

The Davenport FundAdvisor Quarterly Update



Third Quarter Update 2024

FundAdvisor Update

Portfolio Holdings

Fund / Index Performance



FUNDADVISOR UPDATE

THIRD QUARTER 2024

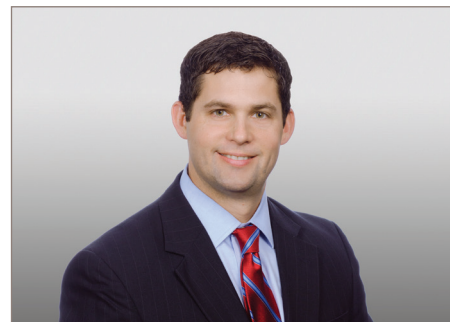
Market Overview

In recent years, the stock market has seemed to surprise many of us almost every quarter and certainly every year. This year is no different, with the stock market (S&P 500® Index) gaining 22.1% in the first three quarters of 2024. For the last 8 years, the market has given us returns that are dramatically different from the longer-term average return. In fact, the chart below shows that 6 of the last 8 calendar years (including this one) have finished with returns well above the 50-year average return of 12.5% and nearly all of them have been above 20%. These have been pretty astounding results. On the flip side, the other two years (2018 and 2022) have had negative returns. This is pretty consistent with the long-term results, where the market has posted negative returns in only about 30% of calendar years. Over that time, the market has been able to overcome some significant headwinds that might have led you to believe the market would struggle. This year alone, we have faced interest rates at the highest level in nearly 20 years, an ongoing war in Ukraine, escalating tensions in the Middle East, slower economic growth, election uncertainty, and several union strikes, among other things. Yet the buoyancy of the economy, strong earnings, and investor confidence have driven stocks up.



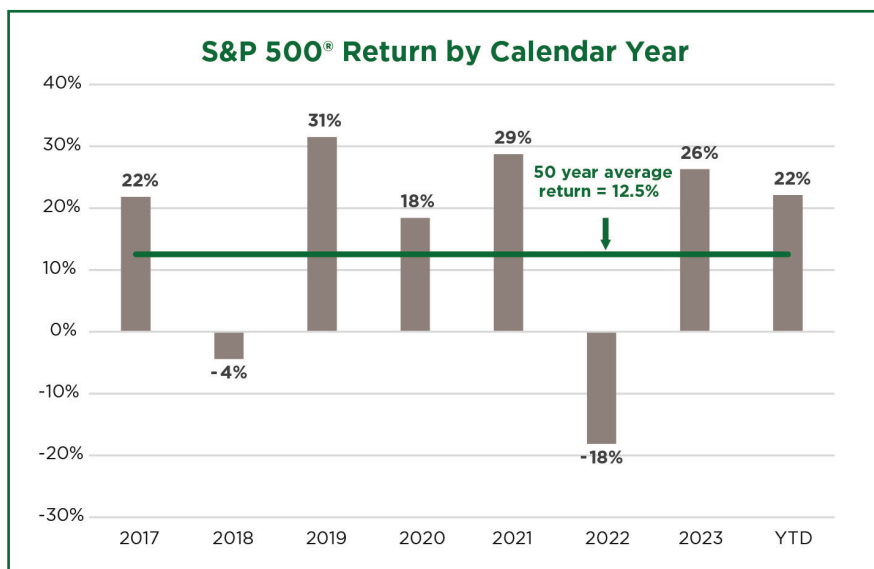
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It has not been all sunshine and roses for the market, however. Large technology stocks have significantly outperformed in most years, while more cyclical areas like industrials, energy, transportation, and small cap stocks have trailed. The Russell 2000® Index of small cap stocks is up only 11.2% this year. And for a couple of weeks in July/August, the market struggled mightily with the S&P 500 down about 10%, the Nasdaq Composite down 13%, and small cap stocks declining more than 3% three days in a row. That all ended when the Federal Reserves cut interest rates for the first time since 2019, increasing the odds of a soft landing for the economy. The Fed has



The Davenport Asset Management FundAdvisor program offers six globally diversified portfolios of stock and bond funds to help our clients meet their long term objectives, which can include growth, income, and protection. The benefits of FundAdvisor include diversification among multiple asset classes, cost-efficiency, annual rebalancing, and ongoing monitoring of the mutual fund positions.



a dual mandate of subdued inflation and full employment, so with the inflation rate down to 2.5% year-over-year, the focus now shifts to slowing the rise in the unemployment rate and avoiding a recession. The move towards interest rate cuts increases the odds of avoiding a recession for now.

Going Forward

A few major topics that are likely to impact the market in coming months include:

- China:** The Chinese economy has been slowing for some time, but in recent weeks, the Chinese government has finally made a move to help stabilize its real estate and stock markets by implementing several stimulus measures. To this point they have tried not to intervene but watched the Chinese stock market decline as much as 50% from its highs. That market has gained 30% in just a couple of weeks. Fortunately, several of our global growth models include an emerging markets index fund that has meaningful exposure to China so we have benefitted from this move. Going forward we will look to see if the government remains supportive and whether these gains have staying power or if they were a one-time bounce off what may have been a bottom for Chinese equities.
- Iran/Israel:** Escalation of the tensions surrounding Israel and the Middle East have been ongoing for nearly a year and have had little impact on the stock market. With Iran now involved, the impact could widen if attacks continue to become more widespread or if other countries get involved. The good news is that most of those countries are not very widely represented in the global stock market, but an escalation would likely have bigger impact on investor sentiment and surrounding countries.
- US Election:** We are within 40 days from the US Presidential election. Many of our clients are expecting an irrational response to the outcome of this election given the polarity of the candidates. However, in our last 2 updates, we have shown market behavior surrounding the last 6 elections cycles. In each instance, the market was volatile in the six months leading up to the election but once the election was over, it went up every time with an average return of over 20%! Different sectors/stocks could fare differently under different administrations, but it seems futile to speculate on potential outcomes. That said, we think some of the more extreme scenarios/business impacts associated with either candidate are often overstated, particularly if a divided Congress brings gridlock.

Portfolio Positions

Our FundAdvisor models are designed to provide globally diversified portfolios of stocks and bonds. They include large, mid and small cap stocks in the US, developed international, and emerging market stocks, combined with a mix of corporate and Treasury bonds. More aggressive models have a larger weighting towards small and mid-cap stocks after several years of underperformance whereas more conservative models tend to lean towards out of favor “value” stocks. We have seen improved performance in these areas in recent months as the market has shown some signs of broadening out from the domination of the Magnificent 7¹ stocks that we have seen in the last several years. The makeup of all of the models are in the following pages. As we finish out the year, we will continue to look for good opportunities to move money around but will be cognizant of potential capital gains after such a strong period for stocks. However, we hope that stocks will continue to “climb the wall of worry”.

Sincerely,



Geoffrey A. Sulanke, CFA®
Director of Manager Research

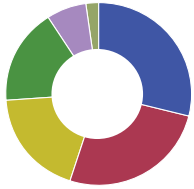


D. Matthew Henderson
Manager Research Analyst

¹The Magnificent Seven stocks are a group of high-performing and influential companies in the U.S. stock market: Alphabet, Amazon, Apple, Meta Platforms, Microsoft, NVIDIA, and Tesla.

Fund Holdings:

Equity 98%
Fixed Income 0%
Cash 2%

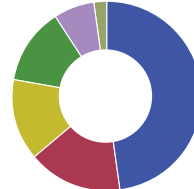


Aggressive Growth Allocation Model %

Category	Fund Name	%
U.S. Large Cap	William Blair Large Cap Growth I	8%
	Hartford Core Equity Y	7%
	T Rowe Price US Equity Research Inv	7%
	JPMorgan US Value I	7%
U.S. Mid Cap	Vanguard Mid Cap Index Adm	20%
	MFS Mid Cap Value I	6%
	U.S. Small Cap	
	Fuller & Thaler Behavioral Small Cap Equity Instl	11%
	Schwab Small Cap Index	8%
International	MFS International Diversification I	9%
	Harding Loevner Intl Small Companies Instl	8%
Emerging Markets	Vanguard Emerging Mkts Stock Idx Adm	7%
	Cash	
	Federated Treasury Cash	2%

Fund Holdings:

Equity 98%
Fixed Income 0%
Cash 2%

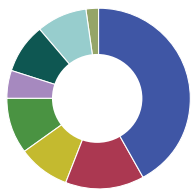


Growth Allocation Model %

Category	Fund Name	%
U.S. Large Cap	William Blair Large Cap Growth I	12%
	Hartford Core Equity Y	12%
	T Rowe Price US Equity Research Inv	12%
	JPMorgan US Value I	12%
U.S. Mid Cap	Vanguard Mid Cap Index Adm	11%
	MFS Mid Cap Value I	5%
	U.S. Small Cap	
	Fuller & Thaler Behavioral Small Cap Equity Instl	8%
	Schwab Small Cap Index	6%
International	MFS International Diversification I	13%
	Emerging Markets	
	Vanguard Emerging Mkts Stock Idx Adm	7%
Cash	Federated Treasury Cash	2%

Fund Holdings:

Equity 80%
Fixed Income 18%
Cash 2%

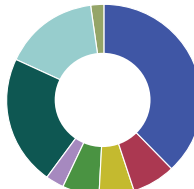


Moderate Growth Allocation Model %

Category	Fund Name	%
U.S. Large Cap	William Blair Large Cap Growth I	11%
	Hartford Core Equity Y	10%
	T Rowe Price US Equity Research Inv	10%
	JPMorgan US Value I	11%
U.S. Mid Cap	Vanguard Mid Cap Index Adm	10%
	MFS Mid Cap Value I	4%
	U.S. Small Cap	
	Fuller & Thaler Behavioral Small Cap Equity Instl	5%
	Schwab Small Cap Index	4%
International	MFS International Diversification I	10%
	Emerging Markets	
	Vanguard Emerging Mkts Stock Idx Adm	5%
Intermediate Gov't/Credit	Dodge & Cox Income I	4%
	Federated Hermes Total Return Bond IS	5%
	Short-Term Bond	
	Lord Abbett Short Duration High Yield I	4%
	Lord Abbett Short Duration Income I	5%
Cash	Federated Treasury Cash	2%

Fund Holdings:

Equity 60%
Fixed Income 38%
Cash 2%

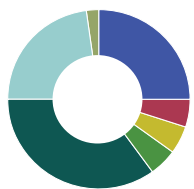


Growth & Income Allocation Model %

Category	Fund Name	%
U.S. Large Cap	American Funds AMCAP F3	9%
	Hartford Core Equity Y	9%
	T Rowe Price US Equity Research Inv	8%
	Vanguard Equity-Income Adm	12%
U.S. Mid Cap	Vanguard Mid Cap Index Adm	7%
	U.S. Small Cap	
	Fuller & Thaler Behavioral Small Cap Equity Instl	3%
	Schwab Small Cap Index	3%
International	MFS Intl Diversification I	6%
	Emerging Markets	
	Vanguard Emerging Mkts Stock Idx Adm	3%
Intermediate Gov't/Credit	Dodge & Cox Income I	10%
	Federated Hermes Total Return Bond IS	12%
	Short-Term Bond	
	Lord Abbett Short Duration High Yield I	4%
	Lord Abbett Short Duration Income I	12%
Cash	Federated Treasury Cash	2%

Fund Holdings:

Equity 40%
Fixed Income 58%
Cash 2%

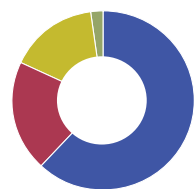


Conservative Income Allocation Model %

Category	Fund Name	%
U.S. Large Cap	American Funds AMCAP F3	5%
	Hartford Core Equity Y	5%
	T Rowe Price US Equity Research Inv	5%
	Vanguard Equity-Income Adm	10%
U.S. Mid Cap	Vanguard Mid Cap Index Adm	5%
	U.S. Small Cap	
	Fuller & Thaler Behavioral Small Cap Equity Instl	5%
International	MFS Intl Diversification I	5%
	Intermediate Gov't/Credit	
	Dodge & Cox Income I	15%
	Federated Hermes Total Return Bond	20%
Short-Term Bond	Lord Abbett Short Duration High Yield I	3%
	Lord Abbett Short Duration Income I	20%
	Cash	
	Federated Treasury Cash	2%

Fund Holdings:

Equity 98%
Fixed Income 0%
Cash 2%



U.S. Growth Allocation Model %

Category	Fund Name	%
U.S. Large Cap	William Blair Large Cap Growth I	14%
	Hartford Core Equity Y	12%
	T Rowe Price US Equity Research Inv	12%
	Schwab Fundamental US Large Comp	12%
	JPMorgan US Value I	12%
U.S. Mid Cap	Vanguard Mid Cap Index Adm	15%
	MFS Mid Cap Growth I	5%
U.S. Small Cap	Fuller & Thaler Behavioral Small Cap Equity Instl	9%
	Schwab Small Cap Index	7%
	Cash	
	Federated Hermes Govt Obl Cash	2%

Fund / Index Name	Fund / Index Performance at Net Asset Value**					Up Capture	Down Capture	Expense Ratio	
	YTD	1 Year	3 Years*	5 Years*	10 Years*			Gross	Net ⁵
Large Cap									
American Funds AMCAP F3	19.13	36.22	6.41	13.46	11.36	97.98	99.26	0.34	0.34
Hartford Core Equity Y ²	22.79	37.18	10.14	14.28	13.30	97.38	95.01	0.44	0.44
JPMorgan US Value I	16.99	27.05	10.47	12.62	10.68	94.18	100.59	0.75	0.69
Schwab Fundamental US Large Company	17.55	30.71	12.20	15.12	11.86	-	-	0.25	0.25
T. Rowe Price U.S. Equity Research Inv	22.93	37.86	12.79	16.77	13.95	101.46	100.62	0.44	0.44
Vanguard Equity-Income Adm	16.01	26.44	10.77	11.56	10.58	86.72	86.40	0.18	0.18
William Blair Large Cap Growth I	22.12	40.61	8.79	17.13	16.11	105.37	98.78	0.78	0.65
Benchmark 1: S&P 500 TR USD	22.08	36.35	11.91	15.98	13.38	100.00	100.00	-	-
Mid Cap and Small Cap									
Fuller & Thaler Behavioral Sm-Cp Eq Inst ³	18.01	35.75	12.92	16.03	12.73	-	-	0.75	0.75
MFS Mid Cap Growth	13.03	27.73	1.31	10.08	11.94	101.22	108.46	0.80	0.79
MFS Mid Cap Value	16.68	29.91	9.80	11.89	9.93	100.17	108.02	0.75	0.74
Schwab Small Cap Index	11.23	26.87	1.91	9.46	8.84	108.31	124.84	0.04	0.04
Vanguard Mid Cap Index Adm	14.72	28.79	5.31	11.22	10.21	103.58	111.96	0.05	0.05
Benchmark 1: Russell 2500 TR USD	11.30	26.17	3.47	10.43	9.50	106.42	119.62	-	-
International									
Harding Loevner Intl Small Coms Instl	4.20	16.19	-3.15	5.96	5.60	-	-	1.16	1.15
MFS Intl Diversification I ⁴	15.13	25.31	4.04	8.18	7.08	83.68	101.72	0.84	0.83
Benchmark 1: MSCI EAFE NR USD	12.99	24.77	5.48	8.20	5.71	83.09	109.71	-	-
Emerging Markets									
Vanguard Emerging Mkts Stock Idx Adm	17.27	24.96	1.59	6.38	4.17	83.05	108.89	0.14	0.14
Benchmark 1: MSCI EM NR USD	16.86	26.05	0.40	5.75	4.02	82.95	109.04	-	-
Intermediate Gov't/Credit									
Dodge & Cox Income I	5.78	13.53	0.37	2.12	2.91	21.42	10.49	0.41	0.41
Federated Hermes Total Return Bond IS	5.07	12.00	-1.10	1.37	2.47	17.54	6.21	0.46	0.39
Benchmark 1: BBg US Govt/Credit Index	4.39	11.31	-1.50	0.41	2.00	11.92	-0.16	-	-
Short-Term Bond									
Lord Abbett Short Duration High Yield I	8.13	14.18	4.86	-	-	-	-	0.65	0.45
Lord Abbett Short Duration Income I	4.93	7.88	1.70	2.07	2.34	15.20	3.41	0.48	0.48
Benchmark 1: BBg US Govt/Credit 1-3 Yr	4.38	7.19	1.50	1.70	1.64	5.70	-3.73	-	-

Performance shown is historical and is no guarantee of future results. Current performance may be lower or higher than the data quoted. To obtain performance data current to the most recent month end, please call (800) 846-6666. *Returns greater than one year are annualized.

**Mutual funds are offered in the FundAdvisor program at net asset value, but are subject to an annual investment advisory fee of up to 1.25%. The Davenport wrap fee includes investment advice and brokerage execution. In addition to the FundAdvisor fee, clients will bear a proportionate share of each mutual fund's management and administrative expenses, including advisory fees paid to the mutual fund's investment advisors. The performance shows the actual performance of the shares at net asset value, and does not represent individual account performance. Past performance is no guarantee of future results. Current performance may be lower or higher than the data quoted. To obtain performance data current to the most recent month-end, please visit the following web sites: www.americanfunds.com, www.touchstoneinvestments.com, www.diamond-hill.com, www.dodgeandcox.com, www.eatonvance.com, www.fiduciarymgt.com, www.jhinvestments.com, www.mfs.com, www.vanguard.com. The investment and principal value of an investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original cost. Mutual Fund and Index returns are provided by Morningstar.

You should consider each mutual fund's investment objectives, risks, charges and expenses carefully before investing. Each mutual fund's prospectus contains this and other important information, should be read carefully before investing or sending money, and can be obtained by contacting your Investment Executive, or by calling (800) 846-6666. The investment return and principal value of an investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original cost. Investing in securities carries risk including the possible loss of principal.

Important Disclosures:

² Hartford Administrative Services Company ("HASCO"), the Fund's transfer agent, has contractually agreed to waive its transfer agency fee and/or reimburse transfer agency-related expenses to the extent necessary to limit the transfer agency fee for Class A as follows: 0.13%. This contractual arrangement will remain in effect until February 28, 2025 unless the Board of Directors of The Hartford Mutual Funds, Inc. approves its earlier termination.³ Fuller & Thaler has contractually agreed to waive its management fee and/or reimburse Fund expenses so that total annual operating expenses do not exceed 1.26%, 1.76%, 1.21%, 0.93% and 0.83% for A Shares, C Shares, Investor Shares, Institutional Shares and R6 Shares, respectively, of the Fund's average daily net assets through January 31, 2025. ⁴ Massachusetts Financial Services Company has agreed in writing to bear the fund's expenses, excluding management fees, distribution and service fees, interest, taxes, extraordinary expenses, brokerage and transaction costs, investment-related expenses, and fees and expenses associated with investments in investment companies and other similar investment vehicles, such that "Other Expenses" do not exceed 0.10% of the class' average daily net assets annually for each of Class A shares. This written agreement will continue until modified by the fund's Board of Trustees, but such agreement will continue until at least December 31, 2024. ⁵ Investors pay the net expense ratio of the fund.

Diversification and Asset Allocation does not ensure a profit or guarantee protection against a loss. It is important to note that short-term and trailing performance will fluctuate. We expect all of the funds at some point to experience underperformance versus their benchmarks and peer groups. However, we believe that our research process has helped us identify funds that are likely to perform well over the long term. Our decision to remove a fund is not based on short-term performance, but on in-depth analysis using our Monitoring Criteria. The mutual fund categories are determined by Davenport using a combination of Morningstar categories and a returns-based style analysis provided by Morningstar Direct.

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. There is no guarantee that a company will continue to pay a dividend. The investment return and principal value of an investment will fluctuate. Small and mid cap company stocks may be more volatile than stocks of larger, more established companies. The portfolios may invest in foreign securities which are subject to additional risks such as currency fluctuations, political instability, differing financial standards and the potential for illiquid markets.

Bonds are subject to market and interest risk; values expect to decline as interest rates rise. Bonds may not be suitable for all investors and you should consider specific risks such as credit risk, default risk and volatility prior to investing.

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. U.S. Growth Stocks represented by the Russell 1000 Growth Index. U.S. Value Stocks represented by the Russell 1000 Value Index. International Stocks represented by the MSCI EAFE Index. Int'l Small Stocks represented by the MSCI ACWI ex USA Small Index. Intermediate Term Bonds represented by the Bloomberg Intermediate Government/Credit Index. Bank Loans represented by the S&P/LSTA Leveraged Loan index definition Index. High Yield Bonds represented by the Bloomberg U.S. Corporate High Yield Index. Corporate Bonds are represented by the Bloomberg U.S. Corporate Bond Index. Government Bonds represented by the Bloomberg U.S. Government Index. Cash represented by the Federated Govt Obligations. Commodities are represented by the S&P GSCI Index. Emerging Market Stocks is represented by the MSCI Emerging Markets (MSCI EM) Index. Aggregate Bond is represented by Bloomberg US Agg Bond TR USD Index.

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

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The S&P/LSTA Leveraged Loan Index provides an overview of the Senior Secured, Floating Rate Leveraged Loan market as well as an expansive review of the S&P Leveraged Loan Index (LLI) and sub-indexes. The **MSCI Europe, Australia and Far East (MSCI EAFE) Index** is an unmanaged index composed of the stocks of approximately 1,000 companies from around the world, excluding the U.S., Canada, and Latin America. The **MSCI ACWI ex USA SMID Index** represents the performance of small-cap and mid-cap stocks in developed and emerging markets, excluding the U.S. The index is computed using the net return, which withholds applicable taxes for non-resident investors. The **MSCI Emerging Markets (MSCI EM) Index** is a capitalization-weighted index of stocks from emerging markets that only includes issues that may be traded by foreign investors. The reported returns reflect equities priced in U.S. dollars and do not include the effects of reinvested dividends. The **Russell 2500® Index** is a market cap-weighted index that includes the smallest 2,500 companies covered in the Russell 3000 universe of United States-based listed equities. The **Bloomberg U.S. Corporate High Yield Index** measures the U.S. dollar-denominated, high yield, fixed-rate corporate bond market. Securities are classified as high yield if the middle rating of Moody's, Fitch and S&P is Ba1/BB+/BB+ or below. 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. It includes investment grade, U.S. dollar-denominated, fixed-rate Treasuries, government-related and corporate securities. The **Bloomberg US Govt/Credit 1-3 Yr** measures the performance of US Treasury securities that have a maturity ranging from 1-3 years. The **Bloomberg U.S. Aggregate Bond Index** is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS, and CMBS (agency and non-agency). The **Bloomberg U.S. Corporate Bond Index** measures the investment grade, U.S. dollar-denominated, fixed-rate, taxable corporate bond market. The **Bloomberg U.S. Government Index** includes U.S. dollar-denominated, fixed-rate, nominal U.S. Treasuries and U.S. agency debentures (securities issued by U.S. government owned or government sponsored entities, and debt explicitly guaranteed by the U.S. Government. The **Russell Top 50 Mega Cap Index** is a market-capitalization-weighted index of the 50 largest stocks in the broad-based Russell 3000 universe of U.S.-based equities. The **S&P 500® Equal Weight Index (EWI)** is the equal-weight version of the widely-used S&P 500 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. The **Nasdaq Composite Index** is a market capitalization-weighted index of more than 2,500 stocks listed on the Nasdaq stock exchange. It is a broad index that is heavily weighted toward the important technology sector.

An index is not available for direct investment; therefore its performance does not reflect the expenses, fees and taxes generally paid with the active management of an actual portfolio.

Risk Considerations: International funds invest primarily in equity securities of issuers outside the United States. International investments are subject to additional risks such as currency fluctuations, political instability, and the potential for illiquid markets. Funds that invest in foreign securities may involve greater risks, including political and economic uncertainties, as well as risk of currency fluctuations. Investments in emerging markets come with much greater risk due to political instability, domestic infrastructure problems, currency volatility and limited equity opportunities, as many large companies may still be "state-run" or private. Small and mid cap company stocks may be more volatile than stocks of larger, more established companies. Investments in bonds and other fixed income securities may fall in value if interest rates change. Generally, the prices of debt securities rise when interest rates fall, while their prices fall when interest rates rise. Longer term debt securities are usually more sensitive to interest rate changes. An issuer suffering an adverse change in its financial condition could see the credit quality of its securities deteriorate, leading to greater price volatility of the security. Funds investing in lower quality debt securities are more susceptible to these problems and their value may be more volatile.

Gross Expense Ratio is the total annual operating expenses of a fund divided by its average net assets. **Net Expense Ratio** is the total annual operating expenses of a fund, less any fee waivers, divided by its average net assets. This is the expense ratio actually charged by the fund for the previous fiscal year. The **mean reversion**, or reversion to the mean, is a theory used in finance that suggests that asset price volatility and historical returns eventually will revert to the long-run mean or average level of the entire dataset.



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