
LKCM FUNDS

LKCM Small Cap Equity Fund
LKCM Small-Mid Cap Equity Fund
LKCM Equity Fund
LKCM Balanced Fund
LKCM Fixed Income Fund
LKCM International Equity Fund

Annual Report
December 31, 2019

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 Funds for indicated periods ended December 31, 2019:

Fund	Inception Date	NAV @ 12/31/19	Net Expense Ratio*, **	Gross Expense Ratio**	One Year Total Return Ended 12/31/19	Five Year Average Annualized Return Ended 12/31/19	Ten Year Average Annualized Return Ended 12/31/19	Avg. Annual Total Return Since Incept.
LKCM Equity Fund - S&P 500® Index ⁽¹⁾	1/3/96	\$29.02	0.81%	0.99%	29.85% 31.49%	10.48% 11.70%	12.41% 13.56%	8.93% 9.17%
LKCM Small Cap Equity Fund - Russell 2000® Index ⁽²⁾	7/14/94	\$16.78	1.00%	1.08%	22.70% 25.52%	6.92% 8.23%	10.80% 11.83%	10.24% 9.28%
LKCM Small-Mid Cap Equity Fund - Russell 2500® Index ⁽³⁾	5/2/11	\$ 9.09	1.00%	1.75%	31.05% 27.77%	8.13% 8.93%	N/A N/A	7.24% 10.12%
LKCM International Equity Fund - MSCI/EAFE® Index ⁽⁴⁾	5/1/19	\$10.89	1.00%	1.40%	N/A N/A	N/A N/A	N/A N/A	8.97%# 7.98%#
LKCM Balanced Fund S&P 500® Index ⁽¹⁾ Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index ⁽⁵⁾	12/30/97	\$24.22	0.80%	1.00%	21.85% 31.49%	8.30% 11.70%	9.52% 13.56%	6.87% 7.63%
LKCM Fixed Income Fund Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index ⁽⁵⁾	12/30/97	\$10.92	0.50%	0.78%	6.70% 6.80%	2.50% 2.57%	2.97% 3.05%	4.25% 4.47%

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 Funds may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling 1-800-688-LKCM. The Funds impose 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 Funds' investment adviser, has contractually agreed to waive all or a portion of its management fee and/or reimburse expenses of each Fund to maintain the expense ratios designated in the Funds' prospectus through May 1, 2020. This expense limitation excludes interest, taxes, brokerage commissions, indirect fees and expenses related to investments in other investment companies, including money market funds, and extraordinary expenses. Investment performance, which is based on the net expense ratio, 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 each Fund during the fiscal year ended December 31, 2019.

** Expense ratios above are as reported in the Funds' current prospectus dated May 1, 2019. Expense ratios reported for other periods in the financial highlights of this report may differ.

Cumulative return for the period from May 1, 2019, the LKCM International Equity Fund's inception date, through December 31, 2019. Short term performance, in particular, is not a good indication of the Fund's future performance, and an investment should not be made based solely on returns.

(1) 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.

(2) The Russell 2000® Index is an unmanaged index which measures the performance of the 2,000 smallest companies in the Russell 3000® Index.

(3) The Russell 2500® Index is an unmanaged index which measures the performance of the 2,500 smallest companies in the Russell 3000® Index.

(4) The Morgan Stanley Capital International Europe, Australia, Far East Index ("MSCI/EAFE Index") is an unmanaged index composed of large-cap and mid-cap securities across 21 European and Pacific Basin countries. The MSCI/EAFE Index is a recognized international index and is weighted by market capitalization.

(5) The Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index is an unmanaged market value weighted index measuring both the principal price changes of, and income provided by, the underlying universe of securities that comprise the index. Securities included in the index must meet the following criteria: fixed as opposed to variable rate; remaining maturity of one to ten years; minimum outstanding par value of \$250 million; rated investment grade or higher by Moody's Investors Service or equivalent; must be dollar denominated and non-convertible; and must be publicly issued.

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

2019 Review

The longest U.S. economic expansion on record, now in its eleventh year, also remains sluggish compared to other post-war expansions. We believe this lack of robust growth has contributed to the longevity of the current U.S. economic expansion. We believe that in order for the economy to grow above trend, aside from the immediate aftermath of a recession, consumers, businesses, and government must employ credit to pull forward consumption. Such action often results in a cycle of rising debt burdens which typically crest just as the business cycle turns down, often driven by the Federal Reserve acting to dampen inflation by raising interest rates. In our view, the consumer, in particular, has been quite disciplined regarding leverage and savings during this expansion, which has contributed to both its moderate pace and sustainability.

However, moderate economic growth of around 2.0% per year after inflation can lead to the perception that growth is relatively fragile. Investors spent a good portion of 2019 on recession watch as traditional warning signs, such as an inverted yield curve, slowing job gains, and contracting manufacturing activity, suggested an elevated risk of a recession. Weakness in many other global economies also reinforced these perceived recessionary concerns. Fortunately, weaker economic growth amid rising trade tensions spurred policymakers

around the world into action as central banks lowered interest rates, reinstated quantitative easing, quickened the pace of money supply growth, and expanded fiscal spending.

The Federal Reserve then surprised markets in the first quarter of 2019 with a large and unexpected reversal in monetary policy. At the Federal Reserve's first interest rate policy meeting of the year and only six weeks into 2019, the Federal Reserve signaled that it would refrain from further interest rate increases for the foreseeable future and suspend its balance sheet reduction at some point during the year. In our view, several factors appeared to contribute to the abrupt change in the course for monetary policy, including the decline in global equity markets following the December 2018 interest rate hike, declining inflation expectations, and the impact of trade tensions on global growth. We believe the sharp dovish tilt in monetary policy, combined with significant equity valuation compression during December 2018, set the stage for valuation expansion as monetary conditions eased and trade tensions moderated as 2019 progressed. We believe this confluence of events and other factors contributed to the strong performance of the markets during 2019, as measured by the 31.49% and 6.80% advances for the S&P 500® Index and the Bloomberg Barclays Intermediate Government/Credit Bond Index, respectively, for the year ended December 31, 2019.

Finally, the U.S. economy achieved a unique milestone as we closed the decade. We believe the history of recessions in the U.S. illustrates that they are a natural, though painful, part of the business cycle. The National Bureau of Economic Research marks the beginning of the first business cycle of record during the fourth quarter of 1854. In every decade since the 1850s, the U.S. economy has experienced a recession, which is generally defined as two consecutive quarters of contracting U.S. Gross Domestic Product (GDP). However, 2019 brought to a close the only decade over the past 165 years in which the U.S. economy did not experience a recession.

2020 Outlook

We believe the domestic economic outlook has become incrementally positive, as the slump in manufacturing appears to be bottoming, labor markets remain robust, monetary policy remains accommodative, and some political uncertainties appear to have diminished. Personal consumption represents roughly 70% of the U.S. economy, and the consumer remains healthy in our view. The U.S. economy created a surprisingly strong 266,000 new jobs in November 2019, aided in part by the return to work of 49,000 striking General Motors employees. Labor market strength also appears evident in the most recent November 2019 unemployment rate of 3.5%, the lowest since December 1969. We believe that tight labor markets are supportive of higher wages, which grew by 3.1% in November 2019 compared with a year earlier. The lowest paid U.S. workers appeared to be the recipients of the biggest raises as earnings for nonsupervisory workers grew by 3.7% from a year earlier, and this trend could continue in our view. Twenty-two states have ushered in higher minimum wage levels around the beginning of 2020. Only seven of these increases appear to relate to inflation adjustments, the balance of which are the result of state legislative actions or ballot initiatives passed by voters. We believe this will impact an estimated 6.8 million workers with increases ranging from a \$0.10 per hour inflation-related adjustment in Florida to a \$1.50 per hour increase in New Mexico and Washington. We believe that these strong labor conditions have helped lift consumer confidence back to recent highs.

The U.S. dollar finished 2019 little changed from the beginning of the year; however, we believe that it could face three potential headwinds over the coming year. First, rising global bond yields have generally narrowed the excess yield spread offered by owning U.S. bonds, potentially resulting in a decrease in demand for U.S. dollars by foreign investors. Second, we believe the U.S. dollar has historically been a counter-cyclical currency, meaning that it weakens as the economic growth between the U.S. and the rest of the world narrows. In our view, the heart of the European economy, Germany's large manufacturing base, has been particularly hard hit over the past year as auto manufacturing firms, still reeling from emissions scandals, have been heavily impacted by declining auto exports to China and significant retooling costs to develop more electric vehicles. However, we believe that European economic growth, aided by recent easing of monetary policy by the European Central Bank, should stabilize and show signs of recovery in the coming years. Finally, the U.S. dollar generally is sensitive to changes in inflation expectations, which fell from mid-2018 through the early part of the fourth quarter of 2019. We believe that if inflation expectations were to lift slightly from depressed levels in light of easing monetary policy, the U.S. dollar could weaken, and any weakening in the U.S. dollar would likely help boost corporate earnings of domestic companies with foreign sales.

For 2020, the U.S. presidential election features prominently in the year ahead. As the election approaches, investors will parse unexpected developments, which likely will be rapidly reflected in market prices. One simple result could be higher volatility as November 2020 approaches, particularly if risk to the status quo is perceived to rise. Historically, the electorate has viewed the U.S. presidential election through the prism of the economy. Since Woodrow Wilson's second term in 1916, in all twelve cases when the incumbent presidents avoided a recession two years before seeking another term, they went on to win reelection. Conversely, in the six instances when a recession occurred in the two year run-up to a re-election year, the incumbent lost with one exception, Calvin Coolidge, who won the election in 1924 as the incumbent after the passing of President Harding.

In summary, our projected outlook for 2020 is for the economy to continue to expand around 2% in real terms, aided by easing monetary policy as well as healthy consumption which we expect to be supported by continued strength in the labor market and real wage growth. The trade tension fever may have finally broken, which we believe should be positive for business confidence, a component of capital spending plans by businesses. As always, a market correction, generally defined as a decline of approximately 10% in the value of the equity markets, could occur at any time in our view. However, we believe a bear market, generally defined as a decline of greater than 20% in the value of the equity markets, appears less likely without an accompanying recession. We believe there is a low probability of

this risk, absent a severe exogenous shock to the U.S. economy. The November 2020 elections will rightly capture the attention of investors, and there is considerable time for developments to occur in the interim.

LKCM Equity Fund

The LKCM Equity Fund returned 29.85% for the year ended December 31, 2019, as compared to the 31.49% return for the S&P 500[®] Index, the Fund's benchmark. The Fund's relative performance benefited from stock selection decisions, particularly in the Industrials, Consumer Discretionary and Healthcare sectors, which was partially offset by stock selection decisions in the Information Technology and Energy sectors. The Fund's underweight position in the Information Technology sector detracted from the Fund's relative performance, which was partially offset by the Fund not investing in the Utilities sector. We believe the Fund is well positioned with a portfolio of companies that we believe are high quality, have solid balance sheets, are reasonably valued, and otherwise meet our stringent investment criteria.

LKCM Small Cap Equity Fund

The LKCM Small Cap Equity Fund returned 22.70% for the year ending December 31, 2019, as compared to the 25.52% return for the Russell 2000[®] Index, the Fund's benchmark. The Fund's relative performance benefited from sector allocation decisions, particularly being overweight the Information Technology and Industrials sectors. Stock selection decisions in the Information Technology and Healthcare sectors detracted from the Fund's relative performance, which were partially offset by stock selection decisions in the Financials and Consumer Staples sectors. The Fund also benefited during the year from six portfolio companies being acquired and seven portfolio companies graduating out of our small cap investment strategy due to market appreciation. We were pleased with the Fund's performance in light of the tilt in the Fund's investment strategy towards high quality growth-oriented companies. We continue to remain confident in our strategy of investing in companies that we believe are high quality and competitively advantaged and otherwise meet our stringent investment criteria.

LKCM Small-Mid Cap Equity Fund

The LKCM Small-Mid Cap Equity Fund outperformed the Russell 2500[®] Index, the Fund's benchmark, for the year ended December 31, 2019, returning 31.05% as compared to the 27.77% return for the benchmark. The Fund's relative performance benefited from sector allocation decisions, particularly being overweight the Information Technology sector and underweight the Utilities sector. The Fund's relative performance also benefited from stock selection decisions in the Industrials, Communication Services, and Materials sectors, which was partially offset by stock selection decisions in the Healthcare and Consumer Discretionary sectors. The Fund also benefited during the year from three portfolio companies being acquired and three portfolio companies graduating out of our small-mid cap investment strategy due to market appreciation. We were pleased with the Fund's performance in light of the tilt in the Fund's investment strategy towards high quality growth-oriented companies. We continue to remain confident in our strategy of investing in companies that we believe are high quality and competitively advantaged and otherwise meet our stringent investment criteria.

LKCM Balanced Fund

The LKCM Balanced Fund returned 21.85% for the year ended December 31, 2019 versus the 31.49% return for the S&P 500[®] Index and the 6.80% return for the Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index. The Fund benefited from strong stock selection in the Healthcare, Industrials and Materials sectors relative to the S&P 500[®] Index, which was partially offset by stock selection in the Information Technology sector. The Fund's overweight position in the Energy sector detracted from the Fund's relative performance, which was partially offset by the Fund not investing in the Utilities sector in the equity portfolio. The Fund's fixed income portfolio remained focused on high quality intermediate corporate bonds, which seeks to serve the dual purpose of generating income and moderating overall risk in the Fund's portfolio. At December 31, 2019, the Fund's holdings consisted of approximately 69.4% equity securities, 28.3% fixed income securities, and 2.3% cash and cash equivalents, which we believe has the Fund well-positioned for the upcoming year.

LKCM Fixed Income Fund

The LKCM Fixed Income Fund returned 6.70% for the year ended December 31, 2019 compared to its benchmark, the Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index, which returned 6.80% for the year ended December 31, 2019. During the year, yields declined substantially across the curve and the yield curve steepened as the Federal Reserve cut the Federal Funds rate during the second half of the year in response to slowing economic conditions. The lagged effect of cumulative monetary policy tightening that ultimately inverted the yield curve during the summer and continuing uncertainties created by escalating trade policy tensions exacerbated slowing growth around the globe and contributed to the Federal Reserve's decision to reverse course in its monetary policy. In this environment, where longer-duration securities outperformed their shorter-duration counterparts, the Fund's duration of approximately 3.3 years detracted from performance relative to the duration of 3.9 years for the benchmark. However, in a year characterized by sharply tighter credit spreads, corporate bonds outperformed their higher quality counterparts in the U.S. government and agency issues sector as the flight-to-quality trade reversed and lower-rated fixed income securities outperformed. As a result, the Fund's overweight position in corporate bonds relative to the benchmark, specifically corporate bonds in the BBB-rated sector, was beneficial to the Fund's relative performance as credit spreads tightened substantially during the year. The Fund remains largely focused on short-to-intermediate investment grade corporate bonds with strong underlying credit fundamentals in an effort to mitigate interest rate risk and credit risk in this modest growth environment.

LKCM International Equity Fund

The LKCM International Equity Fund returned 8.97% for the period from May 1, 2019, the inception date of the Fund, through December 31, 2019, as compared to the 7.98% for the MSCI EAFE Index, the Fund's benchmark. During this period, the Fund's relative performance benefited from an underweight position in the Financials sector and overweight positions in the Industrials, Consumer Discretionary, Information Technology and Healthcare sectors, which was partially offset by an overweight position in the Consumer Staples sector and an underweight position in the Utilities sector. The Fund's relative performance also benefited from stock selection decisions in the Industrials, Energy, Materials and Information Technology sectors, which was partially offset by stock selection decisions in the Financials, Healthcare and Consumer Discretionary sectors. We believe the Fund is well positioned to generate attractive returns for Fund shareholders through competitively advantaged companies that we believe can generate returns in excess of their cost of capital and have good opportunities for earnings growth. In addition, we believe that the Fund's overweight positions in the Industrials and Information Technology sectors should have the Fund well positioned for an anticipated resumption of expansionary policy in response to the decline in global economic activity throughout 2019, while we believe the Fund's underweight position in the Financials sector will likely remain in place as lower interest rates continue to pressure bank margins.



J. Luther King, Jr., CFA, CIC
January 28, 2020

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 pages 16-31 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. Investments in equity securities are subject to market risks and significant fluctuations in value. 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. Investments in debt securities typically decrease in value when interest rates rise. This risk is greater for longer-term debt securities. Investments in mortgage backed securities include additional risks that investors should be aware of such as credit risk, prepayment risk, possible illiquidity and default, as well as increased susceptibility to adverse economic developments. These risks are discussed in the Funds' summary and statutory prospectuses.

Earnings growth is not a measure of future performance.

Duration is a commonly used measure of the potential volatility of the price of a debt security, or the aggregate market value of a portfolio of debt securities, prior to maturity. Securities with a longer duration generally have more volatile prices than securities of comparable quality with a shorter duration.

Spread is the percentage point difference between yields of various classes of bonds compared to treasury bonds.

Yield curve is a line that plots yields (interest rates) of bonds having equal credit quality but differing maturity dates. The slope of the yield curve gives an idea of future interest rate changes and economic activity.

Bond ratings are grades given to bonds that indicate their credit quality as determined by a private independent rating service such as S&P Global. The firm evaluates a bond issuer's financial strength, or its ability to pay a bond's principal and interest in a timely fashion. Ratings are expressed as letters ranging from 'AAA', which is the highest grade, to 'D', which is the lowest grade. In limited situations when the rating agency has not issued a formal rating, the rating agency will classify the security as nonrated.

Investors should consider the investment objective, risks and charges and expenses of a Fund carefully before investing. Each Fund's summary prospectus and the prospectus contain this and other information about the Fund. Investors can obtain a summary prospectus or the prospectus by calling 1-800-688-LKCM. The summary prospectus and the prospectus should be read carefully before investing in a Fund.

Quasar Distributors, LLC, distributor.

PERFORMANCE:

The following information illustrates the historical performance of the LKCM Small Cap Equity Fund as of December 31, 2019 compared to the Fund’s representative 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 1-800-688-LKCM. 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 Small-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.

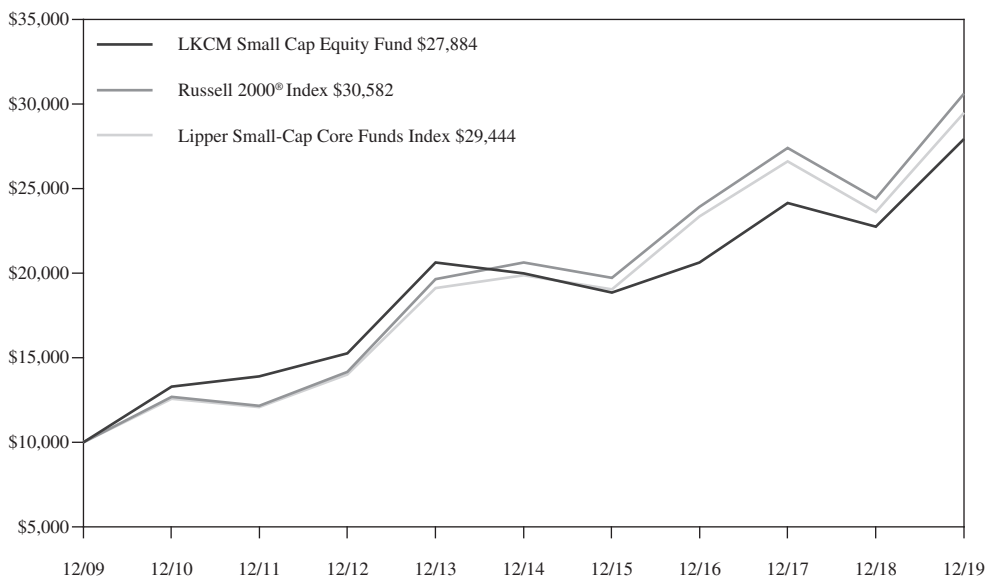
AVERAGE ANNUAL TOTAL RETURN (Periods Ended December 31, 2019)

	Past 1 Year	Past 5 Years ⁽¹⁾	Past 10 Years ⁽¹⁾	Since Inception ⁽¹⁾⁽²⁾
LKCM Small Cap Equity Fund	22.70%	6.92%	10.80%	10.24%
Russell 2000® Index	25.52%	8.23%	11.83%	9.28%
Lipper Small-Cap Core Funds Index	24.80%	8.19%	11.40%	9.93%

⁽¹⁾ Annualized.

⁽²⁾ July 14, 1994

A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM SMALL CAP EQUITY FUND (for the ten years ended December 31, 2019)



The Russell 2000® Index is an unmanaged index consisting of the 2,000 smallest companies in the Russell 3000® Index.

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

PERFORMANCE:

The following information illustrates the historical performance of the LKCM Small-Mid Cap Equity Fund as of December 31, 2019 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 1-800-688-LKCM. 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.

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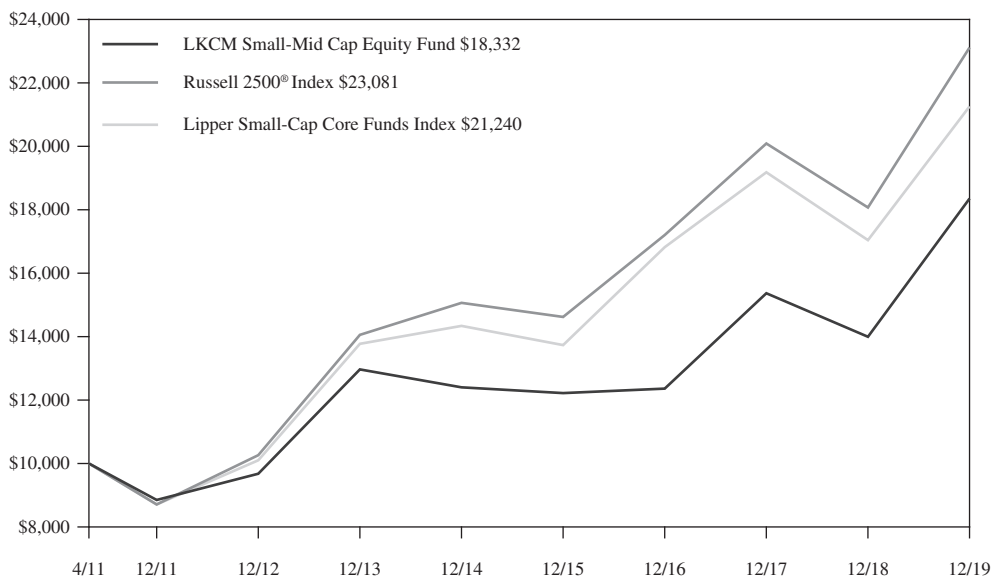
AVERAGE ANNUAL TOTAL RETURN (Periods Ended December 31, 2019)

	Past 1 Year	Past 5 Years⁽¹⁾	Since Inception⁽¹⁾⁽²⁾
LKCM Small-Mid Cap Equity Fund	31.05%	8.13%	7.24%
Russell 2500® Index	27.77%	8.93%	10.12%
Lipper Small-Cap Core Funds Index	24.80%	8.19%	9.07%

⁽¹⁾ Annualized.

⁽²⁾ May 2, 2011

**A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM SMALL-MID CAP EQUITY FUND
(for the period from May 2, 2011 (inception date) to December 31, 2019)**



The Russell 2500® Index is an unmanaged index consisting of the 2,500 smallest companies in the Russell 3000® Index.

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

PERFORMANCE:

The following information illustrates the historical performance of the LKCM Equity Fund as of December 31, 2019 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 1-800-688-LKCM. 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.

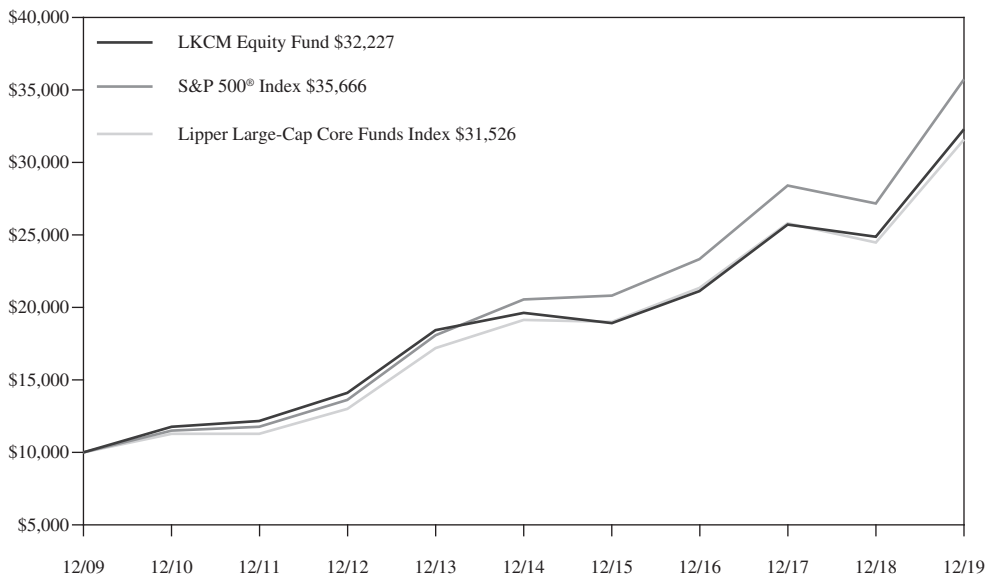
AVERAGE ANNUAL TOTAL RETURN (Periods Ended December 31, 2019)

	Past 1 Year	Past 5 Years ⁽¹⁾	Past 10 Years ⁽¹⁾	Since Inception ⁽¹⁾⁽²⁾
LKCM Equity Fund	29.85%	10.48%	12.41%	8.93%
S&P 500® Index	31.49%	11.70%	13.56%	9.17%
Lipper Large-Cap Core Funds Index	29.00%	10.54%	12.17%	8.12%

⁽¹⁾ Annualized.

⁽²⁾ January 3, 1996

**A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM EQUITY FUND
(for the ten years ended December 31, 2019)**



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.

PERFORMANCE:

The following information illustrates the historical performance of the LKCM Balanced Fund as of December 31, 2019 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 1-800-688-LKCM. 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 Mixed-Asset Target Allocation Growth 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.

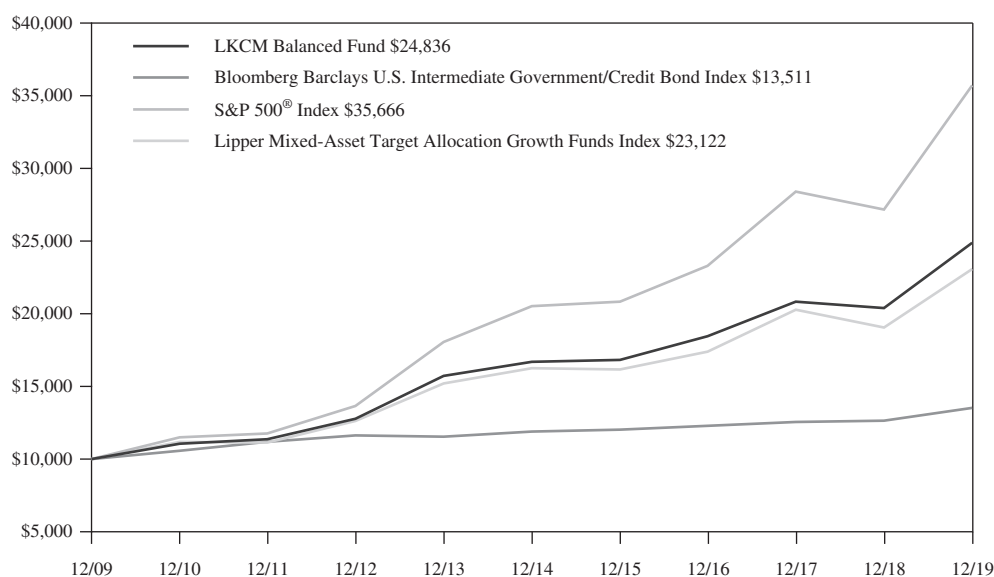
AVERAGE ANNUAL TOTAL RETURN (Periods Ended December 31, 2019)

	Past 1 Year	Past 5 Years ⁽¹⁾	Past 10 Years ⁽¹⁾	Since Inception ⁽¹⁾⁽²⁾
LKCM Balanced Fund	21.85%	8.30%	9.52%	6.87%
S&P 500® Index	31.49%	11.70%	13.56%	7.63%
Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index	6.80%	2.57%	3.05%	4.47%
Lipper Mixed-Asset Target Allocation Growth Funds Index	21.10%	7.25%	8.80%	6.46%

⁽¹⁾ Annualized.

⁽²⁾ December 30, 1997

A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM BALANCED FUND (for the ten years ended December 31, 2019)



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 Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index is an unmanaged market value weighted index measuring both the principal price changes of, and income provided by, the underlying universe of securities that comprise the index. Securities included in the index must meet the following criteria; fixed as opposed to variable rate; remaining maturity of one to ten years;

minimum outstanding par value of \$250 million; rated investment grade or higher by Moody's Investors Service or equivalent; must be dollar denominated and non-convertible; and must be publicly issued.

The Lipper Mixed-Asset Target Allocation Growth Funds Index is an unmanaged index generally considered representative of mutual funds tracked by Lipper, Inc. that, by portfolio practice, maintain a mix of between 60%-80% equity securities, with the remainder invested in bonds, cash and cash equivalents.

PERFORMANCE:

The following information illustrates the historical performance of the LKCM Fixed Income Fund as of December 31, 2019 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 1-800-688-LKCM. 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 Short Intermediate Investment-Grade Debt 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.

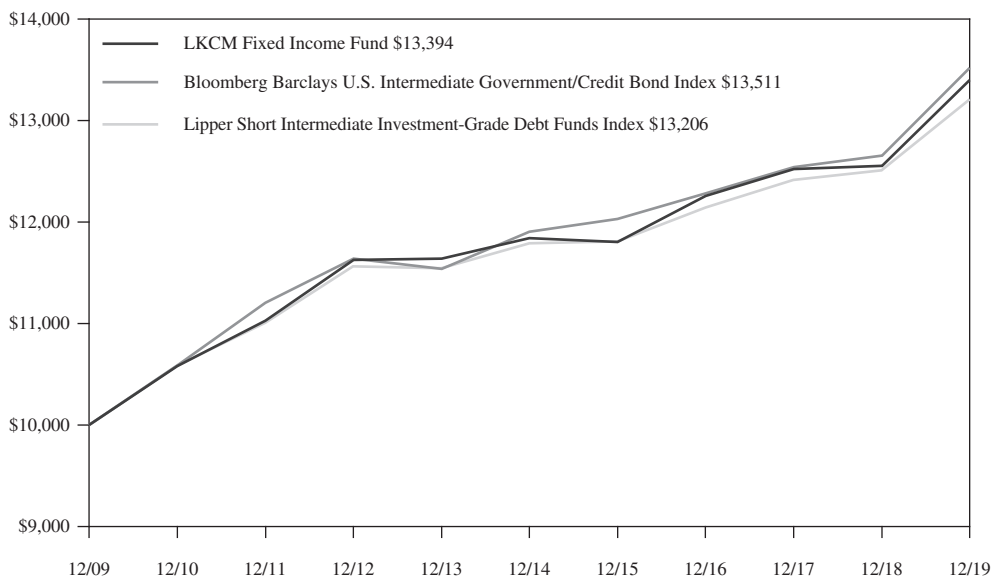
AVERAGE ANNUAL TOTAL RETURN (Periods Ended December 31, 2019)

	Past 1 Year	Past 5 Years ⁽¹⁾	Past 10 Years ⁽¹⁾	Since Inception ⁽¹⁾⁽²⁾
LKCM Fixed Income Fund	6.70%	2.50%	2.97%	4.25%
Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index	6.80%	2.57%	3.05%	4.47%
Lipper Short Intermediate Investment-Grade Debt Funds Index	5.60%	2.29%	2.82%	3.91%

⁽¹⁾ Annualized.

⁽²⁾ December 30, 1997

A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM FIXED INCOME FUND (for the ten years ended December 31, 2019)



The Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index is an unmanaged market value weighted index measuring both the principal price changes of, and income provided by, the underlying universe of securities that comprise the index. Securities included in the index must meet the following criteria: fixed as opposed to variable rate; remaining maturity of one to ten years; minimum outstanding par value of \$250 million; rated investment grade or higher by Moody’s Investors Service or equivalent; must be dollar denominated and non-convertible; and must be publicly issued.

The Lipper Short Intermediate Investment-Grade Debt Funds Index is an unmanaged index generally considered representative of short intermediate investment grade mutual funds tracked by Lipper, Inc.

PERFORMANCE:

The following information illustrates the historical performance of the LKCM International Equity Fund as of December 31, 2019 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 1-800-688-LKCM. 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.

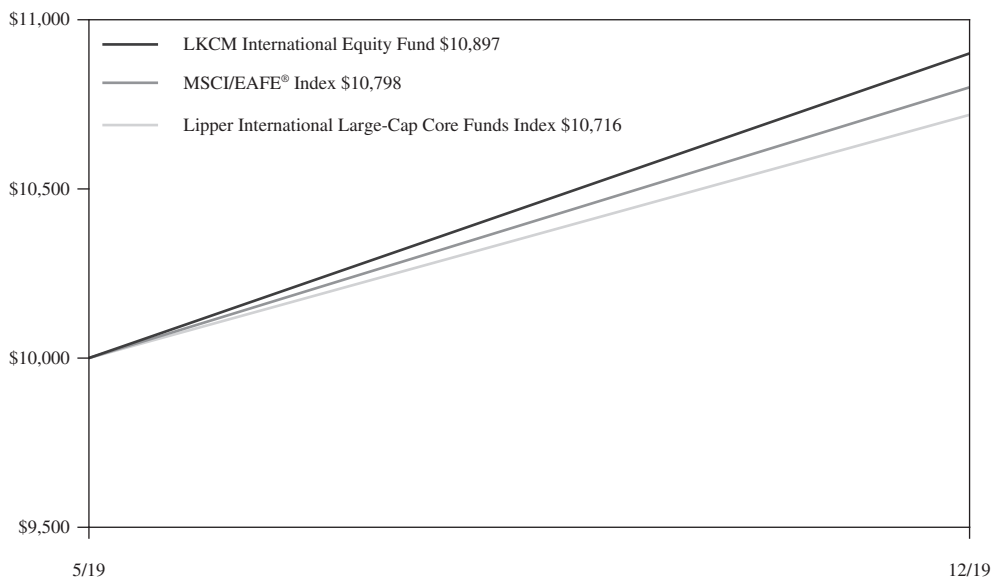
An index is an unmanaged portfolio and does not trade or incur any expenses. The Lipper International Large-Cap Core Funds Index, however, does reflect the fees and expenses borne by the funds included in that index. One can not invest in an unmanaged index.

CUMULATIVE TOTAL RETURN (Period Ended December 31, 2019)

	Since Inception ⁽¹⁾
LKCM International Equity Fund	8.97%
MSCI/EAFE [®] Index	7.98%
Lipper International Large-Cap Core Funds Index	7.16%

⁽¹⁾ May 1, 2019

A HYPOTHETICAL \$10,000 INVESTMENT IN LKCM INTERNATIONAL EQUITY FUND (for the period from May 1, 2019 (inception date) to December 31, 2019)



The Morgan Stanley Capital International Europe, Australia, Far East Index (“MSCI/EAFE Index”) is an unmanaged index composed of large-cap and mid-cap securities across 21 European and Pacific Basin countries. The MSCI/EAFE Index is a recognized international index and is weighted by market capitalization.

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

LKCM Funds Expense Example — December 31, 2019

As a shareholder of the Funds, 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 Funds 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 (7/1/19-12/31/19).

ACTUAL EXPENSES

The first line of the tables 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 Funds charge 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 Funds’ transfer agent. If you request that a redemption be made by wire transfer, currently a \$15.00 fee is charged by the Funds’ 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 LKCM Small Cap Equity, Small-Mid Cap Equity, Equity, Balanced, Fixed Income, and International Equity Funds within 30 days of purchase, unless otherwise determined by the Funds in their discretion. To the extent the Funds invest in shares of other investment companies as part of their investment strategies, you will indirectly bear your proportionate share of any fees and expenses charged by the underlying funds in which the Funds invest in addition to the expenses of the Funds. 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 tables below provides information about hypothetical account values and hypothetical expenses based on the Funds’ actual expense ratios and an assumed rate of return of 5% per year before expenses, which are not the Funds’ actual returns. 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 Funds 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 Small Cap Equity Fund		
	Beginning Account Value 7/1/19	Ending Account Value 12/31/19	Expenses Paid During Period* 7/1/19–12/31/19
Actual	\$1,000.00	\$1,027.70	\$5.11
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.

	LKCM Small-Mid Cap Equity Fund		
	Beginning Account Value 7/1/19	Ending Account Value 12/31/19	Expenses Paid During Period* 7/1/19–12/31/19
Actual	\$1,000.00	\$1,055.90	\$5.18
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.

	LKCM Equity Fund		
	Beginning Account Value 7/1/19	Ending Account Value 12/31/19	Expenses Paid During Period* 7/1/19–12/31/19
Actual	\$1,000.00	\$1,086.60	\$4.21
Hypothetical (5% return before expense)	\$1,000.00	\$1,021.17	\$4.08

* Expenses are equal to the Fund’s annualized net expense ratio of 0.80%, multiplied by the average account value over the period, multiplied by 184/365 to reflect the one-half year period.

LKCM Balanced Fund

	<u>Beginning Account Value 7/1/19</u>	<u>Ending Account Value 12/31/19</u>	<u>Expenses Paid During Period* 7/1/19–12/31/19</u>
Actual	\$1,000.00	\$1,060.40	\$4.15
Hypothetical (5% return before expense)	\$1,000.00	\$1,021.17	\$4.08

* Expenses are equal to the Fund's annualized net expense ratio of 0.80%, multiplied by the average account value over the period, multiplied by 184/365 to reflect the one-half year period.

LKCM Fixed Income Fund

	<u>Beginning Account Value 7/1/19</u>	<u>Ending Account Value 12/31/19</u>	<u>Expenses Paid During Period* 7/1/19–12/31/19</u>
Actual	\$1,000.00	\$1,017.10	\$2.54
Hypothetical (5% return before expense)	\$1,000.00	\$1,022.68	\$2.55

* Expenses are equal to the Fund's annualized net expense ratio of 0.50%, multiplied by the average account value over the period, multiplied by 184/365 to reflect the one-half year period.

LKCM International Equity Fund

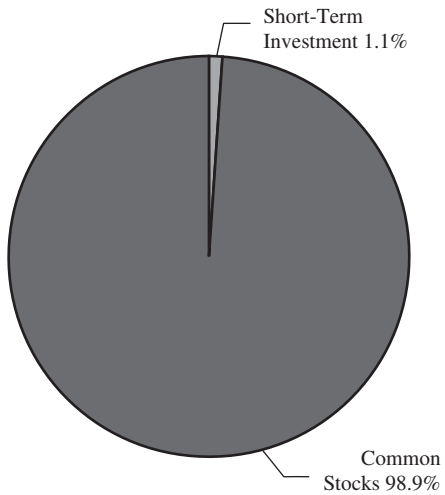
	<u>Beginning Account Value 7/1/19</u>	<u>Ending Account Value 12/31/19</u>	<u>Expenses Paid During Period 7/1/19–12/31/19</u>
Actual	\$1,000.00	\$1,087.50	\$5.26
Hypothetical (5% return before expense)	\$1,000.00	\$1,020.16	\$5.09

* 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.

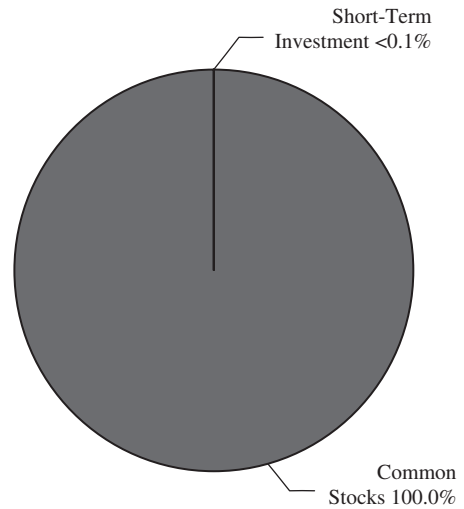
ALLOCATION OF PORTFOLIO HOLDINGS — LKCM Funds — December 31, 2019

Percentages represent market value as a percentage of total investments.

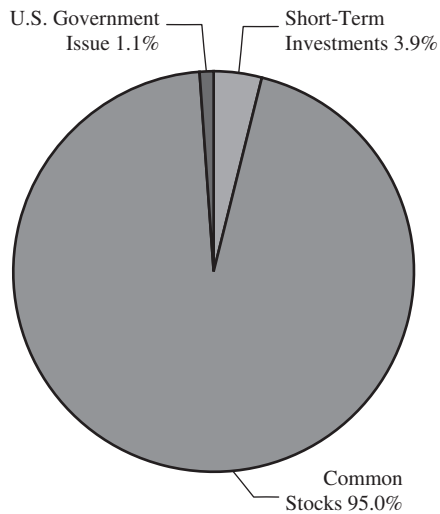
LKCM Small Cap Equity Fund



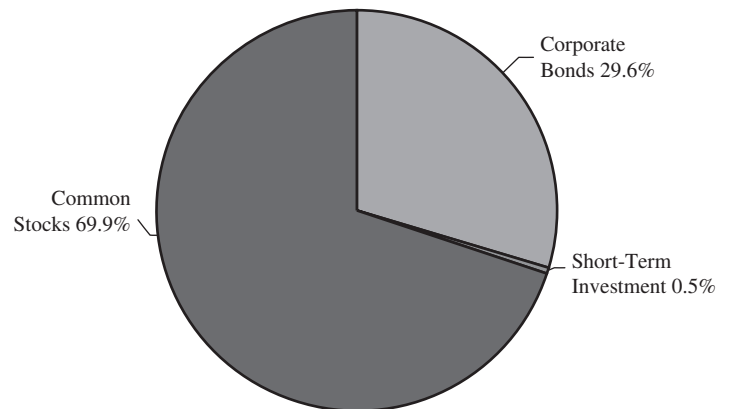
LKCM Small-Mid Cap Equity Fund



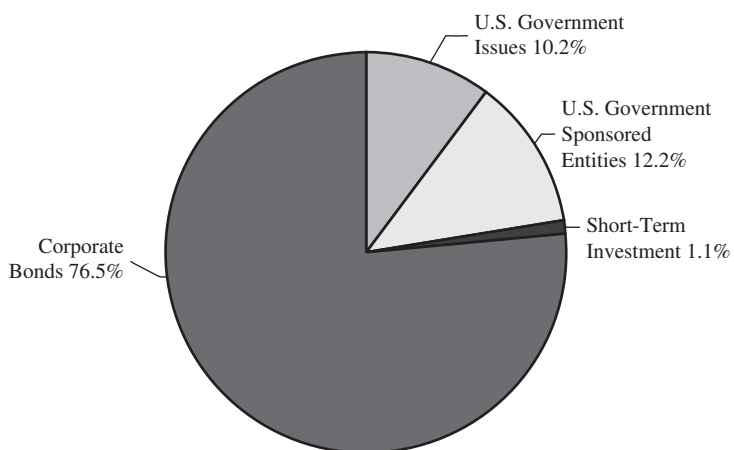
LKCM Equity Fund



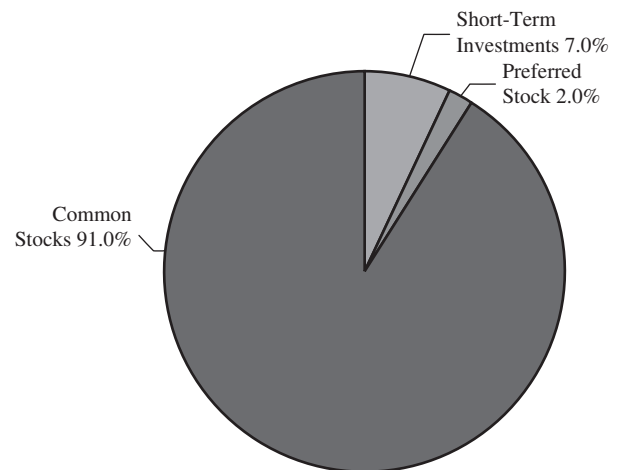
LKCM Balanced Fund



LKCM Fixed Income Fund



LKCM International Equity Fund



LKCM SMALL CAP EQUITY FUND

SCHEDULE OF INVESTMENTS

December 31, 2019

COMMON STOCKS - 98.8%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 1.5%			Health Care Equipment & Supplies - 5.1%		
Mercury Systems, Inc. (a)	39,045	\$ 2,698,400	Canter Medical Corp.	13,670	\$ 969,203
Automobiles - 0.5%			Cerus Corp. (a)	5,000	21,100
Thor Industries, Inc.	13,340	991,029	Mesa Laboratories, Inc.	6,025	1,502,635
Banks - 7.7%			NeoGenomics, Inc. (a)	92,520	2,706,210
BancorpSouth Bank	64,634	2,030,154	STAAR Surgical Co. (a)	81,705	2,873,565
Cadence BanCorp	98,682	1,789,105	ViewRay, Inc. (a)	250,000	1,055,000
CBTX, Inc.	40,830	1,270,629			9,127,713
Glacier Bancorp, Inc.	51,170	2,353,308	Health Care Providers & Services - 7.4%		
Pinnacle Financial Partners, Inc.	36,970	2,366,080	HealthEquity, Inc. (a)	32,820	2,430,977
Seacoast Banking Corp. of Florida (a)	73,490	2,246,589	Medpace Holdings, Inc. (a)	29,760	2,501,626
Veritex Holdings, Inc.	64,067	1,866,272	Omnicell, Inc. (a)	39,775	3,250,413
		13,922,137	R1 RCM, Inc. (a)	225,000	2,920,500
Biotechnology - 5.1%			U.S. Physical Therapy, Inc.	19,240	2,200,094
Charles River Laboratories International, Inc. (a)	12,645	1,931,650			13,303,610
Emergent BioSolutions, Inc. (a)	36,770	1,983,742	Health Care Technology - 1.5%		
Ligand Pharmaceuticals, Inc. (a)	22,235	2,318,888	Teladoc Health, Inc. (a)	32,990	2,761,923
Natera, Inc. (a)	13,590	457,847	Hotels, Restaurants & Leisure - 3.5%		
Neogen Corp. (a)	38,510	2,513,163	Everi Holdings, Inc. (a)	187,397	2,516,742
		9,205,290	Planet Fitness, Inc. - Class A (a)	23,305	1,740,417
Building Products - 6.8%			Wingstop, Inc.	23,465	2,023,387
American Woodmark Corp. (a)	23,055	2,409,478			6,280,546
Builders FirstSource, Inc. (a)	132,725	3,372,542	Household Durables - 1.2%		
CSW Industrials, Inc.	39,040	3,006,080	Century Communities, Inc. (a)	82,590	2,258,836
PGT Innovations, Inc. (a)	122,101	1,820,526	Insurance - 4.8%		
Trex Co., Inc. (a)	19,540	1,756,255	Goosehead Insurance, Inc. - Class A	25,395	1,076,748
		12,364,881	The Hanover Insurance Group, Inc.	15,330	2,095,151
Chemicals - 2.5%			Kinsale Capital Group, Inc.	22,590	2,296,499
Compass Minerals International, Inc.	43,230	2,635,301	Palomar Holdings, Inc. (a)	35,875	1,811,329
Ferro Corp. (a)	125,000	1,853,750	ProAssurance Corp.	39,050	1,411,267
Ferroglobe Representation & Warranty Insurance Trust (a)(c)	302,970	—			8,690,994
		4,489,051	Internet & Catalog Retail - 0.4%		
Construction & Engineering - 1.5%			Revolve Group, Inc. (a)	35,000	642,600
EMCOR Group, Inc.	29,435	2,540,240	IT Consulting & Services - 2.8%		
NV5 Global, Inc. (a)	1,668	84,151	Cass Information Systems, Inc.	25,680	1,482,763
		2,624,391	FireEye, Inc. (a)	71,865	1,187,929
Construction Materials - 0.5%			LiveRamp Holdings, Inc. (a)	48,256	2,319,666
Eagle Materials, Inc.	9,490	860,363			4,990,358
Consumer Finance - 0.9%			Machinery - 8.5%		
FirstCash, Inc.	21,090	1,700,487	Alamo Group, Inc.	16,025	2,011,939
Electronic Equipment & Instruments - 0.5%			Barnes Group, Inc.	23,900	1,480,844
Novanta, Inc. (a)(b)	10,400	919,776	Colfax Corp. (a)	42,830	1,558,156
Food Products - 3.4%			Evoqua Water Technologies Corp. (a)	110,615	2,096,154
Freshpet, Inc. (a)	36,590	2,162,103	John Bean Technologies Corp.	14,290	1,609,911
Hostess Brands, Inc. (a)	160,520	2,333,961	Kennametal, Inc.	50,565	1,865,343
J&J Snack Foods Corp.	9,150	1,686,070	Rexnord Corp. (a)	77,975	2,543,545
		6,182,134	Watts Water Technologies, Inc. - Class A	21,340	2,128,878
					15,294,770

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

LKCM SMALL CAP EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

COMMON STOCKS	Shares	Value	COMMON STOCKS	Shares	Value
Marine - 1.6%			Trading Companies & Distributors - 2.6%		
Kirby Corp. (a)	32,725	\$ 2,929,869	Systemax, Inc.	78,723	\$ 1,980,671
Media & Entertainment - 1.8%			Textainer Group Holdings Ltd. (a)(b)	99,520	1,065,859
Nexstar Media Group, Inc. - Class A	27,625	3,239,031	Triton International Limited of Bermuda (b)	40,065	1,610,613
Sinclair Broadcast Group, Inc. - Class A	2,500	83,350			4,657,143
		3,322,381	TOTAL COMMON STOCKS		178,523,622
Metals & Mining - 1.1%			(Cost \$125,538,736)		
Carpenter Technology Corp.	40,615	2,021,815	SHORT-TERM INVESTMENT - 1.1%		
Multiline Retail - 1.2%			Money Market Fund - 1.1%		
Ollie's Bargain Outlet Holdings, Inc. (a)	33,460	2,185,273	Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 1.51% (d)	1,994,841	1,994,841
Oil & Gas & Consumable Fuels - 2.8%			TOTAL SHORT-TERM INVESTMENT		1,994,841
Brigham Minerals, Inc. - Class A	96,865	2,076,785	(Cost \$1,994,841)		
Magnolia Oil & Gas Corp. - Class A (a)	171,670	2,159,609	Total Investments - 99.9%		180,518,463
WPX Energy, Inc. (a)	65,790	903,955	(Cost \$127,533,577)		
		5,140,349	Other Assets in Excess of Liabilities - 0.1%		163,972
Pharmaceuticals - 1.9%			TOTAL NET ASSETS - 100.0%		\$180,682,435
Horizon Therapeutics PLC (a)(b)	92,520	3,349,224			
Real Estate Development - 1.6%			ADR American Depositary Receipt		
FirstService Corp. (b)	10,030	933,191	(a) Non-income producing security.		
Newmark Group, Inc. - Class A	144,528	1,944,624	(b) Security issued by non-U.S. incorporated company.		
		2,877,815	(c) Securities for which market quotations are not readily available. These securities have been valued at their fair value under procedures approved by the Fund's Board of Trustees. Level 3 security (see Note A.1.).		
Real Estate Investment Trusts - 2.6%			(d) The rate quoted is the annualized seven-day yield of the fund at period end.		
First Industrial Realty Trust, Inc.	56,255	2,335,145	<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>		
PotlatchDeltic Corp.	54,340	2,351,292			
		4,686,437			
Software - 9.9%					
ACI Worldwide, Inc. (a)	76,645	2,903,696			
Appian Corp. (a)	55,740	2,129,825			
Fastly, Inc. - Class A (a)	42,185	846,653			
Five9, Inc. (a)	25,790	1,691,308			
Instructure, Inc. (a)	43,900	2,116,419			
LivePerson, Inc. (a)	51,805	1,916,785			
Mimecast Ltd. (a)(b)	20,425	886,037			
OneSpan Inc. (a)	84,765	1,451,177			
RealPage, Inc. (a)	27,055	1,454,206			
Talend SA - ADR (a)(b)	33,430	1,307,447			
Zuora, Inc. - Class A (a)	87,070	1,247,713			
		17,951,266			
Software & Services - 3.2%					
Alarm.com Holdings, Inc. (a)	20,510	881,315			
Cornerstone OnDemand, Inc. (a)	38,470	2,252,418			
Envestnet, Inc. (a)	32,131	2,237,282			
Yext, Inc. (a)	29,015	418,396			
		5,789,411			
Textiles, Apparel & Luxury Goods - 1.0%					
Steven Madden Ltd.	41,385	1,779,969			
Thrifts & Mortgage Finance - 1.4%					
Home BancShares, Inc.	128,351	2,523,381			

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

LKCM SMALL-MID CAP EQUITY FUND
SCHEDULE OF INVESTMENTS
December 31, 2019

COMMON STOCKS - 100.1%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 3.3%			Hotels, Restaurants & Leisure - 3.0%		
Hexcel Corp.	2,555	\$ 187,307	Planet Fitness, Inc. - Class A (a)	2,605	\$ 194,541
Mercury Systems, Inc. (a)	3,335	230,482	Wingstop, Inc.	2,165	186,688
		417,789			381,229
Banks - 2.8%			Insurance - 2.2%		
Cadence BanCorp	5,615	101,800	The Hanover Insurance Group, Inc.	2,000	273,340
Pinnacle Financial Partners, Inc.	3,865	247,360			
		349,160	Internet Software & Services - 2.0%		
Biotechnology - 7.6%			Euronet Worldwide, Inc. (a)	1,635	257,611
Charles River Laboratories International, Inc. (a)	1,745	266,566	IT Consulting & Services - 1.3%		
Exact Sciences Corp. (a)	2,510	232,125	LiveRamp Holdings, Inc. (a)	3,390	162,957
Ligand Pharmaceuticals, Inc. (a)	2,215	231,002	Leisure Equipment & Products - 2.7%		
Neogen Corp. (a)	3,425	223,516	Pool Corp.	1,595	338,746
		953,209	Machinery - 4.7%		
Building Products - 4.1%			Colfax Corp. (a)	3,820	138,972
Builders FirstSource, Inc. (a)	13,490	342,781	Kennametal, Inc.	5,460	201,419
Trex Co., Inc. (a)	1,975	177,513	Rexnord Corp. (a)	7,585	247,423
		520,294			587,814
Capital Markets - 2.0%			Marine - 1.9%		
LPL Financial Holdings, Inc.	2,730	251,843	Kirby Corp. (a)	2,645	236,807
Chemicals - 3.7%			Media & Entertainment - 4.5%		
Compass Minerals International, Inc.	3,505	213,665	Live Nation Entertainment, Inc. (a)	3,310	236,566
FMC Corp.	2,525	252,045	Nexstar Media Group, Inc. - Class A	2,850	334,162
		465,710			570,728
Construction & Engineering - 1.7%			Metals & Mining - 2.0%		
EMCOR Group, Inc.	2,445	211,003	Reliance Steel & Aluminum Co.	2,140	256,286
Consumer Finance - 0.9%			Multiline Retail - 2.7%		
FirstCash, Inc.	1,455	117,317	Five Below, Inc. (a)	1,170	149,596
Electronic Equipment & Instruments - 2.9%			Ollie's Bargain Outlet Holdings, Inc. (a)	2,855	186,460
FLIR Systems, Inc.	4,195	218,434			336,056
Trimble, Inc. (a)	3,380	140,912	Oil & Gas & Consumable Fuels - 3.2%		
		359,346	Parsley Energy, Inc. - Class A	8,000	151,280
Food Products - 1.9%			WPX Energy, Inc. (a)	17,970	246,908
Freshpet, Inc. (a)	4,090	241,678			398,188
Health Care Equipment & Supplies - 6.7%			Pharmaceuticals - 2.8%		
Cantel Medical Corp.	2,505	177,604	Horizon Therapeutics PLC (a)(b)	9,700	351,140
PerkinElmer, Inc.	1,555	150,991	Real Estate Development - 0.1%		
PRA Health Sciences, Inc. (a)	2,355	261,758	FirstService Corp. (b)	160	14,886
STAAR Surgical Co. (a)	7,050	247,949	Real Estate Investment Trusts - 5.1%		
		838,302	American Campus Communities, Inc.	3,885	182,711
Health Care Providers & Services - 3.8%			First Industrial Realty Trust, Inc.	5,760	239,098
HealthEquity, Inc. (a)	2,815	208,507	PotlatchDeltic Corp.	4,995	216,134
Omnicell, Inc. (a)	3,365	274,988			637,943
		483,495	Software - 7.0%		
Health Care Technology - 2.3%			Fair Isaac Corp. (a)	675	252,909
Teladoc Health, Inc. (a)	3,405	285,067	Fortinet, Inc. (a)	1,210	129,180
			Guidewire Software, Inc. (a)	1,920	210,758
			Proofpoint, Inc. (a)	1,680	192,830

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

LKCM SMALL-MID CAP EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

COMMON STOCKS	Shares	Value
Software - 7.0%, Continued		
RealPage, Inc. (a)	1,885	\$ 101,319
		<u>886,996</u>
Software & Services - 6.6%		
Akamai Technologies, Inc. (a)	1,775	153,325
Cornerstone OnDemand, Inc. (a)	3,555	208,145
Coupa Software, Inc. (a)	1,790	261,788
Envestnet, Inc. (a)	3,000	208,890
		<u>832,148</u>
Textiles, Apparel & Luxury Goods - 1.1%		
Columbia Sportswear Co.	1,360	136,258
Thriffs & Mortgage Finance - 1.5%		
Home BancShares, Inc.	9,455	185,885
Trading Companies & Distributors - 2.0%		
Watsco, Inc.	1,420	255,813
TOTAL COMMON STOCKS		<u>12,595,044</u>
(Cost \$9,078,181)		
SHORT-TERM INVESTMENT - 0.0%		
Money Market Fund - 0.0%		
Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 1.51% (c)	4,730	4,730
TOTAL SHORT-TERM INVESTMENT		<u>4,730</u>
(Cost \$4,730)		
Total Investments - 100.1%		12,599,774
(Cost \$9,082,911)		
Liabilities in Excess of Other Assets - (0.1)%		(9,428)
TOTAL NET ASSETS - 100.0%		<u>\$12,590,346</u>

(a) Non-income producing security.

(b) Security issued by non-U.S. incorporated company.

(c) The rate quoted is the annualized seven-day yield of the fund at period end.

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.

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

LKCM EQUITY FUND
SCHEDULE OF INVESTMENTS
December 31, 2019

COMMON STOCKS - 94.8%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 2.5%			Internet & Catalog Retail - 2.4%		
Honeywell International, Inc.	52,800	\$ 9,345,600	Amazon.com, Inc. (a)	5,000	\$ 9,239,200
Banks - 7.4%			IT Consulting & Services - 2.1%		
Bank of America Corp.	242,000	8,523,240	PayPal Holdings, Inc. (a)	75,000	8,112,750
Comerica, Inc.	149,000	10,690,750	Machinery - 6.1%		
Cullen/Frost Bankers, Inc.	65,000	6,355,700	Generac Holdings, Inc. (a)	107,000	10,763,130
Glacier Bancorp, Inc.	60,000	2,759,400	The Toro Co.	74,000	5,895,580
		28,329,090	Valmont Industries, Inc.	45,000	6,740,100
Beverages - 3.7%					23,398,810
The Coca-Cola Co.	80,000	4,428,000	Marine - 0.9%		
Keurig Dr Pepper, Inc.	100,000	2,895,000	Kirby Corp. (a)	40,000	3,581,200
PepsiCo, Inc.	49,000	6,696,830	Media & Entertainment - 4.6%		
		14,019,830	Alphabet, Inc. - Class A (a)	7,000	9,375,730
Biotechnology - 1.8%			Facebook, Inc. - Class A (a)	27,000	5,541,750
Amgen, Inc.	28,000	6,749,960	Live Nation Entertainment, Inc. (a)	35,000	2,501,450
Chemicals - 5.9%					17,418,930
Air Products & Chemicals, Inc.	21,000	4,934,790	Metals & Mining - 1.0%		
Ecolab, Inc.	45,000	8,684,550	Newmont Goldcorp Corp.	90,000	3,910,500
FMC Corp.	90,000	8,983,800	Oil & Gas & Consumable Fuels - 4.9%		
		22,603,140	Cabot Oil & Gas Corp.	190,000	3,307,900
Commercial Services & Supplies - 3.5%			ConocoPhillips	91,500	5,950,245
Cintas Corp.	16,000	4,305,280	EOG Resources, Inc.	65,000	5,444,400
Waste Connections, Inc. (b)	97,500	8,852,025	Occidental Petroleum Corp.	100,000	4,121,000
		13,157,305			18,823,545
Computers & Peripherals - 2.3%			Personal Products - 1.6%		
Apple, Inc.	30,000	8,809,500	The Estee Lauder Cos., Inc. - Class A	30,000	6,196,200
Diversified Financials - 3.7%			Pharmaceuticals - 5.0%		
JPMorgan Chase & Co.	102,000	14,218,800	Merck & Co., Inc.	80,000	7,276,000
Electrical Equipment & Instruments - 4.7%			Pfizer, Inc.	115,000	4,505,700
Franklin Electric Co., Inc.	85,000	4,872,200	Zoetis, Inc.	53,500	7,080,725
Rockwell Automation, Inc.	25,000	5,066,750			18,862,425
Roper Technologies, Inc.	23,000	8,147,290	Road & Rail - 2.8%		
		18,086,240	Kansas City Southern	40,000	6,126,400
Electronic Equipment & Instruments - 2.3%			Union Pacific Corp.	24,000	4,338,960
National Instruments Corp.	55,000	2,328,700			10,465,360
Trimble, Inc. (a)	150,000	6,253,500	Software - 7.1%		
		8,582,200	Adobe, Inc. (a)	30,000	9,894,300
Food Products - 0.8%			Microsoft Corp.	97,000	15,296,900
Mondelez International, Inc. - Class A	54,000	2,974,320	RealPage, Inc. (a)	35,000	1,881,250
Health Care Equipment & Supplies - 7.8%					27,072,450
Danaher Corp.	72,000	11,050,560	Software & Services - 2.8%		
PerkinElmer, Inc.	100,000	9,710,000	Akamai Technologies, Inc. (a)	90,000	7,774,200
Thermo Fisher Scientific, Inc.	27,200	8,836,464	LogMeIn, Inc.	35,000	3,000,900
		29,597,024			10,775,100
Household Products - 2.8%			Specialty Retail - 1.7%		
Kimberly-Clark Corp.	50,000	6,877,500	The Home Depot, Inc.	30,000	6,551,400
The Procter & Gamble Co.	30,000	3,747,000			
		10,624,500			

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

LKCM EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

COMMON STOCKS	Shares	Value
Textiles, Apparel & Luxury Goods - 2.6%		
VF Corp.	100,000	\$ 9,966,000
TOTAL COMMON STOCKS		<u>361,471,379</u>
(Cost \$178,584,679)		
	Principal	
SHORT-TERM INVESTMENTS - 5.0%		
U.S. Treasury Note - 1.1%		
1.625%, 03/15/2020	\$ 4,300,000	4,299,748
	Shares	
Money Market Funds - 3.9%		
Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 1.51% (c)	10,784,093	10,784,093
Morgan Stanley Institutional Liquidity Funds - Government Portfolio - Institutional Shares, 1.48% (c)	4,096,867	4,096,867
		<u>14,880,960</u>
TOTAL SHORT-TERM INVESTMENTS		<u>19,180,708</u>
(Cost \$19,175,292)		
Total Investments - 99.8%		380,652,087
(Cost \$197,759,971)		
Other Assets in Excess of Liabilities - 0.2%		654,886
TOTAL NET ASSETS - 100.0%		<u>\$381,306,973</u>

- (a) Non-income producing security.
(b) Security issued by non-U.S. incorporated company.
(c) The rate quoted is the annualized seven-day yield of the fund at period end.

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LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS
December 31, 2019

COMMON STOCKS - 69.2%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 2.2%			Electronic Equipment & Instruments - 2.1%		
Honeywell International, Inc.	6,100	\$ 1,079,700	FLIR Systems, Inc.	13,700	\$ 713,359
L3Harris Technologies, Inc.	6,300	1,246,581	National Instruments Corp.	12,800	541,952
		2,326,281	Trimble, Inc. (a)	22,200	925,518
					2,180,829
Banks - 4.4%			Food & Drug Retailing - 0.9%		
Bank of America Corp.	38,500	1,355,970	Walmart, Inc.	8,300	986,372
Comerica, Inc.	13,500	968,625			
Cullen/Frost Bankers, Inc.	9,900	968,022	Food Products - 0.7%		
Truist Financial Corp.	4,014	226,068	Mondelez International, Inc. - Class A	13,400	738,072
Zions Bancorp N.A.	20,000	1,038,400			
		4,557,085	Health Care Equipment & Supplies - 4.6%		
Beverages - 1.8%			Becton, Dickinson & Co.	4,400	1,196,668
The Coca-Cola Co.	17,600	974,160	Danaher Corp.	7,400	1,135,752
PepsiCo, Inc.	6,700	915,689	Medtronic PLC (b)	4,100	465,145
		1,889,849	PerkinElmer, Inc.	10,100	980,710
			Thermo Fisher Scientific, Inc.	3,100	1,007,097
Biotechnology - 1.2%					4,785,372
Charles River Laboratories International, Inc. (a)	8,100	1,237,356	Household Products - 2.1%		
Chemicals - 5.7%			Colgate-Palmolive Co.	13,600	936,224
Air Products and Chemicals, Inc.	5,500	1,292,445	Kimberly-Clark Corp.	6,000	825,300
Corteva, Inc.	21,358	631,342	The Procter & Gamble Co.	3,500	437,150
DuPont de Nemours, Inc.	8,158	523,744			2,198,674
Ecolab, Inc.	4,800	926,352	Internet & Catalog Retail - 1.2%		
FMC Corp.	13,700	1,367,534	Amazon.com, Inc. (a)	650	1,201,096
Linde PLC (b)	5,500	1,170,950	IT Consulting & Services - 3.5%		
		5,912,367	Black Knight, Inc. (a)	18,400	1,186,432
Commercial Services & Supplies - 2.1%			PayPal Holdings, Inc. (a)	11,800	1,276,406
Cintas Corp.	4,000	1,076,320	Visa, Inc. - Class A	6,100	1,146,190
Waste Management, Inc.	10,000	1,139,600			3,609,028
		2,215,920	Machinery - 1.7%		
Communications Equipment - 0.7%			Fortive Corp.	11,300	863,207
QUALCOMM, Inc.	8,000	705,840	Stanley Black & Decker, Inc.	5,400	894,996
Computers & Peripherals - 1.6%					1,758,203
Apple, Inc.	5,550	1,629,757	Marine - 0.9%		
Construction Materials - 1.1%			Kirby Corp. (a)	10,200	913,206
Martin Marietta Materials, Inc.	4,100	1,146,524	Media & Entertainment - 2.5%		
Diversified Financials - 2.4%			Alphabet, Inc. - Class C (a)	925	1,236,744
JPMorgan Chase & Co.	9,500	1,324,300	The Walt Disney Co.	9,500	1,373,985
Moody's Corp.	4,700	1,115,827			2,610,729
		2,440,127	Oil & Gas & Consumable Fuels - 4.1%		
Diversified Telecommunication Services - 2.0%			Cabot Oil & Gas Corp.	25,900	450,919
AT&T, Inc.	26,689	1,043,006	Chevron Corp.	7,295	879,120
Verizon Communications, Inc.	16,341	1,003,338	ConocoPhillips	11,400	741,342
		2,046,344	EOG Resources, Inc.	8,600	720,336
Electrical Equipment & Instruments - 2.0%			Exxon Mobil Corp.	4,633	323,291
Emerson Electric Co.	15,600	1,189,656	Pioneer Natural Resources Co.	4,100	620,617
Rockwell Automation, Inc.	4,500	912,015	WPX Energy, Inc. (a)	41,000	563,340
		2,101,671			4,298,965
			Pharmaceuticals - 4.3%		
			Abbott Laboratories	13,500	1,172,610

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

LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

COMMON STOCKS	Shares	Value	CORPORATE BONDS	Principal Amount	Value
Pharmaceuticals - 4.3%, Continued			Banks - 3.2%, Continued		
Merck & Co., Inc.	13,200	\$ 1,200,540	2.500%, 04/15/2021		
Pfizer, Inc.	18,100	709,158	Callable 03/15/2021	\$200,000	\$ 201,428
Zoetis, Inc.	10,326	1,366,646	Comerica Bank		
		<u>4,448,954</u>	2.500%, 07/23/2024	300,000	303,834
Real Estate Investment Trusts - 1.4%			Comerica, Inc.		
American Tower Corp.	6,300	1,447,866	3.700%, 07/31/2023		
			Callable 06/30/2023	475,000	499,643
Road & Rail - 0.9%			Truist Bank:		
Union Pacific Corp.	5,100	922,029	2.625%, 01/15/2022		
			Callable 12/15/2021	500,000	506,857
Software - 5.7%			4.050%, 11/03/2025		
Adobe, Inc. (a)	3,300	1,088,373	Callable 09/03/2025	385,000	423,286
Microsoft Corp.	9,800	1,545,460	3.300%, 05/15/2026		
Oracle Corp.	17,800	943,044	Callable 04/15/2026	400,000	416,658
RealPage, Inc. (a)	20,900	1,123,375			
salesforce.com, Inc. (a)	7,400	1,203,536			
		<u>5,903,788</u>			<u>3,358,172</u>
Software & Services - 1.2%			Beverages - 0.4%		
Akamai Technologies, Inc. (a)	14,800	1,278,424	PepsiCo, Inc.		
			3.000%, 08/25/2021	415,000	423,379
Specialty Retail - 1.7%			Biotechnology - 1.4%		
The Home Depot, Inc.	6,500	1,419,470	AbbVie, Inc.		
O'Reilly Automotive, Inc. (a)	700	306,782	2.850%, 05/14/2023		
		<u>1,726,252</u>	Callable 04/14/2023	250,000	255,142
Textiles, Apparel & Luxury Goods - 2.5%			3.200%, 05/14/2026		
NIKE, Inc. - Class B	11,600	1,175,196	Callable 02/14/2026	600,000	622,258
VF Corp.	14,700	1,465,002	Amgen, Inc.:		
		<u>2,640,198</u>	2.700%, 05/01/2022		
TOTAL COMMON STOCKS			Callable 03/01/2022	325,000	329,488
(Cost \$46,053,691)		<u>71,857,178</u>	3.625%, 05/22/2024		
			Callable 02/22/2024	250,000	264,330
					<u>1,471,218</u>
			Chemicals - 0.5%		
CORPORATE BONDS - 29.4%	Principal		Ecolab, Inc.		
	Amount		3.250%, 01/14/2023		
Aerospace & Defense - 0.3%			Callable 11/14/2022	500,000	516,273
Rockwell Collins, Inc.			Communications Equipment - 0.9%		
3.700%, 12/15/2023			Cisco Systems, Inc.		
Callable 09/15/2023	\$250,000	263,724	2.200%, 02/28/2021	275,000	276,674
Air Freight & Logistics - 1.0%			QUALCOMM, Inc.		
FedEx Corp.			2.900%, 05/20/2024		
2.700%, 04/15/2023	425,000	431,412	Callable 03/20/2024	600,000	620,867
United Parcel Service, Inc.					
2.450%, 10/01/2022	600,000	609,821	Computers & Peripherals - 1.1%		
		<u>1,041,233</u>	Apple, Inc.:		
Banks - 3.2%			2.850%, 05/06/2021	500,000	507,837
Bank of America Corp.:			2.500%, 02/09/2025	250,000	254,822
2.625%, 10/19/2020	400,000	402,342	3.200%, 05/13/2025	55,000	58,162
2.625%, 04/19/2021	250,000	252,351	International Business Machines Corp.		
The Bank of New York Mellon Corp.:			2.250%, 02/19/2021	350,000	351,357
2.450%, 11/27/2020					
Callable 10/27/2020	350,000	351,773			<u>1,172,178</u>

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

LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

CORPORATE BONDS	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Consumer Finance - 0.8%			Health Care Providers & Services - 0.4%		
American Express Co.:			CVS Health Corp.		
3.400%, 02/27/2023			2.125%, 06/01/2021		
Callable 01/27/2023	\$125,000	\$ 129,871	Callable 05/01/2021	\$400,000	\$ 400,785
3.700%, 08/03/2023			Hotels, Restaurants & Leisure - 0.3%		
Callable 07/03/2023	300,000	315,605	McDonald's Corp.:		
3.000%, 10/30/2024			2.750%, 12/09/2020		
Callable 09/29/2024	350,000	362,108	Callable 11/09/2020	200,000	201,408
		<u>807,584</u>	3.625%, 05/20/2021	100,000	102,556
Diversified Financials - 0.9%					<u>303,964</u>
JPMorgan Chase & Co.:			Insurance - 0.7%		
2.400%, 06/07/2021			Berkshire Hathaway, Inc.		
Callable 05/07/2021	400,000	402,734	2.200%, 03/15/2021		
3.250%, 09/23/2022	100,000	103,498	Callable 02/15/2021	710,000	712,904
3.375%, 05/01/2023	225,000	233,957	Internet & Catalog Retail - 0.7%		
3.200%, 06/15/2026			Amazon.com, Inc.		
Callable 03/15/2026	200,000	209,123	3.300%, 12/05/2021		
		<u>949,312</u>	Callable 10/05/2021	695,000	715,341
Diversified Telecommunication Services - 0.5%			Machinery - 0.7%		
Verizon Communications, Inc.:			Illinois Tool Works, Inc.		
2.450%, 11/01/2022			3.500%, 03/01/2024		
Callable 08/01/2022	200,000	202,743	Callable 12/01/2023	715,000	758,786
3.500%, 11/01/2024			Media & Entertainment - 1.2%		
Callable 08/01/2024	250,000	265,275	Alphabet, Inc.:		
		<u>468,018</u>	3.375%, 02/25/2024	600,000	638,645
Electrical Equipment & Instruments - 1.2%			1.998%, 08/15/2026		
Emerson Electric Co.:			Callable 05/15/2026	200,000	199,172
2.625%, 02/15/2023			TWDC Enterprises 18 Corp.		
Callable 11/15/2022	400,000	410,777	2.300%, 02/12/2021	420,000	422,873
3.150%, 06/01/2025					<u>1,260,690</u>
Callable 03/01/2025	200,000	209,661	Oil & Gas & Consumable Fuels - 5.0%		
Roper Technologies, Inc.			Chevron Corp.		
2.800%, 12/15/2021			2.411%, 03/03/2022		
Callable 11/15/2021	600,000	609,118	Callable 01/03/2022	500,000	506,751
		<u>1,229,556</u>	ConocoPhillips		
Electronic Equipment & Instruments - 0.5%			2.400%, 12/15/2022		
Trimble, Inc.			Callable 09/15/2022	490,000	495,760
4.150%, 06/15/2023			Enterprise Products Operating, LLC:		
Callable 05/15/2023	500,000	527,316	2.850%, 04/15/2021		
Food & Drug Retailing - 1.1%			Callable 03/15/2021	500,000	505,275
Costco Wholesale Corp.			3.750%, 02/15/2025		
2.250%, 02/15/2022	400,000	404,413	Callable 11/15/2024	300,000	319,923
Walmart, Inc.			EOG Resources, Inc.		
3.550%, 06/26/2025			2.625%, 03/15/2023		
Callable 04/26/2025	700,000	752,522	Callable 12/15/2022	600,000	611,520
		<u>1,156,935</u>	Exxon Mobil Corp.:		
Health Care Equipment & Supplies - 0.3%			2.222%, 03/01/2021		
Danaher Corp.			Callable 02/01/2021	325,000	326,990
3.350%, 09/15/2025			2.709%, 03/06/2025		
Callable 06/15/2025	250,000	266,134	Callable 12/06/2024	255,000	263,805
			3.043%, 03/01/2026		
			Callable 12/01/2025	400,000	419,980

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LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

CORPORATE BONDS	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Oil & Gas & Consumable Fuels - 5.0%, Continued			Software - 1.2%, Continued		
Kinder Morgan Energy Partners, L.P. 3.950%, 09/01/2022 Callable 06/01/2022	\$400,000	\$ 417,034	Oracle Corp. 2.800%, 07/08/2021	\$625,000	\$ 634,715
Occidental Petroleum Corp.: 2.600%, 04/15/2022 Callable 03/15/2022	500,000	503,933			1,283,594
3.500%, 06/15/2025 Callable 03/15/2025	250,000	258,370	Specialty Retail - 1.1%		
Schlumberger Investment SA (b) 3.650%, 12/01/2023 Callable 09/01/2023	500,000	529,406	The Home Depot, Inc.: 2.625%, 06/01/2022 Callable 05/01/2022	290,000	295,981
		<u>5,158,747</u>	2.800%, 09/14/2027 Callable 06/14/2027	500,000	520,558
Pharmaceuticals - 1.6%			O'Reilly Automotive, Inc. 4.875%, 01/14/2021 Callable 10/14/2020	300,000	306,892
Abbott Laboratories: 3.400%, 11/30/2023 Callable 09/30/2023	480,000	504,958			<u>1,123,431</u>
3.875%, 09/15/2025 Callable 06/15/2025	255,000	277,967	TOTAL CORPORATE BONDS		<u>30,479,187</u>
Bristol-Myers Squibb Co. (c) 3.625%, 05/15/2024 Callable 02/15/2024	250,000	264,376	(Cost \$29,832,975)		
Merck & Co., Inc. 2.350%, 02/10/2022	650,000	656,696	SHORT-TERM INVESTMENT - 0.4%	Shares	
		<u>1,703,997</u>	Money Market Fund - 0.4%		
Real Estate Investment Trusts - 0.6%			Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 1.51% (d)	464,623	464,623
American Tower Corp. 3.375%, 10/15/2026 Callable 07/15/2026	635,000	660,789	TOTAL SHORT-TERM INVESTMENT		<u>464,623</u>
Road & Rail - 0.8%			(Cost \$464,623)		
Burlington Northern Santa Fe, LLC 3.000%, 03/15/2023 Callable 12/15/2022	600,000	616,781	Total Investments - 99.0%		102,800,988
Union Pacific Corp. 3.750%, 07/15/2025 Callable 05/15/2025	200,000	214,607	(Cost \$76,351,289)		1,023,619
		<u>831,388</u>	Other Assets in Excess of Liabilities - 1.0%		<u>\$103,824,607</u>
Semiconductor Equipment & Products - 1.0%			TOTAL NET ASSETS - 100.0%		
Intel Corp. 3.700%, 07/29/2025 Callable 04/29/2025	500,000	541,252			
Texas Instruments Inc. 2.750%, 03/12/2021 Callable 02/12/2021	470,000	474,946	(a) Non-income producing security.		
		<u>1,016,198</u>	(b) Security issued by non-U.S. incorporated company.		
Software - 1.2%			(c) Rule 144A security. Resale to the public may require registration or may extend only to qualified institutional buyers. The fair market value of the Rule 144A securities was \$264,376 representing 0.3% of the Fund's total net assets.		
Microsoft Corp.: 2.375%, 02/12/2022 Callable 01/12/2022	400,000	405,563	(d) The rate quoted is the annualized seven-day yield of the fund at period end.		
3.125%, 11/03/2025 Callable 08/03/2025	230,000	243,316	<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>		

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

LKCM FIXED INCOME FUND

SCHEDULE OF INVESTMENTS

December 31, 2019

CORPORATE BONDS - 76.0%	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Aerospace & Defense - 0.7%			Consumer Finance - 3.4%		
Rockwell Collins, Inc. 3.700%, 12/15/2023 Callable 09/15/2023	\$1,750,000	\$ 1,846,065	American Express Co.: 2.266% (3 Month LIBOR USD + 0.330%), 10/30/2020 (a) Callable 09/29/2020	\$2,000,000	\$ 2,002,896
Air Freight & Logistics - 1.3%			3.000%, 10/30/2024 Callable 09/29/2024	2,000,000	2,069,188
FedEx Corp. 3.250%, 04/01/2026 Callable 01/01/2026	3,500,000	3,645,712	4.200%, 11/06/2025 Callable 10/06/2025	2,000,000	2,206,645
Banks - 9.8%			American Express Credit Corp. 2.375%, 05/26/2020 Callable 04/25/2020	3,000,000	3,003,801
Bank of America Corp.: 2.625%, 10/19/2020	2,600,000	2,615,223			9,282,530
2.625%, 04/19/2021	1,704,000	1,720,027	Containers & Packaging - 2.0%		
3.146% (3 Month LIBOR USD + 1.180%), 10/21/2022 (a) Callable 10/21/2021	2,975,000	3,019,264	Ball Corp.: 5.000%, 03/15/2022	2,000,000	2,118,560
4.450%, 03/03/2026	2,000,000	2,198,288	5.250%, 07/01/2025	3,000,000	3,347,505
The Bank of New York Mellon Corp. 2.800%, 05/04/2026 Callable 02/04/2026	300,000	308,778			5,466,065
Comerica, Inc. 3.700%, 07/31/2023 Callable 06/30/2023	2,000,000	2,103,762	Diversified Financials - 4.3%		
Truist Bank: 2.625%, 01/15/2022 Callable 12/15/2021	3,700,000	3,750,743	JPMorgan Chase & Co.: 2.889% (3 Month LIBOR USD + 0.955%), 01/23/2020 (a)	3,082,000	3,083,815
3.200%, 04/01/2024 Callable 03/01/2024	2,500,000	2,602,871	2.840% (3 Month LIBOR USD + 0.900%), 04/25/2023 (a) Callable 04/25/2022	2,409,000	2,430,909
3.300%, 05/15/2026 Callable 04/15/2026	4,333,000	4,513,453	3.375%, 05/01/2023	2,000,000	2,079,615
Truist Financial Corp. 2.464% (3 Month LIBOR USD + 0.570%), 06/15/2020 (a)	2,000,000	2,003,856	3.300%, 04/01/2026 Callable 01/01/2026	3,500,000	3,687,083
Wells Fargo & Co. 4.125%, 08/15/2023	2,000,000	2,124,967	3.200%, 06/15/2026 Callable 03/15/2026	636,000	665,013
		26,961,232			11,946,435
Chemicals - 0.7%			Diversified Telecommunication Services - 7.3%		
Ecolab, Inc. 2.375%, 08/10/2022 Callable 07/10/2022	1,925,000	1,945,340	AT&T, Inc.: 2.951% (3 Month LIBOR USD + 0.950%), 07/15/2021 (a)	2,975,000	3,004,081
Communications Equipment - 0.4%			3.800%, 02/15/2027 Callable 11/15/2026	2,000,000	2,135,296
QUALCOMM, Inc. 2.900%, 05/20/2024 Callable 03/20/2024	1,000,000	1,034,777	4.250%, 03/01/2027 Callable 12/01/2026	4,000,000	4,396,973
Computers & Peripherals - 2.3%			CenturyLink, Inc. 5.800%, 03/15/2022	2,500,000	2,632,625
Apple, Inc.: 2.400%, 05/03/2023	3,250,000	3,307,517	Verizon Communications, Inc.: 2.894% (3 Month LIBOR USD + 1.000%), 03/16/2022 (a)	2,200,000	2,237,467
2.500%, 02/09/2025	2,975,000	3,032,388	2.450%, 11/01/2022 Callable 08/01/2022	1,750,000	1,773,997
		6,339,905	3.500%, 11/01/2024 Callable 08/01/2024	1,750,000	1,856,926
			4.125%, 03/16/2027	2,000,000	2,222,292
					20,259,657

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

LKCM FIXED INCOME FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

CORPORATE BONDS	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Electrical Equipment & Instruments - 2.8%			Oil & Gas & Consumable Fuels - 8.9%		
Emerson Electric Co.: 2.625%, 12/01/2021 Callable 11/01/2021	\$ 950,000	\$ 966,435	Chevron Corp.: 2.411%, 03/03/2022 Callable 01/03/2022	\$1,450,000	\$ 1,469,577
3.150%, 06/01/2025 Callable 03/01/2025	5,000,000	5,241,528	2.355%, 12/05/2022 Callable 09/05/2022	1,000,000	1,014,568
Rockwell Automation, Inc. 2.875%, 03/01/2025 Callable 12/01/2024	1,440,000	1,481,846	2.954%, 05/16/2026 Callable 02/16/2026	1,870,000	1,956,125
		<u>7,689,809</u>	ConocoPhillips Co. 2.810% (3 Month LIBOR USD + 0.900%), 05/15/2022 (a)	700,000	710,346
Electronic Equipment & Instruments - 1.7%			Enterprise Products Operating, LLC: 2.800%, 02/15/2021	2,000,000	2,019,552
Trimble, Inc. 4.150%, 06/15/2023 Callable 05/15/2023	4,500,000	4,745,843	3.750%, 02/15/2025 Callable 11/15/2024	5,463,000	5,825,799
Health Care Equipment & Supplies - 5.4%			Kinder Morgan Energy Partners, L.P. 4.250%, 09/01/2024 Callable 06/01/2024	3,000,000	3,215,081
Danaher Corp. 3.350%, 09/15/2025 Callable 06/15/2025	5,500,000	5,854,959	Kinder Morgan Inc. 3.281% (3 Month LIBOR USD + 1.280%), 01/15/2023 (a)	2,000,000	2,029,312
Thermo Fisher Scientific, Inc.: 4.150%, 02/01/2024 Callable 11/01/2023	4,500,000	4,825,132	Occidental Petroleum Corp.: 2.600%, 04/15/2022 Callable 03/15/2022	3,125,000	3,149,581
2.950%, 09/19/2026 Callable 06/19/2026	4,000,000	4,116,846	3.500%, 06/15/2025 Callable 03/15/2025	3,000,000	3,100,443
		<u>14,796,937</u>			<u>24,490,384</u>
Health Care Providers & Services - 2.4%			Pharmaceuticals - 2.5%		
CVS Health Corp.: 2.605% (3 Month LIBOR USD + 0.720%), 03/09/2021 (a)	4,500,000	4,528,646	Abbott Laboratories 3.400%, 11/30/2023 Callable 09/30/2023	1,750,000	1,840,991
4.125%, 05/15/2021 Callable 02/15/2021	2,000,000	2,051,616	Bristol-Myers Squibb Co. (b) 3.625%, 05/15/2024 Callable 02/15/2024	4,750,000	5,023,145
		<u>6,580,262</u>			<u>6,864,136</u>
Household Products - 0.3%			Real Estate Investment Trusts - 3.8%		
The Procter & Gamble Co. 8.000%, 09/01/2024	775,000	982,900	American Tower Corp.: 3.500%, 01/31/2023	3,500,000	3,629,322
Internet & Catalog Retail - 1.8%			5.000%, 02/15/2024	2,500,000	2,751,268
Amazon.com, Inc. 2.500%, 11/29/2022 Callable 08/29/2022	5,000,000	5,102,312	3.375%, 10/15/2026 Callable 07/15/2026	4,030,000	4,193,667
Media & Entertainment - 2.2%					<u>10,574,257</u>
Alphabet, Inc.: 3.375%, 02/25/2024	4,000,000	4,257,637	Road & Rail - 5.0%		
1.998%, 08/15/2026 Callable 05/15/2026	1,725,000	1,717,858	Burlington Northern Santa Fe, LLC 3.000%, 03/15/2023 Callable 12/15/2022	4,695,000	4,826,313
		<u>5,975,495</u>	Union Pacific Corp.: 2.250%, 06/19/2020 Callable 05/19/2020	4,125,000	4,129,781
Multiline Retail - 1.7%			3.250%, 01/15/2025 Callable 10/15/2024	1,500,000	1,572,833
Family Dollar Stores, Inc. 5.000%, 02/01/2021	4,500,000	4,658,535			

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

LKCM FIXED INCOME FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

CORPORATE BONDS	Principal Amount	Value	U.S. GOVERNMENT SPONSORED ENTITIES - 12.1%	Principal Amount	Value
Road & Rail - 5.0%, Continued			Fannie Mae - 0.4%		
3.750%, 07/15/2025			2.000%, 10/26/2021 (c)		
Callable 05/15/2025	\$3,025,000	\$ 3,245,932	Callable 01/26/2020	\$1,040,000	\$ 1,040,160
		13,774,859	Federal Home Loan Bank - 0.5%		
Semiconductor Equipment & Products - 0.9%			2.500%, 05/15/2026 (c)		
Intel Corp.			Callable 05/15/2020	1,400,000	1,401,628
3.700%, 07/29/2025			Freddie Mac - 11.2%		
Callable 04/29/2025	2,250,000	2,435,634	1.500%, 08/25/2021 (c)		
Software - 1.7%			Callable 02/25/2020	1,600,000	1,598,282
Oracle Corp.			2.375%, 01/13/2022	2,000,000	2,031,231
3.250%, 11/15/2027			2.000%, 10/27/2023 (c)		
Callable 08/15/2027	4,500,000	4,773,304	Callable 01/27/2020	4,500,000	4,500,011
Software & Services - 0.9%			1.750%, 12/04/2023 (c)		
Sabre GBLB, Inc. (b)			Callable 03/04/2020	3,000,000	2,998,349
5.375%, 04/15/2023			2.000%, 09/30/2024 (c)		
Callable 1/31/2020	2,500,000	2,566,462	Callable 03/20/2020	2,326,000	2,309,769
Specialty Retail - 1.8%			2.000%, 10/10/2024 (c)		
The Home Depot Inc.			Callable 01/10/2020	862,000	861,134
2.950%, 06/15/2029			2.000%, 10/10/2024 (c)		
Callable 03/15/2029	2,500,000	2,604,403	Callable 01/10/2020	3,200,000	3,193,635
O'Reilly Automotive, Inc.			2.000%, 10/21/2024 (c)		
4.875%, 01/14/2021			Callable 04/21/2020	2,500,000	2,497,614
Callable 10/14/2020	2,203,000	2,253,613	2.000%, 11/08/2024 (c)		
		4,858,016	Callable 05/08/2020	3,000,000	2,989,010
TOTAL CORPORATE BONDS			1.875%, 11/27/2024 (c)		
(Cost \$203,995,560)		209,596,863	Callable 02/27/2020	2,000,000	1,998,707
			1.900%, 12/23/2024 (c)		
U.S. GOVERNMENT ISSUES - 10.1%			Callable 06/23/2020	4,000,000	3,996,643
U.S. Treasury Inflation Indexed Bonds - 1.4%			1.950%, 12/30/2024 (c)		
0.625%, 01/15/2024	3,860,220	3,942,526	Callable 03/30/2020	2,000,000	1,999,205
U.S. Treasury Notes - 8.7%					30,973,590
2.000%, 07/31/2020	2,000,000	2,004,258	TOTAL U.S. GOVERNMENT SPONSORED ENTITIES		
1.750%, 07/15/2022	2,000,000	2,008,125	(Cost \$33,443,429)		33,415,378
2.000%, 02/15/2023	2,000,000	2,023,984	SHORT-TERM INVESTMENT - 1.1%	Shares	
2.000%, 02/15/2025	2,000,000	2,029,531	Money Market Fund - 1.1%		
2.000%, 08/15/2025	1,000,000	1,013,984	Invesco Short-Term Investments Trust -		
1.625%, 02/15/2026	2,000,000	1,982,930	Government & Agency Portfolio -		
2.375%, 05/15/2027	4,000,000	4,150,078	Institutional Shares, 1.51% (d)	3,063,042	3,063,042
2.750%, 02/15/2028	2,000,000	2,132,734	TOTAL SHORT-TERM INVESTMENT		
2.875%, 08/15/2028	3,000,000	3,236,250	(Cost \$3,063,042)		3,063,042
3.125%, 11/15/2028	3,000,000	3,301,524	Total Investments - 99.3%		
		23,883,398	(Cost \$267,281,869)		273,901,207
TOTAL U.S. GOVERNMENT ISSUES			Other Assets in Excess of Liabilities - 0.7%		2,015,565
(Cost \$26,779,838)		27,825,924	TOTAL NET ASSETS - 100.0%		\$275,916,772

(a) Floating rate.

(b) Rule 144A security. Resale to the public may require registration or may extend only to qualified institutional buyers. The value of the Rule 144A securities was \$7,589,607 representing 2.8% of the Fund's total net assets.

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

LKCM FIXED INCOME FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

- (c) Step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate as of period end.
- (d) The rate quoted is the annualized seven-day yield of the fund at period end.

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.

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LKCM INTERNATIONAL EQUITY FUND
SCHEDULE OF INVESTMENTS
December 31, 2019

COMMON STOCKS - 91.1%	Shares	Value	COMMON STOCKS	Shares	Value
AUSTRALIA - 2.7%			JAPAN - 8.2%		
Pharmaceuticals - 2.7%			Computers & Peripherals - 1.8%		
CSL Ltd.	1,500	\$ 290,823	Nidec Corp.	1,375	\$ 187,803
Total Australia		290,823	Food & Drug Retailing - 2.2%		
BELGIUM - 1.4%			Tsuruha Holdings, Inc.	1,830	234,968
Beverages - 1.4%			Media & Entertainment - 2.5%		
Anheuser-Busch InBev SA/NV	1,840	150,697	Nintendo Co., Ltd.	665	265,974
Total Belgium		150,697	Personal Products - 1.7%		
FINLAND - 2.1%			Shiseido Co., Ltd.	2,535	180,010
Banks - 2.1%			Total Japan		868,755
Nordea Bank Abp	27,700	224,098	JERSEY - 2.9%		
Total Finland		224,098	Trading Companies & Distributors - 2.9%		
FRANCE - 14.4%			Ferguson PLC	3,450	313,976
Aerospace & Defense - 2.5%			Total Jersey		313,976
Safran SA	1,735	267,988	NETHERLANDS - 5.3%		
Chemicals - 2.5%			Banks - 2.1%		
Air Liquide SA	1,880	266,530	ING Groep NV	18,850	226,623
Electrical Equipment & Instruments - 2.6%			Semiconductor Equipment & Products - 3.2%		
Schneider Electric SA	2,700	277,398	ASML Holding NV	1,130	334,546
IT Consulting & Services - 2.2%			Total Netherlands		561,169
Cap Gemini	1,925	235,438	PORTUGAL - 1.5%		
Oil & Gas & Consumable Fuels - 2.1%			Oil & Gas & Consumable Fuels - 1.5%		
TOTAL SA	4,050	224,738	Galp Energia SGPS SA	9,635	161,754
Specialty Retail - 2.5%			Total Portugal		161,754
LVMH Moet Hennessy Louis Vuitton SE	555	258,606	SPAIN - 2.9%		
Total France		1,530,698	Banks - 1.4%		
GERMANY - 6.4%			CaixaBank SA	47,500	149,581
Machinery - 2.0%			Machinery - 1.5%		
KION Group AG	3,060	210,429	Fluidra SA (a)	11,650	159,428
Semiconductor Equipment & Products - 1.7%			Total Spain		309,009
Infineon Technologies AG	8,000	180,756	SWEDEN - 1.9%		
Software - 2.7%			Oil & Gas & Consumable Fuels - 1.9%		
SAP SE	2,165	291,406	Lundin Petroleum AB	6,090	206,783
Total Germany		682,591	Total Sweden		206,783
IRELAND - 2.7%			SWITZERLAND - 11.5%		
Construction Materials - 2.7%			Banks - 2.3%		
CRH PLC	7,120	285,577	Julius Baer Group Ltd.	4,750	244,876
Total Ireland		285,577	Electrical Equipment & Instruments - 2.3%		
ITALY - 3.6%			ABB Ltd.	10,000	241,231
Banks - 1.8%			Health Care Equipment & Supplies - 1.8%		
UniCredit SpA	12,650	184,906	Alcon, Inc. (a)	3,435	194,564
Textiles, Apparel & Luxury Goods - 1.8%			Pharmaceuticals - 5.1%		
Moncler SpA	4,300	193,532	Lonza Group AG	715	260,838
Total Italy		378,438	Roche Holding AG	860	279,503
					540,341
			Total Switzerland		1,221,012

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

LKCM INTERNATIONAL EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
December 31, 2019

COMMON STOCKS	Shares	Value	SHORT-TERM INVESTMENTS	Shares	Value
UNITED KINGDOM - 23.6%			Money Market Funds - 7.0%, Continued		
Banks - 2.1%			Invesco Short-Term Investments Trust -		
Lloyds Banking Group PLC	270,000	\$ 223,675	Government & Agency Portfolio -		
			Institutional Shares, 1.51% (b)	300,000	\$ 300,000
Beverages - 1.8%			TOTAL SHORT-TERM INVESTMENTS		
Diageo PLC	4,600	193,830	(Cost \$748,388)		
Commercial Services & Supplies - 2.8%			Total Investments - 100.1%		
Rentokil Initial Plc	48,500	290,690	(Cost \$9,680,734)		
Hotels, Restaurants & Leisure - 4.6%			Liabilities in Excess of Other Assets - (0.1)%		
Compass Group PLC	9,400	235,582	TOTAL NET ASSETS - 100.0%		
InterContinental Hotels Group PLC	3,615	248,406	\$10,645,330		
		483,988			
Household Products - 1.9%			(a) Non-income producing security.		
Reckitt Benckiser Group PLC	2,550	207,134	(b) The rate quoted is the annualized seven-day yield of the fund at period end.		
Insurance - 1.9%			<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>		
Prudential PLC	10,815	207,224			
Oil & Gas & Consumable Fuels - 2.2%					
Royal Dutch Shell PLC - A Shares	7,890	233,658			
Personal Products - 2.2%					
Unilever PLC	4,075	233,265			
Specialty Retail - 1.8%					
Burberry Group PLC	6,600	192,692			
Trading Companies & Distributors - 2.3%					
Ashtead Group PLC	7,750	247,806			
Total United Kingdom		2,513,962			
TOTAL COMMON STOCKS		9,699,342			
(Cost \$8,738,164)					
PREFERRED STOCK - 2.0%					
GERMANY - 2.0%					
Health Care Equipment & Supplies - 2.0%					
Sartorius AG	980	209,488			
Total Germany		209,488			
TOTAL PREFERRED STOCK		209,488			
(Cost \$194,182)					
SHORT-TERM INVESTMENTS - 7.0%					
Money Market Funds - 7.0%					
Fidelity Investments Money Market					
Government Portfolio - Class I, 1.49% (b)	148,388	148,388			
Morgan Stanley Institutional Liquidity Funds -					
Government Portfolio - Institutional Shares,					
1.48% (b)	300,000	300,000			

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

STATEMENT OF ASSETS AND LIABILITIES

December 31, 2019

	LKCM Small Cap Equity Fund	LKCM Small-Mid Cap Equity Fund	LKCM Equity Fund	LKCM Balanced Fund	LKCM Fixed Income Fund	LKCM International Equity Fund
Assets:						
Investments, at value*	\$180,518,463	\$12,599,774	\$380,652,087	\$102,800,988	\$273,901,207	\$10,657,218
Receivable for Fund shares sold	663,094	6,000	835,190	880,995	210,940	6,000
Dividends and interest receivable	56,581	2,820	540,357	293,316	2,031,237	9,171
Receivable for investment advisory fees (Note B)	—	182	—	—	—	14,259
Deferred offering costs	—	—	—	—	—	1,936
Other assets	19,052	6,889	29,035	11,632	21,933	1,415
Total assets	<u>181,257,190</u>	<u>12,615,665</u>	<u>382,056,669</u>	<u>103,986,931</u>	<u>276,165,317</u>	<u>10,689,999</u>
Liabilities:						
Payable for Fund shares redeemed	174,155	—	148,176	11,258	—	—
Payable for investment advisory fees (Note B)	311,657	—	457,954	99,436	136,029	—
Payable for administrative fees	25,522	6,861	47,837	13,884	37,258	6,798
Payable for accounting and transfer agent fees and expenses	24,310	10,045	31,695	15,710	24,352	9,872
Payable for professional fees	23,578	6,242	37,160	14,479	31,658	22,486
Payable for trustees' fees and officer compensation (Note B)	7,029	469	13,586	3,656	10,289	366
Payable for reports to shareholders	4,273	696	7,025	1,975	4,226	335
Payable for custody fees and expenses	4,231	1,006	6,263	1,926	4,733	4,812
Total liabilities	<u>574,755</u>	<u>25,319</u>	<u>749,696</u>	<u>162,324</u>	<u>248,545</u>	<u>44,669</u>
Net assets	<u>\$180,682,435</u>	<u>\$12,590,346</u>	<u>\$381,306,973</u>	<u>\$103,824,607</u>	<u>\$275,916,772</u>	<u>\$10,645,330</u>
Net assets consist of:						
Paid in capital	\$127,182,083	\$ 8,884,114	\$198,485,156	\$ 77,348,878	\$269,765,583	\$ 9,671,237
Total distributable earnings	53,500,352	3,706,232	182,821,817	26,475,729	6,151,189	974,093
Net assets	<u>\$180,682,435</u>	<u>\$12,590,346</u>	<u>\$381,306,973</u>	<u>\$103,824,607</u>	<u>\$275,916,772</u>	<u>\$10,645,330</u>
Shares of beneficial interest outstanding (unlimited shares of no par value authorized)	10,767,590	1,385,472	13,139,310	4,286,372	25,277,707	977,677
Net asset value per share (offering and redemption price)	<u>\$ 16.78</u>	<u>\$ 9.09</u>	<u>\$ 29.02</u>	<u>\$ 24.22</u>	<u>\$ 10.92</u>	<u>\$ 10.89</u>
* Cost of investments	<u>\$127,533,577</u>	<u>\$ 9,082,911</u>	<u>\$197,759,971</u>	<u>\$ 76,351,289</u>	<u>\$267,281,869</u>	<u>\$ 9,680,734</u>

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

STATEMENT OF OPERATIONS

	For the Year Ended December 31, 2019					May 1, 2019 ⁽¹⁾ through December 31, 2019
	LKCM Small Cap Equity Fund	LKCM Small-Mid Cap Equity Fund	LKCM Equity Fund	LKCM Balanced Fund	LKCM Fixed Income Fund	LKCM International Equity Fund
Investment Income:						
Dividends*	\$ 1,466,742	\$ 85,877	\$ 5,411,544	\$ 1,084,139	\$ —	\$ 57,624
Interest	122,486	10,595	271,233	810,992	7,475,440	10,506
Other income	—	—	—	—	—	339
Total income	<u>1,589,228</u>	<u>96,472</u>	<u>5,682,777</u>	<u>1,895,131</u>	<u>7,475,440</u>	<u>68,469</u>
Expenses:						
Investment advisory fees (Note B)	1,364,728	96,354	2,488,674	630,911	1,331,207	46,403
Accounting and transfer agent fees and expenses	148,668	61,928	226,605	105,556	159,991	39,560
Administrative fees	148,294	40,940	283,348	80,440	218,781	27,100
Trustees' fees and officer compensation (Note B)	121,459	9,289	226,232	60,025	167,655	1,826
Professional fees	82,014	10,435	149,988	45,377	116,001	23,253
Federal and state registration	42,071	22,930	53,753	22,941	38,016	5,282
Custody fees and expenses	21,965	6,232	37,176	10,696	27,342	30,400
Reports to shareholders	14,831	1,666	27,894	8,338	18,887	474
Offering costs	—	—	—	—	—	3,929
Organizational costs	—	—	—	—	—	32,469
Other	7,015	558	13,719	3,452	9,565	52
Total expenses	<u>1,951,045</u>	<u>250,332</u>	<u>3,507,389</u>	<u>967,736</u>	<u>2,087,445</u>	<u>210,748</u>
Less, expense waiver and/or reimbursement (Note B)	<u>(131,407)</u>	<u>(121,861)</u>	<u>(663,190)</u>	<u>(191,230)</u>	<u>(756,238)</u>	<u>(159,189)</u>
Net expenses	<u>1,819,638</u>	<u>128,471</u>	<u>2,844,199</u>	<u>776,506</u>	<u>1,331,207</u>	<u>51,559</u>
Net investment income (loss)	<u>(230,410)</u>	<u>(31,999)</u>	<u>2,838,578</u>	<u>1,118,625</u>	<u>6,144,233</u>	<u>16,910</u>
Realized and Unrealized Gain (Loss):						
Net realized gain (loss) on:						
Investments	11,529,290	1,956,095	14,638,054	4,822,626	(133,875)	(882)
Foreign currency translation	—	—	—	—	—	(12,649)
Net change in unrealized appreciation on:						
Investments	24,618,234	1,606,994	73,450,559	12,832,158	10,887,483	976,484
Foreign currency translation	—	—	—	—	—	99
Net Realized and Unrealized Gain	<u>36,147,524</u>	<u>3,563,089</u>	<u>88,088,613</u>	<u>17,654,784</u>	<u>10,753,608</u>	<u>963,052</u>
Net Increase in Net Assets Resulting from Operations	<u>\$35,917,114</u>	<u>\$3,531,090</u>	<u>\$90,927,191</u>	<u>\$18,773,409</u>	<u>\$16,897,841</u>	<u>\$ 979,962</u>
* Net of foreign taxes withheld	<u>\$ 1,078</u>	<u>\$ 68</u>	<u>\$ 9,726</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 5,814</u>

(1) Commencement of operations.

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

STATEMENTS OF CHANGES IN NET ASSETS

	LKCM Small Cap Equity Fund		LKCM Small-Mid Cap Equity Fund	
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>
Operations:				
Net investment loss	\$ (230,410)	\$ (356,826)	\$ (31,999)	\$ (52,514)
Net realized gain on investments	11,529,290	29,636,948	1,956,095	2,320,133
Net change in unrealized appreciation/depreciation	24,618,234	(38,563,909)	1,606,994	(3,609,716)
	<u>35,917,114</u>	<u>(9,283,787)</u>	<u>3,531,090</u>	<u>(1,342,097)</u>
Net Dividends and Distributions to Shareholders	<u>(9,039,350)</u>	<u>(28,133,206)</u>	<u>(1,611,139)</u>	<u>(2,221,982)</u>
Net decrease in net assets resulting from				
Fund share transactions (Note C)	<u>(6,517,452)</u>	<u>(3,923,364)</u>	<u>(1,491,820)</u>	<u>(3,651,822)</u>
Total increase (decrease) in net assets	20,360,312	(41,340,357)	428,131	(7,215,901)
Net Assets:				
Beginning of period	160,322,123	201,662,480	12,162,215	19,378,116
End of period	<u>\$180,682,435</u>	<u>\$160,322,123</u>	<u>\$12,590,346</u>	<u>\$12,162,215</u>

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

STATEMENTS OF CHANGES IN NET ASSETS

	LKCM Equity Fund		LKCM Balanced Fund	
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>
Operations:				
Net investment income	\$ 2,838,578	\$ 2,590,876	\$ 1,118,625	\$ 884,913
Net realized gain on investments	14,638,054	19,925,830	4,822,626	1,650,227
Net change in unrealized appreciation/depreciation	73,450,559	(32,018,598)	12,832,158	(4,220,426)
	<u>90,927,191</u>	<u>(9,501,892)</u>	<u>18,773,409</u>	<u>(1,685,286)</u>
Net Dividends and Distributions to Shareholders	(16,259,802)	(22,493,233)	(5,861,135)	(2,464,389)
	<u>(16,259,802)</u>	<u>(22,493,233)</u>	<u>(5,861,135)</u>	<u>(2,464,389)</u>
Net increase (decrease) in net assets resulting from Fund share transactions (Note C)	(2,026,981)	60,336	5,005,673	6,626,622
	<u>(2,026,981)</u>	<u>60,336</u>	<u>5,005,673</u>	<u>6,626,622</u>
Total increase (decrease) in net assets	72,640,408	(31,934,789)	17,917,947	2,476,947
Net Assets:				
Beginning of period	308,666,565	340,601,354	85,906,660	83,429,713
End of period	<u>\$381,306,973</u>	<u>\$308,666,565</u>	<u>\$103,824,607</u>	<u>\$85,906,660</u>

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

STATEMENTS OF CHANGES IN NET ASSETS

	LKCM Fixed Income Fund		LKCM International Equity Fund
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>May 1, 2019⁽¹⁾ through December 31, 2019</i>
Operations:			
Net investment income	\$ 6,144,233	\$ 5,574,912	\$ 16,910
Net realized loss on investments	(133,875)	(334,274)	(882)
Net realized loss on foreign currency translation	—	—	(12,649)
Net change in unrealized appreciation/depreciation	10,887,483	(4,540,199)	976,583
	<u>16,897,841</u>	<u>700,439</u>	<u>979,962</u>
Net Dividends and Distributions to Shareholders	(6,149,434)	(5,577,246)	(6,697)
	<u>15,882,035</u>	<u>5,187,333</u>	<u>9,672,065</u>
Net increase in net assets resulting from Fund share transactions (Note C)	15,882,035	5,187,333	9,672,065
Total increase in net assets	26,630,442	310,526	10,645,330
Net Assets:			
Beginning of period	249,286,330	248,975,804	—
End of period	<u>\$275,916,772</u>	<u>\$249,286,330</u>	<u>\$10,645,330</u>

⁽¹⁾ Commencement of operations.

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

FINANCIAL HIGHLIGHTS
SELECTED DATA FOR EACH SHARE OF CAPITAL STOCK OUTSTANDING

	LKCM Small Cap Equity Fund				
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2017</i>	<i>Year Ended December 31, 2016</i>	<i>Year Ended December 31, 2015</i>
Net Asset Value – Beginning of Period	\$ 14.39	\$ 18.44	\$ 18.82	\$ 19.86	\$ 24.05
Net investment income (loss)	(0.02) ⁽¹⁾	(0.03) ⁽²⁾	(0.04) ⁽¹⁾	(0.03) ⁽¹⁾	0.01
Net realized and unrealized gain (loss) on investments	3.29	(1.05)	3.27	1.88	(1.29)
Total from investment operations	3.27	(1.08)	3.23	1.85	(1.28)
Dividends from net investment income	—	—	—	—	(0.01)
Distributions from net realized gains	(0.88)	(2.97)	(3.61)	(2.89)	(2.90)
Total dividends and distributions	(0.88)	(2.97)	(3.61)	(2.89)	(2.91)
Net Asset Value – End of Period	<u>\$ 16.78</u>	<u>\$ 14.39</u>	<u>\$ 18.44</u>	<u>\$ 18.82</u>	<u>\$ 19.86</u>
Total Return	22.70%	-5.70%	17.04%	9.27%	-5.58%
Ratios and Supplemental Data:					
Net assets, end of period (thousands)	\$180,682	\$160,322	\$201,139	\$281,790	\$568,421
Ratio of expenses to average net assets:					
Before expense waiver and/or reimbursement	1.07%	1.08%	1.10%	1.05%	0.97%
After expense waiver and/or reimbursement	1.00%	1.00%	1.00%	1.00%	0.97%
Ratio of net investment income (loss) to average net assets:					
Before expense waiver and/or reimbursement	(0.20)%	(0.25)%	(0.28)%	(0.18)%	0.05%
After expense waiver and/or reimbursement	(0.13)%	(0.17)%	(0.18)%	(0.13)%	0.05%
Portfolio turnover rate	63%	45%	42%	50%	62%

⁽¹⁾ Net investment loss per share represents net investment loss divided by the average shares outstanding throughout the period.

⁽²⁾ Net investment loss per share is calculated using the ending balance of undistributed net investment loss prior to considerations of adjustments for permanent book and tax differences.

	LKCM Small-Mid Cap Equity Fund				
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2017</i>	<i>Year Ended December 31, 2016</i>	<i>Year Ended December 31, 2015</i>
Net Asset Value – Beginning of Period	\$ 7.92	\$ 10.60	\$ 9.56	\$ 11.15	\$ 12.10
Net investment loss	(0.02) ⁽¹⁾	(0.03) ⁽²⁾	(0.01) ⁽¹⁾	(0.05) ⁽¹⁾	(0.06) ⁽²⁾
Net realized and unrealized gain (loss) on investments	2.48	(0.93)	2.32	0.19	(0.10)
Total from investment operations	2.46	(0.96)	2.31	0.14	(0.16)
Distributions from net realized gains	(1.29)	(1.72)	(1.27)	(1.73)	(0.79)
Net Asset Value – End of Period	<u>\$ 9.09</u>	<u>\$ 7.92</u>	<u>\$ 10.60</u>	<u>\$ 9.56</u>	<u>\$ 11.15</u>
Total Return	31.05%	-8.89%	24.13%	1.17%	-1.41%
Ratios and Supplemental Data:					
Net assets, end of period (thousands)	\$ 12,590	\$ 12,162	\$ 19,378	\$20,419	\$331,954
Ratio of expenses to average net assets:					
Before expense waiver and/or reimbursement	1.95%	1.75%	1.76%	1.23%	1.14%
After expense waiver and/or reimbursement	1.00%	1.00%	1.00%	1.00%	1.00%
Ratio of net investment loss to average net assets:					
Before expense waiver and/or reimbursement	(1.20)%	(1.05)%	(0.94)%	(0.68)%	(0.63)%
After expense waiver and/or reimbursement	(0.25)%	(0.30)%	(0.18)%	(0.45)%	(0.49)%
Portfolio turnover rate	68%	56%	63%	80%	70%

⁽¹⁾ Net investment loss per share represents net investment loss divided by the average shares outstanding throughout the period.

⁽²⁾ Net investment loss per share is calculated using the ending balance of undistributed net investment loss prior to considerations of adjustments for permanent book and tax differences.

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

FINANCIAL HIGHLIGHTS
SELECTED DATA FOR EACH SHARE OF CAPITAL STOCK OUTSTANDING

	LKCM Equity Fund				
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2017</i>	<i>Year Ended December 31, 2016</i>	<i>Year Ended December 31, 2015</i>
Net Asset Value – Beginning of Period	\$ 23.34	\$ 26.02	\$ 22.42	\$ 21.40	\$ 22.81
Net investment income	0.22 ⁽¹⁾	0.21	0.17	0.19 ⁽¹⁾	0.18 ⁽¹⁾
Net realized and unrealized gain (loss) on investments	6.75	(1.08)	4.69	2.32	(0.98)
Total from investment operations	6.97	(0.87)	4.86	2.51	(0.80)
Dividends from net investment income	(0.23)	(0.21)	(0.17)	(0.20)	(0.20)
Distributions from net realized gains	(1.06)	(1.60)	(1.09)	(1.29)	(0.41)
Total dividends and distributions	(1.29)	(1.81)	(1.26)	(1.49)	(0.61)
Net Asset Value – End of Period	<u>\$ 29.02</u>	<u>\$ 23.34</u>	<u>\$ 26.02</u>	<u>\$ 22.42</u>	<u>\$ 21.40</u>
Total Return	29.85%	-3.28%	21.69%	11.66%	-3.54%
Ratios and Supplemental Data:					
Net assets, end of period (thousands)	\$381,307	\$308,667	\$340,601	\$286,508	\$281,200
Ratio of expenses to average net assets:					
Before expense waiver and/or reimbursement	0.99%	0.98%	0.99%	0.98%	0.93%
After expense waiver and/or reimbursement	0.80%	0.80%	0.80%	0.80%	0.80%
Ratio of net investment income to average net assets:					
Before expense waiver and/or reimbursement	0.61%	0.56%	0.50%	0.69%	0.68%
After expense waiver and/or reimbursement	0.80%	0.74%	0.69%	0.87%	0.81%
Portfolio turnover rate	9%	16%	11%	16%	13%

⁽¹⁾ Net investment income per share represents net investment income divided by the average shares outstanding throughout the period.

	LKCM Balanced Fund				
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2017</i>	<i>Year Ended December 31, 2016</i>	<i>Year Ended December 31, 2015</i>
Net Asset Value – Beginning of Period	\$ 21.07	\$ 22.18	\$ 20.46	\$ 19.60	\$ 20.10
Net investment income	0.27 ⁽¹⁾	0.23	0.20	0.20 ⁽¹⁾	0.19
Net realized and unrealized gain (loss) on investments	4.32	(0.70)	2.43	1.69	(0.00) ⁽²⁾
Total from investment operations	4.59	(0.47)	2.63	1.89	0.19
Dividends from net investment income	(0.27)	(0.23)	(0.20)	(0.18)	(0.19)
Distributions from net realized gains	(1.17)	(0.41)	(0.71)	(0.85)	(0.50)
Total dividends and distributions	(1.44)	(0.64)	(0.91)	(1.03)	(0.69)
Net Asset Value – End of Period	<u>\$ 24.22</u>	<u>\$ 21.07</u>	<u>\$ 22.18</u>	<u>\$ 20.46</u>	<u>\$ 19.60</u>
Total Return	21.85%	-2.15%	12.88%	9.70%	0.91%
Ratios and Supplemental Data:					
Net assets, end of period (thousands)	\$103,825	\$ 85,907	\$ 83,430	\$63,192	\$39,153
Ratio of expenses to average net assets:					
Before expense waiver and/or reimbursement	1.00%	1.00%	1.02%	1.03%	1.02%
After expense waiver and/or reimbursement	0.80%	0.80%	0.80%	0.80%	0.80%
Ratio of net investment income to average net assets:					
Before expense waiver and/or reimbursement	0.95%	0.83%	0.73%	0.73%	0.73%
After expense waiver and/or reimbursement	1.15%	1.03%	0.95%	0.96%	0.95%
Portfolio turnover rate	17%	17%	15%	16%	16%

⁽¹⁾ Net investment income per share represents net investment income divided by the average shares outstanding throughout the period.

⁽²⁾ Less than \$(0.005).

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

FINANCIAL HIGHLIGHTS
SELECTED DATA FOR EACH SHARE OF CAPITAL STOCK OUTSTANDING

	LKCM Fixed Income Fund				
	<i>Year Ended December 31, 2019</i>	<i>Year Ended December 31, 2018</i>	<i>Year Ended December 31, 2017</i>	<i>Year Ended December 31, 2016</i>	<i>Year Ended December 31, 2015</i>
Net Asset Value – Beginning of Period	\$ 10.47	\$ 10.68	\$ 10.67	\$ 10.50	\$ 10.82
Net investment income	0.25 ⁽¹⁾	0.24	0.21	0.23	0.25 ⁽¹⁾
Net realized and unrealized gain (loss) on investments	0.45	(0.21)	0.02	0.17	(0.28)
Total from investment operations	0.70	0.03	0.23	0.40	(0.03)
Dividends from net investment income	(0.25)	(0.24)	(0.21)	(0.23)	(0.26)
Distributions from net realized gains	—	—	(0.01)	(0.00) ⁽²⁾	(0.03)
Total dividends and distributions	(0.25)	(0.24)	(0.22)	(0.23)	(0.29)
Net Asset Value – End of Period	\$ 10.92	\$ 10.47	\$ 10.68	\$ 10.67	\$ 10.50
Total Return	6.70%	0.26%	2.15%	3.83%	-0.27%
Ratios and Supplemental Data:					
Net assets, end of period (thousands)	\$275,917	\$249,286	\$248,976	\$226,862	\$198,841
Ratio of expenses to average net assets:					
Before expense waiver and/or reimbursement	0.79%	0.78%	0.80%	0.78%	0.73% ⁽³⁾
After expense waiver and/or reimbursement	0.50%	0.50%	0.50%	0.50%	0.56% ⁽³⁾
Ratio of net investment income to average net assets:					
Before expense waiver and/or reimbursement	2.02%	1.96%	1.66%	1.86%	2.18% ⁽³⁾
After expense waiver and/or reimbursement	2.31%	2.24%	1.96%	2.14%	2.35% ⁽³⁾
Portfolio turnover rate	37%	23%	28%	59%	29%

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

(2) Less than \$(0.005).

(3) Effective May 22, 2015, the Adviser contractually agreed to lower the expense cap for the Fund from 0.65% to 0.50% of the Fund's average daily net assets.

	LKCM International Equity Fund
	<i>May 1, 2019⁽¹⁾ through December 31, 2019</i>
Net Asset Value – Beginning of Period	\$ 10.00
Net investment income	0.02 ⁽²⁾
Net realized and unrealized gain on investments	0.88
Total from investment operations	0.90
Dividends from net investment income	(0.01)
Distributions from net realized gains	(0.00) ⁽³⁾
Total dividends and distributions	(0.01)
Net Asset Value – End of Period	\$ 10.89
Total Return	8.97% ⁽⁴⁾
Ratios and Supplemental Data:	
Net assets, end of period (thousands)	\$10,645
Ratio of expenses to average net assets:	
Before expense waiver and/or reimbursement	4.09% ⁽⁵⁾
After expense waiver and/or reimbursement	1.00% ⁽⁵⁾
Ratio of net investment income to average net assets:	
Before expense waiver and/or reimbursement	(2.76)% ⁽⁵⁾
After expense waiver and/or reimbursement	0.33% ⁽⁵⁾
Portfolio turnover rate	2% ⁽⁴⁾

(1) Commencement of operations.

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

(3) Less than \$(0.005).

(4) Not annualized.

(5) Annualized.

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 seven diversified series as of December 31, 2019, six of which are presented herein and include the LKCM Small Cap Equity Fund, LKCM Small-Mid Cap Equity Fund, LKCM Equity Fund, LKCM Balanced Fund, LKCM Fixed Income Fund and LKCM International Equity Fund (collectively, the “Funds”). The assets of the Funds are invested in separate, independently managed portfolios. Investment operations of the Funds began on July 14, 1994 (LKCM Small Cap Equity Fund), January 3, 1996 (LKCM Equity Fund), December 30, 1997 (LKCM Balanced Fund and LKCM Fixed Income Fund), May 2, 2011 (LKCM Small-Mid Cap Equity Fund) and May 1, 2019 (LKCM International Equity Fund). The LKCM Small Cap Equity Fund, LKCM Small-Mid Cap Equity Fund and LKCM Equity Fund previously had two share classes—Institutional Class shares and Adviser Class shares. The Board of Trustees of the Trust approved the (i) liquidation and termination of Adviser Class shares of the LKCM Small Cap Equity Fund, which took place on October 31, 2018, and (ii) termination of Adviser Class shares of the LKCM Equity Fund and LKCM Small-Mid Cap Equity Fund, which had not commenced operations and had no assets or shareholders, on September 24, 2018. Each Fund charges a 1% redemption fee for redemptions of Fund shares held for less than 30 days, unless otherwise determined by a Fund in its discretion.

The LKCM Small Cap Equity Fund seeks to maximize long-term capital appreciation by investing under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in equity securities of smaller companies (those with market capitalizations at the time of investment between \$600 million and \$5 billion) which Luther King Capital Management Corporation (the “Adviser”) believes are likely to have above-average growth in revenue and/or earnings and potential for above-average capital appreciation. The LKCM Small-Mid Cap Equity Fund seeks to maximize long-term capital appreciation by investing under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in equity securities of small-mid capitalization companies (those with market capitalizations at the time of investment between \$1.25 billion and \$12 billion) which the Adviser believes are likely to have above-average growth in revenue and/or earnings and potential for above-average capital appreciation. The LKCM Equity Fund seeks to maximize long-term capital appreciation by investing under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in equity securities of companies which 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 that the Adviser believes have attractive relative valuations. The LKCM Balanced Fund seeks current income and long-term capital appreciation by investing primarily in a portfolio of equity and fixed income securities with at least 25% of the Fund’s total assets invested in fixed income securities under normal circumstances. The LKCM Fixed Income Fund seeks current income by investing under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in a portfolio of investment grade corporate and U.S. Government fixed income securities. The LKCM International Equity Fund seeks to maximize long-term capital appreciation by investing under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in equity securities of non-U.S. companies.

The following is a summary of significant accounting policies followed by the Funds in preparation of the financial statements. The Funds are investment companies and, accordingly, follow 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. equity securities and listed U.S. equity 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. Futures and options on futures are valued at the settlement prices established each day on the principal exchange on which they are traded. Forward contracts are valued based on the forward rate using information provided by an independent pricing service. Other assets and securities for which no market or broker quotations or evaluated prices are readily available are valued in good faith at fair value using guidelines approved by the Board of Trustees. The Board of Trustees has established policies and procedures that authorize the Adviser to fair value a security in good faith under certain circumstances. The Funds may use prices provided by independent pricing services to assist in the fair valuation of the Funds’ portfolio securities. For foreign securities held by the LKCM International Equity Fund, such fair value prices generally will be based on such independent pricing services’ proprietary multi-factor models that measure movements in relevant indices, market indicators or other factors between the time the relevant foreign markets have closed and the time the Fund calculates its net asset value.

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, 2019, the Funds’ assets carried at fair value were classified as follows:

LKCM Small Cap Equity Fund

Description	Level 1	Level 2	Level 3	Total
Common Stocks	\$178,523,622	\$ —	\$ 0	\$178,523,622
Money Market Fund	1,994,841	—	—	1,994,841
Total Investments*	<u>\$180,518,463</u>	<u>\$ —</u>	<u>\$ 0</u>	<u>\$180,518,463</u>

LKCM Small-Mid Cap Equity Fund

Description	Level 1	Level 2	Level 3	Total
Common Stocks	\$ 12,595,044	\$ —	\$ —	\$ 12,595,044
Money Market Fund	4,730	—	—	4,730
Total Investments*	<u>\$ 12,599,774</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 12,599,774</u>

LKCM Equity Fund

Description	Level 1	Level 2	Level 3	Total
Common Stocks	\$361,471,379	\$ —	\$ —	\$361,471,379
U.S. Government Issue	—	4,299,748	—	4,299,748
Money Market Funds	14,880,960	—	—	14,880,960
Total Investments*	<u>\$376,352,339</u>	<u>\$ 4,299,748</u>	<u>\$ —</u>	<u>\$380,652,087</u>

LKCM Balanced Fund

Description	Level 1	Level 2	Level 3	Total
Common Stocks	\$ 71,857,178	\$ —	\$ —	\$ 71,857,178
Corporate Bonds	—	30,479,187	—	30,479,187
Money Market Fund	464,623	—	—	464,623
Total Investments*	<u>\$ 72,321,801</u>	<u>\$ 30,479,187</u>	<u>\$ —</u>	<u>\$102,800,988</u>

LKCM Fixed Income Fund

Description	Level 1	Level 2	Level 3	Total
Corporate Bonds	\$ —	\$209,596,863	\$ —	\$209,596,863
U.S. Government Issues	—	27,825,924	—	27,825,924
U.S. Government Sponsored Entities	—	33,415,378	—	33,415,378
Money Market Fund	3,063,042	—	—	3,063,042
Total Investments*	<u>\$ 3,063,042</u>	<u>\$270,838,165</u>	<u>\$ —</u>	<u>\$273,901,207</u>

LKCM International Equity Fund

Description	Level 1	Level 2	Level 3	Total
Common Stocks	\$ 159,428	\$ 9,539,914	\$ —	\$ 9,699,342
Preferred Stock	—	209,488	—	209,488
Money Market Funds	748,388	—	—	748,388
Total Investments*	<u>\$ 907,816</u>	<u>\$ 9,749,402</u>	<u>\$ —</u>	<u>\$ 10,657,218</u>

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

Below is a reconciliation of Level 3 assets held by the LKCM Small Cap Equity Fund for which significant observable inputs were used to determine fair value.

<u>Description</u>	<u>Common Stocks</u>
Balance as of January 1, 2019	\$ 0
Purchases	—
Sales proceeds	—
Realized gain (loss)	—
Change in unrealized appreciation/depreciation	—
Transfers into/(out of) Level 3	—
Balance as of December 31, 2019	<u>\$ 0</u>
Change in unrealized appreciation/depreciation during the period for Level 3 investments held at December 31, 2019	<u>\$ —</u>

2. Federal Income Taxes: The Funds have elected to be treated as “regulated investment companies” under Subchapter M of the Internal Revenue Code and each 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 LKCM Small Cap Equity Fund, LKCM Small-Mid Cap Equity Fund, LKCM Equity Fund and LKCM International Equity Fund generally intend to declare and pay income dividends and distribute net capital gains, if any, at least on an annual basis. The LKCM Balanced Fund and LKCM Fixed Income Fund generally intend to declare and pay income dividends on a quarterly basis and distribute net capital, 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 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 Funds enter into contracts with service providers that contain general indemnification clauses. The Funds’ maximum exposure under these arrangements is unknown as this would involve future claims against the Funds that have not yet occurred. Based on experience, the Funds expect 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 Funds’ 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 Funds 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: Distributions from net investment income and realized capital gains are determined in accordance with income tax regulations, which may differ from U.S. GAAP. Certain capital accounts in the consolidated financial statements are periodically adjusted for permanent differences in order to reflect their tax character. These permanent differences are primarily due to the varying treatment of income and gain/loss on portfolio securities held by the Fund and have no impact on net assets or NAV per share.

Accordingly, at December 31, 2019, reclassifications were recorded as follows:

	<u>LKCM Small Cap Equity Fund</u>	<u>LKCM Small-Mid Cap Equity Fund</u>	<u>LKCM Equity Fund</u>	<u>LKCM Balanced Fund</u>	<u>LKCM Fixed Income Fund</u>	<u>LKCM International Equity Fund</u>
Accumulated net investment income (loss)	\$ 230,410	\$ 31,999	\$ —	\$ 2,370	\$ 5,201	\$(13,485)
Accumulated net realized gain (loss)	(1,065,914)	(151,174)	(297,809)	(79,251)	—	14,313
Capital stock	835,504	119,175	297,809	76,881	(5,201)	(828)

10. Restricted and Illiquid Securities: The Funds are permitted to invest in securities that are subject to legal or contractual restrictions on resale including investments considered by the Funds to be illiquid. Restricted securities generally may be resold in transactions exempt from registration. Illiquid investments are investments that the Funds reasonably expect cannot be sold or disposed of in current market conditions within seven calendar days or less in the ordinary course of business without the sale or disposition significantly changing the market value of the investment. 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 ASU 2017-08, *Receivables—Nonrefundable Fees and Other Costs (Subtopic 310-20): Premium Amortization on Purchased Callable Debt Securities* (“ASU 2017-08”). The amendments in the ASU 2017-08 shorten the amortization period for certain callable debt securities, held at a premium, to be amortized to the earliest call date. The ASU 2017-08 does not require an accounting change for securities held at a discount; which continues to be amortized to maturity. The ASU 2017-08 is effective for fiscal years and interim periods within those fiscal years beginning after December 15, 2018. Effective, January 1, 2019, the Funds adopted ASU 2017-08, and the adoption did not have a material 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 has evaluated ASU 2018-13 and has adopted the relevant provisions of the disclosure framework.

B. Investment Advisory and Other Agreements: The Adviser serves as the investment adviser to the Funds under an Investment Advisory Agreement (the “Agreement”). The Adviser receives a fee, computed daily and payable quarterly, at the annual rates presented below as applied to each 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 Funds through May 1, 2020 in order to limit each Fund’s operating expenses to the annual cap rates presented 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 fiscal year ended December 31, 2019, the Adviser waived the following management fees and/or reimbursed expenses to meet its expense cap obligations:

	<u>LKCM Small Cap Equity Fund</u>	<u>LKCM Small-Mid Cap Equity Fund</u>	<u>LKCM Equity Fund</u>	<u>LKCM Balanced Fund</u>	<u>LKCM Fixed Income Fund</u>	<u>LKCM International Equity Fund⁽¹⁾</u>
Annual Management Fee Rate	0.75%	0.75%	0.70%	0.65%	0.50%	0.90%
Annual Cap on Expenses	1.00%	1.00%	0.80%	0.80%	0.50%	1.00%
Fees Waived and/or Expenses Reimbursed in 2019	\$131,407	\$121,861	\$663,190	\$191,230	\$756,238	\$159,189

⁽¹⁾ For the period from May 1, 2019 (commencement of operations) through December 31, 2019.

The Trust reimburses the Adviser for a portion of compensation paid to the Trust’s Chief Compliance Officer. This compensation is reported as part of the “Trustees’ fees and officer compensation” expense on the Statement of Operations.

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

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

The Funds have adopted a Distribution Plan, under which each Fund may pay an annualized fee of up to 0.75% of its average daily net assets for distribution and other services. Currently, the Board of Trustees has not authorized payments under this plan and, as a result, the Funds currently neither accrue nor pay any fees under the plan.

C. Fund Shares: At December 31, 2019, there was an unlimited number of shares of beneficial interest, no par value, authorized, for each Fund. The following table summarizes the activity in shares of each Fund:

LKCM Small Cap Equity Fund

	Year Ended December 31, 2019		Year Ended December 31, 2018	
	Shares	Amount	Institutional Class Shares	Amount
Shares sold	553,209	\$ 9,022,479	629,067	\$ 12,579,033
Shares issued to shareholders in reinvestment of distributions	473,251	7,960,077	1,755,599	24,982,114
Shares redeemed	(1,397,843)	(23,500,008)	(2,154,803)	(40,922,342)
Redemption fee		—		727
Net increase (decrease)	(371,383)	\$ (6,517,452)	229,863	\$ (3,360,468)
Shares Outstanding:				
Beginning of period	11,138,973		10,909,110	
End of period	10,767,590		11,138,973	

	Year Ended December 31, 2018	
	Shares	Amount
Shares sold	8,126	\$ 141,867
Shares redeemed	(38,699)	(704,763)
Net decrease	(30,573)	\$ (562,896)
Shares Outstanding:		
Beginning of period	30,573	
End of period	—	
Total Net Decrease		\$ (3,923,364)

* The Adviser Class Shares of the Fund were terminated on October 31, 2018.

LKCM Small-Mid Cap Equity Fund

	Year Ended December 31, 2019		Year Ended December 31, 2018	
	Shares	Amount	Shares	Amount
Shares sold	8,594	\$ 79,975	33,214	\$ 362,456
Shares issued to shareholders in reinvestment of distributions	145,840	1,330,062	255,531	1,998,256
Shares redeemed	(304,984)	(2,901,857)	(581,374)	(6,012,534)
Redemption fee		—		—
Net decrease	(150,550)	\$ (1,491,820)	(292,629)	\$ (3,651,822)
Shares Outstanding:				
Beginning of period	1,536,022		1,828,651	
End of period	1,385,472		1,536,022	

LKCM Equity Fund

	Year Ended December 31, 2019		Year Ended December 31, 2018	
	Shares	Amount	Shares	Amount
Shares sold	751,273	\$ 20,128,808	844,102	\$ 23,187,647
Shares issued to shareholders in reinvestment of distributions	531,455	15,454,725	929,685	21,494,324
Shares redeemed	(1,367,658)	(37,611,783)	(1,641,146)	(44,621,947)
Redemption fee		1,269		312
Net increase (decrease)	(84,930)	\$ (2,026,981)	132,641	\$ 60,336
Shares Outstanding:				
Beginning of period	13,224,240		13,091,599	
End of period	13,139,310		13,224,240	

LKCM Balanced Fund

	Year Ended December 31, 2019		Year Ended December 31, 2018	
	Shares	Amount	Shares	Amount
Shares sold	472,852	\$ 11,074,342	711,217	\$ 15,637,963
Shares issued to shareholders in reinvestment of distributions	235,149	5,686,783	111,842	2,384,425
Shares redeemed	(499,010)	(11,756,977)	(507,312)	(11,396,388)
Redemption fee		1,525		622
Net increase	208,991	\$ 5,005,673	315,747	\$ 6,626,622
Shares Outstanding:				
Beginning of period	4,077,381		3,761,634	
End of period	4,286,372		4,077,381	

LKCM Fixed Income Fund

	Year Ended December 31, 2019		Year Ended December 31, 2018	
	Shares	Amount	Shares	Amount
Shares sold	2,945,477	\$ 31,817,012	1,518,406	\$ 16,007,187
Shares issued to shareholders in reinvestment of distributions	498,493	5,410,572	475,511	4,982,833
Shares redeemed	(1,969,721)	(21,345,747)	(1,503,570)	(15,802,687)
Redemption fee		198		—
Net increase	1,474,249	\$ 15,882,035	490,347	\$ 5,187,333
Shares Outstanding:				
Beginning of period	23,803,458		23,313,111	
End of period	25,277,707		23,803,458	

LKCM International Equity Fund

	May 1, 2019 ⁽¹⁾ through December 31, 2019	
	Shares	Amount
Shares sold	977,320	\$ 9,668,170
Shares issued to shareholders in reinvestment of distributions	360	3,927
Shares redeemed	(3)	(32)
Net increase	977,677	\$ 9,672,065
Shares Outstanding:		
Beginning of period	—	
End of period	977,677	

⁽¹⁾ Commencement of operations.

D. Security Transactions: Purchases and sales of investment securities, other than short-term investments, for the fiscal year ended December 31, 2019 were as follows:

	Purchases		Sales	
	U.S. Government	Other	U.S. Government	Other
LKCM Small Cap Equity Fund	\$ —	\$111,824,553	\$ —	\$129,270,374
LKCM Small-Mid Cap Equity Fund	—	8,425,315	—	10,964,614
LKCM Equity Fund	—	29,839,791	9,979,777	56,565,100
LKCM Balanced Fund	—	20,249,419	—	15,723,872
LKCM Fixed Income Fund	47,706,271	65,446,375	61,345,328	36,408,108
LKCM International Equity Fund ⁽¹⁾	—	9,088,936	—	157,370

⁽¹⁾ Period from May 1, 2019 (commencement of operations) through December 31, 2019.

E. Tax Information: At December 31, 2019, the components of accumulated earnings (losses) on a tax basis were as follows:

	<u>LKCM Small Cap Equity Fund</u>	<u>LKCM Small-Mid Cap Equity Fund</u>	<u>LKCM Equity Fund</u>	<u>LKCM Balanced Fund</u>	<u>LKCM Fixed Income Fund</u>	<u>LKCM International Equity Fund</u>
Tax Cost	\$127,593,033	\$9,083,153	\$197,759,971	\$76,351,289	\$267,281,869	\$9,680,635
Gross Unrealized Appreciation	\$ 53,632,497	\$3,554,519	\$186,600,890	\$27,022,111	\$ 6,778,905	\$1,065,262
Gross Unrealized Depreciation	(707,067)	(37,898)	(3,708,774)	(572,412)	(159,567)	(88,778)
Net Unrealized Appreciation	\$ 52,925,430	\$3,516,621	\$182,892,116	\$26,449,699	\$ 6,619,338	\$ 976,484
Undistributed Ordinary Income	—	—	72	—	—	—
Undistributed Long-Term Capital Gain	574,922	189,611	—	26,030	—	—
Total Distributable Earnings	\$ 574,922	\$ 189,611	\$ 72	\$ 26,030	\$ —	\$ —
Other Accumulated Losses	\$ —	\$ —	\$ (70,371)	\$ —	\$ (468,149)	\$ (2,391)
Total Accumulated Gains	\$ 53,500,352	\$3,706,232	\$182,821,817	\$26,475,729	\$ 6,151,189	\$ 974,093

The difference between book cost of investments and tax cost of investments is attributable primarily to the tax deferral of losses on wash sales.

Net investment income and realized gains and losses for federal income tax purposes may differ from that reported on the financial statements because of permanent book-to-tax differences. GAAP requires that permanent differences between financial reporting and tax reporting be reclassified between various components of net assets. These differences are primarily due to net operating losses, swap contract adjustments, dividend reclasses, and dividends on redemption adjustments with differing book and tax methods.

To the extent the Funds realize 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, 2019, the capital loss carryforwards were as follows:

	<u>Long-Term</u>
LKCM Fixed Income Fund	\$468,149

At December 31, 2019, the Funds deferred, on a tax basis, post-October capital losses of:

LKCM Equity Fund	\$70,371
LKCM International Equity Fund	\$ 2,490

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

	<u>Year Ended December 31, 2019</u>		<u>Year Ended December 31, 2018</u>	
	<u>Ordinary Income</u>	<u>Long-Term Capital Gains</u>	<u>Ordinary Income</u>	<u>Long-Term Capital Gains</u>
LKCM Small Cap Equity Fund	\$ —	\$ 9,039,350	\$ —	\$28,133,206
LKCM Small-Mid Cap Equity Fund	—	1,611,139	—	2,221,982
LKCM Equity Fund	2,849,089	13,410,713	2,586,418	19,906,815
LKCM Balanced Fund	1,122,363	4,738,772	888,174	1,576,215
LKCM Fixed Income Fund	6,149,434	—	5,577,246	—
LKCM International Equity Fund ⁽¹⁾	6,697	—	N/A	N/A

⁽¹⁾ Period from May 1, 2019 (commencement of operations) through December 31, 2019.

The Funds designated earnings and profits distributed to shareholders upon the redemption of shares during 2019 and 2018 in determining undistributed net capital gains as of December 31, 2019 and 2018.

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 Funds' financial position or results of operations. Tax years that remain open to examination by major tax jurisdictions include tax years ended December 31, 2016 through December 31, 2019 (LKCM Small Cap Equity Fund, LKCM Small-Mid Cap Equity Fund, LKCM Equity Fund, LKCM Balanced Fund and LKCM Fixed Income Fund) and December 31, 2019 (LKCM International Equity Fund). 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, 2019. The Funds are 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 Funds 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, management has evaluated the Funds' related events and transactions that occurred subsequent to December 31, 2019 through the date the financial statements were issued. Other than as disclosed below, management has determined that there were no significant subsequent events requiring recognition or disclosure in the financial statements.

On November 25, 2019, U.S. Bancorp, the parent company of Quasar Distributors, LLC ("Quasar"), the Funds' distributor, announced that it had signed a purchase agreement to sell Quasar to Foreside Financial Group, LLC ("Foreside") such that Quasar will become a wholly-owned broker-dealer subsidiary of Foreside. The transaction is expected to close by the end of March 2020. Quasar will remain the Funds' distributor at the close of the transaction, subject to approval of the Board of Trustees of the Funds.

To the shareholders and Board of Trustees of LKCM Funds

Opinion on the Financial Statements and Financial Highlights

We have audited the accompanying statements of assets and liabilities of LKCM Funds (the “Funds”) comprising the LKCM Small Cap Equity Fund, LKCM Equity Fund, LKCM Balanced Fund, LKCM Fixed Income Fund, LKCM Small-Mid Cap Equity Fund, and LKCM International Equity Fund including the schedules of investments, as of December 31, 2019; the related statements of operations, changes in net assets, and the financial highlights for the periods indicated in the table below; and the related notes. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of each of the portfolios constituting the Funds as of December 31, 2019, and the results of their operations, the changes in their net assets, and the financial highlights for the periods listed in the table below, in conformity with accounting principles generally accepted in the United States of America.

Individual Fund Comprising the LKCM Funds	Statement of Operations	Statements of Changes in Net Assets	Financial Highlights
LKCM Small Cap Equity Fund, LKCM Equity Fund, LKCM Balanced Fund, LKCM Fixed Income Fund, and LKCM Small-Mid Cap Equity Fund	For the year ended December 31, 2019	For the years ended December 31, 2019 and 2018	For the years ended December 31, 2019, 2018, 2017, 2016 and 2015
LKCM International Equity Fund	For the period from May 1, 2019 (commencement of operations) through December 31, 2019		

Basis for Opinion

These financial statements and financial highlights are the responsibility of the Funds’ management. Our responsibility is to express an opinion on the Funds’ 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 Funds 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 Funds are not required to have, nor were we engaged to perform, an audit of their 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 Funds’ 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, 2019, by correspondence with the custodian. We believe that our audits provide a reasonable basis for our opinion.

Deloitte & Touche LLP

Milwaukee, Wisconsin
February 25, 2020

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

December 31, 2019

Tax Information: For the fiscal year ended December 31, 2019, certain dividends paid by the Funds may be subject to a maximum tax rate of 23.8%, as provided for by the Jobs & Growth Tax Relief Reconciliation Act of 2003. The percentage of dividends declared from ordinary income designated as qualified dividend income was as follows:

Equity	100.00%
Balanced	95.38%
International Equity	100.00%

For corporate shareholders, the percentage of ordinary income distributions qualifying for the corporate dividends received deduction for the fiscal year ended December 31, 2019 was as follows:

Equity	100.00%
Balanced	92.38%

The Funds hereby designate the following percentages of their ordinary income distributions for the fiscal year ended December 31, 2019 as interest-related dividends under Internal Revenue Code Section 871(k)(1)(C).

Balanced	71.28%
Fixed Income	74.46%

The percentage of taxable ordinary income distributions that are designated as short-term capital gain distributions under Internal Revenue Code Section 871(k)(2)(C) Fund for the fiscal year ended December 31, 2019 was as follows:

International Equity	48.86%
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Availability of Proxy Voting Information: A description of the policies and procedures that the Funds use to determine how to vote proxies relating to their portfolio securities, as well as information regarding how the Funds 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 1-800-688-LKCM 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 Funds toll free at 1-800-688-LKCM or by accessing the SEC's website at www.sec.gov.

Availability of Quarterly Portfolio Schedule: The Funds are 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 Funds' Form N-Q is available without charge upon request on the SEC's website (<http://www.sec.gov>) and is also available by calling 1-800-688-LKCM. You can also review and copy the Funds' 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). Beginning June 1, 2020, monthly portfolio disclosures will be filed quarterly with the SEC on Form N-PORT, with quarter-end disclosures being made public 60 days after the end of each fiscal quarter.

Information about the Funds' Trustees and Officers:

The business and affairs of the Funds are managed under the direction of the Funds' Board of Trustees. Information pertaining to the Trustees of the Funds is set forth below. The Statement of Additional Information includes additional information about the Funds' Trustees and officers and is available, without charge, upon request by calling 1-800-688-LKCM.

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
Independent 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.	7	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.	7	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.	7	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.	7	Tyler Technologies, Inc.
Steve 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.	7	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 Funds' 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 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

Richard Lenart
Secretary & Treasurer

Paul W. Greenwell
Vice President

Richard J. Howell
Trustee

Jacob D. Smith
Chief Financial Officer
Chief Compliance Officer

Steven R. Purvis, CFA
Trustee, Vice President

Larry J. Lockwood
Trustee

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
Milwaukee, WI 53201-0701

Custodian

U.S. Bank, N.A.
1555 N. River Center Drive, Suite 302
Milwaukee, WI 53212

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
