

Short Duration Income Fund

For period ended September 30, 2018

Fund Overview

The Short Duration Income Fund is a bond fund with an investment objective of generating current income consistent with preserving capital. Under normal circumstances, the fund invests at least 80% of its assets in debt securities, which may include U.S. Government and agency securities, corporate bonds, mortgage-backed securities, asset-backed securities and securities issued by foreign governments. The Fund may invest up to 15% of its total assets in debt securities which are non-investment grade or unrated. The Fund may also invest in derivative instruments. The Fund may also invest in common stocks, preferred stocks and securities convertible into stocks. Effective December 16, 2016, the Short Duration Income Fund expects to manage its portfolio to have an average effective duration of between one and 3½ years.

Investment Strategy

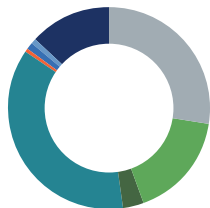
At Weitz we cast a wide net to find fixed income investment opportunities that meet our stringent criteria. Instead of focusing solely on yield, we search for investments that we think will provide a reasonable risk-adjusted return. We examine potential opportunities until we find what we believe is the right investment at the right price.

Characteristics & Volatility Measures¹

Portfolio vs. Bloomberg Barclays U.S. Agg. 1-3 Year	1-year	3-year	5-year		
R - Squared	93.3	58.1	61.2	Number of Holdings	221
Standard Deviation	0.2	0.3	0.3	Number of Fixed Income Issuers	76
Sharpe Ratio	-1.46	0.76	0.97	Number of Equity Companies	1
Information Ratio	0.97	1.26	0.96	6-Month Turnover (9/30/18) (%)	11
				Annual Turnover (3/31/18) (%)	34
				5-year Avg. Annual Turnover (3/31/18) (%)	32

Source: FactSet

Asset Allocation (% of Net Assets)



Asset-Backed Securities	13.0	Corporate Convertible Bonds	3.5
Cash Equivalents/Other	0.7	Mortgage-Backed Securities	16.8
Commercial Mortgage-Backed Securities	1.3	Taxable Municipal Bonds	0.2
Common Stocks	0.4	U.S. Treasury	27.5
Corporate Bonds	36.6		

Portfolio Summary

	Short Duration	Bloomberg Barclays U.S. Agg. 1-3 Year
Average Maturity	2.1 years	1.9 years
Average Effective Maturity	2.1 years	1.9 years
Average Duration	1.9 years	1.8 years
Average Effective Duration	1.9 years	1.8 years
Yield to Worst (%) ¹	3.2	2.9
Yield to Maturity (%) ¹	3.3	2.9
Average Coupon (%)	3.2	2.3
30-Day SEC Yield-Investor Class (%)	2.51	
30-Day SEC Yield-Institutional Class (%)	2.71	

Source: Bloomberg Analytics

Duration Distribution

	Portfolio (%)
0-1 year	37.4
1-3 years	43.8
3-5 years	14.2
5-7 years	4.2
7-10 years	0.0
Common Stocks	0.4

Source: Bloomberg Analytics

Maturity Distribution

	Portfolio (%)
Cash Equivalents	0.2
Less than 1 Year	33.4
1 - 3 years	44.4
3 - 5 years	15.3
5 - 7 years	5.9
7 - 10 years	0.4
10+ years	0.0
Common Stocks	0.4

Source: Bloomberg Analytics

Fund Facts

	Investor Class	Institutional Class
Ticker	WSHNX	WEFIX
Investment Minimum	\$2,500	\$1,000,000
CUSIP	94904P864	94904P302
Fund Expense Ratio (%) 6 mos. ended 9/30/18	0.93 0.68 Gross Net	0.62 0.48 Gross Net
Portfolio Manager	Tom Carney, CFA Nolan Anderson	
Investment Style	Short-Term Bond	
Inception Date	December 23, 1988	
Net Assets	\$981.0 Million	
Dividends/Capital Gains	Paid Quarterly (March, June, September & December)	

5 Largest Corporate Bond Issuers Securities (%)

Wells Fargo	4.2
Redwood Trust, Inc.	3.5
Markel Corp.	2.7
Boston Properties LP	2.2
U.S. Bank	2.1

Credit Quality^(a)

	Portfolio (%)
U.S. Treasury	27.6
U.S. Government Agency MBS ^(b)	11.9
Aaa/AAA	9.4
Aa/AA	5.0
A/A	15.9
Baa/BBB	21.5
Ba/BB	3.1
B/B	1.3
Caa/CCC	0.1
Non-Rated	3.6
Common Stocks	0.4
Cash Equivalents	0.2

Source: Bloomberg Analytics

(a) The Fund receives credit quality ratings on underlying securities of the Portfolio when available from credit rating agencies. The Fund will use one rating for an underlying security if that is all that is provided. Ratings and portfolio credit quality may change over time. The Fund itself has not been rated by an independent rating agency.

(b) Mortgage related securities issued and guaranteed by government-sponsored entities such as Fannie Mae and Freddie Mac are generally not rated by ratings agencies. Securities which are not rated do not necessarily indicate low quality. Fannie Mae's and Freddie Mac's senior long-term debt are currently rated Aaa and AAA by Moody's and Fitch, respectively.

For more information

Returns (%)	ANNUALIZED							
	Since Inception	20-year	10-year	5-year	3-year	1-year	YTD	Quarter
WSHNX-Investor Class	4.99	3.70	2.97	1.25	1.37	0.24	0.39	0.31
WEFIX-Institutional Class	5.04	3.78	3.13	1.47	1.58	0.43	0.54	0.36
Bloomberg Barclays U.S. Agg. 1-3 Year	n/a	3.17	1.76	0.86	0.74	0.22	0.42	0.34
U.S. CPI+ 1%	3.54	3.22	2.46	2.53	3.01	3.30	3.17	0.43

Fund inception: 12/23/1988

Summary of Returns (%)

	1988 (12/23/88)	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
WEFIX-Institutional Class	0.08	9.09	9.06	11.18	5.53	8.06	-2.38	15.75	4.43	8.64	6.76
U.S. CPI+ 1%	n/a	5.52	7.17	4.10	3.93	3.78	3.70	3.57	4.36	2.72	2.63
Relative Results ¹	n/a	3.57	1.89	7.08	1.60	4.28	-6.08	12.18	0.07	5.92	4.13
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
WEFIX-Institutional Class	0.92	9.66	8.45	4.18	6.30	2.64	1.60	4.04	6.10	2.29	10.85
U.S. CPI+ 1%	3.71	4.42	2.57	3.40	2.90	4.29	4.45	3.57	5.12	1.10	3.75
Relative Results	-2.79	5.24	5.88	0.78	3.40	-1.65	-2.85	0.47	0.98	1.19	7.10
	2010	2011	2012	2013	2014	2015	2016	2017	2018 (9/30/18)		
WEFIX-Institutional Class	4.74	2.11	4.04	1.11	1.69	0.25	3.11	1.54	0.54		
U.S. CPI+ 1%	2.51	3.99	2.76	2.52	1.77	1.74	3.10	3.13	3.17		
Relative Results	2.23	-1.88	1.28	-1.41	-0.08	-1.49	0.01	-1.59	-2.63		

Performance data represents past performance, which does not guarantee future results. The investment return and the principal value of an investment in the Fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. Current performance may be higher or lower than the performance data quoted. Performance data current to the most recent month end may be obtained at weitzinvestments.com.

Returns assume reinvestment of dividends and redemption at the end of each period, and reflect the deduction of annual operating expenses, which as stated in the most recent Prospectus are 0.91% (gross) and 0.62% (gross) of the Fund's Investor and Institutional Class net assets, respectively. Returns also include fee waivers and/or expense reimbursements, if any; total returns would have been lower had there been no waivers or reimbursements. The Investment Adviser has agreed in writing to waive its fees and reimburse certain expenses (excluding taxes, interest, brokerage costs, acquired fund fees and expenses and extraordinary expenses) to limit the total annual fund operating expenses for Investor Class shares and Institutional Class shares to 0.68% and 0.48%, respectively, of each Class's average daily net assets through July 31, 2019.

Investor Class shares became available for sale on August 1, 2011. For performance prior to that date, returns include the actual performance of the Fund's Institutional Class (and use the actual expenses of the Fund's Institutional Class), without adjustment. For any such period of time, the performance of the Fund's Investor Class would have been similar to the performance of the Fund's Institutional Class, because the shares of both classes are invested in the same portfolio of securities, but the classes bear different expenses.

Index performance is hypothetical and is shown for illustrative purposes only. Comparative returns are the average returns for the applicable period of the reflected indices. The Bloomberg Barclays 1-3 Year U.S. Aggregate Index is generally representative of the market for investment grade, U.S. dollar denominated, fixed-rate taxable bonds with maturities from one to three years. The CPI + 1% is created by adding 1% to the annual percentage change in the Consumer Price Index ("CPI") as determined by the U.S. Department of Labor Statistics. There can be no guarantee that CPI will reflect the exact level of inflation at any time.

Investment Risks

An investment in the Fund involves certain risks, such as: when interest rates rise, bond prices generally fall, and the Fund's share prices can fall. The Fund may purchase lower-rated and unrated fixed-income securities, which involve an increased possibility that the issuers of these may not be able to make payments of interest and principal. See the Fund's Prospectus for a further discussion of risks.

Portfolio composition is subject to change at any time. Current and future portfolio holdings are subject to risk.

Definitions: **R-Squared:** portfolio's movements that can be explained by movements in its benchmark. **Standard Deviation:** measure of how widely the returns varied over a certain period of time from the average. **Sharpe Ratio:** measure to determine reward per unit of risk. **Information Ratio:** portfolio's excess return (over its benchmark), divided by the amount of excess risk taken relative to the benchmark. **Yield to Worst (YTW):** lowest potential yield that can be received on a bond portfolio without the issuers actually defaulting. **Yield to Maturity (YTM):** total return anticipated on a bond portfolio if the bonds are held until the end of their lifetime. **Relative Results:** difference between the Fund's performance and the performance of the reflected benchmark.

Investors should consider carefully the investment objectives, risks, and charges and expenses of the Fund before investing. The Fund's Prospectus contains this and other information about the Fund and should be read carefully before investing. The Prospectus is available from Weitz Investment Management, Inc. Weitz Securities, Inc. is the distributor of the Weitz Funds.