



HLFNX Investor | HILFX Institutional | as of September 30, 2022

Large Cap Financial Fund



3Q2022
Sector & Specialty

WHY INVEST

- ✓ An opportunity to invest in a select group of larger banks and financial services companies
- ✓ Managed by Dave Ellison, the most tenured fund manager in the Financial Services sector
- ✓ Concentrated, actively managed portfolio of 25-50 stocks

PORTFOLIO MANAGEMENT



David Ellison
25 Years on Fund



Ryan C. Kelley, CFA
17 Years on Fund

FUND FACTS

	Inv	Inst
Ticker	HLFNX	HILFX
CUSIP	42588P882	42588P775
Inception Date	1/3/97	6/15/15
Gross Expense Ratio	1.68%	1.32%
Morningstar Category	Financial	
Total Fund Assets	\$43 Million	

OVERVIEW

Actively managed, the Fund maintains a concentrated portfolio of large-cap Financial Services sector stocks.

AVERAGE ANNUALIZED TOTAL RETURN (%)

	QTR	YTD	1 YR	3 YR	5 YR	10 YR	Incep. (1/3/97)
Investor Class - HLFNX	-2.79	-30.27	-29.95	1.85	3.61	8.51	7.25
Institutional Class - HILFX ¹	-2.67	-30.08	-29.71	2.19	3.96	8.81	7.37
Russell 1000® Index Financials	-2.94	-21.01	-16.76	7.21	8.60	12.55	7.32
Russell 1000® Index	-4.61	-24.59	-17.22	7.95	9.00	11.60	8.37

CALENDAR YEAR TOTAL RETURNS (%)

■ Investor Class - HLFNX ■ Russell 1000® Index Financials

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Investor Class - HLFNX	27.77	42.03	7.85	-6.11	14.96	19.38	-11.73	29.75	16.55	18.80
Russell 1000® Index Financials	27.21	34.80	14.66	0.70	16.54	21.57	-8.11	33.76	7.23	35.04

RETURNS-BASED STATISTICS

HLFNX Relative to Russell 1000® Index Financials

	3 YR	5 YR	10 YR
Alpha	-4.97	-4.76	-4.31
Beta	1.03	1.05	1.08
Upside Capture	87.80	94.07	99.37
Downside Capture	103.33	112.28	120.65

SHARPE RATIO

	3 YR	5 YR	10 YR
Investor Class - HLFNX	0.17	0.22	0.49
Institutional Class - HILFX	0.19	0.23	0.50
Russell 1000® Index Financials	0.38	0.45	0.75
Financial Category Average	0.23	0.21	0.51

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.

CONTACT US

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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.

¹ Represents the performance of the Institutional Class shares after 6/15/15 (inception of the share class) and Investor Class for periods prior to that date.

The performance for periods prior to 10/26/12 is that of the predecessor FBR Fund.



PORTFOLIO CHARACTERISTICS

Number of Holdings	30
Active Share vs. Russell 1000® Index Financials	64%
Portfolio Turnover	75%
Median Market Cap	\$40.0 Billion
Median Price/Earnings	9.2x
Median Price/Book	1.2x

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

TOP TEN HOLDINGS (%)

Citizens Financial Group, Inc.	5.3
Bank of America Corp.	5.3
Wells Fargo & Co.	5.3
Berkshire Hathaway, Inc. (Class B)	5.0
KeyCorp	4.9
J.P. Morgan Chase & Co.	4.9
Capital One Financial Corp.	4.7
State Street Corp.	4.7
Huntington Bancshares, Inc.	4.6
Comerica, Inc.	4.5
Total as % of Net Assets	49.1

SECTOR WEIGHTING (%)

	Fund
Financials	81.8
Information Technology	11.8
Cash & Other	6.4

SUB-INDUSTRY WEIGHTING (%)

Regional Banks	34.1
Diversified Banks	19.4
Data Processing & Outsourced Services	9.4
Investment Banking & Brokerage	8.9
Asset Management & Custody Banks	5.7
Consumer Finance	5.4
Multi-Sector Holdings	5.0
Mortgage REITs	3.0
Technology Hardware, Storage & Peripherals	2.4
Financial Exchanges & Data	0.3



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Must be preceded or accompanied by a current prospectus.

Mutual fund investing involves risk; Principal loss is possible. A non-diversified fund, one that may concentrate its assets in fewer holdings than a diversified fund, is more exposed to individual stock volatility than a diversified fund. Investments are focused in the financial services industry. Sector funds may be subject to a higher degree of market risk. Small and medium-sized companies may have more limited liquidity and greater price volatility than larger companies. Investments in foreign securities may involve political, economic, and currency risk, greater volatility, and differences in accounting method.

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

The Russell 1000® Financial Services Index and the Russell 1000® Index is an unmanaged index commonly used to measure the performance of U.S. small-capitalization financial sector 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.

The Hennessy Funds are distributed by Quasar Distributors, LLC.

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

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