



## INVESTMENTS

A VICTORY CAPITAL® INVESTMENT FRANCHISE

# USAA ULTRA SHORT-TERM BOND FUND

FUND: UUSTX A: USBAX INSTITUTIONAL: UUSIX R6: URUSX

Q2 // JUNE 30, 2020

## FUND FACTS

Class	Inception Date	Ticker	Expense Ratio:	
			Gross	Net
A	06/29/20	USBAX	0.85%	0.85%
Fund	10/18/10	UUSTX	0.59%	0.59%
Inst	07/12/13	UUSIX	0.63%	0.55%
R6	03/01/17	URUSX	0.79%	0.39%

Net expense ratio reflects fee waivers, reimbursements or recoupment, as applicable, contractually agreed to through June 30, 2021.

### Investment Style

Ultrashort Bond

### Investment Objective and Strategy

The Fund seeks to provide high current income consistent with preservation of principal. The Fund's principal investment strategy is to normally invest at least 80% of the fund's assets in investment-grade debt securities that have a dollar-weighted average portfolio maturity of 18 months or less. The Fund invests primarily in U.S. dollar-denominated debt securities including obligations of U.S., state, and local governments, their agencies and instrumentalities; mortgage- and asset-backed securities; corporate debt securities; and repurchase agreements.

### About the Fund

- Potential stability of bonds can help balance the volatility of stocks.
- Shorter maturities seek to help protect principal.

### Portfolio Managers

Brian Smith, CFA, CPA. Since 2018.  
Doug Rollwitz, CFA, CPA. Since 2018.  
Neal Graves, CFA, CPA. Since 2019.  
Jim Jackson, CFA. Since 2019.

## PERFORMANCE

### Average Annual Total Returns (%)

As of June 30, 2020	Q2 2020	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
A Shares, without sales charge	-	-	-	-	-	-	0.11
A Shares, with sales charge (max. 0.00%)	-	-	-	-	-	-	-
Fund Shares	5.35	-0.30	1.36	2.03	1.60	-	1.60
Institutional Shares	5.36	-0.28	1.30	2.08	1.60	-	1.53
FTSE 3-month T-bill Index	0.14	0.52	1.56	1.72	1.15	0.61	-

### Calendar Year Performance (%)

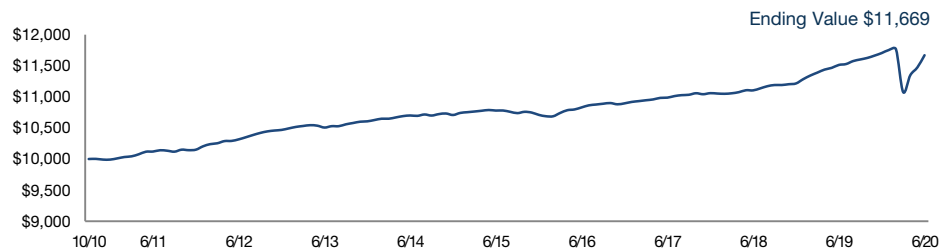
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
A Shares, without sales charge	-	-	-	-	-	-	-	-	-	-
A Shares, with sales charge (max. 0.00%)	-	-	-	-	-	-	-	-	-	-
Fund Shares	-	1.60	3.13	1.32	0.95	0.02	1.73	1.51	1.40	4.37
Institutional Shares	-	-	-	-	1.00	0.04	1.68	1.44	1.46	4.43
FTSE 3-month T-bill Index	0.13	0.08	0.07	0.05	0.03	0.03	0.27	0.84	1.86	2.25

Returns include reinvestment of dividends and capital gains. Performance for periods greater than one year are annualized.

**Past performance does not guarantee future results. The performance data quoted represents past performance and current returns may be lower or higher. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. To obtain performance information current to the most recent month-end, visit [www.usaa.com](http://www.usaa.com).**

Fee waivers and/or expense reimbursements were in place for some or all periods shown, without which, fund performance would have been lower.

### Growth of a Hypothetical \$10,000 Investment Fund Shares (10/18/2010-6/30/2020)



## MORNINGSTAR RATINGS AND RANKINGS

	Overall	3 Year	5 Year	10 Year
Morningstar Rating	★★	★★	★★	—
Morningstar Ranking (%)	—	55	60	—
# of Funds	164	164	124	—

Morningstar Category: Ultrashort Bond

Morningstar ratings and rankings are based on the Fund share class.

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. The Morningstar percentile ranking is based on a fund's average annual total return (excluding sales charges) relative to all funds in the same category. The highest (most favorable) percentile rank is 1%, and the lowest (least favorable) percentile rank is 100%. Fund performance used for the rankings reflects certain fee waivers, without which, Morningstar rankings would have been lower and Morningstar ratings may have been lower.

**Not FDIC Insured • May Lose Value • No Bank Guarantee**

20200724-1252501

## PORTFOLIO INFORMATION As of June 30, 2020

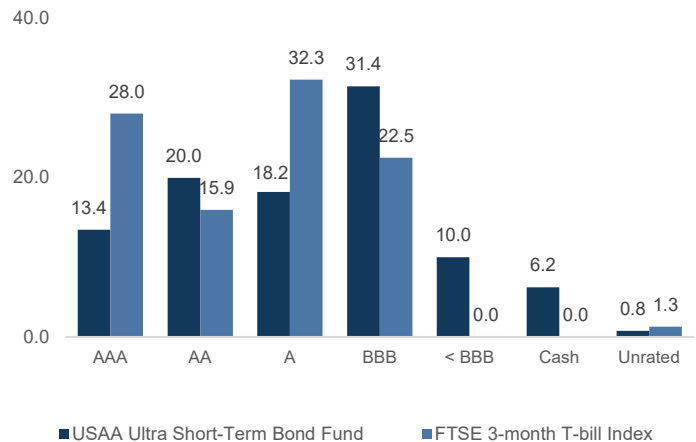
Top Ten Issuers	% Fund
Capital One Financial Corp	1.27
Deutsche Bank, A.G.	1.27
Bwsta 2019-1	1.19
Western Gas Partners Lp	1.17
Gaming And Leisure Properties	1.16
Cooperatieve Rabobank Ua	1.14
Western Digital	1.1
Daimler Ag	1.08
Ford Motor Company	1.06
Air Canada	1.04
<b>Total</b>	<b>11.48</b>

Issuers are subject to change.

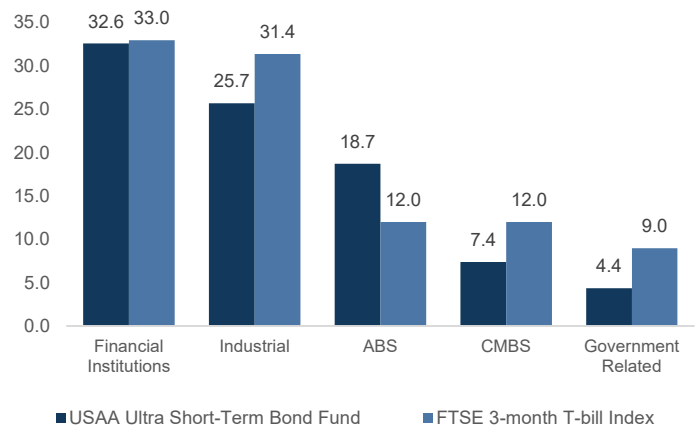
General Statistics	Fund	FTSE 3-month T-bill Index
Net Assets (\$)	234.3M	-
Average Effective Duration (years)	0.9	1.8
Number of Securities	198	2802
30-Day SEC Yield Subsidized	2.70%	-
30-Day SEC Yield Unsubsidized	2.70%	-

Yields shown reflects the Fund share class.

### Credit Quality (% Fund)



### Top 5 Sectors (% Fund)



**Consider the investment objectives, risks, charges and expenses of the USAA Mutual Funds carefully before investing. To obtain a prospectus or summary prospectus containing this and other important information visit [www.usaa.com/prospectus](http://www.usaa.com/prospectus). Read it carefully before investing.**

Not all share classes are available to all investors.

**All investing involves risk, including potential loss of principal.** Bonds and bond funds decrease in value as interest rates rise and are subject to credit risk, which refers to the possibility that the debt issuers may not be able to make principal and interest payments or may have their debt downgraded by ratings agencies. High yield securities may be more volatile, be subject to greater levels of credit or default risk, and may be less liquid and more difficult to sell at an advantageous time or price than higher-rated securities of similar maturity. Mortgage-backed securities ("MBS") are subject to credit, prepayment and extension risk and may react differently to changes in interest rates than other bonds. Small movements in interest rates may quickly and significantly reduce the value of certain MBS.

**Credit Quality** Ratings table reflects the highest long-term rating from a Nationally Recognized Statistical Rating Organization (NRSRO), with the four highest long-term credit ratings labeled, in descending order of credit quality, AAA, AA, A and BBB. These categories represent investment-grade quality. The credit ratings shown are provided by Standard & Poor's, Moody's Investors Service, Fitch Ratings, and A.M. Best. Ratings apply to the credit worthiness of the issuers of the underlying securities and not to the fund or its shares. Ratings are subject to change. **Average Effective Duration** provides a measure of a fund's interest-rate sensitivity. The longer a fund's duration, the more sensitive the fund is to shifts in interest rates.

**Subsidized Yield** reflects the current fee waiver. **Unsubsidized Yield** represents what the Yield would have been without the current fee waivers and/or expense limitations.

**The FTSE 3-month T-bill Index** measures monthly return equivalents of yield averages that are not market to market and consists of the last three three-month Treasury bill issues.

©2020 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

As of July 1, 2019, Victory Capital Management Inc. is the investment adviser for USAA Mutual Funds.

Victory Capital means Victory Capital Management Inc., the investment adviser of the USAA Mutual Funds. USAA Mutual Funds are distributed by Victory Capital Services, Inc., member FINRA, an affiliate of Victory Capital. Victory Capital and its affiliates are not affiliated with United Services Automobile Association or its affiliates. USAA and the USAA logo are registered trademarks and the USAA Investments logo is a trademark of United Services Automobile Association and is being used by Victory Capital and its affiliates under license.

©2020 Victory Capital Management Inc.

V19.064 // 2Q 2020 USAA Ultra Short-Term Bond Fund FS