



International Equity Fund HISIX

ANNUAL SHAREHOLDER REPORT | DECEMBER 31, 2024

This annual shareholder report contains important information about the International Equity Fund ("Fund") for the period of January 1, 2024, to December 31, 2024. You can find additional information about the Fund at <https://www.homesteadfunds.com/fund-literature/>. You can also request this information by contacting us at 800.258.3030.

What were the Fund costs for the last year?

(based on a hypothetical \$10,000 investment)

Fund	Cost of a \$10,000 investment	Cost paid as a percentage of a \$10,000 investment
International Equity Fund	\$116	1.15%

Management's Discussion of Fund Performance

The Fund returned 1.01% for the one-year period ended December 31, 2024, trailing its benchmark, the MSCI EAFE Index, which returned 3.82%.

By sector, poor-performing stocks in consumer staples and industrials were the largest detractors from the Fund's relative returns. In consumer staples, French cosmetics company **L'Oreal SA**, whose growth has long been underpinned by the Chinese cosmetics market, finally succumbed to the consumer slowdown there that it had previously navigated with more aplomb than its competitors. In industrials, the Fund's performance was hurt by poor stocks within capital goods, where Swedish holdings **Atlas Copco AB** and **Epiroc AB** underperformed the industry group.

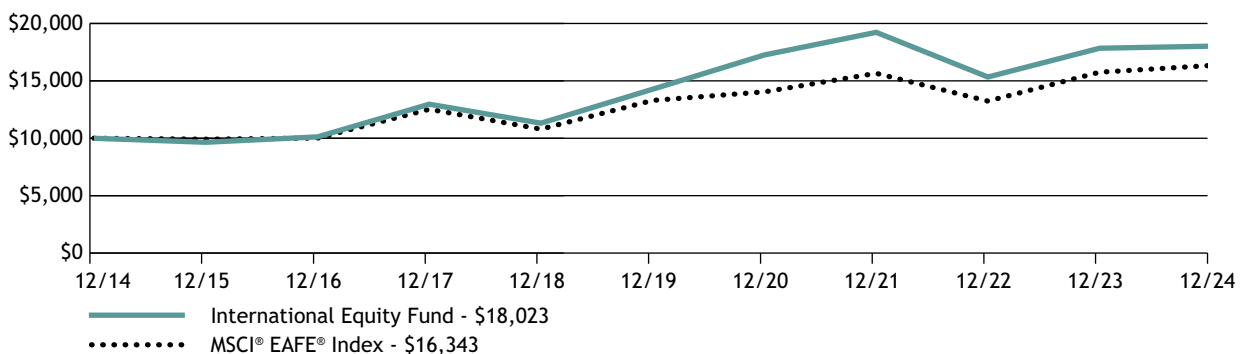
Strong stocks in consumer discretionary and the Fund's relative underweight in this sector contributed to returns. Relative returns were also helped by the Fund's lack of holdings in the underperforming utilities and real estate sectors.

Viewed by geography, the Fund underperformed in Japan and Europe, both outside the eurozone (U.K. and Denmark) and inside the eurozone (Germany and France). The deep value rally in Japan was a headwind for the Fund's fast-growing high-quality holdings, such as **Unicharm Corp**. The company makes disposable adult diapers and feminine care products, one of the most stable areas of consumer demand especially in the aging societies of Japan and China, its two largest markets. Strong stocks in Pacific ex-Japan (Singapore) and the Fund's modest off-benchmark investments in emerging markets contributed to relative performance. Strong returns in emerging markets were driven by Taiwanese semiconductor manufacturer **TSMC**. Shares of the stock were strong throughout the year and surged in the fourth quarter after the company increased its full-year revenue growth forecast from 25% to 30%, citing artificial intelligence demand for leading-edge technologies and better-than-expected growth in smartphones.

Fund Performance

The following graph compares the account values at December 31 of each of the most recent 10 years of a \$10,000 initial investment in the Fund and a broad-based securities market index.

GROWTH OF \$10,000



AVERAGE ANNUAL TOTAL RETURNS	1 Year	5 Years	10 Years
International Equity Fund	1.01%	4.98%	6.06%
International Equity Fund—excluding sales load	1.01%	4.98%	6.06%
MSCI®EAFE®Index	3.82%	4.73%	5.20%

Performance information for the International Equity Fund reflects its performance as an actively managed fund subadvised by Mercator Asset Management through September 14, 2015, as a passively managed portfolio directed by SSGA Funds Management Inc. from September 15, 2015 to January 8, 2016, and after a transition, as an actively managed fund subadvised by Harding Loevner LP from January 15, 2016 to period-end.

The returns reflected in the above table and chart represent past performance, which is no guarantee of future results. The returns do not reflect the deduction of taxes that a shareholder may pay on Fund distributions or the redemption of Fund shares.

To obtain the most recent month-end returns, please visit <https://www.homesteadfunds.com/solutions/performance-prices/> or call 800.258.3030.

Key Fund Statistics

The following table reflects important key statistics as of December 31, 2024.

Fund Net Assets	\$86,350,478
Total Number of Portfolio Holdings	48
Management Fees	\$661,004
Portfolio Turnover	12%

Graphical Representation of Holdings

The tables below reflect the investment diversification and the top 10 holdings of the Fund, shown as a percentage of total investments of the Fund.

COUNTRY DIVERSIFICATION		TOP 10 HOLDINGS	
Japan	19.3%	DBS Group Holdings Ltd.	4.9%
Germany	10.3%	Chugai Pharmaceutical Co., Ltd.	4.0%
Britain	9.3%	Manulife Financial Corp.	3.9%
Switzerland	9.1%	Allianz SE REG	3.8%
France	9.0%	Haleon PLC	3.7%
Sweden	8.5%	Schneider Electric SE	3.7%
Canada	7.7%	Shell PLC	3.6%
Singapore	4.9%	Sony Group Corp.	3.5%
Denmark	3.3%	Roche Holding AG REG	3.3%
Hong Kong	3.1%	Banco Bilbao Vizcaya Argentaria SA	3.1%
Spain	3.1%	Total	37.5%
Taiwan	2.5%		
United States of America	2.0%		
Australia	1.8%		
Netherlands	1.6%		
India	1.0%		
Republic of South Korea	0.9%		
China	0.7%		
Short-term and other assets	1.9%		
Total	100.0%		

Availability of Additional Information

You can find additional information about the Fund such as its prospectus, financial information, holdings, statement of additional information and proxy voting information at <https://www.homesteadfunds.com/fund-literature/>. You can also request this information free of charge by contacting us at 800.258.3030.

