

Stocks seemed to run out of gas in the third quarter. The S&P 500® Index and Russell 2000® Index lost 3.27% and 5.13%, respectively. Most of the losses were concentrated in September, which historically is the worst month of the year for stocks. It wasn't surprising to see equity markets stall a bit, especially after a surprising first half rally. Even large cap technology stalwarts cooled off as the artificial intelligence (AI) craze seemed to fade. Year-to-date, the S&P and Russell finished the period up 13.07% and 2.54%, respectively.

We think there are a few reasons most stocks have recently lost ground. For starters, we've begun to see some signs of consumer stress. Consumers comprise about two-thirds of all economic activity. Recent commentary from numerous retailers suggests consumer spending is a little softer. Goldman Sachs recently noted that credit card losses are rising at their fastest pace since the 2008 financial crisis. This clearly indicates the average consumer's ability to spend and take on extra debt may be more restrained. The pandemic bounce back appears to have run its course, the government moratorium on student loan payments has ended, and inflation still lurks with the cost of everything from olive oil to car insurance moving higher. Of note, CNBC recently highlighted a recent Fed study showing that 80% of Americans have less cash on hand than they did at the start of the pandemic. The positive offset is that unemployment remains very low and the consumer still appears quite healthy in absolute terms.

The next issue is the Federal Reserve. Inflation has receded from the extremes of last year, but remains stubbornly high. Major inputs such as oil prices and wages are pushing higher. With inflation still high and economic growth still decent, the Fed sees no need to back away from tighter monetary policy and has embraced a "higher for longer" approach to interest rates. At its September meeting, the Fed held its benchmark interest rate at 5.25%-5.5%, which is the highest level in 22 years. Policymakers also indicated one more rate hike would be coming before year-end and talked down the likelihood of rate cuts next year. Another increase would make a total of 12 rate hikes since policy tightening began in early 2022 and would be the fastest pace of tightening on record. Higher rates can have a dampening effect on borrowing, economic activity and asset values. They also increase the allure of bonds and other fixed income instruments, thereby creating stiffer competition for stocks.

Having described a somewhat cautionary narrative, we also note a large swath of stocks are already trading well off their highs and look attractive. Indeed, the performance of the S&P 500, which year-to-date has largely been driven by a handful of stocks, does not reflect the performance of the average stock. Interestingly, the equal-weighted S&P 500 index, which adjusts for the outsized contribution of the large tech companies that have led the market, is now up only 1.9% year-to-date. Many names have actually been hitting new 52-week lows. For the trading week that ended September 22, 120 stocks on the New York Stock Exchange hit new 52-week highs while 303 hit new lows, while NASDAQ had 161 new highs compared to 750 new lows. Not surprisingly, shares of income-oriented stocks (e.g. REITs and utilities) that are especially sensitive to higher interest rates have been particularly vulnerable. The same goes for shares of businesses that are more economically sensitive or consumer exposed. This tells us equity markets partially reflect the aforementioned interest rate and consumer headwinds.

We recognize the headwinds facing markets, but have continued to find a number of deals for our strategies. In many of these cases, recent price pullbacks have created alluring risk/reward profiles. With the S&P trading at 18x forward earnings estimates, we wouldn't classify the overall market as being a great deal in the context of the current interest rate environment. This is especially true if higher wages and financing costs eat into those earnings estimates. However, we think we can earn reasonable returns by identifying solid franchises trading for valuations that already discount some duress (the equal-weighted S&P trades closer to 14x earnings). We also note that, while "higher for longer" is the mantra du jour, the worst of Fed tightening may be behind us. Fresh signs of "peak Fed" could once again breathe life into stocks. Finally, we note sentiment indicators currently sound a bearish tone. The CNN "Fear & Greed Index" currently stands at 25 out of 100, putting it in the "fear" zone. As we've seen before, widespread negativity can sometimes reverse and lead to market gains. Please refer to our Fund letters for some individual ideas and we look forward to reporting back to you at year end.

Market Returns	Q3 2023	YTD
U.S. Large Caps	-3.27	13.07
U.S. Mid Caps	-4.68	3.91
U.S. Small Caps	-5.13	2.54
International Developed Markets	-4.11	7.08
Emerging Markets	-2.93	1.82
Intermediate Term Bonds	-0.83	0.65

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

Davenport Core Leaders Fund

DAVPX



The Davenport Core Leaders Fund (DAVPX) declined 1.23% during the third quarter, faring better than the 3.27% decline for the S&P 500® Index. For the year, the Fund is up 13.17%, modestly outpacing the 13.07% gain for the S&P 500. We are pleased to have made up significant ground relative to the index. More importantly, we remain confident in the Fund's long-term positioning.

As the technology sector's outperformance reversed course during the third quarter, our strategy benefitted from stock selection within the group. Positions in Intuit Inc. (INTU), Alphabet Inc. (GOOG/L), Adobe Inc. (ADBE) and Meta Platforms Inc. (META) all managed to add to year-to-date gains. In addition, underweight stances in large index constituents such as Apple Inc. (AAPL) and Microsoft Corp (MSFT) aided relative results. We added to our position in Microsoft amid weakness, though we remain comfortable with an underweight stance in Apple. Other top contributors included energy names such as EOG Resources Inc. (EOG) and Pioneer Natural Resources Co (PXD). We exited the latter position amid recent strength in order to re-allocate the funds to better risk/reward opportunities. In addition to Microsoft, two such opportunities included Brookfield Corp (BN) and Abbott Laboratories (ABT), which were top detractors for the period alongside Martin Marietta Materials Inc. (MLM) and American Tower Corp (AMT).

We initiated a position in dominant semiconductor manufacturer NVIDIA Corp (NVDA) during the quarter. NVIDIA has been a standout performer this year on the back of a transformational shift in data center spend towards accelerated compute technologies and generative AI adoption. NVIDIA's fundamentals have inflected as the company leverages its leading GPU technology (Graphics Processing Unit) that is key to enabling these new trends. While NVDA is up considerably this year, we note that out year consensus earnings estimates have been revised higher by more than threefold, and the valuation appears more compelling compared to just a few months ago. The company recently delivered an impressive beat and raise earnings report with guidance exceeding the most bullish

estimates on the street. However, the stock weakened following the release. While we acknowledge being late to the game with NVIDIA, we believe the muted stock response to an otherwise encouraging quarter created a narrow window of opportunity to initiate a position. The purchase is consistent with our bullish view on the secular growth in artificial intelligence and accelerated computing infrastructure and helps to round out our exposure to the theme. We believe NVIDIA is a durable growth story with a wide moat, great balance sheet, strong cash generation, visionary management team and one of the highest quality pick and shovel plays in the semiconductor space.

While maintaining the stated mandate of "owning a collection of the world's most established, dominant and durable franchises", the Fund has leaned a bit more into growth over the past year, resulting in meaningful exposure to powerful themes such as Artificial Intelligence, Cybersecurity, Clean Energy Transition, and Cell & Gene Therapy. As a result, the Fund has benefited from the outperformance of several holdings we emphasized when they were out of favor last year such as Amazon.com (AMZN), Adobe Inc. (ADBE), Meta Platforms Inc. (META), and Intuit Inc. (INTU). While we still think there is room to run in many of these larger holdings, we have been planting seeds for the future with new ideas such as NVIDIA Corp (NVDA), Vertex Pharmaceuticals Inc. (VRTX), Palo Alto Networks Inc. (PANW) and Advanced Micro Devices, Inc. (AMD) and adding to names where we have high long-term conviction that have lagged in the short-term such as Danaher Corp (DHR), Brookfield Corp (BN), Walt Disney Co (DIS), and Abbott Laboratories (ABT).

In sum, we are pleased with recent performance, yet remain committed to the continuous process of optimizing the risk/reward profile of the strategy as a whole. As a result, we feel the strategy offers timeliness, quality and significant long-term growth potential.

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 September 30, 2023

	Q3 2023	1 Year	3 Years*	5 Years*	10 Years*	Since Inception* 1/15/98
Core Leaders Fund (DAVPX)	-1.23	22.16	7.25	7.86	9.62	7.24
S&P 500 Index	-3.27	21.62	10.15	9.92	11.91	8.02

30-Day SEC Yield: 0.23%; Expense Ratio: 0.87% 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

Abbott Laboratories (ABT) – ABT’s momentum presents an attractive setup going into year-end. Considering ABT’s opportunity for further growth and stock pullback, we thought it was an opportune time to add to the position.

Advanced Micro Devices Inc (AMD) – With a broadening suite of products, we believe AMD will align with our bullish thematic view around generative AI and secular growth in data center spend so we elected to initiate a purchase.

Aon Plc (AON) – AON has been a steady value creator over the years and has outperformed the S&P over most time periods. We note the AON has returned significant capital to shareholders via buybacks and plans to remain active near-term. As such, we elected to add to our position.

Brookfield Corporation (BN)** – While many of the BN’s assets face challenges, the majority of the real estate portfolio is extremely high quality. We believed investors were overlooking the massive amounts of cash flow this business was generating so we added to our position.

Brookfield Corporation (BN)** – Despite a well-received earnings update, the shares are modestly lower from our last add in July. We decided to increase exposure to a proven capital allocator generating strong free cash flow while also trading at a wide discount to its net asset value.

Danaher Corporation (DHR) – With the stock having only modestly rebounded from 2023 lows, we think it is an opportune time to add to the position recognizing that the company may still face several more challenging quarters.

Microsoft Corp (MSFT) – MSFT has pulled back in recent weeks alongside broader weakness in the technology sector, and valuation has become more compelling for this high-quality compounder. We elected to take advantage of recent weakness in the stock and added to the position.

NVIDIA Corp (NVDA) – We initiated a position in NVDA and believe the purchase is consistent with our bullish view on the secular growth in artificial intelligence and accelerated computing infrastructure and helps round out our theme.

NVIDIA Corp (NVDA) – Since our initial purchase, shares of NVDA have pulled back from recent highs, however, our conviction in NVDA’s long-term growth potential is unchanged and we elected to increase our position size.

Palo Alto Networks Inc. (PANW) – We find PANW’s potential to benefit from secular growth opportunities appealing. Given our views around growth potential, we initiated a position.

UnitedHealth Group Inc (UNH) – We feel recent weakness is overdone, resulting in an attractive buying opportunity in a secular grower at a discounted valuation.

Walt Disney Company (DIS) – DIS announced significant cost-cutting efforts. Although challenges remain, we found DIS’s current valuation was compelling and elected to add.

Recent Sales

Brookfield Asset Management (BAM)** – As a reminder, at the end of 2022, Brookfield spun 25% of its asset management entity (BAM) to shareholders, creating two separate entities: BAM and Brookfield Corporation (BN). We elected to sell our position and added more exposure to emphasize BN, which we believe offers the best risk/reward at the moment.

Constellation Brands Inc (STZ) – While we remain attracted to STZ and think the company will benefit from sounder capital allocation given activist involvement, we felt we could put the funds to work into more timely situations and sold our position.

Johnson & Johnson (JNJ) – Although we are pleased and consider JNJ a defensive stalwart, we thought relative opportunities in other companies warranted a reallocation of funds and sold our position.

Markel Group Inc (MKL) – Although we chipped MKL, we remain confident in their ability to return to double-digit book value growth alongside improved underwriting results, solid MKL Ventures cash flows and attractive investment returns.

Pioneer Natural Resources Co. (PXD) – PXD has caught a recent bid alongside the rest of the energy sector. While we are attracted to the company’s quality asset base and capital return policy, we elected to take advantage of recent strength and chipped our position.

Pioneer Natural Resources Co. (PXD) – We elected to chip again to take advantage of recent strength and redeploy funds.

Pioneer Natural Resources Co. (PXD) – While we appreciate the PXD’s high-quality asset base and cash return policy, we felt the funds could be used in more timely ideas that offer better long-term growth prospects and ultimately elected to sell.

TJX Companies Inc. (TJX) – TJX has recently benefited from consistent results and the anticipation of a consumer tradedown phenomenon during the back-to school shopping season. Though we think results will be deserving of the stock’s premium multiple, we elected to take some profits and reduce the position size modestly.

Top Ten Holdings* - % of Net Assets

as of 09/30/2023

Microsoft Corp	4.52
Adobe Inc	4.13
Amazon Inc	4.12
Meta Platforms Inc	3.84
Danaher Corp	3.62
Brookfield Corp**	3.26
Markel Corp	3.11
Accenture PLC**	3.05
Walt Disney Company	3.01
Mastercard Inc	3.00

*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

The Davenport Value & Income Fund (DVIPX) declined 3.44% in the third quarter, bringing its year-to-date return to positive 0.78%. This compares to the Fund's primary benchmark, the Russell 1000 Value® Index, which declined -3.17% in the third quarter and is up 1.79% year-to-date. Ongoing interest rate increases and a Federal Reserve espousing a "higher for longer" mantra weighed on risk assets, as 5%+ "risk-free" rates available in short-term Treasury bills are competing for investors' capital.

For the second straight quarter, the Fund's performance was led by Fairfax Financial Holdings Ltd (FRFHF). Insurers such as Fairfax are benefiting from higher interest rates as they reinvest lower-yielding maturing securities from their investment portfolios. That, along with continued robust increases for insurance policies (driven by prior year natural disasters), have enabled insurers to produce impressive growth rates. Fellow insurers Markel Corp (MKL), Chubb Ltd (CB), and Berkshire Hathaway Inc. (BRK.B) also were among the Fund's top 10 contributors for the quarter. Beyond insurance, our two Energy holdings, Chevron Corp (CVX) and Coterra Energy Inc. (CTRA) benefited from the rise in underlying commodity prices. Crude oil jumped 30% for the quarter, amid continued OPEC production discipline, while natural gas prices lifted almost 9%. Among the Fund's worst performers for the quarter, we see little commonality: Florida utility NextEra Energy Inc. (NEE) was worst (Utilities in general performed poorly, as competing yields from Treasury securities pressured valuations), followed by Lamar Advertising Co (LAMR), which cited decelerating advertising demand. United Parcel Service Inc. (UPS) also declined as its settlement with the Teamsters union creates certainty around its labor situation for the next five years, albeit with some incremental costs to absorb in 2024. McDonald's Corp (MCD) fundamental performance remains strong even though its stock price flagged during the quarter. Other detractors included Diageo Plc (DEO) and defense contractor L3Harris Technologies Inc. (LHX).

Our transactions during the quarter were relatively few, but we believe consistent with Value & Income's mandate of seeking stocks with depressed valuations and solid dividend income. On the purchase side of the ledger, we added aerospace and defense conglomerate RTX Corp (RTX), formerly Raytheon, as well as Walt Disney Co (DIS) and Anheuser-Busch InBev SA/NV (BUD). RTX shares got put in the "clearance" aisle, after the company announced that a component in its geared turbofan engine may be failing prematurely, requiring earlier-than-expected replacement. Since announcing this issue, the stock has lost about \$30 billion of market value, implying a fairly significant "margin of safety" vs. the estimated \$3 billion cost. Meanwhile, the company is in the midst of a \$33-35 billion return of capital program through 2025, with share buybacks driving the share count -1.4% year-over-year, while RTX's dividend is 7% higher than a year ago. Disney needs little introduction, and is working to recover from several media-related snafus, including a carriage dispute with

Charter Communications, a recent settlement with the screenwriters' guild, and a pending resolution of its partial ownership of streaming service Hulu that should bring finality to that overhang. CEO Bob Iger has indicated the company intends to restore its dividend later this year. Meanwhile, shares trade at their lowest level since 2014, even as Disney has good line-of-sight to substantial earnings growth in 2024 and beyond from a multi-billion dollar profitability improvement in its streaming businesses (Disney+, e.g.).

Global brewer Anheuser-Busch has been performing well outside the United States, and now faces easy comparisons within the US as it seeks to claw back market share that Bud Light surrendered from a marketing faux pas earlier this year. The company operates globally and possesses many key brands (Michelob, Stella Artois, Kona, Landshark, ShockTop), so the impact of a single brand in a single country is relatively modest. To that point, in spite of Bud Light's well-documented US woes, Anheuser reported total company growth of 7% year-over-year in its most-recent quarter. Shares trade near 15x earnings, and earlier this year the company recently increased its dividend 50%.

In terms of exits during the quarter, we sold Gaming & Leisure Properties Inc. (GLPI), Crown Castle Inc. (CCI), Cannae Holdings Inc. (CNNE), and J.M. Smucker Co (SJM). For GLPI, we saw a well-run company that had held up better than most real-estate holdings in a higher interest rate environment. Wireless tower operator Crown Castle's business is unlikely to grow much in the next couple years, as Sprint/T-Mobile churn and higher interest rates conspire against it. Further, management indicated that telecom customers' 5G spending has peaked. The combination of those factors make it unlikely Crown Castle will be able to grow its dividend meaningfully until 2025, at the earliest. Cannae continues to offer intriguing sum-of-the-parts potential, albeit in a non-dividend paying, small-cap security that we'd been gradually pruning. When liquidity presented itself, we exited the balance of our position. Finally, Smucker snatched defeat from the jaws of victory, in our view, when it unexpectedly announced that it would lever up and issue stock to acquire Hostess at a rich valuation (vs. buying back its own stock, which Smucker had been doing heretofore). As the company spends the next few years deleveraging, we suspect dividend growth will be anemic, at best.

In sum, we view our diversified Fund of large, well-established companies trading at reasonable valuations and with good dividend growth provide attractive equity exposure. We are pleased that three of our companies increased their dividends during the quarter, in-sync with their traditional schedule. JPMorgan Chase & Co (JPM) banked a 5% improvement to its quarterly payout, while Philip Morris International Inc. (PM) provided a 2% fillip, and Keurig Dr. Pepper Inc. (KDP) brewed up an 8% increase. We calculate the average dividend growth rate for the stocks we own in the Fund at 9% 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 September 30, 2023.

	Q3 2023	1 Year	3 Years*	5 Years*	10 Years*	Since Inception* 12/31/10
Value & Income Fund (DVIPX)	-3.44	8.97	7.08	3.92	7.18	8.93
Russell 1000® Value Index	-3.17	14.44	11.05	6.23	8.45	9.55
S&P 500 Index	-3.27	21.62	10.15	9.92	11.91	12.27

30-Day SEC Yield: 1.77%; Expense Ratio: 0.88% 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

Anheuser-Busch InBev SA (BUD) – A marketing issue in the company’s largest North American brand led to significant market share losses. These headwinds appear to have been adequately discounted, providing an opportunity to establish a position at a historically low valuation.

Bristol Myers Squibb Co (BMY) – BMY’s newly launched products showed impressive growth, continuing to provide evidence that they should be able to grow through upcoming patent expirations. As such, we elected to add to our position.

Bristol Myers Squibb Co (BMY) – We continue to view BMY as uniquely inexpensive, with an impressive spectrum of already-approved pharmaceuticals to help it bridge the near-term “known-known” patent expiration cliff and elected to add to our position for the second time this quarter.

Fidelity National Financial Inc (FNF) – While we appreciate that mortgage refinancing activity may remain soft, the housing market remains strong, commercial mortgage activity appears to be lifting, and interest rates have leveled off. As such, we elected to add to our position.

J.M. Smucker Co (SJM) – We feel SJM improved its financial flexibility and expect SJM to sell its Post shares, and redeploy those proceeds. We consider this profile attractive relative to the stock’s valuation and elected to add to our position.

NextEra Energy Inc (NEE) – With NEE shares trading near their lowest level in nearly 5 years, we view shares as incrementally attractive, and took this time to add to our position.

Oracle Corporation (ORCL) – ORCL has been a solid performer this year. Key financial targets were reaffirmed for FY24 and FY26 and believe the long-term thesis on ORCL remains intact. As such, we used this opportunity to increase our position.

RTX Corp (RTX) – The irony of the stock’s sharp sell-off on the engine recall news, is that it came on the same day that the company reported 13% organic growth for the second quarter, with management raising 2023 revenue and earnings guidance, and backlog having reached a new record (\$185 billion, more than two years’ worth of revenue) amid \$25B of new orders and a very robust 1.34x book-to-bill result. As such we elect to initiate a 1% position in RTX.

Target Corp (TGT) – While the health of the consumer remains a near-term question mark, we view TGT as well-positioned to provide value and flex its inventory position when demand strengthens. Given that sales today are ~38% higher than pre-pandemic levels, we elected to add to our position.

Walt Disney Co (DIS) – While the company may continue to face headwinds in the near-term, we think they are more than reflected in the current valuation, with the shares valued at 16.9x and 14.5x calendar 2024 and 2025 earnings estimates, respectively. We think the current valuation offers an attractive risk/reward opportunity in a high-quality business and elect to establish a position.

Recent Sales

Berkshire Hathaway Inc (BRK.B) – With several other insurance/conglomerate holdings in DVIPX, we’ve used recent strength to chip our position. We appreciate that underwriting profitability historically has been cyclical, and we don’t want to over-extrapolate current favorable market conditions.

Cannae Holdings Inc (CNNE) – Not much has changed with the CNNE story as the discount to its sum-of-the parts remains at ~50%. CNNE remains a meaningful holding in other portfolios as we expect the discount to close over time (or CNNE to liquidate), however the lack of a dividend and current market cap make it less of a fit and sold our position.

Comcast Corp (CMCSA) – While CMCSA’s valuation remains undemanding, the year-to-date lift in the stock price enabled us to trim the position size, with the risk/reward appearing somewhat more balanced now than it was entering the year.

Crown Castle Inc (CCI) – After having grown its dividend at a compound annual rate of 8.4% since converting to a REIT in 2014, CCI’s dividend is likely to grow at perhaps just 1% annually from 2023-2025. Amid this potentially lengthy valley, we opted to exit our position in CCI.

Deere & Co (DE) – The combination of declining crop prices and higher interest rates may presumably impact the cost of farm equipment. As such, we elect to trim our position size.

Fairfax Financial Holdings Ltd (FRFHF)** – We elect to chip our position reflecting the stock’s superior performance: +34% year-to-date, and +55% in the past year.

Gaming and Leisure Properties, Inc. (GLPI) – GLPI had become one of the smallest positions in the portfolio and we decide to exit our remaining holdings.

J.M. Smucker Co (SJM) – SJM appeared to be executing well, but that narrative took a left-hand turn earlier last month, when the company announced it is acquiring Hostess Brands at a valuation more than 50% higher than SJM itself trades at, using a combination of debt and SJM shares. As such, we opted to exit our relatively short-lived position in SJM.

Top Ten Holdings* - % of Net Assets

as of 09/30/2023

Fairfax Financial Holdings Ltd**	4.29
Johnson & Johnson	4.13
Berkshire Hathaway Inc	3.59
Markel Corp	3.36
Chevron Corp	3.31
Comcast Corp	3.18
Watsco Inc	2.91
Alphabet Inc	2.90
Bristol Myers Squibb Co	2.82
McDonald’s Corp	2.81

*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) was down 3.52% during the third quarter, holding in better than the 4.68% decline for the Russell Mid Cap® Index. For the year, the Fund is up 11.14%, nicely outpacing the 3.91% gain for the Index.

Specialty insurance holdings Fairfax Financial Holdings Ltd (FRFHF) and Markel Corp (MKL) were among the Fund's top performers, benefitting from their status as beneficiaries of higher interest rates. In addition to improving investment income, firm insurance pricing should remain a tailwind for these companies that we believe still carry undemanding valuations. Elsewhere, the strategy benefitted from the long awaited approval of the merger between Black Knight Inc. (BKI) and Intercontinental Exchange Inc. (ICE). We elected to monetize our position in BKI prior to the consummation of the deal since the stock had appreciated to within a narrow discount to the ultimate takeout value. Key detractors for the period included Xylem Inc. (XYL), Alight Inc. (ALIT) and Envois Corp (ENOV). Envois struggled alongside broader weakness in the healthcare sector related to emerging concerns that popular weight loss drugs called GLP-1's could potentially reduce future incidents of orthopedic surgery cases (i.e. lower rates of obesity will result in fewer joint replacement surgeries). We believe this narrative to be far-fetched given the aging population and pent-up demand for elective surgeries. Furthermore we think the company's recent acquisition of LimaCorporate, a European orthopedics leader, should be meaningfully value-accretive over time. Given recent developments and our ongoing conviction, we elected to use recent weakness to add to the position.

We initiated a position in Allstate Corp (ALL), one of the largest personal auto and homeowners insurance companies in the United States. After experiencing unprecedented profitability in 2020, auto insurer losses began rising midway through 2021 due to increased driving and inflationary cost pressures. Sustained higher used car prices, car parts, attorney fees, and longer repair times combined to drive loss severity significantly higher. An increase in catastrophe events further weighed on results. These trends resulted in Allstate reported a loss of \$1.3B in 2022, its first net loss since 2008. While recent performance has been poor, Allstate is actively implementing significant rate increases across its operations, increasing rates by 16.9% in 2022 and 8.4% since the beginning of 2023. These

price increases take time to flow through results as they are implemented when 6-month policies come up for renewal. We believe Allstate is nearing a material inflection point as price increases implemented over the last few quarters begin to positively impact reported results. Additionally, Allstate's \$63B investment portfolio is primarily made up of fixed income securities which stand to benefit from higher interest rates. We believe Allstate could earn between \$15 and \$20 per share in a normalized operating environment. Applying a through-cycle multiple of 10x PE results in a \$150-200 share price, implying a 31.5% - 75.4% return from today's levels.

We also initiated a position Avantor Inc. (AVTR), which we view as a "toll booth" business set to benefit from future investment and innovation in the biopharma space. Avantor provides ~6 million products and services to the biopharma, healthcare, and advanced technologies & applied materials industries. With around 85% of revenue recurring and over 40% generated from 15+ year customers, this business has been remarkably stable over time. However, COVID-19 created a significant disruption as volatile order patterns led to rolling inventory challenges. While transitory in nature, these factors weighed on reported results and investor sentiment (destocking represented a ~500 basis point headwind to topline organic growth this year). We believe Avantor is well positioned to rebound from recent challenges as operations normalize, allowing the company to revert back toward its historical formula of mid-single digit topline growth. After a ~40% decline over the last year, shares are trading near their lowest valuation since the company came public, representing a significant discount to larger life science tool and medical supplier peers. Though the next few quarters might be choppy, we see significant upside over time as revenue trends normalize and the valuation recovers to historical ranges.

We are pleased with results to date and believe that recent value-oriented additions to the strategy should add an element of timeliness. As always, we strive to own a collection of high-quality businesses that compound at high rates of return and feel that each of our holdings exhibits these characteristics. Further, we are confident that our willingness to be contrarian and ride out a few near-term headwinds will pay off over the long term.

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 September 30, 2023.

	Q3 2023	1 Year	3 Years*	5 Years*	10 Years*	Since Inception* 12/31/10
Equity Opportunities Fund (DEOPX)	-3.52	19.19	7.91	9.91	9.75	11.32
Russell Midcap® Index	-4.68	13.45	8.09	6.38	8.98	10.06
S&P 500 Index	-3.27	21.62	10.15	9.92	11.91	12.27

30-Day SEC Yield: 0.33%; Expense Ratio: 0.89% 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

Recent Purchases

Allstate Corporation (ALL) - While near-term results have been poor, we believe ALL is nearing a material inflection point as price increases implemented over the last few quarters begin to positively impact reported results. We view the recent underperformance in ALL's insurance operations as an attractive opportunity and elected to initiate a position.

Avantor Inc (AVTR) - AVTR operates, in our view, a traditionally resilient business model, generating significant free cash flow with a high degree of earnings visibility. However, COVID-19 created a significant disruption in an otherwise stable business. We believe AVTR is well positioned to rebound from recent challenges as operations normalize and elected to initiate a position.

Avantor Inc (AVTR) - Since establishing our initial position in AVTR, the company appointed a new CFO with a strong background in both investment banking and leadership roles in the life sciences industry. We elected to use cash proceeds from the recent BKI sale to make our position in AVTR more meaningful.

Avantor Inc (AVTR) - Though the company's recent quarterly results did not convey the same degree of optimism as larger comps such as Danaher (DHR) and Thermofisher (TMO), we think AVTR is well positioned to rebound from recent challenges as operations normalize and elected to add to our position a second time.

Enovis Corp (ENOV) - Despite solid recent results, ENOV has pulled back materially from recent highs alongside broader weakness in the health care sector. We think this provides an opportunity to add to a high quality compounder with an attractive risk/reward setup.

Enovis Corp (ENOV) - With the shares valued at just 11x 2024 consensus EBITDA estimates compared to 15.6x for medical device peers, we think this is an attractive opportunity to add to our position (for the second time this quarter) and believe the valuation discount should narrow as the Recon segment becomes the biggest driver of the company.

Etsy Inc (ETSY) - While the business is going through a choppy patch at present, ETSY has differentiated its brand and offers a niche platform where consumers love the unique/authentic experience of buying non-commoditized wares from artisan sellers. We think this, alongside a large addressable market and secular tailwinds for ecommerce make ETSY a secular grower over time and elected to take the position to 1.5%.

Recent Sales

Black Knight Inc. (BKI) - The shares have rallied sharply in response to the announcement of an asset sale agreement between BKI, Intercontinental Exchange and Constellation Software that appears to pave the way for regulatory approval of ICE's offer to acquire BKI. Given these factors, we elected to use the above average trading liquidity to monetize the position.

Fairfax Financial Holdings Ltd (FRFHF)** - Though we elect to take some profits with the stock at fresh all-time highs, FRFHF remains a top position given the company's strong operating momentum (run rate pre-tax operating earnings of ~\$100 per share) and an undemanding valuation (stock trades at 0.85x consensus 2023 BVPS [Book value per share] estimates).

O'Reilly Automotive Inc (ORLY) - We remain attracted to the company's 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), but acknowledge that the shares could take a breather as the company faces tougher comparisons following a period of strong performance and chipped our position.

O'Reilly Automotive Inc (ORLY) - Not much has changed since previous chip and we elected to take this time to trim our position again.

Top Ten Holdings* - % of Net Assets

as of 09/30/2023

Markel Corp	6.76
Fairfax Financial Holdings Ltd**	6.75
Take-Two Interactive Software Inc	5.76
DraftKings Inc	4.34
Live Nation Entertainment Inc	4.23
Martin Marietta Materials Inc	4.19
Brookfield Corp**	4.15
Enovis Corp	4.11
Xylem Inc	4.11
Mobileye Global Inc**	3.92

**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

The Davenport Small Cap Focus Fund (DSCPX) was down 1.98% during the third quarter, proving more resilient than the 5.13% decline for the Russell 2000® Index. For the year, the Fund is up 10.32%, versus the 2.54% gain for the Index.

The Fund had an eclectic mix of contributors in the third quarter. Canadian natural gas producer Peyto Exploration & Development Corp (PEYUF) was the Fund’s top performer alongside a strong energy tape. Additionally, the company announced an acquisition of complimentary assets from Repsol, which we believe will be significantly accretive to future production and cash flow per share over time. Health savings account provider HealthEquity Inc. (HQY) (highlighted last quarter) was another top contributor, reporting strong results and new business wins amid a favorable backdrop of rising interest rates. Other key contributors included NewMarket Corporation (NEU) and Kinsale Capital Group Inc. (KNSL). Key detractors included Alight Inc. (ALIT), Lamar Advertising Co. (LAMR), Enovis Corp (ENOV) and Monarch Casino & Resort Inc. (MCRI). We elected to add to the latter two positions amid weakness. In the case of Monarch, it remains our top position. While the near term is murky given a difficult consumer backdrop, we are attracted to the company’s debt free balance sheet, cheap valuation and attractive capital return policy.

During the quarter we initiated a position in pool and spa supplies retailer Leslie’s Inc. (LESL). Shares of LESL had declined precipitously from recent highs given several temporary (in our view) headwinds including: an unusual pool season due to poor weather, excess chemicals among homeowners, and a general slowing in more discretionary purchases (i.e. hot tubs and above-ground pools). With close to 1,000 locations throughout the U.S. and 80% of sales tied to maintenance, LESL enjoyed 59 years of consecutive sales growth before the issues in 2023. Put simply, we don’t believe the business is broken and think current levels represent an attractive entry point in the specialty retailer. The pool industry enjoys secular growth drivers such as a growing installed base and pool maintenance is non-discretionary. Additionally, the desire for newer technologies (i.e. automation, robotic vacuum) is driving additional growth. Long-term, LESL should be able to grow sales at a mid-single digit to high-single digit pace and grow EPS in the mid- to high-teens. With the stock trading at <11x normalized earnings, we think our entry point is attractive and are willing to wait for a more normal pool season next year.

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 September 30, 2023.

	Q3 2023	1 Year	3 Year*	5 Year*	Since Inception* 12/31/14
Small Cap Focus Fund (DSCPX)	-1.98	20.21	10.48	10.56	10.22
Russell 2000® Index	-5.13	8.93	7.16	2.40	6.03

30-Day SEC Yield: 0.82%; Expense Ratio: 0.91% 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.

¹Holdings 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.

We also initiated a position in California Resources Corp (CRC), one of the largest oil & gas producers in California. While oil and gas companies generally track a difficult to predict underlying commodity, CRC has a number of unique characteristics underpinning its valuation. The company’s oil and gas operations benefit from favorable pricing as California imports roughly 90% of the natural gas and 60% of oil consumed in the state. This “energy island” dynamic allows CRC to realize significantly higher prices than traditional benchmarks during volatile consumption periods. Additionally, CRC is developing a series of carbon capture and sequestration projects in California through its subsidiary Carbon TerraVault. Carbon TerraVault has 25 completed permits submitted to the EPA for Class VI wells and a 51%/49% joint venture partnership with Brookfield Asset Management valued at ~\$2B. Carbon capture projects in California benefit from both federal IRS 45Q credits as well as California Low Carbon Fuel Standard (LCFS) credits. CRC believes its carbon capture operations could generate ~\$185-200M in EBITDA by 2028. Ultimately, we believe CRC offers an attractive risk reward given the combination of its highly cash generative oil and gas operations and significant exposure to the budding Carbon Capture and Storage industry.

In sum, we are pleased to have performed well during a difficult period for small cap stocks and continue to think the asset class appears timely. While our valuation discipline and emphasis on quality has served us well through a turbulent period, we have not shied away from situations where we believe a contrarian/long term approach can sow the seeds for future outperformance.

Top Ten Holdings¹ - % of Net Assets

as of 09/30/2023

Monarch Casino & Resort Inc	5.52
Verra Mobility Corp	5.15
J & J Snack Foods Corp	4.66
Kinsale Capital Group Inc	4.65
Janus International Group Inc	4.39
Stewart Information Services Corp	4.20
Enovis Corp	4.18
NewMarket Corp	3.91
Alight Inc	3.88
Liberty Latin America Ltd	3.74

Davenport Balanced Income Fund

DBALX



The Davenport Balanced Income Fund (DBALX) decreased 2.38% during the third quarter of 2023 compared to the 2.21% decrease for the blended 60% Russell 1000 Value® Index and 40% Bloomberg Intermediate Government/Credit® Index. Year-to-date, the Fund is up 0.98% compared to the 1.47% increase for the blended benchmark.

For the second straight quarter, the Fund's equity performance was led by Fairfax Financial Holdings Ltd (FRFHF). Insurers such as Fairfax are benefiting from higher interest rates as they reinvest lower-yielding maturing securities from their investment portfolios. That, along with continued robust increases for insurance policies (driven by prior year natural disasters), have enabled insurers to produce impressive growth rates. Fellow insurers Markel Corp (MKL), Chubb Ltd (CB), and Berkshire Hathaway Inc. (BRK.B) also were among the Fund's top contributors for the quarter. Among the Fund's worst performers for the quarter, we see little commonality: Florida utility NextEra Energy Inc. (NEE) was worst (Utilities in general performed poorly, as competing yields from Treasury securities pressured valuations), followed by Lamar Advertising Co (LAMR), which cited decelerating advertising demand. United Parcel Service Inc. (UPS) also declined as its settlement with the Teamsters union creates certainty around its labor situation for the next five years, albeit with some incremental costs to absorb in 2024.

Our transactions during the quarter were relatively few, but we believe consistent with the Fund's mandate of seeking stocks with depressed valuations and solid dividend income. On the purchase side of the ledger, we added aerospace and defense conglomerate RTX Corp (RTX), formerly Raytheon, as well as Walt Disney Co (DIS). RTX shares got put in the "clearance" aisle, after the company announced that a component in its geared turbofan engine may be failing prematurely, requiring earlier-than-expected replacement. Since announcing this issue, the stock has lost about \$30 billion of market value, implying a fairly significant "margin of safety" vs. the estimated \$3 billion cost. Meanwhile, the company is in the midst of a \$33-35 billion return of capital program through 2025, with share buybacks driving the share count -1.4% year-over-year, while RTX's dividend is 7% higher than a year ago. Disney needs little introduction, and is working to recover from several media-related snafus, including a carriage dispute with Charter Communications, a recent settlement with the screenwriters' guild, and a pending resolution of its partial ownership of streaming service Hulu that should bring finality to that overhang. CEO Bob Iger has indicated the company intends to restore its dividend later this year. Meanwhile, shares trade at their lowest level since 2014, even as Disney has good line-of-sight to substantial earnings growth in 2024 and beyond from a multi-billion dollar profitability improvement in its streaming businesses.

The Fund's fixed income allocation includes 29 high quality bonds diversified across nine sectors with the top allocations including U.S. Treasuries (22%), Financials (22%), Energy (12%), Communications (10%), and Consumer Non-Cyclical (10%). The credit quality remains high investment grade (A2/A/A+) with a 5.73% yield-to-worst, 3.92 years effective maturity and a 3.22

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 September 30, 2023.

	Q3 2023	1 Year	3 Year*	5 Year*	Since Inception* 12/31/15
Balanced Income Fund (DBALX)	-2.38	5.40	3.83	3.03	4.56
60% Russell 1000® Value/40% Bloomberg Index	-2.21	9.70	5.56	4.56	5.78

30-Day SEC Yield: 3.04%; Expense Ratio: 0.94% 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.

¹Holdings subject to change without notice. Current and future portfolio holdings are subject to risk. ²Foreign 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.

years duration versus 2.17 years in Q4 2022.

The third quarter presented opportunities and challenges as yields drifted higher while credit markets felt fragile. Macroeconomic drivers continued to dictate market behavior with investors acutely focused on economic data and monetary policy. The Federal Reserve raised its target interest rate range a well telegraphed 25 basis points to 5.25% - 5.5% in July and paused in September. The updated quarterly Summary of Economic Projections (SEP), also known as the dot plots, for September illustrated a Fed belief in economic growth with moderating inflation. During the final week of the quarter, mixed messages emerged from the central bank spanning from hawkish to dovish outlooks that fueled rate volatility. Idiosyncratic and sector level opportunity were subdued in the third quarter with range bound corporate spread movement.

We continued our duration extension strategy in the third quarter. We exited six positions including three short-term Treasuries and three short-term corporates (Boeing 1.433% 2024, Blackrock 3.5% 2024, and Brookfield Finance 4% 2024). We added six new positions to the Fund including two Treasuries (0% 2024 T-bills and 4.75% 2025 T-notes) and four corporates (Bank of Montreal 5.92% 2025, ONEOK 5.55% 2026, Charles Schwab 5.875% 2026, and Waste Management 4.875% 2029). Collectively, yield-to-worst reached 5.73% and duration rose to 3.22 years.

Looking ahead, we believe the Fund's fixed income portfolio is positioned for the likelihood of persistent inflation above the Fed's 2% target. The impact of higher for longer interest rates on individual and corporate balance sheets does not happen immediately but with a lag that impacts aggregate economic growth and the potential attractiveness of Treasuries. Structurally, our duration and credit barbell setup offers embedded flexibility to take advantage of attractive yields as well as an evolving yield curve term structure.

In closing, 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 Holdings¹ - % of Net Assets

as of 09/30/2023

Fairfax Financial Hldng Ltd ²	2.27
Johnson & Johnson	2.06
Berkshire Hathaway Inc	1.91
Chevron Corp	1.81
Perrigo Company PLC	1.74
Markel Corp	1.69
Comcast Corp	1.68
Watsco Inc	1.60
L3Harris Technologies Inc	1.51
United Parcel Service Inc	1.50

Disclosures: Any opinions expressed here are statements of judgment on this date and are subject to future change without notice. This information may contain forward looking predictions that are subject to certain risks and uncertainties which could cause actual results to differ materially from those currently anticipated or projected. The information contained herein has been compiled from sources believed to be reliable; however, there is no guarantee of its accuracy or completeness.

BLOOMBERG® is a trademark and service mark of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg"). Bloomberg or Bloomberg's licensors own all proprietary rights in the Bloomberg Indices. Bloomberg does not approve or endorse this material or guarantee the accuracy or completeness of any information herein, nor does Bloomberg make any warranty, express or implied, as to the results to be obtained therefrom, and, to the maximum extent allowed by law, Bloomberg shall not have any liability or responsibility for injury or damages arising in connection therewith.

Mutual Fund investing involves risk, principal loss is possible. An investor should consider the fund's investment objectives, risks and charges and expenses carefully before investing. The fund's prospectus contains this and other important information. You may obtain a copy of the fund's prospectus by calling (888) 285-1863. Investors should read the prospectus carefully and discuss their goals with a qualified investment professional before deciding to invest.

Distributed by Ultimius Fund Distributors, LLC.
17487710-UFD-10/16/2023

†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.**