

MERIDIAN FUND, INC.

January 2, 2008

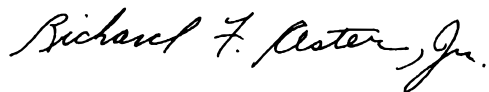
To Our Shareholders:

Stocks declined in the final quarter of 2007, reflecting increased concerns by investors that the economy will fall into recession during 2008. During the final quarter, the S&P 500 declined 3.8%, the NASDAQ fell 1.8% and the Russell 2000 dropped 4.9%. In general, the stock market was higher for the year overall, however, with the S&P 500 gaining 3.5% while the NASDAQ advanced 9.8%. Small stocks did not fare as well. The Russell 2000 declined 2.7% during the year. The best performing sectors included basic material, oil and gas, and technology stocks. Restaurant, retail, financials and building related stocks were among the worst performing sectors. The yield on the ten-year government bond declined from 4.71% to 4.03% during the year, as quality and safety became more important to investors.

The economy grew at a robust 4.9% during the third quarter. Exports improved, helped by the weaker dollar, and consumer spending, manufacturing and job growth held up during the month of November. Job growth slowed in December. The fourth quarter, in our opinion, likely will show positive GDP growth, but at a reduced pace. The housing and sub-prime mortgage markets continue to deteriorate, restricting banks and other credit providers' ability to finance economic growth. Consumer spending is especially vulnerable at this point and higher oil prices don't help. The Federal Reserve Board, realizing the problem, has recently lowered the federal funds rate three times and is providing significant liquidity to the financial markets. We believe the economy will face challenges in 2008, especially during the first half. Our outlook is for flat to slow growth during the first two quarters and then a gradual pickup during the second half of the year. We expect the interest rate on the ten-year government bond to increase modestly and the inflation rate to be in the area of 2.5%.

Long-term investment results, history clearly shows, are improved by buying good companies or mutual funds or adding to existing positions during difficult stock market environments. We welcome those new shareholders who joined the Meridian Funds during the quarter and appreciate the continued confidence of our existing shareholders.

We wish you a happy, healthy and prosperous New Year.



Richard F. Aster, Jr.

Meridian Equity Income Fund® (MEIFX)

The Meridian Equity Income Fund's net asset value per share at December 31, 2007 was \$11.42. This represents a decrease of 0.5% for the calendar year. The Fund's total return and average annual compound rate of return since inception, January 31, 2005, were 26.1% and 8.3%, respectively.

On December 18, 2007, the Fund paid a long-term capital gain distribution of \$0.38 per share, a short-term capital gain distribution of \$0.16 per share and an income dividend of \$0.22 per share. The Fund's assets at the close of the quarter were invested 5.1% in cash and 94.9% in stocks. Total net assets were \$40,232,506 and there were 579 shareholders.

Our basic strategy remains unchanged. The Fund continues to seek to invest in companies with above average yields and strong financial returns that, in our opinion, have the ability to grow dividends. We have increased the number of stocks in the portfolio from 36 to 50 during the quarter ended December 2007. This increased diversity in the Fund's holdings, in our opinion, will reduce risk without sacrificing the strong financial characteristics of our companies or the performance prospects for the portfolio. The Fund, as stated above, is diversified with 50 positions representing 43 different industry groups. At the end of the quarter ended December 2007, the portfolio's average holding had a 5-year-average return on equity of 19.0% and an average dividend yield of 3.5%; both measures are substantially higher than the average S&P 500 stock. The average position had a market capitalization of \$37.5 billion, a debt ratio of 36.9% and earnings per share that are expected to grow 9.9% during the next several years. We believe these financial characteristics will lead to positive long-term returns for the Fund.

During the quarter we purchased shares of Automatic Data Processing, AGL Resources, Anheuser-Busch Cos, CBS Corp. - Class B, Harley-Davidson, International Paper Company, Kraft Foods, Mid-America Apartment Communities, McDonald's Corporation, Norfolk Southern Corp., Newell Rubbermaid, Pfizer, Regions Financial Corp., Sysco Corp., Vulcan Materials Co. and Whirlpool Corp. We sold our positions in Bemis Company and Waddell & Reed Financial.

Mattel is the leader in the manufacture and marketing of toys and family products worldwide. The product line consists of various brands including Barbie, Hot Wheels and Matchbox, as well as the well-known Fisher-Price brands. This past year was difficult for the toy industry with modest gains in consumer spending and continuous bad press related to lead-based toys manufactured in China. In spite of these developments, Mattel posted flat earnings and is expected to resume growth during 2008. The shares yield 3.6% and sell at 12.5 times earnings. The company has a return on equity of 22.8%, modest debt and earnings are expected to grow approximately 10.0% in the future.

Meridian Growth Fund® (MERDX)

The Meridian Growth Fund's net asset value per share at December 31, 2007 was \$37.72. This represents an increase of 5.4% for the calendar year to date. The Fund's total return and average annual compound rate of return since inception, August 1, 1984, were 1,879.3% and 13.6%, respectively.

On December 18, 2007, the Fund paid a long-term capital gain distribution of \$3.17 per share, a short-term capital gain distribution of \$0.41 per share and an income dividend of \$0.06 per share. The Fund's assets at the close of the quarter were invested 4.9% in cash and cash equivalents and 95.1% in stocks. Total net assets were \$1,869,617,996 and there were 70,521 shareholders.

Economic uncertainty, in our opinion, will restrain stock prices in the near future. Valuations are reasonable, interest rates are attractive and stock returns, we believe, will improve as we work through the economic issues referred to above. The shares of financial, consumer and building related companies have discounted much of the trouble and are attractively valued, particularly by historical measures. The fundamentals remain difficult, however. Our portfolio consists of small-and medium-sized growth stocks that we believe, on balance, are positioned to grow earnings faster than the economy in general over the next several years and are reasonably valued. Our largest areas of concentration are health care, financials and technology.

During the quarter we purchased shares of Millipore Corp., Pall Corp. and Teradata Corp. We sold our positions in AirTran Holdings, ACI Worldwide, Apria Healthcare, Cognos, CSGS Systems International and United stationers.

Rollins, a current holding, is a leading pest and termite control company serving over 1.7 million commercial and residential customers. Pest control is a \$7 billion recession-resistant industry growing in the low single digit range. Rollins is the commercial market leader in North America with a 20% market share. The company is growing faster than its peer group with its emphasis on commercial customers, improving retention rates, disciplined acquisitions and its proprietary routing/scheduling system. Rollins has an experienced management team and should be able to continue to grow earnings at a double-digit rate while maintaining a strong balance sheet. The stock sells at a reasonable valuation given its market share position, earnings growth potential and seasoned management team.

Meridian Value Fund® (MVALX)

The Meridian Value Fund's net asset value per share at December 31, 2007 was \$31.92. This represents an increase of 7.8% for the calendar year to date. The Fund's total return and average compounded annual rate of return since June 30, 1995, were 729.7% and 18.4%, respectively. The comparable period returns for the S&P 500 with dividends were 252.1% and 10.6%, respectively.

On December 18, 2007, the Fund paid a long-term capital gain distribution of \$4.92 per share, a short-term capital gain distribution of \$1.12 per share and an income dividend of \$0.35 per share. The Fund's assets at the close of the quarter were invested 5.0% in cash and cash equivalents and 95.0% in stocks. Total net assets were \$1,591,827,174 and there were 68,072 shareholders.

Our investment strategy remains unchanged. We continue to seek out-of-favor companies that we believe have defensible positions in their industries, strong or improving balance sheets, reasonable valuations and good prospects for earnings growth. It is our position that over the

long term this strategy will produce returns that outperform the Fund's benchmark. In our opinion the portfolio is well positioned, reasonably valued and diversified. We hold 58 positions, representing 26 industry groups. We continue to invest in companies of all market capitalizations and our largest areas of concentration are healthcare products, technology and industrial products. The outlook for our approach, in our view, is favorable at this time.

During the quarter we purchased shares of Arbitron, Gol Linhas Aereas Inteligentes S.A., Marvel Entertainment and Verizon Communications. We sold our positions in Apria Healthcare Group, Blount International, Diebold, Edge Petroleum and Friedman, Billings, Ramsey Group. Also during the quarter, GlobalSantaFe Corp. was acquired by Transocean Inc, and is currently held in the portfolio.

We recently invested in Secure Computing, a leader in the enterprise gateway security market. The company suffered earnings declines due to a dilutive yet strategically important acquisition. With the acquisition now fully integrated, earnings are growing again. Corporations continue to place a premium on internet security to combat viruses, spam and other threats and Secure offers a wide product range with leading technology to address these problems. We believe that revenues have the potential to grow at a double digit rate for the next two years with earnings growing at over 40% per year. The balance sheet is generally strong and should be debt-free by 2010 as the company uses strong free cash flow to pay down acquisition debt. We believe earnings could exceed \$0.85 in 3 to 5 years. Current valuation is attractive at 10 times this normalized number and 13 times 2009 earnings estimates of \$0.66.

Miscellaneous

The Meridian Funds are no-load and there are no transaction fees or commissions charged when purchased directly through our transfer agent, PFPC. This can be a very cost-effective method to purchase shares of the Meridian Funds for shareholders who do not need the services of a broker-dealer and for long-term investors that make multiple purchases.

We have added a new E-mail Alerts feature to our website at www.meridianfund.com. When you sign up for E-mail Alerts you will receive notification of news items, shareholder reports, SEC filings, and other information regarding the Meridian Funds.

The information provided in this report should not be considered investment advice or a recommendation to purchase or sell any particular security. There is no assurance that any securities discussed herein will remain in a particular Fund's portfolio at the time you receive this report or that securities sold have not been repurchased. Securities discussed are presented as illustrations of companies that fit a particular Fund's investment strategy and do not represent a Fund's entire portfolio and in the aggregate may represent only a small percentage of a Fund's portfolio holdings. It should not be assumed that any of the securities transactions or holdings discussed were or will prove to be profitable, or that investment decisions Fund management makes in the future will be profitable or will equal the investment performance of the securities discussed herein. Management's views presented herein and any discussion of a particular Fund's portfolio holdings or performance are as of December 31, 2007 and are subject to change without notice.

Meridian Equity Income Fund

Summary of Portfolio Holdings

December 31, 2007 (Unaudited)

Portfolio Holdings by Category (% of total net assets)		
Oil & Gas-Integrated	3.9%	\$ 1,563,606
Chemicals-Specialty	3.9	1,549,542
Household Appliances	3.8	1,547,208
Chemicals-Diversified	3.8	1,523,090
Industrial Conglomerates	3.8	1,510,707
Electrical Components & Equipment	3.7	1,484,325
Pharmaceuticals	3.7	1,483,702
Motorcycle Manufacturers	2.1	831,438
Tobacco	2.0	824,830
Leisure Products	2.0	820,624
REITs-Residential	2.0	812,250
Air Freight & Logistics	2.0	810,805
Office Services & Supplies	2.0	805,337
Semiconductors	2.0	803,133
Hotel Resorts & Cruise Lines	2.0	802,600
Media-Broadcasting & Cable TV	2.0	801,150
Banking-Diversified Banks	2.0	798,558
Apparel Retail	2.0	794,587
Utilities-Multi	2.0	794,204
Brewers	2.0	790,334
Banking	1.9	778,085
Telecommunication Services-Integrated	1.9	776,341
Housewares Specialties	1.9	773,812
Auto Parts & Equipment	1.9	773,783
Paper & Packaging	1.9	767,980
Asset Management & Custody Banks	1.9	767,840
Insurance-Life & Health	1.9	767,631
Environmental Facilities & Services	1.9	767,418
Construction Materials	1.9	767,173
Household Products	1.9	766,207
Paper & Forest Products	1.9	751,216
Railroads	1.9	746,512

Meridian Equity Income Fund

Summary of Portfolio Holdings (continued)

December 31, 2007 (Unaudited)

Commercial Printing	1.8	744,044
Data Processing & Outsourced Services	1.8	743,651
Restaurants	1.8	736,375
Food & Meats-Packaged	1.8	730,912
Insurance-Property & Casualty	1.8	729,467
Insurance Brokers	1.8	726,176
Distributors	1.8	716,955
Food Distributors	1.8	708,467
Apparel Accessories & Luxury Goods	1.8	707,198
Computer Hardware	1.7	686,101
Household-Home Furnishings	1.5	607,348
Cash & Other Assets, Less Liabilities	<u>5.1</u>	<u>2,039,784</u>
	<u>100.0%</u>	<u>\$40,232,506</u>

The accompanying notes are an integral part of the financial statements

Meridian Growth Fund

Summary of Portfolio Holdings

December 31, 2007 (Unaudited)

Portfolio Holdings by Category (% of total net assets)		
Tech-Software	9.8%	\$ 182,863,727
Healthcare Products	9.5	177,433,221
Technology	7.2	134,192,494
Banking	6.7	125,617,775
Healthcare Services	6.3	117,737,449
Retail	5.5	102,706,305
Industrial Products	5.3	99,707,474
Brokerage & Money Management	5.1	94,873,598
Insurance Brokers	4.8	90,277,090
Leisure & Amusement	3.5	66,478,903
U.S. Government Obligations	3.5	64,792,322
Aerospace/Defense	3.1	57,417,660
Cellular Communications	2.9	54,570,600
Business Services	2.8	51,772,108
Healthcare Information Services	2.6	49,323,492
Consumer Services	2.6	48,222,336
Insurance-Property & Casualty	2.5	47,906,063
Energy	2.5	46,958,940
Restaurants	2.4	45,125,405
Chemicals-Specialty	2.4	44,503,893
Industrial Services	2.0	37,092,494
Construction	2.0	36,798,135
Computer Hardware	1.8	34,292,759
Hotels & Lodging	1.8	33,130,575
Cash & Other Assets, Less Liabilities	1.4	25,823,178
	<u>100.0%</u>	<u>\$1,869,617,996</u>

The accompanying notes are an integral part of the financial statements

Meridian Value Fund

Summary of Portfolio Holdings

December 31, 2007 (Unaudited)

Portfolio Holdings by Category (% of total net assets)		
Healthcare Products	11.7%	\$ 186,209,904
Industrial Products	10.3	163,320,511
Consumer Products	8.7	138,065,495
Technology	7.4	117,693,180
Energy	7.3	116,037,245
Utilities	6.2	98,637,690
U.S. Government Obligations	4.0	64,694,860
Banking	4.0	63,892,645
Pharmaceuticals	3.8	60,976,180
Media	3.6	56,881,452
Apparel	3.4	54,269,116
Semiconductors	2.9	46,868,280
Brewers	2.9	45,645,714
Aerospace/Defense	2.6	40,563,720
Chemicals-Specialty	2.2	35,510,314
Information Technology Services	2.0	32,628,376
Leisure & Amusement	2.0	30,996,873
Business Services	1.9	30,076,795
Agriculture	1.9	30,007,286
Telecommunications Services	1.8	28,149,467
Telecommunications Equipment	1.7	26,638,821
Insurance Brokers	1.6	25,967,683
Education	1.6	25,873,540
Oil & Gas-Integrated	1.0	16,587,639
Asset Management & Custody Banks	0.9	13,726,860
Tech-Software	0.7	11,269,773
Industrial Services	0.5	8,571,956
Transportation-Airlines	0.4	6,703,882
Cash & Other Assets, Less Liabilities	1.0	15,361,917
	<u>100.0%</u>	<u>\$1,591,827,174</u>

The accompanying notes are an integral part of the financial statements

Meridian Fund, Inc.

Disclosure of Fund Expenses

For the Six Month Period July 1, 2007 to December 31, 2007 (Unaudited)

We believe it is important for you to understand the impact of fees and expenses on your investment. All mutual funds have operating expenses. As a shareholder of the Fund, you incur ongoing costs, which include costs for portfolio management, administrative services, and shareholder reports (like this one), among others. Operating expenses, which are deducted from a Fund's gross income, directly reduce the investment return of the portfolio. A Fund's expenses are expressed as a percentage of its average net assets. This figure is known as the expense ratio. The following examples are intended to help you understand the ongoing costs (in dollars) of investing in your Fund and to compare these costs with those of other mutual funds. The examples are based on an investment of \$1,000 made at the beginning of the period shown and held for the entire period and assume reinvestment of all dividends and distributions.

	Beginning Account Value 07/01/07	Ending Account Value 12/31/07	Expense Ratio ⁽¹⁾	Expenses Paid During Period ⁽²⁾
Actual Fund Return				
(See explanation below)				
Meridian Equity Income Fund	\$1,000.00	\$ 926.80	1.25% ⁽⁴⁾	\$6.05
Meridian Growth Fund	\$1,000.00	\$ 967.70	0.83%	\$4.11
Meridian Value Fund	\$1,000.00	\$ 989.00	1.08%	\$5.40
Hypothetical 5% Return⁽³⁾				
(See explanation below)				
Meridian Equity Income Fund	\$1,000.00	\$1,018.85	1.25% ⁽⁴⁾	\$6.34
Meridian Growth Fund	\$1,000.00	\$1,020.96	0.83%	\$4.22
Meridian Value Fund	\$1,000.00	\$1,019.71	1.08%	\$5.48

(1) Annualized, based on the Fund's most recent fiscal half-year expenses.

(2) Expenses are equal to the Fund's 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, then divided by 366.

(3) Before expenses.

(4) See note 2 to Financial Statements.

Meridian Fund, Inc.

Disclosure of Fund Expenses (continued)

For the Six Month Period July 1, 2007 to December 31, 2007 (Unaudited)

The table above illustrates your Fund's costs in two ways:

Actual Fund Return: This section helps you to estimate the actual expenses that you paid over the period. The "Ending Account Value" shown is derived from the Fund's **actual** return, the third column shows the period's annualized expense ratio, and the last column shows the dollar amount that would have been paid by an investor who started with \$1,000 in the Fund at the beginning of the period. You may use the information here, together with your account value, to estimate the expenses that you paid over the period.

To do so, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled "Expenses Paid During Period."

Hypothetical 5% Return: This section is intended to help you compare your Fund's costs with those of other mutual funds. It assumes that the Fund had a return of 5% before expenses during the period shown, but that the expense ratio is unchanged. In this case, because the return used is **not** the Fund's actual return, the results do not apply to your investment. You can assess your Fund's costs by comparing this 5% Return hypothetical example with the 5% Return hypothetical examples that appear in shareholder reports of 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 short-term redemption and exchange fees or sales and service charges you may pay third party broker/dealers. Had these transactional costs been included, your costs would have been higher. Therefore, the hypothetical section of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds.

Meridian Equity Income Fund

Schedule of Investments

December 31, 2007 (Unaudited)

	<u>Shares</u>	<u>Value</u>		<u>Shares</u>	<u>Value</u>
COMMON STOCKS - 94.9%			DATA PROCESSING & OUTSOURCED SERVICES - 1.8%		
AIR FREIGHT & LOGISTICS - 2.0%			Automatic Data Processing,		
United Parcel Service, Inc.			Inc.	16,700	\$ 743,651
Class B	11,465	\$ 810,805	DISTRIBUTORS - 1.8%		
APPAREL ACCESSORIES & LUXURY GOODS - 1.8%			Genuine Parts Co.	15,485	716,955
VF Corp.	10,300	707,198	ELECTRICAL COMPONENTS & EQUIPMENT - 3.7%		
APPAREL RETAIL - 2.0%			Emerson Electric Co.	13,675	774,825
Limited Brands, Inc.	41,975	794,587	Hubbell, Inc. Class B	13,750	709,500
ASSET MANAGEMENT & CUSTODY BANKS - 1.9%					1,484,325
Federated Investors, Inc.			ENVIRONMENTAL FACILITIES & SERVICES - 1.9%		
Class B	18,655	767,840	Waste Management, Inc.	23,490	767,418
AUTO PARTS & EQUIPMENT - 1.9%			FOOD DISTRIBUTORS - 1.8%		
Autoliv, Inc. (Sweden)	14,680	773,783	SYSCO Corp.	22,700	708,467
BANKING - 1.9%			FOOD & MEATS-PACKAGED - 1.8%		
Regions Financial Corp.	32,900	778,085	Kraft Foods, Inc. Class A	22,400	730,912
BANKING-DIVERSIFIED BANKS - 2.0%			HOTEL RESORTS & CRUISE LINES - 2.0%		
Comerica, Inc.	18,345	798,558	Carnival Corp.	18,040	802,600
BREWERS - 2.0%			HOUSEHOLD APPLIANCES - 3.8%		
Anheuser-Busch Cos., Inc.	15,100	790,334	Stanley Works (The)	15,750	763,560
CHEMICALS-DIVERSIFIED - 3.8%			Whirlpool Corp.	9,600	783,648
E.I. du Pont de Nemours &					1,547,208
Co.	16,880	744,239	HOUSEHOLD-HOME FURNISHINGS - 1.5%		
PPG Industries, Inc.	11,090	778,851	Leggett & Platt, Inc.	34,825	607,348
		1,523,090	HOUSEHOLD PRODUCTS - 1.9%		
CHEMICALS-SPECIALTY - 3.9%			Kimberly-Clark Corp.	11,050	766,207
RPM International, Inc.	38,425	780,027	HOUSEWARES SPECIALTIES - 1.9%		
Rohm & Haas Co.	14,500	769,515	Newell Rubbermaid, Inc.	29,900	773,812
		1,549,542	INDUSTRIAL CONGLOMERATES - 3.8%		
COMMERCIAL PRINTING - 1.8%			3M Co.	9,040	762,253
R. R. Donnelley & Sons			Eaton Corp.	7,720	748,454
Co.	19,715	744,044			1,510,707
COMPUTER HARDWARE - 1.7%			INSURANCE BROKERS - 1.8%		
Diebold, Inc.	23,675	686,101	Willis Group Holdings, Ltd.		
CONSTRUCTION MATERIALS - 1.9%			(United Kingdom)	19,125	726,176
Vulcan Materials Co.	9,700	767,173	INSURANCE-LIFE & HEALTH - 1.9%		
			Lincoln National Corp.	13,185	767,631

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

Meridian Equity Income Fund

Schedule of Investments (continued)

December 31, 2007 (Unaudited)

	Shares	Value		Shares	Value
COMMON STOCKS (continued)			RAILROADS - 1.9%		
INSURANCE-PROPERTY & CASUALTY - 1.8%			Norfolk Southern Corp.		
Mercury General Corp.	14,645	\$ 729,467	14,800	\$	746,512
LEISURE PRODUCTS - 2.0%			REITs-RESIDENTIAL - 2.0%		
Mattel, Inc.	43,100	820,624	Mid-America Apartment Communities, Inc. REIT . . .		
MEDIA-BROADCASTING & CABLE TV - 2.0%			19,000		812,250
CBS Corp. - Class B	29,400	801,150	RESTAURANTS - 1.8%		
MOTORCYCLE MANUFACTURERS - 2.1%			McDonald's Corp.		
Harley-Davidson, Inc.	17,800	831,438	12,500		736,375
OFFICE SERVICES & SUPPLIES - 2.0%			SEMICONDUCTORS - 2.0%		
Avery Dennison Corp.	15,155	805,337	Intel Corp.		
OIL & GAS-INTEGRATED - 3.9%			30,125		803,133
BP plc ADR (United Kingdom)	10,400	760,968	TELECOMMUNICATION SERVICES-INTEGRATED - 1.9%		
Chevron Corp.	8,600	802,638	AT&T, Inc.		
		1,563,606	18,680		776,341
PAPER & FOREST PRODUCTS - 1.9%			TOBACCO - 2.0%		
International Paper Co.	23,200	751,216	Reynolds American, Inc.		
PAPER & PACKAGING - 1.9%			12,505		824,830
Sonoco Products Co.	23,500	767,980	UTILITIES-MULTI - 2.0%		
PHARMACEUTICALS - 3.7%			AGL Resources, Inc.		
Johnson & Johnson	11,135	742,704	21,100		794,204
Pfizer, Inc.	32,600	740,998	TOTAL INVESTMENTS - 94.9%		
		1,483,702	(Cost \$37,969,392).		
					38,192,722
			CASH AND OTHER ASSETS,		
			LESS LIABILITIES - 5.1%		
					2,039,784
			NET ASSETS - 100.0%		
					<u>\$ 40,232,506</u>

ADR - American Depository Receipt
REIT - Real Estate Investment Trust

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

Meridian Growth Fund Schedule of Investments

December 31, 2007 (Unaudited)

	Shares	Value		Shares	Value
COMMON STOCKS - 95.1%			HEALTHCARE SERVICES - 6.3%		
AEROSPACE/DEFENSE - 3.1%			DaVita, Inc.*		
BE Aerospace, Inc.*	1,085,400	\$ 57,417,660	737,700	\$ 41,569,395	
BANKING - 6.7%			Laboratory Corp. of America		
Annaly Capital Management,			Holdings*	514,800	38,882,844
Inc. REIT	2,487,000	45,213,660	Millipore Corp.*	509,500	37,285,210
SVB Financial Group*	872,200	43,958,880			117,737,449
UCBH Holdings, Inc.	2,573,816	36,445,235	HOTELS & LODGING - 1.8%		
		125,617,775	Las Vegas Sands Corp.*		
BROKERAGE & MONEY MANAGEMENT - 5.1%			321,500	33,130,575	
Affiliated Managers Group,			INDUSTRIAL PRODUCTS - 5.3%		
Inc.*	374,900	44,035,754	Airgas, Inc.		
T. Rowe Price Group, Inc.	835,050	50,837,844	Dionex Corp.*	627,800	52,019,508
		94,873,598	Pall Corp.	566,300	22,833,216
BUSINESS SERVICES - 2.8%					99,707,474
Global Payments, Inc.	1,112,900	51,772,108	INDUSTRIAL SERVICES - 2.0%		
CELLULAR COMMUNICATIONS - 2.9%			Allied Waste Industries,		
American Tower Corp.			Inc.*		
Class A*	1,281,000	54,570,600	3,365,925	37,092,494	
CHEMICALS-SPECIALTY - 2.4%			INSURANCE BROKERS - 4.8%		
RPM International, Inc.	2,192,310	44,503,893	Brown & Brown, Inc.		
COMPUTER HARDWARE - 1.8%			1,860,950	43,732,325	
Diebold, Inc.	1,183,325	34,292,759	Willis Group Holdings, Ltd.		
CONSTRUCTION - 2.0%			(United Kingdom)		
Granite Construction, Inc.	1,017,085	36,798,135	1,225,830	46,544,765	
CONSUMER SERVICES - 2.6%					90,277,090
Rollins, Inc.	2,511,580	48,222,336	INSURANCE-PROPERTY & CASUALTY - 2.5%		
ENERGY - 2.5%			Mercury General Corp.		
FMC Technologies, Inc.*	828,200	46,958,940	961,776	47,906,063	
HEALTHCARE INFORMATION SERVICES - 2.6%			LEISURE & AMUSEMENT - 3.5%		
Cerner Corp.*	874,530	49,323,492	Royal Caribbean Cruises,		
HEALTHCARE PRODUCTS - 9.5%			Ltd.		
C. R. Bard, Inc.	694,275	65,817,270	1,191,835	50,581,477	
DENTSPLY International,			Winnebago Industries, Inc.		
Inc.	1,447,200	65,152,944	756,300	15,897,426	
Edwards Lifesciences					66,478,903
Corp.*	1,010,285	46,463,007	RESTAURANTS - 2.4%		
		177,433,221	CBRL Group, Inc.		
			525,188	17,010,839	
			Darden Restaurants, Inc.		
			1,014,600	28,114,566	
					45,125,405
			RETAIL - 5.5%		
			Bed Bath & Beyond, Inc.*		
			652,000	19,162,280	
			PetSmart, Inc.		
			1,750,200	41,182,206	
			Ross Stores, Inc.		
			1,656,700	42,361,819	
					102,706,305

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

Meridian Growth Fund

Schedule of Investments (continued)

December 31, 2007 (Unaudited)

	<u>Shares</u>	<u>Value</u>		<u>Shares</u>	<u>Value</u>
COMMON STOCKS (continued)			U.S. GOVERNMENT OBLIGATIONS - 3.5%		
TECHNOLOGY - 7.2%			U.S. Treasury Bill @ 4.056%**		
International Rectifier			due 01/10/08		
Corp.*	1,397,900	\$ 47,486,663	(Face Value \$30,000,000)		\$ 29,970,375
Network Appliance, Inc.* . .	1,743,500	43,517,760	U.S. Treasury Bill @ 3.276%**		
Zebra Technologies Corp.			due 02/07/08		
Class A*	1,244,613	43,188,071	(Face Value \$20,000,000)		19,934,222
		<u>134,192,494</u>	U.S. Treasury Bill @ 3.124%**		
			due 03/27/08		
			(Face Value \$15,000,000)		<u>14,887,725</u>
TECH-SOFTWARE - 9.8%			TOTAL U.S. GOVERNMENT OBLIGATIONS		
Advent Software, Inc.*	1,015,538	54,940,606	(Cost \$64,795,306)		<u>64,792,322</u>
BEA Systems, Inc.*	2,858,300	45,103,974			
MICROS Systems, Inc.*	565,700	39,689,512	TOTAL INVESTMENTS - 98.6%		
Teradata Corp.*	1,573,500	43,129,635	(Cost \$1,530,419,842)		1,843,794,818
		<u>182,863,727</u>			
TOTAL COMMON STOCKS - 95.1%			CASH AND OTHER ASSETS, LESS		
(Cost \$1,465,624,536)		<u>1,779,002,496</u>	LIABILITIES - 1.4%		<u>25,823,178</u>
			NET ASSETS - 100.0%		<u>\$ 1,869,617,996</u>
			REIT - Real Estate Investment Trust		
			* Non-income producing securities		
			** Annualized yield at date of purchase		

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

Meridian Value Fund Schedule of Investments

December 31, 2007 (Unaudited)

	Shares	Value		Shares	Value
COMMON STOCKS - 95.0%					
AEROSPACE/DEFENSE - 2.6%					
BE Aerospace, Inc.*	766,800	\$ 40,563,720			
AGRICULTURE - 1.9%					
Bunge, Ltd.	176,600	20,558,006			
UAP Holding Corp.	244,800	9,449,280			
		30,007,286			
APPAREL - 3.4%					
Hanesbrands, Inc.*	634,800	17,247,516			
Liz Claiborne, Inc.	742,000	15,099,700			
Quiksilver, Inc.*	2,555,000	21,921,900			
		54,269,116			
ASSET MANAGEMENT & CUSTODY BANKS - 0.9%					
Federated Investors, Inc.					
Class B	333,500	13,726,860			
BANKING - 4.0%					
Annaly Capital Management, Inc. REIT					
	2,336,500	42,477,570			
Regions Financial Corp.	905,500	21,415,075			
		63,892,645			
BREWERS - 2.9%					
Anheuser-Busch Cos., Inc.	872,100	45,645,714			
BUSINESS SERVICES - 1.9%					
Hewitt Associates, Inc.					
Class A*	785,500	30,076,795			
CHEMICALS-SPECIALTY - 2.2%					
International Flavors & Fragrances, Inc.					
	737,800	35,510,314			
CONSUMER PRODUCTS - 8.7%					
Avon Products, Inc.	1,289,200	50,962,076			
Briggs & Stratton Corp.	838,100	18,991,346			
Electronic Arts, Inc.*	572,000	33,410,520			
Pactiv Corp.*	1,303,100	34,701,553			
		138,065,495			
EDUCATION - 1.6%					
Corinthian Colleges, Inc.*	1,680,100	25,873,540			
ENERGY - 7.3%					
Exterran Holdings, Inc.*	283,650	23,202,570			
International Coal Group, Inc.*	4,975,300	26,667,608			
			Kinder Morgan Management, LLC*	822,612	\$ 43,549,081
			Transocean, Inc.*	158,002	22,617,986
					116,037,245
			HEALTHCARE PRODUCTS - 11.7%		
			Abbott Laboratories	575,200	32,297,480
			American Medical Systems Holdings, Inc.*		
				1,661,400	24,023,844
			Baxter International, Inc.	719,600	41,772,780
			Beckman Coulter, Inc.	684,100	49,802,480
			Cooper Cos., Inc. (The)	190,100	7,223,800
			STERIS Corp.	1,078,000	31,089,520
					186,209,904
			INDUSTRIAL PRODUCTS - 10.3%		
			Albany International Corp.		
			Class A	842,900	31,271,590
			Cabot Corp.	714,600	23,824,764
			Chemtura Corp.	3,236,000	25,240,800
			Mine Safety Appliances Co.		
				453,350	23,515,265
			Schnitzer Steel Industries, Inc.		
			Class A	349,000	24,126,370
			Sealed Air Corp.	1,527,300	35,341,722
					163,320,511
			INDUSTRIAL SERVICES - 0.5%		
			ABM Industries, Inc.	420,400	8,571,956
			INFORMATION TECHNOLOGY SERVICES - 2.0%		
			CACI International, Inc.		
			Class A*	728,800	32,628,376
			INSURANCE BROKERS - 1.6%		
			Willis Group Holdings, Ltd. (United Kingdom)		
				683,900	25,967,683
			LEISURE & AMUSEMENT - 2.0%		
			Polaris Industries, Inc.	364,300	17,402,611
			Shuffle Master, Inc.*	1,133,800	13,594,262
					30,996,873
			MEDIA - 3.6%		
			Arbitron, Inc.	322,400	13,402,168
			Grupo Televisa SA ADR (Mexico)		
				732,000	17,399,640

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

Meridian Value Fund

Schedule of Investments (continued)

December 31, 2007 (Unaudited)

	Shares	Value		Shares	Value
COMMON STOCKS (continued)			UTILITIES - 6.2%		
Marvel Entertainment, Inc.*	976,400	\$ 26,079,644	Dynegy, Inc. Class A*	4,438,300	\$ 31,689,462
		56,881,452	Hawaiian Electric Industries, Inc.	1,285,875	29,279,374
			Progress Energy, Inc.	777,800	37,668,854
					98,637,690
OIL & GAS-INTEGRATED - 1.0%			TOTAL COMMON STOCKS - 95.0%		
BP plc ADR (United Kingdom)	226,700	16,587,639	(Cost \$1,389,592,551)		1,511,770,397
PHARMACEUTICALS - 3.8%			U.S. GOVERNMENT OBLIGATIONS - 4.0%		
Charles River Laboratories International, Inc.*	577,900	38,025,820	U.S. Treasury Bill @ 4.056%**		
Schering-Plough Corp.	861,500	22,950,360	due 01/10/08		
		60,976,180	(Face Value \$15,000,000)		
SEMICONDUCTORS - 2.9%			U.S. Treasury Bill @ 3.276%**		
Intel Corp.	1,758,000	46,868,280	due 02/07/08		
TECHNOLOGY - 7.4%			(Face Value \$20,000,000)		
Avid Technology, Inc.*	740,300	20,980,102	U.S. Treasury Bill @ 3.124%**		
Entegris, Inc.*	2,215,900	19,123,217	due 03/27/08		
Intermec, Inc.*	1,167,200	23,705,832	(Face Value \$30,000,000)		
Western Digital Corp.*	1,025,900	30,992,439	TOTAL U.S. GOVERNMENT OBLIGATIONS		
Zebra Technologies Corp. Class A*	659,700	22,891,590	(Cost \$64,700,798)		
		117,693,180	TOTAL INVESTMENTS - 99.0%		
TECH-SOFTWARE - 0.7%			(Cost \$1,454,293,349)		
Cognos, Inc.* (Canada)	52,900	3,045,453	CASH AND OTHER ASSETS, LESS		
Secure Computing Corp.*	856,700	8,224,320	LIABILITIES - 1.0%		
		11,269,773			
TELECOMMUNICATIONS EQUIPMENT - 1.7%			NET ASSETS - 100.0%		
Nokia Oyj ADR (Finland)	693,900	26,638,821			
TELECOMMUNICATIONS SERVICES - 1.8%			ADR - American Depository Receipt		
Verizon Communications, Inc.	644,300	28,149,467	REIT - Real Estate Investment Trust		
TRANSPORTATION-AIRLINES - 0.4%			* Non-income producing securities		
GOL Linhas Aereas Inteligentes SA ADR (Brazil)	270,100	6,703,882	** Annualized yield at date of purchase		

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

Meridian Fund, Inc.

Statements of Assets and Liabilities

December 31, 2007 (Unaudited)

	Equity Income Fund	Growth Fund	Value Fund
ASSETS			
Investments (Cost \$37,969,392, \$1,530,419,842 and \$1,454,293,349, respectively)	\$38,192,722	\$1,843,794,818	\$1,576,465,257
Cash	1,811,796	17,791,182	18,283,462
Receivable for:			
Capital shares purchased	400	814,756	993,322
Securities sold	998,562	15,076,317	14,959,971
Dividends	67,610	2,023,721	1,952,370
Interest	4,987	101,836	119,010
Prepaid expenses	3,121	18,718	16,080
TOTAL ASSETS	<u>41,079,198</u>	<u>1,879,621,348</u>	<u>1,612,789,472</u>
LIABILITIES			
Payable for:			
Capital shares sold	—	2,332,074	2,484,101
Distributions	—	—	745
Securities purchased	776,341	6,239,116	16,919,906
Accrued expenses:			
Investment advisory fees	44,972	1,235,675	1,387,222
Pricing fees	6,425	37,965	37,331
Directors' fees	—	5,381	14,325
Other payables and accrued expenses	18,954	153,141	118,668
TOTAL LIABILITIES	<u>846,692</u>	<u>10,003,352</u>	<u>20,962,298</u>
NET ASSETS	<u>\$40,232,506</u>	<u>\$1,869,617,996</u>	<u>\$1,591,827,174</u>
Capital shares issued and outstanding, par value \$0.01 (500,000,000, 500,000,000 and 500,000,000 shares authorized, respectively)	<u>3,523,512</u>	<u>49,569,084</u>	<u>49,866,379</u>
Net asset value per share (offering and redemption price)	<u>\$11.42</u>	<u>\$37.72</u>	<u>\$31.92</u>
Net Assets consist of:			
Paid in capital	38,886,616	1,529,933,928	1,434,172,682
Accumulated net realized gain	1,122,430	26,148,152	47,021,356
Net unrealized appreciation on investments	223,330	313,374,976	122,171,908
Accumulated undistributed net investment income (loss)	130	160,940	(11,538,772)
	<u>\$40,232,506</u>	<u>\$1,869,617,996</u>	<u>\$1,591,827,174</u>

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

Meridian Fund, Inc.

Statements of Operations

For the Six Months Ended December 31, 2007 (Unaudited)

	Equity Income Fund	Growth Fund	Value Fund
INVESTMENT INCOME			
Dividends	\$ 622,260	\$ 7,522,426	\$ 10,816,853
Interest	40,311	2,058,983	1,890,633
Total investment income	<u>662,571</u>	<u>9,581,409</u>	<u>12,707,486</u>
EXPENSES			
Investment advisory fees	188,630	7,617,475	8,620,266
Custodian fees	5,043	171,451	162,509
Directors' fees and expenses	552	5,888	5,888
Pricing fees	19,780	123,280	114,448
Professional fees	14,720	53,176	35,144
Registration and filing fees	10,585	13,991	14,801
Reports to shareholders	1,196	90,436	73,784
Transfer agent fees	16,284	306,084	294,216
Miscellaneous expenses	1,591	13,948	12,728
Total expenses	258,381	8,395,729	9,333,784
Recoupment of past waived fees (Note 2)	6,281	—	—
Net expenses	<u>264,662</u>	<u>8,395,729</u>	<u>9,333,784</u>
Net investment income	<u>397,909</u>	<u>1,185,680</u>	<u>3,373,702</u>
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS			
Net realized gain on investments	2,106,459	61,293,886	114,803,171
Net change in unrealized appreciation/depreciation on investments	<u>(5,771,043)</u>	<u>(127,204,865)</u>	<u>(139,165,672)</u>
Net loss on investments	<u>(3,664,584)</u>	<u>(65,910,979)</u>	<u>(24,362,501)</u>
NET DECREASE IN NET ASSETS RESULTING FROM OPERATIONS			
	<u><u>\$ (3,266,675)</u></u>	<u><u>\$ (64,725,299)</u></u>	<u><u>\$ (20,988,799)</u></u>

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

Meridian Fund, Inc.

Statements of Changes in Net Assets

	Equity Income Fund		Growth Fund	
	Six Months Ended December 31, 2007 (Unaudited)	Year Ended June 30, 2007	Six Months Ended December 31, 2007 (Unaudited)	Year Ended June 30, 2007
OPERATIONS				
Net investment income	\$ 397,909	\$ 565,035	\$ 1,185,680	\$ 1,991,252
Net realized gain on investments	2,106,459	1,156,674	61,293,886	206,433,053
Net change in unrealized appreciation/depreciation on investments	<u>(5,771,043)</u>	<u>4,745,850</u>	<u>(127,204,865)</u>	<u>126,767,717</u>
Net increase (decrease) in net assets from operations	<u>(3,266,675)</u>	<u>6,467,559</u>	<u>(64,725,299)</u>	<u>335,192,022</u>
DISTRIBUTIONS TO SHAREHOLDERS				
Distributions from ordinary income	(736,171)	(437,139)	(2,535,381)	(480,611)
Distributions from net realized capital gains	<u>(1,774,107)</u>	<u>(298,676)</u>	<u>(165,398,882)</u>	<u>(138,884,318)</u>
Net distributions	<u>(2,510,278)</u>	<u>(735,815)</u>	<u>(167,934,263)</u>	<u>(139,364,929)</u>
CAPITAL SHARE TRANSACTIONS				
Proceeds from sales of shares . . .	2,467,706	12,291,605	126,505,524	360,777,435
Reinvestment of distributions . . .	2,484,529	677,132	141,088,644	117,740,707
Redemption fees	234	392	9,612	19,004
Less: redemptions of shares	<u>(2,131,124)</u>	<u>(963,461)</u>	<u>(232,076,138)</u>	<u>(296,988,641)</u>
Increase resulting from capital share transactions	<u>2,821,345</u>	<u>12,005,668</u>	<u>35,527,642</u>	<u>181,548,505</u>
Total increase (decrease) in net assets	<u>(2,955,608)</u>	<u>17,737,412</u>	<u>(197,131,920)</u>	<u>377,375,598</u>
NET ASSETS				
Beginning of period	<u>43,188,114</u>	<u>25,450,702</u>	<u>2,066,749,916</u>	<u>1,689,374,318</u>
End of period	<u>\$40,232,506</u>	<u>\$43,188,114</u>	<u>\$1,869,617,996</u>	<u>\$2,066,749,916</u>
Undistributed Net Investment Income at end of period	<u>\$ 130</u>	<u>\$ 338,392</u>	<u>\$ 160,940</u>	<u>\$ 1,510,641</u>

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

Meridian Fund, Inc.

Statements of Changes in Net Assets

	Value Fund	
	Six Months Ended December 31, 2007 (Unaudited)	Year Ended June 30, 2007
OPERATIONS		
Net investment income	\$ 3,373,702	\$ 10,373,965
Net realized gain on investments	114,803,171	272,172,155
Net change in unrealized appreciation/depreciation on investments	(139,165,672)	92,047,871
Net increase (decrease) in net assets from operations	<u>(20,988,799)</u>	<u>374,593,991</u>
DISTRIBUTIONS TO SHAREHOLDERS		
Distributions from ordinary income	(14,912,462)	(17,859,640)
Distributions from net realized capital gains	(259,219,136)	(223,659,270)
Net distributions	<u>(274,131,598)</u>	<u>(241,518,910)</u>
CAPITAL SHARE TRANSACTIONS		
Proceeds from sales of shares	68,744,009	173,402,041
Reinvestment of distributions	236,000,379	205,961,289
Redemption fees	47,456	30,190
Less: redemptions of shares	<u>(237,284,498)</u>	<u>(379,902,431)</u>
Increase (decrease) resulting from capital share transactions	<u>67,507,346</u>	<u>(508,911)</u>
Total increase (decrease) in net assets	<u>(227,613,051)</u>	<u>132,566,170</u>
NET ASSETS		
Beginning of period	<u>1,819,440,225</u>	<u>1,686,874,055</u>
End of period	<u>\$1,591,827,174</u>	<u>\$1,819,440,225</u>
Undistributed Net Investment Income at end of period	<u>\$ —</u>	<u>\$ —</u>

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

Meridian Equity Income Fund

Financial Highlights

Selected data for each share of capital stock outstanding throughout each period

	For the Six Months Ended December 31, 2007 (Unaudited)	For the Year Ended June 30, 2007	For the Year Ended June 30, 2006	For the fiscal period from January 31, 2005 through June 30, 2005+
Net Asset Value - Beginning of Period	\$ 13.14	\$ 11.05	\$ 10.10	\$ 10.00
<u>Income from Investment Operations</u>				
Net Investment Income*	0.12	0.18	0.15	0.06
Net Gains (Losses) on Investments (both realized and unrealized)	(1.08)	2.19	0.93	0.04
Total From Investment Operations	(0.96)	2.37	1.08	0.10
<u>Less Distributions</u>				
Distributions from Net Investment Income	(0.22)	(0.17)	(0.12)	0.00
Distributions from Net Realized Capital Gains	(0.54)	(0.11)	(0.01)	0.00
Total Distributions.	(0.76)	(0.28)	(0.13)	0.00
Net Asset Value - End of Period	\$ 11.42	\$ 13.14	\$ 11.05	\$ 10.10
Total Return	(7.32%) ¹	21.61%	10.75%	1.00% ¹
<u>Ratios/Supplemental Data</u>				
Net Assets, End of Period (000's)	\$ 40,233	\$ 43,188	\$ 25,451	\$ 8,412
Ratio of Expenses to Average Net Assets				
Before expense reimbursement/recoupment	1.23% ²	1.29%	1.67%	3.96% ²
After expense reimbursement/recoupment ³	1.25% ²	1.25%	1.25%	1.25% ²
Ratio of Net Investment Income (Loss) to Average Net Assets				
Before expense reimbursement/recoupment	1.92% ²	1.60%	1.38%	(0.60)% ²
After expense reimbursement/recoupment	1.90% ²	1.64%	1.80%	2.11% ²
Portfolio Turnover Rate	35% ¹	37%	60%	25%

* Net Investment Income per share has been computed before adjustments for book/tax differences.

+ The Fund commenced investment operations on January 31, 2005.

¹ Not Annualized.

² Annualized.

³ See note 2 to Financial Statements.

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

Meridian Growth Fund

Financial Highlights

Selected data for each share of capital stock outstanding throughout each period

	For the Six Months Ended December 31, 2007 (Unaudited)	For the Fiscal Year Ended June 30,									
		2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Net Asset Value - Beginning of Period . . .	\$ 42.74	\$ 38.54	\$ 35.77	\$ 35.38	\$ 27.24	\$ 28.10	\$ 31.30	\$ 29.45	\$ 26.28	\$ 33.26	\$ 33.20
<u>Income from Investment Operations</u>											
Net Investment Income (Loss)*	0.03	0.04	(0.01)	(0.07)	(0.04)	(0.08)	(0.12)	2.26	0.11	0.16	0.27
Net Gains (Losses) on Investments (both realized and unrealized)	(1.41)	7.29	3.58	1.02	9.10	(0.11)	(0.24)	3.89	4.99	(0.50)	4.92
Total From Investment Operations	(1.38)	7.33	3.57	0.95	9.06	(0.19)	(0.36)	6.15	5.10	(0.34)	5.19
<u>Less Distributions</u>											
Distributions from Net Investment Income	(0.06)	(0.01)	0.00	0.00	0.00	(0.06)	0.00	(2.44)	(0.15)	(0.14)	(0.32)
Distributions from Net Realized Capital Gains	(3.58)	(3.12)	(0.80)	(0.56)	(0.92)	(0.61)	(2.84)	(1.86)	(1.78)	(6.50)	(4.81)
Total Distributions	(3.64)	(3.13)	(0.80)	(0.56)	(0.92)	(0.67)	(2.84)	(4.30)	(1.93)	(6.64)	(5.13)
Net Asset Value - End of Period	\$ 37.72	\$ 42.74	\$ 38.54	\$ 35.77	\$ 35.38	\$ 27.24	\$ 28.10	\$ 31.30	\$ 29.45	\$ 26.28	\$ 33.26
Total Return	(3.23%) ¹	19.69%	10.08%	2.65%	33.65%	(0.20%)	0.42%	23.34%	21.45%	3.05%	16.92%
<u>Ratios/Supplemental Data</u>											
Net Assets, End of Period (000's)	\$1,869,618	\$2,066,750	\$1,689,374	\$1,693,564	\$1,273,302	\$448,393	\$310,659	\$182,117	\$140,990	\$185,683	\$296,803
Ratio of Expenses to Average Net Assets	0.83% ²	0.84%	0.85%	0.86%	0.88%	0.95%	1.02%	1.04%	1.09%	1.01%	0.95%
Ratio of Net Investment Income (Loss) to Average Net Assets	0.12% ²	0.11%	(0.03%)	(0.21%)	(0.21%)	(0.47%)	(0.62%)	(0.26%)	0.31%	0.49%	0.76%
Portfolio Turnover Rate	18% ¹	40%	29%	32%	19%	27%	26%	43%	28%	51%	38%

* Net Investment Income (Loss) per share has been computed before adjustments for book/tax differences.

¹ Not Annualized.

² Annualized.

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

Meridian Value Fund

Financial Highlights

Selected data for each share of capital stock outstanding throughout each period

	For the Six Months Ended December 31, 2007 (Unaudited)	For the Fiscal Year Ended June 30,									
		2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Net Asset Value - Beginning of Period	\$ 38.79	\$ 36.14	\$ 38.11	\$ 40.35	\$ 31.65	\$ 30.34	\$ 30.98	\$ 25.88	\$ 22.29	\$ 19.30	\$ 17.40
<u>Income from Investment Operations</u>											
Net Investment Income (Loss)* . . .	0.12	0.41	0.18	0.19	0.00	(0.03)	(0.05)	1.12	0.05	(0.10)	(0.19)
Net Gains (Losses) on Investments (both realized and unrealized) . . .	(0.60)	7.74	2.45	2.96	8.70	1.34	(0.51)	5.75	5.91	3.56	4.32
Total From Investment Operations	(0.48)	8.15	2.63	3.15	8.70	1.31	(0.56)	6.87	5.96	3.46	4.13
<u>Less Distributions</u>											
Distributions from Net Investment Income	(0.35)	(0.41)	(0.32)	(0.28)	0.00	0.00	(0.04)	(1.09)	0.00	0.00	0.00
Distributions from Net Realized Capital Gains	(6.04)	(5.09)	(4.28)	(5.11)	0.00	0.00	(0.04)	(0.68)	(2.37)	(0.47)	(2.23)
Total Distributions	(6.39)	(5.50)	(4.60)	(5.39)	0.00	0.00	(0.08)	(1.77)	(2.37)	(0.47)	(2.23)
Net Asset Value - End of Period . .	\$ 31.92	\$ 38.79	\$ 36.14	\$ 38.11	\$ 40.35	\$ 31.65	\$ 30.34	\$ 30.98	\$ 25.88	\$ 22.29	\$ 19.30
Total Return	(1.10%) ¹	23.90%	7.35%	8.00%	27.49%	4.32%	(1.78%)	27.95%	29.63%	18.92%	26.05%
<u>Ratios/Supplemental Data</u>											
Net Assets, End of Period (000's)	\$1,591,827	\$1,819,440	\$1,686,874	\$2,271,478	\$2,226,590	\$1,456,552	\$1,297,207	\$768,559	\$ 87,930	\$ 24,912	\$ 12,196
Ratio of Expenses to Average Net Assets	1.08% ²	1.08%	1.09%	1.08%	1.09%	1.11%	1.12%	1.10%	1.41%	1.63%	2.16%
Ratio of Net Investment Income (Loss) to Average Net Assets . . .	0.39% ²	0.59%	0.49%	0.48%	0.01%	(0.12%)	(0.22%)	0.60%	0.39%	(0.65%)	(1.35%)
Portfolio Turnover Rate	29% ¹	75%	58%	59%	81%	60%	54%	76%	86%	124%	133%

* Net Investment Income (Loss) per share has been computed before adjustments for book/tax differences.

¹ Not Annualized.

² Annualized.

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

Meridian Fund, Inc.

Notes to Financial Statements

For the Six Months Ended December 31, 2007 (Unaudited)

1. **Organization and Significant Accounting Policies:** Meridian Fund, Inc., (the “Meridian Funds”), is comprised of the Meridian Equity Income Fund (the “Equity Income Fund”), the Meridian Growth Fund (the “Growth Fund”) and the Meridian Value Fund (the “Value Fund”). The Equity Income Fund, the Growth Fund and the Value Fund (each a “Fund” and collectively, the “Funds”) are registered under the Investment Company Act of 1940, as no-load, diversified, open-end management investment companies. The Equity Income Fund began operations and was registered on January 31, 2005. The Growth Fund began operations and was registered on August 1, 1984. The Value Fund began operations on February 10, 1994 and was registered on February 7, 1994.

The primary investment objective of the Equity Income Fund is to seek long-term growth of capital along with income as a component of total return.

The primary investment objective of the Growth Fund is to seek long-term growth of capital. Originally named Meridian Fund, the name was changed effective April 20, 2001 to Meridian Growth Fund, to more closely reflect the investment style. There was no change in how the Fund is managed.

The primary investment objective of the Value Fund is to seek long-term growth of capital.

The following is a summary of significant accounting policies for all of the Funds:

- a. **Investment Valuations:** Marketable securities are valued at the closing price or last sales price on the principal exchange or market on which they are traded; or, if there were no sales that day, at the last reported bid price. Securities and other assets for which reliable market quotations are not readily available or for which a significant event has occurred since the time of the most recent market quotation, will be valued at their fair value as determined by the Adviser under the guidelines established by, and under the general supervision and responsibility of, the Funds’ Board of Directors. Short-term debt securities with original or remaining maturities in excess of 60 days are valued at the mean of their quoted bid and asked prices. Short-term debt securities with 60 days or less to maturity are amortized to maturity based on their cost.
- b. **Federal Income Taxes:** It is the Funds’ policy to comply with the requirements of Subchapter M of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and to distribute all of their taxable income to their shareholders; therefore, no federal income tax provision is required.
- c. **Security Transactions:** Security transactions are accounted for on the date the securities are purchased or sold (trade date). Realized gains and losses on security transactions are determined on the basis of specific identification for both financial statement and federal income tax purposes. Dividend income is recorded on the ex-dividend date. Interest income is accrued daily.

Meridian Fund, Inc.

Notes to Financial Statements (continued)

For the Six Months Ended December 31, 2007 (Unaudited)

- d. **Cash and Cash Equivalents:** All highly liquid investments with an original maturity of three months or less are considered to be cash equivalents. Available funds are automatically swept into a Cash Reserve account, which preserves capital with a consistently competitive rate of return. Interest accrues daily and is credited by the third business day of the following month.
- e. **Expenses:** Expenses arising in connection with a Fund are charged directly to that Fund. Expenses common to the Funds are generally allocated to each Fund in proportion to their relative net assets.
- f. **Use of Estimates:** The preparation of financial statements in accordance with accounting principals generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and revenue and expenses at the date of the financial statements. Actual amounts could differ from those estimates.
- g. **Distributions to Shareholders:** The Funds record distributions to shareholders on the ex-dividend date. The amount of distributions from net investment income and net realized capital gains are determined in accordance with federal income tax regulations which may differ from generally accepted accounting principles. These “book/tax” differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the capital accounts based on their federal tax-basis treatment; temporary differences do not require reclassification.

Distributions which exceed net investment income and net realized capital gains are reported as distributions in excess of net investment income or distributions in excess of net realized capital gains for financial reporting purposes but not for tax purposes. To the extent they exceed net investment income and net realized capital gains for tax purposes, they are reported as distributions of paid-in-capital.

Permanent book-tax differences, if any, are not included in ending undistributed net investment income (loss) for the purposes of calculating net investment income (loss) per share in the Financial Highlights.

- h. **Guarantees and Indemnification:** Under the Funds’ organizational documents, its Officers and Directors are indemnified against certain liability arising out of the performance of their duties to the Funds. Additionally, in the normal course of business, the Funds enter into contracts with service providers that contain general indemnification clauses. 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. However, based on experience, the Funds expect the risk of loss to be remote.

Meridian Fund, Inc.

Notes to Financial Statements (continued)

For the Six Months Ended December 31, 2007 (Unaudited)

- i. **Accounting Pronouncements:** In July 2006, the Financial Accounting Standards Board (“FASB”) released FASB Interpretation No. 48 “Accounting for Uncertainty in Income Taxes” (“FIN 48”). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Fund’s tax return to determine whether the tax positions are “more-likely-than-not” of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the year of determination. Adoption of FIN 48 is required for fiscal years beginning after December 15, 2006 and is to be applied to all open tax years as of the effective date. Management has evaluated the application of FIN 48 to the Funds, and has determined there is no impact to the Funds’ financial statements.

In September 2006, the FASB issued Statement on Financial Accounting Standards No. 157, Fair Value Measurements (“SFAS No. 157”). This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this SFAS No. 157 relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. Management is currently evaluating the application of SFAS No. 157 to the Funds, and is not in a position at this time to estimate the significance of its impact, if any, on the Funds’ financial statements.

2. **Related Parties:** The Funds have entered into a management agreement with Aster Investment Management Company, Inc. (the “Investment Adviser”). Certain Officers and/or Directors of the Funds are also Officers and/or Directors of the Investment Adviser. Beneficial ownership in the Funds by Richard F. Aster, Jr., President, as of December 31, 2007 were as follows:

Equity Income Fund	44.11%
Growth Fund	1.02%
Value Fund	1.29%

The Investment Adviser receives from the Equity Income Fund, as compensation for its services, an annual fee of 1% of the first \$10,000,000 of the Equity Income Fund’s net assets, 0.90% of the next \$20,000,000 of the Equity Income Fund’s net assets, 0.80% of the next \$20,000,000 of the Equity Income Fund’s net assets and 0.70% of the Equity Income Fund’s net assets in excess of \$50,000,000. The fee is paid monthly and calculated based on that month’s daily average net assets.

Meridian Fund, Inc.

Notes to Financial Statements (continued)

For the Six Months Ended December 31, 2007 (Unaudited)

The Investment Adviser receives from the Growth Fund, as compensation for its services, an annual fee of 1% of the first \$50,000,000 of the Growth Fund's net assets and 0.75% of the Growth Fund's net assets in excess of \$50,000,000. The fee is paid monthly and calculated based on that month's daily average net assets.

The Investment Adviser receives from the Value Fund, as compensation for its services, an annual fee of 1% of the Value Fund's net assets. The fee is paid monthly and calculated based on that month's daily average net assets.

The Investment Adviser has contractually agreed to waive its fee and reimburse expenses, at least until January 31, 2008, to the extent that total annual operating expenses for the Equity Income Fund exceeds 1.25%. The Investment Adviser has voluntarily agreed to limit the operating expenses of the Growth and Value Funds to 2.50%. With respect to these limits, the Investment Adviser did not reimburse the Funds, during the six months ended December 31, 2007.

The Equity Income Fund will carry forward, for a period not to exceed three years from the date on which a waiver or reimbursement is made by the Investment Adviser, and expenses in excess of the expense limitation, and repay the Investment Adviser such amounts; provided the Fund is able to effect such reimbursement and maintain the expense limitation.

At December 31, 2007, the balance of recoupable expenses along with the year of expiration for the Equity Income Fund is:

<u>Amount</u>	<u>Expiration</u>
\$58,995	2008
74,072	2009
12,964	2010

Subject to the approval of the Board of Directors of the Fund, the Fund will repay the Investment Adviser the amount of its reimbursement for the Equity Income Fund for up to three years following the reimbursement to the extent the Equity Income Fund's expenses drop below 1.25%, after giving effect to repayment by the Fund. Either the Fund or the Investment Adviser can modify or terminate this arrangement at any time.

Meridian Fund, Inc.

Notes to Financial Statements (continued)

For the Six Months Ended December 31, 2007 (Unaudited)

3. **Capital Shares Transactions:** Transactions in capital shares for the six months ended December 31, 2007 and the year ended June 30, 2007 were as follows:

	Equity Income Fund	
	December 31, 2007	June 30, 2007
Increase in Fund shares:		
Shares sold	191,554	1,004,352
Shares issued from reinvestment of distributions	217,941	55,411
	409,495	1,059,763
Shares redeemed	(171,810)	(77,844)
Net increase	237,685	981,919

	Growth Fund	
	December 31, 2007	June 30, 2007
Increase in Fund shares:		
Shares sold	3,058,708	8,819,099
Shares issued from reinvestment of distributions	3,743,431	2,980,023
	6,802,139	11,799,122
Shares redeemed	(5,586,349)	(7,277,834)
Net increase	1,215,790	4,521,288

	Value Fund	
	December 31, 2007	June 30, 2007
Increase in Fund shares:		
Shares sold	1,932,814	4,662,351
Shares issued from reinvestment of distributions	7,458,890	5,777,315
	9,391,704	10,439,666
Shares redeemed	(6,427,975)	(10,210,105)
Net increase	2,963,729	229,561

4. **Compensation of Directors and Officers:** Directors and Officers of the Funds who are Directors and/or Officers of the Investment Adviser receive no compensation from the Funds. Directors of the Funds who are not interested persons, as defined in the Investment Company Act of 1940, receive compensation in the amount of \$3,000 per annum and a \$2,000 purchase of Equity Income Fund, Growth Fund or Value Fund shares, plus expenses and a \$1,000 purchase in one of the Funds for each additional Board of Directors meeting attended other than the annual meeting.

Meridian Fund, Inc.

Notes to Financial Statements (continued)

For the Six Months Ended December 31, 2007 (Unaudited)

5. **Cost of Investments:** The cost of investments purchased and the proceeds from sales of investments, excluding short-term obligations, for the six months ended December 31, 2007, were as follows:

	<u>Purchases</u>	<u>Proceeds from Sales</u>
Equity Income Fund	\$ 15,621,793	\$ 13,984,058
Growth Fund	352,086,494	473,797,550
Value Fund	473,272,779	651,122,928

6. **Distribution Information:** Income and long-term capital gains distributions are determined in accordance with federal income tax regulations, which may differ from generally accepted accounting principles in the United States. The tax character of distributions made during the fiscal year ended June 30, 2007 is as follows:

2007 Taxable Distributions

<u>Fund</u>	<u>Ordinary Income</u>	<u>Net Long-Term Capital Gains</u>	<u>Total Distributions</u>
Equity Income Fund	\$ 618,838	\$ 116,977	\$ 735,815
Growth Fund	15,241,733	124,123,196	139,364,929
Value Fund	17,859,640	223,659,270	241,518,910

7. **Federal Income Taxes:** The aggregate cost of investments, unrealized appreciation and depreciation which are book figures that approximate federal income tax basis, were as follows:

	<u>Aggregate Cost</u>	<u>Aggregate Gross Unrealized Appreciation</u>	<u>Aggregate Gross Unrealized Depreciation</u>	<u>Net Unrealized Appreciation</u>
Equity Income Fund	\$ 35,283,720	\$ 6,081,755	\$ (149,125)	\$ 5,932,630
Growth Fund	1,570,800,206	451,540,908	(10,961,067)	440,579,841
Value Fund	1,505,223,623	278,735,279	(18,346,143)	260,389,136

Post-October losses represent losses realized on investment transactions from November 1, 2006 through June 30, 2007 that, in accordance with Federal income tax regulations, the Funds have elected to defer and treat as having arisen in the following fiscal year. As of June 30, 2007, the Value Fund had Post-October currency loss deferrals of \$12.

Meridian Fund, Inc.

Additional Information

For the Six Months Ended December 31, 2007 (Unaudited)

1. **Proxy Voting Record and Proxy Voting Policies and Procedures:** A description of the policies and procedures that each Fund uses to determine how to vote proxies relating to portfolio securities along with information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12 month period ended June 30, 2007 is available (i) without charge, upon request, by calling (800) 446-6662; (ii) on our website at <http://www.meridianfund.com>; and (iii) on the Securities and Exchange Commission (“SEC”) website at <http://www.sec.gov>.
2. **Information on 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 within sixty days after the end of the period. 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 1-800-732-0330.

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MERIDIAN FUND, INC.

This report is submitted for the information of shareholders of Meridian Fund, Inc. It is not authorized for distribution to prospective investors unless preceded or accompanied by an effective prospectus.

Officers and Directors

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President and Director

MICHAEL S. ERICKSON

HERBERT C. KAY

JAMES B. GLAVIN

RONALD ROTTER

MICHAEL STOLPER
Directors

GREGG B. KEELING
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Treasurer and Secretary
Chief Compliance Officer

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MERIDIAN EQUITY INCOME FUND® MERIDIAN GROWTH FUND® MERIDIAN VALUE FUND® SEMI-ANNUAL REPORT



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December 31, 2007