



Overall Rating



Among 557 Mid-Cap Growth Funds
(as of 9/30/20)

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the Fund's 3-, 5-, and 10-year (if applicable) Morningstar metrics.



Stephen E. Grant

Portfolio Manager

Mr. Grant has been Portfolio Manager of the Value Line Select Growth Fund since 1996 and has over 25 years of investment experience. Mr. Grant earned an MBA from Wharton and a BA from Stanford University.

Portfolio Manager Q&A

Value Line Select Growth Fund* (VALSX/VILSX)

**Formerly Value Line Premier Growth Fund*

Q1: Would you please comment on the Fund's performance relative to the S&P 500 Index for Q3 2020?

We are pleased the Fund outperformed the S&P 500 Index by 275 basis points for the quarter ended September 30, 2020, as the Fund rose 11.68% while the Index increased 8.93%. Over longer time periods, the Fund also outperformed the S&P 500 for the 1, 3, 5 and 10-year periods ended September 30, 2020.

We attribute this outperformance primarily to our investment process. The Fund holds companies that have a history of 10+ years of consistent growth in both stock price and earnings. As a result, the Fund owns companies that have grown in a variety of economic and market conditions.

Q2: Would you please share your thoughts about the outlook of growth investing and the attractiveness of growth companies?

A benefit of growth investing is that growth companies tend to be somewhat independent of the economic environment. For example, growth companies tend to be attractive when long-term interest rates are low. Of course, while growth stocks have outperformed value stocks in recent years, we cannot predict when the performance of value stocks may improve on a relative basis.

For this reason, when we seek growth-oriented companies, we are not looking for the type of high-flying companies that often dominate headlines. While those companies can present substantial growth opportunities, that potential reward often goes hand-in-hand with greater risk. Instead, we prefer companies that have more predictable operating results, which we assess based on historical patterns. As a result, the portfolio is comprised of companies that have demonstrated 10 or more years of consistent growth in both stock price and earnings.

Q3. How do you approach risk management?

We believe risk is an important consideration for investors, and risk management is embedded in the type of stocks we invest in. Because the portfolio is comprised of companies with a long-term history of consistent growth in stock price and earnings, they tend to have more predictable performance.

Also, we manage risk by controlling the relative weight of the Fund's individual holdings. For example, in the third quarter we trimmed our positions in Danaher Corporation, which manufactures a variety of commercial and medical products, and Accenture, the professional services company, when the relative sizes of the positions grew too large.

As a result of our emphasis on companies with long-term consistent growth and more predictable operating results, **the Fund has been awarded Morningstar's "Low" risk rating for the 3, 5 and 10-year periods** ended September 30, 2020.

Fund Facts

Symbol	VALSX
Inception Date	5/31/56
Total Assets	\$454M <i>(as of 9/30/20)</i>

Top 10 Holdings

(as of 9/30/20)

Company	Weight (%)
Danaher Corp	6.38
Accenture PLC Class A	5.76
Thermo Fisher Scientific Inc	5.56
Mastercard Inc A	5.28
Salesforce.com Inc	5.00
Ansys Inc	4.44
Roper Technologies Inc	4.26
Cintas Corp	4.19
Waste Connections Inc	3.97
IDEXX Laboratories Inc	3.50

Q4. What other changes have you made to the portfolio?

During the third quarter we purchased Adobe, the software company. We have been closely watching Adobe's results for some time, and after a strong quarter, we added it to the Fund. We exited our position in O'Reilly Auto Parts, the auto parts retailer, as the company's performance had become less consistent and no longer met our stringent investment criteria. As of September 30, 2020, the Fund held 36 companies.

Value Line Select Growth Fund Performance (as of 9/30/20)					
	Average Annual Returns				
	QTD	1 Year	3 Year	5 Year	10 Year
Investor - VALSX	11.68%	19.49%	18.34%	16.54%	14.29%
Institutional - VILSX¹	11.77	19.68	18.40	16.58	14.30
S&P 500 Index	8.93	15.15	12.28	14.15	13.74
Morningstar Mid-Cap Growth Category Average	10.09	22.58	14.12	13.77	12.57
Percentile Rank in Morningstar Category - VALSX		57	26	26	33
# of Funds in Category		607	557	500	380
Morningstar Risk			Low	Low	Low
VALSX Gross / Net Expense Ratio: 1.16%, VILSX Gross / Net Expense Ratio*: 0.91%					

Morningstar rates funds based on enhanced Morningstar risk-adjusted returns. Morningstar Ratings and Rankings based on Investor Class shares. ¹Italics indicate Morningstar Extended Performance. Extended performance is an estimate based on the performance of the fund's oldest share class, adjusted for fees. The Inception Date of VILSX is April 30, 2020.

*EULAV Asset Management (the "Adviser") and EULAV Securities LLC, the Fund's principal underwriter (the "Distributor"), have agreed to permanently waive certain class-specific fees and/or pay certain class-specific expenses incurred by the Institutional Class so that the Institutional Class bears its class-specific fees and expenses at the same percentage of its average daily net assets as the Investor Class's class-specific fees and expenses (excluding 12b-1 fees and any extraordinary expenses incurred in different amounts by the classes) (the "Expense Limitation"). The Adviser and the Distributor may subsequently recover from assets attributable to the Institutional Class the reimbursed expenses and/or waived fees (within 3 years from the month in which the waiver/reimbursement occurred) to the extent that the Institutional Class's expense ratio is less than the Expense Limitation or, if lower, the expense limitation in effect when the waiver/reimbursement occurred. The Expense Limitation can be terminated only with the agreement of the Fund's Board. The Fund's performance would be lower in the absence of such waivers.

The performance data quoted herein represents past performance and does not guarantee future results. Market volatility can dramatically impact the fund's short term performance. Current performance may be lower or higher than figures shown. The investment return and principal value will fluctuate so that an investor's shares, when redeemed may be worth more or less than their original cost. Past performance data through the most recent month end is available at vlfunds.com or by calling 800.243.2729. You should carefully consider investment objectives, risks, charges and expenses of Value Line Mutual Funds before investing. This and other information can be found in the fund's prospectus and summary prospectus, which can be obtained free of charge from your investment representative, by calling 800.243.2729, or by clicking on the applicable fund at www.vlfunds.com. Please read it carefully before you invest or send money.

The average annual returns shown above are historical and reflect changes in share price, reinvested dividends and are net of expenses. Investment results and the principal value of an investment will vary.

There are risks associated with investing in small and mid-cap stocks, which tend to be more volatile and less liquid than stocks of large companies, including the risk of price fluctuations.

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. The Fund received 4 stars for the 3-year, 5-year and the 10-year periods ended 9/30/20, out of 557, 500 and 380 mid-cap growth funds, respectively.

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