

## MANAGER COMMENTARY

# MoA Small Cap Value Fund

TICKER: MAVKX

### MORNINGSTAR RATING



Overall Morningstar Rating™ based on risk-adjusted returns among 475 Small Value Category funds as of 3/31/2025.

### PORTFOLIO MANAGERS



**Stephen J. Rich**  
33 Years Experience



**Thaddeus Pollock, CFA, CAIA**  
25 Years Experience

### ABOUT MoA FUNDS

Mutual of America created its first mutual funds in 1985. Now, Mutual of America Capital Management manages an array of 28 mutual fund strategies that span domestic and international equities, fixed income, target date and allocation funds. With a team of over 20 investment professionals, we manage portfolios with a common goal — to provide investors with attractive returns over time while being mindful of risk.

### CONTACT US

Financial Professionals:  
**443.652.4218**

Shareholder Services:  
**800.914.8716**

**moafunds.com**

## 1 How did the small-cap segment of the stock market perform in the first quarter and how did the Fund perform in this period?

The stock market in the first quarter of 2025 experienced heightened volatility due to several geopolitical factors and concerns over new tariffs mandated by the new administration. During this period, small-cap companies, represented by the Russell 2000® Index, declined 9.48%, underperforming large-cap companies, represented by the Russell 1000® Index, which declined 4.49%. In general, small-cap companies were negatively impacted by the continuation of relatively high interest rates in addition to concerns about overall cyclical growth. When comparing value-oriented companies to growth-oriented companies, the Russell 2000® Value Index's return of -7.74% outperformed the Russell 2000® Growth Index's return of -11.12% by over 300 basis points.

We are pleased that the Fund's return of -6.07% in the first quarter outperformed both the Russell 2000® Value Index's return of -7.74% and the Morningstar Small Value Category average return of -7.23%.

## 2 Would you please comment on the Fund's Health Care sector weighting and provide an example?

As of March 31, 2025, the Fund held 12.5% in the Health Care sector, compared to 7.7% among Morningstar Small Value Category funds, on average. We have identified several health care companies that meet our investment criteria, including strong balance sheets, consistent free cash flow generation, disciplined capital deployment, and experienced management teams. These companies include life science tools and therapeutics companies.

For example, the Fund owns a position in Corcept Therapeutics, a pharmaceutical company focused on developing and commercializing medications to modulate the effects of cortisol. Excessive or adversely regulated cortisol is associated with serious illnesses in a range of the body's systems. In the first quarter, Corcept reached significant milestones in its drug used to treat endogenous hypercortisolism, known as Cushing's Syndrome. The company also announced positive Phase 3 trial results of its drug used to treat ovarian cancer. The Fund's portfolio holding in Corcept was a key contributor to performance in the first quarter as the stock rose 127% over the three-month period.

### FUND PERFORMANCE (%) as of 3/31/2024

	ANNUALIZED						Since Inception
	3 Mo	YTD	1 Yr	3 Yr	5 Yr	10 Yr	
MoA Small Cap Value Fund	-6.07	-6.07	-0.31	2.00	15.32	4.95	6.89
Russell 2000® Value Index	-7.74	-7.74	-3.12	0.05	15.31	6.07	6.59
Morningstar Small Value Cat. Avg.	-7.23	-7.23	-3.46	2.53	17.80	6.53	—

Date of Inception: 7/1/2005 | Gross Expense Ratio: 0.84%

*The performance data quoted represents past performance and is no guarantee of future results. 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. Current performance may be lower or higher than the performance data quoted. For the most recent month-end performance, please call 800.914.8716 or visit moafunds.com.*

### 3 Given the increased volatility in the stock market to start the year, how have you managed the Fund's risk profile?

At MoA Funds, we believe that managing long-term risk is just as important as seeking long-term capital appreciation and risk mitigation is embedded in our investment process. We have maintained our disciplined investment approach which emphasizes high-quality small-cap companies with capable management teams, disciplined capital management, and established or improving competitive positions.

As a result, the Fund has lower standard deviation, a measure of volatility, compared to the Morningstar Small Value Category average for the 3-, 5- and 10-year periods ended March 31, 2025. In addition, the Fund maintains Morningstar's "Below Average" Risk Rating for the same periods.

#### STANDARD DEVIATION AND RISK RATING

	3 Yr	5 Yr	10 Yr
<b>Fund Standard Deviation</b>	<b>20.93</b>	<b>20.12</b>	<b>19.38</b>
Morningstar Small Value Cat. Avg. Standard Deviation	22.68	21.80	21.17
<b>Morningstar Risk Rating</b>	<b>Below Avg.</b>	<b>Below Avg.</b>	<b>Below Avg.</b>

Source: Morningstar as of 3/31/2025

**You should consider the investment objectives, risks, and charges and expenses of the funds carefully before investing. This and other information is contained in the funds' prospectuses and summary prospectuses, which can be obtained by calling 800.914.8716 or visiting [moafunds.com](http://moafunds.com). Read them carefully before investing.**

Mutual fund investing involves risk. Principal loss is possible. Investing in small- and mid-cap stocks involves risks including greater volatility and less liquidity than large-cap stocks. The portfolio manager's judgments about the attractiveness, value or potential appreciation of the Fund's investments may prove to be incorrect. The Fund could underperform in comparison to other funds with a similar benchmark or similar objectives and investment strategies if the Fund's overall investment selections or strategies fail to produce the intended results.

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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 Morningstar Rating does not include any adjustment for sales loads. 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. Among Small Value funds, the MoA Small Cap Value Fund received 3 stars among 475 for the 3-year, 2 stars among 449 for the 5-year, and 2 stars among 361 funds for the 10-year period ended 3/31/2024. **Past performance is no guarantee of future results.**

Morningstar Risk scores for a given time period (three, five, or 10 years) reflect the Fund's Morningstar risk score plotted on a bell curve: Monthly calculations are based on whether the Fund scores in the top 10% of its category, its risk score is considered High; if it falls in the next 22.5% Above Average; a place in the middle 35% is Average; those lower still, in the next 22.5%, are Below Average and the bottom Low. Overall Morningstar risk score is a weighted average of the available three, five, and 10 year Morningstar risk scores. Investments with less than three years of performance history are not rated.

Fund holdings and/or sector allocations are subject to change and are not recommendations to buy or sell any security. Of the companies mentioned, the Fund's holdings as a percentage of net assets as of 3/31/2024 were as follows: Corcept Therapeutics 1.85%.

The Russell 2000® Index measures the performance of the small-cap segment of the U.S. equity universe. The Russell 1000® Index represents the 1000 top companies by market capitalization in the United States. The Russell 2000® Growth Index 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 2000® Value Index measures the performance of the small-cap value segment of the U.S. equity universe. It includes those Russell 2000 companies with lower price-to-book ratios and lower forecasted growth values. It is not possible to invest in an index.

A basis point is one hundredth of 1 percentage point. Free cash flow represents the cash a company can generate after accounting for capital expenditures needed to maintain or maximize its asset base. Standard deviation of returns measures the average a return series deviates from its mean. It is often used as a measure of risk. When a fund has a high standard deviation, the predicted range of performance implies greater volatility.

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