



Overall  Rating



(VLAAX)

Among 682 Moderate Allocation Funds (as of 3/31/25)

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.

Fund Facts

Symbol

Investor VLAAX
Institutional VLAIX

Inception Date

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

Total Assets

\$874M
(as of 3/31/25)

Top 10 Holdings

(as of 3/31/25)

Company	Weight (%)
Cintas Corp	4.37
TransDigm Group Inc	3.95
Republic Services Inc	3.78
Intercontinental Exchange Inc	3.59
Tyler Technologies Inc	3.53
Costco Wholesale Corp	3.26
Motorola Solutions Inc	3.08
Stryker Corp	2.97
WR Berkley Corp	2.90
Fair Isaac Corp	2.89

Value Line Funds

443.279.2015

www.vlfunds.com

Portfolio Manager Q&A

Value Line Asset Allocation Fund (VLAAX/VLAIX)

Q1: Would you please comment on the Fund's performance relative to the Morningstar Moderate Allocation Category in the first quarter and longer-term periods?

In the first quarter, the Fund returned 1.23%, outperforming the Morningstar Moderate Allocation Category average return of -0.31% by over 150 basis points. In addition, for the 1-year period, the Fund's return of 6.20% outperformed the Morningstar category average of 5.41%. We believe the Fund's relative outperformance during these periods is primarily due to our investment approach of investing in high-quality equities with 10+ years of consistent growth in stock price and earnings and primarily investment grade fixed income securities.

The Fund's time-tested investment approach has also led to outperformance over longer periods. **The Fund outperformed the Morningstar category average for the 1, 3, 5 and 10-year periods, and ranked in the top decile (10% or better) for the 3 and 10-year periods ended March 31, 2025.**

	1 Year	3 Year	5 Year	10 Year
Percentile Rank in Morningstar Cat. – VLAAX	28	4	47	7
# of Funds in Category	707	682	628	490

Source: Morningstar as of 3/31/25

Please visit the Fund's [performance page](#) for complete performance information.

Q2: How was the Fund's investment process impacted by stock market volatility in the first quarter, and would you please describe the Fund's equity portfolio?

Although the stock market experienced greater volatility in the first quarter due to macro events and tariff concerns, our investment process remained consistent. When it comes to equity investing, we emphasize companies with 10 or more years of consistent growth in both stock price and earnings. We believe that companies with this type of long-term track record have proven their ability to operate successfully in various economic and market conditions.

The companies in our equity portfolio often provide essential goods and services to businesses in a variety of industries. For example, a long-term portfolio holding is Republic Services Inc. (RSG), the second-largest provider of solid waste services in the U.S., serving residential, commercial and industrial markets. We have owned Republic since 2003.

From a market-cap perspective, the Fund's equity portfolio is comprised of fewer giant-cap companies compared to the Morningstar Moderate Allocation Category average, and the Fund had an average market cap of \$63B compared to the category's \$185B. We prefer to invest in companies that we believe have greater potential for continued growth over longer time periods. Notably, the Fund did not own any of the mega-cap "Magnificent Seven" stocks during the quarter or during the last year. In addition, among the 20 largest companies in the U.S., the Fund owned just one, Costco Wholesale Corp. (COST), as of March 31, 2025.

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Q3: How was the Fund allocated between equities and fixed income at quarter-end?

The Fund has a flexible allocation, allowing us to increase or decrease weightings to equities or fixed income based on relative opportunities and risks. As of March 31, 2025, the Fund was allocated 66% to equities, approximately the same as the allocation weighting at the end of the prior quarter.

Fixed income and cash accounted for 34% of the Fund's assets at quarter's end. Within the fixed income portfolio, approximately 99% of the Fund's debt securities were rated investment grade (AAA through BBB) as of March 31, 2025.

Portfolio Managers



Stephen E. Grant

Stephen E. Grant has been a portfolio manager with the Value Line Funds since 1991. Over the past 30 years, Mr. Grant's unique quantitative/behavioral methodology has driven the success of several equity and hybrid funds. Mr. Grant has a B.A. in Economics from Stanford University and an MBA in Finance from the Wharton School of the University of Pennsylvania.



Liane Rosenberg

Liane Rosenberg has been with Value Line Funds since 2009. She has over 25 years of experience in fixed income portfolio management. Ms. Rosenberg received a BA from State University of New York at Albany and an MBA from Fordham University.

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, 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 3-year period actually has the greatest impact because it is included in all three rating periods. The Fund (VLAAX) received 5 stars for the 3-year period, 3 stars for the 5-year period and 5 stars for the 10-year period ended 3/31/25, out of 682, 628 and 490 Moderate Allocation funds, respectively. © 2025 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

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.

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