

Quarterly Guide

December 31, 2017

Small Cap Fund (*closed to new investors*)

Financial Long-Short Fund

Small-Mid Cap Fund (*closed to new investors*)

Research Opportunities Fund

Mid Cap Fund

Short Duration Total Return Fund

Large Cap Fund

Core Bond Fund

All Cap Select Fund

Corporate Credit Fund

Long-Short Fund (*closed to new investors*)

High Yield Fund

Our Mission

At Diamond Hill, *we serve* our clients by providing investment strategies that deliver lasting value through a shared commitment to our intrinsic value-based investment philosophy, long-term perspective, disciplined approach and alignment with our clients' interests.

VALUE

We believe market price and intrinsic value are independent in the short-term but tend to converge over time.

LONG-TERM

We maintain a long-term focus both in investment analysis and management of our business.

DISCIPLINE

We invest with discipline to increase potential return and protect capital.

PARTNERSHIP

We align our interests with those of our clients through significant personal investment in our strategies.

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Small Cap Fund *(closed to new investors)*

As of December 31, 2017



DIAMOND HILL FUNDS

OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. We seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality.
- Investments are sold when the stock price reaches our estimate of intrinsic value, our estimate of intrinsic value is revised such that there is no longer a discount to intrinsic value, a holding reaches our stated maximum position size, or to raise proceeds for a more attractive opportunity.

PORTFOLIO MANAGEMENT



Tom Schindler, CFA
Portfolio Manager

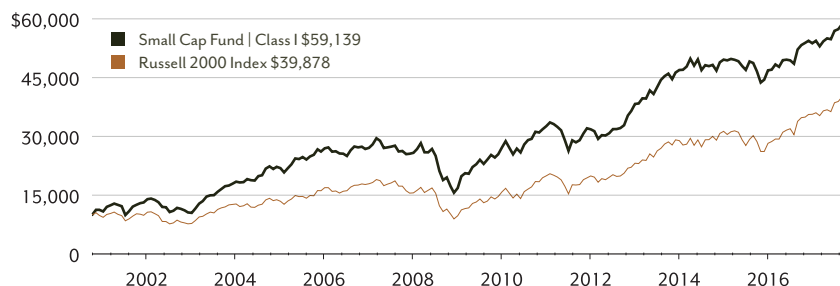


Aaron Monroe, CFA
Asst. Portfolio Manager



Chris Welch, CFA
Asst. Portfolio Manager

GROWTH OF \$10,000 SINCE INCEPTION¹



¹The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

PORTFOLIO GUIDELINES

Fund Guidelines

- Typically 50-80 positions
- Maximum sector exposure is 30%

Market Capitalization

The Fund typically invests at least 80% of its net assets in small capitalization companies, defined as those companies with a market capitalization below \$3.0 billion (or, if greater, the maximum market capitalization of companies generally within the capitalization range of the Russell 2000 Index) at the time of purchase.

TOP TEN EQUITY HOLDINGS

Avis Budget Group, Inc.	Industrials	5.6%
DST Systems, Inc.	Info. Technology	3.3
Vail Resorts, Inc.	Cons. Discretionary	3.1
Live Nation Entertainment, Inc.	Cons. Discretionary	2.8
Cimarex Energy Co.	Energy	2.6
Trinity Industries, Inc.	Industrials	2.6
BankUnited, Inc.	Financials	2.5
iStar, Inc.	Real Estate	2.3
Hub Group, Inc. (CI A)	Industrials	2.2
Red Rock Resorts, Inc. (CI A)	Cons. Discretionary	2.2
Total as % of Net Assets		29.5%

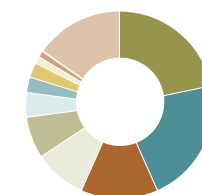
BEST & WORST PERFORMERS²

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Avis Budget Group, Inc.	0.9%	5.6%
Red Rock Resorts, Inc. (CI A)	0.8	2.2
Trinity Industries, Inc.	0.4	2.6
DST Systems, Inc.	0.4	3.3
BankUnited, Inc.	0.4	2.5
Worst		
Navigators Group, Inc.	-0.4%	2.2%
Vail Resorts, Inc.	-0.2	3.1
Enstar Group Ltd.	-0.2	1.9
LifePoint Health, Inc.	-0.2	1.1
Post Holdings, Inc.	-0.2	1.4

²The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

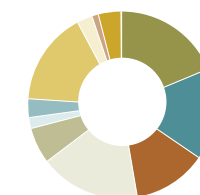
SECTOR ALLOCATION³

Small Cap Fund



Financials	20.5%
Industrials	20.4
Cons. Discretionary	13.0
Info. Technology	9.2
Real Estate	7.5
Consumer Staples	4.9
Energy	3.5
Health Care	3.4
Utilities	2.2
Telecom	0.7
Materials	0.0
Cash & Other	14.7

Russell 2000 Index



Financials	17.8%
Industrials	15.2
Cons. Discretionary	12.5
Info. Technology	16.6
Real Estate	6.7
Consumer Staples	2.8
Energy	4.0
Health Care	15.5
Utilities	3.5
Telecom	0.8
Materials	4.6
Cash & Other	0.0

³Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	10.75%	8.12%	12.17%	6.71%	10.62%	10.62%	3.80%
Class C	9.92	7.32	11.33	5.91	9.80	9.80	3.58
Class I	11.02	8.45	12.48	7.02	10.95	10.95	3.86
Class Y	10.90	8.38	12.62	7.13	11.06	11.06	3.91
BENCHMARK							
Russell 2000 Index	8.47	8.71	14.12	9.96	14.65	14.65	3.34
RETURNS AT POP (WITH SALES CHARGE)							
Class A	10.41	7.57	11.03	4.90	5.09	5.09	-1.40
Class C	9.92	7.32	11.33	5.91	8.80	8.80	2.62

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-25.69	29.43	23.39	-6.91	13.17	40.08	4.86	-3.47	14.45	10.95
Russell 2000 Index	-33.79	27.17	26.85	-4.18	16.35	38.82	4.89	-4.41	21.31	14.65

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DHSCX	DHSMX	DHSIX	DHSYX
CUSIP	25264S304	25264K103	25264S858	25264S692
Minimum Initial Investment	\$5,000	\$5,000	\$5,000	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.80%	0.80%	0.80%	0.80%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.25%	0.25%	0.20%	0.10%
Expense Ratio	1.30%	2.05%	1.00%	0.90%

PORTFOLIO STATISTICS

Inception	December 29, 2000
Total Net Assets	\$1.5B
Distributions	Annual
Median Market Capitalization	\$3.5B
Portfolio Turnover (12 months trailing)	7%
Active Share ⁴	98%
Number of Equity Holdings in Portfolio	67

SINCE INCEPTION RISK STATISTICS⁴ (CLASS I SHARES)

Standard Deviation (%)	16.65
Beta (%)	0.81
Sharpe Ratio	0.63
Alpha (%)	3.53
R-squared (%)	85.08
Upside / Downside Capture Ratio (%)	86 / 71

MORNINGSTAR CLASSIFICATION

Small Value

LIPPER CLASSIFICATION

Small-Cap Core

Risk Disclosure: There are specialized risks associated with small capitalization issues, such as market illiquidity and greater market volatility, than large capitalization issues.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class C, Class I, and Class Y shares include Class A share performance achieved prior to the creation of Class C, Class I, and Class Y shares.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Russell 2000 Index is an unmanaged market capitalization-weighted index comprised of the smallest 2,000 companies by market capitalization in the Russell 3000 Index, which is comprised of the 3,000 largest U.S. companies by total market capitalization. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁴ **Key Definitions:** **Active Share** measures the difference between portfolio holdings and the benchmark. The higher the active share, the greater the difference. **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Statistics for periods less than one year are not annualized.

Small-Mid Cap Fund *(closed to new investors)*

As of December 31, 2017



DIAMOND HILL FUNDS

OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. We seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality.
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PORTFOLIO MANAGEMENT



Chris Welch, CFA
Portfolio Manager

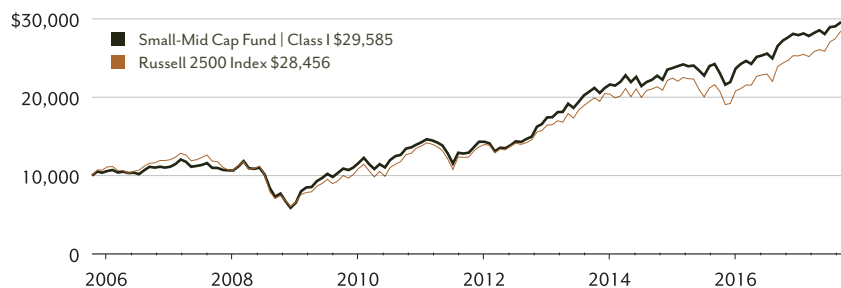


Jenny Hubbard, CFA
Asst. Portfolio Manager



Tom Schindler, CFA
Asst. Portfolio Manager

GROWTH OF \$10,000 SINCE INCEPTION¹



¹The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

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PORTFOLIO GUIDELINES

Fund Guidelines

- Typically 50-70 positions
- Maximum sector exposure is 30%

Market Capitalization

The Fund typically invests at least 80% of its net assets in small and medium capitalization companies, defined as those companies with a market capitalization between \$500 million and \$10 billion (or, if greater, the maximum market capitalization of companies generally within the capitalization range of the Russell 2500 Index) at the time of purchase.

TOP TEN EQUITY HOLDINGS

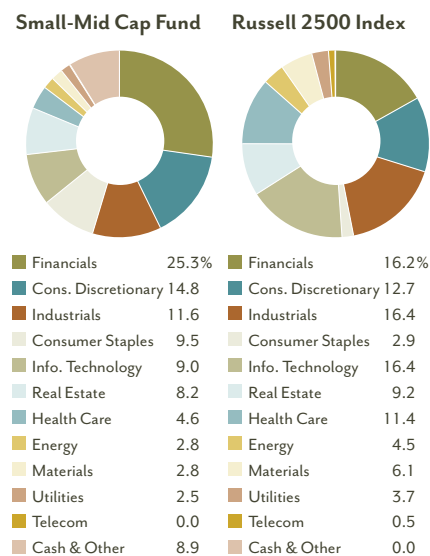
Willis Towers Watson PLC	Financials	3.7%
BankUnited, Inc.	Financials	3.6
BorgWarner, Inc.	Cons. Discretionary	2.9
Cimarex Energy Co.	Energy	2.8
Axalta Coating Systems Ltd.	Materials	2.8
Red Rock Resorts, Inc. (CI A)	Cons. Discretionary	2.7
Hub Group, Inc. (CI A)	Industrials	2.6
NVR, Inc.	Cons. Discretionary	2.5
Post Holdings, Inc.	Consumer Staples	2.4
CubeSmart	Real Estate	2.4
Total as % of Net Assets		28.4%

BEST & WORST PERFORMERS²

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Red Rock Resorts, Inc. (CI A)	0.9%	2.7%
NVR, Inc.	0.5	2.5
BankUnited, Inc.	0.5	3.6
Axalta Coating Systems Ltd.	0.3	2.8
Jones Lang LaSalle, Inc.	0.3	1.7
Worst		
Boston Scientific Corp.	-0.4%	2.0%
Newell Brands, Inc.	-0.4	0.0
LifePoint Health, Inc.	-0.3	1.8
First Republic Bank	-0.3	1.5
Post Holdings, Inc.	-0.3	2.4

²The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

SECTOR ALLOCATION³



³Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	9.11%	10.09%	14.30%	8.83%	8.35%	8.35%	2.13%
Class C	8.31	9.28	13.45	8.02	7.49	7.49	1.93
Class I	9.46	10.43	14.61	9.16	8.63	8.63	2.23
Class Y	9.33	10.36	14.78	9.27	8.77	8.77	2.23
BENCHMARK							
Russell 2500 Index	9.10	9.22	14.33	10.07	16.81	16.81	5.24
RETURNS AT POP (WITH SALES CHARGE)							
Class A	8.64	9.53	13.14	6.99	2.95	2.95	-2.97
Class C	8.31	9.28	13.45	8.02	6.49	6.49	0.94

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-29.77	41.36	23.43	-3.86	15.74	41.64	7.36	1.32	18.18	8.63
Russell 2500 Index	-36.79	34.39	26.71	-2.51	17.88	36.80	7.07	-2.90	17.59	16.81

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DHMAX	DHMCX	DHMIX	DHMYX
CUSIP	25264S817	25264S791	25264S783	25264S684
Minimum Initial Investment	\$2,500	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.75%	0.75%	0.75%	0.75%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.24%	0.24%	0.19%	0.09%
Expense Ratio	1.24%	1.99%	0.94%	0.84%

PORTFOLIO STATISTICS

Inception	December 30, 2005
Total Net Assets	\$2.5B
Distributions	Annual
Median Market Capitalization	\$5.8B
Portfolio Turnover (12 months trailing)	15%
Active Share ⁴	96%
Number of Equity Holdings in Portfolio	58

SINCE INCEPTION RISK STATISTICS⁴ (CLASS I SHARES)

Standard Deviation (%)	16.88
Beta (%)	0.91
Sharpe Ratio	0.56
Alpha (%)	0.99
R-squared (%)	91.11
Upside / Downside Capture Ratio (%)	91 / 86

MORNINGSTAR CLASSIFICATION

Mid-Cap Value

LIPPER CLASSIFICATION

Mid-Cap Core

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Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class Y shares include Class A share performance achieved prior to the creation of Class Y shares. These total return figures may reflect the waiver of a portion of a Fund's advisory or administrative fees for certain periods. Without such waiver of fees, the total returns would have been lower.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Russell 2500 Index is an unmanaged market capitalization-weighted index comprised of the smallest 2,500 companies by market capitalization in the Russell 3000 Index, which is comprised of the 3,000 largest U.S. companies by total market capitalization. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

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Mid Cap Fund

As of December 31, 2017



DIAMOND HILL FUNDS

OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. We seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality.
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PORTFOLIO MANAGEMENT



Chris Welch, CFA
Portfolio Manager

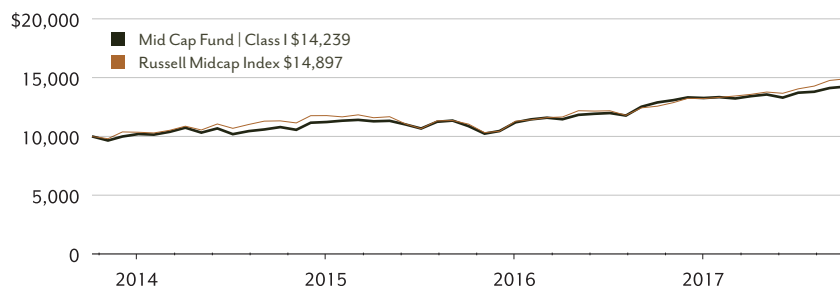


Chris Bingaman, CFA
Asst. Portfolio Manager



Jenny Hubbard, CFA
Asst. Portfolio Manager

GROWTH OF \$10,000 SINCE INCEPTION¹



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PORTFOLIO GUIDELINES

Fund Guidelines

- Typically 40-60 positions
- Maximum sector exposure is 30%

Market Capitalization

The Fund typically invests at least 80% of its net assets in medium market capitalization companies, defined as those companies with a market capitalization between \$1.5 billion and \$20 billion (or, if greater, the maximum market capitalization of companies generally within the capitalization range of the Russell Midcap Index) at the time of purchase.

TOP TEN EQUITY HOLDINGS

Loews Corp.	Financials	4.6%
BankUnited, Inc.	Financials	3.6
BorgWarner, Inc.	Cons. Discretionary	3.0
Willis Towers Watson PLC	Financials	3.0
Axalta Coating Systems Ltd.	Materials	2.9
Cimarex Energy Co.	Energy	2.9
Red Rock Resorts, Inc. (CIA)	Cons. Discretionary	2.6
NVR, Inc.	Cons. Discretionary	2.6
Discover Financial Services	Financials	2.5
Post Holdings, Inc.	Consumer Staples	2.3
Total as % of Net Assets		29.8%

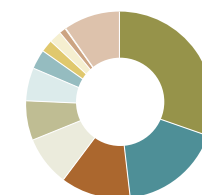
BEST & WORST PERFORMERS²

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Red Rock Resorts, Inc. (CIA)	0.9%	2.6%
NVR, Inc.	0.5	2.6
BankUnited, Inc.	0.5	3.6
Discover Financial Services	0.4	2.5
Axalta Coating Systems Ltd.	0.3	2.9
Worst		
Boston Scientific Corp.	-0.4%	2.2%
LifePoint Health, Inc.	-0.3	1.9
Newell Brands, Inc.	-0.3	0.0
Post Holdings, Inc.	-0.3	2.3
Whirlpool Corp.	-0.2	1.5

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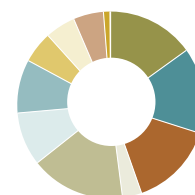
SECTOR ALLOCATION³

Mid Cap Fund



Financials	28.1%	Financials	14.6%
Cons. Discretionary	16.9	Cons. Discretionary	14.4
Industrials	11.8	Industrials	14.3
Consumer Staples	8.7	Consumer Staples	4.1
Info. Technology	7.1	Info. Technology	15.8
Real Estate	6.1	Real Estate	9.4
Health Care	4.0	Health Care	9.4
Materials	2.9	Materials	6.0
Energy	2.9	Energy	5.8
Utilities	1.6	Utilities	5.8
Telecom	0.0	Telecom	0.4
Cash & Other	9.7	Cash & Other	0.0

Russell Midcap Index



³Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)					
Class A	8.92%	9.38%	10.13%	10.13%	3.71%
Class I	9.24	9.68	10.47	10.47	3.81
Class Y	9.35	9.79	10.51	10.51	3.79
BENCHMARK					
Russell Midcap Index	10.48	9.58	18.52	18.52	6.07
RETURNS AT POP (WITH SALES CHARGE)					
Class A	7.53	7.53	4.65	4.65	-1.45

CALENDAR YEAR RETURNS (%)

	2014	2015	2016	2017
Class I	7.91	0.74	18.56	10.47
Russell Midcap Index	13.22	-2.44	13.80	18.52

FEES AND EXPENSES

	CLASS A	CLASS I	CLASS Y
Ticker	DHPAX	DHPIX	DHPYX
CUSIP	25264S635	25264S619	25264S593
Minimum Initial Investment	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None
Management Fee	0.60%	0.60%	0.60%
Distribution Fee (12b-1)	0.25%	None	None
Other Expenses	0.24%	0.19%	0.09%
Expense Ratio	1.09%	0.79%	0.69%

PORTFOLIO STATISTICS

Inception	December 31, 2013
Total Net Assets	\$122M
Distributions	Annual
Median Market Capitalization	\$7.9B
Portfolio Turnover (12 months trailing)	11%
Active Share ⁴	93%
Number of Equity Holdings in Portfolio	57

SINCE INCEPTION RISK STATISTICS⁴ (CLASS I SHARES)

Standard Deviation (%)	9.76
Beta (%)	0.87
Sharpe Ratio	0.92
Alpha (%)	0.15
R-squared (%)	85.03
Upside / Downside Capture Ratio (%)	88 / 89

MORNINGSTAR CLASSIFICATION

Mid-Cap Value

LIPPER CLASSIFICATION

Mid-Cap Core

Risk Disclosure: There are specialized risks associated with small capitalization issues, such as market illiquidity and greater market volatility, than large capitalization issues.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Russell Midcap Index is an unmanaged market capitalization-weighted index measuring performance of the 800 smallest companies in the Russell 1000 Index. The Russell 1000 Index measures performance of the largest 1000 companies in the Russell 3000 Index. The Russell 3000 Index measures the performance of the 3,000 largest U.S. companies by total market capitalization. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁴ **Key Definitions:** **Active Share** measures the difference between portfolio holdings and the benchmark. The higher the active share, the greater the difference. **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Statistics for periods less than one year are not annualized.

Large Cap Fund

As of December 31, 2017



OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. We seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality.
- Investments are sold when the stock price reaches our estimate of intrinsic value, our estimate of intrinsic value is revised such that there is no longer a discount to intrinsic value, a holding reaches our stated maximum position size, or to raise proceeds for a more attractive opportunity.

PORTFOLIO MANAGEMENT



Chuck Bath, CFA
Portfolio Manager

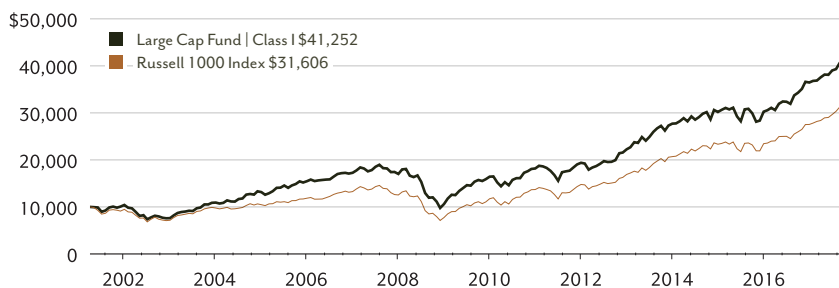


Austin Hawley, CFA
Portfolio Manager



Chris Welch, CFA
Asst. Portfolio Manager

GROWTH OF \$10,000 SINCE INCEPTION¹



¹The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

PORTFOLIO GUIDELINES

Fund Guidelines

- Typically 40-60 positions
- Maximum sector exposure is 30%

Market Capitalization

The Fund typically invests at least 80% of its net assets in large capitalization companies, defined as those companies with a market capitalization of \$5 billion or greater.

TOP TEN EQUITY HOLDINGS

Company	Sector	Weight (%)
Abbott Laboratories	Health Care	4.2%
Citigroup, Inc.	Financials	4.1
Discover Financial Services	Financials	3.7
JPMorgan Chase & Co.	Financials	3.6
United Technologies Corp.	Industrials	3.4
Microsoft Corp.	Info. Technology	3.2
Alphabet, Inc. (CI A)	Info. Technology	3.1
Morgan Stanley	Financials	3.0
Philip Morris International, Inc.	Consumer Staples	2.9
Pfizer, Inc.	Health Care	2.8
Total as % of Net Assets		33.9%

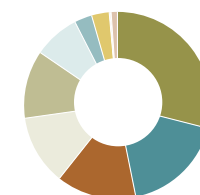
BEST & WORST PERFORMERS²

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Discover Financial Services	0.6%	3.7%
Microsoft Corp.	0.5	3.2
JPMorgan Chase & Co.	0.4	3.6
United Technologies Corp.	0.3	3.4
Aetna, Inc.	0.3	2.5
Worst		
First Republic Bank	-0.2%	0.9%
Whirlpool Corp.	-0.2	0.7
Hanesbrands, Inc.	-0.2	1.0
Philip Morris International, Inc.	-0.1	2.9
Charter Communications, Inc. (CIA)	-0.1	1.7

²The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

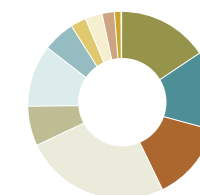
SECTOR ALLOCATION³

Large Cap Fund



Financials	27.6%
Cons. Discretionary	17.4
Health Care	13.7
Info. Technology	12.1
Consumer Staples	11.8
Industrials	8.3
Energy	3.8
Materials	3.8
Real Estate	0.0
Utilities	0.0
Telecom	0.0
Cash & Other	1.5

Russell 1000 Index



Financials	14.9%
Cons. Discretionary	13.1
Health Care	13.1
Info. Technology	23.4
Consumer Staples	7.1
Industrials	10.5
Energy	5.9
Materials	3.4
Real Estate	3.6
Utilities	2.9
Telecom	2.0
Cash & Other	0.0

³Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	8.69%	8.21%	15.33%	10.67%	19.95%	19.95%	5.61%
Class C	7.85	7.39	14.47	9.84	19.04	19.04	5.44
Class I	8.96	8.54	15.64	10.99	20.30	20.30	5.72
Class Y	8.85	8.47	15.79	11.10	20.42	20.42	5.75
BENCHMARK							
Russell 1000 Index	7.22	8.59	15.71	11.23	21.69	21.69	6.59
RETURNS AT POP (WITH SALES CHARGE)							
Class A	8.35	7.65	14.15	8.79	13.97	13.97	0.32
Class C	7.85	7.39	14.47	9.84	18.04	18.04	4.44

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-33.82	30.71	9.72	2.60	12.62	36.60	10.74	-0.85	14.63	20.30
Russell 1000 Index	-37.60	28.43	16.10	1.50	16.42	33.11	13.24	0.92	12.05	21.69

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DHLAX	DHLCX	DHLRX	DHLYX
CUSIP	25264S502	25264S601	25264S841	25264S676
Minimum Initial Investment	\$2,500	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.50%	0.50%	0.50%	0.50%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.23%	0.23%	0.18%	0.08%
Expense Ratio	0.98%	1.73%	0.68%	0.58%

PORTFOLIO STATISTICS

Inception	June 29, 2001
Total Net Assets	\$5.8B
Distributions	Annual
Median Market Capitalization	\$42.0B
Portfolio Turnover (12 months trailing)	18%
Active Share ⁴	81%
Number of Equity Holdings in Portfolio	52

SINCE INCEPTION RISK STATISTICS⁴ (CLASS I SHARES)

Standard Deviation (%)	14.37
Beta (%)	0.96
Sharpe Ratio	0.58
Alpha (%)	1.93
R-squared (%)	90.71
Upside / Downside Capture Ratio (%)	101 / 92

MORNINGSTAR CLASSIFICATION

Large Value

LIPPER CLASSIFICATION

Large-Cap Core

Risk Disclosure: Overall equity market risks may affect the value of the fund.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class C, Class I, and Class Y shares include Class A share performance achieved prior to the creation of Class C, Class I, and Class Y shares.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Russell 1000 Index is an unmanaged market capitalization-weighted index comprised of the largest 1,000 companies by market capitalization in the Russell 3000 Index, which is comprised of the 3,000 largest U.S. companies by total market capitalization. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁴ **Key Definitions:** **Active Share** measures the difference between portfolio holdings and the benchmark. The higher the active share, the greater the difference. **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Statistics for periods less than one year are not annualized.

All Cap Select Fund

(formerly Select Fund)

As of December 31, 2017



OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. We seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality.
- Investments are sold when the stock price reaches our estimate of intrinsic value, our estimate of intrinsic value is revised such that there is no longer a discount to intrinsic value, a holding reaches our stated maximum position size, or to raise proceeds for a more attractive opportunity.
- More concentrated and broader market capitalization strategy.

PORTFOLIO MANAGEMENT

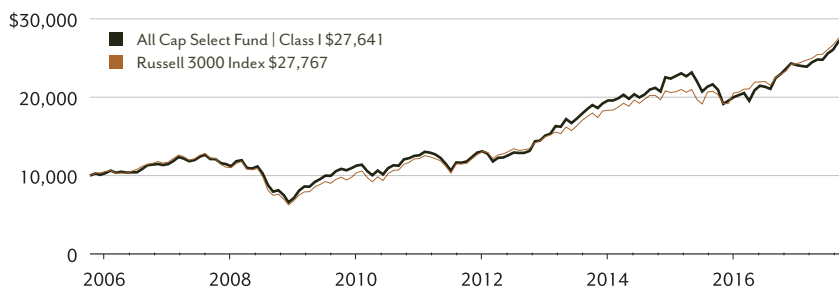


Austin Hawley, CFA
Portfolio Manager



Rick Snowden, CFA
Portfolio Manager

GROWTH OF \$10,000 SINCE INCEPTION¹



¹The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

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PORTFOLIO GUIDELINES

Fund Guidelines

- Typically 30-40 positions
- Maximum sector exposure is 35%

Market Capitalization

The Fund typically invests in securities with a market cap of \$500 million or greater. We anticipate that each of the Fund's investments will also be held in one of the other Diamond Hill Funds.

TOP TEN EQUITY HOLDINGS

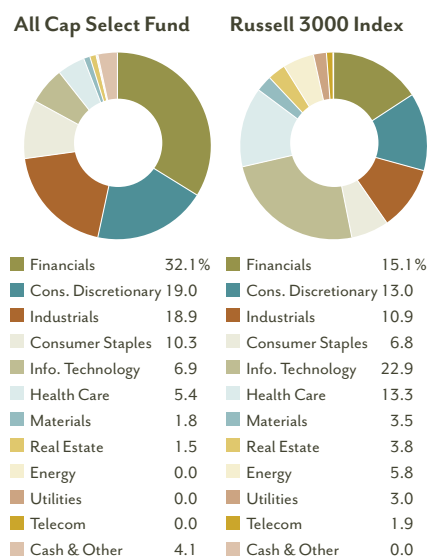
Berkshire Hathaway, Inc. (CI B) Financials	5.0%
Discover Financial Services Financials	5.0
United Continental Holdings, Inc. Industrials	4.3
BankUnited, Inc. Financials	4.0
MetLife, Inc. Financials	4.0
Loews Corp. Financials	3.5
Alphabet, Inc. (CI A) Info. Technology	3.5
Abbott Laboratories Health Care	3.2
Twenty-First Century Fox, Inc. (CI B) Cons. Discretionary	3.2
Molson Coors Brewing Co. (CI B) Consumer Staples	3.0
Total as % of Net Assets	38.6%

BEST & WORST PERFORMERS²

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Twenty-First Century Fox, Inc. (CI B)	1.0%	3.2%
Red Rock Resorts, Inc. (CI A)	0.9	2.4
Discover Financial Services	0.9	5.0
BankUnited, Inc.	0.6	4.0
Deere & Co.	0.5	2.0
Worst		
Whirlpool Corp.	-0.3%	0.0%
Post Holdings, Inc.	-0.2	2.0
Philip Morris International, Inc.	-0.2	2.8
Johnson Controls International PLC	-0.1	2.5
Vail Resorts, Inc.	-0.1	2.0

²The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

SECTOR ALLOCATION³



³Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	8.50%	8.29%	15.69%	8.93%	19.93%	19.93%	7.96%
Class C	7.71	7.48	14.83	8.11	19.07	19.07	7.77
Class I	8.84	8.61	16.00	9.25	20.33	20.33	8.00
Class Y	8.72	8.55	16.15	9.35	20.45	20.45	8.05
BENCHMARK							
Russell 3000 Index	8.88	8.60	15.58	11.12	21.13	21.13	6.34
RETURNS AT POP (WITH SALES CHARGE)							
Class A	8.04	7.74	14.51	7.09	13.95	13.95	2.56
Class C	7.71	7.48	14.83	8.11	18.07	18.07	6.77

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-32.85	33.63	11.19	-2.25	11.54	44.35	11.57	-1.14	9.62	20.33
Russell 3000 Index	-37.31	28.34	16.93	1.03	16.42	33.55	12.56	0.48	12.74	21.13

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DHTAX	DHTCX	DHLTX	DHTYX
CUSIP	25264S775	25264S767	25264S759	25264S668
Minimum Initial Investment	\$2,500	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.70%	0.70%	0.70%	0.70%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.23%	0.23%	0.18%	0.08%
Expense Ratio	1.18%	1.93%	0.88%	0.78%

PORTFOLIO STATISTICS

Inception	December 30, 2005
Total Net Assets	\$182M
Distributions	Annual
Median Market Capitalization	\$16.8B
Portfolio Turnover (12 months trailing)	52%
Active Share ⁴	92%
Number of Equity Holdings in Portfolio	37

SINCE INCEPTION RISK STATISTICS⁴ (CLASS I SHARES)

Standard Deviation (%)	14.73
Beta (%)	0.95
Sharpe Ratio	0.58
Alpha (%)	0.41
R-squared (%)	88.65
Upside / Downside Capture Ratio (%)	97 / 95

MORNINGSTAR CLASSIFICATION

Large Blend

LIPPER CLASSIFICATION

Multi-Cap Core

Risk Disclosure: Because this Fund expects to hold a concentrated portfolio of a limited number of securities, a decline in the value of these investments would cause the Fund's value to decline to a greater degree than a less concentrated portfolio. There are specialized risks associated with small capitalization issues, such as market illiquidity and greater market volatility, than large capitalization issues.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class Y shares include Class A share performance achieved prior to the creation of Class Y shares. These total return figures may reflect the waiver of a portion of a Fund's advisory or administrative fees for certain periods. Without such waiver of fees, the total returns would have been lower.

Fund holdings, sector allocations and portfolio statistics subject to change without notice.

The Russell 3000 Index is an unmanaged market capitalization-weighted index comprised of the 3,000 largest U.S. companies by total market capitalization. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁴ **Key Definitions:** **Active Share** measures the difference between portfolio holdings and the benchmark. The higher the active share, the greater the difference. **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Statistics for periods less than one year are not annualized.

Long-Short Fund *(closed to new investors)*

As of December 31, 2017



OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than and shorting companies selling for more than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. For long positions, we seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality. The inverse is often true for our short positions.
- Seek positive total returns on both long and short positions.
- The strategy maintains a long-bias; however the short positions reduce net exposure and therefore tend to reduce volatility compared to long-only funds.

PORTFOLIO MANAGEMENT

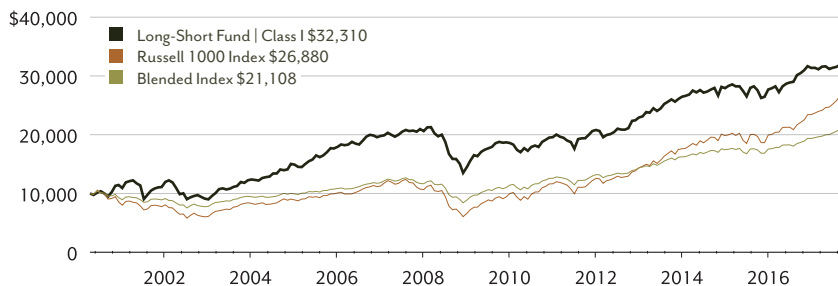
Chris Bingaman, CFA
Portfolio Manager

Chuck Bath, CFA
Asst. Portfolio Manager

Ric Dillon, CFA
Portfolio Manager

Jason Downey, CFA
Asst. Portfolio Manager

GROWTH OF \$10,000 SINCE INCEPTION^{1,2}



¹ The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

² The Fund was long-only from inception through June 2002.

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

PORTFOLIO GUIDELINES

Fund Guidelines

- A long-biased fund with typically 40–60 long positions and 20–40 short positions
- Total long positions are generally between 80–100% of net assets
- Total short positions are generally between 10–40% of net assets

Exposure Guidelines

- Maximum gross market exposure (long % + short %) = Up to 140%
- Target net market exposure (long % - short %) = 40–75%

TOP FIVE LONG EQUITY HOLDINGS

Citigroup, Inc. Financials	3.9%
Alphabet, Inc. (CIA) Info. Technology	3.5
United Continental Holdings, Inc. Industrials	3.4
Abbott Laboratories Health Care	2.9
Apple, Inc. Info. Technology	2.7

TOP FIVE SHORT EQUITY HOLDINGS

Best Buy Co., Inc. Cons. Discretionary	(2.2)%
Consolidated Edison, Inc. Utilities	(1.7)
Grand Canyon Education, Inc. Cons. Discretionary	(1.6)
Cincinnati Financial Corp. Financials	(1.4)
Bank of Hawaii Corp. Financials	(1.2)

BEST & WORST PERFORMERS³

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Twenty-First Century Fox, Inc. (CI B)	0.5%	1.0% Long
Discover Financial Services	0.4	2.6 Long
Microsoft Corp.	0.4	2.6 Long
BankUnited, Inc.	0.3	2.5 Long
United Continental Holdings, Inc.	0.3	3.4 Long
Worst		
Best Buy Co., Inc.	-0.4%	(2.2)% Short
Wal-Mart Stores, Inc.	-0.3	(1.1) Short
Children's Place, Inc.	-0.2	(1.2) Short
Arista Networks, Inc.	-0.2	(0.9) Short
Polaris Industries, Inc.	-0.2	(0.9) Short

³ The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

SECTOR ALLOCATION⁴

	LONG PORTFOLIO	RUSSELL 1000 INDEX	SHORT PORTFOLIO
Financials	24.6%	14.9%	(3.7)%
Cons. Discretionary	15.5	13.1	(9.6)
Info. Technology	13.8	23.4	(2.4)
Industrials	12.1	10.5	(1.7)
Consumer Staples	6.7	7.1	(1.6)
Health Care	6.7	13.1	(2.5)
Energy	2.5	5.9	(1.5)
Materials	1.7	3.4	0.0
Utilities	0.0	2.9	(1.7)
Real Estate	0.0	3.6	0.0
Telecom	0.0	2.0	0.0
Cash & Other	16.4	0.0	0.0

⁴ Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	6.67%	4.24%	8.59%	4.63%	5.65%	5.65%	2.80%
Class C	5.86	3.45	7.77	3.84	4.83	4.83	2.59
Class I	6.93	4.55	8.89	4.93	5.99	5.99	2.92
Class Y	6.82	4.49	9.02	5.05	6.07	6.07	2.92
BENCHMARK							
Russell 1000 Index	5.81	8.59	15.71	11.23	21.69	21.69	6.59
60%/40% Blended Index	4.36	5.52	9.39	6.88	12.92	12.92	4.03
RETURNS AT POP (WITH SALES CHARGE)							
Class A	6.35	3.70	7.47	2.85	0.37	0.37	-2.35
Class C	5.86	3.45	7.77	3.84	3.83	3.83	1.59

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-23.36	18.39	0.03	3.29	8.77	23.19	7.55	-1.40	10.55	5.99
Russell 1000 Index	-37.60	28.43	16.10	1.50	16.42	33.11	13.24	0.92	12.05	21.69
60%/40% Blended Index	-23.47	16.98	9.90	1.22	9.75	18.93	7.86	0.75	7.32	12.92

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DIAMX	DHFCX	DHLSX	DIAYX
CUSIP	25264S403	25264E107	25264S833	25264S650
Minimum Initial Investment	\$2,500	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.90%	0.90%	0.90%	0.90%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.92%	0.92%	0.87%	0.77%
Expense Ratio ⁵	2.07%	2.82%	1.77%	1.67%

⁵ Includes dividend expense relating to short sales. If dividend expenses relating to short sales were excluded, the Expense Ratio for the Long-Short Fund would have been 1.40% for Class A, 2.15% for Class C, 1.10% for Class I, and 1.00% for Class Y.

PORTFOLIO STATISTICS

Inception	June 30, 2000
Total Net Assets	\$4.8B
Distributions	Annual
Median Market Capitalization — Long / (Short)	\$27.2B / (\$12.3B)
Portfolio Turnover (12 months trailing) ⁶	32%
Number of Long / (Short)	
Holdings in Portfolio	51 / (31)
Long / (Short) Holdings (% of Net Assets)	83.6% / (24.6%)
Gross Exposure (Long + Short)	108%
Net Exposure (Long – Short)	59%

⁶ This calculation is the lesser of long buys plus short sales or long sales plus short covers divided by the average gross value of portfolio securities excluding cash equivalents.

SINCE INCEPTION RISK STATISTICS⁷ (CLASS I SHARES)

Standard Deviation (%)	12.81
Beta (%)	0.67
Sharpe Ratio	0.47
Alpha (%)	2.50
R-squared (%)	60.16
Upside / Downside Capture Ratio (%)	75 / 62

MORNINGSTAR CLASSIFICATION

Long-Short Equity

LIPPER CLASSIFICATION

Alternative Long/Short Equity

Risk Disclosure: The Fund uses short selling which incurs significant additional risk. Theoretically, stocks sold short have the risk of unlimited losses. Overall equity market risks may affect the value of the fund.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class C, Class I, and Class Y shares include Class A share performance achieved prior to the creation of Class C, Class I, and Class Y shares.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Russell 1000 Index is an unmanaged market capitalization-weighted index comprised of the largest 1,000 companies by market capitalization in the Russell 3000 Index, which is comprised of the 3,000 largest U.S. companies by total market capitalization. The blended index represents a 60% weighting of the Russell 1000 Index and a 40% weighting of the ICE BofAML U.S. T-Bill 0-3 Month Index. The ICE BofAML U.S. T-Bill 0-3 Month Index is comprised of U.S. dollar denominated U.S. Treasury Bills with a term to maturity of less than 3 months. These indexes do not incur fees and expenses (which would lower returns) and are not available for direct investment.

⁷ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Statistics for periods less than one year are not annualized. Risk statistics are relative to the Russell 1000 Index.

Financial Long-Short Fund

As of December 31, 2017



OBJECTIVE

Long-term capital appreciation by investing in financial services companies selling for less than and shorting companies selling for more than our estimate of intrinsic value.

INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. For long positions, we seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality. The inverse is often true for our short positions.
- Seek positive total returns on both long and short positions.

PORTFOLIO MANAGEMENT



Austin Hawley, CFA
Portfolio Manager

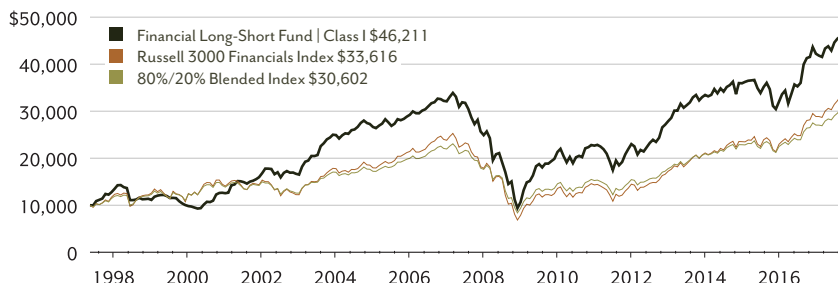


John Loesch, CFA
Portfolio Manager



Krishna Mohanraj, CFA
Asst. Portfolio
Manager

GROWTH OF \$10,000 SINCE INCEPTION^{1,2}



¹ The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

² The Fund was long-only from inception through April 2006.

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

PORTFOLIO GUIDELINES

Fund Guidelines

- A long-biased fund with typically 30-50 long positions and 5-25 short positions
- Total long positions are generally between 80-100% of net assets
- Total short positions are generally between 5-25% of net assets

Exposure Guidelines

- Maximum gross market exposure (long % + short %) = Up to 125%
- Target net market exposure (long % - short %) = 60-100%

TOP FIVE LONG EQUITY HOLDINGS

Nationstar Mortgage Holdings, Inc. Banks, Thrifts & Mortgage Finance	5.7%
Discover Financial Services Consumer Financial Services	5.3
Berkshire Hathaway, Inc. (CI B) Diversified Financial Services	5.3
SVB Financial Group Banks, Thrifts & Mortgage Finance	4.3
BankUnited, Inc. Banks, Thrifts & Mortgage Finance	4.2

TOP FIVE SHORT EQUITY HOLDINGS

Selective Insurance Group, Inc. Insurance	(2.4)%
Westamerica Bancorp Banks, Thrifts & Mortgage Finance	(2.2)
Cincinnati Financial Corp. Insurance	(2.1)
Bank of Hawaii Corp. Banks, Thrifts & Mortgage Finance	(1.5)
First American Financial Corp. Insurance	(1.1)

BEST & WORST PERFORMERS³

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Discover Financial Services	0.9%	5.3% Long
SVB Financial Group	0.9	4.3 Long
BankUnited, Inc.	0.6	4.2 Long
Capital One Financial Corp.	0.5	2.1 Long
Berkshire Hathaway, Inc. (CI B)	0.4	5.3 Long
Worst		
First Republic Bank	-0.4%	2.4% Long
Selective Insurance Group, Inc.	-0.2	(2.4) Short
iStar, Inc.	-0.2	4.1 Long
Enstar Group Ltd.	-0.2	1.4 Long
First American Financial Corp.	-0.1	(1.1) Short

³ The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

INDUSTRY ALLOCATION⁴

	LONG PORTFOLIO	RUSSELL 3000 FINANCIALS INDEX	SHORT PORTFOLIO
Banks, Thrifts & Mortgage Finance	34.1%	32.3%	(4.3)%
Insurance	19.1	13.2	(7.0)
REITs & Real Estate Management	13.8	19.0	(0.4)
Capital Markets	10.4	13.6	0.0
Consumer Financial Services	7.4	3.7	0.0
Diversified Financial Services	5.3	6.8	0.0
IT Services	1.2	11.3	(1.0)
Cash & Other	8.8	0.0	0.0

⁴ Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION ⁵	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	7.59%	5.10%	13.35%	8.10%	11.58%	11.58%	3.52%
Class C	6.82	4.29	12.50	7.27	10.76	10.76	3.30
Class I	7.79	5.42	13.66	8.41	11.90	11.90	3.58
BENCHMARK							
Russell 3000 Financials Index	6.12	5.12	16.92	12.52	19.95	19.95	6.83
80%/20% Blended Index	5.63	4.57	13.51	10.12	15.92	15.92	5.50
RETURNS AT POP (WITH SALES CHARGE)							
Class A	7.32	4.56	12.18	6.27	6.02	6.02	-1.63
Class C	6.82	4.29	12.50	7.27	9.76	9.76	2.30

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-44.79	25.31	17.29	-13.21	26.94	37.33	8.42	-4.40	19.10	11.90
Russell 3000 Financials Index	-48.94	17.61	12.59	-11.91	26.58	34.46	14.06	0.68	17.96	19.95
80%/20% Blended Index	-40.67	15.49	10.37	-9.33	20.99	26.91	11.18	0.68	14.42	15.92

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I
Ticker	BANCX	BSGCX	DHFSX
CUSIP	25264S106	25264S205	25264S825
Minimum Initial Investment	\$2,500	\$2,500	\$2,500
Maximum Front-End Sales Charge	5.00%	None	None
Contingent Deferred Sales Charge	None	1.00%	None
Management Fee	0.95%	0.95%	0.95%
Distribution Fee (12b-1)	0.25%	1.00%	None
Other Expenses	0.72%	0.72%	0.67%
Expense Ratio⁵	1.92%	2.67%	1.62%

⁵ Includes dividend expense relating to short sales. If dividend expenses relating to short sales were excluded, the Expense Ratio for the Financial Long-Short Fund would have been 1.43% for Class A, 2.18% for Class C, and 1.13% for Class I.

PORTFOLIO STATISTICS

Inception	August 1, 1997
Total Net Assets	\$35M
Distributions	Annual
Median Market Capitalization – Long / (Short)	\$7.0B / (\$3.5B)
Portfolio Turnover (12 months trailing)⁶	23%
Number of Long / (Short)	
Holdings in Portfolio	37 / (10)
Long / (Short) Holdings (% of Net Assets)	91.2% / (12.8)%
Gross Exposure (Long + Short)	104%
Net Exposure (Long – Short)	78%

⁶ This calculation is the lesser of long buys plus short sales or long sales plus short covers divided by the average gross value of portfolio securities excluding cash equivalents.

SINCE INCEPTION RISK STATISTICS⁷ (CLASS I SHARES)

Standard Deviation (%)	18.49
Beta (%)	0.81
Sharpe Ratio	0.39
Alpha (%)	2.30
R-squared (%)	73.85
Upside / Downside Capture Ratio (%)	85 / 75

MORNINGSTAR CLASSIFICATION

Financial

LIPPER CLASSIFICATION

Financial Services

Risk Disclosure: The Fund uses short selling which incurs significant additional risk. Theoretically, stocks sold short have the risk of unlimited losses. Overall equity market risks may affect the value of the fund.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class C and Class I shares include Class A share performance achieved prior to the creation of Class C and Class I.

Fund holdings, industry allocations, and portfolio statistics subject to change without notice.

The Russell 3000 Financials Index consists of Russell 3000 companies involved in banking, mortgage finance, consumer finance, specialized finance, investment banking and brokerage, asset management and custody, corporate lending, insurance, financial investments and real estate, including REITS. The blended index represents a 80% weighting of the Russell 3000 Financials Index and a 20% weighting of the ICE BofAML U.S. T-Bill 0-3 Month Index. The ICE BofAML U.S. T-Bill 0-3 Month Index is comprised of U.S. dollar denominated U.S. Treasury Bills with a term to maturity of less than 3 months. These indexes do not incur fees and expenses (which would lower returns) and are not available for direct investment.

⁷ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Since inception risk statistics are calculated using monthly returns beginning on the first day of the Fund's first full month of performance. Statistics for periods less than one year are not annualized. Risk statistics are relative to the Russell 3000 Financials Index.

Research Opportunities Fund

As of December 31, 2017



OBJECTIVE

Long-term capital appreciation by investing in companies selling for less than and shorting companies selling for more than our estimate of intrinsic value. Flexible mandate includes international and fixed income investments.

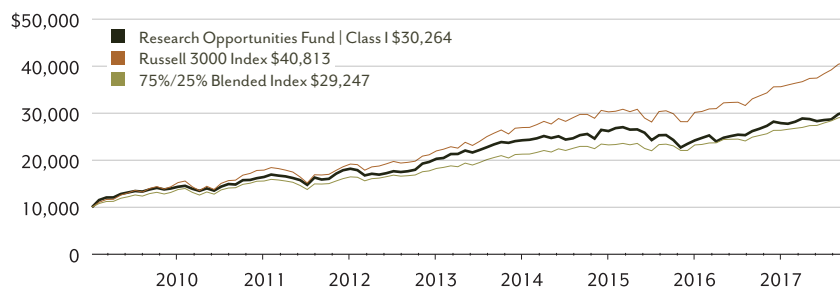
INVESTMENT STRATEGY

- To estimate intrinsic value, the business must be understandable, and we must be able to reasonably forecast its cash flows. For long positions, we seek businesses with sustainable competitive advantages, conservative balance sheets, and management with an ownership mentality. The inverse is often true for our short positions.
- Seek positive total returns on both long and short positions.

PORTFOLIO MANAGEMENT

The Research Opportunities Fund is co-managed by Diamond Hill Research Analysts, each of whom is responsible for a sleeve of securities within one of five sector teams.

GROWTH OF \$10,000 SINCE INCEPTION¹



¹ The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

³ Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds. An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

PORTFOLIO GUIDELINES

Fund Guidelines

- Primarily invests in domestic equities
- Flexible mandate allows for international equities up to 20% and fixed income investments up to 20%

Exposure Guidelines

- Maximum gross long position is 120%
- Maximum gross short position is 70%
- Maximum total gross exposure is 140%
- Typical net exposure = 60–95%

TOP TEN EXPOSURES

Red Rock Resorts, Inc. (CI A)		
Cons. Discretionary	5.7%	Long
Vail Resorts, Inc.		
Cons. Discretionary	5.2	Long
United Continental Holdings, Inc.		
Industrials	4.8	Long
Hub Group, Inc. (CI A)	Industrials	4.1 Long
Cognizant Technology Solutions Corp. (CI A)	Info. Technology	3.7 Long
GlaxoSmithKline PLC	Health Care	3.5 Long
Nationstar Mortgage Holdings, Inc.	Financials	3.4 Long
Verisk Analytics, Inc.	Industrials	3.1 Long
NVR, Inc.	Cons. Discretionary	3.1 Long
Discover Financial Services	Financials	2.6 Long
Total as % of Net Assets		39.0%

BEST & WORST PERFORMERS²

SECURITY NAME	4Q17 CONTRIBUTION	POSITION AS OF 4Q17
Best		
Red Rock Resorts, Inc. (CI A)	2.0%	5.7% Long
NVR, Inc.	0.7	3.1 Long
Verisk Analytics, Inc.	0.6	3.1 Long
Discover Financial Services	0.5	2.6 Long
Hub Group, Inc. (CI A)	0.5	4.1 Long
Worst		
GlaxoSmithKline PLC	-0.5%	3.5% Long
Cree, Inc.	-0.4	(1.2) Short
Vail Resorts, Inc.	-0.4	5.2 Long
Best Buy Co., Inc.	-0.3	(1.6) Short
Polaris Industries, Inc.	-0.3	(1.4) Short

² The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of every holding's contribution to the overall portfolio's performance during the measurement period, contact 855.255.8955 or info@diamond-hill.com.

SECTOR ALLOCATION³

	LONG PORTFOLIO	RUSSELL 3000 INDEX	SHORT PORTFOLIO
Cons. Discretionary	23.2%	13.0%	(6.0)%
Financials	19.4	15.1	(3.4)
Industrials	19.2	10.9	(1.5)
Health Care	14.7	13.3	(2.4)
Info. Technology	14.3	22.9	(3.2)
Real Estate	3.3	3.8	(0.1)
Materials	2.8	3.5	0.0
Consumer Staples	2.5	6.8	0.0
Telecom	2.4	1.9	(0.4)
Energy	1.8	5.8	(0.9)
Utilities	0.0	3.0	(0.6)
Cash & Other	0.0	0.0	0.0

PORTFOLIO BREAKDOWN

	NET EXPOSURE
U.S. Stocks	68.7%
Non-U.S.	15.0
Fixed Income	1.0

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)						
Class A	13.18%	10.69%	5.47%	12.98%	12.98%	5.92%
Class C	12.34	9.87	4.67	12.12	12.12	5.70
Class I	13.49	10.99	5.77	13.34	13.34	6.03
Class Y	13.64	11.14	5.89	13.47	13.47	6.07
BENCHMARK						
Russell 3000 Index	17.44	15.58	11.12	21.13	21.13	6.34
75%/25% Blended Index	13.05	11.65	8.44	15.74	15.74	4.80
RETURNS AT POP (WITH SALES CHARGE)						
Class A	12.52	9.56	3.67	7.33	7.33	0.64
Class C	12.34	9.87	4.67	11.12	11.12	4.70

CALENDAR YEAR RETURNS (%)

	2010	2011	2012	2013	2014	2015	2016	2017
Class I	11.59	1.83	12.03	32.76	7.21	-5.00	9.89	13.34
Russell 3000 Index	16.93	1.03	16.42	33.55	12.56	0.48	12.74	21.13
75%/25% Blended Index	12.88	1.03	12.23	24.41	9.37	0.51	9.60	15.74

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DHROX	DROCX	DROIX	DROYX
CUSIP	25264S742	25264S734	25264S726	25264S718
Minimum Initial Investment	\$2,500	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	5.00%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.95%	0.95%	0.95%	0.95%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.82%	0.82%	0.77%	0.67%
Expense Ratio⁴	2.02%	2.77%	1.72%	1.62%

⁴ Includes dividend expense relating to short sales. If dividend expenses relating to short sales were excluded, the Expense Ratio for the Research Opportunities Fund would have been 1.43% for Class A, 2.18% for Class C, 1.13% for Class I, and 1.03% for Class Y.

Risk Disclosure: The Fund uses short selling which incurs significant additional risk. Theoretically, stocks sold short have the risk of unlimited losses. There are specialized risks associated with small capitalization issues, such as market illiquidity and greater market volatility, than large capitalization issues. Investing in non-U.S. securities may entail risk due to foreign economic and political developments; this risk may be higher when investing in emerging markets. Changes in currency exchange rates and differences in accounting and taxation policies outside the U.S. can raise or lower returns.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

The quoted performance for the Fund reflects the past performance of Diamond Hill Research Partners, L.P. (the "Research Partnership"), a private fund managed with full investment authority by the fund's Adviser. The Fund is managed in all material respects in a manner equivalent to the management of the predecessor unregistered fund. The assets of the Research Partnership were converted into assets of the fund prior to commencement of operation of the fund. The performance of the Research Partnership has been restated to reflect the net expenses and maximum applicable sales charge of the fund for its initial years of investment operations. The Research Partnership was not registered under the Investment Company Act of 1940 and therefore was not subject to certain investment restrictions imposed by the 1940 Act. If the Research Partnership had been registered under the 1940 Act, its performance may have been adversely affected. Performance is measured from March 31, 2009, the inception of the Research Partnership and is not the performance of the fund. The Research Partnership's past performance is not necessarily an indication of how the fund will perform in the future either before or after taxes. Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Russell 3000 Index is an unmanaged market capitalization-weighted index comprised of the 3,000 largest U.S. companies by total market capitalization. The blended index represents a 75% weighting of the Russell 3000 Index and a 25% weighting of the ICE BofAML U.S. T-Bill 0-3 Month Index. The ICE BofAML U.S. T-Bill 0-3 Month Index is comprised of U.S. dollar denominated U.S. Treasury Bills with a term to maturity of less than 3 months. These indexes do not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁶ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Beta** measures the Fund's sensitivity to market movements. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Alpha** measures excess return relative to the market that is attributable to active portfolio management. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Upside / Downside Capture Ratio** measures a manager's ability to generate excess return above the benchmark return in up markets and retain more of the excess return in down markets. Statistics for periods less than one year are not annualized. Risk Statistics are relative to the Russell 3000 Index.

PORTFOLIO STATISTICS

Inception	March 31, 2009
Total Net Assets	\$69M
Distributions	Annual
Median Market Capitalization—	
Long / (Short)	\$11.6B / (\$5.8B)
Portfolio Turnover (12 months trailing)⁵	68%
Number of Long / (Short)	
Exposures in Portfolio	78 / (31)
Long / (Short) Exposures	
(% of Net Assets)	103.4% / (18.6%)
Gross Exposure (Long + Short)	122%
Net Exposure (Long – Short)	85%

⁵ This calculation is the lesser of long buys plus short sales or long sales plus short covers divided by the average gross value of portfolio securities excluding cash equivalents.

SINCE INCEPTION RISK STATISTICS⁶

(CLASS I SHARES)

Standard Deviation (%)	11.65
Beta (%)	0.80
Sharpe Ratio	1.13
Alpha (%)	-0.32
R-squared (%)	77.47
Upside / Downside Capture Ratio (%)	78 / 78

MORNINGSTAR CLASSIFICATION

Long-Short Equity

LIPPER CLASSIFICATION

Alternative Long/Short Equity

Short Duration Total Return Fund

As of December 31, 2017



OBJECTIVE

Maximize total return consistent with the preservation of capital by investing in high, medium and low-grade fixed income securities.

INVESTMENT STRATEGY

- Identify opportunities with a bottom-up intrinsic value-focused approach to active investment management and disciplined risk control.
- Perform risk/reward analysis to evaluate credit risk, interest rate risk, prepayment risk, and security structure.
- Invest in securities we believe offer attractive prospects for income and/or capital appreciation relative to the risk borne. May invest in non-benchmark sectors, specifically structured product, to generate additional yield with a strong focus on security selection.

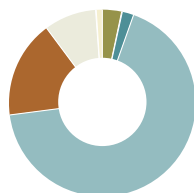
PORTFOLIO GUIDELINES

Fund Guidelines

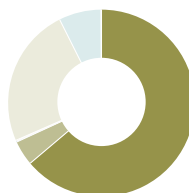
The Fund generally invests at least 80% of its assets in a diversified portfolio of investment grade, fixed income securities and may invest a significant portion or all of its assets in asset-backed, mortgage-related, and mortgage-backed securities. The Fund may invest up to 20% of its assets in below-investment grade securities at the time of purchase and will typically maintain an average portfolio duration of less than three.

SECTOR ALLOCATION

Short Duration Total Return Fund



Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index



Treasury	4.2%	Treasury	62.5%
Agency	0.0	Agency	5.2
Agency RMBS/CMBS ¹	2.9	Agency RMBS/CMBS ¹	0.0
Asset-Backed Securities	65.3	Asset-Backed Securities	0.0
Non-Agency RMBS/CMBS ¹	17.0	Non-Agency RMBS/CMBS ¹	0.0
Corporate Credit	9.6	Corporate Credit	24.3
Non-Corporate Credit	0.0	Non-Corporate Credit	8.0
Cash & Other ²	1.0	Cash & Other ²	0.0

PORTFOLIO MANAGEMENT



Henry Song, CFA
Portfolio Manager



Mark Jackson, CFA
Portfolio Manager

DURATION BREAKDOWN

	SHORT DURATION TOTAL RETURN FUND	BLOOMBERG BARCLAYS U.S. 1-3 YR. GOV./CREDIT INDEX
Less than 1	36.2%	0.4%
1-3	39.0	99.6
3-5	24.1	0.0
5-7	0.2	0.0
7-10	0.0	0.0
10-20	0.0	0.0
20+	0.5	0.0

CREDIT QUALITY³

QUALITY RATING	% OF PORTFOLIO
AAA	16.6%
AA	6.1
A	14.3
BBB	41.3
BB	14.2
B	2.6
CCC & Lower	0.0
Not Rated	4.9

MORNINGSTAR CLASSIFICATION

Short-Term Bond

LIPPER CLASSIFICATION

Short Investment Grade Debt

¹ Residential Mortgage-Backed Securities/Commercial Mortgage-Backed Securities.

² Cash & Other may include cash and money market funds.

³ Security quality ratings are derived from underlying portfolio securities by using the middle rating of Standard & Poor's, Moody's, and Fitch. If only two of Standard & Poor's, Moody's, and Fitch rates a security the higher of the two is selected. If only one of Standard & Poor's, Moody's, and Fitch rates a security the available rating is used. For securities that are not rated by Standard & Poor's, Moody's, or Fitch a rating from a secondary Nationally Recognized Statistical Rating Organization ("NRSRO") may be used. Ratings by any agency represent an opinion only, not a recommendation to buy or sell. Securities that are not rated by any agencies are reflected as Not Rated "NR."

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)				
Class A	3.47%	3.97%	3.97%	0.72%
Class I	3.76	4.33	4.33	0.81
Class Y	3.84	4.43	4.43	0.82
BENCHMARK				
Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index	0.26	0.84	0.84	-0.21
RETURNS AT POP (WITH SALES CHARGE)				
Class A	1.90	1.64	1.64	-1.52

CALENDAR YEAR RETURNS (%)

	2017
Class I	4.33
Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index	0.84

FEES AND EXPENSES

	CLASS A	CLASS I	CLASS Y
Ticker	DHEAX	DHEIX	DHEYX
CUSIP	25264S551	25264S544	25264S536
Minimum Initial Investment	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	2.25%	None	None
Management Fee	0.35%	0.35%	0.35%
Distribution Fee (12b-1)	0.25%	None	None
Other Expenses	0.23%	0.18%	0.08%
Expense Ratio	0.83%	0.53%	0.43%

PORTFOLIO CHARACTERISTICS

Inception	July 5, 2016
Total Net Assets	\$313M
Distributions	Monthly
Portfolio Turnover (12 months trailing)	82%
30-day SEC Yield	
Class A	3.21%
Class I	3.59%
Class Y	3.69%
Distribution Yield	
Class A	3.21%
Class I	3.56%
Class Y	3.68%

PORTFOLIO STATISTICS⁴

	SHORT DURATION TOTAL RETURN FUND	BLOOMBERG BARCLAYS U.S. 1-3 YR. GOV./CREDIT INDEX
Number of Holdings	263	1,512
Effective Duration	1.95	1.91
Weighted Average Life	2.36	1.98
Convexity	0.06	0.04
Option-Adjusted Spread	197	14

SINCE INCEPTION RISK STATISTICS⁵ (CLASS I SHARES)

	SHORT DURATION TOTAL RETURN FUND	BLOOMBERG BARCLAYS U.S. 1-3 YR. GOV./CREDIT INDEX
Standard Deviation (%)	0.70	0.60
Sharpe Ratio	3.86	-0.79
Beta (%)	0.96	N/A
R-squared (%)	71.53	N/A
Information Ratio	8.64	N/A

Risk Disclosure: The value of fixed-income securities varies inversely with interest rates; as interest rates rise, the market value of fixed-income securities will decline. Lower quality debt (ie: "High Yield") securities involve greater risk of default or price changes due to potential changes in the issuer's credit quality. The value of investments in mortgage-related and asset-backed securities will be influenced by the factors affecting the housing market and the assets underlying such securities. The securities may decline in value, face valuation difficulties, become more volatile and/or become illiquid. They are also subject to prepayment risk, which occurs when mortgage holders refinance or otherwise repay their loans sooner than expected, creating an early return of principal to holders of the loans.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index is an unmanaged index of investment grade government and corporate bonds with maturities of one to three years. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁴ **Portfolio Statistics Definitions:** **Effective Duration** measures the interest rate risk of the Fund. It is an estimate of the approximate percentage change in the Fund's net asset value resulting from a one percentage point change in interest rates. **Weighted Average Life** is the average number of years each dollar of unpaid principal remains outstanding. **Convexity** is an estimate of the approximate change in the Fund's effective duration resulting from a one percentage point change in interest rates. **Option-Adjusted Spread** is the difference between the portfolio yield and the risk-free rate, accounting for embedded options. Source: The Yield Book.

⁵ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Beta** measures the Fund's sensitivity to market movements. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Information Ratio** uses the Fund's standard deviation and excess return over a benchmark to determine excess return per unit of risk. Statistics for less than one year are not annualized. Since inception risk statistics are calculated using monthly returns beginning on the first day of the Fund's first full month of performance.

Core Bond Fund

As of December 31, 2017



DIAMOND HILL FUNDS

OBJECTIVE

Maximize total return consistent with the preservation of capital by investing in a diversified portfolio of intermediate and long-term fixed income securities.

INVESTMENT STRATEGY

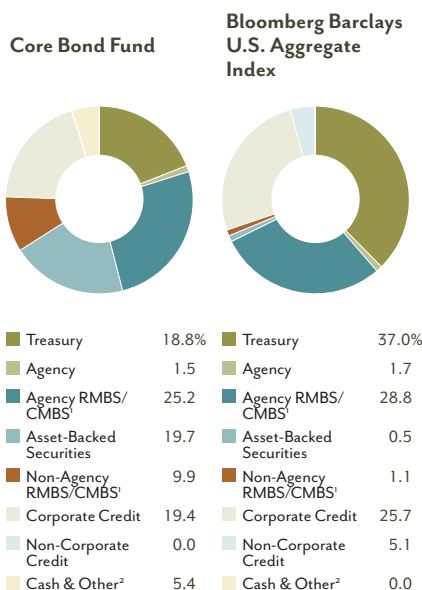
- Identify opportunities with a bottom-up, intrinsic value-focused approach to active investment management and disciplined risk control.
- Perform risk/reward analysis to evaluate credit risk, interest rate risk, prepayment risk, and security structure.
- Invest in securities we believe offer attractive prospects for income and/or capital appreciation relative to the risk borne.

PORTFOLIO GUIDELINES

Fund Guidelines

The Fund generally invests at least 80% of its assets in a diversified portfolio of investment grade, fixed income securities and may invest a significant portion or all of its assets in mortgage-related and mortgage-backed securities. The Fund will typically maintain an average portfolio duration within 20% of the duration of the Bloomberg Barclays U.S. Aggregate Index.

SECTOR ALLOCATION



PORTFOLIO MANAGEMENT



Henry Song, CFA
Portfolio Manager



Mark Jackson, CFA
Portfolio Manager

DURATION BREAKDOWN

	CORE BOND FUND	BLOOMBERG BARCLAYS U.S. AGGREGATE INDEX
Less than 1	17.0%	0.1%
1-3	15.6	22.8
3-5	20.6	36.5
5-7	17.4	17.9
7-10	19.3	8.0
10-20	8.6	13.5
20+	1.4	1.2

CREDIT QUALITY³

QUALITY RATING	% OF PORTFOLIO
AAA	58.2%
AA	4.8
A	12.6
BBB	23.3
BB	0.1
Not Rated	1.1

MORNINGSTAR CLASSIFICATION

Intermediate-Term Bond

LIPPER CLASSIFICATION

Core Bond

¹ Residential Mortgage-Backed Securities/Commercial Mortgage-Backed Securities.

² Cash & Other may include cash, money market funds, and short duration fixed income funds.

³ Security quality ratings are derived from underlying portfolio securities by using the middle rating of Standard & Poor's, Moody's, and Fitch. If only two of Standard & Poor's, Moody's, and Fitch rates a security the higher of the two is selected. If only one of Standard & Poor's, Moody's, and Fitch rates a security the available rating is used. For securities that are not rated by Standard & Poor's, Moody's, or Fitch a rating from a secondary Nationally Recognized Statistical Rating Organization ("NRSRO") may be used. Ratings by any agency represent an opinion only, not a recommendation to buy or sell. Securities that are not rated by any agencies are reflected as Not Rated "NR."

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PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)				
Class A	0.99%	3.85%	3.85%	0.39%
Class I	1.29	4.17	4.17	0.47
Class Y	1.35	4.22	4.22	0.48
BENCHMARK				
Bloomberg Barclays U.S. Aggregate Index	0.15	3.54	3.54	0.39
RETURNS AT POP (WITH SALES CHARGE)				
Class A	-1.38	0.24	0.24	-3.15

CALENDAR YEAR RETURNS (%)

	2017
Class I	4.17
Bloomberg Barclays U.S. Aggregate Index	3.54

FEES AND EXPENSES

	CLASS A	CLASS I	CLASS Y
Ticker	DHRAX	DHRIX	DHRYX
CUSIP	25264S528	25264S510	25264S494
Minimum Initial Investment	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	3.50%	None	None
Management Fee	0.30%	0.30%	0.30%
Distribution Fee (12b-1)	0.25%	None	None
Other Expenses	0.23%	0.18%	0.08%
Expense Ratio	0.78%	0.48%	0.38%

PORTFOLIO CHARACTERISTICS

Inception	July 5, 2016
Total Net Assets	\$44M
Distributions	Monthly
Portfolio Turnover (12 months trailing)	35%
30-day SEC Yield	
Class A	2.39%
Class I	2.78%
Class Y	2.88%
Distribution Yield	
Class A	2.20%
Class I	2.56%
Class Y	2.56%

PORTFOLIO STATISTICS⁴

	CORE BOND FUND	BLOOMBERG BARCLAYS U.S. AGGREGATE INDEX
Number of Holdings	277	9,734
Effective Duration	5.25	5.98
Weighted Average Life	6.61	8.27
Convexity	0.39	0.14
Option-Adjusted Spread	90	36

SINCE INCEPTION RISK STATISTICS⁵ (CLASS I SHARES)

	CORE BOND FUND	BLOOMBERG BARCLAYS U.S. AGGREGATE INDEX
Standard Deviation (%)	2.62	2.65
Sharpe Ratio	0.09	-0.22
Beta (%)	0.98	N/A
R-squared (%)	97.78	N/A
Information Ratio	2.06	N/A

Risk Disclosure: The value of fixed-income securities varies inversely with interest rates; as interest rates rise, the market value of fixed-income securities will decline. Lower quality debt (ie: "High Yield") securities involve greater risk of default or price changes due to potential changes in the issuer's credit quality. The value of investments in mortgage-related and asset-backed securities will be influenced by the factors affecting the housing market and the assets underlying such securities. The securities may decline in value, face valuation difficulties, become more volatile and/or become illiquid. They are also subject to prepayment risk, which occurs when mortgage holders refinance or otherwise repay their loans sooner than expected, creating an early return of principal to holders of the loans.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The Bloomberg Barclays U.S. Aggregate Index is an unmanaged index representing the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through, and asset-backed securities. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁴ **Portfolio Statistics Definitions:** **Effective Duration** measures the interest rate risk of the Fund. It is an estimate of the approximate percentage change in the Fund's net asset value resulting from a one percentage point change in interest rates. **Weighted Average Life** is the average number of years each dollar of unpaid principal remains outstanding. **Convexity** is an estimate of the approximate change in the Fund's effective duration resulting from a one percentage point change in interest rates. **Option-Adjusted Spread** is the difference between the portfolio yield and the risk-free rate, accounting for embedded options. Source: The Yield Book.

⁵ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. **Beta** measures the Fund's sensitivity to market movements. **R-squared** represents the percentage of the portfolio's movements that can be explained by general market movements. **Information Ratio** uses the Fund's standard deviation and excess return over a benchmark to determine excess return per unit of risk. Statistics for less than one year are not annualized. Since inception risk statistics are calculated using monthly returns beginning on the first day of the Fund's first full month of performance.

Corporate Credit Fund

As of December 31, 2017



DIAMOND HILL FUNDS

OBJECTIVE

High current income, preservation of capital and total return over a five-year time horizon.

INVESTMENT STRATEGY

- Our primary focus is on evaluating the underlying business fundamentals and credit risk of corporate securities.
- Securities are purchased when we believe the yield and total return potential are attractive relative to asset and interest coverage and relative to other securities with comparable risk.
- We are prepared to hold securities to maturity or until they are called. However securities may be sold when price reaches our estimate of intrinsic value, to raise proceeds for a more attractive opportunity or if the underlying fundamentals deteriorate.

PORTFOLIO GUIDELINES

Fund Guidelines

The Fund generally invests at least 80% of its assets in investment grade² and rated below-investment grade (high yield) corporate bonds, and will typically maintain an effective duration of less than five.

TOP TEN ISSUES

Popular, Inc.	7.00%	07/01/19	6.6%
Alliance Data Systems Corp.	5.38%	08/01/22	4.9
Cimpress N.V.	7.00%	04/01/22	4.8
Century Communities, Inc.	6.88%	05/15/22	3.8
Conduent, Inc.	10.50%	12/15/24	3.4
Nationstar Mortgage/Capital Corp.	9.63%	05/01/19	3.3
NCI Building Systems, Inc.	8.25%	01/15/23	3.1
Cogent Communications, Inc.	5.63%	04/15/21	3.0
Arch Merger Sub, Inc.	8.50%	09/15/25	2.7
Nationstar Mortgage/Capital Corp.	7.88%	10/01/20	2.5
Total as % of Net Assets			38.1%

PORTFOLIO MANAGEMENT



Bill Zox, CFA
Portfolio Manager



John McClain, CFA
Portfolio Manager



Suken Patel, CFA
Asst. Portfolio Manager

CREDIT QUALITY

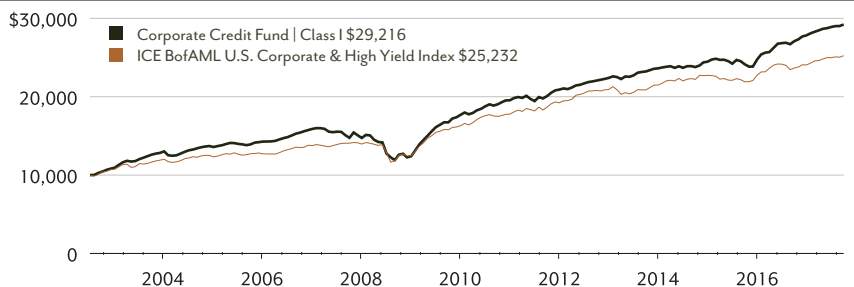
QUALITY RATING	% OF PORTFOLIO
Investment Grade ²	6.8%
BB	26.6
B	51.7
CCC & Lower	2.8
Not Rated	12.1

SECTOR ALLOCATION

	CORPORATE CREDIT FUND	ICE BOFAML U.S. CORPORATE & HIGH YIELD INDEX
Corporate Bonds	89.0%	100.0%
Financial Services	19.6	2.5
Basic Industry	10.9	5.6
Media	8.9	4.7
Telecom	7.7	5.4
Banking	6.6	19.2
Retail	6.6	3.7
Energy	6.1	11.9
Real Estate	4.2	2.1
Leisure	3.4	0.9
Consumer Goods	3.4	5.7
Technology & Electronics	3.4	7.5
Healthcare	3.2	8.8
Services	2.5	1.8
Insurance	2.3	3.7
Transportation	0.1	2.0
Utility	0.0	7.0
Capital Goods	0.0	4.9
Automotive	0.0	2.6
Cash & Other³	11.0	0.0

³ Cash & Other may include cash, treasuries, money market funds, collateralized debt obligations, and short duration fixed income funds.

GROWTH OF \$10,000 SINCE INCEPTION¹



¹ The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

² Investment Grade is a Bond Quality Rating of AAA, AA, A or BBB. Security quality ratings are derived from underlying portfolio securities by using the middle rating of Standard & Poor's, Moody's, and Fitch. If only two of Standard & Poor's, Moody's, and Fitch rates a security the higher of the two is selected. If only one of Standard & Poor's, Moody's, and Fitch rates a security the available rating is used. For securities that are not rated by Standard & Poor's, Moody's, or Fitch a rating from a secondary Nationally Recognized Statistical Rating Organization ("NRSRO") may be used. Ratings by any agency represent an opinion only, not a recommendation to buy or sell. Securities that are not rated by any agencies are reflected as Not Rated "NR."

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PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class A	6.99%	6.76%	5.51%	6.80%	7.56%	7.56%	1.04%
Class C	6.23	5.96	4.71	6.00	6.77	6.77	0.86
Class I	7.28	7.07	5.78	7.10	7.87	7.87	1.10
Class Y	7.15	7.00	5.91	7.19	7.89	7.89	1.13
BENCHMARK							
ICE BofAML U.S. Corporate & High Yield Index	6.26	6.02	3.94	4.34	6.66	6.66	1.00
RETURNS AT POP (WITH SALES CHARGE)							
Class A	6.74	6.38	4.75	5.53	3.82	3.82	-2.47
Class C	6.23	5.96	4.71	6.00	5.77	5.77	-0.13

CALENDAR YEAR RETURNS (%)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Class I	-14.55	32.69	13.77	5.53	9.83	5.30	2.38	1.49	12.21	7.87
ICE BofAML U.S. Corporate & High Yield Index	-10.93	26.00	10.76	6.80	11.37	0.34	6.43	-1.37	7.97	6.66

FEES AND EXPENSES

	CLASS A	CLASS C	CLASS I	CLASS Y
Ticker	DSIAX	DSICX	DHSTX	DSIYX
CUSIP	25264S882	25264S874	25264S866	25264S643
Minimum Initial Investment	\$2,500	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	3.50%	None	None	None
Contingent Deferred Sales Charge	None	1.00%	None	None
Management Fee	0.45%	0.45%	0.45%	0.45%
Distribution Fee (12b-1)	0.25%	1.00%	None	None
Other Expenses	0.25%	0.25%	0.20%	0.10%
Gross Expense Ratio	0.95%	1.70%	0.65%	0.55%
Net Expense Ratio ⁴	0.94%	1.69%	0.64%	0.54%

⁴ The Fund may invest in another Diamond Hill Fund. Diamond Hill Capital Management, Inc. is required to permanently waive a portion of its management fee in the pro-rata amount of the management fee charged by the underlying Diamond Hill Fund.

PORTFOLIO STATISTICS

Inception	September 30, 2002
Total Net Assets	\$652M
Distributions	Monthly
Portfolio Turnover (12 months trailing)	83%
Number of Issues in Portfolio	75
Effective Duration ⁵	2.92
Weighted Average Maturity ⁶	5.97
30-day SEC Yield	
Class A	4.65%
Class C	4.07%
Class I	5.13%
Class Y	5.23%
Distribution Yield	
Class A	5.73%
Class C	5.00%
Class I	5.96%
Class Y	6.07%

⁵ Measures the interest rate risk of the Fund. It is an estimate of the approximate percentage change in the Fund's net asset value resulting from a one percentage point change in interest rates.

⁶ Measures the weighted average of all maturities of the bonds in the portfolio, computed by weighting each maturity date by the market value of the security. Interest rate fluctuations have a greater impact on the price per share of funds holding bonds with longer average lives.

5-YEAR RISK STATISTICS⁷ (CLASS I SHARES)

Standard Deviation (%)	3.34
Sharpe Ratio	1.62

MORNINGSTAR CLASSIFICATION

High Yield Bond

LIPPER CLASSIFICATION

High Yield

Risk Disclosure: The value of fixed-income securities varies inversely with interest rates; as interest rates rise, the market value of fixed-income securities will decline. Lower quality debt (ie: "High Yield") securities involve greater risk of default or price changes due to potential changes in the issuer's credit quality.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class I and Class Y shares include Class A share performance achieved prior to the creation of Class I and Class Y shares.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The ICE BofAML U.S. Corporate & High Yield Index is comprised of U.S. dollar denominated investment grade and below investment grade corporate debt publicly issued in the U.S. domestic market. This index does not incur fees and expenses (which would lower the return) and is not available for direct investment.

⁷ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. Statistics for periods less than one year are not annualized.

High Yield Fund

As of December 31, 2017



OBJECTIVE

High current income with the opportunity for capital appreciation.

INVESTMENT STRATEGY

- Our primary focus is on evaluating the underlying business fundamentals and credit risk of high yield securities.
- Securities are purchased when we believe the yield and total return potential are attractive relative to asset and interest coverage and relative to other securities with comparable risk.
- We are prepared to hold securities to maturity or until they are called. However securities may be sold when price reaches our estimate of intrinsic value, to raise proceeds for a more attractive opportunity or if the underlying fundamentals deteriorate.

PORTFOLIO GUIDELINES

Fund Guidelines

The Fund generally invests at least 80% of its net assets in a diversified portfolio of corporate debt securities that are rated below investment grade or are unrated.

TOP TEN ISSUES

Energen Corp.	7.13%	02/15/28	8.8%
Popular, Inc.	7.00%	07/01/19	6.3
Cimpress N.V.	7.00%	04/01/22	4.3
Alliance Data Systems Corp.	5.38%	08/01/22	3.5
Arch Merger Sub, Inc.	8.50%	09/15/25	3.4
Welltec A/S	9.50%	12/01/22	3.3
Nationstar Mortgage/Capital Corp.	9.63%	05/01/19	2.6
Conduent, Inc.	10.50%	12/15/24	2.6
Century Communities, Inc.	5.88%	07/15/25	2.5
Nationstar Mortgage/Capital Corp.	6.50%	01/06/22	2.4
Total as % of Net Assets			39.7%

PORTFOLIO MANAGEMENT



Bill Zox, CFA
Portfolio Manager



John McClain, CFA
Portfolio Manager



Suken Patel, CFA
Asst. Portfolio Manager

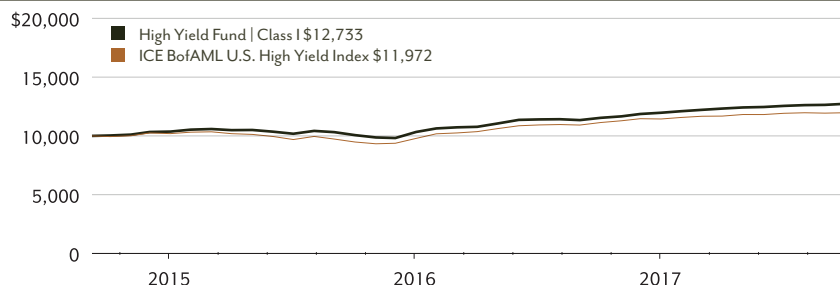
CREDIT QUALITY

QUALITY RATING	% OF PORTFOLIO
Investment Grade ²	4.6%
BB	32.7
B	51.2
CCC & Lower	3.8
Not Rated	7.8

SECTOR ALLOCATION

	HIGH YIELD FUND	ICE BOFAML U.S. HIGH YIELD INDEX
Corporate Bonds	89.5%	100.0%
Financial Services	18.3	3.9
Energy	14.2	14.3
Retail	7.8	4.8
Basic Industry	7.5	12.2
Media	6.9	11.4
Banking	6.3	3.3
Telecom	5.7	9.2
Consumer Goods	5.5	2.8
Healthcare	5.3	10.2
Leisure	3.1	4.2
Real Estate	2.6	0.8
Technology & Electronics	2.6	5.9
Services	1.9	5.4
Transportation	1.0	0.9
Insurance	0.9	1.0
Capital Goods	0.0	5.2
Utility	0.0	2.5
Automotive	0.0	2.1
Securitized	7.1	0.0
Cash & Other³	3.3	0.0

GROWTH OF \$10,000 SINCE INCEPTION¹



¹ The chart represents a comparison of a hypothetical \$10,000 investment and the reinvestment of dividends and capital gains in Class I shares versus the benchmark(s). The Index is unmanaged and does not incur fees. The Fund's performance is before taxes and reflects the deduction of fees and expenses.

² Investment Grade is a Bond Quality Rating of AAA, AA, A or BBB. Security quality ratings are derived from underlying portfolio securities by using the middle rating of Standard & Poor's, Moody's, and Fitch. If only two of Standard & Poor's, Moody's, and Fitch rates a security the higher of the two is selected. If only one of Standard & Poor's, Moody's, and Fitch rates a security the available rating is used. For securities that are not rated by Standard & Poor's, Moody's, or Fitch a rating from a secondary Nationally Recognized Statistical Rating Organization ("NRSRO") may be used. Ratings by any agency represent an opinion only, not a recommendation to buy or sell. Securities that are not rated by any agencies are reflected as Not Rated "NR."

An investor should consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus or summary prospectus contain this and other important information about the Fund(s) and are available at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

³ Cash & Other may include cash, treasuries, money market funds, and short duration fixed income funds.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	SINCE INCEPTION	3-YR	1-YR	YTD	4Q17
RETURNS AT NAV (WITHOUT SALES CHARGE)					
Class A	7.83%	7.91%	9.96%	9.96%	1.36%
Class I	8.17	8.25	10.36	10.36	1.44
Class Y	8.28	8.36	10.48	10.48	1.56
BENCHMARK					
ICE BofAML U.S. High Yield Index	6.02	6.39	7.48	7.48	0.41
RETURNS AT POP (WITH SALES CHARGE)					
Class A	6.59	6.65	6.07	6.07	-2.18

CALENDAR YEAR RETURNS (%)

	2015	2016	2017
Class I	0.28	14.62	10.36
ICE BofAML U.S. High Yield Index	-4.64	17.49	7.48

FEES AND EXPENSES

	CLASS A	CLASS I	CLASS Y
Ticker	DHHAX	DHHIX	DHHYX
CUSIP	25264S585	25264S577	25264S569
Minimum Initial Investment	\$2,500	\$2,500	\$500,000
Maximum Front-End Sales Charge	3.50%	None	None
Management Fee	0.50%	0.50%	0.50%
Distribution Fee (12b-1)	0.25%	None	None
Other Expenses	0.23%	0.18%	0.08%
Expense Ratio	0.98%	0.68%	0.58%

PORTFOLIO STATISTICS

Inception	December 4, 2014
Total Net Assets	\$31M
Distributions	Monthly
Portfolio Turnover (12 months trailing)	137%
Number of Issues in Portfolio	70
Effective Duration ⁴	3.59
Weighted Average Maturity ⁵	6.79
30-day SEC Yield	
Class A	5.46%
Class I	5.97%
Class Y	6.07%
Distribution Yield	
Class A	6.13%
Class I	6.46%
Class Y	6.57%

⁴ Measures the interest rate risk of the Fund. It is an estimate of the approximate percentage change in the Fund's net asset value resulting from a one percentage point change in interest rates.

⁵ Measures the weighted average of all maturities of the bonds in the portfolio, computed by weighting each maturity date by the market value of the security. Interest rate fluctuations have a greater impact on the price per share of funds holding bonds with longer average lives.

SINCE INCEPTION RISK STATISTICS⁶ (CLASS I SHARES)

Standard Deviation (%)	5.22
Sharpe Ratio	1.46

MORNINGSTAR CLASSIFICATION

High Yield Bond

LIPPER CLASSIFICATION

High Yield

Risk Disclosure: The value of fixed-income securities varies inversely with interest rates; as interest rates rise, the market value of fixed-income securities will decline. Lower quality debt (ie: "High Yield") securities involve greater risk of default or price changes due to potential changes in the issuer's credit quality.

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com.

The quoted performance for the Fund reflects the past performance of Diamond Hill High Yield Fund L.P. (the "High Yield Partnership"), a private fund managed with full investment authority by the fund's Adviser. The Fund is managed in all material respects in a manner equivalent to the management of the predecessor unregistered fund. The assets of the High Yield Partnership were converted into assets of the fund prior to commencement of operation of the fund. The performance of the High Yield Partnership has been restated to reflect the net expenses and maximum applicable sales charge of the fund for its initial years of investment operations. The High Yield Partnership was not registered under the Investment Company Act of 1940 and therefore was not subject to certain investment restrictions imposed by the 1940 Act. If the High Yield Partnership had been registered under the 1940 Act, its performance may have been adversely affected. Performance is measured from December 4, 2014, the inception of the High Yield Partnership and is not the performance of the fund. The High Yield Partnership's past performance is not necessarily an indication of how the fund will perform in the future either before or after taxes. Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized.

Fund holdings, sector allocations, and portfolio statistics subject to change without notice.

The ICE BofAML U.S. High Yield Index tracks the performance of the U.S. dollar denominated below investment grade corporate debt publicly issued in the U.S. domestic market. These indices do not incur fees and expenses (which would lower the return) and are not available for direct investment.

⁶ **Risk Statistic Definitions:** **Standard Deviation** measures the volatility of the Fund's returns. **Sharpe Ratio** uses the Fund's standard deviation and average excess return over the risk-free rate to determine reward per unit of risk. Since inception risk statistics are calculated using monthly returns beginning on the first day of the Fund's first full month of performance. Statistics for periods less than one year are not annualized.

Diamond Hill Funds Performance Update*

*Figures do not reflect sales charges. If they did, the returns would be lower.

PERIOD & AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017										FEES & EXPENSES						MORNINGSTAR	
Ticker Symbol	CUSIP Number	Since Inception	10-YR	5-YR	3-YR	1-YR	YTD	4Q17	Maximum Front-End Sales Charge	Contingent Deferred Sales Charge	Management Fee	Distribution Fee (12b-1)	Other Expenses	Expense Ratio Gross	Expense Ratio Net	Overall Morningstar Rating	
LONG-ONLY EQUITY																	
SMALL CAP¹ (closed to new investors) (Inception Date 12/29/00) Morningstar: Small Value Lipper: Small-Cap Core																	
Class A	DHSCX	25264S304	10.75%	8.12%	12.17%	6.71%	10.62%	10.62%	3.80%	5.00%	—	0.80%	0.25%	0.25%	1.30%	1.30%	★★★★ The Overall Morningstar Rating out of 346 Small Value Funds as of 12/31/2017.
Class C	DHSMX	25264K103	9.92	7.32	11.33	5.91	9.80	9.80	3.58	—	1.00%	0.80	1.00	0.25	2.05	2.05	
Class I	DHSIX	25264S858	11.02	8.45	12.48	7.02	10.95	10.95	3.86	—	—	0.80	—	0.20	1.00	1.00	
Class Y	DHSYX	25264S692	10.90	8.38	12.62	7.13	11.06	11.06	3.91	—	—	0.80	—	0.10	0.90	0.90	
Benchmark	Russell 2000 Index		8.47	8.71	14.12	9.96	14.65	14.65	3.34								
SMALL-MID CAP¹ (closed to new investors) (Inception Date 12/30/05) Morningstar: Mid-Cap Value Lipper: Mid-Cap Core																	
Class A	DHMAX	25264S817	9.11%	10.09%	14.30%	8.83%	8.35%	8.35%	2.13%	5.00%	—	0.75%	0.25%	0.24%	1.24%	1.24%	★★★★ The Overall Morningstar Rating out of 366 Mid-Cap Value Funds as of 12/31/2017.
Class C	DHMCX	25264S791	8.31	9.28	13.45	8.02	7.49	7.49	1.93	—	1.00%	0.75	1.00	0.24	1.99	1.99	
Class I	DHMIX	25264S783	9.46	10.43	14.61	9.16	8.63	8.63	2.23	—	—	0.75	—	0.19	0.94	0.94	
Class Y	DHMYX	25264S684	9.33	10.36	14.78	9.27	8.77	8.77	2.23	—	—	0.75	—	0.09	0.84	0.84	
Benchmark	Russell 2500 Index		9.10	9.22	14.33	10.07	16.81	16.81	5.24								
MID CAP¹ (Inception Date 12/31/13) Morningstar: Mid-Cap Value Lipper: Mid-Cap Core																	
Class A	DHPAX	25264S635	8.92%	—	—	9.38%	10.13%	10.13%	3.71%	5.00%	—	0.60%	0.25%	0.24%	1.09%	1.09%	★★★★ The Overall Morningstar Rating out of 366 Mid-Cap Value Funds as of 12/31/2017.
Class I	DHPIX	25264S619	9.24	—	—	9.68	10.47	10.47	3.81	—	—	0.60	—	0.19	0.79	0.79	
Class Y	DHPYX	25264S593	9.35	—	—	9.79	10.51	10.51	3.79	—	—	0.60	—	0.09	0.69	0.69	
Benchmark	Russell Midcap Index		10.48	—	—	9.58	18.52	18.52	6.07								
LARGE CAP² (Inception Date 6/29/01) Morningstar: Large Value Lipper: Large-Cap Core																	
Class A	DHLAX	25264S502	8.69%	8.21%	15.33%	10.67%	19.95%	19.95%	5.61%	5.00%	—	0.50%	0.25%	0.23%	0.98%	0.98%	★★★★★ The Overall Morningstar Rating out of 1,090 Large Value Funds as of 12/31/2017.
Class C	DHLCX	25264S601	7.85	7.39	14.47	9.84	19.04	19.04	5.44	—	1.00%	0.50	1.00	0.23	1.73	1.73	
Class I	DHLRX	25264S841	8.96	8.54	15.64	10.99	20.30	20.30	5.72	—	—	0.50	—	0.18	0.68	0.68	
Class Y	DHLYX	25264S676	8.85	8.47	15.79	11.10	20.42	20.42	5.75	—	—	0.50	—	0.08	0.58	0.58	
Benchmark	Russell 1000 Index		7.22	8.59	15.71	11.23	21.69	21.69	6.59								
ALL CAP SELECT³ (formerly Select) (Inception Date 12/30/05) Morningstar: Large Blend Lipper: Multi-Cap Core																	
Class A	DHTAX	25264S775	8.50%	8.29%	15.69%	8.93%	19.93%	19.93%	7.96%	5.00%	—	0.70%	0.25%	0.23%	1.18%	1.18%	★★★★★ The Overall Morningstar Rating out of 1,217 Large Blend Funds as of 12/31/2017.
Class C	DHTCX	25264S767	7.71	7.48	14.83	8.11	19.07	19.07	7.77	—	1.00%	0.70	1.00	0.23	1.93	1.93	
Class I	DHLTX	25264S759	8.84	8.61	16.00	9.25	20.33	20.33	8.00	—	—	0.70	—	0.18	0.88	0.88	
Class Y	DHTYX	25264S668	8.72	8.55	16.15	9.35	20.45	20.45	8.05	—	—	0.70	—	0.08	0.78	0.78	
Benchmark	Russell 3000 Index		8.88	8.60	15.58	11.12	21.13	21.13	6.34								

The performance data quoted represents past performance; past performance 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 Fund's current performance may be lower or higher than the performance data quoted. Investors may obtain performance information current to the most recent month-end, within 7 business days, at diamond-hill.com. Refer to each Fund on pages 3, 5, 7, 9, 11, 13, 15, 17, 19, 21, 23, and 25 for standard performance.

Performance returns assume reinvestment of all distributions. Returns for periods less than one year are not annualized. Class C and I shares include performance based on Class A shares for the Small Cap Fund, Large Cap Fund, Long-Short Fund, Financial Long-Short Fund, and Corporate Credit Fund (Class I only) which was achieved prior to the creation of Class C and Class I shares. Except for the Mid Cap Fund, the Research Opportunities Fund, the Short Duration Total Return Fund, the Core Bond Fund, and the High Yield Fund, Class Y shares include performance based on Class A shares, which was achieved prior to the creation of Class Y shares. These total return figures may reflect the waiver of a portion of a Fund's advisory or administrative fees for certain periods. Without such waiver of fees, the total returns would have been lower.

¹ There are special risks associated with small capitalization issues such as market illiquidity and greater market volatility than large capitalization issues.

² Overall equity market risks may affect the value of the fund.

³ The Long-Short Fund, Financial Long-Short Fund, and the Research Opportunities Fund use short selling which incurs significant additional risk. Theoretically, stocks sold short have unlimited risk. The Expense Ratio includes dividend expense relating to short sales. If dividend expenses relating to short sales were excluded, the Expense Ratio for

the Long-Short Fund would have been 1.40% for Class A, 2.15% for Class C, 1.10% for Class I, and 1.00% for Class Y, and for the Financial Long-Short Fund would have been 1.43% for Class A, 2.18% for Class C, and 1.13% for Class I, and for the Research Opportunities Fund would have been 1.43% for Class A, 2.18% for Class C, 1.13% for Class I, and 1.03% for Class Y.

⁴ The Long-Short Fund was long-only from inception through June 2002.

⁵ The Financial Long-Short Fund was long-only from inception through April 2006.

⁶ The quoted performance for the Fund reflects the past performance of Diamond Hill Research Partners, L.P. (the "Research Partnership"), a private fund managed with full investment authority by the fund's Adviser. The fund is managed in all material respects in a manner equivalent to the management of the predecessor unregistered fund. The fund's objectives, policies, guidelines and restrictions are in all material respects equivalent to the predecessor, and the fund was created for reasons entirely unrelated to the establishment of a performance record. The assets of the Research Partnership were converted into assets of the fund prior to commencement of operation of the fund. The performance of the Research Partnership has been restated to reflect the net expenses and maximum applicable sales charge of the fund for its initial years of investment operations. The Research Partnership was not registered under the Investment Company Act of 1940 and therefore was not subject to certain investment restrictions imposed by the 1940 Act. If the Research Partnership had been registered under the 1940 Act, its performance may have been adversely affected. Performance is measured from March 31, 2009, the inception of the Research Partnership and is not the performance of the fund. The Research Partnership's past performance is not necessarily an indication of how the fund will perform in the future either before or after taxes.

⁷ The Research Opportunities Fund invests in non-U.S. securities. Investing in non-U.S.

Diamond Hill Funds Performance Update*

*Figures do not reflect sales charges. If they did, the returns would be lower.

PERIOD & AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017										FEES & EXPENSES						MORNINGSTAR	
Ticker Symbol	CUSIP Number	Since Inception	10-YR	5-YR	3-YR	1-YR	YTD	4Q17	Maximum Front-End Sales Charge	Contingent Deferred Sales Charge	Management Fee	Distribution Fee (12b-1)	Other Expenses	Expense Ratio Gross	Expense Ratio Net	Overall Morningstar Rating	
ALTERNATIVES																	
LONG-SHORT ^{2,3,4} (closed to new investors) (Inception Date 6/30/00) Morningstar: Long-Short Equity Lipper: Alternative Long/Short Equity																	
Class A	DIAMX	25264S403	6.67%	4.24%	8.59%	4.63%	5.65%	5.65%	2.80%	5.00%	—	0.90%	0.25%	0.92%	2.07%	2.07%	★★★ The Overall Morningstar Rating out of 202 Long-Short Equity Funds as of 12/31/2017.
Class C	DHFCX	25264E107	5.86	3.45	7.77	3.84	4.83	4.83	2.59	—	1.00%	0.90	1.00	0.92	2.82	2.82	
Class I	DHLSX	25264S833	6.93	4.55	8.89	4.93	5.99	5.99	2.92	—	—	0.90	—	0.87	1.77	1.77	
Class Y	DIAYX	25264S650	6.82	4.49	9.02	5.05	6.07	6.07	2.92	—	—	0.90	—	0.77	1.67	1.67	
Benchmark	Russell 1000 Index		5.81	8.59	15.71	11.23	21.69	21.69	6.59								
Benchmark	60% Russell 1000 Index / 40% ICE BofAML U.S. T-Bill 0-3 Mo Index		4.36	5.52	9.39	6.88	12.92	12.92	4.03								
FINANCIAL LONG-SHORT ^{2,3,5} (Inception Date 8/1/97) Morningstar: Financial Lipper: Financial Services																	
Class A	BANCX	25264S106	7.59%	5.10%	13.35%	8.10%	11.58%	11.58%	3.52%	5.00%	—	0.95%	0.25%	0.72%	1.92%	1.92%	★★★ The Overall Morningstar Rating out of 100 Financial Funds as of 12/31/2017.
Class C	BSGCX	25264S205	6.82	4.29	12.50	7.27	10.76	10.76	3.30	—	1.00%	0.95	1.00	0.72	2.67	2.67	
Class I	DHFSX	25264S825	7.79	5.42	13.66	8.41	11.90	11.90	3.58	—	—	0.95	—	0.67	1.62	1.62	
Benchmark	Russell 3000 Financials Index		6.12	5.12	16.92	12.52	19.95	19.95	6.83								
Benchmark	80% Russell 3000 Financials Index / 20% ICE BofAML U.S. T-Bill 0-3 Mo Index		5.63	4.57	13.51	10.12	15.92	15.92	5.50								
RESEARCH OPPORTUNITIES ^{3,6,7} (Inception Date 3/31/09) Morningstar: Long-Short Equity Lipper: Alternative Long/Short Equity																	
Class A	DHROX	25264S742	13.18%	—	10.69%	5.47%	12.98%	12.98%	5.92%	5.00%	—	0.95%	0.25%	0.82%	2.02%	2.02%	★★★★ The Overall Morningstar Rating out of 202 Long-Short Equity Funds as of 12/31/2017.
Class C	DROCX	25264S734	12.34	—	9.87	4.67	12.12	12.12	5.70	—	1.00%	0.95	1.00	0.82	2.77	2.77	
Class I	DROIX	25264S726	13.49	—	10.99	5.77	13.34	13.34	6.03	—	—	0.95	—	0.77	1.72	1.72	
Class Y	DROYX	25264S718	13.64	—	11.14	5.89	13.47	13.47	6.07	—	—	0.95	—	0.67	1.62	1.62	
Benchmark	Russell 3000 Index		17.44	—	15.58	11.12	21.13	21.13	6.34								
Benchmark	75% Russell 3000 Index / 25% ICE BofAML U.S. T-Bill 0-3 Mo Index		13.05	—	11.65	8.44	15.74	15.74	4.80								
FIXED INCOME																	
SHORT DURATION TOTAL RETURN ⁸ (Inception Date 7/5/16) Morningstar: Short-Term Bond Lipper: Short Investment Grade Debt																	
Class A	DHEAX	25264S551	3.47%	—	—	—	3.97%	3.97%	0.72%	2.25%	—	0.35%	0.25%	0.23%	0.83%	0.83%	Morningstar Rating™ Not Available
Class I	DHEIX	25264S544	3.76	—	—	—	4.33	4.33	0.81	—	—	0.35	—	0.18	0.53	0.53	
Class Y	DHEYX	25264S536	3.84	—	—	—	4.43	4.43	0.82	—	—	0.35	—	0.08	0.43	0.43	
Benchmark	Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index		0.26	—	—	—	0.84	0.84	-0.21								
Benchmark	Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index		0.26	—	—	—	0.84	0.84	-0.21								
CORE BOND ⁹ (Inception Date 7/5/16) Morningstar: Intermediate-Term Bond Lipper: Core Bond																	
Class A	DHRAX	25264S528	0.99%	—	—	—	3.85%	3.85%	0.39%	3.50%	—	0.30%	0.25%	0.23%	0.78%	0.78%	Morningstar Rating™ Not Available
Class I	DHRIX	25264S510	1.29	—	—	—	4.17	4.17	0.47	—	—	0.30	—	0.18	0.48	0.48	
Class Y	DHRYX	25264S494	1.35	—	—	—	4.22	4.22	0.48	—	—	0.30	—	0.08	0.38	0.38	
Benchmark	Bloomberg Barclays U.S. Aggregate Index		0.15	—	—	—	3.54	3.54	0.39								
Benchmark	Bloomberg Barclays U.S. Aggregate Index		0.15	—	—	—	3.54	3.54	0.39								
CORPORATE CREDIT ^{9,11} (Inception Date 9/30/02) Morningstar: High Yield Bond Lipper: High Yield																	
Class A	DSIAX	25264S882	6.99%	6.76%	5.51%	6.80%	7.56%	7.56%	1.04%	3.50%	—	0.45%	0.25%	0.25%	0.95%	0.94%	★★★★ The Overall Morningstar Rating out of 609 High Yield Bond Funds as of 12/31/2017.
Class C	DSICX	25264S874	6.23	5.96	4.71	6.00	6.77	6.77	0.86	—	1.00%	0.45	1.00	0.25	1.70	1.69	
Class I	DHSTX	25264S866	7.28	7.07	5.78	7.10	7.87	7.87	1.10	—	—	0.45	—	0.20	0.65	0.64	
Class Y	DSIYX	25264S643	7.15	7.00	5.91	7.19	7.89	7.89	1.13	—	—	0.45	—	0.10	0.55	0.54	
Benchmark	ICE BofAML U.S. Corporate & High Yield Index		6.26	6.02	3.94	4.34	6.66	6.66	1.00								
HIGH YIELD ^{9,10} (Inception Date 12/4/14) Morningstar: High Yield Bond Lipper: High Yield																	
Class A	DHHAX	25264S585	7.83%	—	—	—	7.91%	9.96%	1.36%	3.50%	—	0.50%	0.25%	0.23%	0.98%	0.98%	Morningstar Rating™ Not Available
Class I	DHHIX	25264S577	8.17	—	—	—	8.25	10.36	1.44	—	—	0.50	—	0.18	0.68	0.68	
Class Y	DHHYX	25264S569	8.28	—	—	—	8.36	10.48	1.56	—	—	0.50	—	0.08	0.58	0.58	
Benchmark	ICE BofAML U.S. High Yield Index		6.02	—	—	—	6.39	7.48	0.41								
Benchmark	ICE BofAML U.S. High Yield Index		6.02	—	—	—	6.39	7.48	0.41								

Refer to performance disclosure information on page 26.

Diamond Hill Funds Performance Update

securities may entail risk due to foreign economic and political developments; this risk may be higher when investing in emerging markets. Changes in currency exchange rates and differences in accounting and taxation policies outside the U.S. can raise or lower returns.

⁸ The value of fixed-income securities varies inversely with interest rates; as interest rates rise, the market value of fixed-income securities will decline. Lower quality debt (ie: "High Yield") securities involve greater risk of default or price changes due to potential changes in the issuer's credit quality. The value of investments in mortgage-related and asset-backed securities will be influenced by the factors affecting the housing market and the assets underlying such securities. The securities may decline in value, face valuation difficulties, become more volatile and/or become illiquid. They are also subject to prepayment risk, which occurs when mortgage holders refinance or otherwise repay their loans sooner than expected, creating an early return of principal to holders of the loans.

⁹ The value of fixed-income securities varies inversely with interest rates; that is, as interest rates rise, the market value of fixed-income securities will decline. Lower quality debt (ie: "High Yield") securities involve greater risk of default or price changes due to potential changes in the issuer's credit quality.

¹⁰ The quoted performance for the Fund reflects the past performance of Diamond Hill High Yield Fund L.P. (the "High Yield Partnership"), a private fund managed with full investment authority by the fund's Adviser. The Fund is managed in all material respects in a manner equivalent to the management of the predecessor unregistered fund. The assets of the High Yield Partnership were converted into assets of the fund prior to commencement of operation of the fund. The performance of the High Yield Partnership has been restated to reflect the net expenses and maximum applicable sales charge of the fund for its initial years of investment operations. The High Yield Partnership was not registered under the Investment Company Act of 1940 and therefore was not subject to certain investment restrictions imposed by the 1940 Act. If the High Yield Partnership had been registered under the 1940 Act, its performance may have been adversely affected. Performance is measured from December 4, 2014, the inception of the High Yield Partnership and is not the performance of the fund. The High Yield Partnership's past performance is not necessarily an indication of how the fund will perform in the future either before or after taxes.

¹¹ The Fund may invest in another Diamond Hill Fund. Diamond Hill Capital Management, Inc. is required to permanently waive a portion of its management fee in the pro-rata amount of the management fee charged by the underlying Diamond Hill Fund.

An investor should consider the Fund's investment objectives, risks, and charges and expenses carefully before investing or sending any money. This and other important information about the Fund(s) can be found in the Fund's(s) prospectus or summary prospectus which can be obtained at diamond-hill.com or by calling 888.226.5595. Please read the prospectus or summary prospectus carefully before investing. The Diamond Hill Funds are distributed by BHIL Distributors, LLC (Member FINRA). Diamond Hill Capital Management, Inc., a registered investment adviser, serves as Investment Adviser to the Diamond Hill Funds and is paid a fee for its services. Like all mutual funds, Diamond Hill Funds are not FDIC insured, may lose value, and have no bank guarantee.

The Russell unmanaged market capitalization-weighted equity indices seek to benchmark the entire U.S. stock market. The Russell 3000 Index measures the performance of the 3,000 largest U.S. companies by total market capitalization. The Russell 1000 Index is comprised of the largest 1,000 companies by market capitalization in the Russell 3000 Index. The Russell 2000 Index represents the next 2,000 companies by market capitalization in the Russell 3000 Index. The Russell 2500 Index is comprised of the smallest 2,500 companies by market capitalization in the Russell 3000 Index. The Russell Midcap Index represents the 800 smallest companies in the Russell 1000 Index. The 60%/40% blended index represents a 60% weighting of the Russell 1000 Index and a 40% weighting of the ICE BofAML U.S. T-Bill 0-3 Month Index. The 80%/20% blended index represents a 80% weighting of the Russell 3000 Financials Index and a 20% weighting of the ICE BofAML U.S. T-Bill 0-3 Month Index. The 75%/25% blended index represents a 75% weighting of the Russell 3000 Index and a 25% weighting of the ICE BofAML U.S. T-Bill 0-3 Month Index. The ICE BofAML U.S. T-Bill 0-3 Month Index is comprised of U.S. dollar denominated U.S. Treasury Bills with a term to maturity of less than 3 months. The Russell 3000 Financials Index consists of Russell 3000 companies involved in banking, mortgage finance, consumer finance, specialized finance, investment banking and brokerage, asset management and custody, corporate lending, insurance, financial investments, and real estate, including REITS. The Bloomberg Barclays U.S. 1-3 Yr. Gov./Credit Index is an unmanaged index of investment grade government and corporate bonds with maturities of one to three years. The Bloomberg Barclays U.S. Aggregate Index is an unmanaged index representing the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through, and asset-backed securities. The ICE BofAML U.S. Corporate & High

Yield Index is comprised of U.S. dollar denominated investment grade and below investment grade corporate debt publicly issued in the U.S. domestic market. The ICE BofAML U.S. High Yield Index tracks the performance of U.S. dollar denominated below investment grade corporate debt publicly issued in the U.S. domestic market. These indices do not incur fees and expenses (which would lower the return) and are not available for direct investment.

The Morningstar Rating™ for funds, or "star rating," is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods.

Small Cap Fund The Overall Morningstar Rating™ is based on 346 small value funds as of 12/31/17. The Fund's Class I rating was 3 stars among 346, 3 stars among 298, and 4 stars among 205 small value funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

Small-Mid Cap Fund The Overall Morningstar Rating™ is based on 366 mid-cap value funds as of 12/31/17. The Fund's Class I rating was 3 stars among 366, 4 stars among 311, and 5 stars among 221 mid-cap value funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

Mid Cap Fund The Overall Morningstar Rating™ is based on 366 mid-cap value funds as of 12/31/17. The Fund's Class I rating was 4 stars among 366 funds for the 3-year period ended 12/31/17.

Large Cap Fund The Overall Morningstar Rating™ is based on 1,090 large value funds as of 12/31/17. The Fund's Class I rating was 5 stars among 1,090, 5 stars among 965, and 4 stars among 695 large value funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

All Cap Select Fund The Overall Morningstar Rating™ is based on 1,217 large blend funds as of 12/31/17. The Fund's Class I rating was 2 stars among 1,217, 4 stars among 1,079, and 4 stars among 800 large blend funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

Long-Short Fund The Overall Morningstar Rating™ is based on 202 long-short equity funds as of 12/31/17. The Fund's Class I rating was 3 stars among 202, 4 stars among 107, and 3 stars among 27 long-short equity funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

Financial Long-Short Fund The Overall Morningstar Rating™ is based on 100 financial funds as of 12/31/17. The Fund's Class I rating was 2 stars among 100, 2 stars among 94, and 3 stars among 72 financial funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

Research Opportunities Fund The Overall Morningstar Rating™ is based on 202 long-short equity funds as of 12/31/17. The Fund's Class I rating was 3 stars among 202 and 5 stars among 107 long-short equity funds for the 3- and 5-year periods ended 12/31/17, respectively.

Short Duration Total Return Fund Morningstar Rating not available.

Core Bond Fund Morningstar Rating not available.

Corporate Credit Fund The Overall Morningstar Rating™ is based on 609 high yield bond funds as of 12/31/17. The Fund's Class I rating was 5 stars among 609, 4 stars among 501, and 4 stars among 319 high yield bond funds for the 3-, 5-, and 10-year periods ended 12/31/17, respectively.

High Yield Fund Morningstar Rating not available.

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Refer to performance disclosure information on page 26.

Market Index Returns Update

PERIOD & ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2017

	10-YR	5-YR	3-YR	1-YR	YTD	4Q17
RUSSELL 1000 INDICES						
Russell 1000 Index	8.59%	15.71%	11.23%	21.69%	21.69%	6.59%
Russell 1000 Value Index	7.10	14.04	8.65	13.66	13.66	5.33
Russell 1000 Growth Index	10.00	17.33	13.79	30.21	30.21	7.86
RUSSELL 2000 INDICES						
Russell 2000 Index	8.71%	14.12%	9.96%	14.65%	14.65%	3.34%
Russell 2000 Value Index	8.17	13.01	9.55	7.84	7.84	2.05
Russell 2000 Growth Index	9.19	15.21	10.28	22.17	22.17	4.59
RUSSELL 2500 INDICES						
Russell 2500 Index	9.22%	14.33%	10.07%	16.81%	16.81%	5.24%
Russell 2500 Value Index	8.82	13.27	9.30	10.36	10.36	4.25
Russell 2500 Growth Index	9.62	15.47	10.88	24.46	24.46	6.35
RUSSELL 3000 INDICES						
Russell 3000 Index	8.60%	15.58%	11.12%	21.13%	21.13%	6.34%
Russell 3000 Value Index	7.19	13.95	8.71	13.19	13.19	5.08
Russell 3000 Growth Index	9.93	17.16	13.51	29.59	29.59	7.61
RUSSELL MIDCAP INDICES						
Russell Midcap Index	9.11%	14.96%	9.58%	18.52%	18.52%	6.07%
Russell Midcap Value Index	9.10	14.68	9.00	13.34	13.34	5.50
Russell Midcap Growth Index	9.10	15.30	10.30	25.27	25.27	6.81

The Russell 3000 Index is an unmanaged market-capitalization weighted index measuring the performance of the 3,000 largest U.S. companies based on total market capitalization. The Russell 3000 Value Index is an unmanaged market-capitalization weighted index measuring the performance of the broad value segment of the U.S. equity universe including those Russell 3000 Index companies with lower expected growth values. The Russell 3000 Growth Index is a subset of the Russell 3000 Index and measures the performance of the broad growth segment of the U.S. equity universe. It includes those Russell 3000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 1000 Index is an unmanaged market-capitalization weighted index measuring the performance of the 1,000 largest companies, on a market capitalization basis, in the Russell 3000 Index. The Russell 1000 Value Index is an unmanaged market-capitalization weighted index measuring the performance of the large cap value segment of the U.S. equity universe including those Russell 1000 Index companies with lower expected growth values. The Russell 1000 Growth Index is a subset of the Russell 1000 Index and measures the performance of the large cap growth segment of the U.S. equity universe. It includes those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 2000 Index is an unmanaged market-capitalization weighted index measuring the performance of the 2,000 smallest U.S. companies, on a market capitalization basis, in the Russell 3000 Index. The Russell 2000 Value Index is an unmanaged market-capitalization weighted index measuring the performance of the small cap value segment of the U.S. equity universe including those Russell 2000 Index companies with lower expected growth values. The Russell 2000 Growth

Index is a subset of the Russell 2000 Index and measures the performance of the small cap growth segment of the U.S. equity universe. It includes those Russell 2000 companies with higher price-to-value ratios and higher forecasted growth values. The Russell 2500 Index is an unmanaged market-capitalization weighted index measuring the performance of the 2,500 smallest companies, on a market capitalization basis, in the Russell 3000 Index. The Russell 2500 Value Index is an unmanaged market-capitalization weighted index measuring the performance of the small and midcap value segment of the U.S. equity universe including those Russell 2500 Index companies with lower expected growth values. The Russell 2500 Growth Index is a subset of the Russell 2500 Index and measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 companies with higher growth earning potential as defined by Russell's leading style methodology. The Russell Midcap Index is an unmanaged market-capitalization weighted index measuring the performance of the 800 smallest companies, on a market capitalization basis, in the Russell 1000 Index. The Russell Midcap Value Index is an unmanaged market-capitalization weighted index measuring the performance of the mid cap value segment of the U.S. equity universe including those Russell Midcap Index companies with lower expected growth values. The Russell Midcap Growth Index is a subset of the Russell Midcap Index and measures the performance of the midcap growth segment of the U.S. equity universe. It includes those Russell Midcap Index companies with higher price-to-book ratios and higher forecasted growth values. These indices do not incur fees and expenses (which would lower the return) and are not available for direct investment.



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