

Large Cap Fund

As of December 31, 2018



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.

TEAM

Chuck Bath, CFA Portfolio Manager	Austin Hawley, CFA Portfolio Manager
Chris Welch, CFA Asst. Portfolio Manager	Matthew Stadelman, CFA Senior Portfolio Specialist

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	4.8%
Citigroup, Inc.	Financials	4.2
Alphabet, Inc. (Cl A)	Communication Services	3.6
Berkshire Hathaway, Inc. (Cl B)	Financials	3.5
MetLife, Inc.	Financials	3.2
Pfizer, Inc.	Health Care	3.0
Discover Financial Services	Financials	3.0
CVS Health Corp.	Health Care	3.0
Medtronic PLC	Health Care	3.0
TJX Cos., Inc.	Cons. Discretionary	2.8
Total as % of Net Assets		34.0%

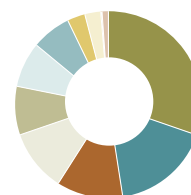
BEST & WORST PERFORMERS²

SECURITY NAME	4Q18 CONTRIBUTION	POSITION AS OF 4Q18
Best		
Procter & Gamble Co.	0.2%	2.2%
NVR, Inc.	0.0	1.9
Kimberly-Clark Corp.	0.0	1.8
Garrett Motion, Inc.	0.0	0.0
Resideo Technologies, Inc.	0.0	0.0
Worst		
Devon Energy Corp.	-1.2%	1.7%
Citigroup, Inc.	-1.2	4.2
Cimarex Energy Co.	-0.8	1.7
Discover Financial Services	-0.8	3.0
United Technologies Corp.	-0.8	2.8

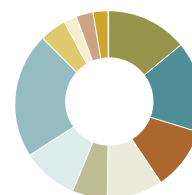
² The holdings identified do not represent all of the securities purchased, sold, or recommended for the adviser's clients. The reader should not assume that an investment in the securities identified was or will be profitable. To obtain the contribution calculation methodology and a complete list of 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

Large Cap Fund



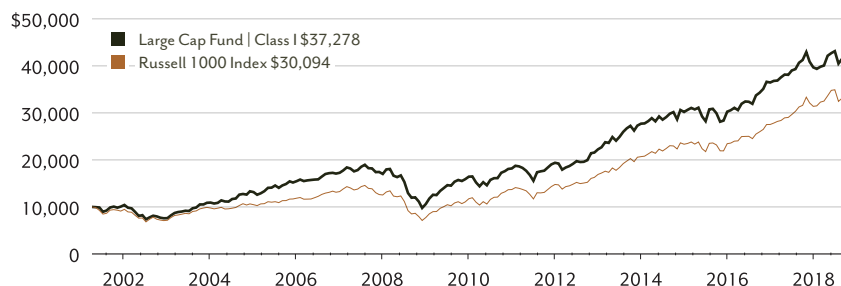
Russell 1000 Index



Sector	Large Cap Fund	Russell 1000 Index
Financials	28.5%	13.5%
Health Care	16.7	15.0
Cons. Discretionary	11.5	10.7
Communication Services	10.8	9.6
Consumer Staples	8.7	6.4
Industrials	8.2	9.6
Info. Technology	7.3	20.3
Energy	3.9	5.1
Materials	3.6	3.0
Real Estate	0.0	3.6
Utilities	0.0	3.3
Cash & Other	0.9	0.0

³ Cash & Other may include cash, treasuries, money market funds, 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.

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 Foreside Financial Services, 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.

Side One. Not Valid Without Side Two.

PERIOD AND AVERAGE ANNUAL TOTAL RETURNS AS OF DECEMBER 31, 2018

	SINCE INCEPTION	10-YR	5-YR	3-YR	1-YR	YTD	4Q18
RETURNS AT NAV (WITHOUT SALES CHARGE)							
Class I	7.81%	11.97%	6.47%	7.61%	-9.63%	-9.63%	-13.56%
BENCHMARK							
Russell 1000 Index	6.50	13.28	8.21	9.09	-4.78	-4.78	-13.82
Russell 1000 Value Index	6.30	11.18	5.95	6.95	-8.27	-8.27	-11.72

CALENDAR YEAR RETURNS (%)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Class I	30.71	9.72	2.60	12.62	36.60	10.74	-0.85	14.63	20.30	-9.63
Russell 1000 Index	28.43	16.10	1.50	16.42	33.11	13.24	0.92	12.05	21.69	-4.78
Russell 1000 Value Index	19.69	15.51	0.39	17.51	32.53	13.45	-3.83	17.34	13.66	-8.27

FEES AND EXPENSES

	CLASS I
Ticker	DHLRX
CUSIP	25264S841
Minimum Initial Investment	\$2,500
Maximum Front-End Sales Charge	None
Management Fee	0.50%
Distribution Fee (12b-1)	None
Other Expenses	0.17%
Expense Ratio	0.67%

PORTFOLIO STATISTICS

Inception	June 29, 2001
Total Net Assets	\$5.1B
Distributions	Annual
Median Market Capitalization	\$53.9B
Portfolio Turnover (12 months trailing)	29%
Active Share⁴	79%
Number of Equity Holdings in Portfolio	51

SINCE INCEPTION RISK STATISTICS⁴
(CLASS I SHARES)

Standard Deviation (%)	14.45
Beta (%)	0.96
Sharpe Ratio	0.50
Alpha (%)	1.49
R-squared (%)	90.83
Upside / Downside Capture Ratio (%)	100 / 93

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 I shares include Class A share performance achieved prior to the creation of Class I 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 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. These indices do not incur fees and expenses (which would lower the return) and are 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.

Side Two. Not Valid Without Side One.