

Value Fund

as of quarter ending September 30, 2021



**Homestead
Funds**

Investment Objective and Strategy

The Value Fund seeks long-term growth of capital and income for the long-term investor. Current income is a secondary objective.

The fund generally invests in stocks of U.S. and non-U.S. companies selling below what RE Advisers believes to be their fundamental value. To determine whether a stock is undervalued, RE Advisers considers, among other factors, potential earning power, financial ratios and any competitive advantages a company may have. Under ordinary conditions, the fund will invest at least 80% of its net assets in common stocks of companies with market capitalizations of \$2 billion or greater.

Fund Profile

Inception.....November 19, 1990
 Asset Allocation.....Stock
 Benchmark.....Russell 1000 Value Index
 Ticker Symbol.....HOVLX
 CUSIP Number.....437769201
 Fee Structure.....No Load
 Expense Ratio.....0.65%*
 Median Expense Ratio for Peer Group.....1.07%*
 Transaction Fees.....None
 Minimum for Initial Purchase.....\$500/\$200 IRA

*As of 12/31/20. 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

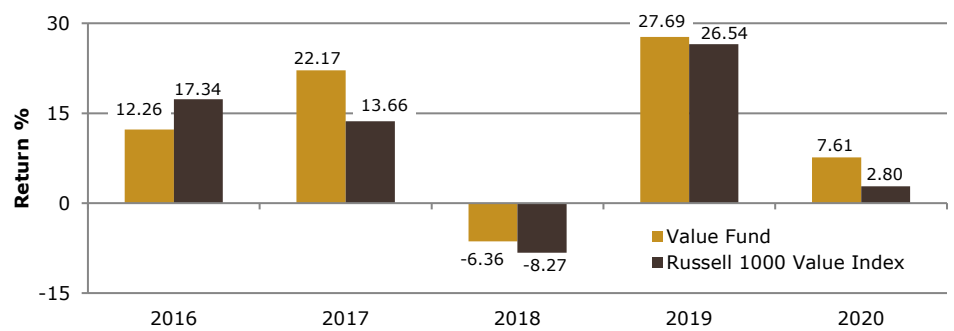
Net Assets.....\$984M
 Number of Holdings.....50

Total Returns

	AGGREGATE YTD	AVERAGE ANNUAL				SINCE FUND'S INCEPTION
		1 YR	3 YR	5 YR	10 YR	
Value Fund	15.27%	32.30%	11.47%	13.63%	14.98%	10.52%
Russell 1000 Value Index	16.14	35.01	10.07	10.94	13.51	N/A

The Russell 1000 Value Index measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. Unless otherwise noted, performance of indices does not account for any fees, commissions or other expenses that would be incurred. The index's returns include reinvested dividends.

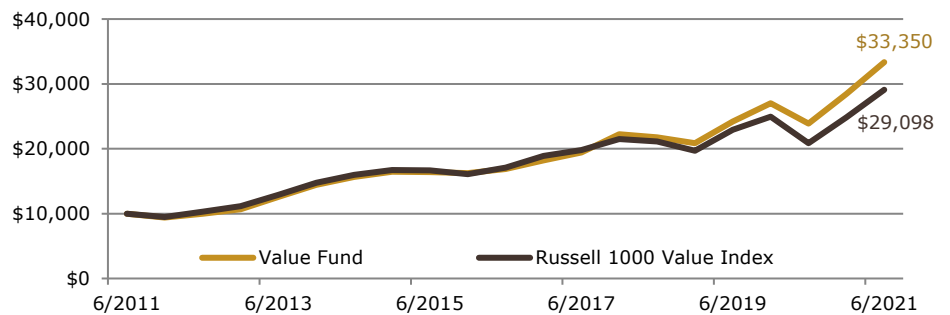
Calendar-Year Total Returns



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 include interest, capital gains, dividends and distributions.

Growth of \$10,000



This line chart is a comparison of the change in value of a \$10,000 investment in the fund and Russell 1000 Value Index.

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.

Equity securities generally have greater price volatility than fixed-income securities and are subject to issuer risk and market risk. Value 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. 10/21

Sector Weightings

	VALUE FUND	RUSSELL 1000 VALUE INDEX
Financials	21.2%	21.4%
Health care	20.7	17.4
Industrials	17.8	11.6
Information technology	14.6	10.2
Materials	8.2	3.6
Communication services	6.2	8.3
Consumer discretionary	5.8	5.6
Real estate	2.5	4.7
Consumer staples	0.0	7.1
Utilities	0.0	4.9
Energy	1.2	5.1
Short-term and other assets	1.8	0.0

Top 10 Holdings

	% OF NET ASSETS
JP Morgan Chase & Co.	5.1%
Microsoft Corp.	4.9
Alphabet, Inc.	4.8
Honeywell International, Inc.	4.6
Avery Dennison Corp.	4.1
Abbott Laboratories	3.7
Bank of America Corp.	3.2
Parker-Hannifin Corp.	3.0
Allstate Corp.	3.0
Goldman Sachs Group, Inc.	3.0
Total	39.4

Management

**Prabha Carpenter, CFA®**

Senior Equity Portfolio Manager

BA, Economics, University of Madras; MBA with distinction in finance and BS in business economics, The American University. Ms. Carpenter joined RE Advisers in 2002 and co-manages the Rural America Growth & Income Fund, Value Fund and Small-Company Stock Fund.

**Peter Blackstone**

Senior Equity Analyst

BA, Economics, Trinity College; MBA with a specialization in finance, Boston University. Mr. Blackstone joined RE Advisers in 2018 and co-manages the Rural America Growth & Income Fund and supports the Value Fund and Small-Company Stock Fund.

**Jim Polk, CFA®**

Senior Equity Portfolio Manager

BA, English, Colby College; MBA, Babson College. Mr. Polk joined RE Advisers in 2019 and co-manages the Rural America Growth & Income Fund, Value Fund and Small-Company Stock Fund.

**Mark Iong, CFA®**

Senior Equity Analyst

BS, operations research and information engineering, Cornell University; Mr. Iong joined RE Advisers in 2019 and co-manages the Rural America Growth & Income Fund and supports the Value Fund and Small-Company Stock Fund.

Industry Rankings (as of month ending September 30, 2021)

Morningstar

Category Large Value

Overall Morningstar Rating™

Overall, out of 1,144 funds, according to risk-adjusted return

Lipper

Classification Multi-Cap Value

Total Return¹, Consistent Return² and Expense³

5

¹Overall, out of 324 funds, according to historical total return²Overall, out of 324 funds, according to historical risk-adjusted returns adjusted for volatility³Overall, out of 92 funds, according to expense minimization

Lipper ratings for Total Return reflect the fund's historical total return performance relative to peers as of month ending 9/30/21. Lipper ratings for Consistent Return reflect the fund's historical risk-adjusted returns, adjusted for volatility, relative to peers as of month ending 9/30/21. Lipper ratings for Expense reflect the fund's expense minimization relative to peers with similar load structures as of month ending 9/30/21. The Lipper ratings are subject to change every month and are based on an equal-weight average of percentile ranks for the Total Return, Consistent Return and Expense metrics over three-year, five-year, 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 Value Fund, in Lipper's multi-cap value classification, received a rating of 5 for the five-year, 10-year and overall periods and a rating of 4 for the three-year period (number of funds rated in parentheses): Total Return: Three-year (324 funds), Five-year (306 funds), 10-year (245 funds) and Overall (324 funds). Consistent Return: Three-year (324 funds), Five-year (306 funds), 10-year (245 funds) and Overall (324 funds). Homestead Value Fund, in Lipper's multi-cap value classification, received a rating of 5 for the three-year, five-year, 10-year and overall periods (number of funds rated in parentheses): Expense: Three-year (92 funds), Five-year (92 funds), 10-year (82 funds) and overall (92 funds). Lipper ratings are not intended to predict future results, and Lipper does not guarantee the accuracy of this information. More information is available at lipperleaders.com.

Morningstar rated this fund, in Morningstar's large-value category, 5 stars for the overall period out of 1,144 funds, 5 stars for the 10-year period out of 747 funds, 4 stars for the five-year period out of 1,022 funds and 4 stars for the three-year period out of 1,144 funds for performance month ending 9/30/21. 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.