

AltCat Fund

(Alternative Categories Fund)

PROSPECTUS

May 1, 2011

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STAAR AltCat Fund

(Alternative Categories Fund)

Prospectus

Ticker: SITAX

May 1, 2011

FUND SUMMARY

INVESTMENT OBJECTIVE: The STAAR AltCat Fund pursues growth of investors' capital.

FEES AND EXPENSES: The following tables describe the fees and expenses that you may pay if you buy and hold shares of the Fund:

SHAREHOLDER FEES

(fees paid directly from your investment)

Maximum Sales Charge (Load) Imposed on Purchases (as a percentage of offering price)	NONE
Maximum Sales Charge (Load) Imposed on Reinvested Dividends and other Distributions	NONE
Maximum Deferred Sales Charge (Load)	NONE
Redemption Fee (as a percentage of amount redeemed)	NONE

ANNUAL FUND OPERATING EXPENSES (expenses that you pay each year as a percentage of the value of your investment)

Management Fees	0.90%
Distribution (12b-1) Fees	0.01%
Other Expenses	1.28%
Acquired Fund Fees & Expenses	0.60%
Total Annual Fund Operating Expenses	<u>2.79%</u>

Example: This Example is intended to help you compare the cost of investing in the Fund with the cost of investing in other mutual funds.

The Example assumes that you invest \$10,000 in the Fund for the time periods indicated and then redeem all of your shares at the end of these periods. The Example also assumes that your investment has a 5% return each year and that the Fund's operating expenses remain the same. Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

<u>Year</u>	<u>3 Years</u>	<u>5 Years</u>	<u>10 Years</u>
\$282	\$865	\$1474	\$3119

PORTFOLIO TURNOVER: The Fund pays transaction costs, such as commissions, when it buys and sells securities (or "turns over" its portfolio). A higher portfolio turnover may indicate higher transaction costs and may result in higher taxes when Fund shares are held in a taxable account. These costs, which are not reflected in annual fund operating expenses or in the example, affect the Fund's performance. During the most recent fiscal year, the Fund's portfolio turnover rate was 22.58% of the average value of its portfolio.

INVESTMENTS, RISKS AND PERFORMANCE

PRINCIPAL INVESTMENT STRATEGIES: The Fund's main strategy is to identify investment opportunities that the Advisor expects to benefit from market or economic trends. The Advisor has broad discretion as to the asset categories and investments owned by the Fund. A broad mix of investment types and management styles may be employed. The Fund is considered non-diversified in that under normal conditions 80% or more of its total assets are invested in other mutual funds or exchange traded funds (ETFs).

PRINCIPAL RISKS OF INVESTING IN THE FUND: The risks associated with an investment in the Fund can increase during times of significant market volatility. There is the risk that you could lose all or a portion of your investment in the Fund. The principal risks of the Fund include:

Management Risk -- There is a risk that the adviser's research, analysis techniques and strategies used by the investment adviser and/or the investment adviser's selection of securities may fail to produce the intended results.

Market Risk -- While stock markets have historically performed better than other asset classes over long time periods, they also have experienced more extreme ups and downs (volatility). Regardless of the condition of any single company, the value of its stock may go down when the general market goes down.

Investment Risk -- Regardless of the direction of the overall market, an individual company can experience financial difficulties or even bankruptcy. Problems with individual companies can adversely affect the Fund's value even in an "up" market.

Credit Risks -- There is a risk that an issuer of fixed-income or debt securities will not make timely payments of principal and interest. Issuers of debt securities can also default on the bond principal. This applies to cash positions and any bond positions that the Fund might take. However, while the use of bonds is permitted, it is not a primary investment strategy.

Bond Market Risks -- Investing in bonds may involve risks that affect the bond markets in general, such as general economic conditions and adverse changes in interest rates.

Foreign Investment Risks -- Investing in foreign securities involves risks such as adverse political, social, political and economic developments, different regulations to which companies are subject, currency fluctuations, limited information about the foreign companies, less liquidity in foreign markets and less protection for the shareholders in the foreign market.

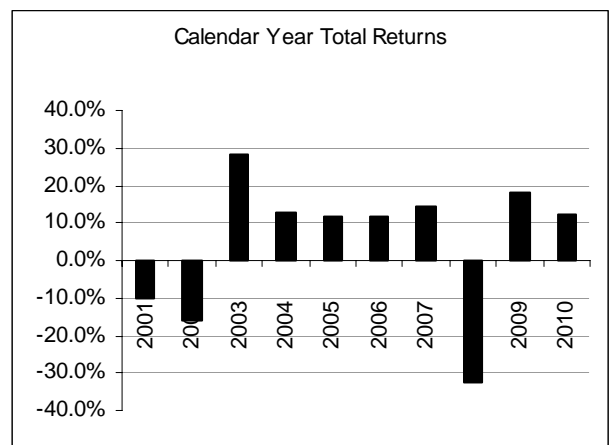
Emerging Markets Risks -- Investments in less mature economies can be exposed to greater risks due to smaller and less liquid markets, less stable political environments and less developed economic policies and controls. Emerging markets can be more volatile, experiencing greater "ups and downs" than mature markets.

Risks of Investing in Funds -- There are certain risks associated with the character and mechanics of mutual funds. Shareholders do not control investment transactions and decisions made by managers determine performance. Transactions can cause taxable distributions that are passed through to shareholders. Investors in the Fund indirectly pay the expenses of underlying funds.

Shares of the Fund will change in value and you could lose money by investing in the Fund. It is possible that the Fund may not achieve its investment objective. An investment in the Fund is not a deposit of a bank and is not insured or guaranteed by the Federal Deposit Insurance Corporation (FDIC) or any other government agency.

Annual Total Returns: The bar chart and table are intended to help you understand the risks of investing in the Fund. The bar chart shows how the performance of the Fund has varied from one calendar year to another over the periods shown. The table shows how the average annual total returns compare with those of a relevant market index, which has investment characteristics similar to those of the Fund. The Fund's past performance (before and after taxes) is not necessarily an indication of how the Fund will perform in the future. Updated performance information is available on the Fund's website at www.staarfunds.com.

Calendar Year Returns as of December 31, 2010



During the 10-year period shown in the bar chart, the highest return for a quarter was +13.90% (quarter ending 12/31/01) and the lowest return for a quarter was -16.77% (quarter ending 12/31/08).

AVERAGE ANNUAL TOTAL RETURNS

For periods ended 12/31/10

STAAR AltCat Fund	One Year	5 Years	10 Years	Since Inception (05/28/97)
Return Before Taxes	12.35%	2.77%	3.44%	4.48%
Return After Taxes on Distributions*	12.35%	2.29%	4.53%	3.88%
Return After Taxes on Distributions and Sale of Fund Shares*	10.50%	1.70%	2.32%	3.54%
S&P 500 Index <i>(Reflects no deductions for taxes, fees or expenses)</i>	15.06%	2.29%	1.41%	4.77%

* 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. Actual after-tax returns depend on your tax situation and may differ from those shown. Furthermore, the after-tax returns are not relevant to those who hold their shares through tax-deferred arrangements such as 401(k) plans or Individual Retirement Accounts ("IRAs").

MANAGEMENT

Investment Adviser: STAAR Financial Advisors, Inc. is the investment adviser (the "Adviser") for the Fund.

Portfolio Manager: J. Andre Weisbrod has served as the Fund's portfolio manager since 1996. Mr. Weisbrod is the President and CEO of the Advisor and a Director of the STAAR Investment Trust.

PURCHASE AND SALE OF FUND SHARES: The minimum initial amount of investment in the Fund is \$1,000. The entire amount may be invested in the Fund or may be split among one or more of the STAAR Funds subject to a \$50 minimum per Fund. Subsequent investments in the Fund will be subject to a \$50 minimum per Fund. Investors may purchase, exchange or redeem Fund shares on any business day by mail, to Mutual Shareholder Services, LLC, 8000 Town Centre Dr, Broadview Heights, OH 44147, or by telephone at 1-888-717-8227.

TAX INFORMATION: The Fund's distributions will be taxed as ordinary income or capital gains, unless you are investing through a tax-deferred arrangement, such as a 401(k) plan or an individual retirement account. A sale or exchange of Fund shares is a taxable event, which means you may have a capital gain to report as income, or a capital loss to report as a deduction on your federal tax return.

PAYMENTS TO BROKER-DEALERS AND OTHER FINANCIAL INTERMEDIARIES: If you purchase the Fund through a broker-dealer or other financial intermediary (such as a bank), the Fund and its related companies may pay the intermediary for the sale of Fund shares and related services. These payments may create a conflict of interest by influencing the broker-dealer or other intermediary and your salesperson to recommend the Fund over another investment. Ask your salesperson or visit your financial intermediary's Web site for more information.

ADDITIONAL INFORMATION ABOUT THE FUNDS' STRATEGIES AND RISKS

INVESTMENT OBJECTIVES, PRINCIPAL INVESTMENT STRATEGIES, RELATED RISKS AND DISCLOSURE OF PORTFOLIO HOLDINGS

INVESTMENT OBJECTIVES: The STAAR AltCat Fund pursues long-term growth of investors' capital.

PRINCIPAL INVESTMENT STRATEGIES

This Fund is a fund of funds that pursues its investment objectives primarily by investing in the shares of other mutual funds, including exchange-traded funds ("ETFs"). The Advisor seeks out registered funds and ETFs that it believes have a history of superior performance, an investment objective that fits into the Fund's mix of holdings, and reasonable fees and expenses. The Advisor attempts to own shares of funds with a variety of management styles.

The funds in which the Fund invests may themselves hold the securities of domestic or foreign companies. There are no limits on the size of companies that may be owned directly or indirectly through underlying funds, however the Fund's holdings are generally funds that own securities of large and mid capitalization domestic and foreign companies. Depending on market conditions and trends, the Advisor weighs the overall portfolio mix of shares the Fund owns to higher or lower market capitalization and sectors or industries. Depending on market conditions and trends, the Advisor may weight the styles toward either growth or value.

In deciding to buy, hold or sell a particular mutual fund or individual security, the Advisor considers a number of factors. The Advisor examines general economic and market trends and their possible effect on the fund. The Advisor evaluates trends and price movements of the companies and industries in which the fund is invested. If a holding fails to perform up to expectations, it may be sold.

The Advisor seeks to avoid active and frequent trading of portfolio securities to achieve its principal investment strategies. However, frequent trading may be necessary under certain circumstances such as volatile market conditions or unusual shareholder redemptions. To the extent trading is more frequent, portfolio turnover could increase and short-term gains may be realized that would be passed through to shareholders and for which taxes could be owed at ordinary income rates.

The Advisor 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. The Fund may increase or decrease its cash and short-term holdings depending on the manager evaluation of market conditions, or when anticipated liquidity needs are a concern. To the extent such temporary positions are employed the Fund may not be able to fulfill its objective for a period of time.

RELATED RISKS: There are risks associated with investing in the Fund, and it is possible to lose money. Previously, principal risks were outlined. Additional considerations include:

Market Behaviors: Markets go up and down. Generally, some markets are more volatile than others, including smaller companies and emerging markets. There is always a risk that an individual security or a sector or entire market will decline in price, creating a loss for an investor. Foreign stock markets may be riskier than U.S. markets.

Derivatives: Derivatives are financial instruments whose value is based on (derived) from the value of a financial asset (such as stocks, bonds or currency), a physical asset (such as gold or silver or wheat) or a market index (such as the Dow Jones Industrial Average). Investments in derivatives entail risks that can be different from and potentially greater than those of the underlying assets.

Country, Region and Currency Risks: Political upheaval, natural disasters or financial crises can affect a country or a region adversely, causing declines in their respective markets. In addition, companies in foreign nations are not subject the same accounting and regulatory requirements as are firms in the U.S. These factors along with longer-term trends in a nation's financial strength can adversely affect a country's currency value compared to other countries. Not only are the Fund's investments in overseas securities affected by these factors; U.S. firms doing business overseas are affected by these factors.

Investment Management: The Advisor is responsible for the selection and allocation of the Fund's investments. Its decisions can affect the performance of the Fund apart from general market conditions and trends thereby causing the

Fund to under perform its comparison benchmark(s) or other funds with similar objectives.

Cash Management: As part of its overall strategy, the Fund's management may increase or decrease its cash positions. The use of cash can adversely affect a fund's performance if too much is held during market advances. Generally the Fund employs one or more money market funds to hold cash. These funds carry their own risks common to such funds, and may under perform other funds with similar objectives.

Temporary Investments: The Fund may take temporary positions that depart from its normal investment strategies and policies when such positions are believed to be in the Fund's best interest. Examples include taking higher than normal cash positions, i.e. 20% or more of the Fund's assets or option contracts designed as "portfolio insurance." An example of portfolio insurance would be purchasing a "put" contract when a market or individual security has advanced beyond expectations.

Changes in Tax Laws: Legislation can be introduced by both the state and Federal governments and legislatures, which if enacted, could adversely affect taxation of investment earnings.

PORTFOLIO HOLDINGS

A list of the Fund's portfolio securities is available in the Fund's SAI (Statement of Additional Information) and Annual or Semi-Annual Reports. These may be obtained from Shareholder Services, 8000 Town Centre Drive, Broadview Heights, OH 44147 * 1-888-717-8227 (1-888-71STAAR) or at www.staarfunds.com. The Fund's schedule of portfolio holdings are also filed for the first and third quarters each fiscal year on Form N-Q, which is available on the Securities & Exchange Commission's website at <http://www.sec.gov>. Each Fund's Forms N-Q may be reviewed and copied at the Commission's Public Reference Room in Washington, DC, and that information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. Or the information on Form N-Q may be obtained from Shareholder Services. Information regarding any underlying funds that the Funds might hold can be found in those funds' prospectuses and reports as filed with the Securities and Exchange Commission.

MANAGEMENT, ORGANIZATION AND CAPITAL STRUCTURE

The Adviser, STAAR Financial Advisors, Inc. is located at 604 McKnight Park Dr, Pittsburgh, PA 15237. J. Andre Weisbrod has served as portfolio manager and/or investment adviser to corporations, individuals, pension and profit-sharing plans and endowment funds since 1989. As of December 31, 2010 the Adviser had assets under management totaling over \$30 million. Under the terms of an investment advisory agreement, the Fund pays the Adviser an investment management fee based on a percentage of average net assets. It also pays a fee for additional services in the areas of compliance, shareholder services and accounting assistance. These rates are currently set at .90% and .10% annualized respectively. The board of trustees reviews the agreement(s) with the Advisor annually or more often if appropriate. A discussion regarding the basis of the Fund's Board of Trustees' (the "Board of Trustees") approval of the Advisory Agreement is available in the Fund's Semi-Annual Report to Shareholders for the period ended June 30.

Mr. Weisbrod has been a registered investment adviser since 1989. He has served as the Fund's portfolio manager since the Fund's inception. As of the date of this Prospectus, the Adviser is under contract to provide investment management and advice to individual and institutional clients, in addition to the Fund. The Adviser is registered with the SEC under the Investment Advisers Act of 1940, as amended. Mr. Weisbrod is the President and Director of the Adviser and is the principal in charge of all of its investment management and research activities.

Mr. Weisbrod holds a bachelors degree in Graphic Design from Ohio University. The SAI provides additional information about the portfolio manager's compensation, other accounts managed by the portfolio manager and the portfolio manager's ownership of securities in the Fund.

The Fund and the STAAR Investment Trust - The Fund is a member of the STAAR group of six mutual funds. All of the Funds share in the expenses associated with managing and administering the Funds. Common expenses incurred by the Trust are allocated among the funds based on the ratio of net assets of each fund to the combined net assets of the Trust. Fund specific expenses are charged directly to the fund that incurred the expense. The Funds are owned by the shareholders and a board of trustees oversees the management and administration of the Funds.

SHAREHOLDER INFORMATION

PRICING OF SHARES

The Net Asset Value (NAV) of a share of each Fund is calculated based on the closing price of securities on each day that the New York Stock Exchange is open (normally 4:00 P.M. eastern time). The NAV is determined by dividing the total of each Fund's net assets by the total number of outstanding shares of each Fund. The Funds' Net Asset Values will not be computed for any days on which the market is closed, including national holidays (generally New Year's Day, Martin Luther King Day, President's Day, Good Friday, Memorial Day, Independence Day, Labor Day, Thanksgiving and Christmas).

The value of mutual funds held by any of the Funds will be that value provided by such funds according to the methods used by those funds. Because of possible delays obtaining final pricing information regarding other mutual funds, the calculation of the NAV of each of the Trust's Funds will generally be completed the morning of the next business day. Therefore, should any of the Funds be listed in newspapers, it is likely that the prices reported in the newspapers will lag the Funds' actual prices by one day.

The Trust can take no responsibility for errors by other mutual funds in reporting their net asset values or by third party sources used for pricing.

Fair Value Pricing: The board of Trustees has developed procedures that utilize fair value pricing when any assets for which reliable market quotations are not readily available or may be stale. Fair pricing is defined as the amount an owner might reasonably expect to receive upon the current sale of a security. As a practical matter, the issue rarely if ever arises for the Fund because of the nature of the Fund's investments, which are purchased and sold in markets and funds that are either continuously priced during the day or priced at the close of market trading.

BUYING SHARES

BY MAIL

You may open an account using the written application form. Legible photocopies of the application form are acceptable if you desire to open more than one account. Special applications are needed for certain retirement accounts such as Traditional IRAs and Roth IRAs. These forms may be obtained through Shareholder Services.

Mail the application with your check made payable to "STAAR Investment Trust" to the Shareholder Services address listed on the inside back cover of this prospectus. Do not forget to indicate on the Application the amounts or percentage of your check to be put in each Fund. Third party checks are not accepted except under special circumstances where approval is given by Shareholder Services and/or the Transfer Agent.

THROUGH YOUR REGISTERED INVESTMENT REPRESENTATIVE

Your representative can help you with forms and the processing of your check.

BY WIRE

Call Shareholder Services for availability and instructions.

BY PAYROLL DEDUCTION

You may be able to purchase shares through an Employer-Sponsored Plan.

NOTE: You are responsible for any losses or fees incurred by the trust or its Advisor or Transfer Agent or Custodian if an order is canceled because a check does not clear, and such costs may be deducted from your account.

NEW ACCOUNTS

We are required by law to obtain minimum personal or institutional information that we use to verify your identity. If you do not provide the information we may not be able to open an account for you. If we are unable to verify your identity or discover that any identity information is false, we reserve the right to close your account and/or take any other steps, as we deem reasonable.

MINIMUM INITIAL INVESTMENT

The minimum initial amount of investment in the Fund is \$1,000. The entire amount may be invested in the Fund or

may be split among one or more of the STAAR Funds subject to a \$50 minimum per Fund. Subsequent investments in the Fund will be subject to a \$50 minimum per Fund. Investors may purchase, exchange or redeem Fund shares on any business day by mail, to Mutual Shareholder Services, LLC, 8000 Town Centre Dr, Broadview Heights, OH 44147, or by telephone at 1-888-717-8227. The Trust reserves the right to waive or reduce the minimum initial and additional investments for certain investors, including employer-sponsored retirement plans.

ADDING TO YOUR INVESTMENTS

BY MAIL

You may add to your investment at any time by mailing a check payable to "STAAR Investment Trust" to Shareholder Services. You may use the convenient tear-off form on your statements or provide written instructions including the account number. Be sure to specify the amounts that should be credited to each Fund. If no instructions are received, allocation of your check will be made according to the most recent allocation instructions received.

Minimum Amounts: Additional investments to regular accounts must be no less than \$50 per Fund. If the total amount of the check is insufficient to meet the per Fund minimum, the deposit will be made in order of the largest Fund allocation according to the most recent allocation instructions received.

BY AUTOMATIC INVESTMENT PLAN

You may establish an Automatic Investment Plan by filling out the appropriate form, which you may obtain from Shareholder Services. An Automatic Investment Plan authorizes direct monthly deposits from your bank account.

Minimum Amounts: Additional investments to regular accounts must be no less than \$50 per Fund. If the total amount of the check is insufficient to meet the per Fund minimum, the deposit will be made in order of the largest Fund allocation according to the most recent allocation instructions received.

CHECK PURCHASES

All purchase checks must be written in U.S. dollars and drawn on a U.S. bank. The STAAR Funds do not accept cash, travelers' checks, money orders or checks not made out to the STAAR Investment Trust. If a check is returned for insufficient funds, the purchase will be cancelled and a reasonable fee may be assessed by the Fund. In addition, if the Fund suffers a loss due to the cancelled transaction, we may charge you the difference. The STAAR Funds do not accept future-dated checks.

EXCHANGING SHARES

You may exchange shares of one Fund for another either by phone or by signed instructions mailed or faxed to Shareholder Services.

SELLING SHARES

You can sell your shares on any day the Trust is open for business. Generally, you can sell up to \$40,000 total from any Fund or combination of Funds over the phone or by a signed letter delivered to Shareholder Services. Be sure to include the signatures of all registered owners as on the original application or any subsequent change of authorized signatures. However, to protect you and the Trust, we may require written instructions with a signature guarantee for each owner if:

You are selling more than \$40,000 worth of shares.

You want to have proceeds paid to someone who is not a registered owner.

You want to have the proceeds sent to an address other than the address of record.

You have changed the address on your account by phone within the last 15 days.

You may also redeem your shares through a broker-dealer if your shares are held through a broker-dealer account. In this case you must call your broker-dealer who will then execute your trade instructions. A broker-dealer may impose a separate fee for such transactions.

Your redemption will be calculated at the share price equal to the Net Asset Value at the end of the day your request is received if it is received by Shareholder Services before 4:00 P.M. (Eastern Time), or before the market close, if earlier. (If the market closes earlier, the NAV will be calculated as of the actual closing time. If the request is received after such closing time, even if before 4 PM, you will receive the next day's closing price.) If the request is received after such time or on a day the Trust is not open for business, it will be processed as of the close of the next

business day. Requests placed on your behalf by an authorized broker-dealer will be treated as if you made the request personally.

Your redemption check will generally be mailed to you via first-class mail within seven days after we receive your request in proper form. We will use Priority Mail or Overnight Mail if requested, but your account will be charged for this service.

If you want to sell shares recently purchased by check or bank draft, your redemption proceeds may be held by us until your check or draft has cleared, which could take up to fifteen days from the purchase date.

REDEMPTION FEES AND RESTRICTIONS: The Funds currently do not charge a fee for redemptions. However any costs due to special handling requests other than normal mail will be deducted from the account or from the redemption proceeds if the account is being closed. Furthermore, where the Funds experience frequent trading by any account or groups of accounts that could potentially harm performance, the Funds may impose restrictions on trading. If you are contemplating a large redemption, please call Shareholder Services in advance. This allows the advisors to plan any needed transactions and avoid disruptive effects to the Fund.

GOOD ORDER

We reserve the right to delay transaction instructions that are not in "good order." Good order involves verification of identity by phone, written and signed Letter of Instruction (LOI) delivered via mail or fax, or by email with signature imbedded or LOI attached as a pdf document. To be in good order, instructions must...

1. Be provided by person(s) authorized on the account in accordance with STAAR's policies to access the account and request transactions.
2. Include the Fund name and account number.
3. Include the amount of the transaction in terms of shares or dollars or percentages.
4. Signature guarantees or other supporting documents that the type of transaction might require, which can vary depending on the amounts and types of accounts.

The STAAR Investment Trust reserves the right to revise these requirements without notice

TRADE DATE: The trade date for any transaction requested will depend on the day and time the request is received by Shareholder Services and the time and manner in which you pay (for a purchase). Your transaction will be executed only on days that the New York stock Exchange is open for trading (a business day). The trade will be executed at the NAV calculated at the close of the business day the order is received or the next business day if the order is received on a day the NYSE is not open. Orders received prior to 4 PM on a business day will be credited on that date.

TIME LIMITS FOR CREDITING PURCHASES, EXCHANGES AND REDEMPTIONS

Orders received in good order before the close of the New York Stock Exchange (generally 4:00 PM, Eastern Time) will be credited at the closing share price on that day. Otherwise, the transaction will be processed at the closing share price on the next trading day.

DIVIDENDS, CAPITAL GAINS AND TAXES

FUND DISTRIBUTIONS

The Fund distributes its net income (interest and dividends less expenses) as well as any net capital gains realized from the sale of securities owned. Distributions are normally paid annually in December. You may receive distributions in cash or you may have them automatically reinvested in more shares of the Fund.

Taxes: Each year you will receive a 1099 form showing the tax status of any distributions. Of course, qualified plans such as IRAs as well as certain other entities such as charitable organizations may have no tax obligations in the year of the distribution(s). Investors in taxable accounts should be aware of the following:

- Distributions are taxable whether reinvested or not.
- Distributions declared in December but not paid until January are taxable as if received in December.
- You may be eligible for reduced taxes on certain "qualified dividends" and long-term capital gains (gains on securities held longer than 1 year).

- Capital gains distributions will vary from year to year depending on the actual selling activity of the Fund.
- Any sale of Fund shares or exchange of Fund shares from one fund to another in a taxable account is treated as a sale that needs to be reported on your tax return.
- Distributions generated by the Fund as well as sales or exchanges you initiate may be subject to state and local income taxes.
- If you invest in shares of the Fund in taxable account near to a distribution date, you can “buy a dividend,” meaning you could owe more in taxes than you would if you waited until after the distribution date. It is advisable to check a fund’s distribution schedule before you invest.
- Special rules apply to IRAs and other deferred accounts.
- You should consult your professional tax advisor regarding how investing in the Fund may affect your taxes.

Backup Withholding: By law, the Fund administrators must withhold 28% of any taxable distributions or redemptions from your account if you do not provide us with your tax ID number, certify that the number is correct and confirm that you are not subject to backup withholding or if the IRS instructs us to do so.

FOREIGN INVESTORS: Generally Fund shares are not sold outside the United States. Foreign investors who might buy shares in the U.S. should be aware that U.S. withholding and estate taxes might apply to your investment in the Fund.

INVALID ADDRESS: If a distribution or capital gain check is returned as undeliverable, the distribution amount will be automatically reinvested and all future distributions will be reinvested until you provide a valid address and instruct distributions to be paid in cash and mailed to the valid address.

RESPONSIBILITY FOR FRAUD

Neither the Fund nor its directors or service companies will be responsible for any account losses due to fraudulent activities if we reasonably believe that the person transacting business on an account is authorized to do so. You should carefully review your statements and notify Shareholder Services immediately regarding any transactions that you believe to be unauthorized.

DORMANT ACCOUNTS

If an account has no activity for a period of time, the Fund may be required to transfer it to a state under its abandoned property law.

ACCOUNTS WITH LOW BALANCES

The Trust reserves the right to close accounts with balances low enough to cause extra expense, which would be detrimental to other shareholders. Generally, this applies to any Fund account with a balance less than \$500 in any one Fund. If the Trust elects to exercise this right, and if your account falls into this category, a letter will be mailed to you giving you the option of adding to your account, exchanging shares of the Fund for shares in another Fund to meet the minimum, or closing it within 30 days.

CHANGES IN INVESTMENT MINIMUMS

At any time, the Trust may change its investment minimums or waive minimums for certain types of purchases.

JOINT ACCOUNTS

Where two individuals are registered as owners, the Trust will designate the ownership as “joint tenants with rights of survivorship” unless specified otherwise. All registered owners must agree in writing to any ownership changes.

RIGHT TO DELAY ORDERS

The Trust reserves the right to delay purchase, exchange or redemption orders which it considers not properly requested or where there is some doubt as to whether the proper owner has made the request, where a required signature guarantee is not provided or where the order is received on a day the markets are closed or emergency conditions exist as allowed by Section 22 of the 1940 Securities Act.

The Fund reserve the right to stop selling Fund shares or reject any purchase request at any time and without notice, including, but not limited to, purchases requested by exchange from any other STAAR Fund. This also includes the right to reject any purchase request because of a past history of frequent trading by the investor or because the purchase may negatively affect a fund’s operations or performance.

Frequent Trading and Market Timing

The Fund has adopted certain policies to guard against individuals or institutions that might try to engage in trading practices that could adversely affect the Fund and its shareholders. Such practices include short-term "market timing" trades and "time zone arbitrage." The Fund advisors do not knowingly accommodate frequent traders. Nor does it knowingly accommodate investors trying to anticipate and take advantage of international events that could affect currency values, thereby gaining a short-term advantage based on closing valuations in a fund. However, there is no assurance that the Fund advisor or shareholder services provider will be able to detect or prevent frequent trading or market timing in all circumstances. The Fund has the right to refuse any trades that the advisors think could harm the majority of shareholders. If you are a market timer or engage in time zone arbitrage, do not use this Fund or any other STAAR Investment Trust Fund.

The Board of Trustees has adopted policies and procedures to guard against frequent trading abuses by shareholders. Tools to combat frequent trading include the following:

The Funds discourage excessive, short-term trading and other abusive trading practices that may harm the Fund's performance. The Funds are intended for long-term investors. Short-term traders who engage in frequent purchases and redemptions can disrupt a fund's investment program and create additional transaction costs that are borne by all fund shareholders.

The Funds use a variety of techniques to monitor and detect abusive trading practices, and may change these techniques from time to time as determined by the Funds in their sole discretion. The Funds reserve the right to reject any purchase order from any person the Fund believes has a history of abusive trading, or whose trading may be disruptive to the Fund. In making this judgment, the Funds may consider trading done in multiple accounts that are under common control. Although the Funds try to identify and restrict frequent trading, in instances in which the Fund receives orders through financial intermediaries it is very difficult to know or detect frequent trading. Accordingly, the Fund also monitors the procedures and policies in place at such intermediaries in order to protect Fund shareholders from abusive short-term trading.

Information regarding the policies of any underlying funds that the Funds might hold can be found in those funds' prospectuses and reports as filed with the Securities and Exchange Commission.

The Board of Trustees has adopted policies and procedures on the following, which may be obtained from the Advisor at no charge or on the Funds' Internet site at www.staarfunds.com: Proxy Voting Policy and Fair Value Pricing Policy. In addition the board periodically monitors Fund activities to protect shareholders from abusive trading, conflicts of interest and other activities or issues that could adversely affect shareholders.

The Board of Trustees annually reviews the Investment Portfolio Advisor's agreement and the managers ownership of securities owned in the Fund(s)' portfolios. Additional information and/or discussion on this may be found in the Annual and Semi-annual reports of the Funds. The Board also reviews the compensation and other accounts managed by the Portfolio advisor. Additional information may be found in the Statement of Additional Information.

DISTRIBUTION ARRANGEMENTS

SALES LOADS: The Fund does not impose any Sales Loads (Charges) on the purchase or redemption of shares or on distributions, whether reinvested or not.

12B-1 FEES: The Fund has adopted a plan under rule 12b-1 that allows the Fund to pay distribution fees for the sale and distribution of its shares and/or services provided to shareholders. The maximum fee is .25%. Because these fees are paid out of the Fund's assets on an on-going basis, over time these fees will increase the cost of your investment and may cost you more than paying other types of sales charges.

BROKERAGE ALLOCATION

The Trustees and/or Advisor may select brokers who execute purchases and sales of each Fund's securities and provide other brokerage and research services. The Funds are authorized to pay commissions to such brokers in excess of that which might be obtained with other brokers in recognition of services provided. Where a Fund owns other mutual funds, and such funds pay 12b-1 fees, these fees may be paid to brokers as part of their compensation. In 2010 Scottrade received 100% of such commissions. The Trustees may authorize use of a broker-dealer that may have a relationship with officers or employees of the Advisor, whereby commissions and 12b-1 compensation can be paid to such officers or employees. No such arrangements existed during the past fiscal year.

FINANCIAL HIGHLIGHTS

The financial highlights table is intended to help you understand the Fund's financial performance for the past 5 years (or, if shorter, the period of the Fund's operations). Certain information reflects financial results for a single Fund share. The total returns in the table represent the rate that an investor would have earned (or lost) on an investment in the Fund (assuming reinvestment of all dividends and distributions). This information has been audited by Carson & Co., LLC, whose report, along with the Fund's financial statements, are included in the Fund's Annual Report, which is available upon request.

AltCat Fund

Selected Per-Share Data Year End December 31	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Net asset value beg. Of period	\$11.50	\$9.74	\$15.58	\$14.46	\$14.28
Income From Investment Operations: ***					
Net investment income / (loss)*	(0.11)	(0.10)	(0.03)	(0.01)	(0.08)
Net realized and unrealized gains on securities	1.53	1.86	(5.01)	2.09	1.75
Total income from investment operations	1.42	1.76	(5.04)	2.08	1.67
Distributions:					
Dividends from net investment income	0.00	0.00	0.00	0.00	0.00
Distributions from capital gains	0.00	(0.00)	(0.80)	(0.96)	(1.49)
Total distributions	0.00	(0.00)	(0.80)	(0.96)	(1.49)
Net Asset Value, end of Period	12.92	\$11.50	\$9.74	\$15.58	\$14.46
Total return (%)**	12.4%	18.1%	(32.4%)	14.5%	11.7%
Ratios/Supplemental Data					
Net assets at end of period (in \$1000's)	\$3,159	\$2,910	\$2,376	\$3,821	\$3,095
Ratio of expenses to average net assets (%)	2.19%	2.34%	1.90%	1.91%	1.89%
Ratio of net investment income to avg net assets (%)	(0.91)%	(0.95)%	(0.19)%	(0.08)%	(0.55)%
Portfolio turnover rate	22.58%	34.12%	32.95%	19.88%	11.08%
Such Ratios are After Effect of Expenses Waived	-	-	-	-	-

* Per share net investment income has been determined on the basis of average shares outstanding during the period.

** Total return in the above table represents the rate that the investor would have earned or lost on an investment in the Fund assuming reinvestment of dividends, and is not annualized for periods of less than one year.

*** The amount shown for a share outstanding throughout the period may not correlate with the Statement of Operations for the period due to the timing of sales, and repurchases of the Fund shares in relation to income earned and/or fluctuating market value of the investments of the Fund.

Where to Learn More

Mailing Address: STAAR Investment Trust, 604 McKnight Park Dr., Pittsburgh, PA 15237.

Shareholder Services: Mutual Shareholder Services, 8000 Town Centre Drive, Broadview Heights, OH 44147 * 1-888-717-8227 (1-888-71STAAR)

E-mail Address: staarbase@staarfunds.com

Web Site: www.staarfunds.com

Statement of Additional Information (SAI)

You may request the SAI, which contains more detailed information on all aspects of the Trust. A current SAI has been filed with the Securities and Exchange Commission (SEC) and is incorporated by reference into this prospectus.

Annual and Semi-Annual Reports

Additional information about the Funds' investments is available in the Trust's annual and semi-annual Reports to shareholders. In the Trust's annual or semi-annual report you will find a discussion of the market conditions and investment strategies that significantly affected the Funds' performances during their last fiscal year or semi-annual period.

The SAI, reports and other information about the Funds can be obtained at no charge from Shareholder Services at 1-888-717-8227. Or you may call STAAR Financial Advisors, Inc. at 1-800-332-9076, PIN 3370, or write to the address above. The information requested will be mailed to you within 3 business days from the time the request is received by Shareholder Services.

The SAI, reports and other information about the Funds can be reviewed and copied at the Securities and Exchange Commission's Public Reference Room in Washington, DC. They may also be obtained or by calling the Commission's Public Reference Room (1-800-SEC-0330) or on the Commission's Internet Web Site at www.sec.gov. Copies of this information may also be obtained, upon payment of a duplicating fee, by writing the Public Reference Section of the Commission, Washington, DC 20549-6009.

Investment Company act File Number 811-09152

Security & Exchange Commission Public Reference Room: 800-SEC-0330