

# HODGES



## MUTUAL FUNDS

SEMI-ANNUAL REPORT • SEPTEMBER 30, 2020

### Hodges Fund

### Small Cap Fund

### Small Intrinsic Value Fund

### Blue Chip Equity Income Fund

**Important Notice:** The U.S. Securities and Exchange Commission will permit funds to make shareholder reports available electronically beginning January 1, 2021. Accordingly, paper copies will no longer be mailed. Instead, at that time, the Hodges Funds will send a notice, either by mail or e-mail, each time your fund's updated report is available on our website at [www.hodgesfunds.com](http://www.hodgesfunds.com). Investors enrolled in electronic delivery will receive the notice by e-mail, with links to the updated report and don't need to take any action. Investors who are not enrolled in electronic delivery by January 1, 2021 will receive the notice in the mail. All investors who prefer to receive shareholder reports in a printed format may, at any time, choose that option free of charge by calling (866) 811-0224.

[www.hodgesfunds.com](http://www.hodgesfunds.com)

*Hodges Capital — Managing Equity Funds Since 1992*

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# Hodges Mutual Funds

October 15, 2020

Dear Shareholder:

Over the past six months, the COVID-19 pandemic has disrupted most aspects of our daily lives. We also continued to experience unprecedented conditions across most major financial markets around the world. Although business conditions have not played out the way we had expected at the beginning of this calendar year, U.S. stocks, as measured by the S&P 500<sup>®</sup> Index, have experienced a substantial recovery since the low experienced in March 2020. Furthermore, we are glad to report that all four of the Hodges Mutual Funds outperformed their respective benchmarks in the six months ending September 30, 2020. A common question that we have received from our fund shareholders over the past couple of months is; How can the economic data reflect one environment and the stock market suggest another? Without question, this has been a source of anxiety among many investors. We believe the market's upswing from the March bottom partly reflects the anticipation of an economic recovery sometime in the next twelve to eighteen months as the pandemic's impact on the world's economy recedes. Another factor that has likely influenced the stock market's trajectory is the recent increase in liquidity. Greater liquidity has been due to the aggressive monetary response by the Federal Reserve designed to support credit markets and significant fiscal stimulus to lessen the immediate financial blow from the shutdown of much of the economy. The consequences of these actions have driven interest rates to the lowest level in a generation. For example, the 2- year and 10-year Treasury yields are now at 0.13% and 0.69%, respectively, as of September 30, 2020. Such low- interest rates have made stock dividends more attractive and increased the price/earnings multiples investors are willing to pay for growth stocks.

The recent rise in the broader market was led by a narrow group of large-cap technology stocks that experienced significant appreciation since March as their businesses have, in some cases, benefited from the "stay-at-home" economy. As a result, most growth portfolios outperformed portfolios weighted in value stocks. During the past six months, stocks with the largest market capitalizations continued to outperform small-cap stocks significantly. We believe there are two reasons for this divergence. The first is small-cap stocks tend to be linked to industry groups that are more economically sensitive. The second relates to the investing trends in passive products that favor market weight, which has sustained momentum in a handful of stocks with the most significant weight in the index. As a result, the top five stocks in the S&P 500<sup>®</sup> Index represented a weighting of nearly 25% of the Index on September 30, 2020. This phenomenon has recently made it difficult for portfolios without a large concentration in five mega-cap technology stocks to outperform the S&P 500<sup>®</sup> Index.

Although every market cycle holds unique circumstances that bear uncertainty, current visibility remains extremely difficult. We expect uncertainties surrounding the upcoming U.S. elections and the culmination of COVID-19 to increase short-term market volatility in the months ahead. While short-term market volatility can seem overwhelming at times, we expect the next six months to create opportunities for active portfolio managers pursuing mispriced stocks. Also, the investment team at Hodges Capital is rigorously looking for bargains in businesses that we believe are well run and can control their destiny by relying on ingenuity and adaptive business models. Given the sudden disruptions that have occurred across many businesses, we are also fixated on analyzing balance sheets and are taking an extra measure of caution when it comes to investing in companies with high debt burdens.

As we prepare for turbulence in the months ahead, we subscribe to the idea that successful investors do not confuse short-term volatility with long-term investment risk. We also fall back to the notion that stock prices' long-term performance is determined by each underlying business's future earnings and cash flows. Areas that we expect to see above-average earnings power include companies with disruptive technologies benefiting from an acceleration in digitalization and several industrial companies that operate in industries with high barriers to entry. In most cases, we are underweight financial stocks given the headwinds from low-interest rates that face many banks and insurance companies. However, we believe low mortgage rates combined with favorable demographics and a recent trend toward deurbanization has created secular growth opportunities in many housing-related stocks. The current pandemic has also shifted consumer behavior, which has devastated the travel and hospitality industries but has been a positive for consumer spending in areas such as outdoor and home fitness products. While the prevailing economic conditions that can affect corporate earnings seem to change daily, we are still finding attractive opportunities in companies that offer a favorable risk/reward over the next two to three years. With this in mind, we see the next few months as an ideal environment for active portfolio managers to carefully select individual stocks that can generate long-term value for shareholders.

## Hodges Mutual Funds

Returns (Retail Class) as of 9/30/2020:

	<u>6 Months</u>	<u>1 Year*</u>	<u>3 Year*</u>	<u>5 Year*</u>	<u>10 Year*</u>	<u>Since Inception*</u>
Hodges Fund (10/9/92)	79.33%	4.10%	-3.28%	4.81%	8.33%	8.68%
S&P 500® Index	31.31%	15.15%	12.28%	14.15%	13.74%	10.06%
Hodges Small Cap Fund (12/18/07)	48.32%	-6.49%	-1.02%	2.05%	8.52%	6.69%
Russell 2000® Index	31.60%	0.39%	1.77%	8.00%	9.85%	7.06%
Hodges Small Intrinsic Value Fund (12/26/13)	54.97%	-9.69%	-4.86%	1.70%	n/a	2.77%
Russell 2000® Value Index	21.94%	-14.88%	-5.13%	4.11%	n/a	2.06%
Russell 2000® Index	31.60%	0.39%	1.77%	8.00%	n/a	5.37%
Hodges Blue Chip Equity Income Fund (9/10/09)	38.48%	14.71%	11.12%	12.16%	12.00%	11.23%
Russell 1000® Index	33.36%	16.01%	12.38%	14.09%	13.76%	13.55%

\* Average Annualized

	<u>HDPSX</u>	<u>HDPMX</u>	<u>HDSVX</u>	<u>HDPBX</u>
Gross Expense Ratio	1.31% <sup>1</sup>	1.34%	2.43%	1.47%
Net Expense Ratio		1.15% <sup>2</sup>	1.29% <sup>3</sup>	1.30% <sup>3</sup>

<sup>1</sup> Hodges Capital Management, Inc. has contractually agreed to lower its management fee from 0.85% to 0.82% of the Hodges Small Cap Fund's average daily net assets through August 31, 2021. This waiver may not be terminated without the approval of the Trust's Board of Trustees. This waiver should not be construed to be a permanent reduction of the management fees of Hodges Capital Management, Inc. Hodges Capital Management, Inc. has waived its right to receive reimbursement of the portion of its management fees waived pursuant to this advisory fee waiver agreement.

<sup>2</sup> Hodges Capital Management has contractually agreed to reduce its fees until at least August 31, 2021. This figure excludes Acquired Fund Fees and Expenses, interest, taxes and extraordinary expenses. In addition, Hodges Capital Management, Inc. has contractually agreed to lower its management fee from 0.85% to 0.82% of the Hodges Fund's average daily net assets through August 31, 2021. This waiver may not be terminated without the approval of the Trust's Board of Trustees. This waiver should not be construed to be a permanent reduction of the management fees of Hodges Capital Management, Inc. Hodges Capital Management, Inc. has waived its right to receive reimbursement of the portion of its management fees waived pursuant to this advisory fee waiver agreement.

<sup>3</sup> Hodges Capital Management has contractually agreed to reduce its fees until at least August 31, 2021. This figure excludes Acquired Fund Fees and Expenses, interest, taxes and extraordinary expenses.

Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. The current performance of the Funds may be lower or higher than the performance quoted, and the six month returns reflected above were achieved during a period of generally rising market values which is not indicative of an investors' future results. Performance data current to the most recent month-end may be obtained by calling (866) 811-0224. The Funds impose a 1.00% redemption fee on shares held for thirty days or less (60 days or less for Institutional Class shares). The performance data quoted does not reflect the redemption fee. If reflected, total returns would be reduced. Please see the Financial Highlights in this report for the most recent expense ratios.

## Hodges Mutual Funds

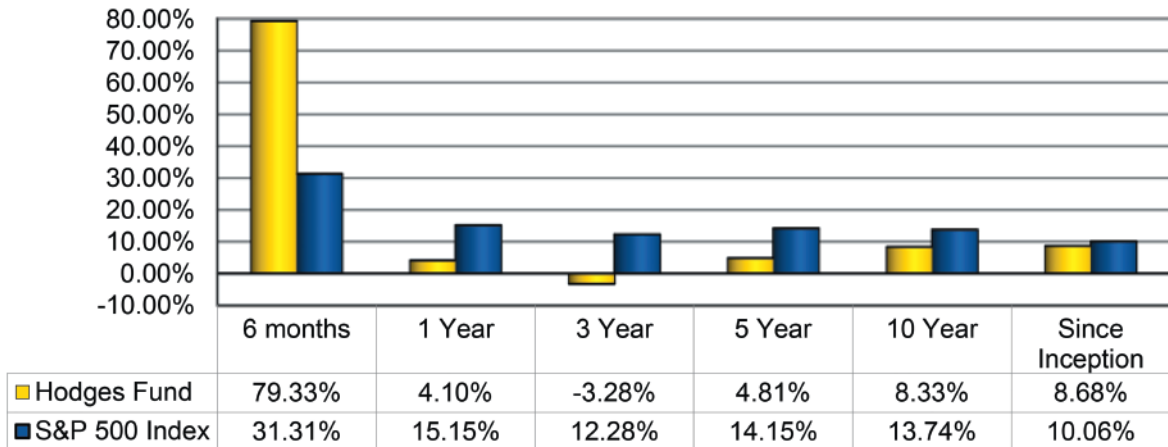
### Hodges Fund (HDPMX)

The Hodges Fund's six-month return amounted to a 79.33% gain compared to 31.31% for the S&P 500® Index. Strong relative performance compared to the S&P 500 Index was primarily attributed to a recovery in many of the Fund's holdings that were disproportionately oversold compared to the broader market during the market's March meltdown. Furthermore, the Hodges Fund experienced above-average turnover over the past six months as we repositioned to take advantage of volatile market conditions. As a result, we upgraded many portfolio holdings into companies that we expect to endure the current economic uncertainty and generate above-average returns over the next twelve to eighteen months. The outcome of these actions was evident in the Fund's relative performance in the six months ending September 30, 2020.

While we are encouraged with the Fund's performance over the past six months, the Hodges Fund's portfolio managers remain laser-focused on investments where we have the highest conviction based on fundamentals and valuation. The number of positions held in the Fund totals 39 positions. Top ten holdings at September 30, 2020, represented 37.55% of the Fund's holdings and included Luby's Inc. (LUB), Nautilus Inc. (NLS), Snap Inc. (SNAP), Texas Pacific Land Trust (TPL), DraftKings (DKNG), Azek Co. (AZEK), Norwegian Cruise Lines Holdings (NCLH), Duluth Holdings (DLTH), Taylor Morrison Home Corp. (TMHC), and NMI Holdings (NMIH).

### Hodges Fund vs S&P 500® Index

As of 9/30/2020



Inception: 10/09/1992 Annualized

## Hodges Mutual Funds

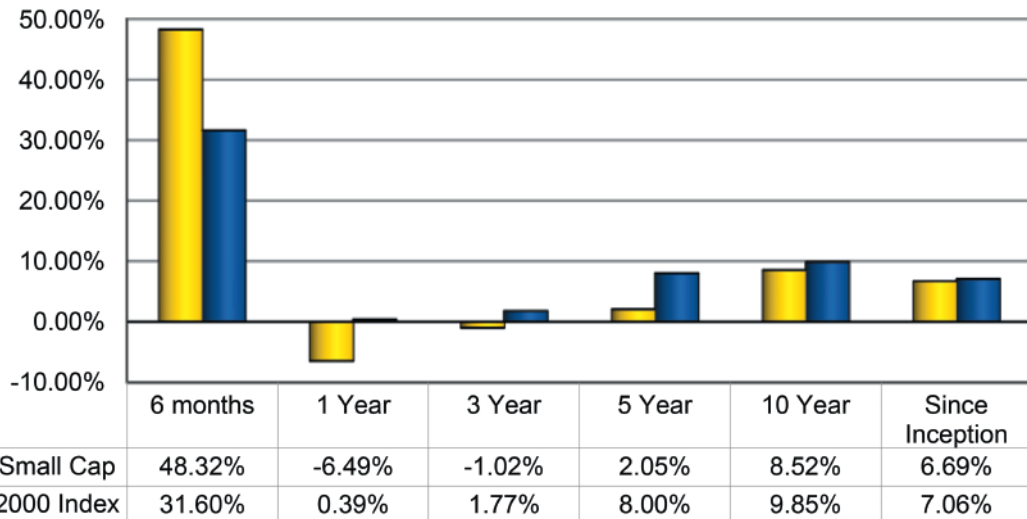
### Hodges Small Cap Fund (HDPSX)

The Hodges Small Cap Fund (“Small Cap Fund”) experienced a gain of 48.32% in six months ending September 30, 2020, compared to a gain in the Russell 2000 Index of 31.60%. During this period, positive relative performance reflected a recovery in many of the Fund’s consumer, banks, homebuilding-related names. Although small caps, in general, are more volatile during periods of uncertainty, we continue to view the current risk-reward for holding small-cap stocks as attractive and note that small caps have historically led the market in the early stages of a new economic cycle.

The recent market turbulence provided us the opportunity to reposition the Small Cap Fund to take advantage of dislocations between prudent asset valuations and distressed selling across small caps with less trading liquidity during the past six months. As a result, we have overweighted several of our high conviction ideas that we view as having an attractive risk/reward profile. The Small Cap Fund remains well diversified across industrials, transportation, financial services, technology, and consumer-related names, which we expect to contribute to the Fund’s long-term performance. The total number of stocks held in the Fund at the end of the quarter was 49. The top ten holdings at September 30, 2020, represented 38.19% of the Fund’s holdings and included Hilltop Holdings Inc. (HTH), Commercial Metals Co. (CMC), Texas Pacific Land Trust (TPL), Eagle Materials Inc. (EXP), Restoration Hardware (RH), NCR Corp. (NCR), Five9, Inc. (FIVN), Hawaiian Holdings (HA), Americas Car-Mart Inc. (CRMT), and Texas Roadhouse (TXRH).

### Hodges Small Cap Fund vs Russell 2000® Index

As of 9/30/2020



Inception: 12/18/2007 Annualized

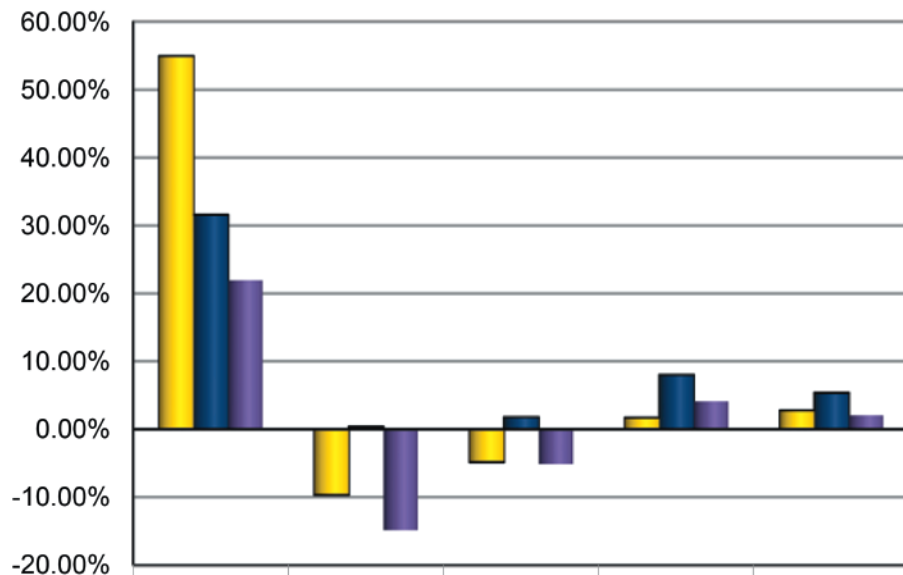
## Hodges Mutual Funds

### Hodges Small Intrinsic Value Fund (HDSVX)

The Hodges Small Intrinsic Value Fund (“Small Intrinsic Value Fund”) experienced a gain of 54.97% in the six months ending September 30, 2020, compared to a 21.94% gain for its benchmark, the Russell 2000 Value Index. During the past six months, the Fund’s positive relative performance reflected a sharp rebound in many of the Fund’s consumer discretionary, materials, and industrial stocks, which were disproportionately impacted during the market’s March sell-off. The top ten holdings at the end of this period represented 33.38% of the Fund’s holdings and included Taylor Morrison Home Corp. (TMHC), Hilltop Holdings Inc. (HTH), Duluth Holdings (DLTH), U.S. Xpress Enterprises (USX), Covenant Logistics Group (CVLG), Equinox Gold Corp. (EQX), Eagle Materials Inc. (EXP), Americas Car Mart Inc. (CRMT), NCR Holdings (NCR) and Lawson Products Inc. (LAWS).

**Hodges Small Intrinsic Value Fund vs  
Russell 2000® Value Index & Russell 2000® Index**

As of 9/30/2020



	6 months	1 Year	3 Year	5 Year	Since Inception
■ Hodges Small Intrinsic Value	54.97%	-9.69%	-4.86%	1.70%	2.77%
■ Russell 2000 Index	31.60%	0.39%	1.77%	8.00%	5.37%
■ Russell 2000 Value Index	21.94%	-14.88%	-5.13%	4.11%	2.06%

Inception: 12/26/2013 Annualized



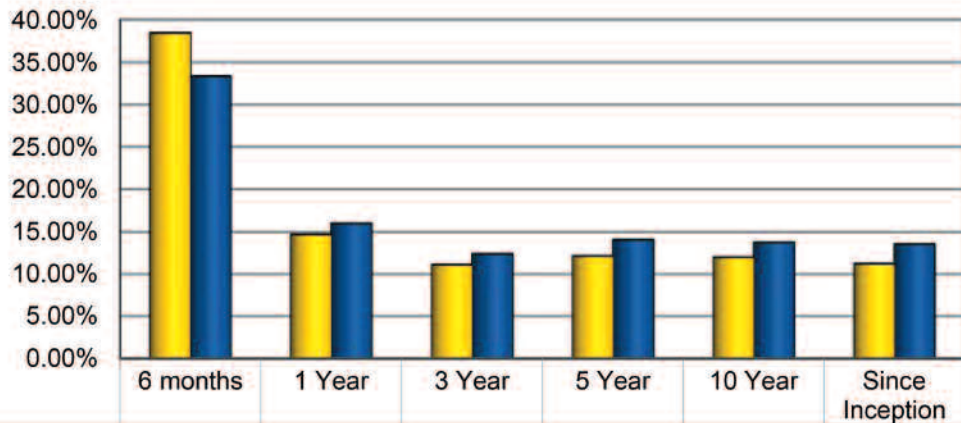
## Hodges Mutual Funds

### Hodges Blue Chip Equity Income Fund (HDPBX)

The Hodges Blue Chip Equity Income Fund (“Blue Chip Equity Income Fund”) experienced a gain of 38.48% in the six months ending September 30, 2020, compared to an increase of 33.36% for the Russell 1000 Index. Large-cap growth stocks again outperformed the broader market in the past six months. However, we continue to find new opportunities in high-quality dividend-paying stocks with further upside potential, as well as stable dividend income. The Blue Chip Equity Income Fund remains well-diversified in companies that we believe can generate above-average income and total returns on a risk-adjusted basis. Top ten holdings on September 30, 2020, represented 52.86% of the Fund’s holdings and included Apple Inc. (AAPL), Amazon.com Inc. (AMZN), Microsoft Corp. (MSFT), Facebook Inc. (FB), Abbvie, Inc. (ABBV), FedEx Corp. (FDX), United Parcel Service Inc. (UPS), Target Corp. (TGT), Home Depot Inc. (HD), and Union Pacific Corp. (UNP).

### Hodges Blue Chip Equity Income Fund vs Russell 1000® Index

As of 9/30/2020



■ Hodges Blue Chip Equity Income	38.48%	14.71%	11.12%	12.16%	12.00%	11.23%
■ Russell 1000 Index	33.36%	16.01%	12.38%	14.09%	13.76%	13.55%

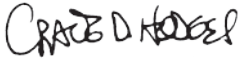
Inception: 9/10/2009 Annualized



## Hodges Mutual Funds

In conclusion, we remain optimistic regarding the Hodges Mutual Funds' long-term investment opportunities despite all the near-term uncertainty. By offering four distinct mutual fund strategies covering most major segments of the domestic equity market, we can serve most financial advisors and individual investors' diverse needs. Our entire investment team of portfolio managers, analysts, and traders are rigorously studying companies, meeting with management teams, observing trends, and attempting to navigate today's volatile financial markets. Feel free to contact us directly if we can address any specific questions.

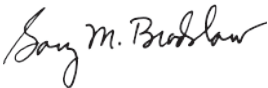
Sincerely,



Craig Hodges  
Co-Portfolio Manager



Eric Marshall, CFA  
Co-Portfolio Manager



Gary Bradshaw  
Co-Portfolio Manager



Chris Terry, CFA  
Co-Portfolio Manager



Derek Maupin  
Co-Portfolio Manager

*The above discussion is based on the opinions of the author and is subject to change. It is not intended to be a forecast of future events, a guarantee of future results, and is not a recommendation to buy or sell any security. Portfolio composition and company ownership in the Hodges Funds are subject to daily change.*

*The Funds' investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectuses contain this and other important information about the Hodges Funds, and it may be obtained by calling 866-811-0224, or visiting [www.hodgesmutualfunds.com](http://www.hodgesmutualfunds.com). Read it carefully before investing.*

Mutual fund investing involves risk. Principal loss is possible. Investments in foreign securities involve greater volatility and political, economic and currency risks and differences in accounting methods. These risks are greater for investments in emerging markets. Options and future contracts have the risks of unlimited losses of the underlying holdings due to unanticipated market movements and failure to correctly predict the direction of securities prices, interest rates and currency exchange rates. These risks may be greater than risks associated with more traditional investments. Short sales of securities involve the risk that losses may exceed the original amount invested. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for longer term debt securities. Investments in small and medium capitalization companies involve additional risks such as limited liquidity and greater volatility. Funds that are non-diversified are more exposed to individual stock volatility than a diversified fund. Investments in companies that demonstrate special situations or turnarounds, meaning companies that have experienced significant business problems but are believed to have favorable prospects for recovery, involve greater risk.

Value investing carries the risk that the market will not recognize a security's inherent value for a long time, or that a stock judged to be undervalued may be appropriately priced or overvalued.

Diversification does not assure a profit or protect against a loss in a declining market.

Fund holdings and/or sector allocations are subject to change at any time and are not recommendations to buy or sell any security.

Investment performance reflects fee waivers in effect. In the absence of such waivers, total return would be reduced.

The S&P 500® Index is a broad-based unmanaged index of 500 stocks that is widely recognized as representative of the equity market in general. The Russell 1000® Index is a subset of the Russell 3000® Index and consists of the 1,000 largest companies comprising over 90% of the total market capitalization of all listed stocks. The Russell 2000® Index consists of the smallest 2,000 companies in a group of 3,000 U.S. companies in the Russell 3000® Index, as ranked by market capitalization. The Russell 2500® Index consists of the smallest 2,500 companies in a group of 3,000 U.S. companies in the Russell 3000® Index, as ranked by market capitalization. The Russell 3000® Index is a stock index consisting of the 3000 largest publicly listed companies, representing about 98% of the total capitalization of the entire U.S. stock market. You cannot invest directly in an index. The Russell 2000® Value Index measures the performance of small-cap value segment of the U.S. equity universe. It includes those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values. The Russell 2000® Value Index is constructed to provide a comprehensive and unbiased barometer for the small-cap value segment. The Index is completely reconstituted annually to ensure larger stocks do not distort the performance and characteristics of the true small-cap opportunity set and that the represented companies continue to reflect value characteristics.

Hodges Capital Management is the Advisor to the Hodges Funds.

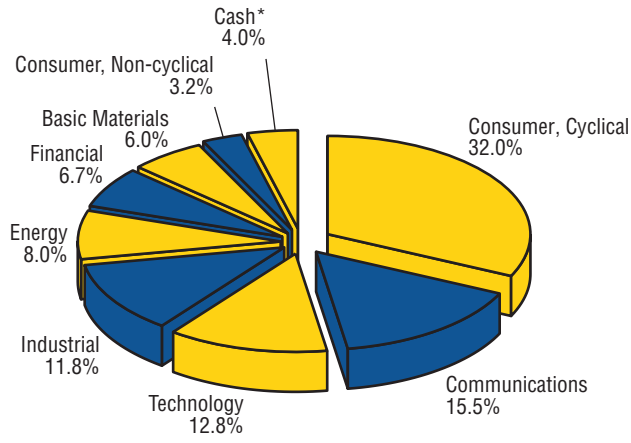
Hodges Funds are distributed by Quasar Distributors LLC.

# Hodges Mutual Funds

## SECTOR ALLOCATIONS At September 30, 2020 (Unaudited)

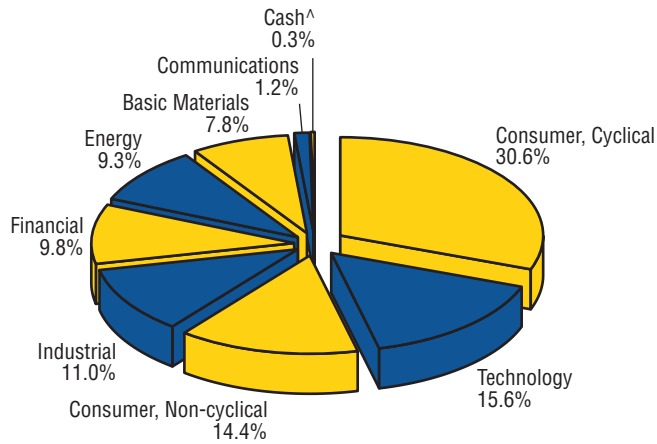
(as a percentage of net assets)

### Hodges Fund (HDPMX)



\* Exchange traded funds and other assets in excess of liabilities.

### Small Cap Fund (HDPSX & HDSIX)



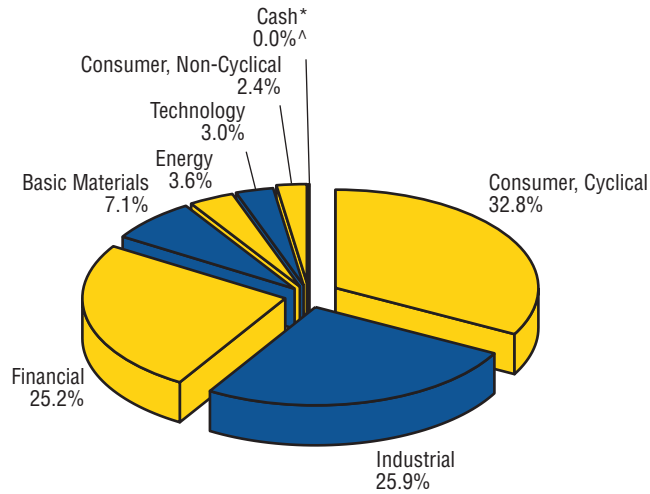
^ Other assets in excess of liabilities.

# Hodges Mutual Funds

## SECTOR ALLOCATIONS At September 30, 2020 (Unaudited) (Continued)

(as a percentage of net assets)

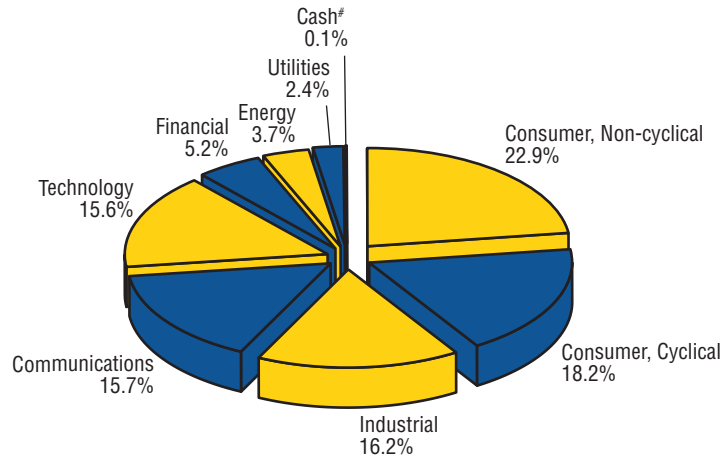
### Small Intrinsic Value Fund (HDSVX)



\* Liabilities in excess of other assets.

<sup>^</sup> Does not round to 0.1% or (0.1)%, as applicable.

### Blue Chip Equity Income Fund (HDPBX)



# Other assets in excess of liabilities.

## Hodges Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited)

Shares	Value	Shares	Value
<b>COMMON STOCKS: 90.1%</b>		<b>Oil U.S. Royalty Trusts: 3.7%</b>	
<b>Airlines: 3.0%</b>		10,000	Texas Pacific Land Trust
100,000	Southwest Airlines Co.		\$ 4,515,600
	<u>\$ 3,750,000</u>	<b>Restaurants: 7.3%</b>	
<b>Apparel &amp; Shoe Retail: 3.4%</b>		2,300,000	Luby's, Inc. <sup>1,2</sup>
344,515	Duluth Holdings, Inc. - Class B <sup>1</sup>	750,000	Waitr Holdings, Inc. <sup>1</sup>
	<u>4,209,973</u>		<u>6,578,000</u>
<b>Building Materials: 8.8%</b>			<u>2,415,000</u>
125,000	The AZEK Co., Inc. - Class A <sup>1</sup>		8,993,000
20,000	Eagle Materials, Inc.	<b>Semiconductors: 8.6%</b>	
40,000	Owens Corning	50,000	Cree, Inc. <sup>1</sup>
67,500	U.S. Concrete, Inc. <sup>1</sup>	50,000	Micron Technology, Inc. <sup>1</sup>
	<u>1,960,200</u>	100,000	ON Semiconductor Corp. <sup>1</sup>
	<u>10,790,250</u>	20,000	Skyworks Solutions, Inc.
<b>Computers: 2.2%</b>			<u>2,910,000</u>
125,000	NCR Corp. <sup>1</sup>		10,614,000
	<u>2,767,500</u>	<b>Software: 2.0%</b>	
<b>Diversified Financial Services: 2.8%</b>		10,000	Twilio, Inc. - Class A <sup>1</sup>
175,000	Rocket Cos, Inc. - Class A <sup>1</sup>		<u>2,470,900</u>
	<u>3,487,750</u>	<b>Textiles: 0.8%</b>	
<b>Entertainment: 3.6%</b>		1,052,240	The Dixie Group, Inc. <sup>1,2</sup>
75,000	DraftKings, Inc. - Class A <sup>1</sup>		<u>945,964</u>
	<u>4,413,000</u>	<b>Transportation: 1.3%</b>	
<b>Healthcare Products: 3.2%</b>		150,000	Scorpio Tankers, Inc.
35,000	Novocure Ltd. <sup>1</sup>		<u>1,660,500</u>
	<u>3,895,850</u>	<b>TOTAL COMMON STOCKS</b>	
<b>Home Builders: 3.3%</b>			(Cost \$91,763,691)
165,000	Taylor Morrison Home Corp. <sup>1</sup>		<u>111,043,529</u>
	<u>4,057,350</u>	<b>Contracts</b>	
<b>Insurance: 3.2%</b>		<b>(100 shares per contract)</b>	
225,000	NMI Holdings, Inc. - Class A <sup>1</sup>		<b>Notional Value</b>
	<u>4,005,000</u>	<b>CALL OPTIONS PURCHASED: 5.9%</b>	
<b>Internet: 13.1%</b>		<b>Apparel: 1.1%</b>	
40,000	GoodRx Holdings, Inc. - Class A <sup>1</sup>	525	NIKE, Inc. - Class B,
20,000	Roku, Inc. - Class A <sup>1</sup>		Expiration:
175,000	Snap, Inc. - Class A <sup>1</sup>		October 2020,
100,000	Stitch Fix, Inc. - Class A <sup>1</sup>		Exercise Price:
65,000	Twitter, Inc. <sup>1</sup>		\$100.00
	<u>2,892,500</u>		\$6,590,850
	<u>16,174,750</u>		<u>1,319,062</u>
<b>Iron &amp; Steel: 3.1%</b>		<b>Banks: 0.7%</b>	
190,000	Commercial Metals Co.	200	The Goldman Sachs
	<u>3,796,200</u>		Group, Inc.,
<b>Leisure Time: 9.5%</b>			Expiration:
310,000	Nautilus, Inc. <sup>1</sup>		October 2020,
250,000	Norwegian Cruise		Exercise Price:
	Line Holdings Ltd. <sup>1</sup>		\$160.00
105,000	Vista Outdoor, Inc. <sup>1</sup>		4,019,400
	<u>2,118,900</u>		<u>837,500</u>
	<u>11,716,000</u>	<b>Internet: 2.4%</b>	
<b>Mining: 2.9%</b>		10	Amazon.com, Inc.,
225,000	Freeport-McMoRan, Inc.		Expiration:
	<u>3,519,000</u>		January 2021,
<b>Oil Companies Exploration &amp; Production: 4.3%</b>			Exercise Price:
465,649	Comstock Resources, Inc. <sup>1</sup>		\$1,750.00
390,000	Matador Resources Co. <sup>1</sup>		3,148,730
	<u>2,039,542</u>		1,407,025
	<u>3,221,400</u>	250	Facebook, Inc. - Class A,
	<u>5,260,942</u>		Expiration:
			November 2020,
			Exercise Price:
			\$200.00
			6,547,500
			<u>1,589,375</u>
			<u>2,996,400</u>

The accompanying notes are an integral part of these financial statements.

## Hodges Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited) (Continued)

Contracts (100 shares per contract)	Notional Value	Value	Shares	Value
<b>Transportation: 1.7%</b>			<b>EXCHANGE TRADED FUNDS: 3.4%</b>	
150 FedEx Corp.,			175,000 ProShares UltraPro Short QQQ	\$ 4,173,750
Expiration:				
January 2021,			<b>TOTAL EXCHANGE TRADED FUNDS</b>	
Exercise Price:			(Cost \$4,571,868)	4,173,750
\$110.00	\$3,772,800	\$ 2,135,625	<b>TOTAL INVESTMENTS IN SECURITIES: 99.4%</b>	
<b>TOTAL CALL OPTIONS PURCHASED</b>			(Cost \$100,439,630)	122,505,866
(Cost \$4,104,071)		7,288,587	Other Assets in Excess of Liabilities: 0.6%	766,503
			<b>TOTAL NET ASSETS: 100.0%</b>	<u>\$123,272,369</u>

<sup>1</sup> Non-income producing security.

<sup>2</sup> Company is an "affiliated person" of the Fund, as defined in the Investment Company Act of 1940.

The accompanying notes are an integral part of these financial statements.

## Small Cap Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited)

Shares	Value	Shares	Value
<b>COMMON STOCKS: 99.7%</b>		<b>Healthcare Products: 3.6%</b>	
<b>Airlines: 2.6%</b>		100,000	Inmode Ltd. <sup>1</sup> \$ 3,618,000
300,000	Hawaiian Holdings, Inc. \$ 3,867,000	15,000	Tandem Diabetes Care, Inc. <sup>1</sup> 1,702,500
<b>Apparel: 1.6%</b>			5,320,500
75,000	Canada Goose Holdings, Inc. <sup>1</sup> 2,412,750	<b>Healthcare Services: 1.5%</b>	
<b>Apparel &amp; Shoe Retail: 3.3%</b>		75,000	Acadia Healthcare Co, Inc. <sup>1</sup> 2,211,000
230,000	American Eagle Outfitters, Inc. 3,406,300	<b>Home Builders: 2.3%</b>	
43,000	Shoe Carnival, Inc. 1,443,940	140,000	Taylor Morrison Home Corp. <sup>1</sup> 3,442,600
	4,850,240	<b>Home Furnishings Retail: 5.6%</b>	
<b>Automobile Retail: 2.6%</b>		190,000	Ethan Allen Interiors, Inc. 2,572,600
45,000	America's Car-Mart, Inc. <sup>1</sup> 3,819,600	15,000	RH <sup>1</sup> 5,739,300
<b>Banks: 7.1%</b>			8,311,900
400,000	Hilltop Holdings, Inc. 8,232,000	<b>Household Products: 1.4%</b>	
70,000	Triumph Bancorp, Inc. <sup>1</sup> 2,179,800	35,000	Spectrum Brands Holdings, Inc. 2,000,600
	10,411,800	<b>Insurance: 1.8%</b>	
<b>Biotechnology: 1.0%</b>		150,000	NMI Holdings, Inc. - Class A <sup>1</sup> 2,670,000
14,000	Emergent BioSolutions, Inc. <sup>1</sup> 1,446,620	<b>Internet: 1.2%</b>	
<b>Building Materials: 8.0%</b>		25,000	Overstock.com, Inc. <sup>1</sup> 1,816,250
100,000	The AZEK Co., Inc. - Class A <sup>1</sup> 3,481,000	<b>Iron &amp; Steel: 6.0%</b>	
72,000	Eagle Materials, Inc. 6,215,040	225,000	Cleveland-Cliffs, Inc. 1,444,500
75,000	U.S. Concrete, Inc. <sup>1</sup> 2,178,000	375,000	Commercial Metals Co. 7,492,500
	11,874,040		8,937,000
<b>Chemicals: 1.8%</b>		<b>Leisure Time: 7.9%</b>	
55,000	Ingevity Corp. <sup>1</sup> 2,719,200	54,500	Brunswick Corp. 3,210,595
<b>Commercial Services: 4.8%</b>		115,000	Nautilus, Inc. <sup>1</sup> 1,973,400
200,000	ADT, Inc. 1,634,000	200,000	Norwegian Cruise Line Holdings Ltd. <sup>1</sup> 3,422,000
45,000	Chegg, Inc. <sup>1</sup> 3,214,800	150,000	Vista Outdoor, Inc. <sup>1</sup> 3,027,000
95,000	Repay Holdings Corp. <sup>1</sup> 2,232,500		11,632,995
	7,081,300	<b>Oil Companies Exploration &amp; Production: 4.7%</b>	
<b>Computers: 3.8%</b>		250,000	Comstock Resources, Inc. <sup>1</sup> 1,095,000
250,000	NCR Corp. <sup>1</sup> 5,535,000	400,000	Matador Resources Co. <sup>1</sup> 3,304,000
<b>Diversified Financial Services: 0.9%</b>		275,000	Parsley Energy, Inc. - Class A 2,574,000
65,000	Rocket Cos, Inc. - Class A <sup>1</sup> 1,295,450		6,973,000
<b>Electrical Components &amp; Equipment: 1.6%</b>		<b>Oil U.S. Royalty Trusts: 4.6%</b>	
49,375	Encore Wire Corp. 2,291,988	15,000	Texas Pacific Land Trust 6,773,400
<b>Entertainment: 0.9%</b>		<b>Pharmaceuticals: 1.5%</b>	
130,000	Cinemark Holdings, Inc. 1,300,000	250,000	Ironwood Pharmaceuticals, Inc. <sup>1</sup> 2,248,750
<b>Environmental Control: 1.4%</b>		<b>Restaurants: 2.5%</b>	
95,000	GFL Environmental, Inc. 2,019,700	60,000	Texas Roadhouse, Inc. 3,647,400
<b>Food: 0.6%</b>		<b>Semiconductors: 3.9%</b>	
40,000	Sprouts Farmers Market, Inc. <sup>1</sup> 837,200	50,000	Brooks Automation, Inc. 2,313,000
		140,000	Kulicke & Soffa Industries, Inc. 3,136,000
		20,000	Tower Semiconductor Ltd. <sup>1</sup> 364,400
			5,813,400

The accompanying notes are an integral part of these financial statements.



## Small Cap Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited) (Continued)

<u>Shares</u>	<u>Value</u>
<b>Software: 7.9%</b>	
62,500 1Life Healthcare, Inc. <sup>1</sup>	\$ 1,772,500
30,000 Envestnet, Inc. <sup>1</sup>	2,314,800
37,500 Five9, Inc. <sup>1</sup>	4,863,000
70,000 Upland Software, Inc. <sup>1</sup>	2,639,000
	<u>11,589,300</u>
<b>Vision Services: 1.3%</b>	
50,000 National Vision Holdings, Inc. <sup>1</sup>	<u>1,912,000</u>
<b>TOTAL COMMON STOCKS</b>	
(Cost \$118,246,535)	<u>147,061,983</u>
<b>TOTAL INVESTMENTS IN SECURITIES: 99.7%</b>	
(Cost \$118,246,535)	147,061,983
Other Assets in Excess of Liabilities: 0.3%	<u>388,530</u>
<b>TOTAL NET ASSETS: 100.0%</b>	<u>\$147,450,513</u>

<sup>1</sup> Non-income producing security.

The accompanying notes are an integral part of these financial statements.

## Small Intrinsic Value Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited)

Shares	Value	Shares	Value
<b>COMMON STOCKS: 95.2%</b>		<b>Home Builders: 4.2%</b>	
<b>Apparel: 4.8%</b>		19,000 Taylor Morrison Home Corp. <sup>1</sup>	\$ 467,210
3,000 Carter's, Inc.	\$ 259,740	<b>Home Furnishings: 2.3%</b>	
19,000 Delta Apparel, Inc. <sup>1</sup>	270,750	10,000 Hooker Furniture Corp.	258,300
	530,490	<b>Insurance: 4.7%</b>	
<b>Apparel &amp; Shoe Retail: 6.4%</b>		7,000 Horace Mann Educators Corp.	233,800
11,000 Boot Barn Holdings, Inc. <sup>1</sup>	309,540	16,000 NMI Holdings, Inc. - Class A <sup>1</sup>	284,800
33,000 Duluth Holdings, Inc. - Class B <sup>1</sup>	403,260		518,600
	712,800	<b>Iron &amp; Steel: 3.9%</b>	
<b>Automobile Retail: 3.0%</b>		25,000 Cleveland-Cliffs, Inc.	160,500
4,000 America's Car-Mart, Inc. <sup>1</sup>	339,520	14,000 Commercial Metals Co.	279,720
<b>Banks: 10.5%</b>			440,220
5,000 BancFirst Corp.	204,200	<b>Leisure Time: 4.4%</b>	
20,000 Hilltop Holdings, Inc.	411,600	3,400 Brunswick Corp.	200,294
7,000 Independent Bank Group, Inc.	309,260	17,000 Norwegian Cruise	
8,000 Triumph Bancorp, Inc. <sup>1</sup>	249,120	Line Holdings Ltd. <sup>1</sup>	290,870
	1,174,180		491,164
<b>Building Materials: 4.9%</b>		<b>Machinery-Diversified: 2.3%</b>	
4,000 Eagle Materials, Inc.	345,280	12,000 Ichor Holdings Ltd. <sup>1</sup>	258,840
7,000 U.S. Concrete, Inc. <sup>1</sup>	203,280	<b>Metal Fabrication &amp; Hardware: 5.3%</b>	
	548,560	8,000 Lawson Products, Inc. <sup>1</sup>	328,240
<b>Computers: 3.0%</b>		10,000 Northwest Pipe Co. <sup>1</sup>	264,600
15,000 NCR Corp. <sup>1</sup>	332,100		592,840
<b>Discount Retail: 2.2%</b>		<b>Mining: 3.2%</b>	
10,000 Citi Trends, Inc.	249,800	30,000 Equinox Gold Corp. <sup>1</sup>	351,300
<b>Distribution &amp; Wholesale: 1.2%</b>		<b>Oil Companies Exploration &amp; Production: 3.6%</b>	
8,000 Educational Development Corp.	134,160	50,000 Comstock Resources, Inc. <sup>1</sup>	219,000
<b>Diversified Financial Services: 1.5%</b>		20,000 Parsley Energy, Inc. - Class A	187,200
15,000 Westwood Holdings Group, Inc.	167,100		406,200
<b>Electronics: 1.8%</b>		<b>Real Estate: 2.5%</b>	
17,000 Kimball Electronics, Inc. <sup>1</sup>	196,520	17,500 Fathom Holdings, Inc. <sup>1</sup>	275,450
<b>Engineering &amp; Construction: 3.6%</b>		<b>Real Estate Investment Trusts: 6.0%</b>	
5,000 Arcosa, Inc.	220,450	4,000 Agree Realty Corp.	254,560
10,000 Primoris Services Corp.	180,400	12,000 The GEO Group, Inc.	136,080
	400,850	7,500 Ryman Hospitality Properties, Inc.	276,000
<b>Hair Salons: 1.9%</b>			666,640
35,000 Regis Corp. <sup>1</sup>	214,900	<b>Sporting Goods: 1.4%</b>	
<b>Healthcare Products: 2.4%</b>		4,000 Hibbett Sports, Inc. <sup>1</sup>	156,880
75,000 ViewRay, Inc. <sup>1</sup>	262,500	<b>Textiles: 1.0%</b>	
		119,648 The Dixie Group, Inc. <sup>1,2</sup>	107,564

The accompanying notes are an integral part of these financial statements.

## Small Intrinsic Value Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited) (Continued)

Shares	Value
<b>Transportation: 8.0%</b>	
2,500 Atlas Air Worldwide Holdings, Inc. <sup>1</sup>	\$ 152,250
21,000 Covenant Logistics Group, Inc. - Class A <sup>1</sup>	367,290
45,000 U.S. Xpress Enterprises, Inc. - Class A <sup>1</sup>	371,700
	891,240
 <b>TOTAL COMMON STOCKS</b>	
(Cost \$10,345,529)	11,145,928
 <b>TOTAL INVESTMENTS IN SECURITIES: 100.0%</b>	
(Cost \$10,345,529)	11,145,928
Liabilities in Excess of Other Assets: (0.0)% <sup>3</sup>	(290)
<b>TOTAL NET ASSETS: 100.0%</b>	<b>\$11,145,638</b>

<sup>1</sup> Non-income producing security.

<sup>2</sup> Company is an "affiliated person" of the Fund, as defined in the Investment Company Act of 1940.

<sup>3</sup> Does not round to 0.1% or (0.1)%, as applicable.

The accompanying notes are an integral part of these financial statements.

## Blue Chip Equity Income Fund

### SCHEDULE OF INVESTMENTS at September 30, 2020 (Unaudited)

Shares	Value	Shares	Value
<b>COMMON STOCKS: 99.9%</b>		<b>Telecommunications: 2.5%</b>	
<b>Apparel: 3.6%</b>		10,000 Verizon Communications, Inc.	\$ 594,900
7,000 NIKE, Inc. - Class B	\$ 878,780	<b>Transportation: 14.2%</b>	
<b>Banks: 1.9%</b>		7,000 CSX Corp.	543,690
19,000 Bank of America Corp.	457,710	4,000 FedEx Corp.	1,006,080
<b>Beverages: 5.5%</b>		4,500 Union Pacific Corp.	885,915
13,000 The Coca-Cola Co.	641,810	6,000 United Parcel Service, Inc. - Class B	999,780
5,000 PepsiCo, Inc.	693,000		<u>3,435,465</u>
	<u>1,334,810</u>	<b>TOTAL COMMON STOCKS</b>	
<b>Building Products Retail: 7.2%</b>		(Cost \$16,235,090)	<u>24,123,641</u>
3,250 The Home Depot, Inc.	902,558	<b>TOTAL INVESTMENTS IN SECURITIES: 99.9%</b>	
5,000 Lowe's Companies, Inc.	829,300	(Cost \$16,235,090)	24,123,641
	<u>1,731,858</u>	Other Assets in Excess of Liabilities: 0.1%	28,789
<b>Commercial Services: 3.3%</b>		<b>TOTAL NET ASSETS: 100.0%</b>	<u>\$24,152,430</u>
4,000 PayPal Holdings, Inc. <sup>1</sup>	788,120		
<b>Computers: 8.6%</b>			
18,000 Apple, Inc.	2,084,580		
<b>Discount Retail: 7.4%</b>			
6,000 Target Corp.	944,520		
6,000 Wal-Mart Stores, Inc.	839,460		
	<u>1,783,980</u>		
<b>Diversified Financial Services: 3.3%</b>			
4,000 Visa, Inc. - Class A	799,880		
<b>Diversified Manufacturing Operations: 2.0%</b>			
3,000 3M Co.	480,540		
<b>Electric: 2.4%</b>			
5,000 Sempra Energy	591,800		
<b>Internet: 13.2%</b>			
600 Amazon.com, Inc. <sup>1</sup>	1,889,238		
5,000 Facebook, Inc. - Class A <sup>1</sup>	1,309,500		
	<u>3,198,738</u>		
<b>Oil Companies Integrated: 1.5%</b>			
5,000 Chevron Corp.	360,000		
<b>Pharmaceuticals: 14.1%</b>			
12,000 AbbVie, Inc.	1,051,080		
13,000 Bristol-Myers Squibb Co.	783,770		
5,500 Johnson & Johnson	818,840		
9,000 Merck & Co., Inc.	746,550		
	<u>3,400,240</u>		
<b>Pipelines: 2.2%</b>			
20,000 ONEOK, Inc.	519,600		
<b>Software: 7.0%</b>			
8,000 Microsoft Corp.	1,682,640		

<sup>1</sup> Non-income producing security.

The accompanying notes are an integral part of these financial statements.

## Hodges Mutual Funds

### STATEMENTS OF ASSETS AND LIABILITIES at September 30, 2020 (Unaudited)

	Hodges Fund	Small Cap Fund	Small Intrinsic Value Fund	Blue Chip Equity Income Fund
<b>ASSETS</b>				
Investments in unaffiliated securities, at value (Cost \$87,683,895, \$118,246,535, \$10,124,889, and \$16,235,090)	\$114,981,902	\$147,061,983	\$11,038,364	\$24,123,641
Investments in affiliated securities, at value (Cost \$12,755,735, \$—, \$220,640, and \$—)	7,523,964	—	107,564	—
Cash	425,952	305,717	167	41,881
Receivables:				
Investment securities sold	1,758,286	1,302,669	56,359	—
Fund shares sold	4,439	20,558	7,832	486
Dividends and interest	25,699	16,800	4,700	19,870
Due from Advisor, net	—	—	2,084	—
Prepaid expenses	35,784	13,000	11,558	20,780
Total assets	<u>124,756,026</u>	<u>148,720,727</u>	<u>11,228,629</u>	<u>24,206,658</u>
<b>LIABILITIES</b>				
Payables:				
Investment securities purchased	1,248,865	872,188	31,899	—
Credit facility	—	—	13,000	—
Fund shares redeemed	13,223	67,315	—	561
Investment advisory fees, net	51,977	100,203	—	6,193
Fund administration fees	22,098	40,421	1,525	3,628
Fund accounting fees	9,407	18,672	851	1,880
Distribution fees	73,270	66,087	7,074	14,248
Audit fees	12,930	12,918	11,933	11,934
Transfer agent fees	20,581	17,881	5,254	5,731
Custody fees	2,117	4,462	596	946
Chief Compliance Officer fees	2,264	2,250	2,264	2,264
Trustee fees	3,663	4,809	3,082	3,159
Distribution to shareholders	—	—	—	1,018
Sub-transfer agent fees	15,397	45,076	1,481	1,155
Other accrued expenses	7,865	17,932	4,032	1,511
Total liabilities	<u>1,483,657</u>	<u>1,270,214</u>	<u>82,991</u>	<u>54,228</u>
<b>NET ASSETS</b>	<u>\$123,272,369</u>	<u>\$147,450,513</u>	<u>\$11,145,638</u>	<u>\$24,152,430</u>
<b>COMPONENTS OF NET ASSETS</b>				
Paid-in capital	\$146,930,873	\$111,984,236	\$12,971,262	\$15,079,322
Total distributable (accumulated) earnings (losses)	(23,658,504)	35,466,277	(1,825,624)	9,073,108
Total net assets	<u>\$123,272,369</u>	<u>\$147,450,513</u>	<u>\$11,145,638</u>	<u>\$24,152,430</u>
<b>Net Asset Value (unlimited shares authorized):</b>				
<b>Retail Class:</b>				
Net assets	\$123,272,369	\$111,609,048	\$11,145,638	\$24,152,430
Shares of beneficial interest issued and outstanding	3,374,175	7,451,297	1,051,338	1,336,372
Net asset value, offering price, and redemption price per share	<u>\$ 36.53</u>	<u>\$ 14.98</u>	<u>\$ 10.60</u>	<u>\$ 18.07</u>
<b>Institutional Class:</b>				
Net assets		\$ 35,841,465		
Shares of beneficial interest issued and outstanding		2,284,298		
Net asset value, offering price, and redemption price per share		<u>\$ 15.69</u>		

The accompanying notes are an integral part of these financial statements.

## Hodges Mutual Funds

### STATEMENTS OF OPERATIONS For the Six Months Ended September 30, 2020 (Unaudited)

	Hodges Fund	Small Cap Fund	Small Intrinsic Value Fund	Blue Chip Equity Income Fund
<b>INVESTMENT INCOME</b>				
Dividends from unaffiliated securities	\$ 210,299	\$ 339,090	\$ 30,461	\$ 246,620
Other income	473	518	418	423
Total investment income	<u>210,772</u>	<u>339,608</u>	<u>30,879</u>	<u>247,043</u>
<b>EXPENSES</b>				
Investment advisory fees	457,569	633,887	36,123	71,378
Distribution fees - Retail Class	132,098	139,983	10,624	27,453
Fund administration fees	43,213	60,116	6,536	11,335
Transfer agent fees	40,226	32,897	10,829	11,892
Sub-transfer agent fees	28,605	77,398	1,880	2,844
Fund accounting fees	17,363	25,917	1,589	3,904
Registration expenses	15,815	24,417	10,955	11,389
Audit fees	12,931	12,917	11,933	11,934
Miscellaneous expenses	10,460	18,985	2,969	4,385
Reports to shareholders	10,064	8,136	307	2,202
Trustees fees	8,206	8,648	7,425	7,583
Custody fees	6,227	6,061	3,557	2,960
Chief Compliance Officer fees	5,014	4,999	5,014	5,014
Legal fees	3,885	3,919	3,262	3,885
Insurance expenses	1,517	1,641	1,344	1,363
Interest expense	1,435	2,406	388	91
Total expenses	793,193	1,059,921	114,347	179,521
Less: advisory fees waived	(2,973)	(3,705)	—	—
Less: fees waived	(160,459)	(63,736)	(59,526)	(36,767)
Net expenses	<u>629,761</u>	<u>992,480</u>	<u>54,821</u>	<u>142,754</u>
Net investment income (loss)	<u>(418,989)</u>	<u>(652,872)</u>	<u>(23,942)</u>	<u>104,289</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS</b>				
Net realized gain (loss) on transactions from:				
Unaffiliated investments	(28,365,904)	11,241,879	(490,924)	1,031,280
Affiliated investments	(971,602)	—	(18,102)	—
Options written	(1,093,570)	—	—	—
Net realized gain (loss)	<u>(30,431,076)</u>	<u>11,241,879</u>	<u>(509,026)</u>	<u>1,031,280</u>
Net change in unrealized appreciation/depreciation on:				
Unaffiliated investments	83,184,339	45,171,266	3,151,758	5,718,196
Affiliated investments	5,979,822	—	61,393	—
Net unrealized appreciation/depreciation	<u>89,164,161</u>	<u>45,171,266</u>	<u>3,213,151</u>	<u>5,718,196</u>
Net realized and unrealized gain (loss) on investments	<u>58,733,085</u>	<u>56,413,145</u>	<u>2,704,125</u>	<u>6,749,476</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ 58,314,096</u>	<u>\$55,760,273</u>	<u>\$2,680,183</u>	<u>\$6,853,765</u>

The accompanying notes are an integral part of these financial statements.



# Hodges Fund

## STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM:</b>		
<b>OPERATIONS</b>		
Net investment income (loss) . . . . .	\$ (418,989)	\$ (857,505)
Net realized gain (loss) on transactions from:		
Unaffiliated investments . . . . .	(28,365,904)	(9,187,605)
Affiliated investments . . . . .	(971,602)	(524,147)
Options written . . . . .	(1,093,570)	344,218
Net change in unrealized appreciation/depreciation on:		
Unaffiliated investments . . . . .	83,184,339	(61,297,240)
Affiliated investments . . . . .	5,979,822	(1,089,204)
Options written . . . . .	—	(66,242)
<b>Net increase (decrease) in net assets resulting from operations</b> . . . . .	<u>58,314,096</u>	<u>(72,677,725)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>		
Increase (decrease) in net assets derived from net change in outstanding shares – Retail Class <sup>1</sup> . . . . .	(7,608,588)	(36,966,858)
Increase (decrease) in net assets derived from net change in outstanding shares – Institutional Class <sup>1</sup> . . . . .	(5,141,839)	(6,455,643)
<b>Total increase (decrease) in net assets from capital share transactions</b> . . . . .	<u>(12,750,427)</u>	<u>(43,422,501)</u>
<b>Total increase (decrease) in net assets</b> . . . . .	<u>45,563,669</u>	<u>(116,100,226)</u>
<b>NET ASSETS</b>		
Beginning of period/year . . . . .	77,708,700	193,808,926
End of period/year . . . . .	<u>\$123,272,369</u>	<u>\$ 77,708,700</u>

<sup>1</sup> Summary of share transactions is as follows:

	Six Months Ended September 30, 2020 (Unaudited)		Year Ended March 31, 2020	
	Shares	Amount	Shares	Amount
<b>Retail Class:</b>				
Shares sold . . . . .	95,413	\$ 3,011,469	156,027	\$ 5,183,838
Shares issued in reinvestment of distributions . . . . .	—	—	—	—
Shares redeemed <sup>2</sup> . . . . .	(351,132)	(10,620,057)	(1,223,623)	(42,150,696)
Net increase (decrease) . . . . .	<u>(255,719)</u>	<u>\$ (7,608,588)</u>	<u>(1,067,596)</u>	<u>\$(36,966,858)</u>

<sup>2</sup> Net of redemption fees of \$103 and \$1,565, respectively.

	Period Ended August 19, 2020 (Unaudited) <sup>4</sup>		Year Ended March 31, 2020	
	Shares	Amount	Shares	Amount
<b>Institutional Class:</b>				
Shares sold . . . . .	15,241	\$ 462,945	51,142	\$ 1,850,794
Shares issued in reinvestment of distributions . . . . .	—	—	—	—
Shares redeemed <sup>3</sup> . . . . .	(196,654)	(5,604,784)	(294,691)	(8,306,437)
Net increase (decrease) . . . . .	<u>(181,413)</u>	<u>\$(5,141,839)</u>	<u>(243,549)</u>	<u>\$(6,455,643)</u>

<sup>3</sup> Net of redemption fees of \$230 and \$732, respectively.

<sup>4</sup> Institutional Class shares liquidated after close of business on August 19, 2020.

The accompanying notes are an integral part of these financial statements.

## Small Cap Fund

### STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM:</b>		
<b>OPERATIONS</b>		
Net investment income (loss) .....	\$ (652,872)	\$ (1,343,459)
Net realized gain (loss) on transactions from:		
Unaffiliated investments .....	11,241,879	11,696,258
Options written .....	—	131,176
Net change in unrealized appreciation/depreciation on:		
Unaffiliated investments .....	45,171,266	(101,724,014)
<b>Net increase (decrease) in net assets resulting from operations</b> .....	<b>55,760,273</b>	<b>(91,240,039)</b>
<b>DISTRIBUTIONS TO SHAREHOLDERS</b>		
Net distributions to shareholders – Retail Class .....	—	(22,054,990)
Net distributions to shareholders – Institutional Class .....	—	(5,702,815)
<b>Total distributions to shareholders</b> .....	<b>—</b>	<b>(27,757,805)</b>
<b>CAPITAL SHARE TRANSACTIONS</b>		
Increase (decrease) in net assets derived from net change in outstanding shares – Retail Class <sup>1</sup> .....	(21,591,799)	(173,789,528)
Increase (decrease) in net assets derived from net change in outstanding shares – Institutional Class <sup>1</sup> .....	(10,385,973)	(42,988,730)
<b>Total increase (decrease) in net assets from capital share transactions</b> .....	<b>(31,977,772)</b>	<b>(216,778,258)</b>
<b>Total increase (decrease) in net assets</b> .....	<b>23,782,501</b>	<b>(335,776,102)</b>
<b>NET ASSETS</b>		
Beginning of period/year .....	123,668,012	459,444,114
End of period/year .....	<b>\$147,450,513</b>	<b>\$ 123,668,012</b>

<sup>1</sup> Summary of share transactions is as follows:

	Six Months Ended September 30, 2020 (Unaudited)		Year Ended March 31, 2020	
	Shares	Amount	Shares	Amount
<b>Retail Class:</b>				
Shares sold .....	135,470	\$ 1,751,100	1,365,200	\$ 23,438,527
Shares issued in reinvestment of distributions .....	—	—	1,333,138	21,823,466
Shares redeemed <sup>2</sup> .....	(1,742,019)	(23,342,899)	(13,196,459)	(219,051,521)
Net increase (decrease) .....	<b>(1,606,549)</b>	<b>\$(21,591,799)</b>	<b>(10,498,121)</b>	<b>\$(173,789,528)</b>

<sup>2</sup> Net of redemption fees of \$988 and \$2,574, respectively.

	Six Months Ended September 30, 2020 (Unaudited)		Year Ended March 31, 2020	
	Shares	Amount	Shares	Amount
<b>Institutional Class:</b>				
Shares sold .....	214,660	\$ 2,918,888	798,055	\$ 14,111,388
Shares issued in reinvestment of distributions .....	—	—	318,206	5,447,683
Shares redeemed <sup>3</sup> .....	(978,793)	(13,304,861)	(3,635,003)	(62,547,801)
Net increase (decrease) .....	<b>(764,133)</b>	<b>\$(10,385,973)</b>	<b>(2,518,742)</b>	<b>\$(42,988,730)</b>

<sup>3</sup> Net of redemption fees of \$521 and \$1,803, respectively.

The accompanying notes are an integral part of these financial statements.

## Small Intrinsic Value Fund

### STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM:</b>		
<b>OPERATIONS</b>		
Net investment income (loss) .....	\$ (23,942)	\$ (7,440)
Net realized gain (loss) on transactions from:		
Unaffiliated investments .....	(490,924)	(370,164)
Affiliated investments .....	(18,102)	(36,653)
Net change in unrealized appreciation/depreciation on:		
Unaffiliated investments .....	3,151,758	(2,637,029)
Affiliated investments .....	61,393	76,156
<b>Net increase (decrease) in net assets resulting from operations</b> .....	<b>2,680,183</b>	<b>(2,975,130)</b>
<b>DISTRIBUTIONS TO SHAREHOLDERS</b>		
Distributions to shareholders .....	—	(1,809)
<b>CAPITAL SHARE TRANSACTIONS</b>		
Increase (decrease) in net assets derived from net change in outstanding shares <sup>1</sup> .....	4,425,594	(6,680,392)
<b>Total increase (decrease) in net assets</b> .....	<b>7,105,777</b>	<b>(9,657,331)</b>
<b>NET ASSETS</b>		
Beginning of period/year .....	4,039,861	13,697,192
End of period/year .....	<b>\$11,145,638</b>	<b>\$ 4,039,861</b>

<sup>1</sup> Summary of share transactions is as follows:

	Six Months Ended September 30, 2020 (Unaudited)		Year Ended March 31, 2020	
	Shares	Amount	Shares	Amount
<b>Retail Class:</b>				
Shares sold .....	568,731	\$ 5,444,082	139,482	\$ 1,646,718
Shares issued in reinvestment of distributions .....	—	—	135	1,718
Shares redeemed <sup>2</sup> .....	(107,831)	(1,018,488)	(779,674)	(8,328,828)
Net increase (decrease) .....	<b>460,900</b>	<b>\$ 4,425,594</b>	<b>(640,057)</b>	<b>\$(6,680,392)</b>

<sup>2</sup> Net of redemption fees of \$76 and \$365, respectively.

The accompanying notes are an integral part of these financial statements.

## Blue Chip Equity Income Fund

### STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31, 2020
<b>INCREASE (DECREASE) IN NET ASSETS FROM:</b>		
<b>OPERATIONS</b>		
Net investment income (loss) .....	\$ 104,289	\$ 223,062
Net realized gain (loss) on transactions from:		
Unaffiliated investments .....	1,031,280	1,565,612
Net change in unrealized appreciation/depreciation on:		
Unaffiliated investments .....	5,718,196	(3,763,648)
<b>Net increase (decrease) in net assets resulting from operations</b> .....	<u>6,853,765</u>	<u>(1,974,974)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS</b>		
Distributions to shareholders .....	(105,141)	(1,922,999)
<b>CAPITAL SHARE TRANSACTIONS</b>		
Increase (decrease) in net assets derived from net change in outstanding shares <sup>1</sup> .....	(1,407,537)	(1,252,944)
<b>Total increase (decrease) in net assets</b> .....	<u>5,341,087</u>	<u>(5,150,917)</u>
<b>NET ASSETS</b>		
Beginning of period/year .....	18,811,343	23,962,260
End of period/year .....	<u>\$24,152,430</u>	<u>\$18,811,343</u>

<sup>1</sup> Summary of share transactions is as follows:

	Six Months Ended September 30, 2020 (Unaudited)		Year Ended March 31, 2020	
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>
<b>Retail Class:</b>				
Shares sold .....	82,460	\$ 1,338,616	95,861	\$ 1,511,851
Shares issued in reinvestment of distributions .....	6,023	100,629	109,221	1,838,468
Shares redeemed <sup>2</sup> .....	(187,389)	(2,846,782)	(283,121)	(4,603,263)
Net increase (decrease) .....	<u>(98,906)</u>	<u>\$(1,407,537)</u>	<u>(78,039)</u>	<u>\$(1,252,944)</u>

<sup>2</sup> Net of redemption fees of \$55 and \$2,160, respectively.

The accompanying notes are an integral part of these financial statements.

## Hodges Fund

### FINANCIAL HIGHLIGHTS For a capital share outstanding throughout each period/year

#### RETAIL CLASS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31,				
	2020	2019	2018	2017	2016	
Net asset value, beginning of period/year . . . . .	\$20.36	\$37.76	\$48.44	\$46.60	\$35.68	\$38.98
<b>INCOME FROM INVESTMENT OPERATIONS:</b>						
Net investment income (loss) <sup>1</sup> . . . . .	(0.12)	(0.19)	(0.36)	(0.46)	(0.24)	(0.20)
Net realized and unrealized gain (loss) on investments . . . . .	16.29	(17.21)	(7.15)	5.90	11.15	(2.80)
Total from investment operations . . . . .	16.17	(17.40)	(7.51)	5.44	10.91	(3.00)
<b>LESS DISTRIBUTIONS:</b>						
From net investment income . . . . .	—	—	—	—	—	(0.35)
From net realized gain . . . . .	—	—	(3.17)	(3.60)	—	—
Total distributions . . . . .	—	—	(3.17)	(3.60)	—	(0.35)
Paid-in capital from redemption . . . . .	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.01	0.00 <sup>2</sup>
Reimbursement by Advisor . . . . .	—	—	—	—	—	0.05
Net asset value, end of period/year . . . . .	\$36.53	\$20.36	\$37.76	\$48.44	\$46.60	\$35.68
Total return . . . . .	79.33% <sup>3</sup>	(46.05)%	(14.45)%	11.88%	30.64%	(7.58)% <sup>4</sup>
<b>SUPPLEMENTAL DATA:</b>						
Net assets, end of period/year (millions) . . . . .	\$123.3	\$73.9	\$177.4	\$251.9	\$360.8	\$210.8
Portfolio turnover rate . . . . .	140% <sup>3</sup>	107%	119%	142%	145%	79%
<b>RATIO OF EXPENSES TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	1.47% <sup>5</sup>	1.37%	1.34%	1.33%	1.30%	1.32%
After fees waived and expenses absorbed <sup>6,7</sup> . . . . .	1.17% <sup>5</sup>	1.18%	1.18%	1.18%	1.30%	1.32%
<b>RATIO OF NET INVESTMENT INCOME (LOSS) TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	(1.09)% <sup>5</sup>	(0.75)%	(0.97)%	(1.11)%	(0.56)%	(0.54)%
After fees waived and expenses absorbed <sup>6,7</sup> . . . . .	(0.79)% <sup>5</sup>	(0.56)%	(0.81)%	(0.96)%	(0.56)%	(0.54)%

<sup>1</sup> Calculated using the average shares outstanding method.

<sup>2</sup> Does not round to \$0.01 or \$(0.01), as applicable.

<sup>3</sup> Not annualized.

<sup>4</sup> Net increase from payments by affiliates on the disposal of investments in violation of restrictions contributed 0.13% to this return.

<sup>5</sup> Annualized.

<sup>6</sup> Effective April 1, 2017, the Advisor contractually agreed to limit the Retail Class shares' annual ratio of expenses to 1.18% of the Retail Class' daily net assets. See Note 3.

<sup>7</sup> Effective September 1, 2020, the Advisor contractually agreed to limit the Retail Class Shares' annual ratio of expenses to 1.15% of the Retail Class' daily net assets. See Note 3.

The accompanying notes are an integral part of these financial statements.

## Small Cap Fund

### FINANCIAL HIGHLIGHTS For a capital share outstanding throughout each period/year

#### RETAIL CLASS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31,				
	2020	2019	2018	2017	2016	
Net asset value, beginning of period/year . . . . .	\$10.10	\$18.13	\$19.51	\$20.11	\$17.27	\$20.43
<b>INCOME FROM INVESTMENT OPERATIONS:</b>						
Net investment income (loss) <sup>1</sup> . . . . .	(0.06)	(0.07)	(0.12)	(0.13)	(0.01)	(0.07)
Net realized and unrealized gain (loss) on investments . . . . .	4.94	(6.58)	(0.54)	2.35	2.91	(3.03)
Total from investment operations . . . . .	4.88	(6.65)	(0.66)	2.22	2.90	(3.10)
<b>LESS DISTRIBUTIONS:</b>						
From net investment income . . . . .	—	—	—	—	(0.00) <sup>2</sup>	—
From net realized gain . . . . .	—	(1.38)	(0.72)	(2.82)	(0.06)	(0.06)
Total distributions . . . . .	—	(1.38)	(0.72)	(2.82)	(0.06)	(0.06)
Paid-in capital from redemption . . . . .	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>
Net asset value, end of period/year . . . . .	\$14.98	\$10.10	\$18.13	\$19.51	\$20.11	\$17.27
Total return . . . . .	48.32% <sup>3</sup>	(39.59)%	(2.96)%	12.49%	16.81%	(15.18)%
<b>SUPPLEMENTAL DATA:</b>						
Net assets, end of period/year (millions) . . . . .	\$111.6	\$91.5	\$354.5	\$452.0	\$756.8	\$1,100.8
Portfolio turnover rate . . . . .	72% <sup>3</sup>	81%	81%	45%	44%	49%
<b>RATIO OF EXPENSES TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	1.48% <sup>4</sup>	1.33%	1.29%	1.30%	1.28%	1.29%
After fees waived and expenses absorbed <sup>5</sup> . . . . .	1.39% <sup>4</sup>	1.33%	1.29%	1.30%	1.28%	1.29%
<b>RATIO OF NET INVESTMENT INCOME (LOSS) TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	(1.02)% <sup>4</sup>	(0.43)%	(0.60)%	(0.68)%	(0.08)%	(0.35)%
After fees waived and expenses absorbed <sup>5</sup> . . . . .	(0.93)% <sup>4</sup>	(0.43)%	(0.60)%	(0.68)%	(0.08)%	(0.35)%

<sup>1</sup> Calculated using the average shares outstanding method.

<sup>2</sup> Does not round to \$0.01 or \$(0.01), as applicable.

<sup>3</sup> Not annualized.

<sup>4</sup> Annualized.

<sup>5</sup> Effective September 1, 2020, the Advisor contractually agreed to limit the Retail Class Shares' annual ratio of expenses to 1.37% of the Retail Class' daily net assets. See Note 3.

The accompanying notes are an integral part of these financial statements.



## Small Cap Fund

### FINANCIAL HIGHLIGHTS For a capital share outstanding throughout each period/year

#### INSTITUTIONAL CLASS

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31,				
	2020	2019	2018	2017	2016	
Net asset value, beginning of period/year . . . . .	\$10.56	\$18.85	\$20.21	\$20.68	\$17.74	\$20.93
<b>INCOME FROM INVESTMENT OPERATIONS:</b>						
Net investment income (loss) <sup>1</sup> . . . . .	(0.05)	(0.03)	(0.07)	(0.09)	0.04	(0.00) <sup>2</sup>
Net realized and unrealized gain (loss) on investments . . . . .	5.18	(6.88)	(0.57)	2.44	3.02	(3.13)
Total from investment operations . . . . .	5.13	(6.91)	(0.64)	2.35	3.06	(3.13)
<b>LESS DISTRIBUTIONS:</b>						
From net investment income . . . . .	—	—	—	—	(0.06)	—
From net realized gain . . . . .	—	(1.38)	(0.72)	(2.82)	(0.06)	(0.06)
Total distributions . . . . .	—	(1.38)	(0.72)	(2.82)	(0.12)	(0.06)
Paid-in capital from redemption . . . . .	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>
Net asset value, end of period/year . . . . .	\$15.69	\$10.56	\$18.85	\$20.21	\$20.68	\$17.74
Total return . . . . .	48.58% <sup>3</sup>	(39.46)%	(2.76)%	12.79%	17.21%	(14.96)%
<b>SUPPLEMENTAL DATA:</b>						
Net assets, end of period/year (millions) . . . . .	\$35.8	\$32.2	\$105.0	\$132.3	\$414.3	\$425.2
Portfolio turnover rate . . . . .	72% <sup>3</sup>	81%	81%	45%	44%	49%
<b>RATIO OF EXPENSES TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	1.23% <sup>4</sup>	1.09%	1.04%	1.05%	0.98%	0.97%
After fees waived and expenses absorbed <sup>5</sup> . . . . .	1.14% <sup>4</sup>	1.09%	1.04%	1.05%	0.98%	0.97%
<b>RATIO OF NET INVESTMENT INCOME (LOSS) TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	(0.77)% <sup>4</sup>	(0.18)%	(0.35)%	(0.44)%	0.18%	(0.02)%
After fees waived and expenses absorbed <sup>5</sup> . . . . .	(0.68)% <sup>4</sup>	(0.18)%	(0.35)%	(0.44)%	0.18%	(0.02)%

<sup>1</sup> Calculated using the average shares outstanding method.

<sup>2</sup> Does not round to \$0.01 or \$(0.01), as applicable.

<sup>3</sup> Not annualized.

<sup>4</sup> Annualized.

<sup>5</sup> Effective September 1, 2020, the Advisor contractually agreed to limit the Institutional Class Shares' annual ratio of expenses to 1.12% of the Institutional Class' daily net assets. See Note 3.

The accompanying notes are an integral part of these financial statements.

## Small Intrinsic Value Fund

### FINANCIAL HIGHLIGHTS For a capital share outstanding throughout each period/year

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31,				
	2020	2019	2018	2017	2016	
Net asset value, beginning of period/year . . . . .	\$ 6.84	\$11.13	\$13.65	\$12.83	\$11.01	\$12.41
<b>INCOME FROM INVESTMENT OPERATIONS:</b>						
Net investment income (loss) <sup>2</sup> . . . . .	(0.03)	(0.01)	(0.08)	(0.07)	(0.00) <sup>2</sup>	(0.02)
Net realized and unrealized gain (loss) on investments . . . . .	3.79	(4.28)	(1.47)	1.30	1.82	(1.29)
Total from investment operations . . . . .	3.76	(4.29)	(1.55)	1.23	1.82	(1.31)
<b>LESS DISTRIBUTIONS:</b>						
From net investment income . . . . .	—	(0.00) <sup>2</sup>	—	—	—	(0.01)
From net realized gain . . . . .	—	—	(0.97)	(0.41)	—	(0.08)
Total distributions . . . . .	—	—	(0.97)	(0.41)	—	(0.09)
Paid-in capital from redemption . . . . .	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>
Net asset value, end of period/year . . . . .	\$10.60	\$6.84	\$11.13	\$13.65	\$12.83	\$11.01
Total return . . . . .	54.97% <sup>3</sup>	(38.53)%	(10.91)%	9.55%	16.53%	(10.58)%
<b>SUPPLEMENTAL DATA:</b>						
Net assets, end of period/year (millions) . . . . .	\$11.1	\$4.0	\$13.7	\$81.7	\$110.0	\$96.5
Portfolio turnover rate . . . . .	64% <sup>3</sup>	115%	137%	103%	113%	79%
<b>RATIO OF EXPENSES TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	2.69% <sup>4</sup>	2.43%	1.50%	1.38%	1.39%	1.41%
After fees waived and expenses absorbed . . . . .	1.29% <sup>4</sup>	1.29%	1.29%	1.29%	1.29%	1.29%
<b>RATIO OF NET INVESTMENT INCOME (LOSS) TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	(1.96)% <sup>4</sup>	(1.21)%	(0.78)%	(0.64)%	(0.14)%	(0.32)%
After fees waived and expenses absorbed . . . . .	(0.56)% <sup>4</sup>	(0.07)%	(0.57)%	(0.55)%	(0.04)%	(0.20)%

<sup>1</sup> Calculated using the average shares outstanding method.

<sup>2</sup> Does not round to \$0.01 or \$(0.01), as applicable.

<sup>3</sup> Not annualized.

<sup>4</sup> Annualized.

The accompanying notes are an integral part of these financial statements.

## Blue Chip Equity Income Fund

### FINANCIAL HIGHLIGHTS For a capital share outstanding throughout each period/year

	Six Months Ended September 30, 2020 (Unaudited)	Year Ended March 31,				
		2020	2019	2018	2017	2016
Net asset value, beginning of period/year . . . . .	\$13.11	\$15.83	\$15.86	\$15.27	\$14.12	\$15.56
<b>INCOME FROM INVESTMENT OPERATIONS:</b>						
Net investment income (loss) <sup>1</sup> . . . . .	0.08	0.15	0.12	0.15	0.17	0.02
Net realized and unrealized gain (loss) on investments . . . . .	4.96	(1.56)	0.65	1.98	1.74	(0.34)
Total from investment operations . . . . .	5.04	(1.41)	0.77	2.13	1.91	(0.32)
<b>LESS DISTRIBUTIONS:</b>						
From net investment income . . . . .	(0.08)	(0.15)	(0.12)	(0.15)	(0.18)	(0.01)
From net realized gain . . . . .	—	(1.16)	(0.68)	(1.39)	(0.58)	(1.11)
Total distributions . . . . .	(0.08)	(1.31)	(0.80)	(1.54)	(0.76)	(1.12)
Paid-in capital from redemption . . . . .	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>	0.00 <sup>2</sup>
Net asset value, end of period/year . . . . .	\$18.07	\$13.11	\$15.83	\$15.86	\$15.27	\$14.12
Total return . . . . .	38.48% <sup>3</sup>	(10.66)%	5.52%	13.69%	13.88%	(2.02)%
<b>SUPPLEMENTAL DATA:</b>						
Net assets, end of period/year (millions) . . . . .	\$24.2	\$18.8	\$24.0	\$23.3	\$23.9	\$26.9
Portfolio turnover rate . . . . .	41% <sup>3</sup>	51%	44%	65%	59%	51%
<b>RATIO OF EXPENSES TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	1.63% <sup>4</sup>	1.47%	1.48%	1.45%	1.45%	1.73%
After fees waived and expenses absorbed . . . . .	1.30% <sup>4</sup>	1.30%	1.30%	1.30%	1.30%	1.30%
<b>RATIO OF NET INVESTMENT INCOME (LOSS) TO AVERAGE NET ASSETS:</b>						
Before fees waived and expenses absorbed . . . . .	0.62% <sup>4</sup>	0.73%	0.59%	0.77%	1.03%	(0.32)%
After fees waived and expenses absorbed . . . . .	0.95% <sup>4</sup>	0.90%	0.76%	0.92%	1.18%	0.11%

<sup>1</sup> Calculated using the average shares outstanding method.

<sup>2</sup> Does not round to \$0.01 or \$(0.01), as applicable.

<sup>3</sup> Not annualized.

<sup>4</sup> Annualized.

The accompanying notes are an integral part of these financial statements.

# Hodges Mutual Funds

## NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited)

### NOTE 1 – ORGANIZATION

The Hodges Fund, Small Cap Fund, Small Intrinsic Value Fund, and Blue Chip Equity Income Fund (each a “Fund” and collectively the “Funds”) are each a diversified series of shares of beneficial interest of Professionally Managed Portfolios (the “Trust”), which is registered under the Investment Company Act of 1940, as amended (the “1940 Act”) as an open-end management investment company. Each Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standard Codification Topic 946 “Financial Services—Investment Companies”. The Hodges Fund commenced operations on October 9, 1992 and offers a Retail Class of shares only. The Small Cap Fund commenced operations on December 18, 2007. The Small Cap Fund currently offers two classes of shares: Retail Class and Institutional Class. The Retail Class commenced operations on December 18, 2007 and the Institutional Class commenced operations on December 12, 2008. The Small Intrinsic Value Fund commenced operations on December 26, 2013 and offers a Retail Class of shares only. The Blue Chip Equity Income Fund commenced operations on September 10, 2009 and offers a Retail Class of shares only.

Each class of shares has equal rights as to earnings and assets except that each class bears its own distribution expenses. Each class of shares has exclusive voting rights with respect to matters that affect just that class. Income, expenses (other than expenses attributable to a specific class), and realized and unrealized gains or losses on investments are allocated to each class of shares based on its relative net assets.

The investment objective of the Hodges Fund, Small Cap Fund, and Small Intrinsic Value Fund is long-term capital appreciation. The investment objective of the Blue Chip Equity Income Fund is to seek income and long-term capital appreciation.

### NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Funds. These policies are in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

A. *Security Valuation.* All equity securities, which may include Real Estate Investment Trusts (“REITs”), Business Development Companies (“BDCs”), and Master Limited Partnerships (“MLPs”), that are traded on U.S. or foreign national securities exchanges, are valued at the last reported sale price on the exchange on which the security is principally traded or the exchange’s official closing price, if applicable. If, on a particular day, an exchange-traded security does not trade, then the mean between the most recent quoted bid and asked prices will be used. All equity securities, which may include REITs, BDCs, and MLPs, that are not traded on a listed exchange are valued at the last sale price in the over-the-counter market. If a non-exchange traded security does not trade on a particular day, then the mean between the last quoted closing bid and asked price will be used.

Debt securities are valued by using the evaluated mean price supplied by an approved independent pricing service. The independent pricing service may use various valuation methodologies including, matrix pricing and other analytical pricing models as well as market transactions and dealer quotations. These models generally consider such factors as yields or prices of bonds of comparable quality, type of issue, coupon, maturity, ratings and general market conditions.

Exchange traded options are valued at the composite price, using the National Best Bid and Offer quotes (“NBBO”). NBBO consists of the highest bid price and lowest ask price across any of the exchanges on which an option is quoted, thus providing a view across the entire U.S. options marketplace. Composite option pricing calculates the mean of the highest bid price and lowest ask price across the exchanges where the option is traded.

Securities for which quotations are not readily available are valued at their respective fair values as determined in good faith by the Valuation Committee. When a security is “fair valued,” consideration is given to the facts and circumstances relevant to the particular situation, including a review of various factors set forth in the pricing procedures adopted by the Board of Trustees (the “Board”). Fair value pricing is an inherently subjective process, and no single standard exists for determining fair value. Different funds could reasonably arrive at different values for the same security. The use of fair value pricing by a Fund may cause the net asset value of its shares to differ significantly from the net asset value that would be calculated without regard to such considerations.

## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

As described above, the Funds utilize various methods to measure the fair value of their investments on a recurring basis. U.S. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the Funds have the ability to access.

Level 2 – Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 – Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available; representing the Funds' own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The following are summaries of the inputs used to value the Funds' investments as of September 30, 2020. See the Schedules of Investments for industry breakouts.

<b>Hodges Fund:</b>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$111,043,529	\$ —	\$ —	\$111,043,529
Call Options Purchased	—	7,288,587	—	7,288,587
Exchange Traded Funds	4,173,750	—	—	4,173,750
Total Investments in Securities	<u>\$115,217,279</u>	<u>\$7,288,587</u>	<u>\$ —</u>	<u>\$122,505,866</u>
<b>Small Cap Fund:</b>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$147,061,983	\$ —	\$ —	\$147,061,983
Total Investments in Securities	<u>\$147,061,983</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$147,061,983</u>
<b>Small Intrinsic Value Fund:</b>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$ 11,145,928	\$ —	\$ —	\$ 11,145,928
Total Investments in Securities	<u>\$ 11,145,928</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 11,145,928</u>
<b>Blue Chip Equity Income Fund:</b>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$ 24,123,641	\$ —	\$ —	\$ 24,123,641
Total Investments in Securities	<u>\$ 24,123,641</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 24,123,641</u>

The Funds have adopted financial reporting rules and regulations that require enhanced disclosure regarding derivatives and hedging activity intending to improve financial reporting of derivative instruments by enabling investors to understand how an entity uses derivatives, how derivatives are accounted for, and how derivative instruments affect an entity's results of operations and financial position.

Each Fund may invest in options, traded on U.S. and foreign exchanges, on equities, debt and stock indices as a substitute for a comparable market position in the underlying security, to attempt to hedge or limit the exposure of a Fund's position, and to effect closing transactions. Each Fund may write covered put and call options on securities, securities indices and currencies in which it may invest to serve as a partial hedge against a price decline of the underlying security.

## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

#### Balance Sheet

Values of derivative instruments as of September 30, 2020:

#### Hodges Fund

<u>Derivative Instruments</u>	<u>Asset Derivatives as of September 30, 2020</u>		<u>Liability Derivatives as of September 30, 2020</u>	
	<u>Balance Sheet Location</u>	<u>Value</u>	<u>Balance Sheet Location</u>	<u>Value</u>
Equity Contracts:	Investments in unaffiliated			
Call Options Purchased	securities, at value	\$7,288,587	None	\$ —
Total		<u>\$7,288,587</u>		<u>\$ —</u>

The effect of derivative instruments on the Statements of Operations for the year ended September 30, 2020:

#### Hodges Fund

<u>Derivative Instruments</u>	<u>Location of Gain (Loss) on Derivatives Recognized in Income</u>	<u>Realized Gain (Loss) on Derivatives Recognized in Income</u>	<u>Change in Unrealized Appreciation/Depreciation on Derivatives Recognized in Income</u>
Equity Contracts:	Realized and Unrealized		
Call Options Purchased	Gain (Loss) on Investments	\$ 918,520	\$6,765,943
Equity Contracts:	Realized and Unrealized		
Call Options Written	Gain (Loss) on Investments	(1,093,570)	—

The average absolute notional value of options held and written during the six months ending September 30, 2020 was \$26,933,330 in the Hodges Fund.

- B. *Foreign Currency.* Investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into U.S. dollar amounts on the respective dates of such transactions.

The Funds do not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net unrealized and realized gain or loss from investments.

The Funds do not isolate net realized foreign exchange gains or losses that arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest, and foreign withholding taxes recorded on the Funds' books and the U.S. dollar equivalent of the amounts actually received or paid. Such fluctuations are included with the net realized gain or loss from investments. Net fair values of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

- C. *Federal Income Taxes.* Each Fund has elected to be taxed as a "regulated investment company" and intends to distribute substantially all taxable income to its shareholders and otherwise comply with the provisions of the Internal Revenue Code applicable to regulated investment companies. Therefore, no provision for federal income taxes or excise taxes has been made.

In order to avoid imposition of the excise tax applicable to regulated investment companies, each Fund intends to declare each year as dividends in each calendar year at least 98.0% of its net investment income (earned during the calendar year) and at least 98.2% of its net realized capital gains (earned during the twelve months ended October 31) plus undistributed amounts, if any, from prior years.

Net capital losses incurred after October 31 and within the taxable year are deemed to arise on the first business day of each Fund's next taxable year. Net investment losses incurred after December 31, and within the taxable year, are deemed to arise on the first business day of the Funds' next taxable year.

## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

As of the prior fiscal year end March 31, 2020, the Funds did not defer, on a tax basis, any late year or post-October losses.

As of the prior fiscal year end March 31, 2020, the Funds had the following capital loss carryovers available for federal income tax purposes:

	Capital Loss Carryovers	
	Short-Term	Long-Term
Hodges Fund	\$ —	\$3,971,392
Small Cap Fund	—	—
Small Intrinsic Value Fund	1,852,621	—
Blue Chip Equity Income Fund	—	—

As of September 30, 2020, the Funds did not have any tax positions that did not meet the “more likely-than-not” threshold of being sustained by the applicable tax authority. Generally, tax authorities can examine all the tax returns filed for the last three fiscal years. The Funds identify their major tax jurisdictions as U.S. Federal and the Commonwealth of Massachusetts. As of September 30, 2020, the Funds are not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially.

- D. *Securities Transactions and Investment Income.* Investment securities transactions are accounted for on the trade date. Gains and losses realized on sales of securities are determined on a specific identification basis. Discounts/premiums on debt securities purchased are accreted/amortized over the life of the respective securities using the effective interest method. Dividend income is recorded on the ex-dividend date. Interest income is recorded on an accrual basis. Dividends received from REITs generally are comprised of ordinary income, capital gains, and may include return of capital. Other non-cash dividends are recognized as investment income at the fair value of the property received. Withholding taxes on foreign dividends have been provided for in accordance with the Trust’s understanding of the applicable country’s tax rules and rates.
- E. *Distributions to Shareholders.* Distributions to shareholders from net investment income and net realized gains, if any, on securities for the Hodges Fund, Small Cap Fund, and Small Intrinsic Value Fund are normally declared and paid on an annual basis. Distributions to shareholders from net investment income for the Blue Chip Equity Income Fund normally are declared and paid on a quarterly basis. Distributions to shareholders from net realized gains on securities normally are declared and paid on an annual basis. Distributions are recorded on the ex-dividend date.
- F. *Options Contracts.* The Funds may purchase call and put options on securities and indices. As the holder of a call option, each Fund has the right to purchase the underlying security at the exercise price at any time until the expiration date. As a holder of a put option, each Fund has the right to sell the underlying security at the exercise price at any time until the expiration date. The Funds may enter into closing sale transactions with respect to such options, exercise such options, or permit such options to expire. If an option expires on the stipulated date or if a Fund enters into a closing sale transaction, a gain or loss is realized. If a Fund exercises a call option, the cost of the security acquired is increased by the premium paid for the call. Each Fund may write (sell) covered put and call options on securities, security indices, and currencies in which it may invest. When a Fund writes an option, an amount equal to the premium received by a Fund is recorded as a liability and is subsequently adjusted to reflect the current fair value of the option written. Premiums received from writing options that expire unexercised are treated by the Fund on the expiration date as realized gains from investments. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or, if the premium is less than the amount paid for the closing purchase transaction, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether a Fund has realized a gain or loss. If a put option is exercised, the premium reduces the cost basis of the securities purchased by the Fund. Each Fund, as writer of an option, bears the market risk of an unfavorable change in the price of the security underlying the written option.



## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

- G. *Use of Estimates.* The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amount of revenue and expenses during the reporting period. Actual results could differ from those estimates.
- H. *Share Valuation.* The net asset value (“NAV”) per share of each Fund is calculated by dividing the sum of the value of the securities held by each Fund, plus cash or other assets, minus all liabilities (including estimated accrued expenses) by the total number of shares outstanding for each Fund, rounded to the nearest cent. The Funds’ shares will not be priced on the days on which the New York Stock Exchange is closed for trading. The offering and redemption price per share for each Fund is equal to each Fund’s NAV per share. The Hodges Fund Retail Class, Small Cap Fund Retail Class, Small Intrinsic Value Fund, and Blue Chip Equity Income Fund charge a redemption fee equal to 1% of the net amount of redemptions if redeemed within 30 calendar days after purchase. The Institutional Class of the Small Cap Fund charges a redemption fee equal to 1% of the net amount of redemptions if redeemed within 60 calendar days after purchase. These fees are deducted from the redemption proceeds otherwise payable to the shareholder. Each Fund will retain the fee charged as paid-in capital and such fees become part of that Fund’s daily NAV calculation.
- I. *Guarantees and Indemnifications.* In the normal course of business, each Fund enters into contracts with service providers that contain general indemnification clauses. The Funds’ maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be remote.
- J. *Illiquid Securities.* Pursuant to Rule 22e-4 under the 1940 Act, the Funds have adopted a Board approved Liquidity Risk Management Program (the “Program”) that requires, among other things, that each Fund limit its illiquid investments that are assets to no more than 15% of net assets. An illiquid investment is any security which may not reasonably be expected to be sold or disposed of in current market conditions in seven calendar days or less without the sale or disposition significantly changing the market value of the investment. If at any time Hodges Capital Management, Inc. (the “Advisor”) determines that the value of illiquid securities held by a Fund exceeds 15% of its net asset value, the Advisor will take such steps as it considers appropriate to reduce them as soon as reasonably practicable in accordance with the Funds’ written Program.
- K. *Subsequent Events.* In preparing these financial statements, the Funds have evaluated events and transactions for potential recognition or disclosure through the date the financial statements were issued. The Funds have determined that there were no subsequent events that would need to be disclosed in the Funds’ financial statements.

### NOTE 3 – COMMITMENTS AND OTHER RELATED PARTY TRANSACTIONS

The Advisor provides the Funds with investment management services under an Investment Advisory Agreement (the “Advisory Agreement”). Under the Advisory Agreement, the Advisor furnishes all investment advice, office space, certain administrative services, and provides most of the personnel needed by the Funds. As compensation for its services, the Advisor is entitled to a monthly fee at the annual rate of 0.85% for the Hodges Fund, Small Cap Fund, Small Intrinsic Value Fund, and 0.65% for the Blue Chip Equity Income Fund, based upon the average daily net assets of each Fund. Effective as of September 1, 2020, the Advisor has contractually agreed to lower its management fee in the Hodges Fund and Small Cap Fund from 0.85% to 0.82% until August 31, 2021. This contractual waiver may not be terminated without the approval of the Board. The Advisor has waived its right to receive reimbursement of the portion of its advisory fees waived pursuant to the advisory fee waiver agreement. For the six months ended September 30, 2020, the advisory fees incurred by the Funds are disclosed in the Statements of Operations. The investment advisory fees incurred are paid monthly to the Advisor, net of any monthly waiver or reimbursement discussed below.

The Funds are responsible for their own operating expenses. The Advisor has contractually agreed to limit Fund expenses as follows by reducing all or a portion of its fees and reimbursing the Fund expenses so that its ratio of expenses to average net assets will not exceed:

Hodges Fund	0.90%
Small Cap Fund	1.12%
Small Intrinsic Value Fund	1.04%
Blue Chip Equity Income Fund	1.05%



## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

Any fees waived and/or any Fund expenses absorbed by the Advisor pursuant to an agreed upon expense cap shall be reimbursed by the respective Fund to the Advisor, if so requested by the Advisor, any time before the end of the third year following the period to which the fee waiver and/or expense absorption relates, provided the aggregate amount of the respective Fund's current operating expenses for such period does not exceed the lesser expense cap in place at the time of waiver or at the time of reimbursement. Each Fund must pay its current ordinary operating expenses before the Advisor is entitled to any reimbursements of fees and/or expenses. Any such reimbursement is also contingent upon Board's review and approval. For the six months ended September 30, 2020, the amount of fees waived and expenses reimbursed by the Advisor are disclosed in the Statements of Operations. Amounts due from the Advisor are paid monthly to the Funds, if applicable.

At September 30, 2020, the cumulative unreimbursed amount paid and/or waived by the Advisor on behalf of the Hodges Fund, Small Cap Fund, Small Intrinsic Value Fund, and Blue Chip Equity Income Fund that may be recouped was \$1,075,092, \$63,736, \$361,547, and \$148,178, respectively. The Advisor may recapture portions of the above amounts no later than the dates stated below:

	<u>March 31, 2021</u>	<u>March 31, 2022</u>	<u>March 31, 2023</u>	<u>September 30, 2023</u>
Hodges Fund	\$251,099	\$350,944	\$312,590	\$160,459
Small Cap Fund	—	—	—	63,736
Small Intrinsic Value Fund	57,661	129,739	114,621	59,526
Blue Chip Equity Income Fund	26,741	41,586	43,084	36,767

U.S. Bancorp Fund Services, LLC, doing business as U.S. Bank Global Fund Services ("Fund Services"), serves as the Funds' administrator, fund accountant, and transfer agent. In those capacities, Fund Services maintains the Funds' books and records, calculates each Fund's NAV, prepares various federal and state regulatory filings, coordinates the payment of the Funds' expenses, reviews expense accruals, and prepares materials supplied to the Board. The officers of the Trust and the Chief Compliance Officer are also employees of Fund Services. Fees paid by the Funds to Fund Services for these services for the six months ended September 30, 2020, are disclosed in the Statements of Operations.

Quasar Distributors, LLC (the "Distributor") acts as the Funds' principal underwriter in a continuous public offering of the Funds' shares. U.S. Bank N.A. serves as custodian to the Funds. U.S. Bank N.A. is an affiliate of Fund Services.

Each Fund has adopted a Distribution Plan (the "Plan") in accordance with Rule 12b-1 under the 1940 Act. The Plan provides that each Fund's Retail Class may pay a fee to the Distributor at an annual rate of up to 0.25% of the average daily net assets of each Fund. The fee is paid to the Distributor for the sale and distribution of a Fund's shares and services it provides to shareholders. Fees paid by the Funds to the Distributor for services for the six months ended September 30, 2020, are disclosed in the Statements of Operations. For the six months ended September 30, 2020, First Dallas Securities, an affiliate of the Advisor, received \$41,597, \$35,148, \$2,190, and \$6,670 in distribution fees from the Hodges Fund, Small Cap Fund, Small Intrinsic Value Fund, and Blue Chip Equity Income Fund, respectively.

Each Fund has entered into sub-transfer agent arrangements (the "Arrangements"), for sub-transfer agent fees paid to third-party intermediaries, with respect to each Fund. All Arrangements must be approved by the Board. For the six months ended September 30, 2020, sub-transfer agent fees incurred by the Funds are disclosed in the Statements of Operations.

For the six months ended September 30, 2020, First Dallas Securities received \$361,583, \$191,775, \$21,760, and \$4,360 in brokerage commissions with respect to the Hodges Fund, Small Cap Fund, Small Intrinsic Value Fund, and Blue Chip Equity Income Fund for portfolio transactions, respectively.

#### NOTE 4 – PURCHASES AND SALES OF SECURITIES

The cost of purchases and proceeds from the sale or maturity of securities for the Funds, excluding short-term investments, for the six months ended September 30, 2020, were as follows:

	<u>Purchases</u>	<u>Sales/Maturities</u>
Hodges Fund	\$137,025,995	\$150,899,303
Small Cap Fund	104,216,560	137,601,971
Small Intrinsic Value Fund	9,395,873	5,006,737
Blue Chip Equity Income Fund	8,892,154	10,456,939

There were no purchases or sales of U.S. Government obligations for any of the Funds for the six months ended September 30, 2020.

## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

#### NOTE 5 – DISTRIBUTIONS TO SHAREHOLDERS

The tax character of distributions paid during the six months ended September 30, 2020, and the year ended March 31, 2020, for each Fund was as follows:

<b>Small Cap Fund</b>	<u>September 30, 2020</u>	<u>March 31, 2020</u>
<i>Distributions paid from:</i>		
Long-term capital gain <sup>1</sup>	\$ —	\$27,757,805
Total	<u>\$ —</u>	<u>\$27,757,805</u>
<b>Small Intrinsic Value Fund</b>	<u>September 30, 2020</u>	<u>March 31, 2020</u>
<i>Distributions paid from:</i>		
Ordinary income	\$ —	\$1,809
Total	<u>\$ —</u>	<u>\$1,809</u>
<b>Blue Chip Equity Income Fund</b>	<u>September 30, 2020</u>	<u>March 31, 2020</u>
<i>Distributions paid from:</i>		
Long-term capital gain <sup>1</sup>	\$ —	\$1,698,976
Ordinary income	105,141	224,023
Total	<u>\$105,141</u>	<u>\$1,922,999</u>

<sup>1</sup> Designated as long-term capital gain dividend, pursuant to Internal Revenue Code Section 852(b)(3).

The Hodges Fund did not pay any distributions during the six months ended September 30, 2020 or the year ended March 31, 2020.

As of the prior fiscal year end March 31, 2020, the components of distributable earnings on a tax basis were as follows <sup>1</sup>:

	<u>Hodges Fund</u>	<u>Small Cap Fund</u>
Cost of Investments	\$154,136,085	\$143,271,435
Gross tax unrealized appreciation	7,795,262	16,366,329
Gross tax unrealized depreciation	(85,647,960)	(36,660,325)
Net unrealized appreciation (depreciation)	<u>(77,852,698)</u>	<u>(20,293,996)</u>
Undistributed ordinary income	—	—
Undistributed long-term capital gain	—	—
Total distributable earnings	<u>—</u>	<u>—</u>
Other accumulated gains (losses)	(4,119,902)	—
Total distributable (accumulated) earnings (losses)	<u>\$ (81,972,600)</u>	<u>\$ (20,293,996)</u>
	<u>Small Intrinsic Value Fund</u>	<u>Blue Chip Equity Income Fund</u>
Cost of Investments	\$ 6,708,463	\$16,780,945
Gross tax unrealized appreciation	28,480	4,014,388
Gross tax unrealized depreciation	(2,681,666)	(1,844,033)
Net unrealized appreciation	<u>(2,653,186)</u>	<u>2,170,355</u>
Undistributed ordinary income	—	—
Undistributed long-term capital gain	—	154,129
Total distributable earnings	<u>—</u>	<u>154,129</u>
Other accumulated gains/(losses)	(1,852,621)	—
Total accumulated gains	<u>\$(4,505,807)</u>	<u>\$ 2,324,484</u>

<sup>1</sup> The difference between book basis and tax basis unrealized appreciation was primarily attributable to the treatment of wash sale adjustments.

## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

#### NOTE 6 – INVESTMENTS IN AFFILIATES

Affiliated companies are those that are “affiliated persons” as defined in Section 2(a)(3) of the 1940 Act. They include, among other entities, issuers 5% or more of whose outstanding voting shares are held by the Fund (“Affiliated Companies”). For the six months ended September 30, 2020, the Funds’ had the following transactions with Affiliated Companies:

##### Hodges Fund

As of September 30, 2020, the value of all securities of Affiliated Companies held in the Hodges Fund amounted to \$7,523,964, representing 6.1% of net assets.

<u>Common Stocks</u>	<u>Share Balance September 30, 2020</u>	<u>Value March 31, 2020</u>	<u>Acqui- sitions</u>	<u>Dispo- sitions</u>	<u>Realized Gain (Loss)</u>	<u>Change in Unrealized Appreciation/ Depreciation</u>	<u>Value September 30, 2020</u>	<u>Dividend Income</u>
The Dixie Group, Inc. <sup>1</sup>	1,052,240	\$ 756,329	\$ —	\$(113,783)	\$(747,864)	\$1,051,282	\$ 945,964	\$ —
Luby’s, Inc. <sup>1</sup>	2,300,000	1,235,824	703,323	(65,949)	(223,738)	4,928,540	6,578,000	—
Total					<u>\$(971,602)</u>	<u>\$5,979,822</u>	<u>\$7,523,964</u>	<u>\$ —</u>

##### Small Intrinsic Value Fund

As of September 30, 2020 the value of all securities of Affiliated Companies held in the Small Intrinsic Value Fund amounted to \$107,564, representing 1.0% of net assets.

<u>Common Stocks</u>	<u>Share Balance September 30, 2020</u>	<u>Value March 31, 2020</u>	<u>Acqui- sitions</u>	<u>Dispo- sitions</u>	<u>Realized Gain (Loss)</u>	<u>Change in Unrealized Appreciation/ Depreciation</u>	<u>Value September 30, 2020</u>	<u>Dividend Income</u>
The Dixie Group, Inc. <sup>1</sup>	119,648	\$ 101,518	\$ —	\$ (37,245)	\$ (18,102)	\$ 61,393	\$ 107,564	\$ —

<sup>1</sup> Non-income producing security.

The Funds did not have investments in majority-owned subsidiaries or other controlled companies.

The Small Cap and Blue Chip Equity Income Fund had no transactions with Affiliated Companies during the six months ended September 30, 2020.

#### NOTE 7 – CREDIT FACILITY

U.S. Bank N.A. has made available to the Funds credit facilities pursuant to separate Loan and Security Agreements for temporary or extraordinary purposes. Credit facility activity for the six months ended September 30, 2020, was as follows:

	<u>Hodges Fund</u>	<u>Small Cap Fund</u>	<u>Small Intrinsic Value Fund</u>	<u>Blue Chip Equity Income Fund</u>
Maximum available credit	\$8,000,000	\$12,000,000	\$600,000	\$2,000,000
Largest amount outstanding on an individual day	799,000	1,107,000	13,000	1,454,000
Average balance when in use	356,000	550,389	9,250	379,375
Credit facility outstanding as of September 30, 2020	—	—	13,000	—
Average interest rate when in use	3.25%	3.25%	3.25%	3.25%

Interest expense for the six months ended September 20, 2020, is disclosed in the Statements of Operations, as applicable.

#### NOTE 8 – ELECTION OF TRUSTEES TO THE BOARD OF TRUSTEES OF THE TRUST (Unaudited)

A Special Meeting of Shareholders (the “Meeting”) took place on June 17, 2020. The Meeting was held for all of the funds in the Trust. All Trust shareholders of record, in the aggregate across all funds of the Trust, were entitled to attend or submit proxies. As of the record date, April 20, 2020, the Trust had 980,568,279 shares outstanding. The results of the voting for the proposal was as follows:

<u>Proposal: Election of Trustees to the Board of Trustees of the Trust</u>	<u>For Votes</u>	<u>Votes Withheld</u>
1. Eric W. Falkeis	681,049,390	10,981,441
2. Kathleen T. Barr	681,250,626	10,779,780
3. Ashi S. Parikh	681,087,446	10,940,163

## Hodges Mutual Funds

### NOTES TO FINANCIAL STATEMENTS September 30, 2020 (Unaudited) (Continued)

Accordingly, effective June 17, 2020, the Board of Trustees of Professionally Managed Portfolios consists of the following individuals, each of whom have been elected by shareholders:

Kathleen T. Barr, *Independent Trustee*

Wallace L. Cook, *Independent Trustee*

Eric W. Falkeis, *Independent Trustee*

Ashi S. Parikh, *Independent Trustee*

Carl A. Froebel, *Independent Trustee*

Steven J. Paggioli, *Independent Trustee*

#### NOTE 9 – (COVID-19) PANDEMIC

The global outbreak of COVID-19 (commonly referred to as “coronavirus”) has disrupted economic markets and the prolonged economic impact is uncertain. The ultimate economic fallout from the pandemic, and the long-term impact on economies, markets, industries and individual issuers, are not known. The operational and financial performance of the issuers of securities in which the Funds invest depends on future developments, including the duration and spread of the outbreak, and such uncertainty may in turn adversely affect the value and liquidity of the Funds’ investments, impair the Funds’ ability to satisfy redemption requests, and negatively impact the Funds’ performance.

## Hodges Mutual Funds

### EXPENSE EXAMPLES For the Six Months Ended September 30, 2020 (Unaudited)

As a shareholder of the Funds, you incur two types of costs: (1) transaction costs and (2) ongoing costs, including investment advisory fees, distribution fees, and other Fund expenses. The examples are intended to help you understand your ongoing costs (in dollars) of investing in the Funds and to compare these costs with the ongoing costs of investing in other mutual funds. The examples are based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (4/1/2020-9/30/2020).

#### Actual Expenses

The “Actual” lines of the following tables provide information about actual account values based on actual returns and actual expenses. Although the Funds charge no sales loads, you will be assessed fees for outgoing wire transfers, returned checks and stop payment orders at prevailing rates charged by Fund Services, the Funds’ transfer agent. If you request that a redemption be made by wire transfer, currently a \$15 fee is charged by Fund Services. You will be charged a redemption fee equal to 1% of the net amount of the redemption if you redeem shares within 30 calendar days after you purchase them for the Hodges Fund Retail Class, Small Cap Fund Retail Class, Small Intrinsic Value Fund, and Blue Chip Equity Income Fund. You will be charged a redemption fee equal to 1% of the net amount of the redemption if you redeem shares within 60 calendar days after you purchase them for the Institutional Class of the Small Cap Fund. An Individual Retirement Account will be charged an annual maintenance fee. To the extent the Funds invest in shares of other investment companies as part of their investment strategy, you will indirectly bear your proportionate share of any fees and expenses charged by the underlying funds in which the Funds invest in addition to the expenses of the Funds. Actual expenses of the underlying funds may vary. These expenses are not included in the following examples. The following examples include, but are not limited to, investment advisory fees, fund accounting fees, administration fees, custody fees, and transfer agent fees. However, the following examples do not include portfolio trading commissions and related expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading titled, “Expenses Paid During the Period” to estimate the expenses you paid on your account during this period.

#### Hypothetical Examples for Comparison Purposes

The “Hypothetical” lines of the following tables provide information about hypothetical account values and hypothetical expenses based on the Funds’ actual expense ratios and an assumed rate of return of 5% per year before expenses, which are not the Funds’ actual returns. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in each Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds. Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transaction costs, such as redemption fees. Therefore, the hypothetical lines of the tables are useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transaction costs were included, your costs would have been higher.

#### Hodges Fund

	Beginning Account Value 4/1/2020	Ending Account Value 9/30/2020	Expenses Paid During the Period <sup>1</sup> 4/1/2020 – 9/30/2020
<b>HDPMX:</b>			
Actual	\$1,000.00	\$1,793.30	\$8.19
Hypothetical (5% annual return before expenses)	1,000.00	1,019.20	5.92

<sup>1</sup> Expenses are equal to the expense ratio for the most recent six-month period of 1.17% (fee waivers in effect) multiplied by the average account value over the period multiplied by 183/365 (to reflect the one-half year period).

## Hodges Mutual Funds

### EXPENSE EXAMPLES For the Six Months Ended September 30, 2020 (Unaudited) (Continued)

#### Small Cap Fund

	<u>Beginning Account Value 4/1/2020</u>	<u>Ending Account Value 9/30/2020</u>	<u>Expenses Paid During the Period <sup>2</sup> 4/1/2020 – 9/30/2020</u>
<b>HDPSX:</b>			
Retail Class Actual	\$1,000.00	\$1,483.20	\$8.65
Retail Class Hypothetical (5% annual return before expenses)	1,000.00	1,018.10	7.03
<b>HDSIX:</b>			
Institutional Class Actual	1,000.00	1,485.80	7.10
Institutional Class Hypothetical (5% annual return before expenses)	1,000.00	1,019.35	5.77

<sup>2</sup> Expenses are equal to the expense ratio for the most recent six-month period of 1.39% for the Retail Class, and 1.14% for the Institutional Class (fee waivers in effect), multiplied by the average account value over the period multiplied by 183/365 (to reflect the one-half year period).

#### Small Intrinsic Value Fund

	<u>Beginning Account Value 4/1/2020</u>	<u>Ending Account Value 9/30/2020</u>	<u>Expenses Paid During the Period <sup>3</sup> 4/1/2020 – 9/30/2020</u>
<b>HDSVX:</b>			
Actual	\$1,000.00	\$1,549.70	\$8.25
Hypothetical (5% annual return before expenses)	1,000.00	1,018.60	6.53

<sup>3</sup> Expenses are equal to the expense ratio for the most recent six-month period of 1.29% (fee waivers in effect) multiplied by the average account value over the period multiplied by 183/365 (to reflect the one-half year period).

#### Blue Chip Equity Income Fund

	<u>Beginning Account Value 4/1/2020</u>	<u>Ending Account Value 9/30/2020</u>	<u>Expenses Paid During the Period <sup>4</sup> 4/1/2020 – 9/30/2020</u>
<b>HDPBX:</b>			
Actual	\$1,000.00	\$1,384.80	\$7.77
Hypothetical (5% annual return before expenses)	1,000.00	1,018.55	6.58

<sup>4</sup> Expenses are equal to the expense ratio for the most recent six-month period of 1.30% (fee waivers in effect) multiplied by the average account value over the period multiplied by 183/365 (to reflect the one-half year period).

## Hodges Mutual Funds

### STATEMENT REGARDING LIQUIDITY RISK MANAGEMENT PROGRAM (Unaudited)

Each Fund has adopted a liquidity risk management program (the “program”). The Board has designated a committee at the Advisor to serve as the administrator of the program. The Advisor’s committee conducts the day-to-day operation of the programs pursuant to policies and procedures administered by the committee.

Under the program, the Advisor’s committee manages each Fund’s liquidity risk, which is the risk that the Fund could not meet shareholder redemption requests without significant dilution of remaining shareholders’ interests in the Fund. This risk is managed by monitoring the degree of liquidity of each Fund’s investments, limiting the amount of each Fund’s illiquid investments, and utilizing various risk management tools and facilities available to each Fund for meeting shareholder redemptions, among other means. The committee’s process of determining the degree of liquidity of each Fund’s investments is supported by one or more third-party liquidity assessment vendors.

The Board reviewed a report prepared by the committee regarding the operation and effectiveness of the program for the period December 1, 2018 through December 31, 2019. No significant liquidity events impacting the Funds were noted in the report. In addition, the Advisor provided its assessment that the program had been effective in managing each Fund’s liquidity risk.



# Hodges Mutual Funds

## APPROVAL OF INVESTMENT ADVISORY AGREEMENT (Unaudited)

### HODGES FUND HODGES SMALL CAP FUND HODGES BLUE CHIP EQUITY INCOME FUND HODGES SMALL INTRINSIC VALUE FUND

At a meeting held on August 13-14, 2020, the Board (which is comprised of six persons, all of whom are Independent Trustees as defined under the Investment Company Act) considered and approved the continuance of the Investment Advisory Agreement (the “Advisory Agreement”) between Professionally Managed Portfolios (the “Trust”) and Hodges Capital Management, Inc. (the “Advisor”) for each of the Hodges Fund, the Hodges Small Cap Fund, the Hodges Blue Chip Equity Income Fund, and the Hodges Small Intrinsic Value Fund (each a “Fund” and together, the “Funds”). At this meeting and at prior meetings held on May 19-20, 2020 and June 18, 2020, the Board received and reviewed substantial information regarding the Funds, the Advisor and the services provided by the Advisor to the Funds under the Advisory Agreement. This information, together with the information provided to the Board throughout the course of the year, formed the primary (but not exclusive) basis for the Board’s determinations. Below is a summary of the factors considered by the Board and the conclusions that formed the basis for the Board’s approval of the continuance of the Advisory Agreement:

- 1. The nature, extent and quality of the services provided and to be provided by the Advisor under the Advisory Agreement.** The Trustees considered the nature, extent and quality of the Advisor’s overall services provided to the Funds as well as its specific responsibilities in all aspects of day-to-day investment management of the Funds. The Board considered the qualifications, experience and responsibilities of the portfolio managers, as well as the responsibilities of other key personnel of the Advisor involved in the day-to-day activities of the Funds. The Board also considered the resources and compliance structure of the Advisor, including information regarding its compliance program, its chief compliance officer and the Advisor’s compliance record, as well as the Advisor’s cybersecurity program, business continuity plan, and risk management process. Additionally, the Board considered how the Advisor’s business continuity plan has operated during the recent COVID-19 pandemic. The Board also considered the prior relationship between the Advisor and the Trust, as well as the Board’s knowledge of the Advisor’s operations, and noted that during the course of the prior year they had met with certain personnel of the Advisor in person or by video conference to discuss fund performance and investment outlook, as well as, various marketing and compliance topics. The Board took into account the additional resources dedicated by the Advisor to compliance over the past year. The Board concluded that the Advisor had the quality and depth of personnel, resources, investment processes and compliance policies and procedures essential to performing its duties under the Advisory Agreement and that they were satisfied with the nature, overall quality and extent of such management services.
- 2. The Funds’ historical performance and the overall performance of the Advisor.** In assessing the quality of the portfolio management delivered by the Advisor, the Board reviewed the short-term and long-term performance of the Funds on both an absolute basis, and in comparison to its peer funds utilizing Morningstar classifications, appropriate securities market benchmarks and the Advisor’s similarly managed accounts (in this regard the Board noted that the Advisor does not replicate any of the Funds’ investment strategies in other types of accounts, with the exception of the Hodges Small Cap Fund), all for periods ended March 31, 2020. While the Board considered both short-term and long-term performance, it placed greater emphasis on longer-term performance. When reviewing each Fund’s performance against its comparative peer group universe, the Board took into account that the investment objective and strategies of each Fund, as well as its level of risk tolerance, may differ significantly from funds in its respective peer universe. The Board took into account the relatively high active share of the Funds as compared to peers and noted that the Fund’s deep value strategy has been out of favor in recent years. When reviewing the Funds’ performance against broad market benchmarks, the Board took into account the differences in portfolio construction between the Funds and such benchmarks as well as other differences between actively managed funds and passive benchmarks, such as objectives and risks. In assessing periods of relative underperformance or outperformance, the Board took into account that relative performance can be significantly impacted by performance measurement periods and that some periods of underperformance may be transitory while others may reflect more significant underlying issues.

For the Hodges Fund, the Board noted that the Fund underperformed its peer group median for the one-year, three-year, five-year and ten-year periods. The Board also considered the performance of the Fund against its broad-based securities market benchmark, noting it underperformed for the one-year, three-year, five-year and ten-year periods. The Board also took into account the recent improved short-term performance of the Fund through July 31, 2020.



## Hodges Mutual Funds

### APPROVAL OF INVESTMENT ADVISORY AGREEMENT (Unaudited) (Continued)

For the Hodges Small Cap Fund, the Board noted that the Fund underperformed its peer group median for the one-year, three-year, five-year and ten-year periods. The Board also considered the Fund's underperformance against its broad-based securities market benchmark for the one-year, three-year, five-year and ten-year periods. The Board considered that the Fund underperformed the Adviser's small cap strategy composite for the one-year period. The Board also took into account the recent improved short-term performance of the Fund through July 31, 2020.

For the Hodges Blue Chip Equity Income Fund, the Board noted that the Fund underperformed its peer group median for the one-year period, outperformed for the three-year and ten-year periods and performed in line for the five-year period. The Board also considered the underperformance of the Fund against its broad-based securities market benchmark for the one-year, three-year, five-year, and ten-year periods.

For the Hodges Small Intrinsic Value Fund, the Board noted that the Fund underperformed its peer group median for the one-year, three-year and five-year periods. The Board also considered the performance of the Fund against its broad-based securities market benchmark, noting it underperformed for the one-year, three-year and five-year periods.

- 3. The costs of the services to be provided by the Advisor and the structure of the Advisor's fees under the Advisory Agreement.** In considering the advisory fee and total fees and expenses of each Fund, the Board reviewed comparisons to the peer funds, as well as all expense waivers and reimbursements. The Trustees noted that the Advisor does not replicate any of the Funds' investment strategies in separately managed accounts, with the exception of the Hodges Small Cap Fund.

For the Hodges Fund, the Board noted that the Advisor had contractually agreed to maintain an annual expense ratio of 1.18% for the Fund's Retail Class shares (the "Expense Cap"). The Trustees noted that the Fund's advisory fee was higher than its peer group median and average, and the net expense ratio (less Rule 12b-1 fees) was below its peer group median and average.

For the Hodges Small Cap Fund, the Board noted that the Advisor had contractually agreed to maintain an annual expense ratio of 1.40% and 1.15% for the Fund's Retail Class shares and Institutional Class shares, respectively (the "Expense Caps"), but was currently operating below this level. The Trustees noted that the Fund's advisory fee was higher than its peer group median and average, and that the net expense ratio (less Rule 12b-1 fees) was above the median and average of its peer group. The Trustees noted that the fees charged to the Hodges Small Cap Fund as compared to the fees charged by the Advisor to its other similarly managed account clients were lower.

For the Hodges Blue Chip Equity Income Fund, the Board noted that the Advisor had contractually agreed to maintain an annual expense ratio of 1.30% for the Fund's Retail Class shares (the "Expense Cap"). The Trustees noted that the Fund's advisory fee was below the peer group median and average, while the net expense ratio (less Rule 12b-1 fees) was above the median and below the average of its peer group.

For the Hodges Small Intrinsic Value Fund, the Board noted that the Advisor had contractually agreed to maintain an annual expense ratio of 1.29% for the Fund's Retail Class shares (the "Expense Cap"). The Trustees noted that the Fund's advisory fee and the net expense ratio (less Rule 12b-1 fees) were below the peer group median and average.

After discussion, the Board determined that it would be appropriate to impose a temporary one-year waiver of 0.03% to the advisory fee for the Hodges Fund and the Hodges Small Cap Fund.

- 4. Economies of Scale.** The Board also considered whether economies of scale were being realized by the Advisor that should be shared with shareholders. The Board noted that the Advisor has contractually agreed to reduce its advisory fees or reimburse Fund expenses so that each Fund does not exceed its specified Expense Caps. The Board also noted that, with respect to the Hodges Small Cap Fund, the annual expense ratio for all classes is currently operating below the Expense Cap. The Board noted that at current asset levels, it did not appear that there were additional significant economies of scale being realized by the Advisor that should be shared with shareholders and concluded that it would continue to monitor economies of scale in the future as circumstances changed and assuming asset levels continued to increase.
- 5. The profits to be realized by the Advisor and its affiliates from their relationship with the Funds.** The Board reviewed the Advisor's financial information and took into account both the direct benefits and the indirect benefits to the Advisor from advising the Funds. The Board considered the profitability to the Advisor from its relationship with the Funds and considered any additional material benefits derived by the Advisor from its relationship with the Funds. In particular, the Trustees discussed and considered the fall-out benefits that the Advisor may receive from the Funds as

## Hodges Mutual Funds

### APPROVAL OF INVESTMENT ADVISORY AGREEMENT (Unaudited) (Continued)

a result of its affiliated broker dealer – First Dallas Securities – selling shares of the Funds and accordingly being able to receive Rule 12b-1 fees. Additionally, the Trustees considered that the Advisor regularly uses First Dallas Securities to execute trades for the Funds and receives commissions from those trades. The Trustees also considered benefits received in exchange for “soft dollars” and Rule 12b-1 fees paid to the Advisor. The Board also reviewed information regarding fee offsets for separate accounts invested in the Funds and determined that the Advisor was not receiving an advisory fee both at the separate account and at the Fund level for these accounts, and as a result, was not receiving additional fall-out benefits from these relationships. After such review, the Board determined that the profitability to the Advisor with respect to the Advisory Agreement was not excessive, and that the Advisor had maintained adequate financial resources to support the services it provides to the Funds.

No single factor was determinative of the Board’s decision to approve the continuance of the Advisory Agreement, but rather the Board based its determination on the total combination of information available to them. Based on a consideration of all the factors in their totality, the Board determined that the advisory arrangements with the Advisor, including each Fund’s advisory fee, were fair and reasonable. The Board therefore determined that the continuance of the Advisory Agreement would be in the best interests of the Funds and their shareholders.

## Hodges Mutual Funds

### INFORMATION ABOUT PROXY VOTING (Unaudited)

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available without charge, upon request, by calling (866) 811-0224. Furthermore, you can obtain the description on the SEC's website at [www.sec.gov](http://www.sec.gov).

Information regarding how the Funds voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available without charge, upon request, by calling (866) 811-0224. Furthermore, you can obtain the Funds' proxy voting records on the SEC's website at [www.sec.gov](http://www.sec.gov).

### INFORMATION ABOUT THE PORTFOLIO HOLDINGS (Unaudited)

The Funds file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to its reports on Part F of Form N-PORT. The Fund's Form N-PORT is available on the SEC's website at [www.sec.gov](http://www.sec.gov). The Fund's Form N-PORT may also be obtained by calling (866) 811-0224.

### INFORMATION ABOUT HOUSEHOLDING (Unaudited)

In an effort to decrease costs, the Funds intend to reduce the number of duplicate prospectuses and Annual and Semi-Annual Reports you receive by sending only one copy of each to those addresses shared by two or more accounts and to shareholders we reasonably believe are from the same family or household. Once implemented, if you would like to discontinue householding for your accounts, please call toll-free at (866) 811-0224 to request individual copies of these documents. Once the Funds receive notice to stop householding, we will begin sending individual copies thirty days after receiving your request. This policy does not apply to account statements.

### INFORMATION ABOUT THE FUNDS' TRUSTEES (Unaudited)

The Statement of Additional Information ("SAI") includes additional information about the Funds' Trustees and is available without charge, upon request, by calling (866) 811-0224. Furthermore, you can obtain the SAI on the SEC's web site at [www.sec.gov](http://www.sec.gov) or the Funds' web site at [www.hodgesfunds.com](http://www.hodgesfunds.com). In addition, see the Important Notice on the cover page for changes that will be made to the distribution of the annual and semi-annual reports after January 1, 2021.

## Hodges Mutual Funds

### PRIVACY NOTICE (Unaudited)

The Funds collect non-public personal information about you from the following sources:

- Information we receive about you on applications or other forms;
- Information you give us verbally; and/or
- Information about your transactions with us or others.

We do not disclose any non-public personal information about our shareholders or former shareholders without the shareholder's authorization, except as permitted by law or in response to inquiries from governmental authorities. We may share information with affiliated parties and unaffiliated third parties with whom we have contracts for servicing the Funds. We will provide unaffiliated third parties with only the information necessary to carry out their assigned responsibilities. All shareholder records will be disposed of in accordance with applicable law. We maintain physical, electronic and procedural safeguards to protect your non-public personal information and require third parties to treat your non-public personal information with the same high degree of confidentiality.

In the event that you hold shares of a Fund through a financial intermediary, including, but not limited to, a broker-dealer, bank or trust company, the privacy policy of your financial intermediary would govern how your non-public personal information would be shared with unaffiliated third parties.

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<i>Fund</i>	<i>Retail Class Shares</i>	<i>Institutional Class Shares</i>
<b>Hodges Fund</b>		
<i>Ticker Symbol</i>	HDPMX	N/A
<i>CUSIP</i>	742935109	N/A
<b>Small Cap Fund</b>		
<i>Ticker Symbol</i>	HDPSX	HDSIX
<i>CUSIP</i>	742935299	742935224
<b>Small Intrinsic Value Fund</b>		
<i>Ticker Symbol</i>	HDSVX	N/A
<i>CUSIP</i>	74316J318	N/A
<b>Blue Chip Equity Income Fund</b>		
<i>Ticker Symbol</i>	HDPBX	N/A
<i>CUSIP</i>	742935174	N/A

**HODGES MUTUAL FUNDS**

www.hodgesfunds.com | (866) 811-0224

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