



P.O. BOX 219486
KANSAS CITY, MO 64121-9486

2018 Final Mid-Year Distributions

The Daily Income, Short-Term Government Securities and Short-Term Bond Funds accrue ordinary income dividends daily and distribute them on the last business day of the month. For other funds paying distributions, the following dates will apply:

| | <u>Ordinary Income</u> | <u>Short-Term Gains</u> | <u>Long-Term Gains</u> |
|-------------------|------------------------|-------------------------|------------------------|
| Record Date | June 28, 2018 | June 28, 2018 | June 28, 2018 |
| Distribution Date | June 29, 2018 | June 29, 2018 | June 29, 2018 |
| Payable Date | June 29, 2018 | June 29, 2018 | June 29, 2018 |

Record Date – The date on which you must be a shareholder of the fund in order to be eligible for a distribution.

Distribution Date – Also known as the ex-date, the date on which the fund’s net asset value per share will reflect the payment of distributions to shareholders. If you have selected reinvestment, the distributions will be reinvested as additional shares into the fund at the day’s closing price.

Payable Date – If you have not selected reinvestment, the distributions will be paid on this date.

| Fund Name | Ordinary Income Dividend | Short-Term Gain Dividend | Long-Term Gain Dividend |
|----------------------------------|---------------------------------|---------------------------------|--------------------------------|
| Daily Income Fund | Daily | None | None |
| Short-Term Government Securities | Daily | None | \$0.0011 |
| Short-Term Bond Fund | Daily | \$0.0001 | \$0.0002 |
| Value Fund | \$0.4400 | None | None |
| Small-Company Stock Fund | None | None | \$0.3874 |
| Stock Index Fund | \$0.0881 | None | None |
| Growth Fund | None | \$0.0026 | \$0.0922 |
| International Equity Fund | None | None | None |

Investing in mutual funds involves risk, including the possible loss of principal.

Investors are advised to consider fund objectives, risks, charges and expenses before investing. The prospectus contains this and other information and should be read carefully before you invest. To obtain a prospectus, call 800.258.3030 or visit homesteadfunds.com.

Homestead Funds does not offer legal or tax advice. Consult an attorney or qualified tax professional if you have questions about your specific legal or tax situation.

RE Investment Corporation, Distributor. 06/18.