

# Value Line Mid Cap Focused Fund

Investor: VLIFX  
Institutional: VLMIX



ValueLinefunds

Investment Idea | June 2024

## A Strong Performing, Low Risk, Focused Mid-Cap Solution

### Three Reasons to Consider the Value Line Mid Cap Focused Fund:

#### 1. Focused Strategy 2. Impressive Risk-Adjusted Results 3. Outperformance

Mid-cap stocks are often called the “sweet spot of investing” because of their favorable risk adjusted returns relative to the large-cap and small-cap universe. With the **Value Line Mid Cap Focused Fund**, the “sweet spot” just got a little sweeter. We hold a select group of our “best ideas” in the mid-cap space—companies that have generally experienced consistent growth in both earnings and stock price over 10 years or more—and have proven themselves by standing the test of time.

### 1. Focused Strategy

The Fund owns a limited number of companies by design, generally holding 25 to 50 stocks. Rather than holding small positions in many different mid-cap companies, we concentrate on our “best ideas” and allocate a meaningful percentage to each holding.

Number of Stock Holdings as of 6/30/24	
Value Line Mid Cap Focused Fund	38
Morningstar Mid-Cap Growth Funds Category Average	100

### 2. Impressive Risk-Adjusted Results

Not only has the Fund earned Morningstar’s “Low” risk rating for the 3, 5 and 10-year periods as of June 30, 2024, but it has outpaced its peers in risk adjusted return for each period, as measured by Sharpe Ratio.

The Fund’s Sharpe Ratio placed it in the top 2% or better in its category over the 3, 5 and 10-year periods as of June 30, 2024.

Mid Cap Focused Fund (VLIFX)	3 Year	5 Year	10 Year
Morningstar Risk Rating	Low	Low	Low
Sharpe Ratio Percentile Rank	Top 1%	Top 2%	Top 1%
# of Morningstar Mid-Cap Growth Funds	497	476	446

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#### Overall Morningstar Rating



(VLIFX)

Among 510 Mid-Cap Growth Funds  
(as of 6/30/24)

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 Mid Cap Focused Fund since 2009 and has over 30 years of investment experience. Mr. Grant earned an MBA from Wharton and a BA from Stanford University.

#### Fund Facts

##### Symbol

Investor VLIFX  
Institutional VLMIX

##### Inception Date

Investor 3/1/50  
Institutional 8/11/17

##### Total Assets

\$1.58B  
(as of 6/30/24)



### 3. Outperformance

The Fund is the only Morningstar Mid-Cap Growth fund (among 140 unique funds) that has achieved top 10% or better performance for the 3, 5 and 10-year periods, along with Morningstar’s “Low” Risk Rating for the same periods, as of June 30, 2024.

Value Line Mid Cap Focused Fund Performance (as of 6/30/24)					
	QTD	1 Year	3 Year	5 Year	10 Year
Investor - VLIFX	-2.54%	14.33%	8.78%	12.03%	12.84%
Institutional - VLMIX <sup>1</sup>	-2.49	14.57	9.05	12.30	13.03
S&P MidCap 400 Index	-3.45	13.57	4.47	10.27	9.14
S&P 500 Index	4.28	24.56	10.01	15.05	12.86
Morningstar Mid-Cap Growth Category Average	-3.41	12.49	-2.38	8.61	9.42
<b>Percentile Rank in Morningstar Cat. - VLIFX</b>		<b>31</b>	<b>2</b>	<b>10</b>	<b>4</b>
# of Funds in Category		531	510	473	380
<b>Morningstar Risk</b>			<b>Low</b>	<b>Low</b>	<b>Low</b>

VLIFX Gross/Net Expense Ratio: 1.08%, VLMIX Gross/Net Expense Ratio: 0.87%

Morningstar rates funds based on enhanced Morningstar risk-adjusted returns. Morningstar Ratings and Rankings based on Investor class shares.

<sup>1</sup>Italics indicates 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 VLMIX is August 11, 2017.

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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](http://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](http://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 (VLIFX) received 5 stars for the 3-, 5- and 10-year periods ended 6/30/24, among 510, 473 and 380 mid-cap growth funds, respectively. © 2024 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.

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