



Premier Growth Fund

Overall Morningstar Rating



Among 655 Mid-Cap Growth Funds (as of 3/31/15)

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 Premier Growth Fund since 1996. He has over 20 years of experience and currently manages funds containing nearly \$1.6B in net assets. Mr. Grant earned an MBA from Wharton and a BA from Stanford University.

Fund Facts

Symbol:	VALSX
Inception date:	5/30/56
Total assets:	\$375M
(as of 3/31/15)	

Portfolio Manager Q&A

Value Line Premier Growth Fund (VALSX)

Q1: The current bull market reached its sixth anniversary in March 2015. Would you please discuss the market drivers impacting the Fund's performance?

The Fund's return was affected on an absolute basis by the performance difference between large-cap stocks and smaller companies as well as sector leadership. After six consecutive calendar years of positive market performance, investors have been gaining more confidence in equities. However, in 2014, large-cap companies provided market cap leadership as the one-year return of the S&P 500 Index was 660 basis points higher than that of the Russell 2500 Index of smaller companies. This performance difference was the widest that it has been in more than 10 years.

From a sector perspective, faster growing sectors such as Healthcare and Technology outperformed more defensive areas of the market. In markets where faster growing sectors are rewarded, the Value Line Premier Growth Fund tends to underperform due to its conservative selection process that requires a history of demonstrated results over longer time periods. As a result, the Fund favors companies in more defensive sectors such as Industrials and Materials.

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Q2: What specific criteria must stocks meet for inclusion in the Fund?

We look for higher-quality, growth companies that have a demonstrated ability to consistently increase their earnings and stock price over a 10-year period or more. While the Fund is primarily comprised of mid-cap stocks, we do hold a select number of larger companies that appear to have strong long-term growth prospects.

As a result of this insistence on demonstrated long-term results, the Fund's sector allocations are more defensive in nature and have historically differed from the S&P 500. For example, roughly 32% of the Fund is allocated to Industrials stocks; the S&P 500, by comparison, has a sector weighting of only 19% as of March 31, 2015. Conversely, the Fund held a 11% weighting in Technology versus the S&P 500 weighting of nearly 17% as of March 31, 2015.

Investors should understand that sector leadership generally changes based on the U.S. economic cycle. For the Fund, we prefer growth-oriented companies that we believe will perform well regardless of the economic environment and with lower volatility.



Portfolio Manager Q&A

Value Line Premier Growth Fund (VALSX)

Q3: The Fund maintains an Overall “Below Average” risk rating among Morningstar’s Mid-Cap Growth Funds Category as of March 31, 2015. With such a low risk rating, does the Fund emphasize risk over return?

No, we believe that both objectives—above average returns and below average risk—can be achieved over time. We focus on performance results over full market cycles rather than shorter time frames. We believe smoother returns, and therefore less overall risk, can be achieved by focusing on proven companies with a long track record of demonstrated results.

Our results-oriented investing style has led to impressive long-term risk/return characteristics. As of March 31, 2015, the Fund outperformed the Morningstar Mid-Cap Growth Funds Category over five and ten years, and did so with “Below Average or Low” relative risk for both time frames.

Value Line Premier Growth Fund Performance (as of 3/31/15)				
	Average Annual Returns			
	1 Year	3 Year	5 Year	10 Year
Premier Growth Fund (VALSX)	8.54%	12.99%	14.63%	9.34%
S&P 500 Index	12.73	16.11	14.46	8.01
Morningstar Mid-Cap Growth Category Average	11.20	14.95	14.47	9.17
Morningstar Risk		Low	Low	Below Avg.
Expense ratio: 1.24%				

Morningstar rates funds based on enhanced Morningstar risk-adjusted returns.

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 methodology rates funds based on an enhanced Morningstar Risk-Adjusted Return measure, which also accounts for the effects of all sales charges, loads, or redemption fees. Funds are ranked by their Morningstar Risk-Adjusted Return scores and stars are assigned using the following scale: 5 stars for top 10%; 4 stars next 22.5%; 3 stars next 35%; 2 stars next 22.5%; 1 star for bottom 10%. Funds are rated for up to three periods: the trailing three-, five-, and 10-years. For a fund that does not change categories during the evaluation period, the overall rating is calculated using the following weights: At least 3 years, but less than 5 years uses 100% three-year rating. At least 5 years but less than 10 years uses 60% five-year rating/ 40% three-year rating. At least 10 years uses 50% ten-year rating / 30% five-year rating / 20% three-year rating. The Fund received 3 stars for the 3 and 10 year periods and 4 stars for the 5 year period ended 3/31/15, out of 655, 436 and 586 mid-cap growth funds, respectively.

The inception dates of Value Line Mutual Funds range from 1950 to 1993. **Value Line Mutual Funds are distributed by EULAV Securities LLC. Past performance is no guarantee of future results.**

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