

THIRD AVENUE

MANAGEMENT

Third Avenue Value Fund

**Third Avenue Small-Cap
Value Fund**

**Third Avenue Real Estate
Value Fund**

**Third Avenue International
Value Fund**

SEMI-ANNUAL REPORT

APRIL 30, 2017

THIRD AVENUE FUNDS

Privacy Policy

Third Avenue Funds (the “Funds”) respect your right to privacy. We also know that you expect us to conduct and process your business in an accurate and efficient manner. To do so, we must collect and maintain certain personal information about you. This is the information we collect from you on applications or other forms and from the transactions you make with us, our affiliates, or third parties. We do not disclose any information about you or any of our former customers to anyone, except to our affiliates (which may include the Funds’ affiliated money management entities) and service providers, or as otherwise permitted by law. To protect your personal information, we permit access only by authorized employees. Be assured that we maintain physical, electronic and procedural safeguards that comply with federal standards to guard your personal information.

Proxy Voting Policies and Procedures

The Funds have delegated the voting of proxies relating to their voting securities to the Funds’ investment adviser pursuant to the adviser’s proxy voting guidelines. A description of these proxy voting guidelines and procedures, as well as information relating to how a Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30, is available by August 31 each year (i) without charge, upon request, by calling (800) 443-1021, (ii) at the website of the Securities and Exchange Commission (the “SEC”) at <http://www.sec.gov>, and (iii) on the Funds’ website www.thirdave.com.

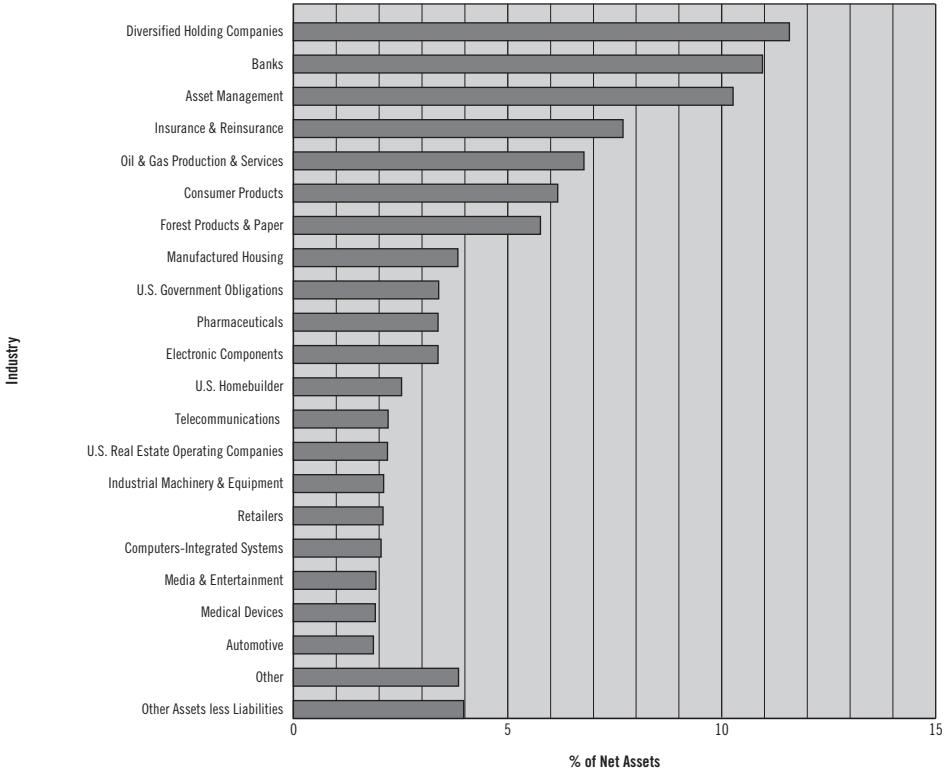
Schedule of Portfolio Holdings—Form N-Q

The Funds file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Funds’ Form N-Q is available on the SEC’s website at <http://www.sec.gov>, and may 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.

Third Avenue Trust

Third Avenue Value Fund Industry Diversification (Unaudited)

The summary of the Fund's investments as of April 30, 2017 is as follow:



Third Avenue Trust

Third Avenue Value Fund Portfolio of Investments

at April 30, 2017 (Unaudited)

Principal Amount(\$)	Security†	Value (Note 1)
Corporate Bonds & Notes - 1.32%		
	Consumer Products - 1.32%	
24,930,277	Home Products International, Inc., 2nd Lien, Convertible, 6.000% Payment-in-kind Interest, due 12/20/17 (a)(b)(c)(d)	\$ 15,531,563
	Total Corporate Bonds & Notes (Cost \$24,930,277)	<u>15,531,563</u>
Shares		
Common Stocks - 91.30%		
	Asset Management - 10.27%	
1,523,413	Bank of New York Mellon Corp. (The)	71,691,816
1,329,056	Brookfield Asset Management, Inc., Class A (Canada)	49,108,619
		<u>120,800,435</u>
	Automotive - 1.87%	
441,593	Toyota Industries Corp. (Japan)	21,997,676
	Banks - 10.96%	
834,449	Comerica, Inc.	58,995,544
744,098	KeyCorp	13,572,347
470,300	PNC Financial Services Group, Inc. (The)	56,318,425
		<u>128,886,316</u>
	Computers-Integrated Systems - 2.05%	
372,839	Cerner Corp. (e).....	24,141,325
	Consumer Products - 4.85%	
526,368	Home Products International, Inc. (a)(b)(d)(e).....	—
6,398,304	Kingfisher PLC (United Kingdom)	28,305,791
774,930	Masco Corp.	28,687,909
		<u>56,993,700</u>
	Diversified Holding Companies - 11.59%	
3,711,500	CK Hutchison Holdings, Ltd. (Cayman Islands)	46,346,567
938,961	Investor AB, Class B (Sweden)	42,902,397
311,688	Pargesa Holding S.A. (Switzerland)	23,304,439
3,052,000	Wheelock & Co., Ltd. (Hong Kong)	23,773,290
		<u>136,326,693</u>
	Electronic Components - 3.38%	
265,007	Anixter International, Inc. (e)	21,611,321
467,694	Avnet, Inc.	18,095,081
		<u>39,706,402</u>

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

Third Avenue Trust

Third Avenue Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks (continued)		
	Forest Products & Paper - 5.77%	
2,004,410	Weyerhaeuser Co., REIT	\$ 67,889,367
	Industrial Machinery & Equipment - 2.11%	
596,029	Johnson Controls International PLC (Ireland)	24,776,925
	Insurance & Reinsurance - 7.70%	
72,073	Alleghany Corp. (e)	44,014,981
54,227	White Mountains Insurance Group, Ltd. (Bermuda)	46,577,739
		90,592,720
	Manufactured Housing - 3.84%	
380,173	Cavco Industries, Inc. (e)	45,145,544
	Materials - 1.68%	
1,315,500	Canfor Corp. (Canada) (e)	19,755,870
	Media & Entertainment - 1.93%	
341,700	CBS Corp., Class B, Non-Voting Shares	22,743,552
	Medical Devices - 1.91%	
426,400	LivaNova PLC (United Kingdom) (e)	22,471,280
	Oil & Gas Production & Services - 6.79%	
555,006	Devon Energy Corp.	21,917,187
124,873	EOG Resources, Inc.	11,550,752
903,950	Total S.A. (France)	46,402,717
		79,870,656
	Pharmaceuticals - 3.38%	
176,500	Amgen, Inc.	28,825,980
61,638	Shire PLC, ADR (Jersey)	10,907,460
		39,733,440
	Retailers - 2.09%	
305,065	Ralph Lauren Corp.	24,624,847
	Senior Housing - 1.62%	
1,466,533	Brookdale Senior Living, Inc. (e)	19,050,264
	Telecommunications - 2.22%	
10,123,456	Vodafone Group PLC (United Kingdom)	26,074,455
	U.S. Homebuilder - 2.53%	
589,518	Lennar Corp., Class A	29,770,659
	U.S. Real Estate Operating Companies - 2.20%	
1,132,601	Tejon Ranch Co. (a)(e)	25,936,563

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

Third Avenue Trust

**Third Avenue Value Fund
Portfolio of Investments (continued)**

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks (continued)		
	Utilities - 0.56%	
456,807	Covanta Holding Corp.	\$ 6,646,542
	Total Common Stocks	
	(Cost \$881,956,416).....	<u>1,073,935,231</u>
Principal Amount(\$)		
Short-Term Investments - 3.40%		
	U.S. Government Obligations - 3.40%	
40,000,000	U.S. Treasury Bill, 0.680%, due 5/18/17 (f).....	<u>39,987,156</u>
	Total Short-Term Investments	
	(Cost \$39,987,156).....	<u>39,987,156</u>
	Total Investment Portfolio - 96.02%	
	(Cost \$946,873,849).....	1,129,453,950
	Other Assets less Liabilities - 3.98%	<u>46,865,691</u>
	NET ASSETS - 100.00%	<u><u>\$ 1,176,319,641</u></u>

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

Third Avenue Trust

Third Avenue Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Notes:

- (a) Affiliated issuers - as defined in the Investment Company Act of 1940 (ownership by the Fund of 5% or more of the outstanding voting securities of these issuers).
- (b) Fair-valued security.
- (c) Payment-in-kind ("PIK") security. Income may be paid as additional securities.
- (d) Security subject to restrictions on resale.

Shares/ Principal Amount(\$)	Issuer	Acquisition Date	Cost	Market Value Per Unit
526,368	Home Products International, Inc.	5/30/07	\$54,667,471	\$ 0.00
\$24,930,277	Home Products International, Inc., 2nd Lien, Convertible, 6.000% Payment-in-kind Interest, due 12/20/17	3/16/07 - 4/3/17	24,930,277	62.30

At April 30, 2017, these restricted securities had a total market value of \$15,531,563 or 1.32% of net assets.

- (e) Non-income producing security.
 - (f) Annualized yield at date of purchase.
- † U.S. issuer unless otherwise noted.

ADR: American Depositary Receipt.

REIT: Real Estate Investment Trust.

Country Concentration

	% of Net Assets
United States*	59.23%
United Kingdom	6.53
Canada	5.85
Bermuda	3.96
France	3.95
Cayman Islands	3.94
Sweden	3.65
Ireland	2.11
Hong Kong	2.02
Switzerland	1.98
Japan	1.87
Jersey	0.93
Total	<u>96.02%</u>

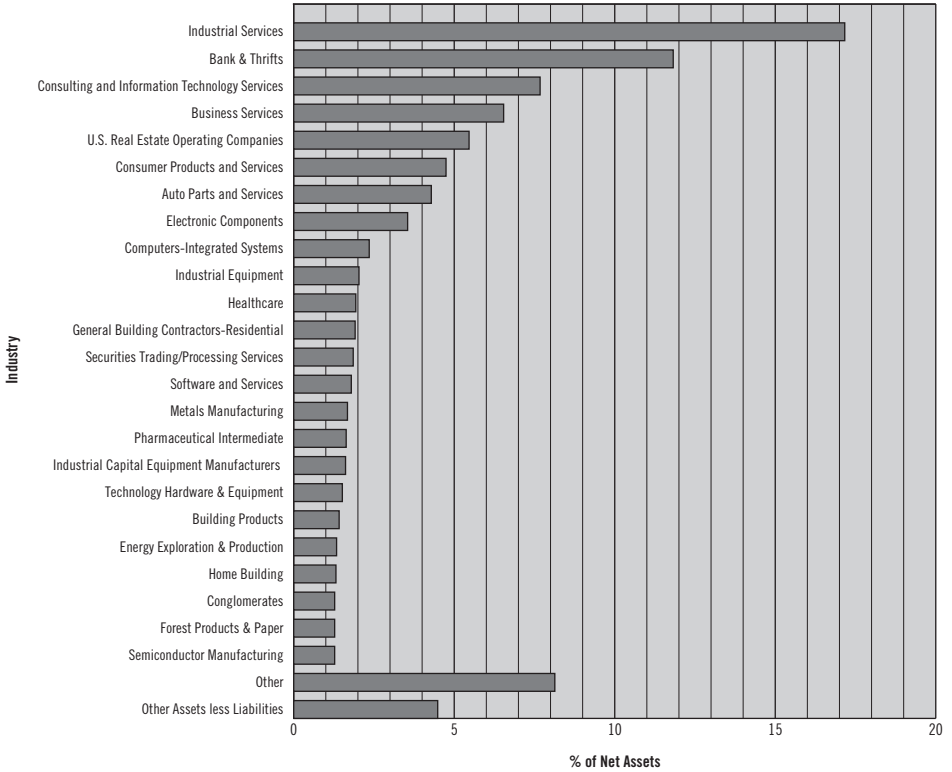
* Includes cash equivalents, classified as Short-Term Investments on the Portfolio of Investments.

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

Third Avenue Trust

Third Avenue Small-Cap Value Fund Industry Diversification (Unaudited)

The summary of the Fund's investments as of April 30, 2017 is as follow:



Third Avenue Trust

Third Avenue Small-Cap Value Fund Portfolio of Investments

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks - 95.52%		
	Asset Management - 1.26%	
104,132	Legg Mason, Inc.	\$ 3,892,454
	Auto Parts and Services - 4.28%	
51,400	Dorman Products, Inc. (a)	4,273,910
66,613	Horizon Global Corp. (a)	938,577
63,347	Standard Motor Products, Inc.	3,219,928
46,664	Visteon Corp. (a)	4,804,059
		<u>13,236,474</u>
	Bank & Thrifts - 11.81%	
139,306	Commerce Bancshares, Inc.	7,654,865
60,800	Cullen/Frost Bankers, Inc.	5,738,912
93,046	Prosperity Bancshares, Inc.	6,252,691
221,678	Southside Bancshares, Inc.	7,696,660
81,391	UMB Financial Corp.	5,900,034
282,975	Valley National Bancorp	3,327,786
		<u>36,570,948</u>
	Building Products - 1.41%	
214,200	Quanex Building Products Corp.	4,369,680
	Business Services - 6.54%	
125,500	Korn/Ferry International	4,066,200
169,423	SP Plus Corp. (a)	5,836,622
185,400	TriNet Group, Inc. (a)	5,450,760
108,235	Viad Corp.	4,892,222
		<u>20,245,804</u>
	Computers-Integrated Systems - 2.34%	
192,244	NetScout Systems, Inc. (a)	7,237,987
	Conglomerates - 1.28%	
937	Seaboard Corp.	3,967,267
	Consulting and Information Technology Services - 7.66%	
136,292	FTI Consulting, Inc. (a)	4,714,340
254,366	Genpact, Ltd. (Bermuda)	6,211,618
144,822	ICF International, Inc. (a)	6,393,891
363,406	Syntel, Inc.	6,399,580
		<u>23,719,429</u>
	Consumer Products and Services - 4.74%	
251,664	1-800-Flowers.com, Inc., Class A (a)	2,705,388

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

Third Avenue Trust

Third Avenue Small-Cap Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks (continued)		
Consumer Products and Services (continued)		
194,701	G-III Apparel Group, Ltd. (a)	\$ 4,614,414
80,458	VCA, Inc. (a)	7,367,539
		<u>14,687,341</u>
Electronic Components - 3.55%		
58,456	Anixter International, Inc. (a)	4,767,087
147,700	Insight Enterprises, Inc. (a)	6,218,170
		<u>10,985,257</u>
Energy Exploration & Production - 1.33%		
163,353	Carrizo Oil & Gas, Inc. (a)	4,108,328
Food Distributors - 1.12%		
98,962	Core-Mark Holding Co, Inc.	3,465,649
Forest Products & Paper - 1.27%		
267,005	Interfor Corp. (Canada) (a)	3,943,314
General Building Contractors-Residential - 1.91%		
253,800	BMC Stock Holdings, Inc. (a)	5,913,540
Healthcare - 1.93%		
81,500	Patterson Cos., Inc.	3,625,935
11,407	Teleflex, Inc.	2,359,994
		<u>5,985,929</u>
Home Building - 1.32%		
328,600	TRI Pointe Group, Inc. (a)	4,091,070
Industrial Capital Equipment Manufacturers - 1.62%		
91,200	Barnes Group, Inc.	5,013,264
Industrial Equipment - 2.03%		
60,606	Alamo Group, Inc.	4,791,510
22,467	CIRCOR International, Inc.	1,498,774
		<u>6,290,284</u>
Industrial Services - 17.15%		
89,857	ABM Industries, Inc.	3,880,924
161,375	Comfort Systems USA, Inc.	5,922,462
133,804	Cubic Corp.	6,944,427
82,107	EMCOR Group, Inc.	5,397,714
241,920	Interface, Inc.	4,814,208
85,246	Multi-Color Corp.	6,546,893

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

Third Avenue Trust

Third Avenue Small-Cap Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks (continued)		
Industrial Services (continued)		
64,300	MYR Group, Inc. (a)	\$ 2,717,318
149,244	Tetra Tech, Inc.	6,559,274
29,910	UniFirst Corp.	4,163,472
166,319	World Fuel Services Corp.	6,125,529
		<u>53,072,221</u>
	Metals Manufacturing - 1.68%	
61,478	Kaiser Aluminum Corp.	5,189,358
	Optical Components - 1.13%	
153,500	Finisar Corp. (a)	3,505,940
	Pharmaceutical Intermediate - 1.64%	
85,485	Cambrex Corp. (a)	5,073,535
	Professional Services - 0.52%	
80,554	Hackett Group, Inc. (The)	1,597,386
	Restaurants - 0.81%	
102,678	Fiesta Restaurant Group, Inc. (a)	2,500,209
	Retailers - 1.10%	
164,900	DSW, Inc., Class A	3,400,238
	Securities Trading/Processing Services - 1.85%	
46,500	DST Systems, Inc.	5,724,615
	Semiconductor Manufacturing - 1.27%	
340,600	Photronics, Inc. (a)	3,916,900
	Software and Services - 1.80%	
67,198	CSG Systems International, Inc.	2,520,597
102,555	Progress Software Corp.	3,047,935
		<u>5,568,532</u>
	Specialty Pharmaceuticals - 0.87%	
49,933	ANI Pharmaceuticals, Inc. (a)	2,702,374
	Steel Producers - 0.95%	
69,287	Haynes International, Inc.	2,930,147
	Technology Hardware & Equipment - 1.52%	
85,907	Synaptics, Inc. (a)	4,705,126
	U.S. Real Estate Investment Trusts - 0.37%	
37,119	Tanger Factory Outlet Centers, Inc.	1,157,742

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

Third Avenue Trust

Third Avenue Small-Cap Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks (continued)		
U.S. Real Estate Operating Companies - 5.46%		
129,227	Alico, Inc.	\$ 3,870,349
414,367	Brookdale Senior Living, Inc. (a).....	5,382,627
189,053	Kennedy-Wilson Holdings, Inc.	3,856,681
19,139	Vail Resorts, Inc.	3,783,015
		<u>16,892,672</u>
	Total Common Stocks	
	(Cost \$220,686,261).....	295,661,014
	Total Investment Portfolio - 95.52%	
	(Cost \$220,686,261).....	295,661,014
	Other Assets less Liabilities - 4.48%	13,880,207
	NET ASSETS - 100.00%	<u>\$ 309,541,221</u>

Notes:

(a) Non-income producing security.

† U.S. issuer unless otherwise noted.

Country Concentration

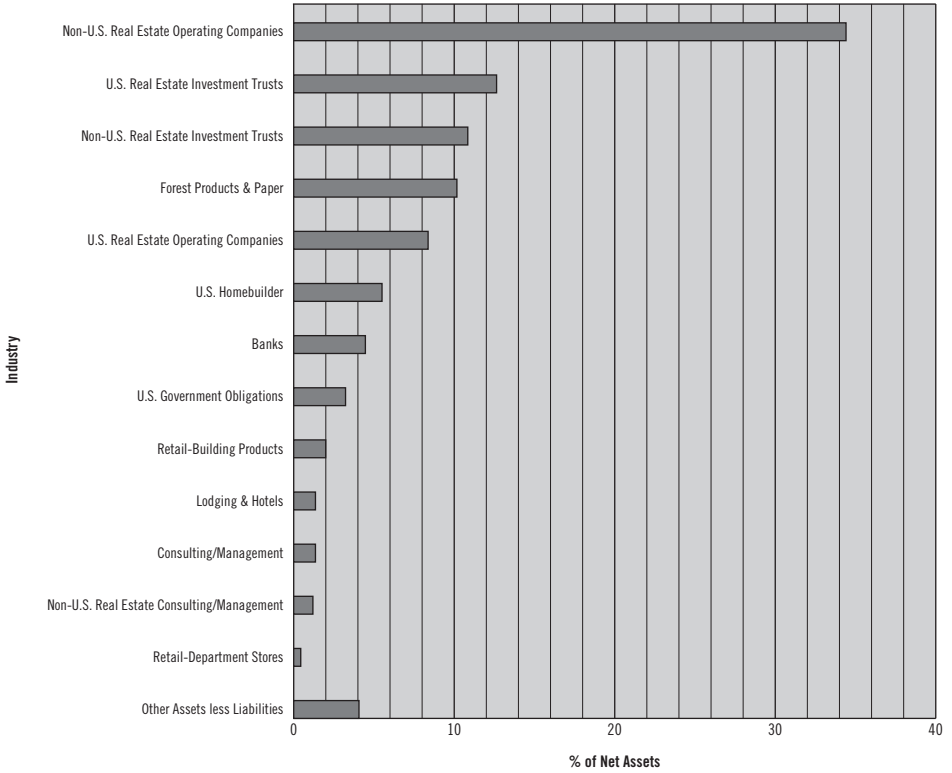
	% of Net Assets
United States	92.24%
Bermuda	2.01
Canada	<u>1.27</u>
Total	<u>95.52%</u>

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

Third Avenue Trust

Third Avenue Real Estate Value Fund Industry Diversification (Unaudited)

The summary of the Fund's investments as of April 30, 2017 is as follow:



Third Avenue Trust

Third Avenue Real Estate Value Fund Portfolio of Investments

at April 30, 2017 (Unaudited)

Principal Amount‡	Security†	Value (Note 1)
Term Loans - 0.43%		
	Non-U.S. Real Estate Operating Companies - 0.00%**	
35,913 EUR	Concrete Investment II, Term Loans, Tranche A2, 2.000% Cash or Payment-in-kind Interest, due 10/31/17 (Luxembourg)(a)(b)(c) ..	\$ 39,120
	Retail-Department Stores - 0.43%	
10,000,000	Neiman Marcus Group LLC, 1st Lien Term Loan, 4.250%, due 10/25/20 (c)	8,003,750
	Total Term Loans (Cost \$8,164,875)	<u>8,042,870</u>
Shares		
Common Stocks & Warrants - 87.88%		
	Banks - 4.46%	
1,186,849	PNC Financial Services Group, Inc., Warrants, expire 12/31/18 (d) ..	62,606,285
520,400	Zions Bancorporation	<u>20,831,612</u>
		83,437,897
	Consulting/Management - 1.35%	
618,100	FNF Group	<u>25,311,195</u>
	Forest Products & Paper - 10.16%	
3,131,100	Rayonier, Inc., REIT	88,359,642
3,003,910	Weyerhaeuser Co., REIT	<u>101,742,432</u>
		190,102,074
	Lodging & Hotels - 1.37%	
4,384,514	Millennium & Copthorne Hotels PLC (United Kingdom)	<u>25,581,085</u>
	Non-U.S. Real Estate Consulting/Management - 1.18%	
1,840,432	Savills PLC (United Kingdom)	<u>22,144,873</u>
	Non-U.S. Real Estate Investment Trusts - 10.86%	
4,889,153	Hammerson PLC (United Kingdom)	37,198,616
7,178,761	Land Securities Group PLC (United Kingdom)	102,812,116
10,055,195	Segro PLC (United Kingdom)	<u>63,246,731</u>
		203,257,463
	Non-U.S. Real Estate Operating Companies - 34.40%	
2,077,489	Brookfield Asset Management, Inc., Class A (Canada)	76,763,218
13,433,000	Cheung Kong Property Holdings, Ltd. (Cayman Islands)	96,169,701
5,804,950	City Developments, Ltd. (Singapore)	44,795,343
47,713,300	Global Logistic Properties, Ltd. (Singapore)	98,298,277
12,366,434	Henderson Land Development Co., Ltd. (Hong Kong)	78,285,216

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

Third Avenue Trust

Third Avenue Real Estate Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks & Warrants (continued)		
Non-U.S. Real Estate Operating Companies (continued)		
7,244,472	Inmobiliaria Colonial SA (Spain)	\$ 56,174,764
2,418,000	Sun Hung Kai Properties, Ltd. (Hong Kong)	36,233,747
11,387,275	Westfield Corp., REIT (Australia)	77,438,893
10,203,500	Wheelock & Co., Ltd. (Hong Kong)	79,479,283
		643,638,442
Retail-Building Products - 2.01%		
442,930	Lowe's Cos., Inc.	37,595,898
825,930	Tenon, Ltd. (New Zealand)	95,384
		37,691,282
U.S. Homebuilder - 5.51%		
2,041,461	Lennar Corp., Class A	103,093,780
U.S. Real Estate Investment Trusts - 12.62%		
1,667,531	First Industrial Realty Trust, Inc.	46,924,322
4,132,617	Forest City Realty Trust, Inc., Class A	93,397,144
360,562	Macerich Co. (The)	22,509,886
979,769	Parkway, Inc.	19,742,345
555,494	Vornado Realty Trust	53,460,743
		236,034,440
U.S. Real Estate Operating Companies - 3.96%		
982,100	Kennedy-Wilson Holdings, Inc.	20,034,840
941,627	Tejon Ranch Co. (d)	21,563,258
4,556,286	Trinity Place Holdings, Inc. (d)(e)(f)	32,486,312
		74,084,410
Total Common Stocks & Warrants		
	(Cost \$1,076,109,110)	1,644,376,941
Private Equities - 4.43%		
U.S. Real Estate Operating Companies - 4.43%		
4,557,222	Five Point Holdings, LLC, Class A (d)(f)	82,935,744
Total Private Equities		
	(Cost \$75,516,188)	82,935,744

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

Third Avenue Trust

Third Avenue Real Estate Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Notional Amount(\$)	Security†	Value (Note 1)
Purchased Options - 0.00%**		
	Foreign Currency Call Options - 0.00%**	
280,000,000	U.S. Currency, strike 8.1400 HKD, expire 8/1/17 (d)	\$ 28
	Total Purchased Options	
	(Cost \$945,000)	28
Principal Amount(\$)		
Short-Term Investments - 3.21%		
	U.S. Government Obligations - 3.21%	
60,000,000	U.S. Treasury Bill, 0.680%, due 5/18/17 (g)	59,980,733
	Total Short-Term Investments	
	(Cost \$59,980,733)	59,980,733
	Total Investment Portfolio - 95.95%	
	(Cost \$1,220,715,906)	1,795,336,316
	Other Assets less Liabilities - 4.05% (h)	75,749,819
	NET ASSETS - 100.00%	<u>\$ 1,871,086,135</u>

Notes:

- (a) Fair-valued security.
- (b) Payment-in-kind ("PIK") security. Income may be paid as additional securities or cash at the discretion of the issuer.
- (c) Variable rate security. The rate disclosed is in effect as of April 30, 2017.
- (d) Non-income producing security.
- (e) Affiliated issuers - as defined in the Investment Company Act of 1940 (ownership by the Fund of 5% or more of the outstanding voting securities of these issuers).
- (f) Security subject to restrictions on resale.

Shares	Issuer	Acquisition Date	Cost	Market Value Per Unit
4,557,222	Five Point Holdings, LLC, Class A	5/9/08 - 4/3/13	\$75,516,188	\$18.20
4,556,286	Trinity Place Holdings, Inc.	10/2/13 - 3/31/17	21,123,824	7.13

At April 30, 2017, the restricted security had a total market value of \$115,422,056 or 6.17% of net assets.

- (g) Annualized yield at date of purchase.
- (h) Includes restricted cash pledged to and received from counterparties as collateral management for forward foreign currency contracts and options.

‡ Denominated in U.S. Dollars unless otherwise noted.

† U.S. issuer unless otherwise noted.

** Amount represents less than 0.01% of net assets.

EUR: Euro.

HKD: Hong Kong Dollar.

REIT: Real Estate Investment Trust.

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

Third Avenue Trust

Third Avenue Real Estate Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Country Concentration

	% of <u>Net Assets</u>
United States*	48.13%
United Kingdom	13.41
Hong Kong	10.37
Singapore	7.65
Cayman Islands	5.14
Australia	4.14
Canada	4.10
Spain	3.00
New Zealand	0.01
Luxembourg**	0.00
Total	<u>95.95%</u>

* Includes cash equivalents,
classified as Short-Term
Investments on the Portfolio
of Investments.

** Amount represents less
than 0.01% of net assets.

Schedule of Forward Foreign Currency Contracts

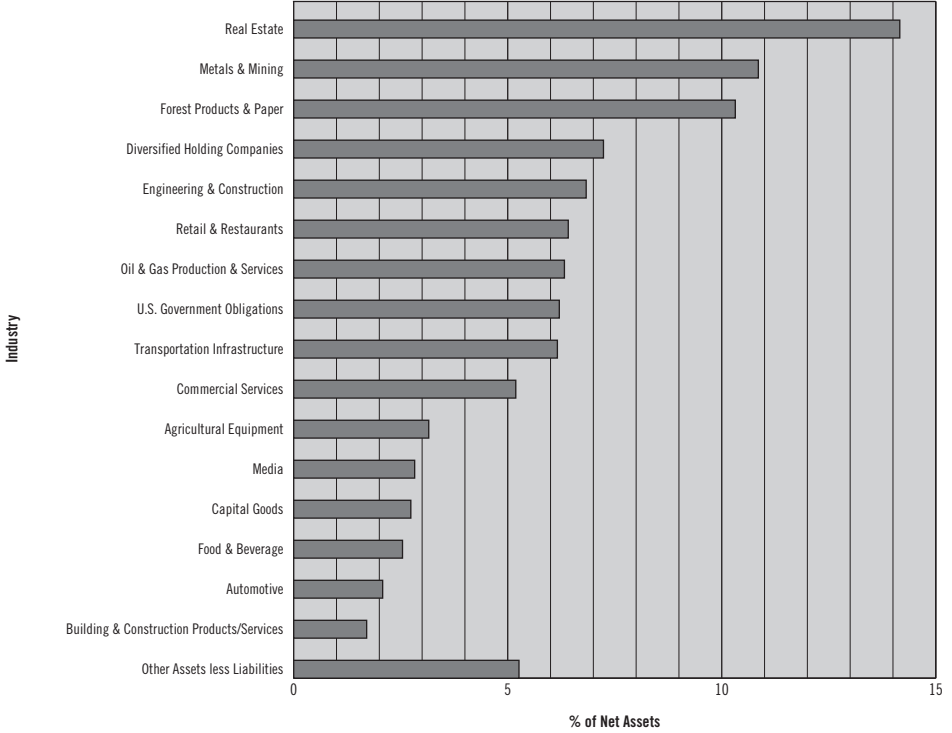
Contracts to Buy	Counterparty	Settlement Date	Settlement Value	Value at 4/30/17	Unrealized Appreciation
5,713,719 ^{EUR}	Goldman Sachs & Co.	5/30/17	\$6,225,961	\$6,234,424	\$8,463
Contracts to Sell	Counterparty	Settlement Date	Settlement Value	Value at 4/30/17	Unrealized Appreciation
28,710,800 ^{EUR}	Goldman Sachs & Co.	5/30/17	\$31,331,487	\$31,327,285	\$4,202
28,710,800 ^{EUR}	Morgan Stanley & Co. LLC	5/30/17	31,329,635	31,327,285	<u>2,350</u>
					<u>\$6,552</u>

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

Third Avenue Trust

Third Avenue International Value Fund Industry Diversification (Unaudited)

The summary of the Fund's investments as of April 30, 2017 is as follow:



Third Avenue Trust

Third Avenue International Value Fund

Portfolio of Investments

at April 30, 2017 (Unaudited)

Principal Amount(\$)	Security†	Value (Note 1)
Corporate Bonds & Notes - 1.66%		
Oil & Gas Production & Services - 1.66%		
2,900,000	Petroleum Geo-Services ASA, 7.375%, due 12/15/20 (Norway) (a) ..	\$ 2,668,000
Total Corporate Bonds & Notes		
	(Cost \$2,761,026)	2,668,000
<hr/>		
Shares		
<hr/>		
Common Stocks - 86.87%		
Agricultural Equipment - 3.15%		
456,800	CNH Industrial N.V. (Netherlands)	5,070,480
Automotive - 2.08%		
45,027	Daimler AG (Germany)	3,355,161
Building & Construction Products/Services - 1.71%		
528,691	Grupo Cementos de Chihuahua S.A.B de C.V. (Mexico)	2,513,250
2,138,825	Tenon Ltd. (New Zealand) (c)	247,005
		2,760,255
Capital Goods - 2.73%		
79,081	Nexans S.A. (France) (b)	4,396,267
Commercial Services - 5.19%		
1,085,430	IWG PLC (Jersey)	4,565,456
581,994	Prosegur Cia de Seguridad S.A. (Spain)	3,799,358
		8,364,814
Diversified Holding Companies - 7.24%		
313,184	CK Hutchison Holdings, Ltd. (Cayman Islands)	3,910,819
511,000	Cosan Ltd., Class A (Bermuda)	3,929,590
150,733	Leucadia National Corp.	3,827,111
		11,667,520
Engineering & Construction - 6.84%		
843,184	Amec Foster Wheeler PLC (United Kingdom)	5,919,773
35,065	Cie d'Entreprises CFE (Belgium)	5,110,421
		11,030,194
Food & Beverage - 2.54%		
991,239	C&C Group PLC (Ireland)	4,089,042
Forest Products & Paper - 10.31%		
418,300	Interfor Corp. (Canada) (b)	6,177,743
45,542,558	Rubicon, Ltd. (New Zealand) (b)(c)	7,035,652

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

Third Avenue Trust

Third Avenue International Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Shares	Security†	Value (Note 1)
Common Stocks (continued)		
Forest Products & Paper (continued)		
100,543	Weyerhaeuser Co., REIT	\$ 3,405,391
		<u>16,618,786</u>
Media - 2.82%		
228,913	Vivendi S.A. (France)	4,540,545
Metals & Mining - 10.86%		
350,890	Antofagasta PLC (United Kingdom)	3,807,078
9,670,712	Capstone Mining Corp. (Canada) (b)	7,509,582
1,162,200	Lundin Mining Corp. (Canada)	6,198,173
		<u>17,514,833</u>
Oil & Gas Production & Services - 4.66%		
2,168,928	Petroleum Geo-Services ASA (Norway) (b)	5,081,517
13,899,800	Vard Holdings, Ltd. (Singapore) (b)	2,437,427
		<u>7,518,944</u>
Real Estate - 14.16%		
1,094,650	Atrium European Real Estate, Ltd. (Jersey)	4,614,600
592,184	Cheung Kong Property Holdings, Ltd. (Cayman Islands)	4,239,571
3,184,000	Global Logistic Properties, Ltd. (Singapore)	6,559,632
472,600	Henderson Land Development Co., Ltd. (Hong Kong)	2,991,775
2,333,767	Hibernia REIT, PLC (Ireland)	3,241,273
202,428	Millennium & Copthorne Hotels PLC (United Kingdom)	1,181,049
		<u>22,827,900</u>
Retail & Restaurants - 6.42%		
1,262,600	Arcos Dorados Holdings, Inc., Class A (British Virgin Islands) (b) ...	10,353,320
Transportation Infrastructure - 6.16%		
437,092	easyJet PLC (United Kingdom)	6,611,615
4,598,845	Santos Brasil Participacoes S.A. (Brazil) (b)	3,317,955
		<u>9,929,570</u>
Total Common Stocks		
	(Cost \$156,254,735)	<u>140,037,631</u>

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

Third Avenue Trust

Third Avenue International Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Number of Contracts	Security†	Value (Note 1)
Purchased Options - 0.03%		
	Exchange-Traded Fund Put Options - 0.03%	
5,000	iShares MSCI EAFE ETF, strike \$56.0000, expire 6/16/17 (b).....	\$ 44,016
	Total Purchased Options	
	(Cost \$493,750)	44,016
Principal Amount(\$)		
Short-Term Investments - 6.20%		
	U.S. Government Obligations - 6.20%	
10,000,000	U.S. Treasury Bill, 0.680%, due 5/18/17 (d)	9,996,789
	Total Short-Term Investments	
	(Cost \$9,996,789)	9,996,789
	Total Investment Portfolio - 94.76%	
	(Cost \$169,506,300).....	152,746,436
	Other Assets less Liabilities - 5.24%	8,451,443
	NET ASSETS - 100.00%	<u>\$ 161,197,879</u>

Notes:

(a) Security is exempt from registration pursuant to Rule 144A under the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers.

(b) Non-income producing security.

(c) Affiliated issuers - as defined in the Investment Company Act of 1940 (ownership by the Fund of 5% or more of the outstanding voting securities of these issuers).

(d) Annualized yield at date of purchase.

† U.S. issuer unless otherwise noted.

REIT: Real Estate Investment Trust.

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

Third Avenue Trust

Third Avenue International Value Fund Portfolio of Investments (continued)

at April 30, 2017 (Unaudited)

Country Concentration

	% of Net Assets
Canada	12.33%
United Kingdom	10.87
United States*	10.71
British Virgin Islands	6.42
Jersey	5.69
Singapore	5.58
France	5.54
Cayman Islands	5.06
Norway	4.81
Ireland	4.55
New Zealand	4.52
Belgium	3.17
Netherlands	3.15
Bermuda	2.44
Spain	2.36
Germany	2.08
Brazil	2.06
Hong Kong	1.86
Mexico	1.56
Total	<u>94.76%</u>

* Includes cash equivalents,
classified as Short-Term
Investments on the Portfolio
of Investments.

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

Third Avenue Trust

Statement of Assets and Liabilities

at April 30, 2017 (Unaudited)

	Value Fund	Small-Cap Value Fund	Real Estate Value Fund	International Value Fund
Assets:				
Investments at value (Notes 1 and 4):				
Unaffiliated issuers [†]	\$1,087,985,824	\$295,661,014	\$1,762,849,976	\$145,463,779
Affiliated issuers [‡]	41,468,126	—	32,486,312	7,282,657
Total investments [#]	1,129,453,950	295,661,014	1,795,336,288	152,746,436
Cash	47,972,074	12,677,458	50,706,739	5,604,863
Dividends and interest receivable	1,377,861	374,676	4,306,962	5,036,140
Receivable for securities sold	3,540,571	4,316,326	30,079,853	390,529
Restricted cash pledged to counterparties for collateral management	—	—	830,000	—
Receivables for fund shares sold	35,065	13,320	1,044,515	96,829
Foreign currency at value [^]	—	—	946	4,160
Purchased foreign currency options*	—	—	28	—
Unrealized appreciation on forward foreign currency contracts	—	—	15,015	—
Other assets	53,215	31,048	66,615	22,080
Total assets	<u>1,182,432,736</u>	<u>313,073,842</u>	<u>1,882,386,961</u>	<u>163,901,037</u>
Liabilities:				
Payable for securities purchased	2,879,078	2,711,626	8,077,273	1,934,898
Payable for fund shares redeemed	1,391,889	418,697	979,239	462,485
Restricted cash received from counterparty for collateral management	—	—	32,000	—
Payable to Adviser (Note 3)	984,980	254,673	1,589,946	148,693
Distribution fees payable (Note 5)	2,872	1,063	50,824	6,391
Payable to trustees	7,938	329	33,275	467
Accrued expenses	403,398	146,233	538,269	142,974
Taxes payable	442,940	—	—	7,250
Total liabilities	<u>6,113,095</u>	<u>3,532,621</u>	<u>11,300,826</u>	<u>2,703,158</u>
Net assets	<u>\$1,176,319,641</u>	<u>\$309,541,221</u>	<u>\$1,871,086,135</u>	<u>\$161,197,879</u>

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

Third Avenue Trust

Statement of Assets and Liabilities

at April 30, 2017 (Unaudited)

	Value Fund	Small-Cap Value Fund	Real Estate Value Fund	International Value Fund
Summary of net assets:				
Capital stock, \$0.001 par value,	\$ 918,200,043	\$207,169,059	\$1,253,086,752	\$195,111,177
Accumulated undistributed net investment income/(distributions in excess of net investment income)	11,422,749	(3,021,469)	(660,015)	(3,171,872)
Accumulated net realized gain/(loss) on investments and foreign currency transactions..	64,133,759	30,475,538	44,033,305	(13,605,727)
Net unrealized appreciation/(depreciation) on investments and translation of foreign currency denominated assets and liabilities.....	<u>182,563,090</u>	<u>74,918,093</u>	<u>574,626,093</u>	<u>(17,135,699)</u>
Net assets applicable to capital shares outstanding.....	<u>\$1,176,319,641</u>	<u>\$309,541,221</u>	<u>\$1,871,086,135</u>	<u>\$161,197,879</u>
Investor Class				
Net assets	<u>\$ 14,013,113</u>	<u>\$ 5,266,152</u>	<u>\$ 247,574,827</u>	<u>\$ 31,403,238</u>
Outstanding shares of beneficial interest, unlimited number of shares authorized	<u>262,098</u>	<u>238,450</u>	<u>7,559,118</u>	<u>1,841,681</u>
Net asset value, offering and redemption price per share [±]	<u>\$ 53.47</u>	<u>\$ 22.08</u>	<u>\$ 32.75</u>	<u>\$ 17.05</u>
Institutional Class				
Net assets	<u>\$1,162,306,528</u>	<u>\$304,275,069</u>	<u>\$1,623,511,308</u>	<u>\$129,794,641</u>
Outstanding shares of beneficial interest, unlimited number of shares authorized	<u>21,725,526</u>	<u>13,648,460</u>	<u>49,289,519</u>	<u>7,616,902</u>
Net asset value, offering and redemption price per share [±]	<u>\$ 53.50</u>	<u>\$ 22.29</u>	<u>\$ 32.94</u>	<u>\$ 17.04</u>
† Cost of unaffiliated issuers	\$ 852,319,289	\$220,686,261	\$1,198,647,082	\$151,057,641
‡ Cost of affiliated issuers	\$ 94,554,560	\$ —	\$ 21,123,824	\$ 18,448,659
# Total cost	\$ 946,873,849	\$220,686,261	\$1,219,770,906	\$169,506,300
^ Cost of foreign currency	\$ —	\$ —	\$ 940	\$ 4,089
* Cost of purchased foreign currency options ..	\$ —	\$ —	\$ 945,000	\$ —
± Redemption price is gross of redemption fees (Note 6)				

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

Third Avenue Trust

Statement of Operations

For the Six Months Ended April 30, 2017 (Unaudited)

	Value Fund	Small-Cap Value Fund	Real Estate Value Fund	International Value Fund
Investment Income:				
Dividends - unaffiliated issuers*	\$ 4,920,739	\$ 603,074	\$ 15,627,665	\$ 931,550
Dividends - affiliated issuers (Note 4)	—	—	—	4,586,230
Interest - unaffiliated issuers	46,821	—	179,284	191,395
Interest - payment-in-kind unaffiliated issuers (Note 1)	—	—	107,924	—
Interest - payment-in-kind affiliated issuers (Notes 1 and 4)	726,125	—	—	—
Other income	13,140	—	36,600	—
Total investment income	5,706,825	603,074	15,951,473	5,709,175
Expenses:				
Investment advisory fees (Note 3)	5,311,809	1,395,717	8,038,018	895,808
Shareholder servicing fees (Note 3)	545,480	138,849	918,512	76,169
Auditing and tax fees	68,617	40,220	48,817	40,479
Transfer agent fees	257,963	110,873	168,524	89,588
Reports to shareholders	74,384	20,332	123,972	10,413
Accounting fees	62,840	26,023	95,228	36,004
Administration fees (Note 3)	32,461	8,529	49,121	3,941
Custodian fees	26,669	3,997	102,856	17,033
Trustees' and officers' fees and expenses	159,063	41,753	251,638	17,104
Insurance	38,989	10,270	62,789	3,107
Legal fees	85,624	20,290	142,751	12,130
Distribution fees (Note 5)	17,837	6,456	295,898	24,252
Registration and filing fees	21,952	17,783	44,475	18,580
Miscellaneous	32,471	7,468	62,400	7,694
Total expenses	6,736,159	1,848,560	10,404,999	1,252,302
Less: Expenses waived (Note 3)	—	(56,117)	—	(222,649)
Expenses reduced by custodian fee expense offset arrangement (Note 3)	(10,126)	(2,570)	(15,895)	(2,097)
Net expenses	6,726,033	1,789,873	10,389,104	1,027,556
Net investment income/(loss)	(1,019,208)	(1,186,799)	5,562,369	4,681,619
Realized and unrealized gain/(loss) on investments, written options, and foreign currency transactions:				
Net realized gain/(loss) on investments - unaffiliated issuers	67,101,342	30,900,541	47,596,047	(5,052,502)
Net realized gain/(loss) on investments - affiliated issuers	767,150	—	—	(854,940)
Net realized gain on written equity options	59,100	—	—	—
Net realized gain/(loss) on foreign currency transactions	(47,133)	3,307	1,899,365	(121,520)
Net change in unrealized appreciation/(depreciation) on investments	78,048,157	16,502,062	158,846,461	20,641,692
Net change in unrealized appreciation/(depreciation) on translation of other assets and liabilities denominated in foreign currency	38,613	462	858,179	(74,389)
Net gain on investments and foreign currency transactions	145,967,229	47,406,372	209,200,052	14,538,341
Net increase in net assets resulting from operations	\$144,948,021	\$46,219,573	\$214,762,421	\$19,219,960
* Net of foreign withholding taxes of	\$ 254,811	\$ —	\$ 453,122	\$ 46,452

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

Third Avenue Trust

Statement of Changes in Net Assets

	Value Fund		Small-Cap Value Fund	
	For the Six Months Ended April 30, 2017 (Unaudited)	For the Year Ended October 31, 2016	For the Six Months Ended April 30, 2017 (Unaudited)	For the Year Ended October 31, 2016
Operations:				
Net investment income/(loss)	\$ (1,019,208)	\$ 14,841,542	\$ (1,186,799)	\$ 2,026,567
Net realized gain	67,880,459	48,409,222	30,903,848	27,350,988
Net change in unrealized appreciation/(depreciation)	78,086,770	(64,061,867)	16,502,524	(13,777,526)
Net increase/(decrease) in net assets resulting from operations ..	144,948,021	(811,103)	46,219,573	15,600,029
Dividends and Distributions to Shareholders from:				
Net investment income:				
Investor Class	(80,506)	(309,798)	(14,608)	—
Institutional Class	(9,821,084)	(22,539,852)	(1,692,493)	—
Net realized gains:				
Investor Class	(992,772)	(1,659,569)	(418,302)	(1,115,615)
Institutional Class	(81,010,260)	(96,040,894)	(24,923,360)	(46,384,578)
Decrease in net assets from dividends and distributions	(91,904,622)	(120,550,113)	(27,048,763)	(47,500,193)
Capital Share Transactions:				
Proceeds from sale of shares	16,063,475	17,208,028	4,654,370	6,657,754
Net asset value of shares issued in reinvestment of dividends and distributions	88,658,512	116,333,170	26,461,606	46,419,821
Redemption fees	2,637	8,925	1,190	1,725
Cost of shares redeemed	(138,111,983)	(541,257,635)	(38,057,776)	(121,688,598)
Net decrease in net assets resulting from capital share transactions ..	(33,387,359)	(407,707,512)	(6,940,610)	(68,609,298)
Net increase/(decrease) in net assets	19,656,040	(529,068,728)	12,230,200	(100,509,462)
Net assets at beginning of period ...	1,156,663,601	1,685,732,329	297,311,021	397,820,483
Net assets at end of period*	\$1,176,319,641	\$1,156,663,601	\$309,541,221	\$ 297,311,021
* Including accumulated undistributed net investment income/ (distributions in excess of net investment income) of	\$ 11,422,749	\$ 22,343,547	\$ (3,021,469)	\$ (127,569)

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

Third Avenue Trust

Statement of Changes in Net Assets

	Real Estate Value Fund		International Value Fund	
	For the Six Months Ended April 30, 2017 (Unaudited)	For the Year Ended October 31, 2016	For the Six Months Ended April 30, 2017 (Unaudited)	For the Year Ended October 31, 2016
Operations:				
Net investment income	\$ 5,562,369	\$ 12,003,062	\$ 4,681,619	\$ 1,555,021
Net realized gain/(loss)	49,495,412	39,372,450	(6,028,962)	(6,318,910)
Net change in unrealized appreciation/(depreciation)	159,704,640	(138,256,671)	20,567,303	4,112,816
Net increase/(decrease) in net assets resulting from operations	214,762,421	(86,881,159)	19,219,960	(651,073)
Dividends and Distributions to Shareholders from:				
Net investment income:				
Investor Class	(1,265,619)	(1,877,632)	(247,203)	—
Institutional Class	(12,800,132)	(19,925,485)	(5,486,413)	(331,431)
Net realized gains:				
Investor Class	(2,200,063)	(19,638,175)	—	(76,680)
Institutional Class	(14,239,140)	(132,429,662)	—	(2,282,943)
Decrease in net assets from dividends and distributions	(30,504,954)	(173,870,954)	(5,733,616)	(2,691,054)
Capital Share Transactions:				
Proceeds from sale of shares	135,284,772	304,661,847	32,844,251	4,242,388
Net asset value of shares issued in reinvestment of dividends and distributions	28,821,858	164,892,407	5,571,375	2,618,813
Redemption fees	16,938	105,529	6,403	4,198
Cost of shares redeemed	(317,683,876)	(1,833,310,328)	(19,336,553)	(76,397,119)
Net increase/(decrease) in net assets resulting from capital share transactions	(153,560,308)	(1,363,650,545)	19,085,476	(69,531,720)
Net increase/(decrease) in net assets	30,697,159	(1,624,402,658)	32,571,820	(72,873,847)
Net assets at beginning of period	1,840,388,976	3,464,791,634	128,626,059	201,499,906
Net assets at end of period*	\$1,871,086,135	\$ 1,840,388,976	\$161,197,879	\$128,626,059
* Including accumulated undistributed net investment income/ (distributions in excess of net investment income) of	\$ (660,015)	\$ 7,843,367	\$ (3,171,872)	\$ (2,119,875)

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Investor Class:						
Net asset value, beginning of period	\$ 51.12	\$ 54.22	\$ 59.54	\$ 57.73	\$ 48.47	\$ 44.00
Income/(loss) from investment operations:						
Net investment income/(loss) [@]	(0.11)	0.41 [‡]	0.29	1.39 [±]	0.61 ^{**}	0.27
Net gain/(loss) on investment transactions (both realized and unrealized)	6.46	0.38 ¹	(2.46) ¹	2.22 ¹	9.89 ¹	4.99 ²
Total from investment operations	6.35	0.79	(2.17)	3.61	10.50	5.26
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.30)	(0.61)	(2.09)	(1.80)	(1.24)	(0.79)
Distributions from net realized gain	(3.70)	(3.28)	(1.06)	—	—	—
Total dividends and distributions	(4.00)	(3.89)	(3.15)	(1.80)	(1.24)	(0.79)
Net asset value, end of period	\$ 53.47	\$ 51.12	\$ 54.22	\$ 59.54	\$ 57.73	\$ 48.47
Total return ³	12.82% ⁴	1.74%	(3.90%)	6.45%	22.07%	12.36%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$14,013	\$14,415	\$28,963	\$33,936	\$36,811	\$25,796
Ratio of expenses to average net assets						
Before fee waivers/expense offset arrangement/recovery	1.39% ⁵	1.40%	1.34%	1.33%	1.35%	1.36%
After fee waivers/expense offset arrangement/recovery ⁶	1.39% ⁵	1.39%	1.34%	1.32%	1.35% [†]	1.40% [†]
Ratio of net investment income/(loss) to average net assets	(0.42%) ⁵	0.83% [‡]	0.52%	2.36% [±]	1.15% ^{**}	0.61%
Portfolio turnover rate	6% ⁴	17%	24%	31%	21%	16%

1 Includes redemption fees of less than \$0.01 per share.

2 Includes redemption fees of \$0.01 per share.

3 Performance figures may reflect fee waivers, expense offset arrangement and/or recovery of previously waived fees. Past performance is no guarantee of future results. Total return would have been lower if the Adviser had not waived certain expenses. Conversely, total return would have been higher if the Adviser had not recovered previously waived expenses. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

4 Not annualized.

5 Annualized.

6 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.40%.

@ Calculated based on the average number of shares outstanding during the period.

‡ Investment income per share reflects a special dividend received during the period which amounted to \$0.19 per share.

± Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.43%.

** Investment income per share reflects special dividends received during the period which amounted to \$0.41 per share.

† Excluding the special dividends, the ratio of net investment income to average net assets would have been 1.67%.

** Investment income per share reflects a special dividend received during the period which amounted to \$0.44 per share.

† Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.33%.

‡ The Adviser recovered a portion of its previously waived fees.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Institutional Class:						
Net asset value, beginning of period	\$ 51.22	\$ 54.35	\$ 59.69	\$ 57.86	\$ 48.53	\$ 44.08
Income/(loss) from investment operations:						
Net investment income [@]	(0.04)	0.57 [‡]	0.43	1.53 [±]	0.77 ^{**}	0.37
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	6.47	0.35	(2.46)	2.23	9.87	4.98
Total from investment operations	6.43	0.92	(2.03)	3.76	10.64	5.35
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.45)	(0.77)	(2.25)	(1.93)	(1.31)	(0.90)
Distributions from net realized gain	(3.70)	(3.28)	(1.06)	—	—	—
Total dividends and distributions	(4.15)	(4.05)	(3.31)	(1.93)	(1.31)	(0.90)
Net asset value, end of period	\$ 53.50	\$ 51.22	\$ 54.35	\$ 59.69	\$ 57.86	\$ 48.53
Total return ²	12.99% ³	2.00%	(3.64%)	6.70%	22.40%	12.61%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$1,162,307	\$1,142,249	\$1,656,769	\$2,131,554	\$2,594,637	\$2,601,961
Ratio of expenses to average net assets						
Before fee waivers/expense offset arrangement/recovery	1.14% ⁴	1.15%	1.09%	1.08%	1.10%	1.11%
After fee waivers/expense offset arrangement/recovery ⁵	1.14% ⁴	1.14%	1.09%	1.07%	1.10% [†]	1.15% [†]
Ratio of net investment income/(loss) to average net assets	(0.17%) ⁴	1.16% [‡]	0.76%	2.61% [±]	1.45% ^{**}	0.83%
Portfolio turnover rate	6% ³	17%	24%	31%	21%	16%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers, expense offset arrangement and/or recovery of previously waived fees. Past performance is no guarantee of future results. Total return would have been lower if the Adviser had not waived certain expenses. Conversely, total return would have been higher if the Adviser had not recovered previously waived expenses. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.15%.

[@] Calculated based on the average number of shares outstanding during the period.

[‡] Investment income per share reflects a special dividend received during the period which amounted to \$0.19 per share.

Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.76%.

[±] Investment income per share reflects special dividends received during the period which amounted to \$0.41 per share.

Excluding the special dividends, the ratio of net investment income to average net assets would have been 1.92%.

[†] The Adviser recovered a portion of its previously waived fees.

^{**} Investment income per share reflects a special dividend received during the period which amounted to \$0.44 per share.

Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.63%.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue Small-Cap Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Investor Class:						
Net asset value, beginning of period	\$ 20.77	\$ 22.28	\$ 28.18	\$ 28.10	\$ 22.13	\$ 20.25
Income/(loss) from investment operations:						
Net investment income/(loss) [@]	(0.11)	0.08 [‡]	(0.10)	(0.11)	0.06 ^{**}	(0.04)
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	3.34	1.17	(0.19)	1.96	6.57	2.01
Total from investment operations	3.23	1.25	(0.29)	1.85	6.63	1.97
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.06)	—	—	—	(0.16)	(0.02)
Distributions from net realized gain	(1.86)	(2.76)	(5.61)	(1.77)	(0.50)	(0.07)
Total dividends and distributions	(1.92)	(2.76)	(5.61)	(1.77)	(0.66)	(0.09)
Net asset value, end of period	\$ 22.08	\$ 20.77	\$ 22.28	\$ 28.18	\$ 28.10	\$ 22.13
Total return ²	15.82% ³	6.71%	(1.49%)	6.85%	30.74%	9.77%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$ 5,266	\$ 5,145	\$ 9,379	\$ 9,898	\$ 11,995	\$ 8,216
Ratio of expenses to average net assets						
Before fee waivers/expense offset arrangement/recovery	1.44% ⁴	1.45%	1.39%	1.35%	1.37%	1.38%
After fee waivers/expense offset arrangement/recovery ⁵	1.40% ^{4,#}	1.40% [#]	1.39%	1.35%	1.37%	1.38% [†]
Ratio of net investment income/(loss) to average net assets	(1.02%) ⁴	0.39% [‡]	(0.42%)	(0.41%)	0.25% ^{**}	(0.18%)
Portfolio turnover rate	17% ³	20%	29%	40%	39%	33%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers, expense offset arrangement and/or recovery of previously waived fees. Past performance is no guarantee of future results. Total return would have been lower if the Adviser had not waived certain expenses. Conversely, total return would have been higher if the Adviser had not recovered previously waived expenses. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.40%.

@ Calculated based on the average number of shares outstanding during the period.

‡ Investment income per share reflects special dividends received during the period which amounted to \$0.11 per share. Excluding the special dividends, the ratio of net investment income/(loss) to average net assets would have been (0.17%).

** Investment income per share reflects special dividends received during the period which amounted to \$0.11 per share. Excluding the special dividends, the ratio of net investment income/(loss) to average net assets would have been (0.18%).

The Adviser waived a portion of its fees.

† The Adviser recovered a portion of its previously waived fees.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue Small-Cap Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Institutional Class:						
Net asset value, beginning of period	\$ 20.97	\$ 22.42	\$ 28.27	\$ 28.16	\$ 22.18	\$ 20.30
Income/(loss) from investment operations:						
Net investment income/(loss) [@]	(0.08)	0.13 [‡]	(0.04)	(0.05)	0.15 ^{**}	0.01
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	3.39	1.18	(0.20)	1.97	6.54	2.01
Total from investment operations	3.31	1.31	(0.24)	1.92	6.69	2.02
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.13)	—	—	(0.04)	(0.21)	(0.07)
Distributions from net realized gain	(1.86)	(2.76)	(5.61)	(1.77)	(0.50)	(0.07)
Total dividends and distributions	(1.99)	(2.76)	(5.61)	(1.81)	(0.71)	(0.14)
Net asset value, end of period	\$ 22.29	\$ 20.97	\$ 22.42	\$ 28.27	\$ 28.16	\$ 22.18
Total return ²	16.03% ³	6.95%	(1.27%)	7.09%	31.05%	9.99%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$304,275	\$292,166	\$388,441	\$510,053	\$667,712	\$641,684
Ratio of expenses to average net assets						
Before fee waivers/expense offset arrangement/recovery	1.19% ⁴	1.21%	1.14%	1.10%	1.12%	1.13%
After fee waivers/expense offset arrangement/recovery ⁵	1.15% ^{4,#}	1.15% [#]	1.14%	1.10%	1.12%	1.13% [†]
Ratio of net investment income/(loss) to average net assets	(0.76%) ⁴	0.65% [‡]	(0.16%)	(0.17%)	0.62% ^{**}	0.07%
Portfolio turnover rate	17% ³	20%	29%	40%	39%	33%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers, expense offset arrangement and/or recovery of previously waived fees. Past performance is no guarantee of future results. Total return would have been lower if the Adviser had not waived certain expenses. Conversely, total return would have been higher if the Adviser had not recovered previously waived expenses. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.15%.

@ Calculated based on the average number of shares outstanding during the period.

‡ Investment income per share reflects special dividends received during the period which amounted to \$0.11 per share. Excluding the special dividends, the ratio of net investment income to average net assets would have been 0.09%.

** Investment income per share reflects special dividends received during the period which amounted to \$0.11 per share. Excluding the special dividends, the ratio of net investment income to average net assets would have been 0.19%.

The Adviser waived a portion of its fees.

† The Adviser recovered a portion of its previously waived fees.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue Real Estate Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Investor Class:						
Net asset value, beginning of period	\$ 29.51	\$ 31.14	\$ 31.84	\$ 29.40	\$ 26.53	\$ 21.40
Income/(loss) from investment operations:						
Net investment income/(loss) [@]	0.06	0.08 [‡]	(0.04)	0.50 [±]	0.10	0.16
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	3.62	(0.18)	0.41	2.60	4.99	4.97
Total from investment operations	3.68	(0.10)	0.37	3.10	5.09	5.13
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.16)	(0.13)	(0.44)	(0.26)	(0.84)	—
Distributions from net realized gain	(0.28)	(1.40)	(0.63)	(0.40)	(1.38)	—
Total dividends and distributions	(0.44)	(1.53)	(1.07)	(0.66)	(2.22)	—
Net asset value, end of period	\$ 32.75	\$ 29.51	\$ 31.14	\$ 31.84	\$ 29.40	\$ 26.53
Total return ²	12.62% ³	(0.21%)	1.12%	10.84%	20.61%	23.97%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$247,575	\$243,502	\$438,506	\$367,834	\$145,169	\$60,684
Ratio of expenses to average net assets						
Before fee waivers/expense offset arrangement/recovery	1.38% ⁴	1.38%	1.35%	1.34%	1.34%	1.34%
After fee waivers/expense offset arrangement/recovery ⁵	1.38% ⁴	1.38%	1.35%	1.33%	1.33%	1.34%
Ratio of net investment income/(loss) to average net assets	0.41% ⁴	0.28% [‡]	(0.11%)	1.63% [±]	0.36%	0.68%
Portfolio turnover rate	2% ³	20%	17%	14%	13%	4%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers, expense offset arrangement and/or recovery of previously waived fees. Past performance is no guarantee of future results. Total return would have been lower if the Adviser had not waived certain expenses. Conversely, total return would have been higher if the Adviser had not recovered previously waived expenses. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.40%.

@ Calculated based on the average number of shares outstanding during the period.

‡ Investment income per share reflects a special dividend received during the period which amounted to \$0.09 per share. Excluding the special dividend, the ratio of net investment income/(loss) to average net assets would have been (0.04%).

± Investment income per share reflects a special dividend received during the period which amounted to \$0.06 per share. Excluding the special dividend, the ratio of net investment income to average net assets would have been 1.43%.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue Real Estate Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Institutional Class:						
Net asset value, beginning of period	\$ 29.73	\$ 31.36	\$ 32.05	\$ 29.56	\$ 26.66	\$ 21.45
Income/(loss) from investment operations:						
Net investment income [@]	0.10	0.16 [‡]	0.04	0.56 [±]	0.18	0.22
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	3.64	(0.18)	0.41	2.63	4.99	4.99
Total from investment operations	3.74	(0.02)	0.45	3.19	5.17	5.21
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.25)	(0.21)	(0.51)	(0.30)	(0.89)	—
Distributions from net realized gain	(0.28)	(1.40)	(0.63)	(0.40)	(1.38)	—
Total dividends and distributions	(0.53)	(1.61)	(1.14)	(0.70)	(2.27)	—
Net asset value, end of period	\$ 32.94	\$ 29.73	\$ 31.36	\$ 32.05	\$ 29.56	\$ 26.66
Total return ²	12.76% ³	0.05%	1.37%	11.11%	20.87%	24.29%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$1,623,511	\$1,596,887	\$3,026,286	\$2,866,849	\$2,010,557	\$1,689,612
Ratio of expenses to average net assets						
Before fee waivers/expense offset arrangement/recovery	1.13% ⁴	1.13%	1.10%	1.09%	1.09%	1.09%
After fee waivers/expense offset arrangement/recovery ⁵	1.13% ⁴	1.13%	1.10%	1.08%	1.08%	1.09%
Ratio of net investment income to average net assets	0.66% ⁴	0.56% [‡]	0.13%	1.82% [±]	0.65%	0.96%
Portfolio turnover rate	2% ³	20%	17%	14%	13%	4%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers, expense offset arrangement and/or recovery of previously waived fees. Past performance is no guarantee of future results. Total return would have been lower if the Adviser had not waived certain expenses. Conversely, total return would have been higher if the Adviser had not recovered previously waived expenses. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.15%.

@ Calculated based on the average number of shares outstanding during the period.

‡ Investment income per share reflects a special dividend received during the period which amounted to \$0.09 per share. Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.24%.

± Investment income per share reflects a special dividend received during the period which amounted to \$0.06 per share. Excluding the special dividend, the ratio of net investment income to average net assets would have been 1.62%.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue International Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Investor Class:						
Net asset value, beginning of period	\$ 15.59	\$ 15.29	\$ 17.58	\$ 19.96	\$ 16.14	\$ 15.29
Income/(loss) from investment operations:						
Net investment income [@]	0.21	0.13	0.08	0.39 [±]	0.25 ^{**}	0.08
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	1.96	0.37	(1.26)	(2.55)	3.68	0.99
Total from investment operations	2.17	0.50	(1.18)	(2.16)	3.93	1.07
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.71)	—	(1.11)	(0.22)	(0.11)	(0.22)
Distributions from net realized gain	—	(0.20)	—	—	—	—
Total dividends and distributions	(0.71)	(0.20)	(1.11)	(0.22)	(0.11)	(0.22)
Net asset value, end of period	\$ 17.05	\$ 15.59	\$ 15.29	\$ 17.58	\$ 19.96	\$ 16.14
Total return ²	14.28% ³	3.44%	(7.24%)	(10.96%)	24.49%	7.20%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$31,403	\$ 4,465	\$ 5,977	\$12,266	\$35,013	\$18,533
Ratio of expenses to average net assets						
Before fee waivers and expense offset arrangement	1.95% ⁴	2.04%	1.86%	1.71%	1.69%	1.69%
After fee waivers and expense offset arrangement ^{5, #}	1.65% ⁴	1.65%	1.65%	1.65%	1.65%	1.65%
Ratio of net investment income to average net assets	2.50% ⁴	0.90%	0.50%	1.99% [±]	1.37% ^{**}	0.53%
Portfolio turnover rate	15% ³	15%	25%	22%	11%	20%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers and/or expense offset arrangement. Past performance is no guarantee of future results. In the absence of fee waivers and/or expense offset arrangement, the total return would have been lower. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.65%.

@ Calculated based on the average number of shares outstanding during the period.

± Investment income per share reflects special dividends received during the period which amounted to \$0.12 per share.

** Excluding the special dividends, the ratio of net investment income to average net assets would have been 1.39%.

** Investment income per share reflects a special dividend received during the period which amounted to \$0.15 per share. Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.53%.

The Adviser waived a portion of its fees.

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

Third Avenue Trust

Financial Highlights

Selected data (for a share outstanding throughout each period) and ratios are as follows:

	Third Avenue International Value Fund					
	For The Six Months Ended April 30, 2017 (Unaudited)	Years Ended October 31,				
		2016	2015	2014	2013	2012
Institutional Class:						
Net asset value, beginning of period	\$ 15.59	\$ 15.29	\$ 17.63	\$ 20.00	\$ 16.16	\$ 15.33
Income/(loss) from investment operations:						
Net investment income [@]	0.58	0.16	0.13	0.43 [±]	0.25 ^{**}	0.12
Net gain/(loss) on investment transactions (both realized and unrealized) ¹	1.61	0.37	(1.27)	(2.54)	3.74	0.97
Total from investment operations	2.19	0.53	(1.14)	(2.11)	3.99	1.09
Less dividends and distributions to shareholders:						
Dividends from net investment income	(0.74)	(0.03)	(1.20)	(0.26)	(0.15)	(0.26)
Distributions from net realized gain	—	(0.20)	—	—	—	—
Total dividends and distributions	(0.74)	(0.23)	(1.20)	(0.26)	(0.15)	(0.26)
Net asset value, end of period	\$ 17.04	\$ 15.59	\$ 15.29	\$ 17.63	\$ 20.00	\$ 16.16
Total return ²	14.45% ³	3.66%	(6.97%)	(10.79%)	24.89%	7.39%
Ratios/Supplemental Data:						
Net assets, end of period (in thousands)	\$129,795	\$124,161	\$195,523	\$339,498	\$1,223,107	\$1,176,256
Ratio of expenses to average net assets						
Before fee waivers and expense offset arrangement	1.72% ⁴	1.79%	1.61%	1.46%	1.44%	1.44%
After fee waivers and expense offset arrangement ^{5, #}	1.40% ⁴	1.40%	1.40%	1.40%	1.40%	1.40%
Ratio of net investment income to average net assets	7.16% ⁴	1.14%	0.82%	2.19% [±]	1.40% ^{**}	0.80%
Portfolio turnover rate	15% ³	15%	25%	22%	11%	20%

1 Includes redemption fees of less than \$0.01 per share.

2 Performance figures may reflect fee waivers and/or expense offset arrangement. Past performance is no guarantee of future results. In the absence of fee waivers and/or expense offset arrangement, the total return would have been lower. Total return is calculated assuming an initial investment made at the net asset value at the beginning of the period, reinvestment of all dividends and distributions at net asset value during the period and redemption on the last day of the period and is not annualized.

3 Not annualized.

4 Annualized.

5 As a result of an expense limitation, the ratio of expenses (exclusive of taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items) to average net assets will not exceed 1.40%.

@ Calculated based on the average number of shares outstanding during the period.

± Investment income per share reflects special dividends received during the period which amounted to \$0.12 per share.

** Excluding the special dividends, the ratio of net investment income to average net assets would have been 1.59%.

** Investment income per share reflects a special dividend received during the period which amounted to \$0.15 per share. Excluding the special dividend, the ratio of net investment income to average net assets would have been 0.56%.

The Adviser waived a portion of its fees.

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

1. SUMMARY OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Organization:

Third Avenue Trust (the “Trust”) is an open-end, management investment company organized as a Delaware business trust pursuant to a Trust Instrument dated October 31, 1996. The Trust currently consists of the following non-diversified (within the meaning of Section 5(b)(2) of the Investment Company Act), separate investment series: Third Avenue Value Fund, Third Avenue Small-Cap Value Fund, Third Avenue Real Estate Value Fund, and Third Avenue International Value Fund (each a “Fund” and, collectively, the “Funds”). The Trust also contains the Third Avenue Focused Credit Fund, a separate non-diversified investment series of the Trust, whose financial statements are presented separately. Third Avenue Management LLC (the “Adviser”) provides investment advisory services to each of the Funds in the Trust. The Funds seek to achieve their investment objectives by adhering to a strict value discipline when selecting securities and other instruments. Each Fund has a distinct investment approach.

Third Avenue Value Fund seeks to achieve its long-term capital appreciation objective mainly by acquiring common stocks of well-financed companies (meaning companies with high quality assets and conservative levels of liabilities) at a discount to what the Adviser believes is their intrinsic value. The Fund may invest in companies of any market capitalization. The Fund may also acquire senior securities, such as convertible securities, preferred stocks and debt instruments (including high-yield and distressed securities that may be in default and may have any or no credit rating), that the Adviser believes are undervalued. The Fund invests in both domestic and foreign securities.

Third Avenue Small-Cap Value Fund seeks to achieve its long-term capital appreciation objective mainly by acquiring equity securities, including common stocks and convertible securities, of well-financed (meaning companies with high quality assets and conservative levels of liabilities) small companies at a discount to what the Adviser believes is their intrinsic value. Under normal circumstances, the Fund expects to invest at least 80% of its net assets (plus the amount of any borrowing for investment purposes) in securities of companies that are considered small. The Fund considers a “small company” to be one whose market capitalization is within the range of capitalizations during the most recent 12-month period (as measured each calendar quarter end) of companies in the Russell 2000 Index, the S&P Small Cap 600 Index or the Dow Jones Wilshire U.S. Small-Cap Index at the time of investment (based on month-end data). The Fund may also acquire senior securities, such as preferred stocks and debt instruments (including high-yield and distressed securities that may be in default and may have any or no credit rating), that the Adviser believes are undervalued. The Fund invests in both domestic and foreign securities.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Third Avenue Real Estate Value Fund seeks to achieve its long-term capital appreciation objective primarily by investing in equity securities, including common stocks and convertible securities, of well-financed (meaning companies with high quality assets and conservative levels of liabilities) real estate and real estate-related companies, or in companies which own significant real estate assets or derive a significant portion of gross revenues or net profits from real estate-related companies at the time of investment (“real estate companies”). The Fund seeks to acquire these securities at a discount to what the Adviser believes is their intrinsic value. Under normal circumstances, at least 80% of the Fund’s net assets (plus the amount of any borrowing for investment purposes) will be invested in securities of real estate and real estate-related companies. The Fund may invest in companies of any market capitalization. The Fund may also acquire senior securities, such as preferred stocks and debt instruments (including high-yield, distressed and mortgage-backed securities that may be in default and may have any or no credit rating) of real estate companies or loans secured by real estate or real estate-related companies that the Adviser believes have above-average yield potential. The Fund invests in both domestic and foreign securities.

Third Avenue International Value Fund seeks to achieve its long-term capital appreciation objective primarily by acquiring equity securities, including common stocks and convertible securities, of well-financed companies (meaning companies with high quality assets and conservative levels of liabilities) located outside of the United States. While the Fund may invest in companies located anywhere in the world, it currently expects that most of its assets will be invested in the more developed countries and, under normal circumstances, at least 80% of its net assets (plus the amount of any borrowing for investment purposes) will be invested in securities of issuers located outside of the United States at the time of investment. The Fund may also acquire senior securities, such as preferred stocks and debt instruments (including high-yield and distressed securities that may be in default and may have any or no credit rating), that the Adviser believes are undervalued.

Because of the Funds’ disciplined and deliberate investing approach, there may be times when a Fund will have a significant cash position. A substantial cash position can adversely impact Fund performance in certain market conditions, and may make it more difficult for a Fund to achieve its investment objective.

Accounting policies:

The policies described below are followed consistently by the Funds in the preparation of their financial statements in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). The Trust is an investment company and, accordingly, follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board Accounting

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Standards Codification (“FASB ASC”) Topic 946-Investment Companies, which is part of U.S. GAAP.

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual results could differ from those estimates.

Security valuation:

Generally, the Funds’ investments are valued at market value. Securities traded on a principal stock exchange, including The NASDAQ Stock Market, Inc. (“NASDAQ”), are valued at the last quoted sales price, the NASDAQ official closing price, or, in the absence of closing sales prices on that day, securities are valued at the mean between the closing bid and asked price. In accordance with procedures approved by the Trust’s Board of Trustees (the “Board”), the Funds have retained a third party provider that applies a statistical model to provide fair value pricing for foreign equity securities with principal markets that are no longer open when a Fund calculates its net asset value (“NAV”). Debt instruments with maturities greater than 60 days, including floating rate loan securities, are valued on the basis of prices obtained from a pricing service approved by the Board or otherwise pursuant to policies and procedures approved by the Board. Investments in derivative instruments are valued independently by service providers or by broker quotes based on pricing models. Short-term cash investments are valued at cost, plus accrued interest, which approximates market value. Short-term debt securities with 60 days or less to maturity may be valued at amortized cost.

The Adviser has established a Valuation Committee (the “Committee”) which is responsible for overseeing the pricing and valuation of all securities held in the Funds. The Committee operates under pricing and valuation policies and procedures established by the Adviser and approved by the Board, including pricing policies which set forth the mechanisms and processes to be employed on a daily basis to implement these policies and procedures. In particular, the pricing policies describe how to determine market quotations for securities and other instruments. The Committee’s responsibilities include: 1) fair value determinations (and oversight of third parties used in the valuation process determinations), and 2) regular monitoring of the Adviser’s pricing and valuation policies and procedures and modification or enhancement of these policies and procedures (or recommendation of the modification of these policies and procedures) as the Committee believes appropriate.

Securities for which market quotations are not readily available are valued at “fair value”, as determined in good faith by the Committee as authorized by the Board, under procedures established by the Board. At April 30, 2017, such securities had a total fair value of \$15,531,563, or 1.32% of net assets of Third Avenue Value Fund, and \$39,120, or less than 0.01% of net assets of Third Avenue Real Estate Value Fund. There were no fair valued

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

securities for Third Avenue Small-Cap Value Fund and Third Avenue International Value Fund at April 30, 2017. Among the factors that may be considered by the Committee in determining fair value are: prior trades in the security in question, trades in similar securities of the same or other issuers, the type of security, trading in marketable securities of the same issuer, the financial condition of the issuer, comparable multiples of similar issuers, the operating results of the issuer and liquidation value of the issuer. See Fair Value Measurements below for additional detail on fair value measurements for financial reporting purposes. The fair values determined in accordance with these procedures may differ significantly from the amounts which would be realized upon disposition of the securities.

Fair value measurements:

In accordance with FASB ASC 820-10, Fair Value Measurements and Disclosures, the Funds disclose the fair value of their investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. Fair value is defined as the price that a Fund would receive upon selling an investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment under current market conditions. The hierarchy gives the highest priority to valuations based upon unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and the lowest priority to valuations based upon unobservable inputs that are significant to the valuation (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Funds have the ability to access at the measurement date;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;
- Level 3 – Significant unobservable inputs (including the Funds' own assumptions in determining the fair value of investments)

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input both individually and in aggregate that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Funds. The Funds consider observable data to be market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The inputs or methodology used for valuing investments are not necessarily an indication of the risk associated with investing in those investments.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

The Funds use valuation techniques to measure fair value that are consistent with the market approach and/or income approach, depending on the type of security and the particular circumstance. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable securities. The income approach uses valuation techniques to discount estimated future cash flows to present value.

The following are certain inputs and techniques that the Funds generally use to evaluate how to classify each major category of assets and liabilities for Level 2 and Level 3, in accordance with U.S. GAAP.

Equity Securities (Common Stocks and Warrants)—Equity securities traded in inactive markets and certain foreign equity securities are valued using inputs which include broker-dealer quotes, recently executed transactions adjusted for changes in the benchmark index, or evaluated price quotes received from independent pricing services or brokers that take into account the integrity of the market sector and issuer, the individual characteristics of the security, and information received from broker-dealers and other market sources pertaining to the issuer or security. To the extent that these inputs are observable, the values of equity securities are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

U.S. Government Obligations—U.S. Government obligations are valued by independent pricing services based on pricing models that evaluate the mean between the most recently quoted bid and ask price. The models also take into consideration data received from active market makers and broker-dealers, yield curves, and the spread over comparable U.S. Government issues. The spreads change daily in response to market conditions and are generally obtained from the new issue market and broker-dealer sources. To the extent that these inputs are observable, the values of U.S. Government obligations are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Corporate Bonds & Notes—Corporate bonds and notes are generally comprised of two main categories: investment grade bonds and high yield bonds. Investment grade bonds are valued by independent pricing services or brokers using various inputs and techniques, which include broker-dealer quotations, live trading levels, recently executed transactions in securities of the issuer or comparable issuers, and option adjusted spread models that include base curve and spread curve inputs. Adjustments to individual bonds can be applied to recognize trading differences compared to other bonds issued by the same issuer. High yield bonds are valued by independent pricing services or brokers based primarily on broker-dealer quotations from relevant market makers and recently executed transactions in securities of the issuer or comparable issuers. The broker-dealer quotations received are supported by credit analysis of the issuer that takes into consideration credit quality assessments, daily trading activity, and the

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

activity of the underlying equities, listed bonds and sector specific trends. To the extent that these inputs are observable, the values of corporate bonds and notes are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Forward Foreign Currency Contracts—Forward foreign currency contracts are valued by independent pricing services using various inputs and techniques, which include broker-dealer quotations, actual trading information and foreign currency exchange rates gathered from leading market makers and foreign currency exchange trading centers throughout the world. To the extent that these inputs are observable, the values of forward foreign currency contracts are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Term Loans—Term loans are valued by independent pricing services based on the average of evaluated quoted prices received from multiple dealers or valued relative to other benchmark securities when broker-dealer quotes are unavailable. Inputs may include quoted prices for similar investments in active markets, interest rates, coupon rates, yield curves, option adjusted spreads, default rates, credit spreads and other unique security features in order to estimate the relevant cash flows which is then discounted to calculate fair values. To the extent that these inputs are observable, the values of term loans are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Options (Written and Purchased)—Options are valued by independent pricing services or by brokers based on pricing models that take into account, among other factors, foreign exchange rate, time until expiration, and volatility of the underlying foreign currency security. To the extent that these inputs are observable, the values of options are categorized as Level 2. To the extent that these inputs are unobservable, the values are categorized as Level 3.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

The following is a Summary by Level of Inputs used to value the Funds' investments as of April 30, 2017:

	Third Avenue Value Fund	Third Avenue Small-Cap Value Fund	Third Avenue Real Estate Value Fund	Third Avenue International Value Fund
Level 1: Quoted Prices†				
Investments in Securities:				
Common Stocks & Warrants:				
Building & Construction Products/Services	\$ —	\$ —	\$ —	\$ 2,513,250
Consumer Products	28,687,909	—	—	—
Diversified Holding Companies	—	—	—	7,756,701
Metals & Mining	—	—	—	13,707,755
Non-U.S. Real Estate Operating Companies	—	—	76,763,218	—
Oil & Gas Production & Services	33,467,939	—	—	2,437,427
Real Estate	—	—	—	7,855,873
Retail-Building Products	—	—	37,595,898	—
Transportation Infrastructure	—	—	—	3,317,955
Other**	752,672,051	295,661,014	734,208,669	36,131,628
Total for Level 1 Securities	814,827,899	295,661,014	848,567,785	73,720,589
Level 2: Other Significant Observable Inputs†				
Investments in Securities:				
Common Stocks:				
Automotive	21,997,676	—	—	3,355,161
Building & Construction Products/Services	—	—	—	247,005
Capital Goods	—	—	—	4,396,267
Commercial Services	—	—	—	8,364,814
Consumer Products	28,305,791	—	—	—
Diversified Holding Companies	136,326,693	—	—	3,910,819
Engineering & Construction	—	—	—	11,030,194
Lodging & Hotels	—	—	25,581,085	—
Media	—	—	—	4,540,545
Metals & Mining	—	—	—	3,807,078
Non-U.S. Real Estate Investment Trusts	—	—	203,257,463	—
Non-U.S. Real Estate Operating Companies	—	—	566,875,224	—
Oil & Gas Production & Services	46,402,717	—	—	5,081,517
Real Estate	—	—	—	14,972,027
Retail-Building Products	—	—	95,384	—
Telecommunications	26,074,455	—	—	—
Transportation Infrastructure	—	—	—	6,611,615
Corporate Bonds & Notes	—	—	—	2,668,000
Term Loans	—	—	8,003,750	—
Purchased Options:				
Exchanged-Traded Fund Put Options	—	—	—	44,016
Foreign Currency Call Options	—	—	28	—

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Summary by level of inputs (continued)

	Third Avenue Value Fund	Third Avenue Small-Cap Value Fund	Third Avenue Real Estate Value Fund	Third Avenue International Value Fund
Short-Term Investments:				
U.S. Government Obligations	\$ 39,987,156	\$ —	\$ 59,980,733	\$ 9,996,789
Total for Level 2 Securities	<u>299,094,488</u>	<u>—</u>	<u>863,793,667</u>	<u>79,025,847</u>
Level 3: Significant Unobservable Inputs				
Investments in Securities:				
Common Stocks:				
Consumer Products	—*	—	—	—
Corporate Bonds & Notes	15,531,563	—	—	—
Term Loans	—	—	39,120	—
Private Equities:				
U.S. Real Estate Operating Companies	—	—	82,935,744	—
Total for Level 3 Securities	<u>15,531,563</u>	<u>—</u>	<u>82,974,864</u>	<u>—</u>
Total Value of Investments	<u>\$1,129,453,950</u>	<u>\$ 295,661,014</u>	<u>\$1,795,336,316</u>	<u>\$ 152,746,436</u>
Investments in Other Financial Instruments:				
Level 2: Other Significant Observable Inputs				
Forward Foreign Currency Contracts - Assets	\$ —	\$ —	\$ 15,015	\$ —
Total Value or Appreciation/(Depreciation) of Other Financial Instruments	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 15,015</u>	<u>\$ —</u>

† The value of securities that were transferred from Level 1 to Level 2 for Third Avenue Value Fund, Third Avenue Real Estate Value Fund and Third Avenue International Value Fund was \$238,888,990, \$751,695,418 and \$ 47,458,681, respectively. The transfer was due to certain securities trading primarily outside the U.S. whose values were adjusted following the close of the local trading.

* Investments fair valued at zero.

** Please refer to the Portfolios of Investments for industry specifics of the portfolio holdings.

Transfers from Level 1 to Level 2, or from Level 2 to Level 1, are recorded utilizing values as of the beginning of the period.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

The following is a reconciliation of Level 3 investments for which significant unobservable inputs were used to determine fair value:

Third Avenue Value Fund

	Common Stocks	Corporate Bonds & Notes	Limited Partnerships	Total
Balance as of 10/31/16 (fair value)				
Consumer Products	\$ —*	\$ 17,402,785	\$ —	\$ 17,402,785
Insurance & Reinsurance	—	—	12,217	12,217
Payment-in-kind				
Consumer Products	—	726,125	—	726,125
Sales				
Insurance & Reinsurance	—	—	(12,111)	(12,111)
Net change in unrealized gain/(loss)				
Consumer Products	—	(2,597,347)	—	(2,597,347)
Insurance & Reinsurance	—	—	(12,217)	(12,217)
Net realized gain/(loss)				
Insurance & Reinsurance	—	—	12,111	12,111
Balance as of 4/30/17 (fair value)				
Consumer Products	—*	15,531,563	—	15,531,563
Insurance & Reinsurance	—	—	—	—
Total	<u>\$ —</u>	<u>\$ 15,531,563</u>	<u>\$ —</u>	<u>\$ 15,531,563</u>
Net change in unrealized gain/(loss) related to securities still held as of April 30, 2017:	<u>\$ —</u>	<u>\$ (2,597,347)</u>	<u>\$ —</u>	<u>\$ (2,597,347)</u>

* Investments fair valued at zero.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Third Avenue Real Estate Value Fund

	Preferred Stocks	Private Equities	Term Loans	Total
Balance as of 10/31/16 (fair value)				
Non-U.S. Real Estate Operating Companies	\$ 36,079,757	\$ —	\$ 3,497,959	\$ 39,577,716
U.S. Real Estate Operating Companies	—	93,753,455	—	93,753,455
Payment-in-kind				
Non-U.S. Real Estate Operating Companies	—	—	107,924	107,924
Sales				
Non-U.S. Real Estate Operating Companies	(31,802,983)	—	(3,446,063)	(35,249,046)
Net change in unrealized gain/(loss)				
Non-U.S. Real Estate Operating Companies	5,863,814	—	699,869	6,563,683
U.S. Real Estate Operating Companies	—	(10,817,711)	—	(10,817,711)
Net realized gain/(loss)				
Non-U.S. Real Estate Operating Companies	(10,140,588)	—	(820,569)	(10,961,157)
Balance as of 4/30/17 (fair value)				
Non-U.S. Real Estate Operating Companies	—	—	39,120	39,120
U.S. Real Estate Operating Companies	—	82,935,744	—	82,935,744
Total	<u>\$ —</u>	<u>\$ 82,935,744</u>	<u>\$ 39,120</u>	<u>\$ 82,974,864</u>
Net change in unrealized gain/(loss) related to securities still held as of April 30, 2017:	<u>\$ —</u>	<u>\$ (10,817,711)</u>	<u>\$ (293)</u>	<u>\$ (10,818,004)</u>

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Quantitative Information about Level 3 Fair Value Measurements (amounts in thousands)

Third Avenue Value Fund	Fair Value at 4/30/17	Valuation Technique(s)	Unobservable Input(s)	Range (Weighted Average)
Corporate Bonds	\$15,532	Book Value	Restructuring value	\$62.30
Other (a)	-*			
	\$15,532			
Third Avenue Real Estate Value Fund	Fair Value at 4/30/17	Valuation Technique(s)	Unobservable Input(s)	Range (Weighted Average)
Private Equities	\$82,936	Broker Quote	#	\$18.20
Term Loans	39	Book Value	Restructuring value	\$108.93
	\$82,975			

Valuation techniques and significant unobservable inputs used by third-party pricing vendors or brokers, such as those described in Note 1, were not provided to the Adviser. The appropriateness of fair values for these securities is based on results of back testing, vendor and broker due diligence, unchanged price review and consideration of macro or security specific events.

(a) Includes securities less than 0.50% of net assets within each respective Fund.

* Investments fair valued at zero.

The significant unobservable inputs used in the fair value measurement of the Funds' investments are listed above. Generally, a change in the assumptions used in any input in isolation may be accompanied by a change in another input. Significant changes in any of the unobservable inputs may significantly impact the fair value measurement. The impact is based on the relationship between each unobservable input and the fair value measurement. Significant increases (decreases) in enterprise multiples may increase (decrease) the fair value measurement. Significant increases (decreases) in the discount for marketability may decrease (increase) the fair value measurement.

Security transactions and investment income:

Security transactions for financial statement purposes are accounted for on a trade date basis. Dividend income is recorded on the ex-dividend date or, for certain foreign dividends, as soon as the Funds become aware of the dividends. Interest income is determined on the basis of coupon interest accrued using the effective interest method which adjusts for amortization of premiums and accretion of discounts. Dividend income on the Statement of Operations are shown net of any foreign taxes withheld on income from foreign securities. Payments received from certain investments held by the Funds may be comprised of dividends, capital gains and return of capital. The Funds originally estimate the expected classification of such payments. These amounts may subsequently be reclassified upon receipt of information from the issuer. Realized gains and losses from securities transactions are recorded on an identified cost basis.

Foreign currency translation and foreign investments:

The books and records of the Funds are maintained in U.S. dollars. Foreign currency amounts are translated into U.S. dollars as follows:

- Investments and assets and liabilities denominated in foreign currencies: At the prevailing rates of exchange on the valuation date.
- Investment transactions and investment income: At the prevailing rates of exchange on the date of such transactions.

The net assets of the Funds are presented at market values using the foreign exchange rates at the close of the period. The Funds do not generally isolate that portion of the results of operations arising as a result of changes in the foreign exchange rates from the fluctuations arising from changes in the market prices of the investments held.

Similarly, the Funds do not isolate the effect of changes in foreign exchange rates from the fluctuations arising from changes in the market prices of investments sold during the period. Accordingly, realized and unrealized foreign currency gains/(losses) are included in the reported net realized gain/(loss) and unrealized appreciation/(depreciation) on investments transactions and balances.

Net realized gains/(losses) on foreign currency transactions represent net foreign exchange gains/(losses) from foreign currency exchange contracts, disposition of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amount of investment income and foreign withholding taxes recorded on the Funds' books and the U.S. dollar equivalent amounts actually received or paid. Net unrealized currency gains/(losses) from valuing foreign currency denominated assets and liabilities at period end exchange rates are reflected as a component of net unrealized appreciation/(depreciation) on the Statement of Assets and Liabilities. The change in net unrealized currency gains/(losses) for the period is reflected on the Statement of Operations.

Pursuant to U.S. federal income tax regulations, gains and losses from certain foreign currency transactions and the foreign currency portion of gains and losses realized on sales and maturities of foreign denominated debt securities are generally treated as ordinary income.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Payment-in-kind securities:

The Funds may invest in PIKs. PIKs give the issuer the option at each interest payment date of making interest payments in either cash or additional debt securities. Those additional debt securities usually have the same terms, including maturity dates and interest rates, and associated risks as the original bonds. The daily market quotations of the original bonds may include the accrued interest (referred to as a “dirty” price) and require a pro-rata adjustment from the unrealized appreciation or depreciation on investments to interest receivable on the Statement of Assets and Liabilities.

For the six months ended April 30, 2017, the total in-kind payments with respect to PIK securities that were received by the Third Avenue Value Fund in the amounts of \$726,125 or 12.72% of total investment income are shown as a separate line item on the Statement of Operations.

Term loans:

The Funds typically invest in loans which are structured and administered by a third party entity (the “Agent”) that acts on behalf of a group of lenders that make or hold interests in the loan. These securities generally pay interest at rates which are periodically pre-determined by reference to a base lending rate plus a premium. These base lending rates are generally either the lending rate offered by one or more major European banks, such as the London Interbank Offered Rate (“LIBOR”) or the prime rate offered by one or more major United States banks, or the certificate of deposit rate.

These securities are ordinarily contractually obligated to receive approval from the Agent bank and/or borrower prior to disposition. Remaining maturities of term loans may be less than the stated maturities shown as a result of contractual or optional payments by the borrower. Such prepayments cannot be predicted with certainty. The interest rate disclosed reflects the rate in effect on April 30, 2017.

Forward foreign currency contracts:

The Funds may be exposed to foreign currency risks associated with portfolio investments and therefore may use forward foreign currency contracts to hedge or manage these exposures. The Funds also may buy forward foreign currency contracts to gain exposure to currencies. Forward foreign currency contracts are valued at the forward rate and are marked-to-market daily. The change in market value is included in unrealized appreciation/(depreciation) on investments and foreign currency translations. When the contract is closed, the Funds record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

The use of forward foreign currency contracts does not eliminate fluctuations in the underlying prices of the Funds' portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign currency contracts limit the risk of loss due to a decline in the value of the hedged currency, they also limit any potential gain that might result should the value of the currency increase. In addition, the Funds could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts.

During the six months ended April 30, 2017, Third Avenue Real Estate Value Fund used forward foreign currency contracts for hedging foreign currency risks.

Option contracts:

The Funds may purchase and sell ("write") put and call options on various instruments including investments, indices, and foreign currency to manage and hedge exchange rate risks within their portfolios and also to gain long or short exposure to the underlying instruments.

An option contract gives the buyer the right, but not the obligation, to buy (call) or sell (put) an underlying item at a fixed exercise price on a certain date or during a specified period. The cost of the underlying instruments acquired through the exercise of a call option is increased by the premiums paid. The proceeds from the underlying instruments sold through the exercise of a purchased put option are decreased by the premiums paid. Investments in over-the-counter option contracts require the Funds to fair value or mark-to-market the options on a daily basis, which reflects the change in the market value of the contracts at the close of each day's trading. The cost of purchased options that expire unexercised are treated by the Funds, on expiration date, as realized losses on investments or foreign currency transactions.

When the Funds write an option, an amount equal to the premium received by the Funds is recorded as a liability and is subsequently adjusted to the current fair value of the option written. Premiums received from writing options that expire unexercised are treated by the Funds, on the expiration date, as realized gains on written options or foreign currency. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or, if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security or currency in determining whether the Funds have a realized gain or loss. If a put option is exercised, the premium reduces the cost basis of the security or currency purchased by the Funds. In purchasing and writing options, the Funds bear the market risk of an unfavorable change in the price of the underlying security or the risk that the Funds may not be able to enter into a closing transaction due to an illiquid market. Exercise of a written option could result in the Funds purchasing a security or currency at a price different from the current market value. The Funds may execute transactions in both listed and over-the-counter options. Listed

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

options involve minimal counterparty risk since listed options are guaranteed against default by the exchange on which they trade. When purchasing over-the-counter options, the Funds bear the risk of economic loss from counterparty default, equal to the market value of the option.

During the six months ended April 30, 2017, Third Avenue Real Estate Value Fund used purchased options on foreign currency for hedging purposes and/or to protect against losses in foreign currencies. Third Avenue International Value Fund used purchased options on exchange - traded funds to gain long exposure to the underlying instruments.

During the six months ended April 30, 2017, Third Avenue Value Fund used written put options on equities to enhance the yield of the Fund. As of April 30, 2017, the Third Avenue Value Fund no longer held any written options on equities.

Summary of derivatives information:

The following tables present the value of derivatives held as of April 30, 2017, by their primary underlying risk exposure and respective location on the Statements of Assets and Liabilities:

Third Avenue Real Estate Value Fund

<u>Derivative Contract</u>	<u>Statement of Assets and Liabilities Location</u>	<u>Options</u>	<u>Forward Foreign Currency Contracts</u>
Assets:			
Foreign currency contracts	Purchased foreign currency options	\$28	\$ —
Foreign currency contracts	Unrealized appreciation on forward foreign currency contracts	\$—	\$15,015

Third Avenue International Value Fund

<u>Derivative Contract</u>	<u>Statement of Assets and Liabilities Location</u>	<u>Options</u>
Assets:		
Equity contracts	Investments at value	\$44,016

Summary of derivative information:

The following tables present the effect of derivatives on the Statement of Operations during the six months ended April 30, 2017, by primary risk exposure:

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Third Avenue Value Fund

	<u>Amount of Realized Gain/(Loss) on Derivatives Recognized in Income</u>
<u>Derivative Contract</u>	<u>Written Options</u>
Equity contracts	\$59,100(a)

Third Avenue Real Estate Value Fund

	<u>Amount of Realized Gain/(Loss) on Derivatives Recognized in Income</u>		
<u>Derivative Contract</u>	<u>Purchased Options</u>	<u>Forward Foreign Currency Contracts</u>	<u>Total</u>
Foreign currency contracts	\$(217,500)(c)	\$1,990,621(c)	\$1,773,121

	<u>Amount of Change in Unrealized Appreciation/(Depreciation) on Derivatives Recognized in Income</u>		
<u>Derivative Contract</u>	<u>Purchased Options</u>	<u>Forward Foreign Currency Contracts</u>	<u>Total</u>
Foreign currency contracts	\$127,996(d)	\$626,035(d)	\$754,031

Third Avenue International Value Fund

	<u>Amount of Change in Unrealized Appreciation/(Depreciation) on Derivatives Recognized in Income</u>
<u>Derivative Contract</u>	<u>Purchased Options</u>
Equity contracts	\$(449,734)(b)

(a) Included in "Net realized gain on written equity options".

(b) Included in "Net change in unrealized appreciation/(depreciation) on investments".

(c) Included in "Net realized gain/(loss) on foreign currency transactions".

(d) Included in "Net change in unrealized appreciation/(depreciation) on translation of other assets and liabilities denominated in foreign currency".

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Derivatives volume:

The tables below disclose the volume of the Funds' forward foreign currency contracts and options activities during the six months ended April 30, 2017 (amounts denominated in U.S. Dollars unless otherwise noted, except number of contracts). Please refer to the tables in the Summary of derivatives information for derivative-related gains and losses associated with volume activity (measured at each month-end).

	<u>Third Avenue Real Estate Value Fund</u>	<u>Third Avenue International Value Fund</u>
OTC Equity Options:		
Average Ending Value	\$ —	\$ 91,870
Foreign Currency Options:		
Average Notional Balance Purchased	294,285,714	—
Forward Foreign Currency Contracts:		
Average Settlement Value Purchased	889,423	—
Average Settlement Value Sold	85,317,479	—

Floating rate obligations:

The Funds may invest in debt securities with interest payments or maturity values that are not fixed, but float in conjunction with an underlying index or price. These securities may be backed by corporate issuers. The indices and prices upon which such securities can be based include interest rates and currency rates. Floating rate securities pay interest according to a coupon which is reset periodically.

Dividends and distributions to shareholders:

The amount of dividends and distributions paid to shareholders from net investment income and net realized capital gains on disposition of securities, respectively is determined in accordance with U.S. federal income tax law and regulations which may differ from U.S. GAAP. Such dividends and distributions are recorded on the ex-dividend date. The majority of dividends and capital gains distributions from a Fund may be automatically reinvested into additional shares of that Fund, based upon the discretion of the Fund's shareholders.

Income tax information:

The Funds have complied and intend to continue to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies, and each Fund intends to distribute all of its taxable net investment income and net realized capital gains, if any, to its shareholders. Therefore, no provision for U.S. federal income taxes is included on the accompanying financial statements.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Income, including capital gains, from investments in foreign securities received by the Funds may be subject to income, withholding or other taxes imposed by foreign countries.

Management has analyzed the tax positions taken on the Funds' U.S. federal income tax returns for all open tax years (generally the current and prior three tax years), and has concluded that no provision for U.S. federal income tax is required in the Funds' financial statements. This conclusion may be subject to future review and adjustment at a later date based upon factors including, but not limited to, on-going analyses of and changes to tax laws, regulations and interpretations thereof. The Funds are subject to possible examination by the relevant taxing authorities for tax years for which the applicable statutes of limitations have not expired.

Expense allocation:

Expenses attributable to a specific Fund are charged to that Fund. Expenses attributable to the Trust are generally allocated using the ratio of each series' average net assets relative to the total average net assets of the Trust. Certain expenses are shared with Third Avenue Variable Series Trust, an affiliated fund group. Such costs are allocated using the ratio of the series' average net assets relative to the total average net assets of each series of the Trust and Third Avenue Variable Series Trust.

Share class accounting:

Investment income, common expenses and realized/unrealized gains/(losses) on investments are allocated to the two classes of shares of each Fund on the basis of daily net assets of each class. Fees relating to a specific class are charged directly to that share class.

Trustees' and officers' fees:

The Trust does not pay any fees to its officers for their services as such, except for the Chief Compliance Officer and the Associate Director of Compliance, to whom the Trust paid \$257,627, including \$30,694 from Third Avenue Focused Credit Fund, for the six months ended April 30, 2017. The Trust does pay, together with Third Avenue Variable Series Trust, Trustees who are not "interested persons" (as defined in the Investment Company Act of 1940) of the Trust ("independent Trustee") a fee of \$5,000 for each meeting of the Board that each independent Trustee attends, in addition to reimbursing all independent Trustees for travel and incidental expenses incurred by them in connection with their attendance at meetings. If a special meeting is required, Trustees will each receive \$2,500. Prior to January 1, 2017, the Trust, together with Third Avenue Variable Series Trust, also paid each independent Trustee an annual retainer of \$65,000 (the lead independent Trustee received an additional retainer of \$12,000). Effective January 1, 2017, the annual retainer was reduced to \$55,000 and the additional retainer for the Chairman was set at \$20,000. The Trustees on the Audit Committee each receive \$2,000 for each audit committee meeting and the audit committee chairman receives an annual retainer of \$6,000. Effective March 2016, one of the Trustees began acting

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

in an Advisory Trustee capacity. Prior to January 1, 2017, the Advisory Trustee received an annual retainer of \$32,500 and a fee at \$2,500 for each Board meeting the Trustee attends. Effective January 1, 2017, the annual retainer was reduced to \$27,500.

2. INVESTMENTS

Purchases and sales/conversions:

The aggregate cost of purchases and aggregate proceeds from sales and conversions of investments, excluding short-term investments, from unaffiliated and affiliated issuers (as defined in the Investment Company Act of 1940 as ownership by a Fund of 5% or more of the outstanding voting securities of these issuers) for the six months ended April 30, 2017 were as follows:

	<u>Purchases</u>	<u>Sales</u>
Third Avenue Value Fund		
Affiliated	\$ 726,125	\$ 2,332,715
Unaffiliated	67,660,288	224,207,734
Third Avenue Small-Cap Value Fund		
Unaffiliated	50,882,979	86,483,397
Third Avenue Real Estate Value Fund		
Affiliated	2,625,000	—
Unaffiliated	30,547,482	263,196,646
Third Avenue International Value Fund		
Affiliated	—	252,597
Unaffiliated	30,160,122	19,052,523

Unrealized appreciation/(depreciation):

The following information is based upon the book basis of investment securities as of April 30, 2017:

	<u>Third Avenue Value Fund</u>	<u>Third Avenue Small-Cap Value Fund</u>	<u>Third Avenue Real Estate Value Fund</u>	<u>Third Avenue International Value Fund</u>
Gross Unrealized Appreciation	\$ 300,820,979	\$ 84,486,627	\$ 599,744,245	\$ 22,345,903
Gross Unrealized Depreciation	(118,240,878)	(9,511,874)	(25,123,835)	(39,105,767)
Net Unrealized Appreciation (Depreciation)	<u>\$ 182,580,101</u>	<u>\$ 74,974,753</u>	<u>\$ 574,620,410</u>	<u>\$ (16,759,864)</u>
Book Cost	<u>\$ 946,873,849</u>	<u>\$ 220,686,261</u>	<u>\$ 1,220,715,906</u>	<u>\$ 169,506,300</u>

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Written options transactions during the period are summarized as follows:

Third Avenue Value Fund

	Equity Options Written	
	Number of Contracts	Premiums Received
Options outstanding at October 31, 2016	—	\$ —
Options written	300	59,100
Options expired	(300)	(59,100)
Options outstanding at April 30, 2017	—	\$ —

3. INVESTMENT ADVISORY SERVICES, ADMINISTRATION AND SERVICE FEE AGREEMENTS AND EXPENSE OFFSET ARRANGEMENT

Each Fund has an Investment Advisory Agreement with the Adviser for investment advice and certain management functions. The terms of the Investment Advisory Agreements provide the annual advisory fees based on the total average daily net assets for the Funds which are indicated as below. These fees are calculated daily and paid monthly.

Fund	Annual Management Fee
Third Avenue Value Fund	0.90%
Third Avenue Small-Cap Value Fund	0.90%
Third Avenue Real Estate Value Fund	0.90%
Third Avenue International Value Fund	1.25%

Additionally, the Adviser pays certain expenses on behalf of the Funds which are partially reimbursed by the Funds, including service fees due to third parties, the compensation expense for the Funds' Chief Compliance Officer and Associate Director of Compliance and other miscellaneous expenses.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

The following were amounts payable to the Adviser at April 30, 2017:

	Value Fund	Small-Cap Value Fund	Real Estate Value Fund	International Value Fund
Advisory fees	\$ 867,509	\$ 216,009	\$ 1,377,225	\$ 130,483
Administration fees	5,287	1,373	8,393	722
Reimbursement for officers' fees	4,224	1,097	6,706	576
Reimbursement for shareholder servicing fees	107,960	36,194	197,622	16,912
Total	\$ 984,980	\$ 254,673	\$ 1,589,946	\$ 148,693

Until March 1, 2018 (subject to renewal), whenever each Fund's normal operating expenses, including the investment advisory fee and most other operating expenses, but excluding taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary items, exceeds the expense limitation based on each Fund's average daily net assets, the Adviser has agreed to waive a portion of its advisory fees and/or reimburse each Fund in an amount equal to that excess. The expense limitations for each Fund are disclosed in its corresponding Financial Highlights. Below are the corresponding contingent liabilities to the Adviser in effect as of April 30, 2017:

Fund	Expiration Date	Expenses Waived through Fiscal Periods ending			
		October 31, 2014	October 31, 2015	October 31, 2016	October 31, 2017
		Subject to Repayment until October 31,			
		2017	2018	2019	2020
Third Avenue Small-Cap Value Fund	2/28/2018	\$ —	\$ —	\$ 171,158	\$ 56,117
Third Avenue International Value Fund	2/28/2018	517,819	547,840	538,118	222,649

The waived fees and reimbursed expenses may be paid to the Adviser during the following three-year period after the end of the fiscal year in which an expense is waived or reimbursed by the Adviser, to the extent that the payment of such fees and expenses would not cause a Fund to exceed the expense limitations.

The Trust has entered into an Administration Agreement with the Adviser pursuant to which the Adviser, as administrator, is responsible for providing various administrative services to the Trust. The Adviser has in turn entered into a Sub-Administration Agreement with BNY Mellon Investment Servicing (U.S.) Inc. ("BNY Mellon") pursuant to which BNY Mellon provides certain of these administrative services on behalf of the Adviser. Each Fund pays the Adviser a fee calculated at an annual rate of 0.0055% of the average daily net assets of each respective

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Fund for such services. The Adviser pays BNY Mellon an annual sub-administration fee for sub-administration services provided to the Trust equal to \$204,165 including \$20,940 related to Third Avenue Focused Credit Fund.

Both the Trust and the Adviser have entered into agreements with financial intermediaries to provide recordkeeping, processing, shareholder communications and other services to customers of the intermediaries investing in the Funds and have agreed to compensate the intermediaries for providing those services. Certain of those services would be provided by the Funds if the shares of each customer were registered directly with the Funds' transfer agent. Accordingly, the Funds have agreed to reimburse a portion of the intermediary fees paid by the Adviser pursuant to provisions adopted by the Board. Each Fund pays a portion of the intermediary fees attributable to shares of the Fund not exceeding the estimated expense the Fund would have paid its transfer agent had each customer's shares been registered directly with the transfer agent instead of held through the intermediary accounts. The Adviser pays the remainder of the fees. The fees incurred by the Funds are reflected as shareholder servicing fees in the Statements of Operations. For the six months ended April 30, 2017, such fees amounted to \$545,480 for Third Avenue Value Fund, \$138,849 for Third Avenue Small-Cap Value Fund, \$918,512 for Third Avenue Real Estate Value Fund, and \$76,169 for Third Avenue International Value Fund.

The Funds have an expense offset arrangement in connection with their custodian contract. Credits realized as a result of uninvested cash balances are used to reduce a portion of the Funds' custodian expenses. The following amounts are the reduction of expenses due to this arrangement for the six months ended April 30, 2017. These amounts are reflected as "Expenses reduced by custodian fee expense offset arrangement" in the Statements of Operations.

<u>Fund</u>	<u>Custody Credit</u>
Third Avenue Value Fund	\$10,126
Third Avenue Small-Cap Value Fund	2,570
Third Avenue Real Estate Value Fund	15,895
Third Avenue International Value Fund	2,097

4. RELATED PARTY TRANSACTIONS

Investment in affiliates:

A summary of the Funds' transactions in securities of affiliated issuers for the six months ended April 30, 2017 is set forth below:

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Third Avenue Value Fund

Name of Issuer:	Shares/ Principal Amount Held at Oct 31, 2016	Gross Purchases and Additions	Gross Sales and Reductions	Shares/ Principal Amount Held at Apr. 30, 2017	Value at Apr 30, 2017	Investment Income Nov. 1, 2016- Apr 30, 2017
Home Products International, Inc.	526,368	—	—	526,368	\$ —	\$ —
Home Products International, Inc., 2nd Lien, Convertible, 6.000% Payment-in-kind Interest, due 12/20/17	24,204,152	726,125 ¹	—	24,930,277	15,531,563	726,125 ¹
Tejon Ranch Co.	1,217,794	—	85,193	1,132,601	25,936,563	—
Total Affiliates					\$41,468,126	\$ 726,125

¹ PIK interest.

Third Avenue Real Estate Value Fund

Name of Issuer:	Shares Held at Oct. 31, 2016	Gross Purchases and Additions	Gross Sales and Reductions	Shares Held at Apr. 30, 2017	Value at Apr. 30, 2017	Investment Income Nov. 1, 2016- Apr. 30, 2017
Five Point Holdings, LLC, Class A *	28,847,217	—	24,289,995 ²	4,557,222	\$2,935,744	\$ —
Tenon, Ltd.*	3,653,991	—	2,828,061 ²	825,930	95,384	—
Trinity Place Holdings, Inc.	4,206,286	350,000 ¹	—	4,556,286	32,486,312	—
Total Affiliates					\$115,517,440	\$ —

* As of April 30, 2017, no longer an affiliate.

¹ Share increase due to corporate action.

² Share decrease includes corporate action.

Third Avenue International Value Fund

Name of Issuer:	Shares Held at Oct 31, 2016	Gross Purchases and Additions	Gross Sales and Reductions	Shares Held at Apr. 30, 2017	Value at Apr 30, 2017	Investment Income Nov. 1, 2016- Apr 30, 2017
Rubicon, Ltd.	47,077,150	—	1,534,592	45,542,558	\$ 7,035,652	\$ —
Tenon, Ltd.	4,277,651	—	2,138,826 ¹	2,138,825	247,005	4,586,230
Total Affiliates					\$ 7,282,657	\$ 4,586,230

¹ Share decrease due to corporate action.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Certain employees of the Adviser serve as members of the board of directors of companies in which the Funds have investments. As a result of such service, for the six months ended April 30, 2017, the Funds received the following board member fees from these companies that board members employed by the Adviser agreed to have paid directly to the benefit of the Funds. These fees are included in “Other Income” on the accompanying Statements of Operations.

<u>Fund</u>	<u>Fees</u>
Third Avenue Value Fund	\$13,140
Third Avenue Real Estate Value Fund	36,600

5. DISTRIBUTION EXPENSES

The Board has adopted a distribution plan (the “Plan”) pursuant to Rule 12b-1 under the Investment Company Act. The Plan provides that, as compensation for distribution and related services provided to Third Avenue Value Fund Investor Class (“TVFVX”), Third Avenue Small-Cap Value Fund Investor Class (“TVSVX”), Third Avenue Real Estate Value Fund Investor Class (“TVRVX”), and Third Avenue International Value Fund Investor Class (“TVIVX”), each Fund’s Investor Class accrues a fee calculated at the annual rate of 0.25% of average daily net assets of the class. Such fees may be paid to institutions that provide distribution services. The amount of fees paid during any period may be more or less than the cost of distribution and other services provided. Financial Industry Regulatory Authority rules impose a ceiling on the cumulative distribution fees paid. The Plan complies with those rules.

For the six months ended April 30, 2017, distribution expenses were as follows:

<u>Fund</u>	<u>Distribution Fees</u>
Third Avenue Value Fund	\$ 17,837
Third Avenue Small-Cap Value Fund	6,456
Third Avenue Real Estate Value Fund	295,898
Third Avenue International Value Fund	24,252

6. CAPITAL SHARE TRANSACTIONS

Each Fund is authorized to issue an unlimited number of shares of each class of beneficial interest with \$0.001 par value.

Transactions in capital stock of each class were as follows:

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Third Avenue Value Fund

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Investor Class		Investor Class	
	Shares	Amount	Shares	Amount
Shares sold	15,596	\$ 816,037	33,327	\$ 1,650,130
Shares Issued upon reinvestment of dividends and distributions	20,788	1,055,644	39,489	1,943,257
Shares redeemed*	(56,287)	(2,945,638)	(324,983)	(15,414,722)
Net decrease	(19,903)	\$ (1,073,957)	(252,167)	\$ (11,821,335)

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Institutional Class		Institutional Class	
	Shares	Amount	Shares	Amount
Shares sold	287,588	\$ 15,247,438	320,705	\$ 15,557,898
Shares Issued upon reinvestment of dividends and distributions	1,725,485	87,602,868	2,324,998	114,389,913
Shares redeemed*	(2,586,745)	(135,163,708)	(10,829,026)	(525,833,988)
Net decrease	(573,672)	\$ (32,313,402)	(8,183,323)	\$ (395,886,177)

Third Avenue Small-Cap Value Fund

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Investor Class		Investor Class	
	Shares	Amount	Shares	Amount
Shares sold	20,450	\$ 447,737	26,055	\$ 521,081
Shares Issued upon reinvestment of dividends and distributions	20,023	430,280	58,070	1,106,819
Shares redeemed*	(49,808)	(1,101,787)	(257,343)	(4,821,200)
Net decrease	(9,335)	\$ (223,770)	(173,218)	\$ (3,193,300)

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Institutional Class		Institutional Class	
	Shares	Amount	Shares	Amount
Shares sold	190,491	\$ 4,206,633	315,774	\$ 6,136,673
Shares Issued upon reinvestment of dividends and distributions	1,200,707	26,031,326	2,358,829	45,313,002
Shares redeemed*	(1,672,049)	(36,954,799)	(6,067,099)	(116,865,673)
Net decrease	(280,851)	\$ (6,716,840)	(3,392,496)	\$ (65,415,998)

Third Avenue Real Estate Value Fund

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Investor Class		Investor Class	
	Shares	Amount	Shares	Amount
Shares sold	770,261	\$ 24,117,483	2,334,996	\$ 66,856,635
Shares Issued upon reinvestment of dividends and distributions	114,545	3,447,813	738,578	21,352,283
Shares redeemed*	(1,577,572)	(48,150,240)	(8,903,248)	(251,954,820)
Net decrease	(692,766)	\$ (20,584,944)	(5,829,674)	\$ (163,745,902)

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Institutional Class		Institutional Class	
	Shares	Amount	Shares	Amount
Shares sold	3,543,260	\$ 111,167,289	8,221,550	\$ 237,805,212
Shares Issued upon reinvestment of dividends and distributions	839,089	25,374,045	4,941,140	143,540,124
Shares redeemed*	(8,813,266)	(269,516,698)	(55,937,866)	(1,581,249,979)
Net decrease	(4,430,917)	\$ (132,975,364)	(42,775,176)	\$ (1,199,904,643)

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Third Avenue International Value Fund

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Investor Class		Investor Class	
	Shares	Amount	Shares	Amount
Shares sold	1,636,796	\$ 26,274,048	29,295	\$ 412,928
Shares Issued upon reinvestment of dividends and distributions	15,204	238,545	5,394	75,354
Shares redeemed*	(96,713)	(1,615,179)	(139,142)	(1,918,945)
Net increase/(decrease)	1,555,287	\$ 24,897,414	(104,453)	\$ (1,430,663)

	For the Period Ended April 30, 2017		For the Year Ended October 31, 2016	
	Institutional Class		Institutional Class	
	Shares	Amount	Shares	Amount
Shares sold	397,132	\$ 6,570,203	291,318	\$ 3,829,460
Shares Issued upon reinvestment of dividends and distributions	340,539	5,332,830	182,457	2,543,459
Shares redeemed*	(1,083,254)	(17,714,971)	(5,300,685)	(74,473,976)
Net decrease	(345,583)	\$ (5,811,938)	(4,826,910)	\$ (68,101,057)

* Redemption fees are netted with redemption amounts.

Third Avenue Value Fund, Third Avenue Small-Cap Value Fund, Third Avenue Real Estate Value Fund, and Third Avenue International Value Fund charge a redemption fee of 1%, 1%, 1%, and 2%, respectively, for shares redeemed or exchanged for shares of another series of the Trust within 60 days or less of the purchase date.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

7. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the Funds enter into contracts that contain a variety of representations and warranties and which provide general indemnifications. The Funds' maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Funds that have not yet occurred.

In 2016, the Third Avenue Focused Credit Fund became party to various derivative, securities class action and books and records lawsuits.

In 2016, the Adviser became party to various derivative and securities class action lawsuits.

In settlement of these lawsuits, the Adviser, the Third Avenue Focused Credit Fund and certain claimants have entered into agreements that would require the Adviser to pay the Third Avenue Focused Credit Fund \$25 million (using its own capital and insurance proceeds) and the Third Avenue Focused Credit Fund would then pay certain former and present shareholders a total of \$14.25 million in full settlement of all claims raised in the litigations. The Adviser believes that final approvals of these settlements are likely. The Third Avenue Focused Credit Fund will recognize a gain as a result of these settlements. The amount to be paid by the Adviser will not affect the Adviser's ability to fully perform its investment advisory and other services to the Third Avenue Focused Credit Fund or the Trust.

8. RISKS RELATING TO CERTAIN INVESTMENTS

Foreign securities and emerging markets risk:

Foreign securities from a particular country or region may be subject to currency fluctuations and controls, or adverse political, social, economic or other developments that are unique to that particular country or region. Therefore, the prices of foreign securities in particular countries or regions may, at times, move in a different direction from those of U.S. securities. From time to time, foreign capital markets may exhibit more volatility than those in the U.S., and the securities markets of emerging market countries can be extremely volatile. Emerging market countries can generally have economic structures that are less diverse and mature, and political systems that are less stable, than those of developed countries, and, as a result, the securities markets of emerging market countries can be more volatile than more developed markets may be.

High yield and distressed risk:

The Funds' investments in high-yield debt securities (commonly known as "junk bonds") and distressed securities may expose the Funds to greater risks than if the Funds only owned higher-grade securities. The value of high-yield, lower quality securities is affected by the creditworthiness of the issuers of the securities and by general economic and specific industry

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

conditions. The prices of high yield securities can fall in response to negative news about the issuer or its industry, or the economy in general to a greater extent than those of higher rated securities. Issuers of high-yield securities are not as strong financially as those with higher credit ratings, so the securities are usually considered speculative investments. These issuers are more vulnerable to financial setbacks and recession than are more creditworthy issuers, which may impair their ability to make interest and principal payments. The Funds may also invest in distressed securities, which the Adviser considers to be issued by companies that are, or might be, involved in reorganizations or financial restructurings, either out of court or in bankruptcy. The Funds' investments in distressed securities typically may involve the purchase of high-yield bonds, bank debt or other indebtedness of such companies.

Debt securities risk:

The market value of a debt security may decline due to general market conditions that are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the outlook for corporate earnings, changes in interest or currency rates or adverse investor sentiment generally. The debt securities market can be susceptible to increases in volatility and decreases in liquidity. Increases in volatility and decreases in liquidity may be caused by a rise in interest rates (or the expectation of a rise in interest rates), which are at or near historic lows in the United States and in other countries. During periods of reduced market liquidity, a Fund may not be able to readily sell debt securities at prices at or near their perceived value. If a Fund needed to sell large blocks of debt securities to meet shareholder redemption requests or to raise cash, those sales could further reduce the prices of such securities.

Prices of bonds and other debt securities tend to move inversely with changes in interest rates. Typically, a rise in rates will adversely affect debt securities and, accordingly, will cause the value of a Fund's investments in these securities to decline. When interest rates fall, the values of already-issued securities generally rise, although investments in new securities may be at lower yields. The prices of high-yield debt securities ("junk bonds"), unlike investment grade securities, may fluctuate unpredictably and not necessarily inversely with changes in interest rates.

The rates on floating debt instruments adjust periodically with changes in market interest rates. Although these instruments are generally less sensitive to interest rate changes than fixed rate instruments, the value of floating rate loans and other floating rate securities may decline if their interest rates do not rise as quickly, or as much, as general interest rates. An unexpected increase in Fund redemption requests, including requests from shareholders who may own a significant percentage of a Fund's shares, which may be triggered by market turmoil or an increase in interest rates, could cause the Fund to sell its holdings at a loss or at undesirable prices and

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

adversely affect the Fund's share price and increase the Fund's liquidity risk, Fund expenses and/or taxable distributions. Economic and other developments can adversely affect debt securities markets.

Market risk:

Prices of securities have historically fluctuated. The market value of a security may decline due to general market conditions that are not related to the particular company, such as real or perceived adverse economic conditions, changes in the outlook for corporate earnings, changes in interest or currency rates or adverse investor sentiment generally. A security's market value also may decline because of factors that affect the particular company, such as management performance, financial leverage, and reduced demand for the company's products or services, or factors that affect the company's industry, such as labor shortages or increased production costs and competitive conditions within an industry. The value of the Funds will similarly fluctuate and you could lose money.

Liquidity risk:

Liquidity risk exists when particular investments are difficult to sell. The Funds may not be able to sell these investments at the best prices or at the value the Funds place on them. In such a market, the value of such investments and a Fund's share price may fall dramatically, even during periods of declining interest rates. Investments that are illiquid or that trade in lower volumes may be more difficult to value. The market for high-yield debt securities ("junk bonds") may be less liquid and therefore these securities may be harder to value or sell at an acceptable price, especially during times of market volatility or decline. Investments in foreign securities tend to have greater exposure to liquidity risk than U.S. securities. Liquidity can decline unpredictably in response to overall economic conditions or credit tightening. Investments in private debt instruments, restricted securities, and securities having substantial market and/or credit risk may involve greater liquidity risk.

Counterparty risk:

The Funds are exposed to counterparty risk, or the risk that an institution or other entity with which the Funds have unsettled or open transactions will default. The potential loss to the Funds could exceed the value of the financial assets recorded in the Funds' financial statements. Financial assets, which potentially expose the Funds to counterparty risk, consist principally of cash due from counterparties and investments. The Adviser seeks to minimize the Funds' counterparty risk by performing reviews of each counterparty and by minimizing concentration of counterparty risk by undertaking transactions with multiple customers and counterparties on recognized and reputable exchanges. Delivery of securities sold is only made once the Funds have received payment. Payment is made on a purchase once the securities have been delivered by the counterparty. The trade will fail if either party fails to meet its obligation.

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

At April 30, 2017, the Funds had counterparty concentration of credit risk primarily with Goldman, Sachs International, Morgan Stanley Capital Services LLC and UBS AG.

The Funds are party to International Swaps and Derivatives Association, Inc. Master Agreements (“ISDA Master Agreements”) with select counterparties that govern transactions, over-the-counter derivatives and foreign exchange contracts entered into by the Funds and those counterparties. The ISDA Master Agreements contain provisions for general obligations, representations, agreements, collateral and events of default or termination. Events of termination include conditions that may entitle counterparties to elect to terminate early and cause settlement of all outstanding transactions under the applicable ISDA Master Agreement. Any election to terminate early could be material to the financial statements of the Funds.

The considerations and factors surrounding the settlement of certain purchases and sales made on a delayed-delivery basis are governed by Master Securities Forward Transaction Agreements (“Master Forward Agreements”) between the Funds and select counterparties. The Master Forward Agreements maintain provisions for, among other things, initiation and confirmation, payment and transfer, events of default, termination, and maintenance of collateral.

The counterparty risk associated with certain contracts may be reduced by master netting arrangements to the extent that if an event of default occurs, all amounts with the counterparty are terminated and settled on a net basis. The Funds’ overall exposure to counterparty risk with respect to transactions subject to master netting arrangements can change substantially within a short period, as it is affected by each transaction subject to the arrangement.

Collateral requirements:

For derivatives traded under an ISDA Master Agreement and/or Master Forward Agreement, the collateral requirements are typically calculated by netting the mark-to-market amount for each transaction under such agreement and comparing that amount to the value of any collateral currently pledged by the Fund and the counterparty.

Cash collateral that has been pledged to cover obligations of a Fund and cash collateral received from the counterparty, if any, is reported separately on the Statement of Assets and Liabilities as cash pledged as collateral and cash received as collateral, respectively. Non-cash collateral pledged by the Fund, if any, is noted in the Schedule of Investments. Generally, the amount of collateral due from or to a party has to exceed a minimum transfer amount threshold (e.g., \$500,000) before a transfer is required, which is determined at the close of business of a Fund and any additional required collateral is delivered to/pledged by a Fund on the next business day. Typically, a Fund and its counterparties are not permitted to sell, re-pledge or use the collateral they receive. To the extent amounts due to a Fund from its counterparties are not fully collateralized, contractually or otherwise, a Fund bears the risk of loss from counterparty

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

non-performance. The Funds attempt to mitigate counterparty risk by entering into agreements only with counterparties that it believes have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties.

For financial reporting purposes, the Funds do not offset derivative assets and derivative liabilities that are subject to netting arrangements in the Statement of Assets and Liabilities.

Third Avenue Real Estate Value Fund

At April 30, 2017, the Fund's derivative assets and liabilities (by type) on a gross basis are as follows:

	Assets	Liabilities
Derivative Financial Instruments:		
Options	\$ 28	\$ —
Forward Foreign Currency Contracts	15,015	—
Total derivative assets and liabilities in the Statement of Assets and Liabilities	15,043	—
Derivatives not subject to a master netting agreement or similar agreement ("MNA")	—	—
Total derivative assets and liabilities subject to a MNA	\$ 15,043	\$ —

The following tables present the Fund's derivative assets by counterparty net of amounts available for offset under a MNA and net of the related collateral received by the Fund as of April 30, 2017:

Counterparty	Amount of Assets Subject to a MNA by Counterparty	Derivatives Available for Offset ¹	Non-cash Collateral Received ²	Cash Collateral Received ²	Net Amount of Derivative Assets ³
Goldman Sachs International	\$ 12,665	\$ —	\$ —	\$ (12,665)	\$ —
Morgan Stanley Capital Services LLC	2,350	—	—	(2,350)	—
UBS AG	28	—	—	(28)	—
	<u>\$ 15,043</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (15,043)</u>	<u>\$ —</u>

1 The amount of derivatives for offset is limited to the amount of assets and/or liabilities that are subject to a MNA.

2 Excess of collateral received from the individual counterparty may not be shown for financial reporting purposes.

3 Net amount represents the net amount receivable from the counterparty in the event of default.

Third Avenue International Value Fund

At April 30, 2017, the Fund's derivative assets and liabilities (by type) on a gross basis are as follows:

Third Avenue Trust

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

	Assets	Liabilities
Derivative Financial Instruments:		
Options	\$ 44,016	\$ —
Total derivative assets and liabilities in the Statement of Assets and Liabilities	44,016	—
Derivatives not subject to a master netting agreement or similar agreement ("MNA")	—	—
Total derivative assets and liabilities subject to a MNA	\$ 44,016	\$ —

The following tables present the Fund's derivative assets by counterparty net of amounts available for offset under a MNA and net of the related collateral received by the Fund as of April 30, 2017:

Counterparty	Amount of Assets Subject to a MNA by Counterparty	Derivatives Available for Offset ¹	Non-cash Collateral Received ²	Cash Collateral Received ²	Net Amount of Derivative Assets ³
Morgan Stanley Capital Services LLC	\$ 44,016	\$ —	\$ —	\$ (44,016)	\$ —

1 The amount of derivatives for offset is limited to the amount of assets and/or liabilities that are subject to a MNA.

2 Excess of collateral received from the individual counterparty may not be shown for financial reporting purposes.

3 Net amount represents the net amount receivable from the counterparty in the event of default.

Loans and other direct debt instruments:

The Funds may invest in loans and other direct debt instruments issued by corporate borrowers. These loans represent amounts owed to lenders or lending syndicates (loans and loan participations) or to other parties. Direct debt instruments may involve a risk of loss in case of default or insolvency of the borrower and may offer less legal protection to the Fund in the event of fraud or misrepresentation. In addition, loan participations involve a risk of insolvency of the lending bank or other financial intermediary. The markets in loans are not regulated by federal securities laws or the SEC.

Cash concentration:

The Funds' cash balances are held at a major regional U.S. bank. The Funds' cash balances, which typically exceed Federal Deposit Insurance Corporation insurance coverage, subject the Funds to a concentration of credit risk. The Funds regularly monitor the credit ratings of this financial institution in order to mitigate the credit risk that exists with the balances in excess of insured amounts.

Notes to Financial Statements (continued)

April 30, 2017 (Unaudited)

Off-balance sheet risk:

The Fund enters into derivatives which may represent off-balance sheet risk. Off-balance sheet risk exists when the maximum potential loss on a particular investment is greater than the value of such investment as reflected in the Statement of Assets and Liabilities.

Focused investing:

The Funds hold relatively concentrated portfolios that may contain fewer securities or industries than the portfolios of other mutual funds. Holding a relatively concentrated portfolio may increase the risk that the value of a Fund could decrease because of the poor performance of one or a few investments. Concentrated positions may be difficult to liquidate.

9. FEDERAL INCOME TAXES

The difference between book and tax basis total unrealized appreciation/(depreciation) is primarily attributable to deferred losses on wash sales, mark-to-market treatment of investments in certain passive foreign investment companies, investments in REITs and partnerships, differences in the treatment of amortization of discount on certain debt instruments, and other timing differences. Other cost basis adjustments are primarily attributable to unrealized appreciation/(depreciation) on certain derivatives and items related to other miscellaneous investments.

10. SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events on the Funds through the date the financial statements were issued, and has determined that there were no events requiring recognition or disclosure in the Funds' financial statements.

Third Avenue Trust

Schedule of Shareholder Expenses

(Unaudited)

As a shareholder of a Fund, you incur two types of costs: (1) transaction costs, such as redemption fees; and (2) ongoing costs, including management fees, shareholder servicing fees, distribution fees (if applicable) and other Fund expenses. This example is intended to help you understand your ongoing costs (in dollars) of investing in the Funds 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 at the beginning of the period, November 1, 2016 and held for the six month period ended April 30, 2017.

Actual Expenses

For each Class of each Fund in the table below, the first line provides information about actual account values and actual expenses. 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 the Period” to estimate the expenses you paid on your account during this period.

Hypothetical Example for Comparison Purposes

The second line of each Class in the table below provides information about hypothetical account values and hypothetical expenses based on the Class’ actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Class’ 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 Class of 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. Therefore, the second line of each Class in 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. The example also assumes all dividends and distributions have been reinvested.

Third Avenue Trust

Schedule of Shareholder Expenses (continued)

(Unaudited)

	Beginning Account Value November 1, 2016	Ending Account Value April 30, 2017	Expenses Paid During the Period November 1, 2016 to April 30, 2017*	Annualized Expense Ratio
Third Avenue Value Fund				
Investor Class				
Actual	\$1,000	\$1,128.20	\$7.33	1.39%
Hypothetical	\$1,000	\$1,017.90	\$6.95	1.39%
Institutional Class				
Actual	\$1,000	\$1,129.90	\$6.02	1.14%
Hypothetical	\$1,000	\$1,019.14	\$5.71	1.14%
Third Avenue Small-Cap Value Fund				
Investor Class				
Actual	\$1,000	\$1,158.20	\$7.49	1.40%
Hypothetical	\$1,000	\$1,017.85	\$7.00	1.40%
Institutional Class				
Actual	\$1,000	\$1,160.30	\$6.16	1.15%
Hypothetical	\$1,000	\$1,019.09	\$5.76	1.15%
Third Avenue Real Estate Value Fund				
Investor Class				
Actual	\$1,000	\$1,126.20	\$7.28	1.38%
Hypothetical	\$1,000	\$1,017.95	\$6.90	1.38%
Institutional Class				
Actual	\$1,000	\$1,127.60	\$5.96	1.13%
Hypothetical	\$1,000	\$1,019.19	\$5.66	1.13%
Third Avenue International Value Fund				
Investor Class				
Actual	\$1,000	\$1,142.80	\$8.77	1.65%
Hypothetical	\$1,000	\$1,016.61	\$8.25	1.65%
Institutional Class				
Actual	\$1,000	\$1,144.50	\$7.44	1.40%
Hypothetical	\$1,000	\$1,017.85	\$7.00	1.40%

* Expenses (net of fee waivers and expense offset arrangement) are equal to the Class' annualized expense ratio, multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half-year (181) divided by 365.

BOARD OF TRUSTEES

William E. Chapman, II
Lucinda Franks
Edward J. Kaier
Eric Rakowski
Patrick Reinkemeyer
Charles C. Walden — Chairman

Martin Shubik — Advisory Trustee
Martin J. Whitman — Chairman Emeritus

OFFICERS

Vincent J. Dugan — Chief Financial Officer, Treasurer
Michael A. Buono — Controller, Assistant Treasurer
W. James Hall III — President, General Counsel, Secretary
Joseph J. Reardon — Chief Compliance Officer

TRANSFER AGENT

BNY Mellon Investment Servicing (U.S.) Inc.
P.O. Box 9802
Providence, RI 02940-8002
610-239-4600
800-443-1021 (toll-free)

INVESTMENT ADVISER

Third Avenue Management LLC
622 Third Avenue
New York, NY 10017

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

PricewaterhouseCoopers LLP
300 Madison Avenue
New York, NY 10017

CUSTODIAN

JPMorgan Chase Bank, N.A.
383 Madison Avenue, 4th Floor
New York, NY 10179

THIRD AVENUE MANAGEMENT

Third Avenue offers multiple investment solutions with unique exposures and return profiles. Our core strategies are currently available through '40Act mutual funds and customized accounts. If you would like further information, please contact a Relationship Manager at:

www.thirdave.com

 /third-ave-management

622 Third Avenue
New York, NY 10017

 212.906.1160
 clientservice@thirdave.com

GO GREEN. SIGN UP FOR E-DELIVERY.

Sign up for E-Delivery of Third Avenue Quarterly Shareholder Letters, Prospectuses and other Reports

WWW.THIRDAVE.COM/EDelivery

