

# Nebraska Tax-Free Income Fund

For period ended December 31, 2017

## Fund Overview

The Nebraska Tax-Free Income Fund is a non-diversified municipal bond fund with an investment objective of generating a high level of current income that is exempt from both federal and Nebraska personal income taxes consistent with the preservation of capital. The Fund seeks to achieve these objectives by investing, under normal circumstances, at least 80% of its net assets, in municipal securities that generate income exempt from Nebraska state income tax and from federal income tax. In addition, the Fund will invest no more than 20% of its net assets in municipal securities subject to the federal Alternative Minimum Tax.

## Investment Strategy

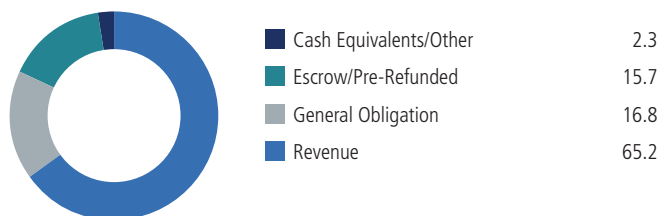
At Weitz, we cast a wide net to find fixed income investment opportunities that meet our stringent criteria. Instead of focusing solely on yield, we search for investments that we think will provide a reasonable risk-adjusted return. We examine potential opportunities until we find what we believe is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

## Portfolio Summary & Characteristics

Average Maturity	5.1 years	Number of Fixed Income Issuers	59
Average Effective Maturity	4.0 years	6-Month Turnover (9/30/17) (%)	30
Average Duration	3.6 years	Annual Turnover (3/31/2017) (%)	29
Average Effective Duration	3.7 years	5-Year Average Turnover (3/31/2017) (%)	14
Average Coupon (%)	3.9		
30-Day SEC Yield (%)	1.03		

Source: Bloomberg Analytics

## Asset Allocation (% of Net Assets)



Duration Distribution	Portfolio (%)
0-1 year	25.9
1-3 years	20.9
3-5 years	24.6
5-7 years	8.7
7-10 years	19.8
10+ years	0.1

Source: Bloomberg Analytics

Maturity Distribution	Portfolio (%)
Cash Equivalents	0.7
Less than 1 year	23.6
1-3 years	20.2
3-5 years	23.9
5-7 years	7.8
7-10 years	21.9
10+ years	1.9

Source: Bloomberg Analytics

## Fund Facts

Ticker	WNTFX
Investment Minimum	\$2,500
CUSIP	94904P807
Fund Expense Ratio (%) as stated in 7/31/17 Prospectus	0.80
Portfolio Manager	Tom Carney, CFA
Investment Style	Municipal-State Bond
Inception Date <sup>1</sup>	October 1, 1985
Net Assets	\$60.3 Million
Dividends/Capital Gains	Paid Quarterly (March, June, September & December)

## 5 Largest Issuers

	Securities (%)
Nebraska Public Power District	9.1
Omaha Public Power District	8.1
University of Nebraska, University Revenue	6.0
Lincoln Electric System Revenue	5.6
Omaha Public Facilities Corp.	5.5

## Credit Quality<sup>(a)</sup>

	Portfolio (%)
Aaa/AAA	2.1
Aa/AA	59.1
A/A	27.1
Baa/BBB	3.2
Non-Rated	7.8
Cash Equivalents	0.7

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.

For more information

Returns (%)	ANNUALIZED						
	Since Inception	20-year	10-year	5-year	3-year	1-year	Quarter
WNTFX	4.60	3.28	2.29	0.87	0.62	1.61	-0.18
Bloomberg Barclays 5-Year Municipal Bond Index	n/a	4.05	3.54	1.83	1.72	3.14	-0.70

Fund inception: 10/1/1985

## Summary of Returns (%)

	1985 (10/1/85)	1986	1987	1988	1989	1990	1991	1992	1993	1994	1995
WNTFX	3.55	11.21	4.00	6.31	6.89	6.31	8.41	7.37	7.87	-1.41	10.49
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
WNTFX	5.46	7.32	6.10	-1.21	9.87	3.86	7.99	4.29	3.38	2.16	3.26
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017 (12/31/17)
WNTFX	3.56	1.23	7.24	2.27	5.94	2.07	-0.25	2.81	0.96	-0.71	1.61

**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](http://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 0.80% of the Fund's net assets. Returns also include fee waivers and/or expense reimbursements, if any; total returns would have been lower had there been no waivers or reimbursements.

<sup>1</sup>On the last business day of 2006, the Fund succeeded to substantially all of the assets of Weitz Income Partners Limited Partnership, (the "Partnership"). The investment objectives, policies and restrictions of the Funds are materially equivalent to those of the Partnership, and the Partnership was managed at all times with full investment authority by the Investment Adviser. The performance information includes performance for the Partnership. The Partnership was not registered under the Investment Company Act of 1940 and, therefore, were not subject to certain investment or other restrictions or requirements imposed by the 1940 Act or the Internal Revenue Code. If the Partnership had been registered under the 1940 Act, the Partnership's performance might have been adversely affected.

Index performance is hypothetical and is shown for illustrative purposes only. Comparative returns are the average returns for the reflected index. The Bloomberg Barclays 5-Year Municipal Bond Index is a capitalization weighted bond index created by Bloomberg Barclays intended to be representative of major municipal bonds of all quality ratings with an average maturity of approximately five years.

## 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 price 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.

**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.**