

## RELATIONSHIP SUMMARY FOR HOMESTEAD FINANCIAL SERVICES CORP.

March 29, 2024

Homestead Financial Services Corp. (“Homestead Financial Services,” “we” or “us”) is registered with the Securities and Exchange Commission as a broker-dealer and is a member of the Financial Industry Regulatory Authority (“FINRA”). We are the parent company of Homestead Advisers Corp. (“Homestead Advisers”), the investment manager and/or administrator of each series of Homestead Funds, Inc. and Homestead Funds Trust (collectively, the “Homestead Funds”), a mutual fund family. We are a limited purpose broker-dealer whose activities relate solely to the offering of Homestead Funds.

Free and simple tools are available to research firms and financial professionals at [Investor.gov/CRS](https://www.investor.gov/CRS), which also provides educational materials about broker-dealers, investment advisers, and investing.

### **What investment services and advice can you provide me?**

As noted above, we are a broker-dealer that provides services only in connection with offerings of Homestead Funds. In addition to serving as underwriter and distributor of the Homestead Funds, we offer non-discretionary asset allocation plans to existing and potential shareholders of the Homestead Funds. To create the asset allocation plan, an investor first completes a questionnaire that asks about the investor’s risk tolerance and investment time horizon. We then use third-party software that analyzes this information and identifies a model asset class allocation, which is mapped to corresponding Homestead Funds. We provide a model to the investor as part of the asset allocation plan and the investor chooses whether to implement the asset allocation model by investing in the corresponding Homestead Funds.

Asset allocation plans provide suggested investment allocations exclusively among the Homestead Funds. We do not make investment decisions for investors, nor do we monitor any investments made, or asset allocations employed, by any investor (however, investors can elect to implement auto-rebalancing that periodically realigns the investor’s portfolio to a target asset allocation). We do not have a minimum dollar threshold for our asset allocation services.

*Questions to ask us to start a conversation*

*What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?*

### **What fees will I pay?**

Investors do not directly pay any fees to Homestead Financial Services for its asset allocation plan services or for any investment that an investor might choose to make in a Homestead Fund. However, Homestead Advisers, our subsidiary, receives management fees or administration fees from the Homestead Funds for its management and administrative services. Investors who choose to invest in one or more Homestead Funds bear their share of that Homestead Fund’s management fees or administration fees, as well as all other expenses incurred by the Homestead Fund. Therefore, should you choose to invest in Homestead Funds, through your investment in Homestead Funds, you will pay management and/or administrative fees to Homestead Advisers, which creates a potential conflict of interest. This conflict may motivate us to encourage you to invest in Homestead Funds when an investment other than the Homestead Funds may be more appropriate.

Although there are no sales charges on purchases for Homestead Funds, you may pay direct or indirect commissions should you choose to invest in Homestead Funds through a financial intermediary or other brokerage firm.

***You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying.***

|  |  |
|--|--|
| <i>Questions to ask us to start a conversation</i> | <i>Help me understand how these fees and costs might affect my investments. If I invest \$10,000 in Homestead Funds, how much will go to fees and costs, and how much will be invested for me?</i> |
|--|--|

**What are your legal obligations to me when providing recommendations? How else does your firm make money and what conflicts of interest do you have?**

*When we provide you with a recommendation*, we are required to act in your best interest and not place our interest ahead of yours. At the same time, the way we make money creates some potential conflicts with your interests. Since a primary source of our affiliate’s revenue is from management and administration of Homestead Funds, we may be incentivized to recommend an investment in Homestead Funds when an investment other than the Homestead Funds may be more appropriate for you.

|  |   |
|--|---|
| <i>Questions to ask us to start a conversation</i> | <i>How might your conflicts of interest affect me, and how will you address them?</i> |
|--|---|

**How do your financial professionals make money?**

Our financial professionals’ compensation from Homestead Financial Services and Homestead Advisers consists of a base salary and variable pay based on a combination of quantitative and qualitative measures. Financial professionals are not directly compensated based on their specific sales or the revenue that Homestead Advisers earns as a result of their services. However, because variable pay for certain financial professionals is based, in part, upon the average, long-term (for example, over a two-year period) net flows of the Homestead Funds, they may be incentivized to recommend investments in Homestead Funds when an investment other than the Homestead Funds may be more appropriate for you. Our financial professionals are not subject to sales quotas and do not participate in sales contests.

**Do you or your financial professionals have legal or disciplinary history?**

No.

Visit [Investor.gov/CRS](http://Investor.gov/CRS) for a free and simple search tool to research our firm and our financial professionals.

|  |   |
|--|---|
| <i>Questions to ask us to start a conversation</i> | <i>As a financial professional, do you have any disciplinary history? For what type of conduct?</i> |
|--|---|

*You may find additional information about our brokerage services and request a copy of this relationship summary at [www.homesteadfunds.com](http://www.homesteadfunds.com) or by calling 1-800-258-3030 (select “Option 2” at menu).*

*Call 1-800-258-3030 to request up-to-date information about Homestead Financial Services Corp.*

|  |  |
|--|--|
| <i>Questions to ask us to start a conversation</i> | <i>Who is my primary contact person? Is he or she a representative of an investment adviser or broker-dealer? Who can I talk to if I have concerns about how this person is treating me?</i> |
|--|--|