

Intermediate Bond Fund

as of quarter ending December 31, 2023

Investment Objective and Strategy

The Intermediate Bond Fund seeks to provide a high level of current income consistent with preservation of capital through investments in bonds and other debt securities.

Investments primarily include: commercial paper; corporate bonds; U.S. Treasury securities; securities issued or guaranteed by U.S. government entities, its agencies or instrumentalities; municipal bonds; mortgage-backed securities and other asset-backed securities; mortgage pass-through securities; U.S. dollar-denominated debt securities of foreign issuers (Yankee bonds); sovereign and supranational debt securities; and other income-producing debt instruments with fixed, floating or variable interest rates.

The fund may invest in securities of any credit quality and may invest up to 15% of assets in securities rated below investment grade.

The average dollar-weighted maturity of the fund, under normal circumstances, is expected to be between three years and 10 years.

Fund Profile

Inception	May 1, 2019
Asset Allocation	Bond
Benchmark	Bloomberg U.S. Aggregate Index
Ticker Symbol	HOIBX
CUSIP Number	437771108
Fee Structure	No Load
Expense Ratio	0.87% (net 0.80%)*
Median Expense Ratio for Peer Group	0.71%*
Transaction Fees	None
Minimum for Initial Purchase	\$500/\$200 IRA

*As of 12/31/22. 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. 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.

Homestead Advisers has contractually agreed, through at least April 30, 2024, to limit the Fund's operating expenses to an amount not to exceed 0.80% of the Fund's average daily net assets. Operating expenses exclude interest; taxes; brokerage commissions; other expenditures that are capitalized in accordance with generally accepted accounting principles; other extraordinary expenses not incurred in the ordinary course of the Fund's business; and acquired fund fees and expenses such as the fees and expenses associated with an investment in (i) an investment company or (ii) any company that would be an investment company under Section 3(a) of the Investment Company Act of 1940, as amended (the "1940 Act"), but for the exceptions to that definition provided for in Sections 3(c)(1) and 3(c)(7) of the 1940 Act. This waiver agreement will terminate immediately upon termination of the Fund's Management Agreement and may be terminated by the Fund upon 60 days' notice.

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

Investors should carefully consider fund objectives, risks, charges and expenses before investing. The prospectus contains this and other information about the funds and should be read carefully before investing. To obtain a prospectus, call 800.258.3030 or visit homesteadfunds.com.

Debt securities are subject to interest rate risk, credit risk, extension risk, income risk, issuer risk and market risk. The value of U.S. government securities can decrease due to changes in interest rates or changes to the financial condition or credit rating of the U.S. government. Investments in asset-backed and mortgage-backed securities are also subject to prepayment risk as well as increased susceptibility to adverse economic developments. High-yield, lower-rated, securities involve greater risk than higher-rated securities.

Homestead Funds' investment advisor and/or administrator, Homestead Advisers Corp., and distributor, Homestead Financial Services Corp., are indirect, wholly owned subsidiaries of NRECA. Homestead Financial Services Corp., Distributor. 01/24

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Total Returns

		AVERAGE ANNUAL				
	AGGREGATE YTD	1 YR	3 YR	5 YR	10 YR	SINCE FUND'S INCEPTION
Intermediate Bond Fund*	6.35%	6.35%	-3.06%	N/A	N/A	0.77%
Bloomberg U.S. Aggregate Index	5.53	5.53	-3.31	1.10	1.81	0.55

*The inception date of this fund is May 1, 2019.

The Bloomberg U.S. Aggregate Index is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. 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 do not include reinvested dividends.

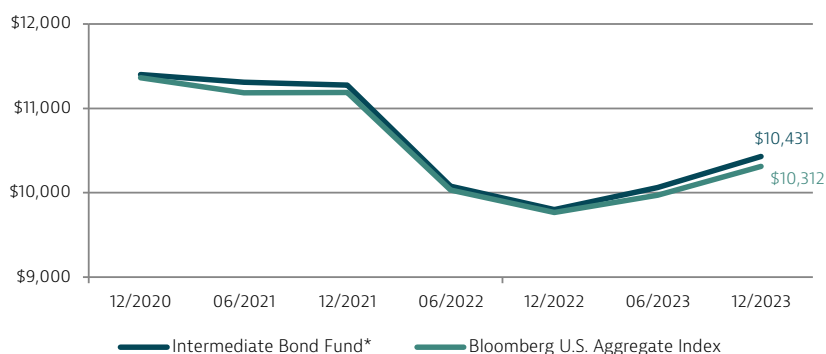
The total returns shown above represent past performance, which does not guarantee future results. Investment return and principal value of an investment will fluctuate. An investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be higher or lower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

Fund total returns include changes in principal value and reinvested dividends, income and capital gain distributions.

Portfolio Characteristics

Net Assets	\$129M
Number of Holdings	298
Weighted Average Maturity	8.41 years
Weighted Average Duration	5.82 years
30-Day SEC Yield	3.83%

Growth of \$10,000



This line chart is a comparison of the change in value of a \$10,000 investment in the Fund and the Bloomberg U.S. Aggregate Index.

Security Weightings

	INTERMEDIATE BOND FUND	BLOOMBERG U.S. AGGREGATE INDEX
Mortgage-backed securities	33.6%	28.3%
Corporate bonds - other	29.7	24.9
U.S. government & agency obligations	17.2	44.0
Asset-backed securities	8.3	0.5
Yankee bonds	5.9	2.3
Municipal bonds	1.8	0.0
Corporate bonds - government guaranteed	0.1	0.0
Short-term and other assets	3.4	0.0

Credit Analysis*

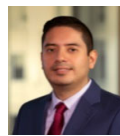
	INTERMEDIATE BOND FUND	BLOOMBERG U.S. AGGREGATE INDEX
AAA	57.5%	34.5%
AA	9.4	40.7
A	14.9	11.5
BBB	18.0	11.9
BB & Lower	0.1	1.4

Management

**Mauricio Agudelo, CFA***

Head of Fixed-Income Investments

University of Maryland, BS in finance. Mr. Agudelo co-manages the Short-Term Bond Fund, Short-Term Government Securities Fund, Intermediate Bond Fund and Rural America Growth & Income Fund. He has been with Homestead Advisers since 2016.

**Ivan Naranjo, CFA*, FRM***

Fixed Income Portfolio Manager

University of Maryland, BS in finance. Mr. Naranjo co-manages the Short-Term Bond Fund, Short-Term Government Securities Fund, Intermediate Bond Fund and Rural America Growth & Income Fund. He has been with Homestead Advisers since 2018.

Industry Rankings (as of month ending December 31, 2023)

Morningstar

Category	Intermediate Core Bond
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Overall Morningstar Rating™



Overall, out of 425 funds, according to risk-adjusted return

Lipper

Classification	Intermediate Investment Grade Debt
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Morningstar rated this fund, in Morningstar's intermediate core bond category, 4 stars for the Overall period out of 425 fund and 4 stars for the three-year period out of 425 funds for performance month ending 12/31/23. 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-ended 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-year, five-year, 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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Numbers may not total due to rounding.

*Ratings are composite ratings utilizing both Moody's and S&P ratings for each security.

Bond ratings, which typically range from AAA/Aaa (highest) to D (lowest), are assigned by credit rating agencies such as Standard & Poor's, Moody's and/or Fitch, as an indication of an issuer's creditworthiness. If agency ratings differ, the security will be considered to have received the highest of those ratings, consistent with the fund's investment policies. Securities in the unrated category have not been rated by a rating agency; however, the investment advisor performs its own credit analysis and assigns comparable ratings that are used for compliance with fund investment policies.