



4301 WILSON BLVD
INV8-305
ARLINGTON, VA 22203
homesteadfunds.com

January 26, 2016

Homestead Funds Selects Harding Loevner to Subadvise International Equity Fund

The Arlington, Virginia based mutual fund company Homestead Funds tapped Harding Loevner LP as the subadvisor of the company's international fund. Previously the International Value Fund, the fund was renamed the International Equity Fund on January 15, 2016, concurrent with Harding Loevner taking over as subadvisor. Shareholders voted to approve Harding Loevner as subadvisor on January 5, 2016.

The Homestead International Equity Fund portfolio is comprised of international securities and provides modest exposure to emerging markets. To reduce its volatility, the fund will be diversified across dimensions of geography, industry, currency and market capitalization.

"We're excited to be able to provide retail investors with an opportunity to access this Harding Loevner strategy. We believe the firm has an exceptional reputation as a manager of global, international and emerging market equity strategies," said Homestead Funds' CEO Stephen Kaszynski.

About Homestead Funds: With \$3.2 billion in assets as of 12/31/15, Homestead Funds was created in 1990 to give National Rural Electric Cooperative Association (NRECA) members a convenient way to obtain professional and affordable money management. The funds are open to investors outside of the cooperative community.

About Harding Loevner: David R. Loevner and Daniel D. Harding, former global investment managers at Rockefeller & Co., established Harding Loevner in 1989. Headquartered in Bridgewater, New Jersey, the firm has focused since that time upon managing global, international, and emerging markets equity portfolios, using a fundamental research process with a global perspective on industry competitive structures.

Homestead Funds Contact: Darryl Keeton, Head of Distribution, 703-907-6087

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 download a PDF at homesteadfunds.com.

Past performance does not guarantee future results.

Equity funds, in general, are subject to style risk, the chance that returns on stocks within the style category in which the fund invests will trail returns of stocks representing other styles or the market overall. International investing involves special risks such as currency fluctuation and political instability. Stocks of companies located in emerging markets will be substantially more volatile, and substantially less liquid, than the stocks of companies located in more developed foreign markets.

Homestead Funds' investment advisor, RE Advisers Corporation, and distributor, RE Investment Corporation, are indirect, wholly owned subsidiaries of NRECA. 1/16