

PNC Funds is pleased to announce the expansion of its large-cap equity product offerings to include three multi-factor funds: PNC Multi-Factor All Cap, PNC Multi-Factor Large Cap Value, and PNC Multi-Factor Large Cap Growth Funds. The decision to offer these product extensions comes in response to investor demand for higher alpha opportunities within the large-cap space and their willingness to obtain that higher alpha by investing in an unconstrained portfolio.¹ As a result, on March 31, 2017, the current large-cap funds will transition into three multi-factor mutual funds.

The multi-factor funds will be based on the Advantage Equity team’s multi-factor model in terms of stock selection, portfolio construction, and sell decisions. They will be managed by industry veteran Douglas J. Roman, CFA, CMT, managing director, Advantage Equity, Mark W. Batty, CFA, senior portfolio manager, and Michael Coleman, portfolio manager. The Advantage Equity team will also continue to manage the Large Cap Advantage Equity strategies in a separate account format, which will employ the Advantage multi-factor investment model as the backbone of each strategy, along with in-depth fundamental analysis.

We are long-standing advocates and practitioners of factor-based investing, with both our large-cap centric Advantage Equity and small-cap centric Structured Equity teams. While each has its own specific set of factors and portfolio construction processes, multi-factor model development and application have been in place at PNC Capital Advisors, LLC for well in excess of 10 years for both of these teams.

A summary of the changes is below and more information is also available in the [prospectus](#) supplements dated January 9, 2017.

Existing Fund Name	Fund Name Effective March 31, 2017	Existing Benchmark	Benchmark Effective March 31, 2017
PNC Large Cap Core Fund	PNC Multi-Factor All Cap Fund	S&P 500 Index	Russell 3000 Index
PNC Large Cap Value Fund	PNC Multi-Factor Large Cap Value Fund	Russell 1000 Value Index	Russell 1000 Value Index
PNC Large Cap Growth Fund	PNC Multi-Factor Large Cap Growth Fund	Russell 1000 Growth Index	Russell 1000 Growth Index

¹The excess return of the fund relative to the benchmark index is a fund’s alpha.



Investments in value companies can continue to be undervalued for long periods of time and be more volatile than the stock market in general. Investments in growth companies can be more sensitive to the company's earnings and more volatile than the stock market in general. To the extent that the Fund focuses its investments in the securities of a particular issuer or companies in a particular country, group of countries, region, market, industry, group of industries, sector or asset class, the Fund's exposure to various risks may be heightened. Investments in mid-capitalization companies may be more vulnerable to adverse business or economic events than larger, more established companies. Investments in small-capitalization companies may be more vulnerable to adverse business or economic events than larger, more established companies.

Investment models may prove to be unsuccessful and may not perform as expected. Investment models, such as quantitative and algorithmic models, involve the risk that construction and implementation (including for example, data problems and/or software issues) may create errors or limitations that might go undetected or are discovered only after the errors or limitations have adversely impacted the Fund. Investment models may use simplifying assumptions that can limit their effectiveness.

Past performance is no guarantee of future results.

NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE

You should consider the investment objectives, risk, charges, and expenses of PNC Funds carefully before investing. A prospectus or summary prospectus with this and other information may be obtained at 800-622-FUND (3863) or pncfunds.com. Please read the prospectus carefully before investing.

PNC Capital Advisors, LLC, a subsidiary of The PNC Financial Services Group, Inc., serves as investment adviser and co-administrator to PNC Funds and receives fees for its services. PNC Funds are distributed by PNC Funds Distributor, LLC, which is not affiliated with the adviser and is not a bank.

