Average Net Assets	-0.09% **	0.16%	0.19%	0.31%	0.98%	-0.35%
Portfolio Turnover Rate	22.51% *	63.12%	62.38%	62.54%	75.83%	77.67%

* Not Annualized.

** Annualized.

+ Amount less than \$0.005 per share.

(a) Per share amounts were calculated using the average shares method.

(b) Realized and unrealized gains and losses per share in this caption are balancing amounts necessary to reconcile the change in net asset value for the period and may not reconcile with the aggregate gains and losses in the Statement of Operations due to share transactions for the period.

(c) Total return represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

The accompanying notes are an integral part of these financial statements.

Walthausen Select Value Fund

Financial Highlights - R6 Class

Selected data for a share outstanding throughout the period:	(Unaudited)		
	2/1/2018	2/1/2017	11/1/2016*
	to	to	to
	7/31/2018	1/31/2018	1/31/2017
Net Asset Value -			
Beginning of Period	\$ 19.29	\$ 16.30	\$ 14.06
Net Investment Income (Loss) ^(a)	0.03	0.14	0.03
Net Gain (Loss) on Investments (Realized and Unrealized) ^(b)	0.57	3.01	2.24
Total from Investment Operations	0.60	3.15	2.27
Distributions (From Net Investment Income)	-	(0.11)	(0.03)
Distributions (From Capital Gains)	-	(0.05)	-
Total Distributions	-	(0.16)	(0.03)
Proceeds from Redemption Fee (Note 2)	-	-	-
Net Asset Value -			
End of Period	\$ 19.89	\$ 19.29	\$ 16.30
Total Return ^(c)	3.11% **	19.32%	16.18% **
Ratios/Supplemental Data			
Net Assets - End of Period (Thousands)	\$ 548	\$ 523	\$ 6
Before Reimbursement			
Ratio of Expenses to Average Net Assets	1.35% ***	1.35%	1.35% ***
Ratio of Net Investment Income (Loss) to Average Net Assets	-0.10% ***	0.37%	0.48% ***
After Reimbursement			
Ratio of Expenses to Average Net Assets	0.98% ***	0.98%	0.98% ***
Ratio of Net Investment Income (Loss) to Average Net Assets	0.27% ***	0.74%	0.85% ***
Portfolio Turnover Rate	22.51% **	63.12%	62.38% **

* Not Annualized.

** Annualized.

+ Amount less than \$0.005 per share.

(a) Per share amounts were calculated using the average shares method.

(b) Realized and unrealized gains and losses per share in this caption are balancing amounts necessary to reconcile the change in net asset value for the period and may not reconcile with the aggregate gains and losses in the Statement of Operations due to share transactions for the period.

(c) Total return represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends.

NOTES TO FINANCIAL STATEMENTS WALTHAUSEN SELECT VALUE FUND

July 31, 2018
(UNAUDITED)

1.) ORGANIZATION

Walthausen Select Value Fund (the "Fund") was organized as a diversified series of the Walthausen Funds (the "Trust") on December 1, 2010. The Trust is registered as an open-end investment company under the Investment Company Act of 1940, as amended (the "1940 Act"). The Trust was organized in Ohio as a business trust on October 10, 2007 and may offer an unlimited number of shares of beneficial interest in a number of separate series, each series representing a distinct fund with its own investment objectives and policies. The Fund commenced operations on December 27, 2010. As of July 31, 2018, there were two series authorized by the Trust. Class R6 shares commenced operations on November 1, 2016. The Fund currently offers Institutional Class shares, Retail Class shares and R6 Class shares. Prior to January 30, 2013 the Institutional Class was named the Investor Class. The classes differ principally in their respective distribution expenses and arrangements. All classes of shares have identical rights to earnings, assets and voting privileges, except for class specific expenses and exclusive rights to vote on matters affecting only individual classes. Prior to June 1, 2013, Retail Class shares of the Fund were subject to Rule 12b-1 distribution fees. While the Fund does not currently charge any Rule 12b-1 distribution fees, the Fund does reserve the right to pay or accrue such fees upon notice to shareholders. The Fund's investment objective is to seek long-term capital appreciation. The investment advisor to the Fund is Walthausen & Co., LLC (the "Advisor").

2.) SIGNIFICANT ACCOUNTING POLICIES

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification Topic 946 Financial Services - Investment Companies. The financial statements are prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP"). The Fund follows the significant accounting policies described in this section.

SECURITY VALUATION

All investments in securities are recorded at their estimated fair value, as described in Note 3.

FEDERAL INCOME TAXES

The Fund's policy is to continue to comply with the requirements of the Internal Revenue Code that are applicable to regulated investment companies and to distribute all of its taxable income to shareholders. Therefore, no federal income tax provision is required. It is the Fund's policy to distribute annually, prior to the end of the calendar year, dividends sufficient to satisfy excise tax requirements of the Internal Revenue Code. This Internal Revenue Code requirement may cause an excess of distributions over the book year-end accumulated income. In addition, it is the Fund's policy to distribute annually, after the end of the fiscal year, any remaining net investment income and net realized capital gains.

The Fund recognizes the tax benefits of certain tax positions only where the position is "more likely than not" to be sustained assuming examination by tax authorities. Management has analyzed the Fund's tax positions, and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for the open tax years. The Fund identifies its major tax jurisdictions as U.S. Federal and State tax authorities; however, the Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months. The Fund recognizes interest and penalties, if any, related to unrecognized tax benefits as income tax expense in the Statement of Operations. During the six month period ended July 31, 2018, the Fund did not incur any interest or penalties.

SHARE VALUATION

The net asset value per share of the Fund is calculated daily by dividing the total value of the Fund's assets, less liabilities, by the number of shares outstanding, rounded to the nearest cent. The offering and redemption price per share is equal to the net asset value per share, except that shares of the Fund are subject to a redemption fee of 2% if redeemed after holding them for 90 days or less. During the six month period ended July 31, 2018, proceeds from redemption fees amounted to \$918, \$115 and \$0 for Institutional Class shares, Retail Class shares and R6 Class shares, respectively.

Notes to Financial Statements (Unaudited) - continued

DISTRIBUTIONS TO SHAREHOLDERS

Distributions to shareholders, which are determined in accordance with income tax regulations, are recorded on the ex-dividend date. The Fund may utilize earnings and profits distributed to shareholders on redemptions of shares as part of the dividends paid deductions. The treatment for financial reporting purposes of distributions made to shareholders during the year from net investment income or net realized capital gains may differ from their ultimate treatment for federal income tax purposes. These differences are caused primarily by differences in the timing of the recognition of certain components of income, expense, or realized capital gain for federal income tax purposes. Where such differences are permanent in nature, they are reclassified in the components of the net assets based on their ultimate characterization for federal income tax purposes. Any such reclassifications will have no effect on net assets, results of operations, or net asset value per share of the Fund.

USE OF ESTIMATES

The financial statements are prepared in accordance with GAAP, which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates.

OTHER

The Fund records security transactions based on the trade date for financial reporting purposes. Dividend income is recognized on the ex-dividend date. Interest income, if any, is recognized on an accrual basis. The Fund uses the specific identification method in computing gain or loss on the sale of investment securities. Withholding taxes on foreign dividends have been provided for in accordance with the Fund's understanding of the applicable country's tax rules and rates. The Fund may invest in real estate investment trusts ("REITs") that pay distributions to their shareholders based on available funds from operations. It is common for these distributions to exceed the REITs taxable earnings and profits resulting in the excess portion of such distribution to be designated as return of capital. Distributions received from REITs are generally recorded as dividend income and, if necessary, are reclassified annually in accordance with tax information provided by the underlying REITs. Additionally, the Fund may hold investments in master limited partnerships ("MLPs"). It is common for distributions from MLPs to exceed taxable earnings and profits. In such instances, the excess portion of such distributions are classified as a return of capital. Annually, income or loss from each MLP is reclassified upon receipt of the MLP's tax reporting document. For financial reporting purposes, management does not estimate the tax character of MLP distributions for which actual information has not been reported.

EXPENSES

Expenses incurred by the Trust that do not relate to a specific fund of the Trust are allocated to the individual funds based on each fund's relative net assets or an appropriate basis.

Class specific expenses are borne by each specific class. Income, non-class specific expenses, and realized and unrealized gains/losses are allocated to the respective classes based on the basis of relative net assets.

3.) SECURITIES VALUATIONS

The Fund utilizes various methods to measure the fair value of its investments on a recurring basis. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are:

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

Level 2 - Observable inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 - Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Fund's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not

Notes to Financial Statements (Unaudited) - continued

yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized as level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

FAIR VALUE MEASUREMENTS

A description of the valuation techniques applied to the Fund's major categories of assets and liabilities measured at fair value on a recurring basis follows.

Equity securities (common stocks). Equity securities generally are valued by using market quotations, but may be valued on the basis of prices furnished by a pricing service when the Advisor believes such prices accurately reflect the fair value of such securities. Securities that are traded on any stock exchange or on the NASDAQ over-the-counter market are generally valued by the pricing service at the last quoted sale price. Lacking a last sale price, an equity security is generally valued by the pricing service at its last bid price. Generally, if the security is traded in an active market and is valued at the last sale price, the security is categorized as a level 1 security. When market quotations are not readily available, when the Advisor determines that the market quotation or the price provided by the pricing service does not accurately reflect the current fair value, or when restricted securities are being valued, such securities are valued as determined in good faith by the Advisor, subject to review of the Board of Trustees (the "Trustees" or the "Board") and are categorized in level 2 or level 3, when appropriate.

Money market funds. Shares of money market funds are valued at the net asset value and are classified as level 1 of the fair value hierarchy.

In accordance with the Trust's good faith pricing guidelines, the Advisor is required to consider all appropriate factors relevant to the value of securities for which it has determined other pricing sources are not available or reliable as described above. There is no single procedure for determining fair value, since fair value depends upon the circumstances of each individual case. As a general principle, the current fair value of an issue of securities being valued by the Advisor would appear to be the amount which the owner might reasonably expect to receive for them upon their current sale. Methods which are in accordance with this principle may, for example, be based on (i) a multiple of earnings; (ii) a discount from market of a similar freely traded security (including a derivative security or a basket of securities traded on other markets, exchanges or among dealers); or (iii) yield to maturity with respect to debt issues, or a combination of these and other methods.

The following table summarizes the inputs used to value the Fund's assets measured at fair value as of July 31, 2018:

<u>Valuation Inputs of Assets</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$ 48,000,221	\$0	\$0	\$ 48,000,221
Money Market Funds	<u>1,765,075</u>	<u>\$0</u>	<u>\$0</u>	<u>1,765,075</u>
Total	\$ 49,765,296	\$0	\$0	\$ 49,765,296

Refer to the Fund's Schedule of Investments for a listing of securities by industry. The Fund did not hold any level 2 or level 3 assets during the six month period ended July 31, 2018. There were no transfers into or out of the levels during the six month period ended July 31, 2018. It is the Fund's policy to consider transfers into or out of the levels as of the end of the reporting period.

The Fund did not invest in any derivative instruments during the six month period ended July 31, 2018.

4.) INVESTMENT ADVISORY AGREEMENT AND RELATED PARTY TRANSACTIONS

The Trust, on behalf of the Fund, has entered into an investment advisory agreement ("Management Agreement") with the Advisor. The Advisor manages the investment portfolio of the Fund, subject to policies adopted by the Trust's Board of Trustees, and, at its own expense and without reimbursement from the Trust, furnishes office space and all necessary office facilities, equipment and executive personnel necessary for managing the Fund. For its services, the Advisor received an investment management fee equal to 0.90% of the average daily net assets of the

Notes to Financial Statements (Unaudited) - continued

Fund. Prior to November 1, 2016, the Advisor received an investment management fee equal to 1.00% of the average daily net assets of the Fund. For the six month period ended July 31, 2018, the Advisor earned management fees totaling \$321,206, of which \$48,106 was due to the Advisor at July 31, 2018.

Under the terms of the Services Agreement between the Trust, on behalf of the Fund, and the Advisor (the "Services Agreement"), the Advisor renders administrative and supervisory services to the Fund, provides the services of a chief compliance officer and assumes and pays all ordinary expenses of the Fund, excluding management fees, any 12b-1 fees, brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expenses on securities sold short), fees and expenses of acquired funds, extraordinary or non-recurring expenses as may arise, including litigation to which the Fund may be a party and indemnification of the Trust's Trustees and officers. For its services, the Advisor receives service fees equal to an annual rate of 0.45% of the Fund's average daily net assets up to \$100 million, 0.25% of the Fund's average daily net assets between \$100 million and \$500 million, and 0.15% of such assets in excess of \$500 million. The Advisor has contractually agreed to waive Services Agreement fees to the extent necessary to maintain total annual operating expenses of the Institutional Class Shares, excluding brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expenses on securities sold short), the cost of acquired funds and extraordinary expenses at 1.10% of its average daily net assets through May 31, 2018. The Advisor may not terminate the fee waiver before May 31, 2018. Prior to June 1, 2017 the Advisor had contractually agreed to waive, for the Institutional Class shares, 0.25% of the applicable Services Agreement fees for the class' average daily net assets up to \$100 million. Also, the Advisor has contractually agreed to waive Services Agreement fees to the extent necessary to maintain total annual operating expenses of the R6 Class Shares, excluding brokerage fees and commissions, taxes, borrowing costs (such as (a) interest and (b) dividend expenses on securities sold short), the cost of acquired funds and extraordinary expenses at 0.98% of its average daily net assets through May 31, 2019. The Advisor may not terminate the fee waiver before May 31, 2019.

For the six month period ended July 31, 2018, the Advisor earned service fees of \$160,604, of which \$12,241 was due to the Advisor at July 31, 2018. Service fees in the amounts of \$78,739 and \$949 were waived with no recapture provision for the six month period ended July 31, 2018 for the Institutional and R6 Classes, respectively.

Certain officers and a shareholder of the Advisor are also officers and/or a Trustee of the Trust. These individuals may receive benefits from the Advisor resulting from management and services fees paid to the Advisor by the Fund.

The Trustees who are not interested persons of the Fund were each paid \$2,000, for a total of \$6,000, in Trustees' fees plus travel and related expenses for the six month period ended July 31, 2018 for their services to the Fund. The Advisor pays these fees pursuant to the Services Agreement.

5.) DISTRIBUTION AND SHAREHOLDER SERVICING PLAN

The Fund has adopted a Distribution Plan in accordance with Rule 12b-1 under the 1940 Act. Pursuant to the Distribution Plan, the Fund compensates the Advisor for services rendered and expenses borne in connection with brokerage platform fees. This Distribution Plan provides that the Fund may pay the annual rate of up to 0.25% of the average daily net assets of the Fund's Retail Class shares. These activities include reimbursement to entities for providing distribution and shareholder servicing with respect to the Fund's shares. Effective June 1, 2013, the Fund does not currently pay or accrue any distribution fees for Retail Class shares; however, the Fund reserves the right to pay or accrue such fees in the future upon notice to shareholders.

6.) PURCHASES AND SALES OF SECURITIES

For the six month period ended July 31, 2018, purchases and sales of investment securities other than U.S. Government obligations and short-term investments aggregated \$15,603,478 and \$50,555,830, respectively. Purchases and sales of U.S. Government obligations aggregated \$0 and \$0, respectively.

7.) CONTROL OWNERSHIP

The beneficial ownership, either directly or indirectly, of more than 25% of the voting securities of a fund creates a presumption of control of a fund under Section 2(a)(9) of the 1940 Act. As of July 31, 2018, NFS, LLC located in New York, New York, each for the benefit of its clients, held, in aggregate, 61.28% of the Fund shares, and therefore each may be deemed to control the Fund.

Notes to Financial Statements (Unaudited) - continued

8.) TAX MATTERS

For Federal income tax purposes, the cost of investments owned at July 31, 2018 was \$38,048,774. At July 31, 2018, the composition of unrealized appreciation (the excess of value over tax cost) and depreciation (the excess of tax cost over value) was as follows:

<u>Appreciation</u>	<u>(Depreciation)</u>	<u>Net Appreciation (Depreciation)</u>
\$12,416,865	(\$700,343)	\$11,716,522

Distributions paid from Institutional Class:

	Six Months Ended <u>July 31, 2018</u>	Fiscal Year Ended <u>January 31, 2018</u>
Ordinary Income	\$ -0-	\$ 372,352
Long-Term Capital Gain	<u>-0-</u>	<u>285,022</u>
	\$ -0-	\$ 657,374

Distributions paid from Retail Class:

	Six Months Ended <u>July 31, 2018</u>	Fiscal Year Ended <u>January 31, 2018</u>
Ordinary Income	\$ -0-	\$ 28,685
Long-Term Capital Gain	<u>-0-</u>	<u>31,501</u>
	\$ -0-	\$ 60,186

Distributions paid from R6 Class:

	Six Months Ended <u>July 31, 2018</u>	Fiscal Year Ended <u>January 31, 2018</u>
Ordinary Income	\$ -0-	\$ 2,519
Long-Term Capital Gain	<u>-0-</u>	<u>2,078</u>
	\$ -0-	\$ 4,597

9.) SUBSEQUENT EVENTS

Subsequent events after the date of the Statement of Assets and Liabilities have been evaluated through the date the financial statements were issued. Management has concluded that there is no impact requiring adjustment to or disclosure in the financial statements.

Board of Trustees

Edward A. LaVarnway
John P. Mastriani
Hany A. Shawky
John B. Walthausen

Investment Advisor and Administrator

Walthausen & Co., LLC

Legal Counsel

Thompson Hine LLP

Custodian

US Bank, N.A.

**Dividend Paying Agent,
Shareholders' Servicing Agent,
Transfer Agent**

Ultimus Fund Solutions, LLC

Sub-Administrator

Premier Fund Solutions, Inc.

Independent Registered Public Accounting Firm

Cohen & Company, Ltd.

Distributor

Rafferty Capital Markets, LLC

This report is provided for the general information of the shareholders of the Walthausen Select Value Fund. This report is not intended for distribution to prospective investors in the Fund, unless preceded or accompanied by an effective prospectus.

WALTHAUSEN SELECT VALUE FUND

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