

Growth Fund

as of December 31, 2018



Homestead Funds

Investment Objective & Strategy

The Growth Fund is a stock fund that seeks to provide long-term capital appreciation through investments in common stocks of growth companies.

The approach of the fund's subadviser, T. Rowe Price Associates, Inc., generally is to look for companies with what it expects to have an above-average rate of earnings and cash flow growth and a lucrative niche in the economy that gives them the ability to sustain earnings momentum even during times of slow economic growth. In taking a growth approach to stock selection, the fund normally will invest at least 80% of net assets (including any borrowings for investment purposes) in the common stocks of large companies.

Fund Profile

Inception.....	January 22, 2001
Asset Allocation.....	Stock
Morningstar Category.....	Large Growth
Lipper Classification.....	Large-Cap Growth Funds
Benchmark.....	Russell 1000 Growth Index
Ticker Symbol.....	HNASX
CUSIP Number.....	437769706
Fee Structure.....	No-Load
Expense Ratio.....	0.93%*
Median Expense Ratio for Peer Group.....	1.15%*
Transaction Fees.....	None
Minimum for Initial Purchase.....	\$500/\$200 IRA

*As of 12/31/17. The expense ratio shows the percentage of fund assets deducted annually to cover operating costs. Fund expense ratios shown here do not include acquired fund fees and expenses. If applicable, these additional costs are disclosed in the prospectus. For some funds, the investment advisor has agreed voluntarily or contractually (for at least the current fiscal year) to waive or reimburse a portion of expenses. The net expense ratio is the expense ratio minus the portion of expenses waived or reimbursed. Please see the current prospectus for additional details. The peer ratio is according to Morningstar Direct, based on each fund's Morningstar classification.

Portfolio Characteristics

Net Assets.....	\$194M
Number of Holdings.....	62

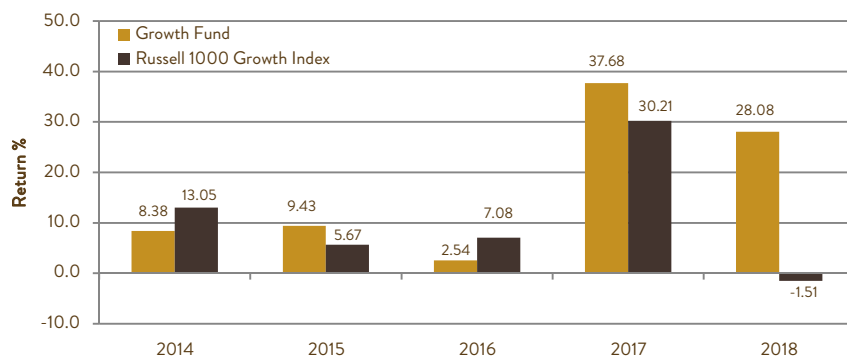
Total Returns

	AGGREGATE YTD	AVERAGE ANNUAL				SINCE INCEPTION
		1 YR	3 YR	5 YR	10 YR	
Growth Fund	3.96%	3.96%	13.64%	11.72%	17.54%	3.96%
Russell 1000 Growth Index	-1.51	-1.51	11.15	10.40	15.29	5.10

The Russell 1000 Growth Index measures the performance of the large-cap growth segment of the U.S. equity universe. Indices are unmanaged and investors cannot invest directly in an index. Unless otherwise noted, performance of indices do not account for any fees, commissions or other expenses that would be incurred. The index's returns include reinvested dividends.

Performance information for the Growth Fund (formerly the Nasdaq-100 Index Tracking Stock Fund) reflects its previous investment strategy of matching, as closely as possible, before expenses, the performance of the Nasdaq-100 Index.

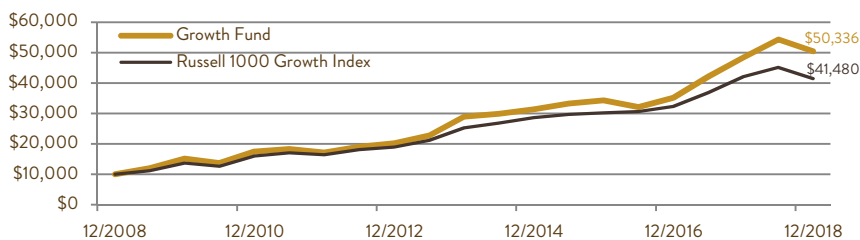
Calendar Year Total Returns



The total returns shown above represent past performance which does not guarantee future results. Investment return and principal value of an investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower than the performance data quoted. For performance data current to the most recent month-end, call 800.258.3030 or visit homesteadfunds.com.

The fund's total returns includes interest, capital gains, dividends and distributions.

Growth of \$10,000



The line chart compares the change in value of a \$10,000 investment in the fund and the Russell 1000 Growth Index.

Investing in mutual funds involves risk, including the possible loss of principal. Past performance does not guarantee future results.

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.

Equity securities generally have greater price volatility than fixed-income securities and are subject to issuer risk and market risk. Growth stocks are subject to the risk that returns on stocks within the style category will trail returns of stocks representing other styles or the market overall.

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

RE Investment Corporation, Distributor. 01/19

Sector Diversification

	GROWTH FUND	RUSSELL 1000 GROWTH INDEX
Information technology	26.0%	31.5%
Health care	21.0	14.3
Consumer discretionary	20.5	15.1
Communication services	15.4	11.9
Industrials	8.8	11.9
Financials	4.1	4.4
Utilities	1.1	0.0
Consumer staples	1.0	6.0
Real Estate	0.0	2.3
Materials	0.0	1.8
Energy	0.0	0.8
Short-term and other assets	2.1	0.0

Industry Rankings

Lipper Leader

Overall Morningstar Rating™



Top 10 Holdings

	% OF NET ASSETS
Amazon.com, Inc.	8.3%
Alphabet, Inc.	7.2
Microsoft Corp.	6.5
Boeing Co.	5.1
Visa Inc.	4.8
Facebook, Inc.	3.8
UnitedHealth Group, Inc.	3.1
Cigna Corp.	2.9
Tencent Holdings Ltd. ADR	2.4
Intuitive Surgical, Inc.	2.3
Total	46.4

Management

T. Rowe Price Associates

Lipper ratings for Total Return reflect the Fund's historical total return performance relative to peers as of 12/31/18. Lipper ratings for Consistent Return reflect the Funds' historical risk-adjusted returns, adjusted for volatility, relative to peers as of 12/31/18. The Lipper ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for the Total Return and Consistent Return metrics over three-, five-, 10-year and Overall periods. The highest 20% of funds in each peer group are named Lipper Leader or a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2 and the lowest 20% are scored 1. Homestead Growth Fund, in Lipper's Large-Cap Growth Funds classification, received a rating of 5 for the five-, 10-year and Overall periods (number of funds rated in parentheses). Total Return: Three Year (596 funds), Five Year (536 funds), Ten Year (408 funds) and Overall (596 funds). Consistent Return: Three Year (595 funds), Five Year (535 funds), Ten Year (407 funds) and Overall (595 funds).

Morningstar rated this Fund, in Morningstar's large-growth category, 5 stars for the Overall period out of 1,246 funds, 5 stars for the 10-year period out of 798 funds, 5 stars for the five-year period out of 1,106 funds and 5 stars for the three-year period out of 1,246 funds for performance periods ending 12/31/18. 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.

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