

# CORE PLUS INCOME FUND

## Flexible, high-conviction portfolio

Fixed Income markets are inefficient and, at times, illiquid.

We build a flexible, concentrated, multi-sector portfolio that is conscious of asset capacity.

## Bottom-up driven, top-down aware

Human behavior and market sentiment are more volatile than the intrinsic value of a business.

With consideration to economic and fixed income market drivers, we build the portfolio using a bottom-up, research-driven approach.

## Emphasis on downside risk management

Credit investing is asymmetric in nature, and attempting to forecast interest rates is speculative.

The credit quality allocation of the fund may vary over time, but our core philosophy remains focused on managing downside risks.

We seek to avoid investments that rely solely on making a correct interest rate forecast.

## Overall Morningstar Rating™

Institutional Class



Investor Class



Out of 534 Intermediate Core-Plus Bond funds as of 06/30/20 based on risk adjusted returns.

## Fund Overview

The primary investment objectives of the Core Plus Income Fund are current income and capital preservation. A secondary investment objective is long-term capital appreciation.

## Portfolio Managers

Tom Carney, CFA (since 07/31/14)

Nolan Anderson (since 07/31/14)

## Inception Date

July 31, 2014

## Net Assets

\$112.5 Million

## Dividends/Capital Gains

Paid Quarterly

(March, June, September & December)

## Fund Facts

### INVESTOR CLASS

Ticker:	WCPNX
CUSIP:	94904P823
Fund Expense Ratio*:	1.18% (gross) 0.50% (net)

### INSTITUTIONAL CLASS

Ticker:	WCPBX
CUSIP:	94904P831
Fund Expense Ratio*:	0.80% (gross) 0.40% (net)

## PORTFOLIO ASSET ALLOCATION (% of Net Assets)

	Fund	Bloomberg Barclays U.S. Agg. Bond Index
Asset-Backed Securities	29.1	0.4
Commercial Mortgage-Backed	9.4	2.2
Corporate Bonds	37.8	27.2
Corporate Convertible Bonds	1.6	0.0
Mortgage-Backed	3.4	27.1
Taxable Municipal Bonds	0.4	1.0
U.S. Treasury / Government / Government Related	16.6	42.1
Cash Equivalents/Other	1.7	0.0

## FIXED INCOME CHARACTERISTICS

	Fund	Bloomberg Barclays U.S. Agg. Bond Index
Average Effective Maturity	5.8 years	7.9 years
Average Effective Duration	4.7 years	6.0 years
Yield to Maturity	4.9%	1.2%
Yield to Worst	4.9%	1.3%
Number of Holdings	207	11,690
Annual Turnover**	51%	
5-year Avg. Annual Turnover**	41%	

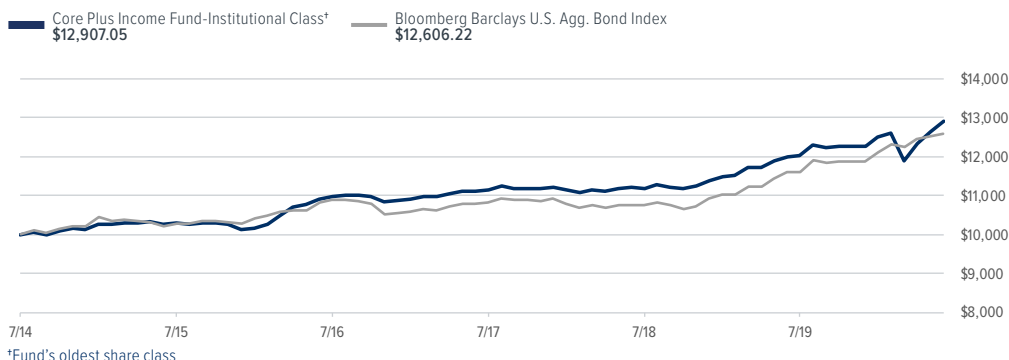
\*\*as of most recent Annual Report

## CREDIT QUALITY (% of Portfolio)

	Fund	Bloomberg Barclays U.S. Agg. Bond Index
U.S. Treasury	16.7	37.2
U.S. Government Agency MBS	1.2	20.2
AAA	5.6	4.0
AA	6.7	4.0
A	17.7	12.2
BBB	35.7	14.1
BB	7.2	0.5
B	5.1	0.0
CCC	1.5	0.0
Not Rated	1.6	7.8
Cash Equivalents/Other	1.0	0.0

# CORE PLUS INCOME FUND

## GROWTH OF \$10,000



## RETURNS (%)

	ANNUALIZED					
	YTD	Quarter	1-year	3-year	5-year	Since Inception (7/31/14)
WCPBX Institutional Class	5.26	8.50	7.50	5.09	4.69	4.40
WCPNX Investor Class	5.18	8.57	7.41	4.90	4.49	4.21
Bloomberg Barclays U.S. Aggregate Bond Index	6.14	2.90	8.74	5.32	4.30	3.99

## CALENDAR YEAR RETURNS (%)

	2019	2018	2017	2016	2015	2014 (7/31/14)
WCPBX Institutional Class	7.58	1.68	3.03	7.32	0.21	1.17
Bloomberg Barclays U.S. Aggregate Bond Index	8.72	0.01	3.54	2.65	0.55	2.22
Relative Results	-1.14	1.67	-0.51	4.67	-0.34	-1.05

## YIELDS

30-day SEC Yield (Investor Class)	
Subsidized	3.02%
Unsubsidized	2.26%
30-day SEC Yield (Institutional Class)	
Subsidized	3.12%
Unsubsidized	2.62%
Distribution Yield (Investor Class)	
Distribution Yield (Investor Class)	4.47%
Distribution Yield (Institutional Class)	
Distribution Yield (Institutional Class)	4.64%

## VOLATILITY MEASURES

Fund vs. Bloomberg Barclays U.S. Agg. Bond Index	1-year	3-year	5-year
R-Squared	45.1	46.7	45.8
Beta	1.5	1.0	0.9
Alpha	-5.3	-0.4	0.7
Standard Deviation	7.9	5.0	4.2

Source: Morningstar Direct

All data is as of 06/30/2020 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. 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 07/31/2021.

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.

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. **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. **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 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. **R-Squared** is a measure that represents the percentage of a portfolio's movements that can be explained by movements in a benchmark. **Alpha** measures the difference between a fund's actual returns and its expected performance, given its level of risk as measured by beta. **Beta** measures volatility in relation to the fund's 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.

The Fund receives credit quality ratings on portfolio securities when available from credit rating agencies. The Fund itself has not been rated by a credit rating agency. Ratings and portfolio credit quality may change over time. A security is "investment grade" when it has received a credit quality rating of at least BBB. If a security has received different ratings from more than one rating agency, then the highest rating is used. 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 which are not rated do not necessarily indicate low quality. Fannie Mae's and Freddie Mac's senior long-term debt are currently rating Aaa and AAA by Moody's and Fitch, respectively.

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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. Core Plus Income Fund was rated against the following numbers of Intermediate Core-Plus Bond funds over the following time periods: 534 funds in the last three years and 455 funds in the last five years.

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

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