



Overall  Rating



Among 653 50-70% Equity Allocation Funds (as of 9/30/21)

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

\$1.8B
(as of 9/30/21)

Top 10 Holdings

(as of 9/30/21)

Company	Weight (%)
Danaher Corp	2.36
Intuit Inc	2.22
S&P Global Inc	2.01
Adobe Inc	1.95
Thermo Fisher Scientific Inc	1.94
Intercontinental Exchange	1.88
Republic Services Inc	1.85
Teledyne Technologies Inc	1.83
Cintas Corp	1.79
ServiceNow Inc	1.62

Value Line Funds

443.279.2015

www.vlfunds.com

Portfolio Manager Q&A

Value Line Asset Allocation Fund (VLAAX/VLAIX)

Q1: Would you please discuss the Fund's third-quarter performance relative to its Morningstar category?

We are pleased the Fund outperformed the Morningstar 50-70% Equity Allocation Funds category average in the third quarter. The Fund returned 1.38% while the category declined 0.71% for the three months ended September 30, 2021. We believe this relative outperformance is primarily due to our investment process of owning high-quality companies with 10+ years of consistent growth in both stock price and earnings in the Fund's equity portfolio.

While the Fund's relative short-term performance is favorable, we believe investors value positive long-term performance. Notably, the Fund's performance ranks in the **top quintile (20% or better) for the 3, 5, 10 and 15-year periods** ended September 30, 2021. In addition, the Fund has achieved **12 consecutive calendar years of positive total return** for the years 2009 through 2020. The Fund is one out of only five funds in the Morningstar category to accomplish this feat (out of 138 unique funds).

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

	1 Year	3 Year	5 Year	10 Year	15 Year
Percentile Rank in Morningstar Cat. - VLAAX	97	16	10	7	9
# of Funds in Category	689	653	596	427	318

Source: Morningstar as of 9/30/21

Q2: What types of companies does the Fund seek for its equity portfolio?

We own stocks of high-quality companies in the equity portfolio, seeking those with a track record of consistent growth. Specifically, we select companies with 10 or more years of consistent growth in both stock price and earnings.

This stringent criteria leads us to companies that possess more predictable operating results, wide moats, strong leadership and healthy fundamentals. Typically, these companies have demonstrated success through various economic and market cycles. For example, two of the largest holdings in the equity portfolio are Danaher Corp. (DHR) which focuses on manufacturing scientific instruments for the Healthcare sector, and Intuit Inc. (INTU) which provides accounting and tax software to businesses and consumers.

Q3: What is the Fund's current allocation between stocks and bonds?

The Fund features a flexible allocation, and as of September 30, 2021, the Fund was allocated 60% in equities, 36% in fixed income assets, and approximately 4% in cash. These allocations are similar to the Fund's positions for the past two quarters of 2021. We believe equities are currently an attractive place to invest relative to the low-interest rate environment in fixed income securities. However, our allocation decisions are tempered by relatively high valuations for many companies along with uncertainties surrounding inflation and COVID concerns. We continue to watch for pullbacks in the market to opportunistically increase our equity allocation.

Continued on next page

Continued from previous page

Q4: Would you please comment on the market cap breakdown in the equity portfolio relative to the Morningstar category?

The Fund also has the flexibility to seek compelling long-term investments regardless of a company's size. Relative to the Morningstar 50-70% Equity Allocation Funds category average, the Fund currently has a higher weighting of mid-cap companies. We believe mid-cap companies have the potential to offer a longer growth

runway relative to some larger companies and are often more attractively priced.

	% of Portfolio	% of Category Avg.
Giant	11.33%	29.56%
Large	29.53%	16.65%
Mid	18.64%	11.70%
Small	0.48%	3.51%
Micro	0.00%	0.64%

Source: Morningstar as of 9/30/21

Portfolio Managers



Stephen E. Grant
Co-Portfolio Manager

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.



Jeffrey D. Geffen
Co-Portfolio Manager

Jeff Geffen has been with the Value Line Funds specializing in fixed income since 2001. He has over 25 years of experience. Mr. Geffen received an M.B.A. in Finance from Adelphi University, graduating with honors. He has additional Masters degrees from Columbia University and the University of Pittsburgh.



Liane Rosenberg
Co-Portfolio Manager

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 vifunds.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.vifunds.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 4 stars for the 3-year period and 5 stars for the 5- and 10-year periods ended 9/30/21, out of 653, 596 and 427 50-70% Equity 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.

Past performance is no guarantee of future results. Value Line Mutual Funds are distributed by EULAV Securities LLC. Although the information provided in this document has been obtained from sources which EULAV Securities LLC believes to be reliable, it does not guarantee accuracy or completeness of such information.

Value Line, Value Line Logo, Timeliness, Safety are trademarks or registered trademarks of Value Line, Inc. and/or its affiliates in the United States and other countries. Used by permission.