

Q3 // September 30, 2020

FUND FACTS

| Class | Inception Date | Ticker | Expense Ratio: Gross | Ratio: Net |
|-------|----------------|--------|----------------------|------------|
| A | 02/16/93 | GUTEX | 1.02% | 0.80% |
| C | 08/07/00 | RETCX | 1.82% | 1.60% |
| Y | 05/12/09 | RSTYX | 0.83% | 0.69% |

Net expense ratio reflects the waiver, reimbursement or recoupment of management fees, as applicable, contractually agreed to through April 30, 2021.

Investment Style

Muni National Long

Investment Objective and Strategy

The Victory Tax Exempt Fund seeks to maximize current income exempt from federal income taxes, consistent with the preservation of capital. Under normal circumstances at least 80% of the value of its assets will be invested in tax-exempt municipal obligations. This is a fundamental policy that cannot be changed without shareholder approval. The Fund invests primarily in investment-grade municipal obligations, the interest on which is, in the opinion of the issuer's bond counsel, exempt from federal income tax including the federal alternative minimum tax.

About the Fund

- Portfolios built bond-by-bond based on in-depth review of issuers' creditworthiness and of security structures.
- At least 80% of the Fund's net assets will ordinarily be allocated to tax-exempt municipal bonds, with up to 20% invested in bonds that are subject to regular federal income tax.

Portfolio Managers

Andy Hattman, CFA, CAIA. Since 2020.

John Bonnell, CFA. Since 2020.

Regina Conklin, CFA, CPA. Since 2020

MORNINGSTAR RATINGS AND RANKINGS

| | Overall | 3 Year | 5 Year | 10 Year |
|-------------------------|---------|--------|--------|---------|
| Morningstar Rating | ★★★ | ★★★ | ★★★ | ★★ |
| Morningstar Ranking (%) | — | 46 | 52 | 81 |
| # of Funds | 146 | 146 | 132 | 106 |

Morningstar Category: Muni National Long

Morningstar ratings and rankings are based on the A 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
PERFORMANCE
Average Annual Total Returns (%)

| As of September 30, 2020 | Q3 2020 | YTD | 1 Year | 3 Year | 5 Year | 10 Year | Since Inception |
|--|---------|-------|--------|--------|--------|---------|-----------------|
| A Shares, without sales charge | 1.84 | 1.74 | 2.39 | 4.15 | 3.72 | 3.56 | 4.60 |
| A Shares, with sales charge (max. 2.00%) | -0.42 | -0.59 | 0.08 | 3.36 | 3.25 | 3.33 | 4.51 |
| Bloomberg Barclays Municipal Bond Index | 1.23 | 3.33 | 4.09 | 4.28 | 3.84 | 3.99 | — |

Calendar Year Performance (%)

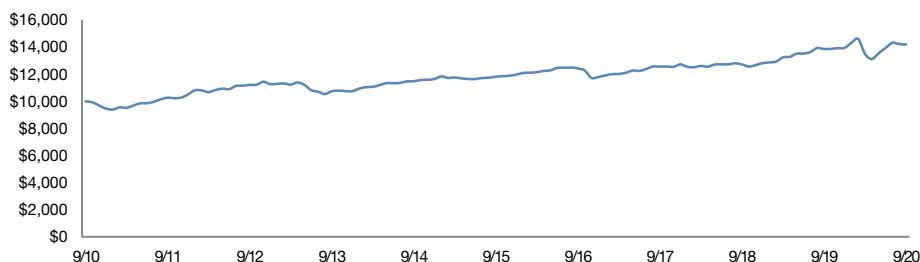
| 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | |
|---|------|-------|------|-------|------|------|-------|------|------|------|
| A Shares, without sales charge | 1.21 | 11.11 | 7.19 | -4.67 | 8.39 | 2.76 | -1.40 | 7.89 | 0.69 | 8.82 |
| Bloomberg Barclays Municipal Bond Index | 2.38 | 10.70 | 6.78 | -2.55 | 9.05 | 3.30 | 0.25 | 5.45 | 1.28 | 7.54 |

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

A Shares, without sales charge (09/30/2010–09/30/2020)

Ending Value \$14,189



PORTFOLIO INFORMATION As of September 30, 2020

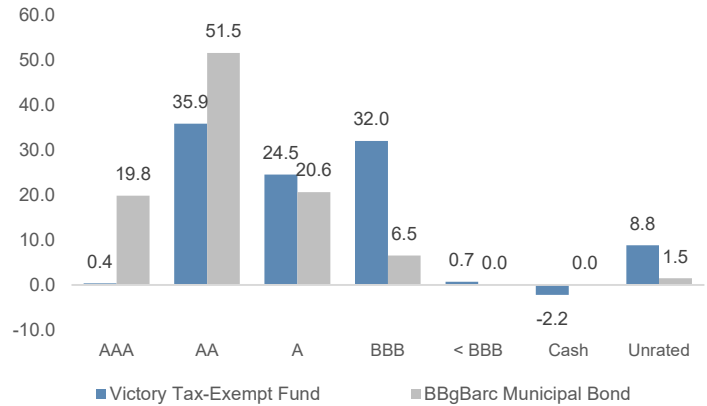
| Top Ten Issuers | % Fund |
|---------------------------------|--------------|
| Chicago Go | 7.16 |
| New Jersey Eda School Imp | 5.54 |
| Port Auth New York/New Jersey | 5.38 |
| City Of Richland Electric | 4.65 |
| Chicago Il Transit Auth | 4.56 |
| Chicago School Go | 4.40 |
| Philadelphia Pa Sch Dist | 4.38 |
| Trinity Health Care Group | 3.87 |
| Jackson Health System | 3.80 |
| Chicago Wastewater Transmission | 3.73 |
| Total | 47.47 |

Issuers are subject to change.

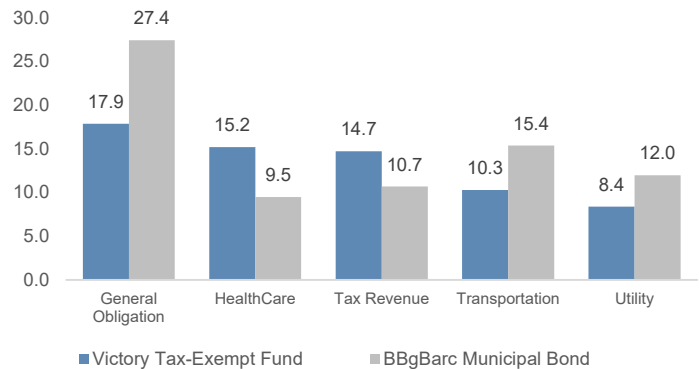
| Fund Statistics | Fund | BBgBarc Municipal Bond |
|------------------------------------|-------|------------------------|
| Net Assets | 61.1M | - |
| Average Effective Duration (years) | 6.9 | 5.4 |
| Number of Securities | 45 | 55,453 |
| 30-Day SEC Yield Subsidized | 1.66% | - |
| 30-Day SEC Yield Unsubsidized | 1.43% | - |

Yields shown reflects the A share class.

Credit Quality (% Fund)



Top 5 Sectors (% Fund)



An investor should consider the fund’s investment objectives, risks, charges and expenses carefully before investing or sending money. This and other important information about the fund can be found in the fund’s prospectus, or, if available, the summary prospectus. To obtain a copy, visit www.victoryfunds.com. Read the prospectus carefully before investing.

Not all share classes are available to all investors.

All investing involves risk, including potential loss of principal. Bond funds are subject to interest rate risk, credit risk and prepayment risk. When interest rates rise, bond prices generally fall, and when interest rates fall, bond prices generally rise. Currently, interest rates are at relatively low levels. Please keep in mind that in this kind of environment, the risk that bond prices may fall when interest rates rise is potentially greater. Investors in the Fund may be subject to alternative minimum tax (AMT) and certain other state and local taxes. High yield bond investing includes special risks. Investments in lower-rated and unrated debt securities are subject to a greater loss of principal and interest than investments in higher-rated securities.

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 Bloomberg Barclays Municipal Bond Index (BBgBarc Municipal Bond) is considered to be generally representative of investment-grade municipal issues having remaining maturities greater than 1 year and a national scope.

©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.

The Fund is distributed by Victory Capital Services, Inc., member FINRA, an affiliate of Victory Capital Management Inc. Victory Capital Management Inc. is the adviser to the Fund.

©2020 Victory Capital Management Inc.
V17.219 // 3Q 2020 VC Tax Exempt Fund FS