



LKCM AQUINAS CATHOLIC EQUITY FUND

LKCM Aquinas Catholic Equity Fund

Annual Report December 31, 2018

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of the LKCM Funds' shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports from the LKCM Funds (if you hold your Fund shares directly with the LKCM Funds) or from your financial intermediary, such as a broker-dealer or bank (if you hold your Fund shares through a financial intermediary). Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. If you hold your Fund shares directly with the LKCM Funds, you may elect to receive shareholder reports and other communications electronically from the LKCM Funds by calling 1-800-688-LKCM or, if you hold your Fund shares through a financial intermediary, by contacting your financial intermediary.

You may elect to receive all future reports on paper free of charge. If you hold your Fund shares directly with the LKCM Funds, you can inform the LKCM Funds that you wish to continue receiving paper copies of your shareholder reports by calling 1-800-688-LKCM or, if you hold your Fund shares through a financial intermediary, contacting your financial intermediary. Your election to receive reports in paper will apply to all of the LKCM Funds you hold directly with LKCM Funds or all of the funds you hold through your financial intermediary, as applicable.

Dear Fellow Shareholders:

We report the following performance information for the LKCM Aquinas Catholic Equity Fund for indicated periods ended December 31, 2018:

<u>Funds</u>	<u>Inception Date</u>	<u>NAV @ 12/31/18</u>	<u>Net Expense Ratio*, **</u>	<u>Gross Expense Ratio**</u>	<u>One Year Total Return Ended 12/31/18</u>	<u>Five Year Average Annualized Return Ended 12/31/18</u>	<u>10 Year Average Annualized Return Ended 12/31/18</u>	<u>Avg. Annual Total Return Since Incept.***</u>
LKCM Aquinas Catholic Equity Fund ⁽¹⁾	7/11/05	\$12.80	1.00%	1.43%	-7.96%	3.88%	10.98%	6.35%
S&P 500 [®] Index ⁽²⁾					-4.38%	8.49%	13.12%	7.77%

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 the original cost. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-423-6369. The Fund imposes a 1.00% redemption fee on shares held less than 30 days. If reflected, the fee would reduce performance shown.

* Luther King Capital Management Corporation, the Fund's investment adviser, has contractually agreed to waive all or a portion of its management fee and/or reimburse expenses of the Fund to maintain an expense ratio of 1.00% per annum through May 1, 2019. This expense limitation excludes interest, taxes, brokerage commissions, indirect fees and expenses relating to investments in other investment companies, including money market funds, and extraordinary expenses. Investment performance reflects fee waivers, if any, in effect during the relevant period. In the absence of such waivers, total return would be reduced. Investment performance is based upon the net expense ratio. LKCM waived management fees and/or reimbursed expenses for the Fund during the fiscal year ended December 31, 2018.

** Expense ratios above are as reported in the Fund's current prospectus dated May 1, 2018. Expense ratios reported for other periods in the financial highlights of this report may differ.

*** The assets of the Aquinas Value Fund, Aquinas Growth Fund and Aquinas Small-Cap Fund were acquired by the LKCM Aquinas Value Fund, LKCM Aquinas Growth Fund and LKCM Aquinas Small Cap Fund, respectively, on July 11, 2005. Due to the change in adviser and investment technique, performance is being quoted for the period after the merger. The LKCM Aquinas Small Cap Fund and LKCM Aquinas Growth Fund were reorganized into the LKCM Aquinas Value Fund effective upon the close of business on July 29, 2016, after which the LKCM Aquinas Value Fund's name, investment strategies and expenses changed to those of the LKCM Aquinas Catholic Equity Fund. The performance shown prior to August 1, 2016 is that of the LKCM Aquinas Value Fund.

(1) Effective upon the close of business on July 29, 2016, the LKCM Aquinas Small Cap Fund and the LKCM Aquinas Growth Fund reorganized into the LKCM Aquinas Value Fund (the "Reorganizations"). Immediately after the Reorganizations were completed, the LKCM Aquinas Value Fund changed its name to the LKCM Aquinas Catholic Equity Fund and its investment strategies and expenses, including the expense limitation agreement, changed to the investment strategies and expenses, including the expense limitation agreement, of the LKCM Aquinas Catholic Equity Fund. The Fund's performance prior to August 1, 2016 reflects the Fund's prior investment strategies.

(2) The S&P 500[®] Index is an unmanaged capitalization-weighted index of 500 selected stocks that is generally considered representative of the performance of large capitalization companies in the U.S. stock market.

Note: The indices defined above are not available for direct investment and the index performance therefore does not include fees, expenses or taxes.

2018 Review

The S&P 500[®] Index declined 4.38% for the year ended December 31, 2018, marking its first calendar year decline since 2008. The string of nine consecutive years of positive returns tied the 1991–1999 period as the longest streak of positive returns for the S&P 500[®] Index since 1936. During 2018, the S&P 500[®] Index experienced two market corrections, which are generally defined as a decline of greater than 10%. The first market correction occurred during the first quarter of 2018. The S&P 500[®] Index rose sharply in January as investor optimism for stronger corporate profit growth, aided by newly lowered corporate tax rates, helped boost stock prices. However, this enthusiasm appeared undermined in early February 2018 over concern that accelerating wages could cause the Federal Reserve to hasten the pace of monetary tightening and increase the probability of a recession, which resulted in the S&P 500[®] Index recording its first market correction in almost two years.

The S&P 500[®] Index then rallied in the second quarter of 2018 as weaker first quarter consumption data reversed with retail sales growing 6% year-over-year and the unemployment rate falling to 3.8%, its lowest reading since 1969. During the third quarter of 2018, the S&P 500[®] Index continued to rally and posted a 7.7% gain, which included the peak for the S&P 500[®] Index for the year on September 20, 2018. The S&P 500[®] Index declined 18.9% from this peak through the low on Christmas Eve, with approximately 57% of the constituents of the S&P 500[®] Index down more than 20% from their 52-week highs. Both developed and emerging international equity markets indices reported even weaker returns than domestic equity indices for 2018, especially in U.S. dollar terms as the U.S. dollar strengthened against most currencies in 2018.

The decline in the equity markets during the last quarter of 2018 was similar to the drawdown in early 2016 when concerns about a weakening Chinese economy roiled global markets. At the time, the domestic economy appeared to be teetering on the brink of a recession, which prompted the Federal Reserve to postpone interest rate hikes. In contrast, the Federal Reserve increased its target Federal Funds interest rate a fourth time in 2018 just as concerns of slowing economic growth—both domestically and abroad—began to intensify. As a result, the S&P 500[®] Index declined 9.0% during December 2018, its worst December performance since 1931.

2019 Outlook

Our baseline expectation for 2019 is for lower economic growth compared to 2018, which we believe will be driven by anticipated slowing global growth, tighter monetary policy, and a weakening manufacturing outlook. However, we believe the odds of a recession in 2019 remain low based on our belief that the underpinnings of the economy, such as employment, credit availability, capital expenditures, and consumer spending, all appear to remain supportive of economic expansion. In sum, we anticipate good, but not great, economic growth during the year. Capital markets are typically forward looking and often amplify anticipated changes in economic activity through corporate earnings estimates and price/earnings multiples. As a result, we believe the downshift in market expectations for real economic growth from 3.0% year-over-year to a more modest rate of around 2.0–2.5% for 2019 is part of what caused a decline in capital markets during the fourth quarter of 2018. Moreover, we believe that asset allocation shifts, many computer driven, occurred as fixed income instruments with higher yields provided an attractive alternative to volatile stocks during that time.

During 2018, exceptionally strong corporate earnings growth, which was fueled in part by lower corporate tax rates, was offset by significant price/earnings multiple compression. The compression in the S&P 500[®] Index price/earnings multiple throughout 2018 appears to track the level of price/earnings multiple compression during the period of 2004–2006, the last prolonged period of Federal Reserve monetary tightening. Accordingly, we believe market participants priced in a full Federal Reserve tightening cycle in 2018. Despite slowing international and domestic economic growth, we remain constructive on domestic equity markets for 2019. We believe it is rare for the domestic equity markets to decline in two or three consecutive years, as this has occurred only twice since World War II: 1973–1974 and 2000–2002. We believe the capital markets are likely to continue to display characteristics of a late cycle economy. However, we believe the fundamental underpinnings of the economy continue to point to the current expansion becoming the longest in modern history.

LKCM Aquinas Catholic Equity Fund

The LKCM Aquinas Catholic Fund declined 7.96% for the year ended December 31, 2018, compared to the 4.38% decline for the Fund's benchmark, the S&P 500[®] Index. During the year, the Fund's relative performance was negatively impacted from both sector allocation and stock selection decisions, particularly in the fourth quarter of 2018.

During the year, the Fund benefited from its overweight position in the Consumer Discretionary sector and its underweight positions in the Communications Services and Consumer Staples sectors. The Fund's overweight position in the Materials and Energy sectors, as well as the Fund's underweight position in the Healthcare sector where the Fund's Catholic-values investing guidelines limited the number of companies eligible for investment, detracted from the Fund's relative performance. During the year, the Fund benefited from stock selection decisions in the Information Technology, Industrials and Healthcare sectors, which was offset by stock selection in the Financials, Energy and Consumer Discretionary sectors.

The market correction during the fourth quarter of 2018 was broad-based and appeared to reflect investor concerns over trade issues and rising interest rates, as well as the sustainability of economic growth and higher corporate profits. It continues to be our view that the U.S. economy will grow during 2019 but at a rate below the level of growth during the second half of 2018. We also believe higher corporate profits are likely for 2019, but the rate of growth for earnings likely will be significantly lower than during 2018 and we have positioned the Fund's portfolio in accordance with this view. We continue to emphasize companies which should benefit from lower tax rates and where continued dividend increases and share repurchases appear likely. Additionally, we believe many of the Fund's holdings should continue to benefit from the repatriation of cash formerly held overseas. With the pullback in market valuations, and resulting lower price/earnings ratios, we believe the overall stock market and the companies held by the Fund appear to be relatively undervalued based on our outlook for only modest interest rate increases during 2019 and our positive outlook for corporate profits.



J. Luther King, Jr., CFA, CIC
February 1, 2019

The information provided herein represents the opinion of J. Luther King, Jr., CFA, CIC and is not intended to be a forecast of future events, a guarantee of future results, nor investment advice.

Please refer to the Schedule of Investments found on page 9 of the report for more information on Fund holdings. Fund holdings and sector allocations are subject to change and are not recommendations to buy or sell any securities.

Mutual fund investing involves risk. Principal loss is possible. Past performance is not a guarantee of future results. Small and medium capitalization funds typically carry additional risks, since smaller companies generally have a higher risk of failure, and, historically, their stocks have experienced a greater degree of market volatility than stocks on average. These risks are discussed in the Fund's summary and statutory prospectuses. Since the Fund practices socially responsible investing within the framework provided by the United States Conference of Catholic Bishop's Socially Responsible Investing Guidelines, the Fund may forego a profitable investment opportunity or sell a security when it may be disadvantageous to do so.

Earning growth is not a measure of future performance.

Price/earnings ratio is the market price of a company share divided by the earnings per share of the company.

Investors should consider the investment objective, risks and charges and expenses of the Fund carefully before investing. The Fund's summary prospectus and prospectus contain this and other information about the Fund. Investors can obtain the summary prospectus and the prospectus by calling 1-800-423-6369. The summary prospectus and prospectus should be read carefully before investing in the Fund.

Quasar Distributors, LLC, distributor.

PERFORMANCE:

The following information illustrates the historical performance of the LKCM Aquinas Catholic Equity Fund as of December 31, 2018 compared to the Fund's benchmark and peer group indices.

Performance data quoted represents past performance; past performance does not guarantee future results. The graph and table reflect the reinvestment of dividends and other distributions, if any, but do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. 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. Current performance of the Fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-423-6369. Returns would have been lower if LKCM had not waived a portion of its management fee and/or reimbursed certain expenses of the Fund. Please see Note B to the Notes to the Financial Statements for specific information regarding management fee waiver and/or expense reimbursement arrangements for the Fund.

An index is an unmanaged portfolio and does not trade or incur any expenses. The Lipper Large-Cap Core Funds Index, however, does reflect the fees and expenses borne by the funds included in that index. One can not invest in an unmanaged index.

AVERAGE ANNUAL TOTAL RETURN (Periods Ended December 31, 2018)⁽¹⁾

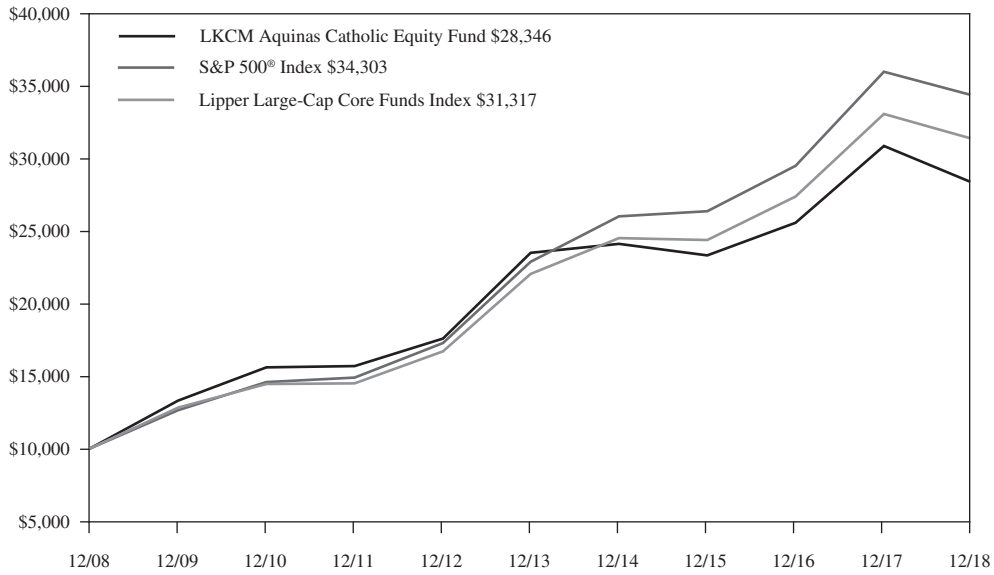
	Past 1 Year	Past 5 Years ⁽²⁾	Past 10 Years ⁽²⁾	Since Inception ⁽²⁾⁽³⁾
LKCM Aquinas Catholic Equity Fund	-7.96%	3.88%	10.98%	6.35%
S&P 500® Index	-4.38%	8.49%	13.12%	7.77%
Lipper Large-Cap Core Funds Index	-5.13%	7.33%	12.09%	7.17%

⁽¹⁾ Effective upon the close of business on July 29, 2016, the LKCM Aquinas Small Cap Fund and the LKCM Aquinas Growth Fund reorganized into the LKCM Aquinas Value Fund (the "Reorganizations"). At the time the Reorganizations were completed, the LKCM Aquinas Value Fund changed its name to the LKCM Aquinas Catholic Equity Fund ("Equity Fund") and its investment strategies and expenses, including the expense limitation agreement, changed to the investment strategies and expenses, including the expense limitation agreement, of the Equity Fund. The Fund's performance prior to August 1, 2016 reflects the Fund's prior investment strategies.

⁽²⁾ Annualized.

⁽³⁾ The assets of the Aquinas Value Fund, Aquinas Growth Fund and Aquinas Small-Cap Fund were acquired by the LKCM Aquinas Value Fund, LKCM Aquinas Growth Fund and LKCM Aquinas Small Cap Fund, respectively, on July 11, 2005. At the time of the reorganization, the Adviser also changed from Aquinas Investment Advisers, Inc. to Luther King Capital Management Corporation. Due to the change in adviser and investment technique, performance is being quoted for the period after the merger. As stated above, the LKCM Aquinas Growth Fund and LKCM Aquinas Small-Cap Fund were reorganized into the LKCM Aquinas Value Fund effective upon the close of business on July 29, 2016, after which the LKCM Aquinas Value Fund's name, investment strategies and expenses changed to those of the Equity Fund. The performance shown prior to August 1, 2016, is that of the LKCM Aquinas Value Fund.

**A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM AQUINAS CATHOLIC EQUITY FUND
(for the ten years ended December 31, 2018)**



The S&P 500® Index is an unmanaged capitalization-weighted index of 500 selected stocks that is generally considered representative of the performance of large capitalization companies in the U.S. stock market.

The Lipper Large-Cap Core Funds Index is an unmanaged index generally considered representative of large cap core mutual funds tracked by Lipper, Inc.

LKCM Aquinas Catholic Equity Fund Expense Example — December 31, 2018

As a shareholder of the Fund, you incur two types of costs: (1) transaction costs, including redemption fees; and (2) ongoing costs, including management fees, distribution and/or service (12b-1) fees and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds. The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (7/1/18-12/31/18).

ACTUAL EXPENSES

The first line of the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period. Although the Fund charges no sales load, you will be assessed fees for outgoing wire transfers, returned checks and stop payment orders at prevailing rates charged by U.S. Bancorp Fund Services, LLC, doing business as U.S. Bank Global Fund Services, the Fund’s transfer agent. If you request that a redemption be made by wire transfer, currently a \$15 fee is charged by the Fund’s transfer agent. You will be charged a redemption fee equal to 1.00% of the net amount of the redemption if you redeem your shares of the Fund within 30 days of purchase, unless otherwise determined by the Fund in its discretion. To the extent the Fund invests in shares of other investment companies as part of its investment strategy, you will indirectly bear your proportionate share of any fees and expenses charged by the underlying funds in which the Fund invests in addition to the expenses of the Fund. Actual expenses of the underlying funds are expected to vary among the various underlying funds. These expenses are not included in the example below. The example below includes management fees, registration fees and other expenses. However, the example below does not include portfolio trading commissions and related expenses and other extraordinary expenses as determined under generally accepted accounting principles.

HYPOTHETICAL EXAMPLES FOR COMPARISON PURPOSES

The second line of the table below provides information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds. Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as redemption fees. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactions costs were included, your costs would have been higher.

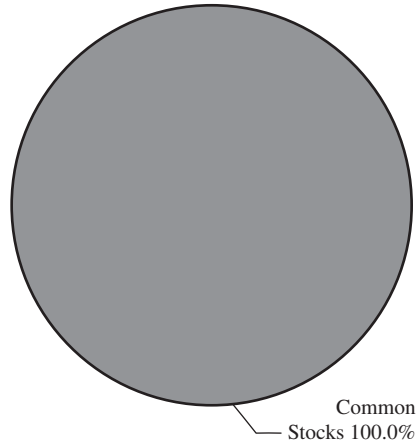
	LKCM Aquinas Catholic Equity Fund		
	Beginning Account Value 7/1/18	Ending Account Value 12/31/18	Expenses Paid During Period* 7/1/18 –12/31/18
Actual	\$1,000.00	\$ 881.90	\$4.74
Hypothetical (5% return before expense)	\$1,000.00	\$1,020.16	\$5.09

* Expenses are equal to the Fund’s annualized net expense ratio of 1.00%, multiplied by the average account value over the period, multiplied by 184/365 to reflect the one-half year period.

ALLOCATION OF PORTFOLIO HOLDINGS — LKCM Aquinas Catholic Equity Fund — December 31, 2018

Percentages represent market value as a percentage of total investments.

LKCM Aquinas Catholic Equity Fund



LKCM AQUINAS CATHOLIC EQUITY FUND

SCHEDULE OF INVESTMENTS

December 31, 2018

COMMON STOCKS - 100.4%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 3.6%			Media & Entertainment - 4.6%		
Honeywell International Inc.	12,500	\$1,651,500	Alphabet, Inc. - Class A (a)	2,000	\$ 2,089,920
Banks - 10.1%			Multiline Retail - 2.0%		
Comerica Incorporated	19,000	1,305,110	Dollar Tree, Inc. (a)	10,000	903,200
Cullen/Frost Bankers, Inc.	5,600	492,464	Oil & Gas & Consumable Fuels - 5.4%		
SunTrust Banks, Inc.	28,500	1,437,540	Cabot Oil & Gas Corporation	10,000	223,500
Zions Bancorporation	32,500	1,324,050	ConocoPhillips	17,500	1,091,125
		4,559,164	EOG Resources, Inc.	13,000	1,133,730
Beverages - 2.7%					2,448,355
PepsiCo, Inc.	11,000	1,215,280	Pharmaceuticals - 6.9%		
Chemicals - 3.8%			Abbott Laboratories	22,500	1,627,425
Ecolab Inc.	9,500	1,399,825	Zoetis Inc.	17,500	1,496,950
FMC Corporation	4,500	332,820			3,124,375
		1,732,645	Professional Services - 2.6%		
Computers & Peripherals - 3.5%			Verisk Analytics, Inc. (a)	11,000	1,199,440
Apple Inc.	10,000	1,577,400	Software - 12.9%		
Construction Materials - 1.3%			Adobe Inc. (a)	7,900	1,787,296
Martin Marietta Materials, Inc.	3,500	601,545	Microsoft Corporation	13,625	1,383,891
Diversified Financials - 1.1%			Oracle Corporation	27,500	1,241,625
JPMorgan Chase & Co.	5,000	488,100	RealPage, Inc. (a)	30,000	1,445,700
Electrical Equipment & Instruments - 3.6%					5,858,512
Roper Technologies, Inc.	6,100	1,625,772	Software & Services - 3.8%		
Electronic Equipment & Instruments - 4.3%			Akamai Technologies, Inc. (a)	28,200	1,722,456
FLIR Systems, Inc.	24,500	1,066,730	Specialty Retail - 4.4%		
Trimble Inc. (a)	27,000	888,570	The Home Depot, Inc.	7,500	1,288,650
		1,955,300	Tiffany & Co.	8,500	684,335
Energy Equipment & Services - 1.3%					1,972,985
Halliburton Company	15,000	398,700	Textiles, Apparel & Luxury Goods - 2.1%		
Schlumberger Ltd. (b)	5,000	180,400	VF Corporation	13,500	963,090
		579,100	TOTAL COMMON STOCKS		
Food Products - 2.0%			(Cost \$28,677,755)		45,530,074
Mondelez International Inc. - Class A	23,000	920,690	Total Investments - 100.4%		
Household Products - 1.3%			(Cost \$28,677,755)		45,530,074
Colgate-Palmolive Company	10,000	595,200	Liabilities in Excess of Other Assets - (0.4)%		(197,889)
Insurance - 2.0%			TOTAL NET ASSETS - 100.0%		\$45,332,185
Prudential Financial, Inc.	10,900	888,895			
Internet & Catalog Retail - 3.3%			(a) Non-income producing security.		
Amazon.com, Inc. (a)	1,000	1,501,970	(b) Security issued by non-U.S. incorporated company.		
IT Consulting & Services - 4.5%			<i>Investments are classified by industry pursuant to the Global Industry Classification Standard (GICS®), which was developed by and/or is the exclusive property of Morgan Stanley Capital International, Inc. ("MSCI") and Standard & Poor's Financial Services LLC ("S&P"). GICS is a service mark of MSCI and S&P and has been licensed for use by U.S. Bancorp Fund Services, LLC.</i>		
PayPal Holdings, Inc. (a)	24,000	2,018,160			
Machinery - 4.3%					
Barnes Group Inc.	17,500	938,350			
Stanley Black & Decker, Inc.	8,500	1,017,790			
		1,956,140			
Marine - 3.0%					
Kirby Corporation (a)	20,500	1,380,880			

The accompanying notes are an integral part of these financial statements.

STATEMENT OF ASSETS AND LIABILITIES

December 31, 2018

LKCM Aquinas Catholic Equity Fund

Assets:	
Investments, at value*	\$45,530,074
Cash	17,416
Receivable for Fund shares sold	69,484
Dividends and interest receivable	47,643
Other assets	15,695
Total assets	<u>45,680,312</u>
Liabilities:	
Payable for Fund shares redeemed	203,282
Payable for investment advisory fees (Note B)	58,414
Payable for distribution expense (Note B)	39,368
Payable for accounting and transfer agent fees and expenses	13,145
Payable for reports to shareholders	10,997
Payable for administrative fees	7,494
Payable for trustees' fees	1,864
Payable for custody fees and expenses	1,082
Accrued expenses and other liabilities	12,481
Total liabilities	<u>348,127</u>
Net Assets	<u>\$45,332,185</u>
Net Assets Consist of:	
Paid in capital	\$28,502,106
Total distributable earnings	16,830,079
Net Assets	<u>\$45,332,185</u>
Shares of beneficial interest outstanding (unlimited shares of no par value authorized)	3,542,038
Net asset value per share (offering and redemption price)	<u>\$ 12.80</u>
* Cost of Investments	<u>\$28,677,755</u>

The accompanying notes are an integral part of these financial statements.

STATEMENT OF OPERATIONS
For the Year Ended December 31, 2018

LKCM Aquinas Catholic Equity Fund

Investment Income:

Dividends	\$ 812,873
Interest	7,634
Total income	820,507

Expenses:

Investment advisory fees (Note B)	559,586
Distribution expense (Note B)	62,176
Accounting and transfer agent fees and expenses	79,677
Administrative fees	51,280
Federal and state registration	33,899
Reports to shareholders	29,634
Professional fees	26,411
Trustees' fees	18,799
Custody fees and expenses	8,850
Other	26,909
Total expenses	897,221
Less, expense waiver and/or reimbursement (Note B)	(275,459)
Net expenses	621,762
Net investment income	198,745

Realized and Unrealized Gain (Loss) on Investments:

Net realized gain on investments	10,664,201
Net change in unrealized appreciation/depreciation on investments	(13,838,210)

Net Realized and Unrealized Loss (3,174,009)

Net Decrease in Net Assets Resulting from Operations \$ (2,975,264)

The accompanying notes are an integral part of these financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

LKCM Aquinas Catholic Equity Fund

	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2017</i>
Operations:		
Net investment income	\$ 198,745	\$ 184,302
Net realized gain on investments	10,664,201	5,621,042
Net change in unrealized appreciation/depreciation on investments	(13,838,210)	6,425,935
Net increase (decrease) in net assets resulting from operations	<u>(2,975,264)</u>	<u>12,231,279</u>
Net Dividends and Distributions to Shareholders:	(8,749,323)	(5,502,800) ⁽¹⁾
Net increase (decrease) in net assets resulting from Fund share transactions (Note C)	<u>(14,000,732)</u>	<u>1,331,772</u>
Total increase (decrease) in net assets	(25,725,319)	8,060,251
Net Assets:		
Beginning of period	71,057,504	62,997,253
End of period	<u>\$ 45,332,185</u>	<u>\$71,057,504⁽²⁾</u>

⁽¹⁾ Includes net investment income distributions of \$177,185 and net realized gain distributions of \$5,325,615.

⁽²⁾ Includes accumulated net investment income of \$11,597.

The accompanying notes are an integral part of these financial statements.

FINANCIAL HIGHLIGHTS

SELECTED DATA FOR EACH SHARE OF CAPITAL STOCK OUTSTANDING

	LKCM Aquinas Catholic Equity Fund				
	Year Ended December 31, 2018	Year Ended December 31, 2017	Year Ended December 31, 2016 ⁽¹⁾	Year Ended December 31, 2015	Year Ended December 31, 2014
Net Asset Value – Beginning of Period	\$ 17.19	\$ 15.40	\$ 15.17	\$ 16.87	\$ 17.99
Net investment income	0.06 ⁽²⁾	0.05	0.04	0.03	0.17 ⁽²⁾
Net realized and unrealized gain (loss) on investments	(1.46)	3.16	1.41	(0.56)	0.34
Total from investment operations	(1.40)	3.21	1.45	(0.53)	0.51
Dividends from net investment income	(0.07)	(0.05)	(0.04)	(0.04)	(0.19)
Distributions from net realized gains	(2.92)	(1.37)	(1.18)	(1.13)	(1.44)
Total dividends and distributions	(2.99)	(1.42)	(1.22)	(1.17)	(1.63)
Net Asset Value – End of Period	<u>\$ 12.80</u>	<u>\$ 17.19</u>	<u>\$ 15.40</u>	<u>\$ 15.17</u>	<u>\$ 16.87</u>
Total Return	-7.96%	20.79%	9.52%	-3.28%	2.73%
Ratios and Supplemental Data:					
Net assets, end of period (thousands)	\$ 45,332	\$ 71,058	\$ 62,997	\$ 44,868	\$52,652
Ratio of expenses to average net assets:					
Before expense waiver and/or reimbursement	1.44%	1.43%	1.66%	1.55%	1.49%
After expense waiver and/or reimbursement ⁽³⁾	1.00%	1.00%	1.23%	1.50%	1.49%
Ratio of net investment income to average net assets:					
Before expense waiver and/or reimbursement	(0.12)%	(0.14)%	(0.15)%	0.14%	0.95%
After expense waiver and/or reimbursement ⁽³⁾	0.32%	0.29%	0.28%	0.19%	0.95%
Portfolio turnover rate	14%	18%	18%	11%	23%

⁽¹⁾ Effective upon the close of business on July 29, 2016, the LKCM Aquinas Growth Fund and the LKCM Aquinas Small Cap Fund were reorganized into the LKCM Aquinas Value Fund and the Fund was renamed the LKCM Aquinas Catholic Equity Fund. Activity after July 29, 2016 reflects the Funds' combined operations.

⁽²⁾ Net investment income per share represents net investment income divided by the average shares outstanding throughout the period.

⁽³⁾ Effective August 1, 2016, the Fund's investment adviser contractually agreed to lower the expense cap for the Fund from 1.50% to 1.00% of the Fund's average daily net assets and the fees charged under the Fund's Rule 12b-1 plan changed from 0.25% per annum to 0.10% per annum as of August 1, 2016.

The accompanying notes are an integral part of these financial statements.

A. Organization and Significant Accounting Policies: LKCM Funds (the “Trust”) is registered under the Investment Company Act of 1940 (“1940 Act”) as an open-end, management investment company. The Trust was organized as a Delaware statutory trust on February 10, 1994 and consists of six diversified series as of December 31, 2018, one of which is presented herein: the LKCM Aquinas Catholic Equity Fund (the “Fund”). On July 11, 2005, the LKCM Aquinas Funds acquired the assets and assumed the liabilities of the Aquinas Funds. Effective upon the close of business on July 29, 2016, the LKCM Aquinas Small Cap Fund and the LKCM Aquinas Growth Fund reorganized into the LKCM Aquinas Value Fund, which changed its name immediately thereafter to the LKCM Aquinas Catholic Equity Fund and its investment strategies and expenses, including the expense limitation agreement, changed to the investment strategies and expenses, including the expense limitation agreement, of the LKCM Aquinas Catholic Equity Fund. The Fund is subject to expenses pursuant to the Rule 12b-1 plan described in Note B. The Fund charges a 1% redemption fee for redemptions of Fund shares held for less than 30 days, unless otherwise determined by the Fund in its discretion.

The LKCM Aquinas Catholic Equity Fund seeks to maximize long-term capital appreciation, while incorporating Catholic values investing principles in the investment process. The LKCM Aquinas Catholic Equity Fund seeks to achieve its investment objective by investing under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in equity securities of companies that Luther King Capital Management Corporation (the “Adviser”) believes are likely to have above-average growth in revenue and/or earnings, above-average returns on shareholders’ equity, potential for above-average capital appreciation, and/or companies the Adviser believes have attractive relative valuations.

The Fund practices socially responsible investing within the framework provided by the United States Conference of Catholic Bishops’ Socially Responsible Investment Guidelines (the “Guidelines”). The Fund’s investment approach incorporates the Guidelines through a combination of screening portfolio companies based on criteria set forth in the Guidelines, dialogue with companies whose policies and practices may conflict with the Guidelines, and/or potentially excluding from the Fund’s portfolio the securities of those companies that are unwilling to alter their policies and practices over a reasonable period of time. The Adviser monitors companies selected for the Fund for policies on various issues contemplated by the Guidelines. If the Fund invests in a company whose policies and practices are inconsistent with the Guidelines, the Adviser may attempt to influence the company, sell the company’s securities or otherwise exclude future investments in such company.

The following is a summary of significant accounting policies followed by the Fund in preparation of the financial statements. The Fund is an investment company and, accordingly, follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board Accounting Standards Codification Topic 946, *Investment Companies*.

1. Security Valuation: Equity securities listed or traded on a U.S. securities exchange for which market quotations are readily available are valued at the last quoted sale price on the exchange on which the security is primarily traded. Nasdaq Global Market securities are valued at the Nasdaq Official Closing Price (“NOCP”). Unlisted U.S. securities and listed U.S. securities not traded on a particular valuation date are valued at the mean of the most recent quoted bid and ask price on the relevant exchanges or markets. Equity securities listed on a foreign exchange for which market quotations are readily available are valued at the last quoted sales price on the exchange on which the security is primarily traded. Debt securities are normally valued at the mean of the closing bid and ask price and/or by using a combination of broker quotations or evaluated prices provided by an independent pricing service. Other assets and securities for which no market or broker quotations or evaluated prices are readily available (including restricted securities) are valued in good faith at fair value using guidelines approved by the Board of Trustees. The Board has adopted specific guidelines and procedures for valuing portfolio securities and delegated their implementation to the Adviser. The guidelines and procedures authorize the Adviser to make determinations regarding the fair value of a portfolio security and to report such determinations to the Board of Trustees. The Fund may use prices provided by independent pricing services to assist in the fair valuation of the Fund’s portfolio securities.

The Trust has adopted accounting standards which establish an authoritative definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion of changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value hierarchy is organized into three levels based upon the assumptions (referred to as “inputs”) used in pricing the asset or liability. These standards state that “observable inputs” reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and “unobservable inputs” reflect an entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized in the three broad levels listed below.

Level 1 – Quoted unadjusted prices for identical instruments in active markets to which the Trust has access at the date of measurement.

Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs and significant value drivers are observable in active markets. Level 2 inputs are those in markets for which there are few transactions, the prices are not current, little public information exists or instances where prices vary substantially over time or among brokered market makers.

Level 3 – Model derived valuations in which one or more significant inputs or significant value drivers are unobservable. Unobservable inputs are those inputs that reflect the Trust’s own assumptions that market participants would use to price the asset or liability based on the best available information.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. As of December 31, 2018, the Fund’s assets carried at fair value were classified as follows:

LKCM Aquinas Catholic Equity Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$45,530,074	\$ —	\$ —	\$45,530,074
Total Investments*	<u>\$45,530,074</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$45,530,074</u>

* Additional information regarding the industry classifications of these investments is disclosed in the Schedule of Investments.

There were no transfers into or out of Level 1, Level 2 or Level 3 fair value measurements during the reporting period. Transfers between levels are recognized at the end of the reporting period.

2. Federal Income Taxes: The Fund has elected to be treated as a “regulated investment company” under Subchapter M of the Internal Revenue Code and the Fund intends to distribute all of its investment company net taxable income and net capital gains to shareholders. Therefore, no federal income tax provision is recorded.

3. Distributions to Shareholders: The Fund generally intends to declare and pay income dividends and distribute net capital gain distributions, if any, at least on an annual basis.

4. Foreign Securities: Investing in securities of foreign companies and foreign governments involves special risks and considerations not typically associated with investing in securities of U.S. issuers. These risks include devaluation of currencies and future adverse political and economic developments. Moreover, securities of many foreign companies and foreign governments and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies and securities of the U.S. government.

5. Expense Allocation: Expenses incurred by the Funds in the Trust are allocated among the Funds based upon (i) relative average net assets, (ii) a specific identification basis as incurred, or (iii) evenly among the Funds, depending on the nature of the expense.

6. Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

7. Guarantees and Indemnifications: In the normal course of business, the Fund enters into contracts with service providers that contain general indemnification clauses. The Fund’s maximum exposure under these arrangements is unknown as this would involve future claims against the Fund that have not yet occurred. Based on experience, the Fund expects the risk of loss to be remote.

8. Security Transactions and Investment Income: Security and shareholder transactions are recorded on the trade date. Realized gains and losses on sales of investments are calculated on the identified cost basis. Dividend income and dividends and distributions to shareholders are recorded on the ex-dividend date. Withholding taxes on foreign dividends have been provided for in accordance with the Fund’s understanding of the applicable jurisdiction’s tax rules and rates. Interest income is recognized on the accrual basis. All discounts and premiums are amortized based on the effective interest method for tax and financial reporting purposes. The Fund may hold the securities of real estate investment trusts (“REITs”). Distributions from such investments may include income, capital gains and return of capital.

9. Other: Generally accepted accounting principles require that certain components of net assets be adjusted to reflect permanent differences between financial and tax reporting. These reclassifications have no effect on net assets or net asset values per share.

Accordingly, at December 31, 2018, reclassifications were recorded as follows for the Fund:

Accumulated net realized gain	(\$2,192,882)
Paid in capital	2,192,882

10. Restricted and Illiquid Securities: The Fund is permitted to invest in securities that are subject to legal or contractual restrictions on resale including investments considered by the Fund to be illiquid. Restricted securities generally may be resold in transactions exempt from registration. Illiquid investments are investments that cannot be sold or disposed of within seven days in the ordinary course of business at approximately the prices at which they are valued. A security may be considered illiquid if it lacks a readily available market or if its valuation has not changed for a certain period of time. Disposal of these securities may involve time-consuming negotiations and expense, and prompt sale at the current valuation may be difficult.

11. Recent Accounting Pronouncements: In March 2017, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2017-08 which changes the amortization period for a callable debt security from the maturity date to the earliest call date. The ASU is effective for annual periods beginning after December 15, 2018, and interim periods within those annual periods. These changes will have no impact on the financial statements.

In August 2018, FASB issued ASU 2018-13, *Fair Value Measurement (Topic 820): Disclosure Framework—Changes to the Disclosure Requirements for Fair Value Measurement* (“ASU 2018-13”). The primary focus of ASU 2018-13 is to improve the effectiveness of the disclosure requirements for fair value measurements. The changes affect all companies that are required to include fair value measurement disclosures. In general, the amendments in ASU 2018-13 are effective for all entities for fiscal years and interim periods within those fiscal years, beginning after December 15, 2019. An entity is permitted to early adopt the removed or modified disclosures upon the issuance of ASU 2018-13 and may delay adoption of the additional disclosures, which are required for public companies only, until their effective date. Management is currently evaluating the impact these changes will have on the Fund’s financial statements and disclosures.

B. Investment Advisory and Other Agreements: The Adviser serves as the investment adviser to the Fund under an Investment Advisory Agreement (the “Agreement”). The Adviser receives a fee, computed daily and payable quarterly, at the annual rate presented below as applied to the Fund’s average daily net assets. The Adviser has contractually agreed to waive all or a portion of its management fee and/or reimburse expenses of the Fund through May 1, 2019 in order to limit the Fund’s operating expenses to the annual cap rate identified below. This expense limitation excludes interest, taxes, brokerage commissions, indirect fees and expenses relating to investments in other investment companies, including money market funds, and extraordinary expenses. For the year ended December 31, 2018, the Adviser waived the following management fees and/or reimbursed expenses to meet its expense cap obligations for the Fund:

Annual Management Fee Rate	0.90%
Annual Cap on Expenses	1.00%
Fees Waived and/or Expenses Reimbursed in 2018	\$275,459

U.S. Bancorp Fund Services, LLC, doing business as U.S. Bank Global Fund Services, serves as transfer agent and administrator for the Fund and serves as accounting services agent for the Fund. U.S. Bank, N.A. serves as custodian for the Fund.

Distribution services are performed pursuant to a distribution contract with Quasar Distributors, LLC, the Trust’s principal underwriter.

The Trust has adopted a Rule 12b-1 plan for the Fund, under which the Fund may pay an annualized fee of up to 1.00% of its average daily net assets for distribution and other services. However, the Board of Trustees has currently only authorized an annual fee of 0.10% of the average daily net assets for the Fund. Prior to August 1, 2016, the Fund assessed an annual Rule 12b-1 fee of 0.25% of the average daily net assets for the Fund. For the year ended December 31, 2018, fees incurred by the Fund pursuant to the 12b-1 Plan were \$62,176.

C. Fund Shares: At December 31, 2018, there was an unlimited number of shares of beneficial interest, no par value, authorized. The following table summarizes the activity in shares of the Fund:

	Year Ended December 31, 2018		Year Ended December 31, 2017	
	Shares	Amount	Shares	Amount
Shares sold	278,894	\$ 4,917,666	574,803	\$ 10,003,218
Shares issued to shareholders in reinvestment of distributions	650,427	8,240,906	300,904	5,193,603
Shares redeemed	(1,521,952)	(27,160,652)	(830,500)	(13,865,336)
Redemption fee		1,348		287
Net increase (decrease)	(592,631)	<u>\$ (14,000,732)</u>	45,207	<u>\$ 1,331,772</u>
Shares Outstanding:				
Beginning of period	4,134,669		4,089,462	
End of period	<u>3,542,038</u>		<u>4,134,669</u>	

D. Security Transactions: Purchases and sales of investment securities, other than short-term investments, for the Fund for the year ended December 31, 2018 were as follows:

<u>Purchases</u>		<u>Sales</u>	
<u>U.S. Government</u>	<u>Other</u>	<u>U.S. Government</u>	<u>Other</u>
\$ —	\$8,514,325	\$ —	\$30,062,770

E. Tax Information: At December 31, 2018, the components of accumulated earnings (losses) on a tax basis for the Fund were as follows:

Tax Cost of Investments	<u>\$28,677,755</u>
Gross Unrealized Appreciation	\$17,488,381
Gross Unrealized Depreciation	<u>(636,062)</u>
Net Unrealized Appreciation	<u>\$16,852,319</u>
Undistributed Ordinary Income	\$ 5,373
Undistributed Long-Term Capital Gain	<u>—</u>
Total Distributable Earnings	<u>\$ 5,373</u>
Other Accumulated Losses	<u>\$ (27,613)</u>
Total Accumulated Gains	<u>\$16,830,079</u>

To the extent the Fund realizes future net capital gains, taxable distributions will be reduced by any unused capital loss carryforwards as permitted by the Internal Revenue Code. At December 31, 2018, the Fund had no capital loss carryforwards.

At December 31, 2018, the Fund deferred, on a tax basis, post-October capital losses of \$27,613.

The tax components of dividends paid during the periods shown below for the Fund were as follows:

<u>Year Ended December 31, 2018</u>		<u>Year Ended December 31, 2017</u>	
<u>Ordinary Income</u>	<u>Long-Term Capital Gains</u>	<u>Ordinary Income</u>	<u>Long-Term Capital Gains</u>
\$204,969	\$8,544,354	\$177,185	\$5,325,615

The Fund designated earnings and profits distributed to shareholders upon the redemption of shares during 2018 and 2017 in determining undistributed net capital gains as of December 31, 2018 and 2017.

The Trust has adopted financial reporting rules regarding recognition and measurement of tax positions taken or expected to be taken on a tax return. The Trust has reviewed all open tax years and major jurisdictions and concluded that there is no impact on the Fund's financial position or results of operations. Tax years that remain open to examination by major tax jurisdictions include tax years ended December 31, 2015 through December 31, 2018. There is no tax liability resulting from unrecognized tax benefits relating to uncertain income tax positions taken or expected to be taken on tax returns as of December 31, 2018. The Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will significantly change in the next twelve months. If applicable, the Fund would recognize interest accrued related to unrecognized tax benefits in "interest expense" and penalties in "other expense" on the statement of operations.

F. Subsequent Events: In preparing these financial statements, the Trust has evaluated events after December 31, 2018 and determined that there were no significant subsequent events that would require adjustment to or additional disclosure in these financial statements.

To the shareholders and Board of Trustees of LKCM Funds

Opinion on the Financial Statements and Financial Highlights

We have audited the accompanying statement of assets and liabilities, including the schedule of investments of LKCM Aquinas Catholic Equity Fund, one of the series constituting the LKCM Funds (the “Fund”), as of December 31, 2018, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended, and the related notes. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund as of December 31, 2018, and the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements and financial highlights are the responsibility of the Fund’s management. Our responsibility is to express an opinion on the Fund’s financial statements and financial highlights based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Fund’s internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements and financial highlights, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and financial highlights. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements and financial highlights. Our procedures included confirmation of securities owned as of December 31, 2018, by correspondence with the custodian. We believe that our audits provide a reasonable basis for our opinion.

Deloitte & Touche LLP

Milwaukee, Wisconsin
February 25, 2019

We have served as the auditor of one or more LKCM Funds since 2007.

December 31, 2018

Availability of Proxy Voting Information: A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to its portfolio securities, as well as information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30, is available without charge, upon request, by calling toll-free 1-800-423-6369 or on the SEC website at <http://www.sec.gov>.

The actual voting records relating to portfolio securities during the twelve month period ended June 30 (as filed with the SEC on Form N-PX) are available without charge, upon request, by calling the Fund toll free at 1-800-423-6369 or by accessing the SEC's website at www.sec.gov.

Availability of Quarterly Portfolio Schedule: The Fund is required to file complete schedules of portfolio holdings with the SEC for the first and third fiscal quarters on Form N-Q. Once filed, the Fund's Form N-Q is available without charge upon request on the SEC's website (<http://www.sec.gov>) and is also available by calling 1-800-423-6369. You can also review and copy the Fund's Form N-Q by visiting the SEC's Public Reference Room in Washington, DC (information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330).

Information about the Fund's Trustees and Officers:

The business and affairs of the Fund are managed under the direction of the Fund's Board of Trustees. Information pertaining to the Trustees of the Fund is set forth below. The Statement of Additional Information includes additional information about the Fund's Trustees and officers and is available, without charge, upon request by calling 1-800-423-6369.

Name, Address and Age	Position(s) Held with the Trust	Term of Office & Length of Time Served ⁽¹⁾	Principal Occupation During Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Disinterested Trustees:					
H. Kirk Downey 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1942	Chairman of the Board of Trustees Trustee	Since 2005 Since 1994	President and CEO, Texas Systems, LLC and CEO, Texas learning systems LLC since 1999 (education companies); Dean, M.J. Neeley School of Business, Texas Christian University Business School from 1987 to 1999.	6	None
Earle A. Shields, Jr. 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1920	Trustee	Since 1994	Consultant; formerly Consultant for NASDAQ Corp. and Vice President, Merrill Lynch & Co., Inc.	6	None
Richard J. Howell 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1942	Trustee Chairman of the Audit and Compliance Committee	Since 2005 Since 2008	CPA; Adjunct Faculty at SMU Cox School of Business from 2004 to 2009; Consulting Services, since 2002; Audit Partner, Arthur Andersen LLP from 1974 to 2002.	6	None
Larry J. Lockwood 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1953	Trustee	Since 2013	C.R. Williams Professor of Finance, Stan Block Endowed Chair in Finance, Department of Finance, Neeley School of Business, Texas Christian University since 1994.	6	None
Interested Trustees:					
J. Luther King, Jr. ⁽²⁾ 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1940	Trustee, President and Chief Executive Officer	Since 1994	Chairman, President and Director, Luther King Capital Management Corporation since 1979.	6	Tyler Technologies, Inc.
Steven R. Purvis ⁽²⁾ 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1964	Trustee Vice President	Since 2013 Since 2000	Principal, Luther King Capital Management Corporation since 2004, Vice President and Portfolio Manager, Luther King Capital Management Corporation since 1996.	6	AZZ Incorporated

⁽¹⁾ Each Trustee holds office during the lifetime of the Trust until that individual resigns, retires or is otherwise removed or replaced.

⁽²⁾ Messrs. King and Purvis are each considered an "interested person" of the Trust (as defined in the 1940 Act) because of their affiliation with the Adviser.

Information about the Fund's Trustees and Officers, Continued

Name, Address and Age	Position(s) Held with the Trust	Term of Office & Length of Time Served	Principal Occupation During Past Five Years
Principal Officers:			
J. Luther King, Jr. ⁽¹⁾ 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1940	Trustee, President and Chief Executive Officer	Since 1994	Chairman, President and Director, Luther King Capital Management Corporation since 1979.
Steven R. Purvis ⁽¹⁾ 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1964	Trustee Vice President	Since 2013	Principal, Luther King Capital Management Corporation since 2004, Vice President and Portfolio Manager, Luther King Capital Management Corporation since 1996.
Paul W. Greenwell 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1950	Vice President	Since 1996	Principal, Luther King Capital Management Corporation since 1986, Vice President and Portfolio Manager, Luther King Capital Management Corporation since 1983.
Richard Lenart 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1966	Secretary and Treasurer	Since 2006	Luther King Capital Management Corporation since 2005.
Jacob D. Smith 301 Commerce Street Suite 1600 Fort Worth, TX 76102 Year of Birth: 1974	Chief Financial Officer Chief Compliance Officer	Since 2010	General Counsel and Chief Compliance Officer, Luther King Capital Management Corporation since 2006; Principal, Luther King Capital Management Corporation since 2013.

⁽¹⁾ Messrs. King and Purvis are each considered an “interested person” of the Trust (as defined in the 1940 Act) because of their affiliation with the Adviser.

LKCM FUNDS PRIVACY NOTICE

Our Commitment to Your Privacy

At LKCM Funds, we are committed to safeguarding the confidentiality and privacy of nonpublic personal information about our current and former shareholders. This privacy notice describes the types of nonpublic personal information we collect about you and the sources through which we obtain this information, the purposes for which we obtain and use your nonpublic information, and the policies and procedures we have implemented to protect the privacy of your nonpublic personal information.

How We Protect Your Nonpublic Personal Information

Protecting your nonpublic personal information is an important priority at LKCM Funds. Accordingly, we have implemented policies and procedures designed to safeguard your nonpublic personal information, such as your tax identification number, account and investment history, account numbers, account balances and nonpublic contact information, from unauthorized access or use. Pursuant to these policies and procedures, we maintain various physical, technological, and administrative safeguards to protect the security and confidentiality of your nonpublic personal information, and we adapt these safeguards to respond to evolving technological and other standards.

We do not disclose nonpublic personal information about you to non-affiliated firms, organizations or individuals except as authorized by you or your representatives or as required or permitted by law. We may disclose nonpublic personal information about you to nonaffiliated third parties, such as custodians, brokers, auditors, accountants, and systems and administrative service providers, in connection with the services we provide to you or on your behalf. When we provide nonpublic personal information about you to nonaffiliated third parties for these purposes, we expect them to safeguard your nonpublic personal information, use your nonpublic personal information only for the intended purposes and otherwise abide by applicable law.

How We Obtain Your Nonpublic Personal Information

We collect nonpublic personal information about you from various sources, including documents, new account applications and other information that you or your representatives, custodians, attorneys, accountants or similar parties provide to us, communications that we have with you or your representatives, custodians, attorneys, accountants or similar parties, and documents and other information related to your accounts or investment experience with us.

Please do not hesitate to contact Jacob D. Smith, our Chief Compliance Officer, if you have any questions regarding this privacy notice or the measures we have implemented to protect the privacy of your nonpublic personal information.

U.S. Bancorp Fund Services, LLC
P.O. Box 701
Milwaukee, WI 53201-0701

LKCM FUNDS
P.O. Box 701
Milwaukee, WI 53201-0701

Officers and Trustees

J. Luther King, Jr., CFA, CIC
Trustee, President and Chief Executive
Officer

H. Kirk Downey
Chairman of the Board

Larry J. Lockwood
Trustee

Paul W. Greenwell
Vice President

Richard J. Howell
Trustee

Richard Lenart
Secretary & Treasurer

Steven R. Purvis, CFA
Trustee, Vice President

Earle A. Shields, Jr.
Trustee

Jacob D. Smith
Chief Financial Officer
Chief Compliance Officer

Investment Adviser

Luther King Capital Management Corporation
301 Commerce Street, Suite 1600
Fort Worth, TX 76102

**Administrator, Transfer Agent, Dividend
Paying Agent & Shareholder Servicing Agent**

U.S. Bancorp Fund Services, LLC
P.O. Box 701
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Custodian

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1555 N. River Center Drive, Suite 302
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Independent Registered Public Accounting Firm

Deloitte & Touche LLP
555 E. Wells St., Suite 1400
Milwaukee, WI 53202

Distributor

Quasar Distributors, LLC
777 East Wisconsin Avenue, Floor 6
Milwaukee, WI 53202
