

Investment Strategy

The Victory Market Neutral Income Fund utilizes a proprietary “market neutral” investment strategy designed to seek income from its investments while maintaining a low correlation to foreign and domestic equity and bond markets.

The Fund uses a multi-strategy approach. First, the Fund seeks income from long positions in foreign and domestic dividend producing equity securities of any market capitalization. Second, the Fund seeks to offset the equity market risk associated with the dividend portfolio by shorting highly correlated equity index futures contracts, such as the S&P 500®, Russell 2000®, MSCI EAFE and Emerging Markets Indexes. Third, the Fund allocates to long and short positions in an additional basket of equity index futures designed to offset residual basis risk.

The Fund’s investments in foreign or domestic dividend-producing equity securities may include securities of any market capitalization size that are included in the Nasdaq Victory High Dividend Volatility Weighted Indexes.

The Fund seeks to achieve three main objectives:

1. An alternative income stream to fixed income
2. A risk profile similar to traditional bonds
3. Low correlation to stocks and bonds

Investment Performance (%)

Average Annual Returns as of September 30, 2024

Victory Market Neutral Income Fund	Ticker	Inception Date	Q3 2024	YTD	1 Year	3 Year	5 Year	Since Inception	Expense Ratio Gross	Expense Ratio Net
A Shares, without sales charge	CBHAX	11/19/12	1.34	-0.07	2.93	2.54	3.01	2.30	0.80	0.75
A Shares, with sales charge (max. 5.75%)	CBHAX	11/19/12	-4.46	-5.81	-3.00	0.52	1.80	1.79	0.80	0.75
C Shares	CBHCX	11/19/12	1.17	-0.61	2.09	1.76	2.24	1.78	1.62	1.50
I Shares	CBHIX	11/19/12	1.42	0.18	3.26	2.90	3.37	2.63	0.59	0.40
Member Shares	CBHMX	11/2/20	1.51	0.20	3.25	2.78	–	3.02	0.80	0.55
Bloomberg U.S. Treasury Bellwethers 3-Month Index	–	–	1.38	4.06	5.51	3.57	2.37	–	–	–

Past performance does not guarantee future results. The performance quoted represents past performance and current performance may be lower or higher. The investment return and principal value will fluctuate so that an investor’s shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month-end, visit www.vcm.com. Returns include reinvestment of dividends and capital gains. Performance for periods greater than one year is annualized. Fee waivers and/or expense reimbursements were in place for some or all periods shown, without which, fund performance would have been lower. Class C Shares are subject to a deferred sales charge of 1.00% on shares redeemed within the first year. Performance would have been lower if it reflected this charge for the applicable period(s). Net expense ratio reflects the contractual waiver and/or reimbursement of management fees through October 31, 2024.

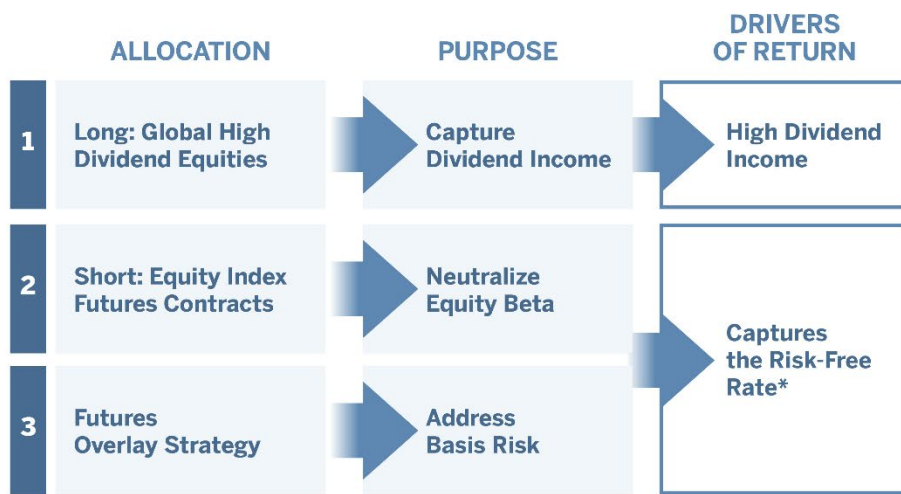
Source: Victory Capital

Strategy Update

The Victory Market Neutral Income Fund (I shares at NAV) was up 1.42% in the quarter, while the Bloomberg U.S. Treasury Bellwethers 3-Month Index was up 1.38%. The Fund’s total return was driven by negative contribution from the Overlay Strategy¹ which was offset by the Global High Dividend Long/Short portfolios² positive contribution. Cash was also a positive contributor given the higher risk-free rate earned on the cash held as collateral for futures trading. In the Global High Dividend Long/Short Portfolio, all sleeves were positive contributors, as the positive contribution from the dividend stocks (long) was enough to offset the negative contribution of the core broad market indexes (short). In the Overlay Strategy, the positive contribution of the long position in NASDAQ 100 Index futures was not enough to offset the negative contribution of the short position in the S&P 500 Index futures, resulting in a negative contribution.

¹The Overlay Strategy consists of a long Nasdaq 100 Futures position and a short S&P 500 Futures position intended to offset the basis risk of the Global High Dividend Long/Short Portfolio.

²The Global High Dividend Long/Short Portfolio consists of long positions in global high dividend equities paired against short positions in closely correlated equity index futures contracts.



Dividend stocks generate attractive levels of income while the risk-free rate* enhances the return on the strategy's futures contracts and the yield received on the cash collateral posted for futures trading.

The Fund employs a simple and repeatable methodology

1. Capture income from a global portfolio of high-dividend paying stocks.
2. Neutralize equity beta, by hedging with highly liquid core broad market index futures.
3. Address remaining basis risk with a futures overlay strategy.

The Fund undergoes systematic monthly rebalancing to ensure it remains optimally positioned without relying on market timing.

*The risk-free rate is the interest rate an investor can expect to earn on an investment that carries zero risk. In practice, the risk-free rate is commonly considered to equal to the interest paid on a 3-month government Treasury bill, generally the safest investment an investor can make.

Carefully consider a fund's investment objectives, risks, charges and expenses before investing. To obtain a prospectus or summary prospectus containing this and other important information, visit www.vcm.com/prospectus. Read it carefully before investing.

Not all share classes are available to all investors.

All investing involves risk, including the potential loss of principal.

International investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles or from economic or political instability in other nations. Dividends are never guaranteed. Derivatives may not work as intended and may result in losses. The Fund may frequently change its holdings, resulting in higher fees, lower returns, and more capital gains. Investments in small- and mid-cap companies typically exhibit higher volatility. The value of your investment is also subject to geopolitical risks such as wars, terrorism, environmental disasters, and public health crises; the risk of technology malfunctions or disruptions; and the responses to such events by governments and/or individual companies.

The opinions are as of the date noted and are subject to change at any time due to changes in market or economic conditions. The comments should not be construed as a recommendation of individual holdings or market sectors, but as an illustration of broader themes.

Basis risk is the financial risk that offsetting investments in a hedging strategy will not experience price changes in entirely opposite directions from each other. **Correlation** measures the degree to which two securities move in relation to each other. Perfect positive correlation (correlation coefficient +1) implies that both securities move in lockstep. Perfect negative correlation (-1) means that two assets move in opposite

directions, while a zero correlation implies no relationship at all. **Overlay strategy** uses derivative investment vehicles to obtain, offset or substitute specific portfolio exposures that are beyond those provided by the underlying portfolio assets. **Volatility weighting methodology** weights stocks based on volatility, or risk, in an effort to spread the risk more evenly across the constituents of an index. The **Bloomberg U.S. Treasury Bellwethers 3-Month Index** measures monthly return equivalents of yield averages that are not marked to market and consists of the last three three-month Treasury bill issues.

Distributed by Victory Capital Services, Inc., an affiliate of Victory Capital Management Inc., the Fund's investment adviser.

Nasdaq® is a registered trademark of NASDAQ, Inc. (which with its affiliates is referred to as the "Corporations") and is licensed for use by Victory Capital Management Inc. The Fund(s) have not been passed on by the Corporations as to their legality or suitability. The Fund(s) are not issued endorsed, sold, or promoted by the Corporations. THE CORPORATIONS MAKE NO WARRANTIES AND BEAR NO LIABILITY WITH RESPECT TO THE FUND(S).©2024 Victory Capital Management Inc.

V20.131 // 3Q 2024 VC Market Neutral Income COM