

# CONSERVATIVE ALLOCATION FUND

## OVERALL MORNINGSTAR RATING™

Institutional Class



Investor Class



Out of 440 Moderately Conservative Allocation funds based on risk adjusted returns.

## FUND OVERVIEW

The investment objectives of the Conservative Allocation Fund are long-term capital appreciation, capital preservation and current income.

- Core conservative allocation
- Value driven, private-buyer mindset
- Higher-quality fixed income focus

## MANAGEMENT TEAM

### Brad Hinton, CFA®

Executive Vice President,  
Co-Chief Investment Officer,  
Portfolio Manager

Joined Weitz in 2001

Fund Mgmt since 2003

### Nolan Anderson

Vice President,  
Co-Head of Fixed Income,  
Portfolio Manager

Joined Weitz in 2011

Fund Mgmt since 2021

## FUND ASSETS

\$240 Million

## DIVIDEND/CAPITAL GAIN FREQUENCY

Semi-annually

## FUND FACTS

### INSTITUTIONAL CLASS

Ticker: WBAIX  
CUSIP: 94904P815  
Inception Date: March 29, 2019  
Expense Ratio: 0.77% (gross)  
0.70% (net)

### INVESTOR CLASS

Ticker: WBALX  
CUSIP: 94904P104  
Inception Date: October 01, 2003  
Expense Ratio: 1.02% (gross)  
0.85% (net)

### ASSET ALLOCATION (% of net assets)

	Fund	Morningstar Mod Conservative Target Risk Index
Bonds	48.0	57.8
Common Stocks	44.4	41.2
Cash Equivalents/Other	7.6	0.0

### FIXED INCOME BREAKDOWN (% of net assets)

U.S. Treasury / Government / Government Related	32.5
Asset-Backed Securities	7.0
Mortgage-Backed Securities	6.2
Commercial Mortgage-Backed Securities	2.1
Corporate Bonds	0.2

### CREDIT QUALITY (% of fixed income portfolio)

U.S. Treasury	70.0
U.S. Government Agency MBS	6.5
AAA	20.6
AA	0.8
A	0.3
BBB	0.4
BB	0.0
B	0.0
CCC	0.0
Not Rated	0.0
Cash Equivalents	1.4

### CHARACTERISTICS

Avg. Effective Maturity (yrs)	2.3
Avg. Effective Duration (yrs)	1.5
Yield to Maturity (%)	4.2
Yield to Worst (%)	4.2
Average Coupon (%)	3.1
No. of Fixed Income Issuers	66
No. of Equity Issuers	28
Annual Turnover (%)	22

### EQUITY BREAKDOWN (% of net assets)

Financials	11.6
Information Technology	10.6
Health Care	7.4
Industrials	6.3
Materials	4.7
Communication Services	2.4
Consumer Staples	1.4

### TOP TEN EQUITY HOLDINGS (% of net assets)

Berkshire Hathaway, Inc.	2.6
Danaher Corp.	2.4
Aon plc	2.4
Thermo Fisher Scientific, Inc.	2.3
Mastercard, Inc.	2.2
Accenture plc	2.1
Visa, Inc.	1.9
Analog Devices, Inc.	1.9
Vulcan Materials Co.	1.8
Martin Marietta Materials, Inc.	1.7
<b>TOTAL</b>	<b>21.3</b>

### CAPITALIZATION (% of common stocks)

More than \$50 Billion	68.9
\$25 - \$50 Billion	21.7
\$10 - \$25 Billion	9.4
\$2.5 - \$10 Billion	0.0
Less than \$2.5 Billion	0.0
<b>Weighted Average Market Cap (\$Billion)</b>	<b>368.8</b>

### MORNINGSTAR STOCK STYLEBOX (as of 6/30/2024)

	Value	Blend	Growth	
Large	6	43	21	Weight %
	3	23	4	
	0	0	0	
Medium				<ul style="list-style-type: none"> <li>■ 50+</li> <li>■ 25-49</li> <li>■ 10-24</li> <li>■ 0-9</li> </ul>
Small				

All data is as of 9/30/2024 unless otherwise indicated.

This material must be preceded or accompanied by a [prospectus](#) or [summary prospectus](#).

The Fund has entered into a fee waiver and/or expense reimbursement arrangement with the Investment Advisor by which 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 Fund's average daily net assets through 7/31/2025. The **gross expense ratio** reflects the total annual operating expenses of the fund, before any fee waivers or reimbursements. The **net expense ratio** reflects the total annual operating expenses of the fund after taking into account any fee waiver and/or expense reimbursement. The net expense ratio represents what investors are ultimately charged to be invested in a mutual fund.

Holdings are subject to change and may not be representative of the Fund's current or future investments. Totals may not add up to 100% due to rounding.

Credit ratings are assigned to underlying securities utilizing ratings from a Nationally Recognized Statistical Rating Organization (NRSRO) such as Moody's and Fitch, or other rating agencies and applying the following hierarchy: security is determined to be Investment Grade if it has been rated at least BBB- by one credit rating agency; once determined to be Investment Grade (BBB- and above) or Non-Investment Grade (BB+ and below) where multiple ratings are available, then the lowest rating is assigned. Mortgage-related securities issued and guaranteed by government-sponsored agencies such as Fannie Mae and Freddie Mac are generally not rated by rating agencies. Securities that are not rated do not necessarily indicate low quality. Ratings are shown in the Fitch scale (e.g., AAA). Ratings and portfolio credit quality may change over time. The Fund itself has not been rated by a credit rating agency.

The Morningstar Stock Style Box plots a fund's portfolio holdings on the Morningstar style box grid thereby providing a more complete picture of how a fund's holdings are distributed across the equity style box. Weitz portfolio managers select fund holdings with the sole purpose of accomplishing a fund's stated objective rather than adhering to a specific Morningstar style box classification.

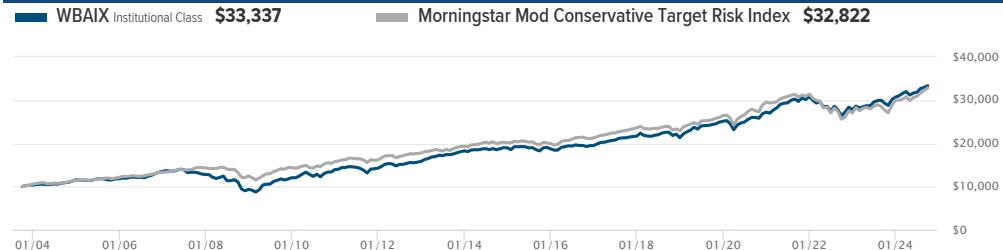
Investors should consider carefully the investment objectives, risks, and charges and expenses of a fund before investing. This and other important information is contained in the prospectus and summary prospectus, which may be obtained at [weitzinvestments.com](http://weitzinvestments.com) or from a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

# CONSERVATIVE ALLOCATION FUND

RETURNS (%)	TOTAL RETURNS		AVERAGE ANNUAL TOTAL RETURNS					Since Inception (10/1/2003)
	QTR	YTD	1-YR	3-YR	5-YR	10-YR	20-YR	
	<b>WBAIX</b> Institutional Class	4.82	8.65	13.81	3.93	6.48	6.05	
<b>WBALX</b> Investor Class	4.77	8.51	13.66	3.77	6.31	5.97	5.71	5.86
<b>Morningstar Mod Conservative Target Risk Index</b>	6.32	9.38	18.53	2.25	5.20	5.10	5.63	5.82

YIELDS (%)	30-DAY SEC YIELD		Distribution Yield
	Subsidized	Unsubsidized	
<b>WBAIX</b>	2.20	2.12	2.17
<b>WBALX</b>	2.06	1.92	2.08

## GROWTH OF \$10,000 SINCE FUND INCEPTION



## VOLATILITY MEASURES (3-Year %)

WBAIX (vs. Morningstar Mod Conservative Target Risk Index)	
R-Squared	89.40
Beta	0.79
Alpha	2.07
Upside Capture Ratio	87.06
Downside Capture Ratio	73.57
Standard Deviation	8.75
Sharpe Ratio	0.05

## CALENDAR YEAR RETURNS (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
<b>WBAIX</b> Institutional Class	10.44	-9.84	13.27	8.33	17.98	-1.78	11.15	4.07	-1.11	3.79	15.46	10.91	2.27	15.66	28.77	-26.82	-5.26	14.33	1.73	11.84
<b>WBALX</b> Investor Class	10.27	-9.94	13.09	8.14	17.94	-1.78	11.15	4.07	-1.11	3.79	15.46	10.91	2.27	15.66	28.77	-26.82	-5.26	14.33	1.73	11.84
<b>Morningstar Mod Conservative Target Risk Index</b>	10.89	-13.85	6.36	11.86	15.25	-2.87	10.86	6.66	-1.03	4.30	8.83	9.66	2.60	9.65	15.31	-13.06	8.01	9.72	4.93	8.95

All data is as of 9/30/2024 unless otherwise indicated. 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](http://weitzinvestments.com) for the most recent month-end performance.

Investment results reflect applicable fees and expenses and assume all distributions are reinvested but do not reflect the deduction of taxes an investor would pay on distributions or share redemptions. Results also include the effect of a fee waiver and/or expense reimbursement arrangement. If this arrangement had not been in place, the performance results would have been lower.

Performance quoted for Institutional Class shares before their inception (3/29/2019) is derived from the historical performance of the Investor Class shares and has not been adjusted for the expenses of the Institutional Class shares, had they, returns would have been different.

Index performance is hypothetical and is shown for illustrative purposes only. You cannot invest directly in an index. The **Morningstar Moderately Conservative Target Risk Index** is an asset allocation index comprised of constituent Morningstar indices and reflects global equity market exposure of 40% based on an asset allocation methodology derived by Ibbotson Associates, a Morningstar company.

**Definitions:** **Investment Grade Bonds** are those securities rated at least BBB-. **Non-Investment Grade Bonds** are those securities (commonly referred to as "high yield" or "junk" bonds) rated BB+ and below. **30-Day SEC Yield** represents net investment income earned by a fund over a 30-day period, expressed as an annual percentage rate based on the fund's share price at the end of the 30-day period. **Subsidized yield** reflects fee waivers and/or expense reimbursements during the period. Without such fee waivers and/or expense reimbursements, if any, yields would have been lower. **Unsubsidized yield** does not adjust for any fee waivers and/or expense reimbursements in effect. **Distribution Yield** is the measurement of cash flow paid by a fund over a year. This rate does not represent the total return of a fund. Distributions may include income, short-term capital gains and long-term capital gains. The distribution yield is calculated by dividing the sum of all distributions paid by the fund over the trailing 12 months by the fund's NAV as of the date of the period presented. This calculation is based on distributions made in the past and is therefore not reflective of the fund's current portfolio. **Average Effective Duration** provides a measure of a fund's interest-rate sensitivity. The longer a fund's duration, the more sensitive the fund is to shifts in interest rates. **Average Effective Maturity** is a measure of maturity that takes into account the possibility that a bond might be called back by the issuer. **Yield to Maturity (YTM)** is the total return anticipated on a bond portfolio if the bonds are held to maturity. **Yield to Worst (YTW)** is the lowest potential yield that can be received on a bond portfolio without the issuers actually defaulting. **Average Coupon** is the weighted average coupon rate of each bond in the portfolio. **R-Squared** is a measure that represents the percentage of a portfolio's movements that can be explained by movements in a benchmark. **Beta** measures volatility in relation to the fund's benchmark. **Alpha** measures the difference between a fund's actual returns and its expected performance, given its level of risk as measured by beta. **Upside Capture Ratio** measures performance in up markets relative to the benchmark. **Downside Capture Ratio** measures performance in down markets relative to the benchmark. **Standard Deviation** measures the degree to which a fund's performance has varied from its average performance over a particular time period. The greater the standard deviation, the greater a fund's volatility. **Sharpe Ratio** is a risk-adjusted performance statistic that measures reward per unit of risk. The higher the Sharpe ratio, the better a fund's risk adjusted performance.

© 2024 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Morningstar rated the Conservative Allocation Fund Institutional and Investor Class shares 4, 5 and 5 stars among 440, 403 and 300 Moderately Conservative Allocation funds for the 3-, 5- and 10-year periods ended 9/30/2024, respectively.

The Morningstar Rating™ for the Balanced Fund's Institutional Class shares is based on Morningstar's Extended Performance Rating. This means that a fund with a share class that does not have a 1, 3-, 5-, or 10-year performance history may receive a hypothetical Morningstar Rating based on the oldest surviving share class of the fund. First, Morningstar computes the fund's new return stream by appending an adjusted return history of the oldest share class. Next, the Extended Performance Rating is determined by comparing the adjusted-historical returns to the current open-end mutual fund universe to identify placement in the bell curve used to assign the Morningstar Rating. Morningstar Ratings that are based on extended performance returns appear as hollow stars.

**Consider these risks before investing:** All investments involve risks, including possible loss of principal. Market risk includes political, regulatory, economic, social and health risks (including the risks presented by the spread of infectious diseases). Because the Fund may have a more concentrated portfolio than certain other mutual funds, the performance of each holding in the Fund has a greater impact upon the overall portfolio, which increases risk. 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 related to the Fund.

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](http://weitzinvestments.com) or from a financial advisor. Please read the prospectus carefully before investing.