The Davenport Funds
Quarterly Update | Q2 2023

DAVENPORT ASSET MANAGEMENT 1863

The year is halfway over and equity returns have probably surprised many investors. We came into 2023 with predictions for a recession and rampant negativity; yet, the major indices have managed to post impressive gains so far. For the second quarter, the S&P 500® Index and Russell 2000® Index advanced 8.74% and 5.21%, respectively, bringing year-to-date gains to 16.89% and 8.09%. Even more impressive, the tech-heavy NASDAQ 100® Index is up 39.35% year-to-date, the best start to a year for the index since 1985.

Market Returns	Q2 2023	YTD
U.S. Large Caps	8.74	16.89
U.S. Mid Caps	4.76	9.01
U.S. Small Caps	5.21	8.09
International Developed Markets	2.95	11.67
Emerging Markets	0.90	4.89
Intermediate Term Bonds	-0.81	1.50

Source: Morningstar Direct. Please see Important Disclosures on last page for index definitions.

How have markets managed to muster such an impressive feat in the face of obvious headwinds? We can point to a few things. For one, the much anticipated recession has yet to come to fruition. Economic activity has slowed, but prospects for a "soft landing" have improved. Despite all the financial media's fear mongering, investors have realized a slowdown doesn't mean the economy will fall into shambles. Next, we have the Federal Reserve and monetary policy. Inflation has cooled to the lowest level in two years (4.1%) and investors are sensing we are close to the end of this tightening cycle. While we may see more interest rate hikes as the Fed tries to steer us towards its goal of 2% inflation, the heavy lifting appears to be behind us.

Then there's the hot topic of artificial intelligence (AI), which took the investment world by storm in the second quarter. AI, which we discussed in more detail in a recent thought piece, promises to bring a wave of innovation and significant benefits to both enablers and users of the technology. Most of the large creators of the technology are huge technology companies, helping explain the aforementioned move for the NASDAQ as well as the S&P information technology sector, which finished the quarter up a whopping 42.77% YTD. The fact we are entering a period of slower economic growth has only increased the allure of perceived AI beneficiaries, as they may be able to post meaningful growth in an environment where growth is becoming more scarce.

Fueled in large part by the AI craze, market gains have been incredibly "narrow." That is, there have been limited winners and shares of a few giant companies have driven the market. To put a finer point on it, ~75% of the S&P's gains have been powered by 7 companies: Apple, Microsoft, NVIDIA, Amazon, Meta, Tesla, & Alphabet. These companies now account for an astounding 28% of the S&P 500. The average return of these seven companies is 82.51% vs 6.63% for the rest of the index. Looking at it a little differently, the equal weighted S&P is up 7.03% versus 16.89% for the market cap weighted index, again highlighting the heft of the largest constituents and lack of upside participation from many other sectors/stocks. More economically sensitive sectors such as Energy and Financials are down 5.52% and 0.53%, respectively, year-to-date.

This dynamic leaves investors in a tricky spot. Shares of many large tech companies and perceived AI winners have shown huge short-term gains and look a little too popular at the moment. We own some of these companies and acknowledge they are now clearly more fully valued, but are largely maintaining positions given their longer-term potential. On the other side of the coin, you have the numerous stock market laggards that have been left in the dust of the AI rally. Many of these overlooked names have become incrementally attractive, with their valuations already discounting economic weakness. Interestingly, while the overall valuation for the S&P 500 looks full at 19.2x forward earnings, the multiple on the equal weighted S&P is much more reasonable at 15.3x.

We are making sure to maintain balance in our Funds. We are clearly excited about emerging technologies such as AI, and think in some cases the hype is warranted. However, we recognize the best incremental opportunities in terms of risk/reward may rest in other areas. We also recognize there are still potential threats to the market. Recession risk is still present and investors may be underestimating the Federal Reserve and the potential for ongoing interest rate hikes. Too, investor sentiment has improved significantly in recent months. Starting the year, we argued dour investor sentiment and low expectations could provide a tailwind for stocks. That case is harder to make today. The silver lining here is that much of the recent positivity has been focused on a few areas and the average stock doesn't appear expensive. Hence, it may not be a smooth ride from here but we still think there are deals to be had. Please refer to our Fund letters for a discussion of specific ideas and we look forward to reporting back to you in a few months.

Davenport Core Leaders Fund

DAVPX

The Davenport Core Leaders Fund (DAVPX) advanced 10.42% during the second quarter, outpacing the 8.74% increase for the S&P 500® Index. We were pleased to see the strategy exhibit relative outperformance during a period in which market conditions remained quite narrow. While the strategy's year to date gain of 14.59% still lags the 16.89% for the S&P 500, we are encouraged by recent results and confident in the Fund's positioning.

Artificial intelligence (AI) continued to dominate the headlines as well as the market dynamic during the quarter. Perceived beneficiaries in the mega-cap technology arena continued to outperform; however, the list beneficiaries broadened out somewhat during the quarter. While underweight stances in Microsoft (MSFT) and Apple (APPL) served as headwinds to relative performance; the strategy more than compensated via overweight stances in top performers such as Meta Platforms Inc. (META), Amazon.com Inc. (AMZN), Adobe Inc. (ADBE) and Broadcom Inc. (AVGO).

META was the strategy's top performer for the period, advancing roughly 35.4% for the quarter. The stock is now up 138.5% on the year, yet still appears reasonably valued in our opinion as the company's renewed cost discipline, a stabilizing digital advertising backdrop and ability to capitalize on generative AI should support sustainable long term earnings growth. Adobe, while initially perceived as an AI "loser", Adobe (ADBE) was a significant outperformer during the quarter alongside strong earnings and the launch of the company's proprietary AI tool called Firefly. We added to the position early in the quarter, making Adobe a top holding. Shares of Broadcom also surged alongside earnings as the company expects its AI/datacenter business (one of the largest AI related revenue streams in the semiconductor industry) to grow significantly next year. With the stock rising nearly 35% during the quarter, we elected to trim the position modestly.

Contrary to the headlines, tech stocks were not the only place to be during the quarter. Illustrating the importance of balance and diversification, the strategy benefitted from exposure to construction materials bellwethers, Martin Marietta Materials Inc. (MLM) and Sherwin Williams Co (SHW). On the negative side of the ledger, financials, healthcare and energy stocks underperformed for the period. As such, holdings such as UnitedHealth Group Inc. (UNH), Danaher Corp (DHR), Novo Nordisk (NVO), Brookfield Corp (BN), and Bank of America Corp (BAC) were key detractors. We elected to sell BAC, but maintain exposure to the banking sector via JP Morgan Chase & Co (JPM), which we think has more compelling growth potential.

Walt Disney Co (DIS) was a top detractor for the period as recent results underwhelmed and uncertainty lingers around the company's option to buy Hulu from Comcast Corp (CMCSA). Though we admit the stock faces some headwinds in the near term, we added to the position, viewing recent weakness as an opportunity to gain exposure to an iconic franchise at an attractive price. We continue to see a path approaching $7 in earnings per share (EPS) over the next few years, with ~20% of that figure coming from the streaming segment. Looking at near-term valuation, if you strip out forward estimated streaming losses, the shares are trading below the market multiple on core Disney earnings, suggesting the streaming business presents upside optionality potential as the segment moves toward profitability.

In closing, we are encouraged by recent performance and continue to optimize the strategy around attractive risk/reward opportunities in some of the world's most dominant businesses. While our valuation discipline and reluctance to chase momentum could cause us to lag should market conditions remain narrow, we feel the strategy offers a solid combination of growth, timeliness and quality that can outperform over time.

The following chart represents Davenport Core Leaders Fund (DAVPX) performance and the performance of the S&P 500 Index, the Core Leaders Fund's primary benchmark, for the periods ended June 30, 2023

	Q2 2023	1 Year	3 Years*	5 Years*	10 Years*	Since Inception* 1/15/98
Core Leaders Fund (DAVPX)	10.42	15.83	10.62	9.45	10.45	7.36
S&P 500 Index	8.74	19.59	14.60	12.31	12.86	8.24
30-Day SEC Yield: 0.43%; Expense Ratio: 0.86% Current Expense Ratio†: 0.87%						

Past performance is historical and is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Performance data, current to the most recent month end, may be obtained by calling 1-800-281-3217.

*Returns greater than one year are annualized. The **S&P 500 Index** is comprised of 500 U.S. stocks and is an indicator of the performance of the overall U.S. stock market. Standard & Poor's Financial Services LLC, a division of S&P Global, is the source and owner of the registered trademarks related to the S&P 500 Index. An investor cannot invest in an index and its returns are not indicative of the performance of any specific investment.

Davenport Core Leaders Fund Quarterly Transactions

DAVPX

Recent Purchases

Adobe Inc. (ADBE) - Shares of ADBE have come under pressure in recent weeks as investors reassess the regulatory environment as it relates to the pending $20bn Figma acquisition. We think Figma is an attractive asset that could help accelerate long-term growth for ADBE, and therefore, elected to add to our position.

Analog Devices, Inc. (ADI) - ADI is the market leader in battery management systems for the electric vehicle industry. We believe that ADI is a high quality, industry leader that has demonstrated an ability to deliver profitable growth through a cycle. ADI has a clean balance sheet and a seasoned management team, in our opinion. We elected to initiate a position in ADI.

Amazon.com Inc. (AMZN) – Shares of AMZN have been under pressure this year as the company has faced slowing revenue and margin compression across both its retail and Amazon Web Services (AWS) business segments. We feel the stock is trading at levels not far from pandemic lows and think it's an opportune time to increase our position.

Walt Disney Co (DIS) - While shares of DIS have declined slightly since adding to the position in mid-February, our conviction has only increased. CEO Bob Iger has inferred that DIS may be open to selling its stake in Hulu which would allow the company to pay off much of its debt and focus on the core businesses. Given our increasing conviction, we elected to add to DIS recent pullback, making it one of the biggest positions within the portfolio.

EOG Resources Inc. (EOG) – EOG has been a tremendous value creator over time and has a great set of low-cost, low-risk US shale assets. With the shares trading at 5.2x EV/EBITDA, compared to its 5.9x 5-year and 7.8x 10-year average multiple, we think this is an attractive opportunity to increase our energy exposure through one of the best operators in the field.

Intuit Inc. (INTU) – Though it has outperformed the broader market YTD, INTU has lagged technology peers due in part to concerns about delayed filings in some states causing some near-term disruption to the numbers. We believe INTU has many durable growth drivers and think this presents an attractive opportunity to add to our position.

ServiceNow Inc. (NOW) – We think NOW is well positioned to support digital transformation initiatives at a global scale and believe organizations will look to embrace technology that can drive productivity and deliver fast returns-on-investment. We believe this is a high quality, industry leader with an attractive combination of durable growth and profitability. As such, we elected to add to our position in NOW.

Vertex Pharmaceuticals, Inc. (VRTX) – VRTX has established a dominant position in the cystic fibrosis (CF) market with its CFTR modulator. We initiated a position in VRTX for their pristine balance sheet, strong net cash position, exceptional free cash flow generation, and management's fiscal conservativeness.

Recent Sales

Broadcom Inc. (AVGO) – The combination of strong earnings, progress towards closing the VMWare acquisition, and ties to Generative AI has driven stock price appreciation north of 40% YTD. Considering a more balanced risk/reward profile, we elected to chip the position.

Bank of America Corp (BAC) – While we continue to view BAC as a higher quality bank relative to others, we are increasingly concerned about the potential for broader bank industry regulation resulting from this calamity. As such, we elected to sell the position in favor of adding to names with more attractive risk/reward profiles.

Johnson & Johnson (JNJ) – JNJ shares have had a difficult 2023 like many health care companies that faced tough comparisons impacted by prior COVID related benefits. While we continue to see strong defensive merits in JNJ, we felt the relative growth opportunity at VRTX warranted a reallocation of funds.

Moody's Corp (MCO) – The stock has been fairly resilient this year on the hopes for a more accommodative Fed and ultimately for issuance levels to pick back up. We elected to sell the position in favor of adding to names with more attractive risk/reward profiles.

Novo Nordisk A/S (NVO) – While we remain attracted to the company's leading GLP1 franchise, we feel the stock has begun to discount many optimistic scenarios. Given this information, we elected to chip our position.

Pioneer Natural Resources Co (PXD) – The company has held preliminary merger discussions with Exxon Mobile (XOM). Though we think a combination makes sense and remain attracted to the standalone outlook, we thought it prudent to take some profits amid recent strength.

Charles Schwab Corp (SCHW) – Though we are disappointed to be moving on after a short holding period, we acknowledge that the investment landscape for financials has changed. As such, we elected to move on and redeploy into higher conviction opportunities.

Top Ten Holdings* - % of Net Assets

as of 06/30/2023

Holding	%
Amazon Inc	4.26
Microsoft Corp	4.16
Adobe Inc	3.97
Meta Platforms Inc	3.68
Markel Corp	3.45
Martin Marietta Materials Inc	3.32
Accenture PLC**	3.09
Danaher Corp	3.02
Mastercard Inc	2.99
Air Products and Chemicals Inc	2.96

**Holdings subject to change without notice. **Foreign Holding. The recent transactions profiled above represent securities purchased and/or sold during the quarter. Current and future portfolio holdings are subject to risk. The securities identified and described do not represent all of the securities purchased, sold or recommended for advisory clients and the reader should not assume that an investment in the named security was or will be profitable*

Davenport Value & Income Fund

DVIPX

The Davenport Value & Income Fund (DVIPX) increased 2.96% in the second quarter, bringing its year-to-date gains to 4.38%. This compares to the Fund's primary benchmark, the Russell 1000 Value® Index, which increased 4.07% in the second quarter and is up 5.12% year-to-date.

The second quarter was similar to the first in that growth dramatically outperformed value (e.g. the growth-oriented NASDAQ +39% year-to-date). Particularly ironic, in May, the top nine contributors to the Russell 1000 Value Index were technology companies. No knock against any of those companies, but many of them don't strike us as "value" stocks. As noted in the mid-year market letter, the combination of slowing but not collapsing economic data, the potential end in sight to the Federal Reserve's interest rate hikes, and the buzz around artificial intelligence (AI) contributed to a move by investors into technology stocks. While the Fund participated somewhat in the move, other areas — such as financials, energy, and health care — lagged.

Performance in the quarter was led by Fairfax Financial Holdings Ltd (FRFHF) and Watsco Inc. (WSO), two names that also led in the first quarter. Both companies delivered better-than-expected earnings reports and reached all-time highs. As such, we chipped both stocks for risk management purposes as they became well above average size positions. Fairfax, which remains our largest position, should continue to benefit from solid underwriting results and higher investment income given its cash-rich portfolio. Watsco, the nation's largest distributor of heating, ventilation, and air conditioning products, likely benefited from June being the hottest month on record. Other names to note were Oracle Corp (ORCL), which benefited from its participation in the artificial intelligence field via its cloud operations, and Berkshire Hathaway Inc. (BRK.B), which was helped via its large holding in Apple. Key detractors in the quarter were Qualcomm Inc. (QCOM), Target Corp (TGT), Crown Castle Inc. (CCI), and United Parcel Service Inc. (UPS). With the exception of Qualcomm, we continue to hold each of these stocks as we believe each has company specific issues that are temporary. UPS could be the most-visible example thereof, insofar as we expect the company and the Teamster's union to eventually agree to a new contract.

We exited five stocks in the second quarter, with a common thread being below-average dividend growth and the opportunity to improve the risk/reward of the Fund. Citigroup Inc. (C) hadn't raised its dividend since 2019, while 3M Co (MMM) and Sysco Corp (SYY) had grown theirs by 1% and 2%, respectively. Fundamental issues at these companies also contributed to our decision to exit. We also sold Qualcomm Inc. (QCOM) and Fidelity National Information Services Inc. (FIS), where we increasingly found ourselves questioning whether these were value traps.

During the quarter, we initiated positions in four stocks: Avery Dennison Corp (AVY), Keurig Dr Pepper Inc. (KDP), Bristol-Myers Squibb Co (BMY), and Chubb Ltd (CB). Label-maker Avery suffered from too much inventory as its customers, which gave us the opportunity to buy a company that increasingly is growing via so-called "smart labels" (which enable real-time tracking and tracing). Avery has raised its dividend annually since 2011 and routinely repurchases shares. As supply chains normalize, Avery should return to solid earnings growth. At the time of our purchase, KDP shares traded at a 10-year low valuation given a slowdown in coffee sales, but 13 insider purchases since February gave us confidence in the long-term story, which includes mid-single-digit growth, strong cash flow, and balanced capital allocation. Meanwhile, the company's larger cold beverage business continues to generate double-digit growth. Drug-maker Bristol-Myers shares trade at a single-digit P/E multiple with a 3.6% dividend yield, reflecting investor concern about patent expirations for two key drugs. We believe that five already-approved products should fill the gap and attract new investors to the story. Lastly, property/casualty insurer Chubb has been around since 1882 and is one of the most profitable underwriters in the industry. Insurance is out of favor at the moment, and Chubb's stock trades near 10x earnings. We believe companies like Chubb should benefit from strong pricing and higher interest rates. All of these new positions are examples of companies with below-average valuations, attractive dividend histories, and businesses that should be relatively immune to the macro environment.

Speaking of attractive dividend growth, several of our holdings deserve special mention. Following a successful Federal Reserve "stress test," Wells Fargo & Co (WFC) announced a 17% dividend increase, which was tops among the large banks. Johnson & Johnson (JNJ) raised its dividend for a 61st consecutive year, while Target Corp (TGT), Lowe's Companies Inc. (LOW) and Medtronic PLC (MDT) increased theirs for the 51st, 49th, and 36th straight years, respectively.

In closing, we continue to like the portfolio of businesses we own and are finding opportunities in some of the market's overlooked areas. While investor attention is currently focused on high growth technology stocks (including CNBC launching its "Magnificent Seven" index mid-way through June), we think it could broaden to eventually include more businesses we own, where share prices have been depressed by fears of a business contraction. In the meantime, DVIPX enjoys a 2.6% dividend yield and above-average dividend growth (nearly 8% year-over-year).

The following chart represents Davenport Value & Income Fund (DVIPX) performance and the performance of the Russell 1000® Value Index, the Fund's primary benchmark, and the S&P 500 Index for the periods ended June 30, 2023.

	Q2 2023	1 Year	3 Years*	5 Years*	10 Years*	Since Inception* 12/31/10
Value & Income Fund (DVIPX)	2.96	3.50	11.18	5.77	7.91	9.43
Russell 1000® Value Index	4.07	11.54	14.30	8.11	9.22	10.03
S&P 500 Index	8.74	19.59	14.60	12.31	12.86	12.83
30-Day SEC Yield: 1.72%; Expense Ratio: 0.87% Current Expense Ratio†: 0.86%						

Past performance is historical and is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Performance data, current to the most recent month end, may be obtained by calling 1-800-281-3217.

*Returns greater than one year are annualized. The **Russell 1000® Value Index** measures the performance of the Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. The **S&P 500 Index** is comprised of 500 U.S. stocks and is an indicator of the performance of the overall U.S. stock market. Standard & Poor's Financial Services LLC, a division of S&P Global, is the source and owner of the registered trademarks related to the S&P 500 Index. An investor cannot invest in an index and its returns are not indicative of the performance of any specific investment.

Davenport Value & Income Fund Quarterly Transactions

DVIPX

Recent Purchases

Avery Dennison Corp (AVY) - AVY is focused on so-called "smart labels". Customers such as UPS are using these smart labels to track and trace parcels, and reduce/eliminate mishandled and misdelivered packages. We see potential for the stock to re-rate as the company reaccelerates growth back toward historic levels over time. Therefore, we chose to purchase a position.

Avery Dennison Corp (AVY) – Following our purchase, we saw more potential for the stock and elected to add to our position.

Brookfield Asset Management Ltd (BAM)** – The business expects to generate more than $2bn in fee related earnings (FRE), which come through at 60% margins and are growing at a clip of 15-20%. Given the balance sheet strength, attractive yield and above average growth, we feel the risk/reward is attractive at current levels and chose to add to our position.

Bristol-Myers Squibb Co (BMY) – BMY ranks among the world's largest pharmaceutical companies, and is a constituent of the S&P 100® and S&P 500® indices. We believe the stock possesses more "time risk" than "valuation risk," taking the view that patience is likely to be rewarded, therefore, we chose to initiate a position.

Bristol-Myers Squibb Co (BMY) – Shares of BMY and defensive stocks in general have been weak amid recent optimism related to the debt ceiling negotiations. As such, we decided to take advantage of the weakness to beef up our position.

Chubb LTD (CB) - We are particularly attracted to the company's underwriting-oriented culture, which prioritizes profitability over growth and has manifested itself in profitability that has exceeded industry peers every year for at least a decade. We think this advantage should be sustainable and initiated a position.

Chevron Corp (CVX) – While near-term comps are difficult, we remain constructive on the medium-term outlook for oil prices and continue to believe CVX is among the highest-quality of the large integrateds, confirming the decision to add to our position.

Keurig Dr. Pepper Inc. (KDP) - Formed in 2018 through the merger of Keurig Green Mountain and Dr. Pepper Snapple, the combined company is a beverage powerhouse. KDP's relatively low leverage and investment grade credit rating provide it with significant financial flexibility, enabling an "all-of-the-above" approach with respect to capital allocation. As such, we initiated a purchase.

Keurig Dr. Pepper Inc. (KDP) - With KDP being on Davenport's Equity Recommended list we continued to build our position.

L3Harris Technologies Inc. (LHX) - In our opinion, LHX continues to post solid results and the book-to-bill remains strong. At <15x forward earnings and a 2.5% dividend yield, we acted on adding to our position.

L3Harris Technologies Inc. (LHX) - LHX's stock had been trading near its yearly low, amid concerns around defense spending, as well as ongoing questions related to parts availability amid supply chain bottlenecks. With shares trading at 14-15x earnings, a roughly 20% discount to the S&P 500® (about 1 standard deviation below their 10-year average), we considered the risk/reward attractive and added to our position a second time this quarter.

United Parcel Service, Inc. (UPS) – While we acknowledge near-term challenges related to ecommerce and consumer spending that are weighing on domestic shipments, we think this is a great management team that is executing a strong operating playbook and pulling all levers under their control to eliminate costs, improve yields and drive productivity. As such we elected to add to our position.

Recent Sales

Citigroup, Inc. (C) - The company has not raised its dividend since 2019 and it seems likely that the Federal Reserve could be stingy with respect to capital return plans in this year's approval cycle. As such, we elected to move on and sell C.

Cannae Holdings, Inc. (CNNE) – Not much has changed with the CNNE story as the discount to its sum-of-the parts remains at ~50%, however the lack of a dividend and current market cap make it less of a fit in the Value & Income Fund. Given trading liquidity, our chip was smaller than typical.

Fidelity National Information Services Inc. (FIS)** - Although we sold our position this quarter, we continue to view the stock as an inexpensive way to participate in the growth of digital banking and digital payments. We see the stock as spring-loaded toward favorable news, with the likelihood for sustained business improvement somewhat further off than we anticipated.

Fairfax Financial Holdings Ltd (FRFHF) – The stock's strong performance drove it to become the Fund's largest holding, exceeding a 5% weight in the Fund. For risk management purposes, we elected to chip into strength.

Gaming & Leisure Properties Inc. (GLPI) – GLPI has held up impressively over the past year, and with shares trading near their highest multiple of FFO (funds from operations) since 2015, we elected to chip into the stock's resilience.

3M Company (MMM) – For full year 2022, organic growth was 1.2%, well below GDP growth, which implies that MMM's categories are growing slower than the global economy, MMM is losing share, or both. Due to this information, we chose to sell our position.

Qualcomm, Inc. (QCOM) – We continue to have a favorable view on the long-term diversification strategy but think it may take a number of years before the market assigns a higher valuation for the company's progress. As such, we elected to use QCOM as a source of funds for new positions.

Sysco Corp. (SYY) - While we think SYY is a best-in-class operator and the industry is relatively attractive, we are disappointed by the anemic/decelerating dividend growth (2% this year vs. 4% last year). As such, we elected to move on.

Watsco Inc. (WSO) - We have great esteem for WSO, a well-run and highly decentralized distributor of HVAC parts throughout the United States. Our chip largely is a function of the stock's spectacular performance, +46% YTD, in a market where most non-technology stocks are flat to down.

Top Ten Holdings* - % of Net Assets

as of 06/30/2023

Holding	%
Fairfax Financial Holdings Ltd**	4.23
Johnson & Johnson	4.19
Berkshire Hathaway Inc	4.18
Comcast Corp	3.36
McDonald's Corp	3.04
United Parcel Service Inc	3.03
Markel Corp	3.02
Lamar Advertising Co	2.97
L3Harris Technologies Inc	2.95
Chevron Corp	2.95

Holdings subject to change without notice. Foreign Holding*

The recent transactions profiled above represent securities purchased and/or sold during the quarter. Current and future portfolio holdings are subject to risk. The securities identified and described do not represent all of the securities purchased, sold or recommended for advisory clients and the reader should not assume that an investment in the named security was or will be profitable

Davenport Equity Opportunities Fund

DEOPX

The Davenport Equity Opportunities Fund (DEOPX) enjoyed a strong quarter, advancing 8.96% relative to the 4.76% gain for the Russell Midcap® Index. Year-to-date the Fund is up 15.19%, nicely outpacing the 9.01% gain for the Index.

Take Two Interactive Software Inc. (TTWO) was the strategy's top contributor for the quarter, advancing ~37%. On its recent conference call, management gave uncharacteristically detailed long-term earnings commentary, also hinting at the launch of the long awaited Grand Theft Auto VI title. Though the stock is up more than 40% on the year, we think significant upside remains as the company delivers on its pipeline and works its way towards $10 per share in earnings power in coming years. DraftKings Inc. (DKNG) was again a top contributor. The stock has more than doubled this year from depressed levels alongside continued growth and progress towards profitability. Elsewhere, the strategy benefitted from solid gains in Martin Marietta Materials Inc. (MLM) and Live Nation Entertainment Inc. (LYV). MLM has been a steady compounder over time and should continue to benefit from the powerful combination of pricing power and a robust volume backdrop alongside infrastructure spend. LYV is a name we were adding to at the end of 2022 amid controversy surrounding the company's Ticketmaster business. Since then, the stock has recovered nicely as regulatory fervor has subsided and results continue to impress.

Dish Network Corp (DISH) was the strategy's top decliner for the period. While the company successfully met the FCC buildout requirement to reach 70% of the US population in June, the stock has been punished given the company's significant capital needs alongside dramatically increasing borrowing costs. DISH has clearly been one of our bigger mistakes, and while the company is running out of options, we believe significant optionality remains in the asset value tied to the company's vast spectrum holdings. Given the stock's negligible weighting in the Fund, we are inclined to hang on to this "option" for the time being. Other notable detractors included Etsy Inc. (ETSY), Mobileye Global Inc. (MBLY), and American Tower Corp (AMT). We added to the latter two positions on weakness. In the case of Mobileye, we elected to add amid weakness surrounding a secondary offering in which top shareholder Intel Corp (INTC) elected to monetize a portion of its position. American Tower has been pressured by numerous factors including currency, higher interest rates and concerns about the viability of DISH's network buildout. The jump in rates has been most impactful as it pushed up the costs of some variable rate debt and generally made REITs less attractive as an income alternative (vs treasuries etc.). Ultimately, we think the stock looks like a deal here with a 3.2% yield and trading at a historically cheap valuation after experiencing its worst 3-year relative performance since 2002/2003.

We added to our position in Enovis Corp (ENOV), a medical technology company formerly known as Colfax Corp (CFX). In April 2022, Colfax separated its welding business (ESAB) and renamed itself Enovis. ENOV has two attractive businesses in a fast growing reconstructive (Recon) business (shoulder, hip, and knee replacements) where Enovis is looking to take share, and a stable prevention & recovery (P&R) business (braces and air-casts) where Enovis is an established leader. The company should grow high-single-digits over the coming years and when coupled with significant margin expansion opportunities, should drive double-digit earnings and cash flow growth. The company's clean balance sheet should allow Enovis to recycle capital into additional M&A, primarily within the faster growing and higher margin reconstructive segment. The stock trades at a significant discount to its closest peers given its higher exposure to the less profitable P&R segment (~2/3 of revenue); however, Enovis has outlined a path for the Recon business to become 40%+ (longer-term 50%+) through continued leadership in the fast growing shoulder market, further forays into the foot & ankle markets, and continuing share gains within hip/knee. As Recon becomes a bigger piece of the story, Enovis should continue to see steady margin improvement towards that of peers, and thus multiple expansion.

In sum, we are pleased with recent results. While we are happy with the start to the year, we are even more proud of the Fund's longer term track record and continue to allocate funds in a way that we believe maximizes the long term risk/reward profile of the strategy.

The following chart represents Davenport Equity Opportunities Fund (DEOPX) performance and the performance of the Russell Midcap® Index, the Fund's primary benchmark, and the S&P 500 Index for the periods ended June 30, 2023.

	Q2 2023	1 Year	3 Years*	5 Years*	10 Years*	Since Inception* 12/31/10
Equity Opportunities Fund (DEOPX)	8.96	21.12	12.47	11.79	10.83	11.88
Russell Midcap® Index	4.76	14.92	12.50	8.46	10.32	10.70
S&P 500 Index	8.74	19.59	14.60	12.31	12.86	12.83
30-Day SEC Yield: 0.27%; Expense Ratio: 0.88% Current Expense Ratio†: 0.87%						

Past performance is historical and is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Performance data, current to the most recent month end, may be obtained by calling 1-800-281-3217.

*Returns greater than one year are annualized. The **Russell Midcap® Index** measures the performance of the 800 smallest companies in the Russell 1000, which represent approximately 25% of the total market capitalization of the Russell 1000®. The **S&P 500 Index** is comprised of 500 U.S. stocks and is an indicator of the performance of the overall U.S. stock market. Standard & Poor's Financial Services LLC, a division of S&P Global, is the source and owner of the registered trademarks related to the S&P 500 Index. An investor cannot invest in an index and its returns are not indicative of the performance of any specific investment.

Davenport Equity Opportunities Fund Quarterly Transactions

DEOPX

DAVENPORT 1863 ASSET MANAGEMENT

Recent Purchases

American Tower Corp (AMT) - AMT has been pressured by numerous factors including exchange rates, higher interest rates and concerns about the viability of DISH's network buildout. We think most of the damage has been done, and should the stock simply hold its current multiple, we expect it to compound alongside cash flow growth. As such we elected to add to our position.

Enovis Corp (ENOV) – In our opinion, ENOV has two attractive businesses in a fast growing reconstructive (Recon) business where ENOV is looking to take share, and a stable prevention & recovery business where ENOV is an established leader. As Recon becomes a bigger piece of the story, we think ENOV should continue to see steady margin improvement towards that of peers, and thus multiple expansion. We thought this was an attractive opportunity to add to our position.

Enovis Corp (ENOV) – Shares of ENOV are unchanged since we added to our position earlier in the quarter. As such, we elected to add to the name and make it a more meaningful position.

Enovis Corp (ENOV) – Similar to our recent additions, we elected to use the recent weakness to add again and continue to build a more meaningful position.

Mobileye Global Inc. (MBLY) – The core advanced driver assistance (ADAS) business continues to perform well and guidance revision was entirely driven by volatility in the rollout of the new SuperVision (SV) platform. We expect SV to be a key growth driver over the next few years while establishing the foundation of MBLY's future in fully autonomous vehicles. As such we elected to add to our position.

Mobileye Global Inc. (MBLY) – Shares of MBLY have pulled back from recent highs alongside a secondary offering in which controlling shareholder Intel (INTC) elected to monetize a portion of their position. Following an earlier add this quarter, we elected to use this as an opportunity to add exposure to a market leader with a large, open-ended growth opportunity.

Pool Corp (POOL) – POOL has been range-bound of late as investors struggle with tough comps, challenging weather conditions and a pause in earnings growth in 2023. We are willing to risk being a little bit early given our opinion that the company has strong cash generation, high recurring revenue mix, a strong balance sheet and attractive long-term growth prospects, leading us to the decision of adding to our position.

Recent Sales

DraftKings Inc. (DKNG) - DKNG is up nearly 90% year to date, having tacked on another 20%+ since we last trimmed the position in February. Recent reports from competitors indicate the industry remains very healthy and promotional activity continues to decline as states mature. We continue to think the company will be a long-term winner in the sports, but elected to take some profits given the recent run.

O'Reilly Automotive Inc. (ORLY) – We think ORLY has distinct competitive advantages (namely its parts distribution network and superior fulfillment capabilities) and demand drivers (average age of car on the road at record highs) that will enable ongoing market share gains and double-digit earnings growth. We also appreciate the relatively defensive nature of the business model. Earnings have consistently grown through broader economic weakness given the nondiscretionary nature of auto repair. On top of all this, we think the company will continue to aggressively repurchase shares. Due to this, we decided to chip our position.

O'Reilly Automotive Inc. (ORLY) – The stock is little changed since we last trimmed the position; however, shares remain near all-time highs despite soft results from competitors. While we elected to take some profits, ORLY will remain one of our top 5 positions.

Top Ten Holdings* - % of Net Assets

as of 06/30/2023

Holding	%
Fairfax Financial Holdings Ltd**	6.64
Markel Corp	6.20
Take-Two Interactive Software Inc	5.89
Xylem Inc	4.96
O'Reilly Automotive Inc	4.95
Martin Marietta Materials Inc	4.60
Live Nation Entertainment Inc	4.53
Brookfield Corp**	4.36
Alight Inc	4.00
American Tower Corp	3.90

Holdings subject to change without notice. Foreign Holding*

The recent transactions profiled above represent securities purchased and/or sold during the quarter. Current and future portfolio holdings are subject to risk. The securities identified and described do not represent all of the securities purchased, sold or recommended for advisory clients and the reader should not assume that an investment in the named security was or will be profitable

Davenport Small Cap Focus Fund

DSCPX

The Davenport Small Cap Focus Fund (DSCPX) advanced 4.93% in the second quarter, slightly lagging the 5.21% gain for the Russell 2000® Index. On a year-to-date basis the Fund's 12.55% gain continues to nicely outpace the Russell 2000's 8.09% result.

DraftKings Inc. (DKNG) was once again the Fund's top performer, with the company's 37% quarterly advance resulting in a 133% return for the year. We continued to trim the position into strength, but still believe upside remains as it is still early days in the company's growth and profitability journey. Other key contributors included Kinsale Capital Group Inc. (KNSL), Enovis Corp (ENOV) and NewMarket Corp (NEU). Avid Technology Inc. (AVID), a leading music and video editing software company, was the strategy's top detractor as the shares weakened alongside disappointing Q1 results. Though the near term outlook is a bit murky due to headwinds from supply chain disruptions and the ongoing writer's strike, the company still seems poised for meaningful revenue and cash flow growth. Other top detractors for the period included, Perrigo Company Plc (PRGO), Peyto Exploration & Development Corp (PEYUF) and Monarch Casino & Resort Inc. (MCRI). While the next couple quarters could be challenging for MCRI given tougher comparisons, we remain comfortable with it as our top position given its pristine balance sheet, undemanding valuation and shareholder friendly capital allocation policies.

During the quarter, we initiated a position in Winchester, VA-based Trex Company Inc. (TREX). Trex is the leader in composite decking with ~50% market share and is a name we have long followed, but never owned given a traditionally rich valuation. Demand boomed during the pandemic as consumers invested in their homes and the industry could not keep up with demand. As demand slowed post-pandemic, the industry was stuck with too much inventory and TREX shares declined precipitously. We used the decline as an opportunity to initiate a position in a high-quality compounder. We believe outdoor living is a secular growth theme and composite decking is traditionally the #1 investment in the area. Composite decking today represents ~25% of total decking sales and has been taking share from wood consistently over the past two decades. To put it in context, we think there is runway for composites to have 50%+ share over time, and assuming Trex kept its market share, would double the size of the company. With a clean balance sheet and below-historical valuation, we find the shares attractive.

We also initiated a position in HealthEquity Inc. (HQY) during the quarter. HealthEquity is the leader in the Health Savings Account (HSA) industry with dominant share in HSA accounts and assets. Increasing consumer responsibility for health care costs should drive continued adoption of HSA eligible High Deductible Health Plans. As such, we see a long runway for HSA adoption as they provide tax advantaged savings for consumers and reduce insurance costs for employers. Given that only 26% of private health insurance plans offer HSA's today, industry assets are expected to grow 10% annually through 2030. HQY doubled the industry growth rate in the past five years and appears well positioned to outgrow the industry going forward. Additionally, HQY is a beneficiary of higher interest rates (the company sweeps cash balances into higher yielding instruments) and increased medical spending, with both factors helping to support high-teens revenue growth and EBITDA margin expansion in coming years. More recently, the company's label as a rate-hike beneficiary has caused the shares to weaken as we near the end of the Federal Reserve's tightening cycle. We believe this has presented an opportunity in an industry leader with attractive growth prospects at a steep discount to historical averages.

In closing, we are pleased with the start to the year and excited to have introduced a few new quality growth names to the strategy. While we have continued to put cash to work opportunistically, we have ample flexibility for new ideas via a cash balance of roughly 7%.

Top Ten Holdings[1] - % of Net Assets

as of 06/30/2023

Holding	%
Monarch Casino & Resort Inc	6.30
NewMarket Corp	5.85
Alight Inc	5.13
Verra Mobility Corp	4.89
J & J Snack Foods Corp	4.58
Enovis Corp	4.56
Kinsale Capital Group Inc	4.38
Janus International Group Inc	4.10
Liberty Latin America Ltd	4.01
Stewart Information Services Corp	4.00

This chart represents Davenport Small Cap Focus Fund (DSCPX) performance and the performance of the Russell 2000® Index, the Small Cap Focus Fund's primary benchmark, for the periods ended June 30, 2023.

	Q2 2023	1 Year	3 Year*	5 Year*	Since Inception* 12/31/14
Small Cap Focus Fund (DSCPX)	4.93	19.02	14.36	11.09	10.79
Russell 2000® Index	5.21	12.31	10.82	4.21	6.87
30-Day SEC Yield: 0.73%; Expense Ratio: 0.89% Current Expense Ratio†: 0.89%					

Past performance is historical and is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Performance data, current to the most recent month end, may be obtained by calling 1-800-281-3217.

[1]*Holdings subject to change without notice. Current and future portfolio holdings are subject to risk.* *Returns greater than one year are annualized. The **Russell 2000® Index** measures the performance of the 2,000 smallest companies in the Russell 3000® index, representing approximately 8% of the total market capitalization of the Russell 3000. An investor cannot invest in an index and its returns are not indicative of the performance of any specific investment.

Davenport Balanced Income Fund

DBALX

The Davenport Balanced Income Fund (DBALX) increased 1.73% during the second quarter of 2023 compared to the 2.17% increase for the blended 60% Russell 1000 Value® Index and 40% Bloomberg Barclays Intermediate Government/Credit® Index. Year-to-date, the Fund is up 3.45% compared to the 3.76% increase for the blended benchmark.

After a strong start to the year, equities continued to grind higher in the second quarter despite lingering recessionary concerns and additional monetary policy tightening. Large cap growth stocks were once again the biggest gainers, with the Russell 1000® Growth Index outperforming the Value Index by almost 8 percentage points during the quarter and extending its relative outperformance to nearly 24 percentage points for the year. Despite the Fund's value bias, we are pleased with our equity performance. The biggest contributor to the Fund's Q2 equity performance was HVAC distributor Watsco Inc. (WSO), which delivered a better-than-expected earnings report and has since reached all-time highs and we elected to reduce the position on strength. Other top contributors were Fairfax Financial Holdings Ltd (FRFHF) and Oracle Corp (ORCL). Qualcomm Inc. (QCOM) was our biggest detractor during the quarter, which continues to struggle amidst an inventory correction within the global handset market, and we elected to sell our position during the quarter as the path for a potential recovery remains uncertain. Other detractors included Target Corp (TGT) and Crown Castle Inc. (CCI).

During the quarter we established new positions in Avery Dennison Corp (AVY) and Chubb Ltd (CB). Avery is a global leader in everything label-related, from shampoo bottle labels to vaccine vial labels. The pandemic and associated supply chain issues led to many of Avery's customers sitting on excess inventory, which is taking time to work down. During this time, these customers are also ordering less which meant Avery had fewer products on which to affix its labels and thus company guided to below average growth in 2023. We believe this gave us a good entry point in a stock that has raised its dividend annually since 2011 and routinely repurchases shares. As supply chains normalize, Avery should return to solid earnings growth and the stock should re-rate higher. Chubb is one of the largest property and casualty insurers in the world and ranks #1 in in US commercial lines, consumer high net worth, and crop insurance. Chubb is also one of the most profitable underwriters in the industry. Chubb, like many financials/insurers, has been out of favor recently which we felt offered an opportunity to purchase a position with an enticing risk/reward profile at an attractive valuation.

The Fund's fixed income allocation consists of 29 high quality bonds diversified across nine sectors with the top allocations including U.S. Treasuries at 28.85%, Financials at 13.74%, Communications at 10.28%, Consumer Non-Cyclical 9.79%, and Energy at 9.51%. The credit quality of the fixed portion remains high investment grade, A1/A/A+, with an effective maturity of 3.72 years, yield to worst of 5.37%, and a duration of 3.05 years, up from 2.17 years at the end of the 2022.

Our allocation to floating rate notes within the fixed income portion of the Fund has finally run its course, down from 11.64% in Q4 2022, as the end of the Federal Reserve's hiking cycle should abate in the short term. Having been a positive attributer over the last two hiking cycles, we feel that there is more downside risk than upside in the midterm. This quarter, we sold our last floating rate position and used the funds to enter higher coupon fixed credits.

The Federal Reserve continued tightening monetary policy during the second quarter of 2023 to a range of 5-5.25%, as economic (inflation/employment) data points remain above targeted levels. Taking its foot slightly off the pedal, the Federal Open Market Committee constructed a "hawkish" pause in June, allowing their previous efforts in taming inflation to flow through the system. Still remaining data dependent, the Fed seems to have conditioned the market that one or two more hikes are in the future. This being said, the fixed income market has repriced somewhat more, providing our team the opportunity to take advantage of newly issued higher coupon bonds trading around par. We continue our efforts to exit positions with lower vintage coupons, while using proceeds to initiate higher coupon positions. During Q2 we sold seven corporate bonds with coupons lower than 2.2% and had the ability to purchase eight new corporate bonds with coupons above 3.6% (E.G. META 4.95 '33, Royal Bank of Canada 5 '33, Merck 4.5 '33, Blackrock 4.75 '33). One position include a Virginia Taxable Municipal bond (Richmond VA TXBL 4.8 3/2033) which is Fed Taxable and State Tax-exempt. As the Federal Reserve becomes closer to pausing on rate hikes, we feel that interest rates will eventually come down. We have begun to extend our duration to be in position when rates catch a bid. Adding longer dated corporate bonds has increase our duration exposure. At the same time, we have taken advantage of higher short-term rates, bar-belling duration with some short treasuries and short corporates (Marriott 3.6 '24). For now, we still feel comfortable picking up high income with low interest rate risk, which the market is providing. These strategies should position the Fund as a relatively low volatility, income-producing option for our clients.

In closing, while investors have been focused on high growth stocks, we are continuing to find opportunities in some of the overlooked areas of the market. We think eventually investor attention will shift and our collection of high quality dividend payers/growers should provide solid returns for the equity portion of the fund. Additionally, our defensive fixed income positioning should continue to provide current income and a volatility buffer in the near-term.

Top Ten Equity Holdings[1] - % of Net Assets

as of 06/30/2023

Holding	%
Fairfax Financial Hldng Ltd[2]	2.30
Berkshire Hathaway Inc	2.06
Johnson & Johnson	2.04
Perrigo Company PLC	1.79
Comcast Corp	1.65
United Parcel Service Inc	1.62
L3Harris Technologies Inc	1.60
Chevron Corp	1.58
Watsco Inc	1.51
McDonalds Corp	1.49

The following chart represents Davenport Balanced Income Fund (DBALX) performance and performance of the Fund's primary benchmark, the blended 60% Russell 1000® Value and 40% Bloomberg Intermediate Government/Credit® Index for the period ended June 30, 2023.

	Q2 2023	1 Year	3 Year*	5 Year*	Since Inception* 12/31/15
Balanced Income Fund (DBALX)	1.73	2.14	6.59	4.27	5.05
60% Russell 1000® Value/40% Bloomberg Index	2.17	7.09	7.62	5.75	6.29
30-Day SEC Yield: 2.92%; Expense Ratio: 0.93% Current Expense Ratio†: 0.92%					

Past performance is historical and is no guarantee of future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Performance data, current to the most recent month end, may be obtained by calling 1-800-281-3217.

[1]Holdings subject to change without notice. Current and future portfolio holdings are subject to risk. [2]Foreign Holding. *Returns greater than one year are annualized. The blended **60% Russell 1000 Value/40% Bloomberg Intermediate Government/Credit Index** is included as an additional comparative index because it is representative of a balanced portfolio consisting of 60% equity and 40% fixed income securities. Equities are represented by the **Russell 1000® Value Index**, and fixed income is represented by the **Bloomberg Intermediate Government/Credit Index**. The **Russell 1000® Value Index** measures the performance of the Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. The **Bloomberg Intermediate Government/Credit Index** measures the non-securitized component of the U.S. Aggregate Index. It includes investment grade, U.S. dollar-denominated, fixed-rate Treasuries, government-related and corporate securities. Intermediate maturity bonds include bonds with maturities of 1 to 9.999 years. An investor cannot invest in an index and its returns are not indicative of the performance of any specific investment. **Source:** Bloomberg Index Services Limited.

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†The Current Expense Ratio is the expense ratio as a percentage of the Fund's average daily net assets as of the date listed above. The Current Expense Ratio may fluctuate based upon a number of factors, including changes in the Fund's net assets.

Risk disclosures:

DAVPX - The fund may not achieve its objective and/or you could lose money on your investment in the fund. Stock markets and investments in individual stocks are volatile and can decline significantly in response to market, foreign securities, small company, exchange traded fund, investment style and management risks.

DVIPX - The fund may not achieve its objective and/or you could lose money on your investment in the fund. Stock markets and investments in individual stocks are volatile and can decline significantly in response to market, foreign securities, small company, exchange traded fund, investment style and management risks. There is no guarantee that a company will continue to pay a dividend.

DEOPX - The fund may not achieve its objective and/or you could lose money on your investment in the fund. Stock markets and investments in individual stocks are volatile and can decline significantly in response to market, foreign securities, small company, exchange traded fund, investment style and management risks. Small and mid cap company stocks may be more volatile than stocks of larger, more established companies.

DSCPX - The fund may not achieve its objective and/ or you could lose money on your investment in the fund. Stock markets and investments in individual stocks are volatile and can decline significantly in response to market, foreign securities, small company, exchange traded fund, investment style and management risks. Small and mid cap company stocks may be more volatile than stocks of larger, more established companies.

DBALX - Investments in debt instruments may decline in value as the result of declines in the credit quality of the issuer, borrower, counterparty, or other entity responsible for payment, underlying collateral, or changes in economic, political, issuer-specific, or other conditions. Certain types of debt instruments can be more sensitive to these factors and therefore more volatile. In addition, debt instruments entail interest rate risk (as interest rates rise, prices usually fall), therefore the Fund's share price may decline during rising rates. Funds that consist of debt instruments with longer durations are generally more sensitive to a rise in interest rates than those with shorter durations. Investments in below investment grade quality debt instruments can be more volatile and have greater risk of default, or already be in default, than higher-quality debt instruments. Investments in municipal instruments can be volatile and significantly affected.

Please see the prospectus for further information on these and other risk considerations.

Performance shown is historical and is no guarantee of future results. Investing in securities carries risk including the possible loss of principal. Performance is shown net of fees.

Index Definitions: U.S. Large Caps represented by the **S&P 500 Total Return Index**. U.S. Mid Caps represented by the **Russell Midcap Index**. U.S. Small Caps represented by the **Russell 2000 Index**. International Developed Markets represented by the **MSCI EAFE Index**. Emerging Markets represented by the **MSCI EM Index**. Intermediate Term Bonds represented by the **Bloomberg Intermediate Government/Credit Index**.

The **S&P 500 Index** is comprised of 500 U.S. stocks and is an indicator of the performance of the overall U.S. stock market. Standard & Poor's Financial Services LLC, a division of S&P Global, is the source and owner of the registered trademarks related to the S&P 500 Index. The **Russell 2000® Index** measures the performance of the 2,000 smallest companies in the Russell 3,000 index, representing approximately 8% of the total market capitalization of the Russell 3000. The **Russell 1000® Growth Index** measures the performance of the Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values. The **Russell 1000® Value Index** measures the performance of the Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. The **Russell Midcap® Index** measures the performance of the 800 smallest companies in the Russell 1000, which represent approximately 25% of the total market capitalization of the Russell 1000. The Russell 2000® Index and Russell Midcap® Index are trademark/service marks of the Frank Russell Co. London Stock Exchange Group PLC and its group undertakings (collectively, the "LSE Group"). © LSE Group 2023. FTSE Russell is a trading name of certain LSE Group companies. "Russell®" is a trade mark of the relevant LSE Group companies and is used by any other LSE Group company under license. All rights in the FTSE Russell indexes or data vest in relevant LSE Group company which owns the index or the data. Neither LSE Group nor its licensors accept any liability for any errors or omissions in the indexes or data and no party may rely on any indexes or data contained in this communication. No further distribution of data from LSE Group is permitted without the relevant LSE Group company's express written consent. The LSE Group does not promote/sponsor/endorse the content of this communication. The **MSCI Europe, Australia and Far East (MSCI EAFE) Index** is an unmanaged index composed of the stocks of approximately 1,000 companies traded on 20 stock exchanges from around the world, excluding the U.S., Canada, and Latin America. The **MSCI Emerging Markets (MSCI EM) Index** is a capitalization-weighted index of stocks from 26 emerging markets that only includes issues that may be traded by foreign investors. The reported returns reflect equities priced in US dollars and do not include the effects of reinvested dividends. The **Bloomberg Intermediate Government/Credit Index** is an unmanaged index composed of debt securities with maturities from one to ten years issued or guaranteed by the U.S. Treasury, U.S. Government agencies, quasi-federal corporations and fixed rate dollar denominated SEC-registered corporate debt that are rated investment grade or higher by Moody's Investors Service and Standard and Poor's Corporation or Fitch Investor's Service, in that order. **The Bloomberg Capital US FRN < 5 Years Index** is a subset of the US Floating-Rate Note (FRN) Index, which measures the performance of USD denominated, investment-grade, floating-rate notes across corporate and government-related sectors. This index has a maximum maturity of 4.9999 years and is not part of the US Aggregate Index, which is a fixed coupon index. The **Lipper Large Cap Value Index** measures an unmanaged, equally weighted performance index of the 30 largest qualifying mutual funds (based on net assets). The **Nasdaq Composite Index** is a market capitalization-weighted index of more than 3,700 stocks listed on the Nasdaq stock exchange. The **Nasdaq-100** is a stock market index made up of 101 equity securities issued by 100 of the largest non-financial companies listed on the Nasdaq stock exchange. **An investor cannot invest in these indices and their returns are not indicative of the performance of any specific investment**.