



# Cornerstone Large Growth Fund

2Q2022  
Domestic Equity

## WHY INVEST

- ✓ Quantitatively-driven, repeatable investment process
- ✓ Focus on large companies with high levels of profitability, trading at reasonable valuations

## INVESTMENT CRITERIA

The Fund utilizes a quantitative formula to identify 50 domestic, common stocks\* that meet the following criteria, in the specified order:

1. Above-average market capitalization
2. Price-to-cash flow ratio less than the median of the remaining securities
3. Positive total capital
4. Highest one-year return on total capital

## PORTFOLIO MANAGEMENT



**Neil J. Hennessy**  
13 Years on Fund



**Ryan C. Kelley, CFA**  
5 Years on Fund



**L. Joshua Wein, CAIA**  
3 Years on Fund

## FUND FACTS

	Inv	Inst
Ticker	HFLGX	HILGX
CUSIP	42588P205	42588P403
Inception Date	3/20/09	3/20/09
Gross Expense Ratio	1.29%	1.04%
Morningstar Category	Large Value	
Total Fund Assets	\$126 Million	

## CONTACT US

### Financial Professionals

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### Shareholder Services

800.966.4354  
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## OVERVIEW

Quantitatively managed, the Fund maintains a concentrated portfolio of large, growth-oriented companies.

## AVERAGE ANNUALIZED TOTAL RETURN (%)

	QTR	YTD	1 YR	3 YR	5 YR	10 YR	Incep. (3/20/09)
Investor Class - HFLGX	-19.17	-22.15	-15.96	7.73	7.18	10.16	13.14
Institutional Class - HILGX	-19.13	-22.08	-15.79	8.01	7.47	10.43	13.43
Russell 1000® Index	-16.67	-20.94	-13.04	10.17	11.00	12.82	15.03
S&P 500® Index	-16.10	-19.96	-10.62	10.60	11.31	12.96	15.03

## CALENDAR YEAR TOTAL RETURNS (%)

■ Investor Class - HFLGX ■ Russell 1000® Index

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Investor Class - HFLGX	10.44	33.79	16.18	-6.60	14.69	17.08	-8.98	27.53	5.49	34.66
Russell 1000® Index	16.42	33.11	13.24	0.92	12.05	21.69	-4.78	31.43	20.96	26.46

## RETURNS-BASED STATISTICS

HFLGX Relative to Russell 1000® Index

	3 YR	5 YR	10 YR
Alpha	-2.59	-3.99	-2.88
Beta	1.09	1.09	1.06
Upside Capture	103.07	97.15	92.91
Downside Capture	114.38	113.84	104.66

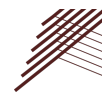
## SHARPE RATIO

	3 YR	5 YR	10 YR
Investor Class - HFLGX	0.42	0.39	0.64
Institutional Class - HILGX	0.43	0.40	0.66
Russell 1000® Index	0.57	0.63	0.89
Large Value Category Average	0.45	0.45	0.71

Sharpe Ratio is a measure of risk-adjusted return, reflecting the average return earned in excess of the risk-free rate per unit of volatility.

*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. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by visiting [hennessyfunds.com](http://hennessyfunds.com).*

\* The Fund identifies companies from the S&P Capital IQ Database, a robust source of data on publicly traded securities. Price-to-cash flow ratio is a stock valuation measure calculated by dividing a firm's cash flow per share into its current stock price.



## PORTFOLIO CHARACTERISTICS

Number of Holdings	50
Active Share vs. Russell 1000® Index	94%
Portfolio Turnover	72%
Median Market Cap	\$17.6 Billion
Median Price/Earnings	9.4x
Median Price/Book	3.6x

Portfolio Turnover and Price/Earnings reflect the trailing 12-month period.

## TOP TEN HOLDINGS (%)

Northrop Grumman Corp.	2.7
Philip Morris International, Inc.	2.6
Gilead Sciences, Inc.	2.6
Sirius XM Holdings, Inc.	2.4
C.H. Robinson Worldwide, Inc.	2.4
AbbVie, Inc.	2.4
Hewlett-Packard Co.	2.3
Hologic, Inc.	2.3
Snap-on, Inc.	2.3
CF Industries Holdings, Inc.	2.3
<b>Total as % of Net Assets</b>	<b>24.2</b>

## SECTOR WEIGHTING (%)

	Fund	Index*	Diff
Industrials	18.7	8.5	+10.2
Materials	18.7	2.8	+15.9
Health Care	17.4	14.8	+2.6
Consumer Discretionary	16.3	10.6	+5.6
Financials	10.2	11.3	-1.1
Information Technology	8.4	26.3	-17.9
Communication Services	4.3	8.4	-4.1
Consumer Staples	2.6	6.6	-4.0
Energy	2.2	4.4	-2.2
Real Estate	0.0	3.4	-3.4
Utilities	0.0	3.0	-3.0
Cash & Other	1.4		

\* Russell 1000® Index



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Must be preceded or accompanied by a current prospectus.

**Mutual fund investing involves risk; Principal loss is possible. Medium-sized companies may have more limited liquidity and greater price volatility than larger companies. Funds concentrated in one or more industry sectors may be subject to a higher degree of market risk. The Fund's formula-based strategy may cause the Fund to buy or sell securities at times when it may not be advantageous.**

Each Morningstar category average represents a universe of funds with similar objectives.

The S&P 500® and Russell 1000® are unmanaged indices commonly used to measure the performance of U.S. stocks. One cannot invest directly in an index.

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Fund holdings and sector weightings are subject to change and should not be considered a recommendation to buy or sell any security.

Alpha measures the fund's excess return relative to the return of the benchmark. Beta measures the volatility of the fund compared to that of the benchmark. The beta of the benchmark is 1.00. Capture ratios measure the fund's overall performance in up markets (positive return periods) and down markets (negative return periods). Price/Earnings measures a stock's price per share compared to earnings. Price/Book measures a stock's price per share to book value. Active Share is a measure of the percentage of stock holdings in a portfolio that differ from the benchmark index. Cash Flow can be used as an indication of a company's financial strength and represents earnings before depreciation, amortization, and non-cash charges. It is the net amount of cash and cash-equivalents moving into and out of business. Return on Capital is a ratio measuring the profitability of a firm expressed as a percentage of funds acquired from investors and lenders.

The Hennessy Funds are distributed by Quasar Distributors, LLC.

**NOT FDIC-INSURED | MAY LOSE VALUE | NOT BANK GUARANTEED**

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