

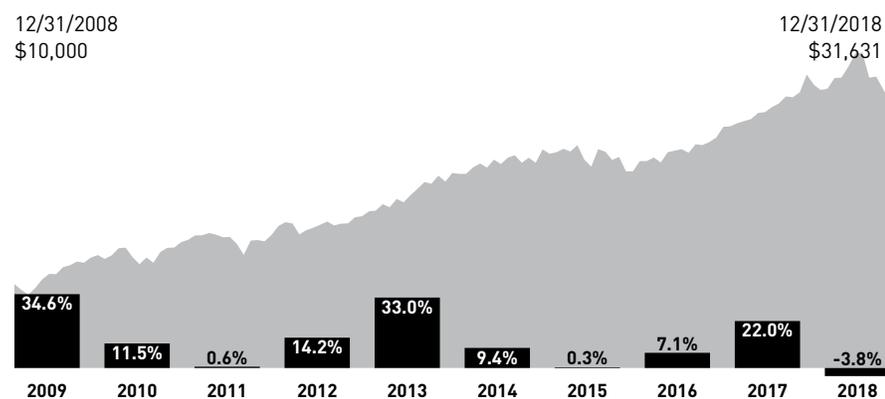
## Fund Performance

|                                  | 3 month | YTD    | 1 year | 3 year** | 5 year** | 10 year** |
|----------------------------------|---------|--------|--------|----------|----------|-----------|
| <b>Bridges Investment Fund</b>   | -15.89% | -3.76% | -3.76% | 7.93%    | 6.65%    | 12.20%    |
| <b>S&amp;P 500 Stock Index</b>   | -13.52% | -4.38% | -4.38% | 9.26%    | 8.49%    | 13.12%    |
| <b>Russell 1000 Growth Index</b> | -15.89% | -1.51% | -1.51% | 11.15%   | 10.40%   | 15.29%    |

\*\* Annualized Return

Performance data quoted represents past performance and 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. Fund performance current to the most recent month-end may be lower or higher than the performance quoted and can be obtained by calling 866-934-4700.

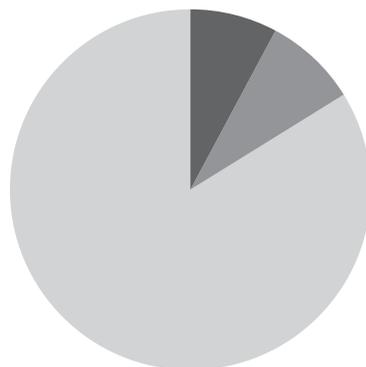
## Growth of 10k and Annual Year Returns



This chart illustrates the performance of a hypothetical \$10,000 investment made 10 years ago. Assumes reinvestment of capital gains and dividends, but does not reflect the effect of any applicable sales charges or redemption fees. This chart is not intended to imply any future performance and represents past performance.

## Portfolio Statistics

|   |                                   |
|---|-----------------------------------|
|  | <b>Common Stock 83.83%</b>        |
|  | <b>Cash Equivalents 8.35%</b>     |
|  | <b>Exchange-Traded Fund 7.82%</b> |



Fund holdings and sector allocations are subject to change and should not be considered a recommendation to buy or sell any security. Current and future portfolio holdings are subject to risk.

## Fund Facts

|                       |                 |
|-----------------------|-----------------|
| Symbol:               | BRGIX           |
| Cusip:                | 108439100       |
| Dividend Policy:      | Quarterly       |
| Inception Date:       | 7/1/1963        |
| Minimum Investment:   | \$1,000.00      |
| Manager Tenure:       | Over 21 Years   |
| Fund Net Assets:      | \$151.1 million |
| Total # of Stocks:    | 52              |
| Total # Fixed Income: | 1               |
| Turnover Ratio:       | 2.75%           |
| Expense Ratio:        | 0.80%           |
| Sales Charge:         | None            |
| Redemption Fee:       | None            |

## Top 10 Stock Holdings

|                                    |              |
|------------------------------------|--------------|
| MasterCard, Inc.                   | 7.7%         |
| Apple, Inc.                        | 7.0%         |
| Alphabet, Inc.                     | 5.5%         |
| Amazon.com, Inc.                   | 5.0%         |
| iShares Core S&P Mid Cap Index     | 4.4%         |
| Visa, Inc.                         | 3.5%         |
| iShares Core S&P Small Cap Index   | 3.4%         |
| Booking Holdings, Inc.             | 3.0%         |
| Berkshire Hathaway, Inc. - Class B | 2.7%         |
| Union Pacific Corp.                | 2.5%         |
| <b>Total Top Ten Holdings</b>      | <b>44.7%</b> |

## Industry Allocation (Top 12) (% of stocks)

|                                   |               |
|-----------------------------------|---------------|
| Computer & Elect. Product Mfg.    | 16.09%        |
| Admin. & Support Services         | 12.62%        |
| Funds, Trusts, & Other Financials | 7.82%         |
| Chemical Manufacturing            | 6.20%         |
| Credit Intermediation             | 6.10%         |
| Nonstore Retailers                | 4.96%         |
| Insurance Carriers & Related      | 4.61%         |
| Data Process., Hosting, & Rel.    | 4.45%         |
| Broadcasting (except Internet)    | 3.52%         |
| Sec., Comdty., & Other Fin.       | 3.46%         |
| Prof., Sci., & Tech. Services     | 2.78%         |
| Rail Transportation               | 2.55%         |
| <b>Total</b>                      | <b>75.16%</b> |

### Ticker Symbols BRGIX

**Cusip number: 108439100**

**Toll free number: 866-934-4700**

## Investment Update

Volatility returned to the capital markets with a vengeance in 2018, after an uncharacteristically placid 2017. Downside volatility was especially pronounced in late January – early February, when the S&P 500 (SPX or “the Index”) declined 12% in eight trading days.

After the sharp decline early in the year, stocks moved steadily higher through the end of the third quarter, propelled by strong corporate earnings growth.

However, equities sold off sharply in early October, initially based on hawkish comments from new Federal Reserve Chairman Powell. While Powell moderated his stance later in the quarter, investors also focused on a variety of other issues in the quarter, ranging from concerns about the strength of future earnings growth, the timing of the next recession, risks around trade and tariff negotiations with China, softening global economic data, and continued dysfunction in Washington.

The fourth quarter was the worst for stocks since 2008, and equities posted their worst December since 1931. The S&P 500 declined 20.2% between October 2 and December 26 (technically a “bear market”), and while the SPX rallied 6.5% over the last four trading days of the year, the Index ended the year with a total return of -4.39%, its first negative year since 2008.

The critical question for investors is whether the fourth quarter’s stock decline is signaling the onset of a recession, or whether the fourth quarter pullback in stock prices represents a normal correction within the context of a continuation of the current economic expansion.

While economic data has shown signs of softening since mid-2018, in our view, there are few indications that a recession is imminent.

The decline in stock prices during the fourth quarter of 2018 improved equity valuations materially. The S&P 500 ended the third quarter with a valuation of 16.4x estimated 2019 earnings, and it closed 2018 trading at 14.6x estimated 2019 earnings. (Notably, consensus earnings estimates for the S&P 500 for 2019 fell from \$179 to \$171 during the quarter).

We have established a 2019 year-end “fair value” target range of 2,550-3,175 for the S&P 500 (15.0x-18.0x estimated 2019 earnings of \$170-177), which implies upside of roughly 15% from the S&P’s 2018 year-end level of 2,506 to the midpoint of our range of fair value. Our preliminary year-end 2020 fair value target range is 2,700-3,350 (15.0-18.0x estimated 2020 earnings of \$180-187). Our single point year-end fair value estimates for 2019 and 2020 are 2,900 and 3,100 respectively.

We expect continued equity market volatility in 2019, and we would not be surprised if stocks traded 20-25% below and above the 2018 year-end level of the S&P 500 of 2,506 during the upcoming year.

The salient risks that impact our outlook for 2019 are the same as those that contributed to the capital markets volatility in the fourth quarter:

1. Corporate earnings growth is likely to slow in 2019, as the effects of the 2017 corporate income tax recede. In our view, company management commentary coincident with the release of fourth quarter earnings in January will be more important than usual, given the market’s reaction to third quarter earnings, which were generally in line with expectations, but which in many cases were viewed as “not good enough” and/or were accompanied by tepid forward commentary by management.
2. Economic data showed some softening during the fourth quarter; investors will be keenly attuned to data points that may suggest the onset of the next recession as the first half of 2019 unfolds.
3. The Fed’s response to economic data in the first half of 2019 will be critical; a continued hawkish stance would likely result in periods of material stock price weakness.
4. Trade policy with China will also be an important factor impacting capital markets; further political dysfunction and uncertainty emanating from Washington is also a key risk factor in the first half of 2019.

While we expect 2019 to be volatile and challenging, we are constructive on the long-term outlook for equities given the level of current valuations and our expectation that long-term corporate earnings growth will be positive.

## Fund Management

### Edson (Ted) L. Bridges III



Edson (Ted) L. Bridges III, CFA is the portfolio manager of the Bridges Investment Fund, Inc. Mr. Bridges has been responsible for the day-to-day management of the Fund’s portfolio since April 11, 1997, when he was elected President of the Fund. He is also President and CEO of Bridges Investment Management, Inc., the Fund’s investment adviser. He graduated from Dartmouth College and earned a J.D. degree from the University of Nebraska Law School. Mr. Bridges joined Bridges Investment Counsel, Inc. in 1983 and has been responsible for the Firm’s securities research and portfolio management.

## Investment Strategy

The Bridges Investment Fund, Inc. is a general equity fund whose primary investment objective is long-term capital appreciation. The Fund’s equity investment process focuses on identifying companies which have superior revenue, earnings, dividend, and free cash flow growth and above-average profit margins, profitability and balance sheet quality.

Historically, the Fund has tended to primarily own larger companies, although at any time, the Fund may own small, medium, or large capitalization companies.

Normally, equity securities of U.S. companies will represent 60% or more of the Fund’s assets. The Fund’s secondary investment objective is the generation of a moderate amount of investment income.

The Fund may acquire investment grade corporate bonds, debentures, U.S. Treasury bonds and notes, and preferred stocks. Normally, such fixed-income securities will not constitute more than 40% of the Fund’s portfolio.

## The Bridges Advantage

**Focused** - Emphasis on identifying companies with superior growth and profitability metrics, and attractive long-term market valuations.

**Experienced** - The portfolio manager has over 35 years of investment experience and has been managing the Fund for over 21 years.

**Independent** - The portfolio manager is supported by a team of seasoned financial analysts who Conduct independent fundamental research.

**Cost Efficient** - The expense ratio is lower than the equity mutual fund universe average.\* The fund’s low portfolio turnover minimizes transaction expenses.

\*Source: Morningstar

**Committed** - The portfolio manager and other Fund officers invest their own money in the Fund.

**Proven** - The Fund has a long track record of performance.

## Investor Profile

This multi-cap fund may be suitable core holding for an investor’s overall portfolio should that investor desire to invest in the broad U.S. equity markets.

## Fund Objective

The Bridges Investment Fund’s primary investment objective seeks long-term capital appreciation, with a secondary objective of generation of a moderate amount of investment income.

*The Fund’s investment objectives, risks, charges and expenses must be considered carefully before investing. The statutory and summary prospectuses contain this and other important information about the investment company, and may be obtained by calling 1/866/934-4700 or visiting [www.bridgesfund.com](http://www.bridgesfund.com). Read carefully before investing.*

The S&P 500 Index is a broadly based unmanaged composite of 500 stocks which is widely recognized as representative of price changes for the U.S. equity market in general. The Russell 1000 Growth Index is an unmanaged composite of stocks that measures the performance of the stocks of companies with higher price-to-book ratios and higher forecasted growth values from a universe of the 1,000 largest U.S. companies based on total market capitalization. You cannot invest directly in a specific index.

The S&P SmallCap Index measures the small-cap segment of the U.S. equity market. The index is designed to track companies that meet specific inclusion criteria to ensure that they are liquid and financially viable.

The S&P MidCap Index provides investors with a benchmark for mid-sized companies. The index, which is distinct from the large-cap S&P 500®, measures the performance of mid-sized companies, reflecting the distinctive risk and return characteristics of this market segment.

**Mutual fund investing involves risk; principal loss is possible. The Fund invests in foreign securities which involve political, economic and currency risks, greater volatility and differences in accounting methods.**

**Growth stocks typically are more volatile than value stocks; however, value stocks have a lower expected growth rate in earnings and sales.**

**Small and medium capitalization companies tend to have limited liquidity and greater price volatility than large capitalization companies. Investments in debt securities typically decrease in value when interest rates rise. This risk is usually greater for long-term debt securities. Earnings growth for a Fund holding does not guarantee a corresponding increase in market value of the holding or the Fund.**

- Earnings per share: The portion of a company’s profit allocated to each outstanding share of common stock. Earnings per share serves as an indicator of a company’s profitability.

- Price-Earnings ratio (P/E ratio): The ratio for valuing a company that measures its current share price relative to its per-share earnings.

- Free Cash Flow: Measures the cash generating capability of a company by adding non-cash charges (e.g. depreciation) and interest expense to pretax income.

- Cash Flow: The net amount of cash and cash-equivalents moving into and out of a business. • Dividend Yield is a financial ratio that indicates how much a company pays out in dividends each year relative to its share price.

While the fund is no-load, management fees and other expenses still apply.

Opinions expressed are those of Bridges Investment Fund and are not intended to be a forecast of future events, a guarantee of future results, nor investment advice.

Quasar Distributors, LLC, distributor