

Integrity Short Term Government Fund

Class A / MDSAX

ANNUAL SHAREHOLDER REPORT

The Integrity Funds
July 31, 2024



This shareholder report contains important information about the Integrity Short Term Government Fund. Period covered: August 1, 2023 through July 31, 2024

You can find additional information about the Fund at www.integrityvikingfunds.com/documents or by calling us at (800) 276-1262.

What were the Fund costs for the past year?

(Based on a hypothetical \$10,000 investment)

Class Name	Cost of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Class A	\$80	0.80%

How did the Fund perform last year and what affected its performance?

For the 12-month period ended July 31, 2024, the Fund had a total return of 7.49% which outperformed its benchmark, the ICE BofA 1-3 Year US Treasury Index which had a total return of 5.35%. Fixed income sectors in general benefited from the pivot in Fed policy, when the FOMC indicated in its December 2023 meeting a gradual shift of monetary policy from a “higher for longer” regime to prospective rate cuts. The portfolio’s weighting in certain Ginnie Mae mortgage-backed securities sectors and security selection further contributed to the total return of the Fund.

What Factors Influenced Performance?

The spread of Agency mortgage-backed securities over Treasuries tightened significantly from the wide levels that prevailed during the Fed hiking campaign. A higher overall yield also improved the income return of the portfolio. Short duration Agency mortgage-backed securities backed by loans originated post the COVID pandemic contributed meaningfully to performance. Lastly, yield curve reshaping positively impacted returns as 2-year Treasury yields decreased by 62 basis points over the 12-month period, while the 10-year Treasury yields was higher by 7bps.

Positioning (Sector)

The portfolio continues to overweight Agency mortgage-backed securities relative to Treasuries and, more specifically, Ginnie Mae Project Loan mortgage-backed securities. Also, the Fund has a moderately longer duration than the benchmark which should be a benefit if short maturity Treasury yields decline.

Performance

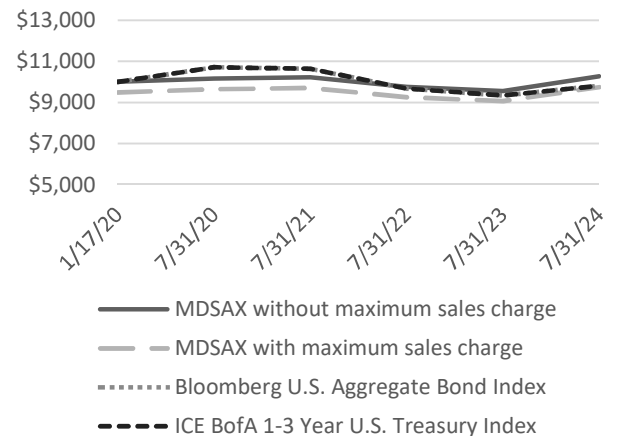
Income and positive price return each contributed about half of the total return over the 12-month period. The portfolio yield also exceeded that of the benchmark over the 12-month period.

How did the Fund perform over the past 10 years?*

The chart below reflects a hypothetical \$10,000 investment in the class of shares noted with and without sales charge. The chart uses total return NAV performance and assumes reinvestment of dividends and capital gains. Fund expenses, including 12b-1 fees, management fees and other expenses were deducted.

CUMULATIVE PERFORMANCE

January 17, 2020 through July 31, 2024



AVERAGE ANNUAL TOTAL RETURN (%)

For the Periods Ended July 31, 2024

	1 Year	5 Years	Inception [^]
Class A without sales charge	7.49	N/A	0.58
Class A with sales charge	5.32	N/A	0.13
Bloomberg U.S. Aggregate Bond Index	5.10	N/A	-0.39
ICE BofA 1-3 Year U.S. Treasury Index	5.35	N/A	1.16

[^]Inception Date of 1/17/2020

* The Fund’s past performance is not a good predictor of the Fund’s future performance. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemptions of Fund shares.

What are some key Fund statistics?

(as of July 31, 2024)

Total Net Assets (Millions)	\$16.9
Number of Holdings	121
Total Advisory Fee Paid	\$0
Annual Portfolio Turnover	57%

What did the Fund invest in?

(as of July 31, 2024)

Sectors	% Net Assets	Top 10 Holdings	% Net Assets
Mortgage Backed Securities	96.1	Ginnie Mae II Pool, 6.500% 04/20/54	3.45
		Fannie Mae Pool, 5.500% 05/01/53	2.67
U.S. Government Note/Bonds	2.8	Freddie Mac REMICS, Variable Rate 02/15/42	2.46
Cash Equivalents and Other	1.1	Fannie Mae Pool, 6.000% 01/01/53	2.41
		Freddie Mac Pool, 5.500% 01/01/53	2.40
		Fannie Mae Pool, 6.000% 01/01/43	2.34
		Freddie Mac Pool, 6.000% 02/01/43	2.25
		Freddie Mac Pool, 6.500% 10/01/2053	2.19
		Ginnie Mae II Pool, 7.000% 02/20/54	2.08
		Freddie Mac REMICS, Variable Rate 07/15/32	2.07

Where can I find additional information about the Fund?

Additional information is available on the Fund's website, including...

- Prospectus
- Financial information
- Portfolio Holdings
- Proxy voting information

Website address: www.integrityvikingfunds.com/documents
