



Overall Rating



(Investor)

Among 838 Moderate Allocation Funds (as of 9/30/15)

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.

Portfolio Managers



Stephen E. Grant

- Over 20 years of experience
- Fund manager since 2014
- MBA - Wharton
- BA - Stanford University



Jeffrey D. Geffen

- Over 25 years of experience
- Fund manager since 2001
- MBA - Adelphi University
- MA - Columbia University



Liane Rosenberg

- Over 20 years of experience
- Fund manager since 2009
- MBA - Fordham University
- BA - State University of New York at Albany

Fund Facts

Symbol

Investor VLAAX
 Institutional VLAIX

Inception Date

Investor 8/24/93
 Institutional 11/1/15

Total Assets

\$276M
(as of 9/30/15)

Portfolio Manager Q&A

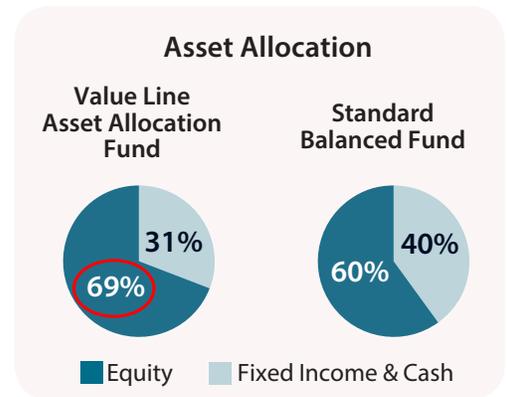
Value Line Asset Allocation Fund (VLAAX/VLAIX)

Q1: With the market volatility increasing during 2015, how has the asset allocation between stocks and bonds changed?

The Fund takes a flexible approach to allocating between high quality stocks and investment grade bonds and adjustments can be based on the markets' near-term movements. Our allocation is determined by the time-tested proprietary Value Line asset allocation model. Importantly, rather than having a static 60% equity and 40% fixed income weighting, we prefer to shift the equity holdings between a target operating range of 65% to 80% depending on the relative opportunity of equities.

As of September 30, 2015, the portfolio had a 69% weighting in equities, 24% in bonds and the remaining 7% in cash. This allocation indicates a moderately bullish stance on stocks and neutral opinion toward bonds. Our cash position represents ready funds to purchase equities upon a dip in the market.

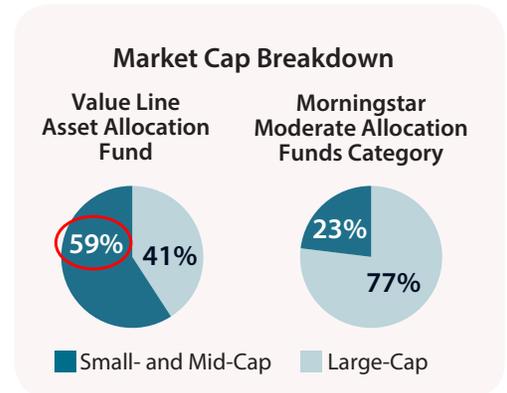
Our equity allocation has remained relatively constant over the past year, yet during that time, we have taken advantage of opportunities to buy or sell stocks in response to market fluctuations. For example, we trimmed several holdings when the market was very strong and, later, took advantage of market volatility to invest in new names that we had been following at attractive prices.



Q2: In the equity portion of the portfolio, what companies do you find attractive?

The Fund's equity portion holds companies of all sizes, although we tend to focus on small- and mid-cap stocks. To reduce inherent volatility with smaller companies, we seek companies with a 10+ year history of demonstrated growth in both earnings and stock price. We hold a meaningful percentage, typically around 40%, in mid-cap companies because these seasoned companies have had ample time to prove themselves over the long run and, we believe, still have long runways and potential for future growth.

As of September 30, 2015, the Fund had a 59% weighting in smaller companies whereas the funds in the Morningstar Moderate Allocation category averaged only a 23% weighting in small- and mid-caps.



We believe this focus on smaller companies has added value for investors. The Value Line Asset Allocation Fund is 1 of only 9 funds,

(continued on next page)

(Q2: continued)

out of 194, in the Morningstar Moderate Allocation category to have top decile (10% or better) performance for the 1, 3, and 5 year periods ended September 30, 2015.

Q3: How would rising interest rates affect the fixed income portion of the portfolio?

We anticipate that the Federal Reserve may begin implementing an interest rate increase early 2016, depending on the economic conditions in Europe and Asia. We believe the U.S. could see a gradual rise in rates over the next few years but increases will likely be modest and relatively low rates will persist. With an impending interest rate hike upon us, the portfolio is underweighted in Treasury bonds and focused on corporate bonds that tend to be less interest rate sensitive and generally outperform in this environment.

Value Line Asset Allocation Fund Performance (as of 9/30/15)				
	Average Annual Returns			
	1 Year	3 Year	5 Year	10 Year
Investor - VLAAX	2.98%	8.89%	10.77%	6.35%
Institutional - VLAIX¹	2.98%	8.89%	10.77%	6.35%
60/40 S&P 500/Barclays U.S. Aggregate Bond	0.81	8.12	9.23	5.93
Morningstar Moderate Allocation Cat. Avg.	-2.51	6.41	7.33	5.08
Morningstar Category Rank (%) - VLAAX	2	9	2	12
# of Funds in Category	929	838	722	481
Morningstar Return	n/a	High	High	Above Avg.
Gross Expense Ratio: 1.19% (VLAAX), 0.94% (VLAIX)				

Morningstar Ratings and Categories based on risk adjusted returns of Investor class shares.

¹*Represents the performance of the Institutional Class shares after November 1, 2015 (inception of the share class) and Investor Class for periods prior to that date.*

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.

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 Value Line Asset Allocation Fund received 5 stars for the 3 and 5 year periods, and 4 stars for the 10 year period ended 9/30/15 among 838, 722 and 481 Moderate Allocation funds, respectively.

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 inception dates of Value Line Mutual Funds range from 1950 to 2015. **Value Line Mutual Funds are distributed by EULAV Securities LLC. Past performance is no guarantee of future results.**

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