

Expansion of PNC Funds' Multi-Factor Offerings

March 31, 2017

We are pleased to announce the expansion of PNC Funds' multi-factor offerings. Effective March 31, 2017 PNC Funds' large-cap offerings have transitioned to three multi-factor funds: PNC Multi-Factor All Cap, PNC Multi-Factor Large Cap Growth, and PNC Multi-Factor Large Cap Value Funds. A summary of the changes is below.

Previous Fund Name	Fund Name Effective March 31, 2017	Previous 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 Growth Fund	PNC Multi-Factor Large Cap Growth Fund	Russell 1000 Growth Index	Russell 1000® Growth Index
PNC Large Cap Value Fund	PNC Multi-Factor Large Cap Value Fund	Russell 1000 Value Index	Russell 1000® Value Index

We are long-standing practitioners of factor-based investing and made the decision to offer these products due 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 The multi-factor funds are based on the Advantage Equity team's multi-factor model in terms of stock selection, portfolio construction, and sell decisions. The Funds will continue to be managed by industry veteran Douglas J. Roman, CFA, CMT, managing director, Advantage Equity, Mark W. Batty, CFA, senior portfolio manager, and Michael Coleman, equity analyst.

To learn more about the multi-factor model and its use in the Funds a [video](#) is available on [pncfunds.com](#). In addition, detailed information (including total annual expenses) is available in the Overview tab in the Funds section at [pncfunds.com](#) for [PNC Multi-Factor All Cap](#), [PNC Multi-Factor Large Cap Growth](#), and [PNC Multi-Factor Large Cap Value Funds](#).

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

On March 31, 2017, the All Cap Fund changed its strategy and will now pursue a multi-factor approach and will no longer have a policy to invest 80% of its net assets plus any borrowings for investment purposes in equity securities issued by large-cap companies.

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.

© The PNC Financial Services Group, LLC, Inc. All rights reserved.

