

# Davenport Balanced Income Fund

(DBALX)

## Annual Shareholder Report - March 31, 2025

### Fund Overview

This annual shareholder report contains important information about Davenport Balanced Income Fund (the "Fund") for the period of April 1, 2024 to March 31, 2025. You can find additional information about the Fund at <https://www.investdavenport.com/davenport-asset-management/documents-applications/>. You can also request this information by contacting us at (800) 281-3217.

### What were the Fund's costs for the last year?

(based on a hypothetical \$10,000 investment)

Fund Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Davenport Balanced Income Fund	\$96	0.93%

### How did the Fund perform during the reporting period?

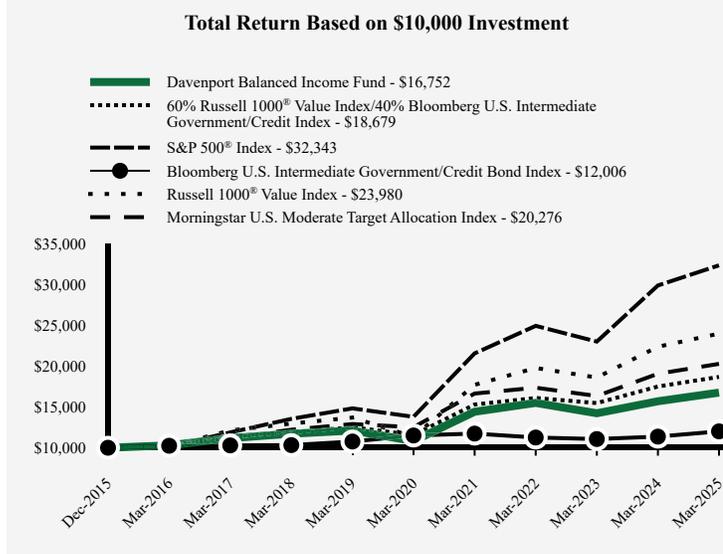
The Davenport Balanced Income Fund (DBALX) generated a 6.74% total return in the 12-month period ended March 31, 2025, compared to the 8.25% return of the S&P 500® Index, and matching the 60% Russell 1000® Value Index/40% Bloomberg Intermediate U.S. Government-Credit Total Return Index's 6.73% return over the same time frame. The period could perhaps best be characterized by defense serving as the best offense. Said another way, a number of sectors that trailed in 2023 and 2024's white-hot environment played "catch up" in the fiscal fourth quarter. Falling interest rates also helped catalyze some of those "bond proxy" sectors.

Among the equity portion of the Fund, the best performing stock for the fiscal year was Philip Morris International, Inc. (PM), which we chipped several times into strength. Other notable contributors included Fairfax Financial Holdings Ltd (FRFHF) and Walmart, Inc. (WMT). Detractors among the equity portion included Intel Corp (INTC), Walt Disney Co. (DIS) and Alexandria Real Estate Equities, Inc. (ARE).

The fixed income portion of DBALX served as a counterbalance to volatility. Top contributors for the period included Ridley Corp Ltd 4.8% 03/01/33, Phillip Morris International, Inc. 5.375% 02/15/33, and Boardwalk Pipeline Partners LP 4.45% 07/15/27. Top detractors included AT&T 3.875% 08/15/33, American Rare Earths Ltd 4.812% 02/13/33, and META Platforms, Inc. 05/15/33.

While market-wide equity valuation levels don't necessarily scream cheap, many individual constituents appear to trade at reasonable multiples. Our latest purchase, Constellation Brands, is one example; its 13x multiple sits nearly three standard deviations below its long-term average closer to 21x. Many of our pharmaceutical and insurance holdings trade at even lower multiples. As the market has begun to rotate toward these types of companies, we believe it's a reflection of both their compressed valuations and the resiliency of their cash flows – a combination we remain attracted to heading into the (always) uncertain future.

### How has the Fund performed since inception?



### Average Annual Total Returns

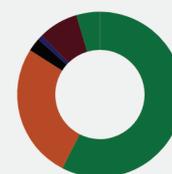
	1 Year	5 Years	Since Inception (December 31, 2015)
Davenport Balanced Income Fund	6.74%	9.13%	5.74%
60% Russell 1000® Value Index/40% Bloomberg U.S. Intermediate Government/Credit Index	6.73%	10.07%	6.99%
S&P 500® Index	8.25%	18.59%	13.53%
Bloomberg U.S. Intermediate Government/Credit Bond Index	5.65%	0.86%	2.00%
Russell 1000® Value Index	7.18%	16.15%	9.92%
Morningstar U.S. Moderate Target Allocation Index	6.37%	10.13%	7.94%

*The Fund's past performance is not a good predictor of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on fund distributions or redemption of fund shares.*

## Fund Statistics

Net Assets	\$245,618,780
Number of Portfolio Holdings	79
Advisory Fee	\$1,761,603
Portfolio Turnover	24%

## Asset Weighting (% of total investments)



Common Stocks	57.5%
Corporate Bonds	26.5%
Money Market Funds	2.6%
Municipal Bonds	1.0%
U.S. Government & Agency Obligations	7.8%
U.S. Treasury Obligations	4.6%

## What did the Fund invest in?

### Sector Weighting (% of net assets)

Financials	15.9%
Health Care	15.1%
Energy	11.2%
Industrials	11.0%
Consumer Staples	10.0%
U.S. Government & Agency Obligations	7.7%
Communications	5.6%
U.S. Treasury Obligations	4.6%
Technology	4.6%
Consumer Discretionary	3.8%
Utilities	3.3%
Money Market	2.6%
Real Estate	2.3%
Municipal Bonds	1.0%
Materials	0.7%
Other Assets in Excess of Liabilities	0.6%

### Top 10 Holdings (% of net assets)

Holding Name	% of Net Assets
Chevron Corporation	2.2%
Meta Platforms, Inc., 4.950%, due 05/15/33	2.1%
Federal Home Loan Bank, 5.250%, due 03/20/35	2.0%
Federal Farm Credit Bank, 5.260%, due 11/14/33	2.0%
Federal Farm Credit Bank, 5.330%, due 10/17/39	2.0%
U.S. Treasury Notes, 2.750%, due 06/30/25	2.0%
Johnson & Johnson	1.9%
Anheuser-Busch InBev S.A./N.V. - ADR	1.9%
Comcast Corporation - Class A	1.9%
NextEra Energy, Inc.	1.8%

## Material Fund Changes

No material changes occurred during the year ended March 31, 2025.



## Davenport Balanced Income Fund (DBALX)

Annual Shareholder Report - March 31, 2025

## Where can I find additional information about the Fund?

Additional information is available on the Fund's website (<https://www.investdavenport.com/davenport-asset-management/documents-applications/>), including its:

- Prospectus
- Financial information
- Holdings
- Proxy voting information

*Davenport Balanced Income Fund (the "Fund") is not sponsored, endorsed, sold or promoted by Morningstar, Inc. or any of its affiliates (all such entities, collectively, "Morningstar Entities"). The Morningstar Entities make no representation or warranty, express or implied, to the owners of the Fund or any member of the public regarding the advisability of investing in equity securities generally or in the Fund in particular or the ability of the Fund to track general equity market performance. THE MORNINGSTAR ENTITIES DO NOT GUARANTEE THE ACCURACY AND/OR THE COMPLETENESS OF THE FUND OR ANY DATA INCLUDED THEREIN AND MORNINGSTAR ENTITIES SHALL HAVE NO LIABILITY FOR ANY ERRORS, OMISSIONS, OR INTERRUPTIONS THEREIN.*

TSR-AR 033125-DBALX