

## Investment Philosophy

The Victory Munder Mid-Cap Core Growth Fund invests in mid-cap stocks that we believe have strong growth prospects and reasonable valuations. We believe this combination of fundamental strength and attractive valuation positions the Fund for strong competitive performance. These characteristics have historically contributed to the Fund's successful long-term record, and we are confident they should continue to serve our investors well.

## Market Overview

The Victory Munder Mid-Cap Core Growth Fund (the "Fund") A-Shares (*without sales charge*) outperformed its Russell Midcap<sup>®</sup> Index benchmark by 82 basis points\* (bps) in the first quarter. The Fund continues to invest in mid-cap stocks that have strong growth prospects and profitability metrics along with reasonable valuations. Outperformance came from stock selection, while sector allocation detracted. The Fund generated positive stock selection in seven of the eleven sectors.

The Fund's largest overweights on a sector basis were Technology and Consumer Staples, while the largest underweights were Utilities and Materials. The Fund's strongest stock selection came from the Communication Services, Technology, and Consumer Staples sectors.

Within the Communication Services sector, Trade Desk Inc. was our strongest contributor. The company reported a strong fourth quarter and gave first-quarter guidance that came in ahead of consensus. In addition, Disney announced a new ad exchange for its streaming platforms that will aggregate advertising inventory and make it available for bidding through Trade Desk.

Our strongest contributor was CrowdStrike Holdings in the Technology sector. Even after strong outperformance in 2023, CrowdStrike continues to surprise positively as its cybersecurity platform gains market share. More broadly, the cybersecurity space has seen robust demand following recent high-profile breaches (e.g., MGM, Caesars, Clorox).

In the Consumer Staples sector, our best contributor was Freshpet Inc., which continued its outperformance seen in late 2023. The company reported strong fourth-quarter results, with volume accelerating and margins expanding significantly. Guidance for 2024 also came in ahead of expectations.

The worst stock selection came in the Consumer Discretionary and Industrials sectors. In Consumer Discretionary, our worst detractor was Yeti Holdings. The company reported a rare miss with fourth quarter results. While drinkware sales grew well, coolers & equipment sales fell. Management expected more balanced growth across segments, and cited consumer caution with higher-ticket items. Guidance for 2024 also came in below expectations.

Within Industrials, our worst detractor was Wesco International, which reported a sales decline in the fourth quarter as December projects were delayed. Guidance for 2024 also disappointed. We have sold our position.

At quarter-end, the Fund was most overweight the Health Care and Consumer Staples sectors and most underweight Utilities and Real Estate. Its market capitalization is roughly 12% higher than the benchmark on a weighted-average basis. The Fund continues to have positive exposures to growth, momentum, and profitability.

\*A basis point is 1/100 of a percent.

Top 5 Contributors (%)	Contribution to Absolute Return
Kinsale Capital Group, Inc.	0.64
Trane Technologies plc	0.58
Diamondback Energy, Inc.	0.50
Brown & Brown, Inc.	0.48
Saia, Inc.	0.47
Top 5 Detractors (%)	Contribution to Absolute Return
YETI Holdings, Inc.	-0.39
Zoetis, Inc. Class A	-0.27
WESCO International, Inc.	-0.18
Zscaler, Inc.	-0.16
Caesars Entertainment Inc	-0.12

Top Ten Holdings	% Fund
Trane Technologies plc	2.65
Trex Company, Inc.	2.35
Brown & Brown, Inc.	2.19
Live Nation Entertainment, Inc.	2.14
Diamondback Energy, Inc.	2.03
Trade Desk, Inc. Class A	1.91
DexCom, Inc.	1.88
Amphenol Corporation Class A	1.86
Evercore Inc. Class A	1.84
AMETEK, Inc.	1.78

### Investment Performance (%)

Average Annual Returns as of March 31, 2024

Victory Munder Mid-Cap Core Growth Fund (Class A – MGOAX)	Q1 2024	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception (7/1/00)	Expense Ratio	
								Gross	Net
A Shares, without sales charge	9.42	9.42	20.92	4.85	10.09	8.24	8.54	1.28	1.28
A Shares, with sales charge (max. 5.75%)	3.10	3.10	13.93	2.80	8.80	7.60	8.27	1.28	1.28
Russell Midcap® Index	8.60	8.60	22.35	6.07	11.10	9.95	–	–	–
Russell Midcap® Growth Index	9.50	9.50	26.28	4.62	11.82	11.35	–	–	–

Source: Victory Capital data analyzed through Zephyr

**Past performance does not guarantee future results. The performance quoted represents past performance and current performance may be lower or higher. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month-end, visit [www.vcm.com](http://www.vcm.com).** Returns include reinvestment of dividends and capital gains. Performance for periods greater than one year is annualized. Other share classes are available. Fee waivers and/or expense reimbursements were in place for some or all periods shown, without which, fund performance would have been lower. High, double-digit returns are highly unusual and cannot be sustained. Investors should be aware that these returns were primarily achieved during favorable market conditions. Net expense ratio reflects the contractual waiver and/or reimbursement of management fees through October 31, 2024.

**Carefully consider a fund's investment objectives, risks, charges and expenses before investing. To obtain a prospectus or summary prospectus containing this and other important information, visit [www.vcm.com/prospectus](http://www.vcm.com/prospectus). Read it carefully before investing.**

**All investing involves risk, including the potential loss of principal.**

In addition to the normal risks associated with investing, investments in mid-cap companies typically exhibit higher volatility. International investments may involve risk of capital loss from unfavorable fluctuation in currency values, from differences in generally accepted accounting principles or from economic or political instability in other nations. Investments concentrated in a single country, a small number of countries or a specific region typically exhibit higher volatility. Investments concentrated in an industry or group of industries may face more risks and exhibit higher volatility than investments that are more broadly diversified over industries or sectors. Investments in companies in the industrials sector may be adversely affected by changes in supply and demand for products and services, governmental regulation and changes spending policies, world events and economic conditions. The value of your investment is also subject to geopolitical risks such as wars, terrorism, environmental disasters, and public health crises; the risk of technology malfunctions or disruptions; and the responses to such events by governments and/or individual companies.

The opinions are as of the date noted and are subject to change at any time due to changes in market or economic conditions. The comments should not be construed as a recommendation of individual holdings or market

sectors, but as an illustration of broader themes. Fund holdings are subject to change and should not be considered purchase recommendations. There is no assurance that the securities mentioned remain in the Fund's portfolio or that securities sold have not been repurchased. Top holdings do not reflect cash, money market instruments or options/futures contracts holdings. The most currently available data regarding portfolio holdings can be found on our website, [www.vcm.com](http://www.vcm.com).

**Contributors and Detractors** Source: FactSet. The top contributors and detractors are presented to illustrate examples of the portfolio's investments and may not be representative of the portfolio's current or future investments. The percent displayed is contribution to return. Holdings are as of quarter end and may change at any time.

**The Russell Midcap® Index** is a market-capitalization-weighted index that measures the performance of the 800 smallest U.S. stocks in the Russell 1000® Index. **The Russell Midcap® Growth Index** is a market-capitalization-weighted index that measures the performance of those companies in the Russell Midcap® Index with higher price-to-book ratios and higher forecasted growth values.

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