

CORE PLUS INCOME FUND

Portfolio Managers: Tom Carney, CFA & Nolan Anderson

Investment Style: Intermediate-Term Bond



Core Plus Income Fund's Institutional Class returned +0.09% for the fourth quarter compared to a +0.18% return for the Bloomberg Barclays U.S. Aggregate Bond Index, our primary benchmark. For the year, the Fund's Institutional Class returned +7.58% compared to a +8.72% return for the Bloomberg Barclays U.S. Agg. The primary driver of underperformance was our conservative duration positioning, particularly in corporate credit.

Portfolio Positioning

The table below shows the change in allocation to various sectors, from the prior quarter and compared to a year ago. This summary provides a view over time of how we have allocated capital. Since our goal is to invest in sectors that we believe offer the best risk-adjusted returns, our allocations may change significantly over time.

SECTOR ALLOCATION (% of Net Assets)					
	12/31/2019	9/30/2019	Qtr Over Qtr Change (bps)	12/31/2018	Year Over Year Change (bps)
Corporate Bonds	24.9	28.4	-350	24.7	+20
Corporate Convertible Bonds	1.5	1.6	-10	1.7	-20
Asset-Backed Securities (ABS)	30.0	27.2	+280	21.8	+820
Commercial Mortgage-Backed Securities (CMBS)	10.0	9.3	+70	5.4	+460
Agency Mortgage-Backed (MBS)	1.6	1.8	-20	1.9	-30
Non-Agency Mortgage Backed (RMBS)	2.9	2.8	+10	2.7	+20
Taxable Municipal Bonds	0.4	0.4	0	0.7	-30
U.S. Treasury	24.5	24.4	+10	37.0	-1250
Common Stocks	0.2	0.2	0	0.4	-20
Cash & Equivalents	4.0	3.9	+10	3.7	+30
Total	100.0	100.0		100.00	
High Yield [†]	8.0	10.6	-260	11.1	-310
Effective duration (years)	4.0	4.1	-0.1	4.6	-0.6
Effective maturity (years)	4.9	5.2	-0.3	5.7	-0.8

[†]High-Yield exposure (as of 12/31/2019) consists of investments in the Corporate, Corporate Convertible, ABS and CMBS sectors.

Sector allocations shifted materially during the quarter, with the largest increase in asset-backed securities (ABS) and largest decline in corporate bonds. Better relative value in shorter-duration ABS drove the shift in capital allocation. On a year-over-year basis, our Treasury portfolio has shrunk from 37% of Fund assets to less than 25%. As interest rates fell significantly throughout the year, we reallocated capital to shorter duration ABS and CMBS investments with better risk-adjusted return profiles. Our remaining Treasury holdings provide portfolio diversification and risk management benefits, which we believe is prudent during a time when credit markets appear to have limited fundamental upside.

As of December 31, 2019, our high-yield exposure was 8.0%, down from 10.6% as of September 30. Since the Fund's inception, we have flexed our high-yield allocation meaningfully—from a low of approximately 5.0% to near 25.0%, the maximum permitted. According to CreditSights, high-yield spreads (ex-Energy) hit a post-crisis (Great Recession of 2008-09) low of 305 basis points in mid-December and ended the year at 315 basis points. This in contrast to the post-crisis high of 918 basis points in 2011 and the 771 basis points hit in early 2016 (a period in which we reached our highest historical high-yield exposure). In terms of yield, according to Citi Research, the top 80%, based on credit quality, of the FTSE High Yield Index yields only 4.11%, the lowest on record. If price is what one pays and value is what one receives, we believe the risk/reward (price and value) in much of the high-yield market is not as favorable at today's low returns and low overall spreads—and so we have allowed this portion of our portfolio to shrink. We have significant capacity to take advantage of higher returns (yields and spreads) when conditions change, which they inevitably will.

Overall portfolio metrics as measured by average effective maturity and average effective duration changed modestly in the fourth quarter. The average effective maturity declined to 4.9 years from 5.2 years, and the average effective duration moved slightly lower to 4.0 years from 4.1 years (versus 5.9 years for the Bloomberg Barclays U.S. Agg on December 31, 2019). From a risk-adjusted return perspective, the significant decline in yields and flattening of the yield curve, along with low credit spreads, have materially reduced the attractiveness to lend longer. As we head into 2020, our Treasury holdings as a group have a duration of 9.8 years, whereas our corporate bonds and securitized products are shorter at 3.8 and 1.3 years, respectively. Should interest rates and/or credit spreads increase materially from here, we are in a strong position to play offense. As of December 31, the Fund's Institutional Class had a yield-to-worst (YTW) of 2.63% compared to a YTW of 2.31% for the index.

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Top Quarterly Contributors

Sector allocation and security selection were the key drivers of performance.

- **Corporate Bonds:** Corporate credit performance was driven by tighter credit spreads, which more than offset the negative impact of rising interest rates. Primary contributors included energy, real estate investment trusts (REITs), communications and technology.
- **Securitized Products (ABS, CMBS, MBS and RMBS):** Securitized products continued to perform at or above our expectations with respect to credit performance and overall average life progression while providing steady income and modest price appreciation.

Top Quarterly Detractors

- **U.S. Treasury Bonds:** Our U.S. Treasury holdings were the largest detractor to performance. With an average duration of nearly 10 years, our Treasury portfolio was negatively impacted by rising longer term interest rates as the yield curve steepened during the quarter.

Fourth Quarter Investment Activity

New investment activity was heavily weighted toward securitized products, principally ABS and CMBS. In ABS, we added to our fixed-rate auto, consumer and small-ticket equipment holdings. We also made our second Whole Business Securitization (WBS) investment, with the purchase of bonds secured by Jersey Mike's. Founded in 1956, Jersey Mike's franchises over 1,600 stores predominately in the U.S. In a competitive market, Jersey Mike's has a differentiated strategy of offering high-quality subs using fresh ingredients. This focus, combined with excellent customer service, has been a winning strategy over the long term. The company has grown its franchise base and systemwide sales every year since 1998 and remains a founder-led organization with a seasoned management team. In addition to underwriting the creditworthiness of the company, our due diligence included a call with the senior management team, visits to various franchise stores and an in-person interview with a local franchisee.

In corporate credit, we sold some shorter (1-3 year) investment-grade bonds and recycled proceeds into shorter-duration ABS with a more attractive risk-reward profile. We also exited a few high-yield credits where weakening fundamentals resulted in lower conviction. Given strong market conditions, we were able to exit at attractive levels.

Fund Strategy

Our approach consists primarily of investing in a portfolio of high-quality bonds, while maintaining an overall portfolio average duration of 3½ to 7 years. Our goal is to capture attractive coupon income and potential price appreciation by investing in longer-duration bonds when attractively priced. We do not and will not try to mimic any particular index as we construct our portfolio.

We may also invest up to 25% in fixed-income securities that are not considered investment grade (such as high-yield and convertible bonds, preferred and convertible preferred stock) but have favorable risk/reward characteristics.

We believe our flexible mandate will benefit investors over the long term. We seek out potentially mispriced securities and select portfolio assets one security at a time based on our view of opportunities in the marketplace. Our fixed income research is not dependent on, but often benefits from, the work our equity teammates conduct on companies and industries, in the course of their due diligence.

Overall, we strive to be adequately compensated for the risks assumed in order to maximize investment (or reinvestment) yield and to avoid making interest rate bets, particularly ones that depend on interest rates going down.

CORE PLUS INCOME FUND

Average Annual Total Returns

AS OF 12/31/2019						
	1-year	3-year	5-year	Since Inception (07/31/2014)	Net Expense	Gross Expense
Core Plus Income Fund Institutional Class	7.58%	4.07%	3.92%	3.83%	0.40%	0.96%
Bloomberg Barclays U.S. Aggregate Bond Index	8.72%	4.03%	3.05%	3.22%	-	-

Data quoted is past performance and current performance may be lower or higher. Past performance is no guarantee of future results. Investment return and principal value of an investment will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. Please visit weitzinvestments.com for the most recent month-end performance.

Investment results assume all distributions are reinvested and reflect applicable fees and expenses. Certain Funds have entered into fee waiver and/or expense reimbursement arrangements with the Investment Advisor. In these cases, the Advisor has contractually agreed to waive a portion of the Advisor's fee 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 of the Class's average daily net assets through 07/31/2020.

The Net Expense Ratio reflects the total annual operating expenses of the Fund after taking into account any such fee waiver and/or expense reimbursement, if any; total returns would have been lower had there been no waivers or reimbursements.

Index performance is hypothetical and is shown for illustrative purposes only. You cannot invest directly in an index. The **Bloomberg Barclays U.S. Aggregate Bond Index** is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. The **FTSE High Yield Index** is a US dollar-denominated index which measures the performance of high-yield debt issued by corporations domiciled in the US or Canada.

Holdings are subject to change and may not be representative of the Fund's current or future investments.

Definitions: Investment grade bonds are those securities rated at least BBB- by one or more credit ratings agencies. **Non-investment grade** bonds are those securities (commonly referred to as "high yield" or "junk" bonds) rated below BBB- by two or more credit ratings agencies. **Average life progression** is a measure of repayment speed for a collateral pool (for example, a collection of mortgages may serve as the collateral pool for an issuance of mortgage-backed securities). **Yield-to-worst (YTW)** is the lowest potential yield that can be received on a bond portfolio without the issuers actually defaulting.

The views and opinions expressed here are those of the portfolio managers as of 01/10/2020, are subject to change with market conditions, and are not meant as investment advice. For informational purposes only. Not an investment recommendation.

Consider these risks before investing: All investments involve risks, including possible loss of principal. Changing interest rates may have sudden and unpredictable effects in the markets and on the Fund's investments. 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.

Investors should consider carefully the investment objectives, risks, and charges and expenses of a fund before investing. This and other important information is contained in the prospectus and summary prospectus, which may be obtained at weitzinvestments.com or from a financial advisor. Please read the prospectus carefully before investing.

Weitz Securities, Inc. is the distributor of the Weitz Funds.

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Schedule of Investments

December 31, 2019

Corporate Bonds - 24.9%

	\$ Principal Amount	\$ Value
Alexandria Real Estate Equities, Inc. 3.95% 1/15/28	366,000	393,113
American Tower Corp. 2.95% 1/15/25	500,000	511,419
Ashtead U.S. Holdings, Inc. 4.0% 5/01/28 ^(b) (c)	250,000	253,125
Beacon Roofing Supply, Inc. 4.875% 11/01/25 ^(b)	100,000	100,709
Berkshire Hathaway Inc. Finance Corp. 4.25% 1/15/49	500,000	592,167
Boston Properties LP 3.125% 9/01/23	555,000	572,743
Broadcom Corp. 3.125% 1/15/25	350,000	354,308
CA, Inc. 3.6% 8/15/22	150,000	153,446
Calumet Specialty Products Partners LP 7.625% 1/15/22	357,000	358,004
Carlisle Companies Inc. 3.5% 12/01/24 3.75% 12/01/27	532,000 500,000	552,487 523,497
CenturyLink, Inc. 5.625% 4/01/20 6.75% 12/01/21 (Qwest Corp.)	250,000 1,250,000	251,860 1,345,347
Charter Communications, Inc. CCO Holdings, LLC 5.125% 5/01/23 ^(b) Operating, LLC 4.2% 3/15/28	300,000 650,000	306,815 692,692
Colfax Corp. 6.0% 2/15/24 ^(b)	1,000,000	1,064,585
Comcast Corp. 3.95% 10/15/25	500,000	545,687
CommScope Holding Company, Inc. 5.0% 6/15/21	110,000	110,374
Computer Sciences Corp. 4.45% 9/15/22	500,000	525,354
Cox Communications, Inc. 3.5% 8/15/27 ^(b)	842,000	880,300
Discovery, Inc. 2.95% 3/20/23	750,000	764,384
Dollar Tree, Inc. 3.7% 5/15/23	75,000	78,126
EPR Properties 4.75% 12/15/26	250,000	273,199
EQT Corp. 3.0% 10/01/22	500,000	491,306
Equifax Inc. 2.3% 6/01/21	100,000	100,306
Equinix, Inc. 5.375% 5/15/27	500,000	543,940
Expedia Group, Inc. 3.8% 2/15/28	750,000	764,936
FLIR Systems, Inc. 3.125% 6/15/21	400,000	403,256
frontdoor, inc. 6.75% 8/15/26 ^(b)	144,000	157,370
General Electric Co. 4.65% 10/17/21 2.7% 10/09/22	591,000 245,000	616,169 248,337

	\$ Principal Amount	\$ Value
JPMorgan Chase & Co. 2.435% 3/09/21 Floating Rate (Qtrly LIBOR + 55)	150,000	150,054
L Brands, Inc. 5.625% 2/15/22 6.875% 11/01/35 6.75% 7/01/36	40,000 500,000 100,000	42,171 448,388 88,010
Lexington Realty Trust 4.4% 6/15/24	610,000	634,421
Markel Corp. 4.9% 7/01/22 3.625% 3/30/23 3.5% 11/01/27	250,000 200,000 550,000	265,940 209,178 569,566
Marvell Technology Group Ltd. 4.2% 6/22/23 ^(c)	300,000	316,797
Micron Technology, Inc. 4.185% 2/15/27	500,000	535,281
Molex Electronics Technologies, LLC 3.9% 4/15/25 ^(b)	300,000	309,592
MPLX LP 6.25% 10/15/22 ^(b) 4.875% 6/01/25	1,000,000 190,000	1,019,800 207,513
MSCI Inc. 4.75% 8/01/26 ^(b)	150,000	157,473
NGL Energy Partners LP 7.5% 11/01/23 6.125% 3/01/25	1,258,000 290,000	1,265,825 274,170
NXP BV 4.625% 6/01/23 ^(b) (c)	100,000	106,922
PDC Energy, Inc. 6.125% 9/15/24	500,000	507,708
Physicians Realty Trust 4.3% 3/15/27	575,000	614,619
Plains All American Pipeline, LP 3.55% 12/15/29	500,000	493,151
QVC, Inc. 4.375% 3/15/23	500,000	516,121
RELX plc 3.5% 3/16/23	770,000	800,639
Silversea Cruise Holding Ltd. 7.25% 2/01/25 ^(b) (c)	1,075,000	1,139,946
Sirius XM Radio Inc. 3.875% 8/01/22 ^(b)	500,000	511,871
Sprint Spectrum Co. LLC 3.36% 3/20/23 ^(b) (c)	305,375	308,475
STORE Capital Corp. 4.5% 3/15/28 4.625% 3/15/29	503,000 500,000	550,204 554,758
TC PipeLines LP 4.65% 6/15/21	160,000	164,197
Total Corporate Bonds (Cost \$26,153,184)		27,292,151

Corporate Convertible Bonds - 1.5%

Redwood Trust, Inc. 4.75% 8/15/23 5.625% 7/15/24 5.75% 10/01/25 ^(b)	350,000 700,000 500,000	359,434 714,851 513,094
Total Corporate Convertible Bonds (Cost \$1,543,529)		1,587,379

Asset-Backed Securities - 30.0%

	\$ Principal Amount	\$ Value		\$ Principal Amount	\$ Value
American Credit Acceptance Receivables Trust (ACAR)^(b)			Exeter Automobile Receivables Trust (EART)^(b)		
2019-4 CL B — 2.43% 10/12/23	500,000	499,862	2016-3A CL B — 2.84% 8/16/21	5,200	5,207
AmeriCredit Automobile Receivables Trust (AMCAR)			2016-2A CL C — 5.96% 2/15/22	228,633	229,996
2017-1 CL D — 3.13% 1/18/23	69,000	69,808	2017-2A CL B — 2.82% 5/16/22	65,143	65,225
Arivo Acceptance Auto Loan Receivables Trust (ARIVO)^(b)			2019-3A CL A — 2.59% 9/15/22	167,701	168,015
2019-1 CL A — 2.99% 7/15/24	1,066,928	1,066,344	2017-1A CL C — 3.95% 12/15/22	650,000	656,453
Ascentium Equipment Receivables Trust (ACER)^(b)			2018-2A CL C — 3.69% 3/15/23	150,000	151,523
2017-1A CL D — 3.8% 1/10/24	216,000	219,117	2017-3A CL C — 3.68% 7/17/23	88,000	89,375
2018-2A CL B — 3.76% 5/10/24	213,000	219,555	First Investors Auto Owners Trust (FIAOT)^(b)		
2016-2A CL E — 6.79% 10/10/24	422,000	428,417	2015-2A CL D — 4.22% 12/15/21	287,000	288,589
Avant Loans Funding Trust (AVNT)^(b)			2016-2A CL B — 2.21% 7/15/22	470,112	469,838
2019-B CL A — 2.72% 10/15/26	415,893	416,320	2016-2A CL C — 2.53% 7/15/22	116,000	116,085
BCC Funding XVI LLC (BCCFC)^(b)			2017-1A CL B — 2.67% 4/17/23	187,000	187,252
2019-1A CL A2 — 2.46% 8/20/24	500,000	499,069	2017-1A CL C — 2.95% 4/17/23	505,000	507,624
CarMax Auto Owner Trust (CARMX)			2018-1A CL C — 3.69% 6/17/24	177,000	180,092
2017-2 CL B — 2.41% 12/15/22	90,000	90,406	Foundation Finance Trust (FFIN)^(b)		
2017-2 CL C — 2.6% 2/15/23	53,000	53,206	2019-1A CL A — 3.86% 11/15/34	527,942	536,278
2017-4 CL C — 2.7% 10/16/23	51,000	51,467	General Motors (GFORT)^(b)		
Carvana Auto Receivables Trust (CRVNA)^(b)			2017-1 CL C — 2.97% 1/18/22	100,000	100,020
2019-1A CL C — 3.5% 2/15/24	700,000	712,461	GLS Auto Receivables Trust (GCAR)^(b)		
Chesapeake Funding II LLC (CFII)^(b)			2018-2A CL A — 3.25% 4/18/22	495,010	496,161
2017-3A CL D — 3.38% 8/15/29	550,000	553,246	2019-2A CL A — 3.06% 4/17/23	245,888	247,211
Commercial Credit Group Receivables Trust (CCG)^(b)			2019-3A CL A — 2.58% 7/17/23	207,194	207,541
2017-1 CL B — 2.75% 11/14/23	410,000	410,471	2019-4A CL A — 2.47% 11/15/23	482,528	483,211
2018-1 CL B — 3.09% 6/16/25	620,000	624,816	GM Financial Automobile Leasing Trust (GMALT)		
2019-1 CL B — 3.22% 9/14/26	750,000	764,894	2018-3 CL C — 3.7% 7/20/22	550,000	557,948
Conn Funding II, LP (CONN)^(b)			Hertz Fleet Lease Funding LP (HFLF)^(b)		
2019-A CL A — 3.4% 10/16/23	274,381	276,549	2018-1 CL A2 — 3.23% 5/10/32	303,680	305,804
2019-B CL A — 2.66% 6/17/24	459,923	460,712	Jersey Mike's Funding, LLC (JMIKE)^(b)		
Dell Equipment Finance Trust (DEFT)^(b)			2019-1A CL A2 — 4.433% 2/15/50	1,000,000	1,002,233
2017-2 CL B — 2.47% 10/24/22	200,000	200,276	Marlette Funding Trust (MFT)^(b)		
2018-1 CL B — 3.34% 6/22/23	590,000	597,550	2018-2A CL A — 3.06% 7/17/28	17,316	17,327
2018-2 CL C — 3.72% 10/22/23	225,000	230,896	2018-3A CL A — 3.2% 9/15/28	88,285	88,463
2019-1 CL C — 3.14% 3/22/24	750,000	761,149	2018-4A CL B — 4.21% 12/15/28	250,000	255,043
Drive Auto Receivables Trust (DRIVE)			2019-2A CL B — 3.53% 7/16/29	500,000	507,112
2017-AA CL D — 4.16% 5/15/24 ^(b)	290,000	293,994	2019-3A CL A — 2.69% 9/17/29	375,446	376,902
2018-1 CL D — 3.81% 5/15/24	590,000	599,826	2019-4A CL A — 2.39% 12/17/29	465,910	466,331
Driven Brands Funding, LLC (HONK)^(b)			MMAF Equipment Finance LLC (MMAF)^(b)		
2019-2A CL A2 — 3.981% 10/20/49	500,000	501,045	2016-AA CL A4 — 1.76% 1/17/23	332,854	332,092
DT Auto Owner Trust (DTAOT)^(b)			2017-AA CL A4 — 2.41% 8/16/24	485,000	487,393
2016-4A CL D — 3.77% 10/17/22	49,566	49,797	Octane Receivables Trust (OCTL)^(b)		
2017-4A CL C — 2.86% 7/17/23	9,658	9,660	2019-1A CL A — 3.16% 9/20/23	1,000,000	999,508
2019-3A CL D — 2.96% 4/15/25	1,000,000	1,000,851	OneMain Direct Auto Receivables Trust (ODART)^(b)		
Enterprise Fleet Financing LLC (EFF)^(b)			2017-2A CL C — 2.82% 7/15/24	285,000	285,669
2017-2 CL A2 — 1.97% 1/20/23	78,825	78,798	2017-2A CL D — 3.42% 10/15/24	800,000	805,201
2019-2 CL A2 — 2.29% 2/20/25	500,000	501,740	OneMain Financial Issuance Trust (OMFIT)^(b)		
			2015-3A CL A — 3.63% 11/20/28	225,000	225,706
			Pawnee Equipment Receivables LLC (PWNE)^(b)		
			2019-1 CL A2 — 2.29% 10/15/24	500,000	498,602
			2019-1 CL D — 2.86% 10/15/24	500,000	496,071

	\$ Principal Amount	\$ Value
Prosper Marketplace Issuance Trust (PMIT)^(b)		
2019-1A CL A — 3.54% 4/15/25	199,377	200,094
2019-1A CL B — 4.03% 4/15/25	500,000	505,150
2019-3A CL A — 3.19% 7/15/25	341,344	343,117
2019-2A CL A — 3.2% 9/15/25	133,806	134,261
Santander Drive Auto Receivables Trust (SDART)		
2015-4 CL D — 3.53% 8/16/21	58,931	59,034
2015-5 CL D — 3.65% 12/15/21	131,533	131,844
2017-1 CL C — 2.58% 5/16/22	59,464	59,507
2016-3 CL D — 2.8% 8/15/22	400,000	402,518
Securitized Term Auto Receivables Trust (SSTRT)^{(b) (c)}		
2019-CRTA CL C — 2.849% 3/25/26	927,696	926,421
Sierra Timeshare Receivables Funding LLC (SRFC)^(b)		
2019-2A CL B — 2.82% 3/20/36	598,982	599,396
SoFi Consumer Loan Program LLC (SCLP)^(b)		
2016-2 CL A — 3.09% 10/27/25	73,059	73,326
2016-3 CL A — 3.05% 12/26/25	21,818	21,856
2017-1 CL A — 3.28% 1/26/26	15,694	15,744
2019-3 CL A — 2.9% 5/25/28	362,975	365,300
Upgrade Receivables Trust (UPGR)^(b)		
2018-1A CL C — 5.17% 11/15/24	100,000	101,335
2019-1A CL B — 4.09% 3/15/25	1,117,000	1,125,301
Upstart Securitization Trust (UPST)^(b)		
2017-2 CL B — 3.748% 3/20/25	57,649	57,744
2017-2 CL C — 5.59% 3/20/25	500,000	509,362
2018-1 CL C — 4.997% 8/20/25	1,221,360	1,232,513
2019-1 CL B — 4.19% 4/20/26	500,000	504,550
Verizon Owner Trust (VZOT)^(b)		
2017-2A CL C — 2.38% 12/20/21	100,000	100,145
Westlake Automobile Receivables Trust (WLAKE)^(b)		
2017-1A CL C — 2.7% 10/17/22	23,080	23,094
2018-1A CL C — 2.92% 5/15/23	188,000	188,507
Total Asset-Backed Securities (Cost \$32,644,488)		32,815,522

Commercial Mortgage-Backed Securities - 10.0%

Argent Real Estate Investment LLC (AREIT)^(b)		
2018-CRE1 CL C — 3.83975% 2/14/35 Floating Rate (Mthly LIBOR + 210)	298,000	298,559
BDS Ltd. (BDS)^(b)		
2018-FL1 CL B — 2.98738% 1/15/35 Floating Rate (Mthly LIBOR + 125)	670,967	670,801
BXMT Ltd. (BXMT)^{(b) (c)}		
2017-FL1 CL A — 2.60738% 6/15/35 Floating Rate (Mthly LIBOR + 87)	403,323	402,808
Exantas Capital Corp. Ltd. (XAN)^{(b) (c)}		
2018-R506 CL D — 4.23738% 6/15/35 Floating Rate (Mthly LIBOR + 250)	1,500,000	1,502,887
2019-R507 CL A — 2.73738% 4/15/36 Floating Rate (Mthly LIBOR + 100)	767,741	768,189

	\$ Principal Amount	\$ Value
GPMT Ltd. (GPMT)^{(b) (c)}		
2018-FL1 CL C — 3.91463% 11/19/35 Floating Rate (Mthly LIBOR + 215)	1,028,000	1,029,285
2018-FL1 CL D — 4.71463% 11/21/35 Floating Rate (Mthly LIBOR + 295)	1,096,000	1,097,370
Hilton USA Trust (HILT)^(b)		
2016-SFP CL E — 5.519097% 11/05/35	840,000	843,854
PFP Ltd. (PFP)^{(b) (c)}		
2019-5 CL C — 3.73975% 4/14/36 Floating Rate (Mthly LIBOR + 200)	500,000	501,010
ReadyCap Commercial Mortgage Trust (RCMT)^(b)		
2019-FL3 CL A — 2.792% 3/25/34 Floating Rate (Mthly LIBOR + 100)	673,000	673,474
2018-FL2 CL C — 3.692% 6/25/35 Floating Rate (Mthly LIBOR + 190)	750,000	749,068
2018-FL2 CL D — 4.492% 6/25/35 Floating Rate (Mthly LIBOR + 270)	750,000	750,027
RETL (RETL)^(b)		
2019-RVP CL C — 3.83975% 3/15/36 Floating Rate (Mthly LIBOR + 210)	1,250,000	1,254,725
VMC Finance LLC (VMC)^(b)		
2018-FL1 CL AS — 2.93738% 3/15/35 Floating Rate (Mthly LIBOR + 120)	400,000	399,490
Total Commercial Mortgage-Backed Securities (Cost \$10,960,348)		10,941,547

Mortgage-Backed Securities - 4.5%

Federal Home Loan Mortgage Corporation

Pass-Through Securities		
C91945 — 3.0% 8/1/37	898,047	921,941

Federal National Mortgage Association

Pass-Through Securities		
932836 — 3.0% 12/01/25	51,091	52,423
MA3443 — 4.0% 8/01/48	709,744	737,698
		790,121

Non-Government Agency

Collateralized Mortgage Obligations

COLT Funding LLC (COLT)^{(b) (c)}		
2019-4 CL A1 — 2.579% 11/25/49	236,818	236,918
Deephaven Residential Mortgage Trust (DRMT)^{(b) (c)}		
2019-3A CL A1 — 2.964% 7/25/59	421,203	423,410
2019-4A CL A1 — 2.791% 10/25/59	488,324	489,573
Flagstar Mortgage Trust (FSMT)^{(b) (c)}		
2017-1 CL 2A2 — 3.0% 3/25/47	226,753	230,894
J.P. Morgan Mortgage Trust (JPMMT)^{(b) (c)}		
2016-3 CL 2A1 — 3.0% 10/25/46	228,219	232,185
2017-3 CL 2A2 — 2.5% 8/25/47	243,196	242,768
2018-6 CL 2A2 — 3.0% 12/25/48	219,281	222,154
Sequoia Mortgage Trust (SEMT)^{(b) (c)}		
2017-CH1 CL A11 — 3.5% 8/25/47	174,914	175,780
2018-CH2 CL A12 — 4.0% 6/25/48	349,085	352,271
2019-CH2 CL A1 — 4.5% 8/25/49	571,053	580,804
		3,186,757
Total Mortgage-Backed Securities (Cost \$4,831,112)		4,898,819

Taxable Municipal Bonds - 0.4%	\$ Principal Amount or Shares	\$ Value
Alderwood Water and Wastewater District, Washington, Water & Sewer Revenue, Series B, 5.15% 12/01/25 (Cost \$401,637)	400,000	401,748

U.S. Treasury - 24.5%

U.S. Treasury Notes/Bonds		
2.0% 2/15/25	320,000	324,402
2.125% 5/15/25	2,500,000	2,549,642
2.25% 11/15/25	3,500,000	3,592,470
1.625% 5/15/26	2,500,000	2,472,521
1.5% 8/15/26	3,850,000	3,771,199
2.0% 11/15/26	1,650,000	1,667,476
2.25% 2/15/27	1,875,000	1,925,814
2.375% 5/15/27	2,000,000	2,072,493
3.5% 2/15/39	2,100,000	2,514,964
2.5% 5/15/46	5,850,000	5,967,530
Total U.S. Treasury (Cost \$25,267,324)		26,858,511

Common Stocks - 0.2%

Redwood Trust, Inc. (Cost \$192,471)	14,850	245,619
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Cash Equivalents - 3.5%

State Street Institutional U.S. Government Money		
Market Fund - Premier Class 1.53% ^(a)	3,829,291	3,829,291
Total Cash Equivalents (Cost \$3,829,291)		3,829,291
Total Investments in Securities (Cost \$105,823,384)		108,870,587
Other Assets Less Other Liabilities - 0.5%		587,981
Net Assets - 100%		109,458,568
Net Asset Value Per Share - Investor Class		10.54
Net Asset Value Per Share - Institutional Class		10.54

(a) Rate presented represents the annualized 7-day yield at December 31, 2019.

(b) Security is exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers.

(c) Foreign domiciled entity

(d) Annual sinking fund

(e) The interest rate resets periodically based on the weighted average coupons of the underlying mortgage-related or asset-backed obligations.

This schedule of portfolio holdings is unaudited and is presented for informational purposes only. Portfolio holdings are subject to change at any time and references to specific securities are not recommendations to purchase or sell any particular security. Current and future portfolio holdings are subject to risk.