



# Introduction to Homestead Funds

## Investing for a Brighter Future

*Our start-up story distinguishes us and continues to shape our long-term approach to investing.*

Homestead Funds was created over 30 years ago by the National Rural Electric Cooperative Association (NRECA), a non-profit organization whose mission is to serve electric cooperative employees. Through the creation of Homestead Funds, NRECA sought to give the employees who bring power to America's farms, factories, schools and homes access to high-quality money management and financial services. From our early roots in rural America, we have expanded our outreach to offer equity and fixed-income strategies to **all investors**.





## We're Wired Differently

With a thoughtful approach to money management and a watchful eye on operating expenses, we are wired differently. ***We believe our boutique style gives us a competitive advantage, setting us apart and allowing us to provide affordable, high touch client service.*** The portfolio managers have deep involvement in running the strategies and extensive experience in managing asset classes through different market cycles. And as stewards of service, while we've grown in size and scope, we've always kept who we serve clearly in sight.

***Investing has never been more important in supporting the financial futures of American families, and we exist to help people get closer to meeting their investment goals.***

## Why Consider Homestead

We work closely with advisors who are seeking to find experienced portfolio managers and strategies offered with transparent and affordable pricing. And while some may overlook us because of our size, we offer a compelling combination of experience, investment options and affordability.

***Please take the time to visit our website, [www.homesteadfunds.com](http://www.homesteadfunds.com), to learn more about our products and services.***

***We'd welcome your call at [800.258.3030](tel:800.258.3030), prompt 4.***

## HOMESTEAD QUICK FACTS

**30+**  
YEARS OF INVESTING

Homestead was established in 1990 by NRECA, a not-for-profit organization representing the nation's consumer-owned rural electric cooperatives.

**90+**  
YEARS OF EXPERIENCE

Homestead Advisers, an SEC-registered investment advisor, serves as investment manager to eight of nine funds in the Homestead Family of Funds. The portfolio managers and analysts of Homestead Advisers have 96 years of cumulative experience.

**9**  
NO-LOAD MUTUAL FUNDS

A comprehensive range of nine mutual funds across the risk and reward investment spectrum. Our no-load funds can act as complements or as alternatives to portfolio investments — or provide a customized blended solution to help meet your asset allocation objective.

## Putting Homestead Funds to Work for You

Time Frame	Investment Type	Fund	Investment Objective	Symbol and CUSIP
Short term: Less than one year	MONEY MARKET	<b>Daily Income Fund</b>	Seeks maximum current income, consistent with preservation of capital and liquidity, by investing in high-quality money market securities	HDIXX 437769102
Medium term: Less than five years	BONDS	<b>Short-Term Government Securities Fund</b>	Seeks a high level of current income from investments in a portfolio of securities backed by the full faith and credit of the U.S. government	HOSGX 437769409
		<b>Short-Term Bond Fund</b>	Seeks a high level of income consistent with maintaining minimum fluctuation of principal by investing in high-quality, short-term debt securities	HOSBX 437769300
		<b>Intermediate Bond Fund</b>	Seeks to provide a high level of current income consistent with preservation of capital through investments in bonds and other debt securities	HOIBX 437771108
Long term: Five or more years	STOCK FUNDS	<b>Stock Index Fund</b>	Seeks to match, as closely as possible, before expenses, the performance of the Standard & Poor's 500 Index (the "Index"), which emphasizes stocks of large U.S. companies	HSTIX 437769607
		<b>Value Fund</b>	Seeks long-term growth of capital and income for the long-term investor (current income is a secondary objective)	HOVLX 437769201
		<b>Growth Fund</b>	Seeks to provide long-term capital appreciation through investments in common stocks of growth companies	HNASX 437769706
		<b>International Equity Fund</b>	Seeks long-term capital appreciation through investments in equity securities of companies based outside the U.S.	HISIX 437769805
		<b>Small-Company Stock Fund</b>	Seeks long-term growth of capital for the long-term investor	HSCSX 437769508

As a money market fund, the Daily Income Fund has limited potential for income production. *You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund, and you should not expect that the sponsor will provide financial support to the Fund at any time.*

Fund total returns include changes in principal value and reinvested dividends, income and capital gain distributions.

Debt securities are subject to interest rate risk, credit risk, extension risk, income risk, issuer risk and market risk. The value of U.S. Government securities can decrease due to, among other factors, changes in interest rates or changes to the financial condition or credit rating of the U.S. Government. Investments in asset-backed and mortgage-backed securities are also subject to prepayment risk as well as increased susceptibility to adverse economic developments. High-yield, lower-rated, securities involve greater risk than higher-rated securities.

Equity securities generally have greater price volatility than fixed-income securities. The market price of equity securities may go up or down, sometimes rapidly or unpredictably. Equity securities may decline in value due to factors affecting the issuer or equity securities markets generally.

Growth and value stocks are subject to the risk, among others, that returns on stocks within this style category will trail returns of stocks representing other styles or the market overall over any period of time and may shift in and out of favor with investors generally, sometimes rapidly, depending on changes in market, economic, and other factors. Growth stocks can be volatile, as these companies usually invest a high portion of earnings in their business and therefore may not provide the dividends of value stocks that can cushion stock prices in a falling market. Also, earnings disappointments often lead to sharply falling prices because investors buy growth stocks in anticipation of superior earnings growth. Investments in value securities may be subject to risks that (1) the issuer's potential business prospects will not be realized; (2) their potential values will not be recognized by the market; and (3) they will not perform as anticipated.

The Stock Index Fund pursues its objective by investing substantially all of its assets in another pooled investment vehicle (a "master fund"). Accordingly, the ability of the Stock Index Fund to meet its investment objective is directly related to the ability of the master fund to meet its investment objective. Index funds may hold securities of companies that present risks that an investment adviser researching individual securities might otherwise seek to avoid and also are subject to tracking error risk.

As a general matter, securities of small and medium-sized companies tend to be riskier than those of larger companies. Compared to large companies, small and medium-sized companies may face greater business risks because they may lack the management depth or experience, financial resources, product diversification or competitive strengths of larger companies, and they may be more adversely affected by economic conditions. There also may be less publicly available information about smaller companies than larger companies. In addition, these companies may have been recently organized and may have little or no operational or performance track record. Diversification does not ensure a profit or protect against loss. It is a method used to help manage investment risk.

Foreign securities are subject to political, regulatory, and economic risks not present in domestic investments and may exhibit more extreme changes in value than securities of U.S. companies. Investing in emerging and frontier markets may be subject to greater political and economic instability, less developed securities markets, and other risks than in more developed markets.

Neither asset allocation nor diversification guarantees a profit or protects against a loss in a declining market. They are methods used to help manage investment risk.

Investing in mutual funds involves risk, including the possible loss of principal. An investment in a mutual fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. **Past performance does not guarantee future results.**

***Investors should carefully consider fund objectives, risks, charges and expenses before investing. The prospectus contains this and other information about the funds and should be read carefully before investing. To obtain a prospectus, call 800.258.3030 or visit [homesteadfunds.com](http://homesteadfunds.com).***

Homestead Advisers Corp., Homestead Funds' investment advisor and/or administrator, is an SEC-registered investment advisor. Homestead Funds are distributed by Homestead Financial Services Corp. Homestead Advisers Corp. and Homestead Financial Services Corp. are indirect, wholly owned subsidiaries of the National Rural Electric Cooperative Association (NRECA).

Homestead Financial Services Corp., Distributor. 12/24