

# SHORT DURATION INCOME FUND

## Short duration bond core allocation

We manage the fund to provide a core allocation without taking unnecessary interest rate and maturity risks throughout market cycles.

We build a flexible, multi-sector portfolio focused on income generation and downside risk management.

## Consistency of performance

The fund has maintained positive annual performance each year since 1995 for the Institutional share class.

## Portfolio Manager tenure

Tom Carney has been a portfolio manager on the fund since 1996, making him one of the longest-tenured managers in the fund's Morningstar™ category.

### PORTFOLIO ASSET ALLOCATION (% of Net Assets)

	Fund	Bloomberg Barclays 1-3 Year U.S. Agg.
Asset-Backed Securities	29.7	1.4
Commercial Mortgage-Backed	9.6	1.9
Common Stocks	0.7	0.0
Corporate Bonds	16.0	21.2
Corporate Convertible Bonds	2.7	0.0
Mortgage-Backed	14.8	3.6
Taxable Municipal Bonds	0.0	0.6
U.S. Treasury / Government / Government Related	20.6	71.3
Cash Equivalents/Other	5.9	0.0

### CREDIT QUALITY (% of Portfolio)

	Fund	Bloomberg Barclays 1-3 Year U.S. Agg.
U.S. Treasury	20.7	62.2
U.S. Government Agency MBS	8.9	3.5
AAA	27.6	7.3
AA	7.3	5.4
A	8.5	11.3
BBB	14.7	9.4
BB	2.3	0.2
B	0.1	0.0
CCC	0.9	0.0
Not Rated	2.8	0.7
Common Stock	0.7	0.0
Cash Equivalents/Other	5.5	0.0

### FIXED INCOME CHARACTERISTICS

	Fund	Bloomberg Barclays 1-3 Year U.S. Agg.
Average Effective Maturity	2.2 years	1.9 years
Average Effective Duration	1.5 years	1.9 years
Yield to Maturity	1.2%	0.4%
Yield to Worst	1.1%	0.4%
Number of Holdings	290	2,707
Annual Turnover**	54%	
5-year Avg. Annual Turnover**	40%	

\*\*as of most recent Annual Report

## Overall Morningstar Rating™

Institutional Class



Investor Class



Out of 524 Short-Term Bond funds as of 06/30/21 based on risk adjusted returns.

## Fund Overview

The investment objective of the Short Duration Income Fund is current income consistent with preserving capital.

## Portfolio Managers

Tom Carney, CFA (since 01/01/96)  
Nolan Anderson (since 07/31/17)

## Inception Date

December 23, 1988

## Net Assets

\$718 Million

## Dividends/Capital Gains

Paid Quarterly

## Fund Facts

### INVESTOR CLASS

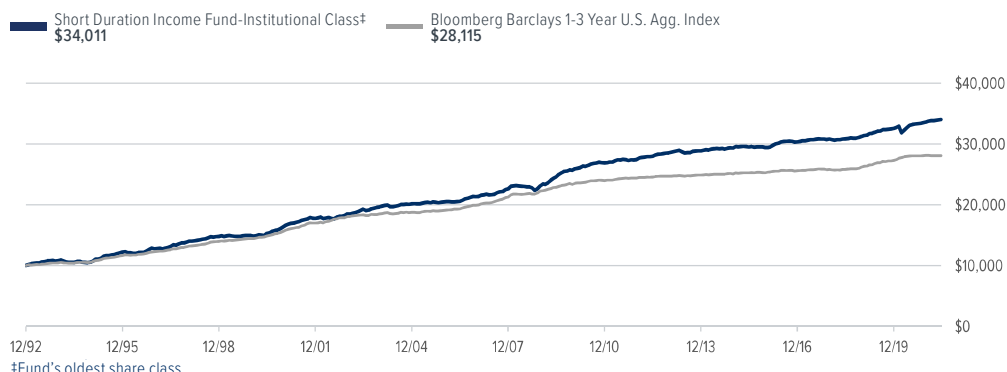
Ticker:	WSHNX
CUSIP:	94904P864
Fund Expense Ratio*:	0.95% (gross) 0.55% (net)

### INSTITUTIONAL CLASS

Ticker:	WEFIX
CUSIP:	94904P302
Fund Expense Ratio*:	0.64% (gross) 0.48% (net)

# SHORT DURATION INCOME FUND

## GROWTH OF \$10,000\*



## RETURNS (%)

	ANNUALIZED								
	YTD	Quarter	1-year	3-year	5-year	10-year	20-year	30-year	Since Inception (12/23/88)
WEFIX Institutional Class	1.17	0.49	2.94	3.30	2.32	2.21	3.46	4.59	4.91
WSHNX Investor Class	1.15	0.48	2.90	3.16	2.16	2.01	3.36	4.52	4.85
Bloomberg Barclays 1-3 Year U.S. Agg	-0.02	0.05	0.36	2.86	1.83	1.48	2.76	N/A	N/A
U.S. CPI+ 1%	4.83	2.83	6.44	3.57	3.45	2.89	3.16	3.36	3.55

## CALENDAR YEAR RETURNS (%)

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
WEFIX Institutional Class	3.34	4.22	1.34	1.54	3.11	0.25	1.69	1.11	4.04	2.11
U.S. CPI+ 1%	2.38	3.31	2.93	3.13	3.10	1.74	1.77	2.52	2.76	3.99
Relative Results	0.96	0.91	-1.59	-1.59	0.01	-1.49	-0.08	-1.41	1.28	-1.88

For historical returns since the Fund's inception please visit [weitzinvestments.com](http://weitzinvestments.com).

**All data is as of 06/30/2021 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 07/31/2022.

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.

Performance quoted for Investor Class shares before their inception (08/01/2011) is derived from the historical performance of the Institutional Class shares and has not been adjusted for the expenses of the Institutional Class shares, had they, returns would have been different.

Effective 12/16/2016, the Fund revised its principal investment strategies. Since that time the Fund has generally maintained an average effective duration between one to three and a half years. Prior to that date, the Fund maintained a dollar-weighted average maturity of between two to five years. Performance prior to 12/16/2016 reflects the Fund's prior principal investment strategies and may not be indicative of future performance results.

Index performance is hypothetical and is shown for illustrative purposes only. You cannot invest directly in an index. 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.

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

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, 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.

**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. **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.

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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. Short Duration Income Fund was rated against the following numbers of Short-Term Bond funds over the following time periods: 524 funds in the last three years, 462 funds in the last five years, and 303 funds in the last 10 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

## YIELDS

<b>30-day SEC Yield (Investor Class)</b>	
Subsidized	1.21%
Unsubsidized	0.60%
<b>30-day SEC Yield (Institutional Class)</b>	
Subsidized	1.28%
Unsubsidized	1.00%
<b>Distribution Yield (Investor Class)</b>	
	2.21%
<b>Distribution Yield (Institutional Class)</b>	
	2.25%

## VOLATILITY MEASURES

<b>Fund vs. Bloomberg Barclays 1-3 Year U.S. Agg.</b>			
	1-year	3-year	5-year
R-Squared	15.4	18.5	24.5
Beta	0.1	0.3	0.3
Alpha	2.9	0.8	0.6
Standard Deviation	0.5	2.5	2.0