

PNC Emerging Markets Equity Fund

Period ending 12/31/18

NASDAQ SYMBOLS I Shares: PIEFX A Shares: PAEFX R Shares: PERMX

PNC Emerging Markets Equity Fund seeks long-term capital appreciation by primarily investing in equity securities that are tied economically to emerging market countries throughout the world.

PERFORMANCE SUMMARY TOTAL RETURNS

Share Class (Inception Date)		3 Mos	Year to Date	1 Year	ANNUALIZED			Since* Inception	Max Sales Chg.	Max CDSC	Gross Exp. Ratio	Net Exp. Ratio ¹
					3 Years	5 Years	10 Years					
Class I (3/31/17)		-12.88%	-22.16%	-22.16%	—	—	—	3.65%	—	—	2.09%	1.26%
Class A ²	NAV	-13.13%	-22.37%	-22.37%	—	—	—	3.38%	5.50%	—	2.35%	1.52%
	POP	-17.91%	-26.63%	-26.63%	—	—	—	0.11%	5.50%	—	2.35%	1.52%
Class R ³ (3/31/17)		-12.88%	-22.16%	-22.16%	—	—	—	3.65%	—	—	2.34%	1.51%
MSCI Emerging Markets Index ⁴		-7.47%	-14.58%	-14.58%	9.25%	1.65%	8.02%	—	—	—	—	—

*Since inception returns are cumulative.

1 Net operating expenses reflect contractual waivers and expense reimbursements that continue through the end of September 2019. For more information on fee waivers or expense reimbursements please see the expense table in the prospectus. If the waivers or reimbursements were not in effect the Fund's performance would have been lower.

2 Class A shares are available for purchase but presently have no shareholders.

3 Since there are no class R shares outstanding since inception date of 3/31/17, performance shown for class R shares is based on the returns of the Fund's class I shares and is not adjusted to reflect the expenses of class R shares.

Past performance is no guarantee of future results. Investment return and principal value will fluctuate so that shares, when redeemed, may be worth more or less than their original cost. POP (Public Offering Price) figures reflect maximum sales charge in class A shares of 5.50%. NAV (Net Asset Value) returns do not include the effect of any applicable sales charges. Current performance may be lower or higher than that shown here. Performance data current to the most recent month-end is available at 800-622-FUND (3863) or pncfunds.com.

PORTFOLIO CHARACTERISTICS AND RISK STATISTICS (3 YEAR PERIOD)

Number of Securities ⁵ 68	P/E 12 Month ⁶ 15.2	Alpha ⁸ —
Total Fund Net Assets \$10.7M	Turnover 12 Month 42.44%	Beta ⁹ —
Average Market Cap \$91,202M	Standard Deviation ⁷ —	Sharpe Ratio ¹⁰ —

COUNTRY WEIGHTINGS ¹¹

	Emerging Markets Equity Fund	MSCI Emerging Markets Index ⁴	Variance
China	26.54%	30.36%	-3.82%
Korea	14.85%	13.77%	1.08%
Taiwan	10.42%	11.39%	-0.97%
Brazil	8.88%	7.49%	1.39%
Thailand	5.60%	2.42%	3.18%
United Arab Emirates	4.00%	0.76%	3.24%
Hungary	3.64%	0.33%	3.31%
Hong Kong	3.30%	0.05%	3.25%
Egypt	3.21%	0.12%	3.09%
Argentina	2.93%	0.00%	2.93%
Philippines	2.10%	1.11%	0.99%

11 Data is for illustration purposes only as they are not a permanent reflection of Fund composition and is subject to change at any time. Top Ten Holdings are calculated based on Fund net assets. Country weightings are calculated based on the total net assets and notional market value of derivative contracts. Notional derivative contracts, such as equity index futures, will be allocated to the country of representative exposure.

4 The MSCI Emerging Markets Index captures large- and mid-cap representation across 24 Emerging Markets (EM) countries. With 832 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country. The index is not available for direct investment. Unlike a mutual fund, the performance of an index assumes no taxes, transaction costs, management fees, or other expenses.

5 Number of Securities includes futures, forwards, ETFs, and other cash-like securities.

6 Measure of the price paid for a share relative to the income or profit earned by the firm per share.

7 Statistical measure of volatility, calculating the average deviation of a return series from its mean.

8 Measure of risk-adjusted performance, considering the risk due to the specific security.

9 Quantitative measure of the volatility of a fund relative to the MSCI Emerging Markets Index⁴.

10 Risk-adjusted measure calculated using standard deviation and excess return to determine reward per unit of risk.

TOP TEN HOLDINGS ¹¹

TENCENT HOLDINGS LTD	7.21%
ALIBABA GROUP HOLDING LTD	4.80%
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	4.69%
SAMSUNG ELECTRONICS CO LTD	4.61%
SAMSUNG SDI CO LTD	3.52%
PING AN INSURANCE GROUP COOF CHINA LTD	2.42%
CHINA MERCHANTS BANK COLTD	2.38%
SAMSUNG BIOLOGICS CO LTD	2.26%
MEDY-TOX INC	2.24%
AIA GROUP LTD	2.21%

INVESTMENT STRATEGY

PNC Emerging Markets Equity Fund seeks to provide long-term capital appreciation. The Fund aims to achieve this objective by primarily investing in equity securities that are economically tied to emerging market countries throughout the world. The Fund uses a top-down/bottom-up approach, which results in a diversified portfolio that is flexible to market conditions.

INVESTMENT RISKS

International investments are subject to special risks not ordinarily associated with domestic investments, including currency fluctuations, economic and political change, and differing accounting standards that may adversely affect portfolio securities. These risks may be heightened in emerging markets. Because frontier markets are among the smallest, least mature, and least liquid of the emerging markets, investments in frontier markets generally are subject to a greater risk of loss than investments in developed markets or traditional emerging markets. To the extent that the Fund invests directly in foreign currencies or in securities that trade in, and pay revenues in, foreign currencies, or derivatives that provide exposure to foreign currencies, the Fund will be exposed to the risk that the currencies will decline in value relative to the U.S. dollar, or, in the case of hedging positions, that the U.S. dollar will decline in value relative to the hedged currency. Investments in growth companies can be more sensitive to the company's earnings and more volatile than the stock market in general. The Fund may invest a portion of its assets in derivatives. Derivative instruments include options, futures, and options on futures. A small investment in derivatives could have a potentially large impact on the Fund's performance. The Fund may be unable to terminate or sell a derivatives position. Derivative counterparties may suffer financial difficulties and may not fulfill their contractual obligations. The Fund's investments in securities that are or become illiquid may reduce the returns of the Fund because it may be unable to sell the illiquid securities at an advantageous time or price.

MANAGEMENT TEAM**Martin C. Schulz**

Managing Director, International Equity
24 years industry experience
Managed fund since: 2017

Calvin Y. Zhang

Senior Analyst/Portfolio Manager,
International Equity
14 years industry experience
Managed fund since: 2017

Past performance is no guarantee of future results.

You should consider the investment objectives, risks, 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. The prospectus should be read carefully before investing.

• NOT FDIC INSURED • NO BANK GUARANTEE • MAY LOSE VALUE

PNC Capital Advisors, LLC (PCA), 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.