
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

Semi-Annual Report
June 30, 2020

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 June 30, 2020:

Funds	Inception Dates	NAV @ 6/30/20	Net Expense Ratio*, **	Gross Expense Ratio**	Six Month Total Return Ended 6/30/20	One Year Total Return Ended 6/30/20	Five Year Average Annualized Return Ended 6/30/20	Ten Year Average Annualized Return Ended 6/30/20	Avg. Annual Total Return Since Incept.
LKCM Equity Fund - S&P 500® Index ⁽¹⁾	1/3/96	\$29.04	0.80%	0.99%	0.07%	8.74%	10.39%	12.89%	8.74%
LKCM Small Cap Equity Fund - Russell 2000® Index ⁽²⁾	7/14/94	\$15.92	1.01%	1.08%	-3.08%	7.51%	10.73%	13.99%	8.83%
LKCM Small-Mid Cap Equity Fund - Russell 2500® Index ⁽³⁾	5/2/11	\$ 8.99	1.01%	1.96%	-5.13%	-2.49%	4.36%	10.30%	9.81%
LKCM International Equity Fund - MSCI/EAFE® Index ⁽⁴⁾	5/1/19	\$10.06	1.02%	4.11%	-12.98%	-6.63%	4.29%	10.50%	8.52%
LKCM Balanced Fund S&P 500® Index ⁽¹⁾	12/30/97	\$23.83	0.80%	1.00%	-1.10%	4.42%	6.05%	N/A	6.70%
Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index ⁽⁵⁾					-11.05%	-4.70%	5.41%	N/A	8.16%
LKCM Fixed Income Fund Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index ⁽⁵⁾	12/30/97	\$11.15	0.50%	0.79%	-7.62%	0.46%	N/A	N/A	0.57%
					-11.07%	-4.73%	N/A	N/A	-3.41%
					-1.07%	4.91%	7.59%	9.85%	6.67%
					-3.08%	7.51%	10.73%	13.99%	7.31%
					5.28%	7.12%	3.46%	3.13%	4.61%
					3.09%	4.84%	3.07%	2.91%	4.30%
					5.28%	7.12%	3.46%	3.13%	4.61%

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, 2021. 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 six months ended June 30, 2020.

** Expense ratios above are as reported in the Funds' current prospectus dated May 1, 2020. Expense ratios reported for other periods in the financial highlights of this report may differ.

(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.

1H2020 Review and Outlook

The COVID-19 pandemic has caused tremendous human and economic hardships both domestically and globally. The measures taken to protect public health have induced a sharp decline in economic activity and a surge in job losses, which has directly impacted consumer spending. Prior to the pandemic, the U.S. recorded the lowest unemployment rate in a half a century, which reversed and soared to a postwar high of approximately 14.7% in April 2020. The disruptions to economic activity resulting from the pandemic materially tightened financial conditions and impaired the flow of credit to households and businesses. The Federal Reserve, in response to tightening financial conditions, quickly lowered its policy interest rate to near zero in March 2020 and took extraordinary measures to bolster the flow of credit to households, businesses, and communities. We believe that financial conditions have improved considerably as a result of this monetary policy response alongside the flow of capital within the economy.

We believe the scale and breadth of the fiscal policy response to the pandemic is equally critical. The potential costs of doing too little include, among other things, lost wages, fewer jobs, and deteriorating job skills. We believe the people most vulnerable to the adverse

effects of a recession are those who already faced barriers to economic opportunity, including low-income workers. While the pandemic-induced recession resulted in significant dislocations in the labor market, we believe the degree to which these disruptions are permanent or temporary largely hinges on the appropriate fiscal response. In our view, the U.S. fortunately has the fiscal capacity to undertake large scale spending. We believe that while there are naturally times to be concerned about growing the national debt, as the former chairman of President George W. Bush's Council of Economic Advisers, Gregory Mankiw, recently quipped, "This is not one of them."

In our view, the unprecedented monetary and fiscal response to the pandemic thus far has been sufficient to bolster investor confidence that the recession is likely to be as brief as it is deep. This optimistic level of investor confidence appears evident in the 20.5% appreciation in the S&P 500[®] Index in the second quarter of 2020. However, we believe it is difficult to recall a time when the general level of uncertainty has been as great as it is today. In our view, this uncertainty is clearly evident in the wide range of economic forecasts across public and private sector economists. We believe the breadth of potential outcomes is driven by the record speed of economic change and policy responses. Additionally, we believe the pandemic is undermining the reliability of certain economic data, particularly survey-based data of businesses and households as noted by the U.S. Bureau of Labor Statistics. Finally, we believe epidemiological outcomes will significantly influence the rate of business reopening, which has a profound impact on economic output. In our view, with the lack of visibility into these fundamental assumptions in economic models, there remains high dispersion and low confidence in traditional economic forecasts.

The pandemic ended the longest economic expansion on record, but the recession that ended it may be the shortest on record. The economy peaked in February 2020 and fell into a severe recession partially as a result of state governors' lockdown orders to impose social distancing. We believe the slow reopening of the economy since mid-May 2020 has already resulted in a large upswing in data series such as gasoline consumption and electricity usage, which are near real-time proxies for economic activity.

We believe the Federal Reserve is trying to ensure that credit continues to flow to households and businesses during this difficult time and that the financial system does not amplify the shock to the economy. In our view, fiscal policies aimed at limiting the permanent damage to the economy have been enacted so that when the pandemic eventually recedes, the economy is positioned to supply goods and services to meet demand. Following a sharp rebound in economic activity from a very low level, we believe the shape of the extended economic recovery will depend a great deal on progress to combat the coronavirus. We believe the Funds have invested in companies that are financially strong and well-positioned to compete once the economy recovers from this economic and health crisis.

LKCM Equity Fund

The LKCM Equity Fund outperformed its benchmark, the S&P 500[®] Index, during the six months ended June 30, 2020, returning 0.07% against the -3.08% return for the benchmark. We believe the Fund's investment strategy of investing in high quality companies with solid cash flow characteristics and reasonable debt levels proved successful during the uncertain and challenging environment. The Fund benefited from strong stock selection in the Industrials, Information Technology and Materials sectors relative to the benchmark, which was partially offset by stock selection in the Financials sector. The Fund's underweight position in the Financials sector enhanced the Fund's relative performance, while the Fund's underweight position in the Information Technology sector and overweight position in the Industrials sector detracted from the Fund's relative performance. We believe the Fund's continued emphasis on high quality companies that meet our stringent investment criteria has the Fund well positioned in this uncertain and challenging environment.

LKCM Balanced Fund

The LKCM Balanced Fund returned -1.07% for the six months ended June 30, 2020 against the -3.08% return for the S&P 500[®] Index and the 5.28% return for the Bloomberg Barclays Intermediate Government/Credit Bond Index during the same period. The Fund's equity portfolio benefited from solid stock selection in the Information Technology, Consumer Staples and Materials sectors relative to the benchmark, as well as having limited exposure to the underperforming Utilities and Real Estate sectors. Stock selection in the Communications Services and Financials sectors detracted from the Fund's relative performance during the period. The Fund's fixed income portfolio generated positive returns during the period as interest rates moved lower across the yield curve. The Fund's fixed income portfolio remains focused on investments in high quality corporate bonds with intermediate maturities. We believe the Fund continues to be well-positioned in this uncertain and challenging environment.

LKCM Fixed Income Fund

The LKCM Fixed Income Fund returned 3.09% for the six months ended June 30, 2020 compared to its benchmark, the Bloomberg Barclays Intermediate Government/Credit Bond Index, which advanced 5.28% during the period. During this period, U.S. Treasury yields declined sharply and the curve steepened, as measured by the yield differential between the 3-month T-bill and the 10-year U.S. Treasury. The longest economic expansion on record came to an abrupt end in February 2020 as COVID-19 began to take hold in the United States and was followed by the unprecedented step of a government-mandated shut down of the vast majority of the U.S. economy in an effort to stem the virus spread. Within this backdrop, the Federal Reserve stepped up with aggressive monetary policy, cutting the federal funds rate to near zero in a period of twelve days and implemented a series of liquidity backstops in an effort to ensure the functioning of the financial markets. Congress also acted by quickly implementing fiscal stimulus legislation to cushion the fallout of mandated business closures in an effort to provide a bridge for the record loss of jobs and commerce. In this environment, U.S. Treasuries, especially longer-dated issues, substantially outperformed corporate bonds as spreads widened sharply and investors sought

to reduce credit risk exposure. The Fund's overweight position in corporate bonds and shorter duration issues relative to the benchmark detracted from the Fund's performance during this period. The majority of the Fund remains 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 volatile economic environment.

LKCM International Equity Fund

The LKCM International Equity Fund returned -7.62% during the six months ended June 30, 2020, compared to the -11.07% return for the Fund's benchmark, the MSCI EAFE Index, during the same period. The Fund's performance benefited from being underweight the Financials sector relative to the benchmark, which was partially offset by the Fund's overweight position in the Industrials sector relative to the benchmark. The Fund remained overweight the Information Technology and Healthcare sectors, which also collectively contributed positively to the Fund's relative performance. Stock selection was the greatest contributor to the Fund's relative performance with sector allocation decisions providing more modest contributions to the Fund's relative performance. In particular, the Fund benefited from strong stock selection in the Information Technology, Industrials and Healthcare sectors relative to the benchmark, which was partially offset by stock selection in the Consumer Discretionary and Financials sectors where the dislocations resulting from COVID-19 persist in concerns for certain consumer activity and bank credit. We believe the Fund continues to be well-positioned to generate attractive returns for shareholders through investments in companies that we believe are competitively advantaged, can generate returns in excess of their costs of capital, and have good opportunities for long-term earnings growth.

LKCM Small Cap Equity Fund

The LKCM Small Cap Equity Fund outperformed its benchmark, the Russell 2000® Index, during the six months ended June 30, 2020, returning -5.13% compared to the -12.98% return for the benchmark. During the first half of 2020, both stock selection and sector allocation decisions for the Fund contributed to the Fund's relative performance. The largest contributions to the Fund's relative performance during the period came from stock selection in the Information Technology and Financials sectors and the Fund's underweight position in the underperforming Utilities sector. Stock selection in the Information Technology sector was enhanced by the outperformance of one of the Fund's investments, which was up nearly 350% during the second quarter of 2020. Stock selection in the Financials sector benefited from overweighting investments in insurance companies and underweighting investments in banks. The Fund also benefited from stock selection in the Consumer Discretionary sector relative to the benchmark, which was partially offset by stock selection in the Communications Services sector. In addition, the Fund benefited from an overweight position in the Healthcare sector as well as a continued tilt towards investments in companies with growth characteristics. We believe our investment strategy of investing in high quality, competitively advantaged companies has the Fund well-positioned to continue to deliver solid returns to shareholders.

LKCM Small-Mid Cap Equity Fund

The LKCM Small-Mid Cap Equity Fund outperformed its benchmark, the Russell 2500® Index, during the six months ended June 30, 2020, returning -1.10% compared to the -11.05% return for the benchmark. During the first half of 2020, both stock selection and sector allocation decisions for the Fund contributed to the Fund's relative performance. The largest contributions to the Fund's relative performance during the period came from stock selection in the Financials, Healthcare and Industrials sectors and the Fund's underweight position in the underperforming Utilities sector. Stock selection in the Financials sector benefited from overweighting investments in insurance companies and underweighting investments in banks. The Fund also benefited from stock selection in the Consumer Discretionary and Consumer Staples sectors relative to the benchmark, which was partially offset by stock selection in the Information Technology sector. In addition, the Fund benefited from overweight positions in the Information Technology and Healthcare sectors as well as a continued tilt towards investments in companies with growth characteristics. We believe our investment strategy of investing in high quality, competitively advantaged companies has the Fund well-positioned to continue to deliver solid returns to shareholders.



J. Luther King, Jr., CFA, CIC
July 29, 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 9-23 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.

Cash flow is the net amount of cash and cash-equivalents being transferred into and out of a business.

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.

LKCM Funds Expense Example — June 30, 2020 (Unaudited)

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 (1/1/20-6/30/20).

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 1/1/20	Ending Account Value 6/30/20	Expenses Paid During Period* 1/1/20–6/30/20
Actual	\$1,000.00	\$ 948.70	\$4.85
Hypothetical (5% return before expense)	\$1,000.00	\$1,019.89	\$5.02

* 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 182/366 to reflect the one-half year period.

	LKCM Small-Mid Cap Equity Fund		
	Beginning Account Value 1/1/20	Ending Account Value 6/30/20	Expenses Paid During Period* 1/1/20–6/30/20
Actual	\$1,000.00	\$ 989.00	\$4.95
Hypothetical (5% return before expense)	\$1,000.00	\$1,019.89	\$5.02

* 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 182/366 to reflect the one-half year period.

	LKCM Equity Fund		
	Beginning Account Value 1/1/20	Ending Account Value 6/30/20	Expenses Paid During Period* 1/1/20–6/30/20
Actual	\$1,000.00	\$1,000.70	\$3.98
Hypothetical (5% return before expense)	\$1,000.00	\$1,020.89	\$4.02

* 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 182/366 to reflect the one-half year period.

LKCM Balanced Fund

	<u>Beginning Account Value 1/1/20</u>	<u>Ending Account Value 6/30/20</u>	<u>Expenses Paid During Period* 1/1/20–6/30/20</u>
Actual	\$1,000.00	\$ 989.30	\$3.96
Hypothetical (5% return before expense)	\$1,000.00	\$1,020.89	\$4.02

* 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 182/366 to reflect the one-half year period.

LKCM Fixed Income Fund

	<u>Beginning Account Value 1/1/20</u>	<u>Ending Account Value 6/30/20</u>	<u>Expenses Paid During Period* 1/1/20–6/30/20</u>
Actual	\$1,000.00	\$1,030.90	\$2.52
Hypothetical (5% return before expense)	\$1,000.00	\$1,022.38	\$2.51

* 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 182/366 to reflect the one-half year period.

LKCM International Equity Fund

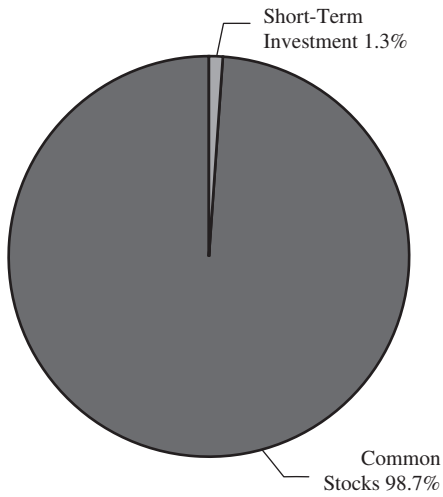
	<u>Beginning Account Value 1/1/20</u>	<u>Ending Account Value 6/30/20</u>	<u>Expenses Paid During Period* 1/1/20–6/30/20</u>
Actual	\$1,000.00	\$ 923.80	\$4.78
Hypothetical (5% return before expense)	\$1,000.00	\$1,019.89	\$5.02

* 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 182/366 to reflect the one-half year period.

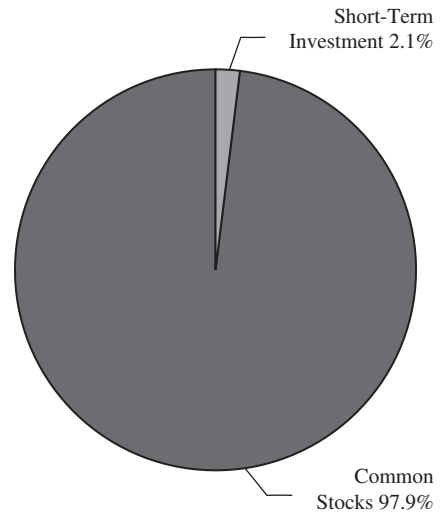
ALLOCATION OF PORTFOLIO HOLDINGS — LKCM Funds — June 30, 2020 (Unaudited)

Percentages represent market value as a percentage of total investments.

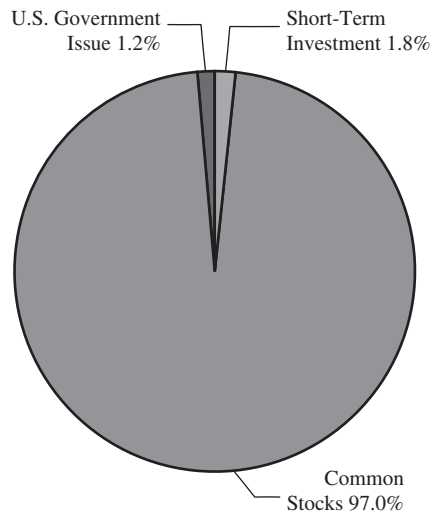
LKCM Small Cap Equity Fund



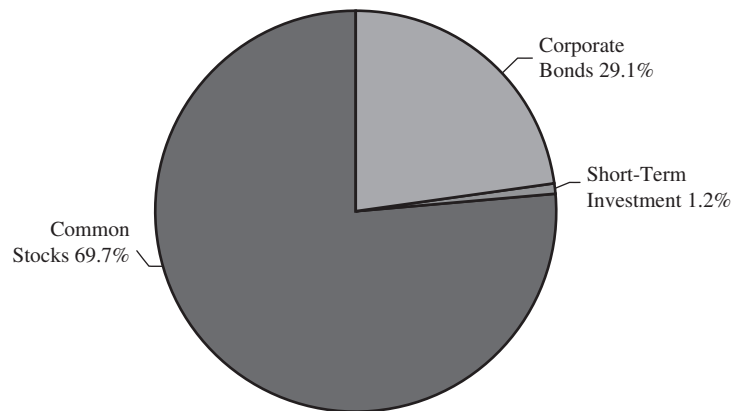
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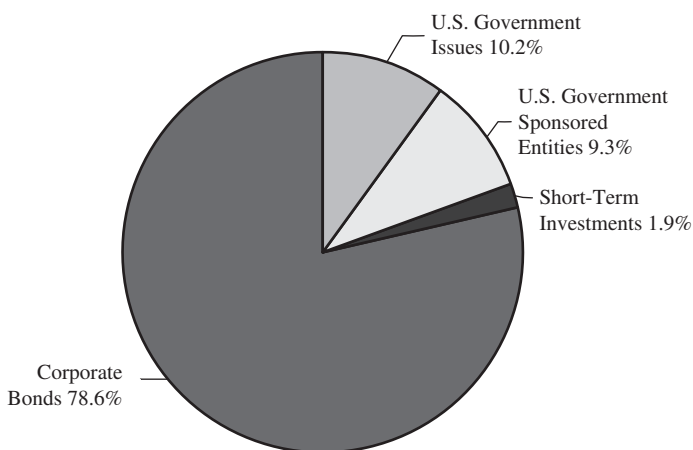
LKCM Equity Fund



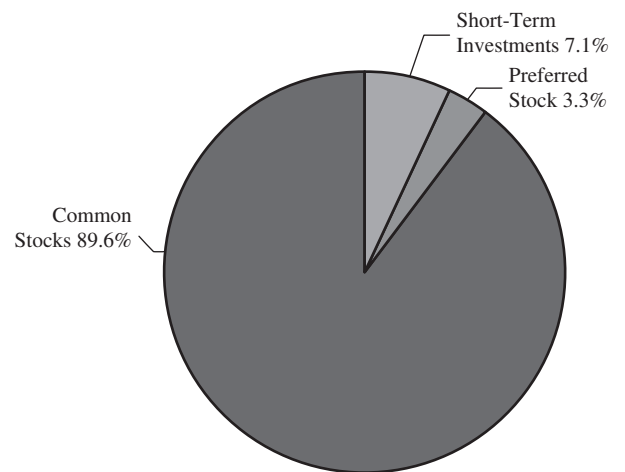
LKCM Balanced Fund



LKCM Fixed Income Fund



LKCM International Equity Fund



LKCM SMALL CAP EQUITY FUND

SCHEDULE OF INVESTMENTS

June 30, 2020 (Unaudited)

COMMON STOCKS - 103.6%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 1.9%			Health Care Equipment & Supplies - 6.4%, Continued		
Mercury Systems, Inc. (a)	34,105	\$ 2,682,699	STAAR Surgical Co. (a)	67,855	\$ 4,175,797
Automobiles - 1.3%			ViewRay, Inc. (a)	225,000	504,000
Thor Industries, Inc.	17,555	1,870,134			9,212,616
Banks - 5.4%			Health Care Providers & Services - 7.6%		
BancorpSouth Bank	55,024	1,251,246	HealthEquity, Inc. (a)	32,265	1,892,988
Comerica, Inc.	33,485	1,275,778	Medpace Holdings, Inc. (a)	25,915	2,410,613
Cullen/Frost Bankers, Inc.	15,360	1,147,546	Omniceil, Inc. (a)	33,925	2,395,783
Glacier Bancorp, Inc.	44,150	1,558,053	Progyny, Inc. (a)	29,950	773,009
Pinnacle Financial Partners, Inc.	28,610	1,201,334	R1 RCM, Inc. (a)	169,440	1,889,256
Seacoast Banking Corp. of Florida (a)	63,500	1,295,400	U.S. Physical Therapy, Inc.	17,625	1,427,978
		7,729,357			10,789,627
Biotechnology - 7.6%			Health Care Technology - 1.1%		
CareDx, Inc. (a)	36,460	1,291,778	Inovalon Holdings, Inc. - Class A (a)	84,755	1,632,381
Castle Biosciences, Inc. (a)	26,505	998,973	Hotels, Restaurants & Leisure - 5.1%		
Emergent BioSolutions, Inc. (a)	31,660	2,503,673	Everi Holdings, Inc. (a)	252,962	1,305,284
Karyopharm Therapeutics, Inc. (a)	49,150	930,901	Planet Fitness, Inc. - Class A (a)	20,550	1,244,714
Ligand Pharmaceuticals, Inc. (a)	18,380	2,055,803	Red Rock Resorts, Inc. - Class A	111,230	1,213,519
Natera, Inc. (a)	32,425	1,616,711	Wingstop, Inc.	25,030	3,478,419
Neogen Corp. (a)	17,990	1,396,024			7,241,936
		10,793,863	Household Durables - 0.9%		
Building Products - 5.7%			Century Communities, Inc. (a)	40,965	1,255,987
Builders FirstSource, Inc. (a)	111,655	2,311,259	Insurance - 6.4%		
CSW Industrials, Inc.	26,500	1,831,415	Goosehead Insurance, Inc. - Class A (a)	28,530	2,144,315
PGT Innovations, Inc. (a)	121,646	1,907,409	The Hanover Insurance Group, Inc.	7,020	711,336
Trex Co., Inc. (a)	16,460	2,140,952	Kinsale Capital Group, Inc.	18,665	2,896,995
		8,191,035	Palomar Holdings, Inc. (a)	38,960	3,341,210
Chemicals - 1.9%					9,093,856
Compass Minerals International, Inc.	38,000	1,852,500	Internet & Catalog Retail - 0.9%		
Ferro Corp. (a)	66,645	795,741	The Rubicon Project Inc. (a)	198,625	1,324,829
Ferroglobe Representation & Warranty Insurance Trust (a)(c)	302,970	—	Internet Software & Services - 0.8%		
		2,648,241	Euronet Worldwide, Inc. (a)	11,785	1,129,239
Construction & Engineering - 1.6%			IT Consulting & Services - 3.5%		
EMCOR Group, Inc.	19,135	1,265,589	FireEye, Inc. (a)	48,155	586,287
NV5 Global, Inc. (a)	21,020	1,068,446	LiveRamp Holdings, Inc. (a)	42,801	1,817,759
		2,334,035	Perficient, Inc. (a)	39,710	1,420,824
Construction Materials - 0.3%			Repay Holdings Corp. (a)	49,010	1,207,116
Eagle Materials, Inc.	6,440	452,217			5,031,986
Diversified Consumer Services - 1.1%			Leisure Equipment & Products - 1.1%		
K12, Inc. (a)	58,840	1,602,802	YETI Holdings, Inc. (a)	38,400	1,640,832
Electronic Equipment & Instruments - 1.3%			Machinery - 5.9%		
Novanta, Inc. (a)(b)	17,815	1,902,108	Alamo Group, Inc.	14,380	1,475,963
Food Products - 1.8%			Colfax Corp. (a)	48,160	1,343,664
Freshpet, Inc. (a)	30,080	2,516,493	Evoqua Water Technologies Corp. (a)	93,120	1,732,032
Health Care Equipment & Supplies - 6.4%			ITT, Inc.	18,935	1,112,242
Cantel Medical Corp.	19,710	871,773	Rexnord Corp.	65,965	1,922,880
Mesa Laboratories, Inc.	5,420	1,175,056	Watts Water Technologies, Inc. - Class A	10,605	859,005
NeoGenomics, Inc. (a)	80,245	2,485,990			8,445,786

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

LKCM SMALL CAP EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

COMMON STOCKS	Shares	Value	COMMON STOCKS	Shares	Value
Marine - 0.7%			Trading Companies & Distributors - 1.5%		
Kirby Corp. (a)	17,640	\$ 944,798	Systemax, Inc.	68,943	\$ 1,416,089
Media & Entertainment - 2.1%			Textainer Group Holdings Ltd. (a)(b)	94,778	775,284
Nexstar Media Group, Inc. - Class A	22,925	1,918,593			<u>2,191,373</u>
Sinclair Broadcast Group, Inc. - Class A	58,865	1,086,648	TOTAL COMMON STOCKS		<u>148,035,282</u>
		<u>3,005,241</u>	(Cost \$107,475,235)		
Multiline Retail - 2.3%			SHORT-TERM INVESTMENT - 1.4%		
Five Below, Inc. (a)	10,125	1,082,464	Money Market Fund - 1.4%		
Ollie's Bargain Outlet Holdings, Inc. (a)	22,680	2,214,702	Invesco Short-Term Investments Trust -		
		<u>3,297,166</u>	Government & Agency Portfolio -		
Oil & Gas & Consumable Fuels - 0.7%			Institutional Shares, 0.09% (d)	2,018,160	2,018,160
Brigham Minerals, Inc. - Class A	80,000	988,000	TOTAL SHORT-TERM INVESTMENT		<u>2,018,160</u>
Pharmaceuticals - 1.0%			(Cost \$2,018,160)		
Reata Pharmaceuticals, Inc. (a)	8,775	1,369,075	Total Investments - 105.0%		150,053,442
Professional Services - 0.8%			(Cost \$109,493,395)		
Upwork, Inc. (a)	79,650	1,150,146	Liabilities in Excess of Other Assets - (5.0)%		<u>(7,171,033)</u>
Real Estate Development - 1.6%			TOTAL NET ASSETS - 100.0%		<u>\$142,882,409</u>
FirstService Corp. (b)	8,750	881,563			
Newmark Group, Inc. - Class A	294,398	1,430,774			
		<u>2,312,337</u>			
Real Estate Investment Trusts - 2.5%			ADR American Depositary Receipt		
First Industrial Realty Trust, Inc.	46,295	1,779,580	(a) Non-income producing security.		
PotlatchDeltic Corp.	45,480	1,729,604	(b) Security issued by non-U.S. incorporated company.		
		<u>3,509,184</u>	(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.).		
Software - 16.4%			(d) The rate quoted is the annualized seven-day yield of the fund at period end.		
ACI Worldwide, Inc. (a)	62,735	1,693,218	<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>		
Appian Corp. (a)	46,390	2,377,487			
Cloudera, Inc. (a)	135,485	1,723,369			
Fastly, Inc. - Class A (a)	27,205	2,315,962			
Five9, Inc. (a)	22,060	2,441,380			
LivePerson, Inc. (a)	46,130	1,911,166			
Mimecast Ltd. (a)(b)	46,410	1,933,441			
Model N, Inc. (a)	35,405	1,230,678			
OneSpan Inc. (a)	97,485	2,722,756			
Q2 Holdings, Inc. (a)	14,515	1,245,242			
RealPage, Inc. (a)	24,320	1,581,043			
Talend SA - ADR (a)(b)	30,070	1,042,226			
Zuora, Inc. - Class A (a)	96,410	1,229,227			
		<u>23,447,195</u>			
Software & Services - 2.2%					
Alarm.com Holdings, Inc. (a)	24,480	1,586,549			
Envestnet, Inc. (a)	21,896	1,610,232			
		<u>3,196,781</u>			
Thrifts & Mortgage Finance - 2.2%					
Essent Group Ltd. (b)	37,570	1,362,664			
Home BancShares, Inc.	113,086	1,739,263			
		<u>3,101,927</u>			

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

LKCM SMALL-MID CAP EQUITY FUND
SCHEDULE OF INVESTMENTS
June 30, 2020 (Unaudited)

COMMON STOCKS - 97.9%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 2.0%			Hotels, Restaurants & Leisure - 4.5%		
Mercury Systems, Inc. (a)	3,030	\$ 238,340	Planet Fitness, Inc. - Class A (a)	2,605	\$ 157,785
Automobiles - 2.0%			Red Rock Resorts, Inc. - Class A	8,585	93,663
Thor Industries, Inc.	2,230	237,562	Wingstop, Inc.	2,055	285,583
Banks - 3.6%					537,031
Comerica, Inc.	4,610	175,641	Insurance - 3.9%		
Cullen/Frost Bankers, Inc.	1,905	142,323	Kinsale Capital Group, Inc.	1,495	232,039
Zions Bancorp N.A.	3,335	113,390	Palomar Holdings, Inc. (a)	2,690	230,694
		431,354			462,733
Biotechnology - 8.7%			Internet Software & Services - 1.4%		
Charles River Laboratories International, Inc. (a)	1,605	279,832	Euronet Worldwide, Inc. (a)	1,765	169,122
Emergent BioSolutions, Inc. (a)	2,215	175,162	IT Consulting & Services - 1.4%		
Exact Sciences Corp. (a)	2,145	186,486	LiveRamp Holdings, Inc. (a)	3,970	168,606
Ligand Pharmaceuticals, Inc. (a)	1,990	222,582	Leisure Equipment & Products - 2.5%		
Neogen Corp. (a)	2,055	159,468	Pool Corp.	1,100	299,057
		1,023,530	Machinery - 4.1%		
Building Products - 4.6%			Colfax Corp. (a)	5,190	144,801
Builders FirstSource, Inc. (a)	12,150	251,505	IDEX Corp.	885	139,865
Trex Co., Inc. (a)	2,280	296,560	Rexnord Corp.	6,845	199,532
		548,065			484,198
Capital Markets - 1.6%			Media & Entertainment - 3.9%		
LPL Financial Holdings, Inc.	2,400	188,160	Nexstar Media Group, Inc. - Class A	2,635	220,523
Chemicals - 2.3%			Pinterest, Inc. - Class A (a)	10,970	243,205
Compass Minerals International, Inc.	3,330	162,337			463,728
FMC Corp.	1,150	114,563	Metals & Mining - 0.9%		
		276,900	Reliance Steel & Aluminum Co.	1,145	108,695
Construction & Engineering - 1.2%			Multiline Retail - 1.9%		
EMCOR Group, Inc.	2,205	145,839	Ollie's Bargain Outlet Holdings, Inc. (a)	2,310	225,571
Electronic Equipment & Instruments - 3.1%			Pharmaceuticals - 4.0%		
FLIR Systems, Inc.	3,830	155,383	Horizon Therapeutics PLC (a)(b)	5,625	312,637
Trimble, Inc. (a)	4,810	207,744	Reata Pharmaceuticals, Inc. - Class A (a)	1,000	156,020
		363,127			468,657
Food Products - 2.6%			Real Estate Development - 1.6%		
Freshpet, Inc. (a)	3,625	303,268	FirstService Corp. (b)	1,815	182,861
Health Care Equipment & Supplies - 5.0%			Real Estate Investment Trusts - 3.0%		
NeoGenomics, Inc. (a)	6,405	198,427	First Industrial Realty Trust, Inc.	4,910	188,740
STAAR Surgical Co. (a)	6,400	393,856	PotlatchDeltic Corp.	4,390	166,952
		592,283			355,692
Health Care Providers & Services - 4.4%			Software - 12.8%		
HealthEquity, Inc. (a)	2,595	152,249	ACI Worldwide, Inc. (a)	3,745	101,078
Medpace Holdings, Inc. (a)	1,955	181,854	Appian Corp. (a)	3,780	193,725
Omnicell, Inc. (a)	2,590	182,906	Fair Isaac Corp. (a)	575	240,373
		517,009	Five9, Inc. (a)	2,235	247,347
Health Care Technology - 2.1%			Guidewire Software, Inc. (a)	1,875	207,844
Teladoc Health, Inc. (a)	1,305	249,046	Mimecast Ltd. (a)(b)	4,750	197,885
			Proofpoint, Inc. (a)	1,525	169,458
			RealPage, Inc. (a)	2,425	157,649
					1,515,359

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

LKCM SMALL-MID CAP EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

COMMON STOCKS	Shares	Value
Software & Services - 5.3%		
Akamai Technologies, Inc. (a)	1,150	\$ 123,154
Coupa Software, Inc. (a)	1,135	314,440
Envestnet, Inc. (a)	2,565	188,630
		<u>626,224</u>
Thriffs & Mortgage Finance - 1.6%		
Essent Group Ltd. (b)	5,045	182,982
Trading Companies & Distributors - 1.9%		
Watsco, Inc.	1,260	223,902
TOTAL COMMON STOCKS (Cost \$8,335,462)		<u>11,588,901</u>
SHORT-TERM INVESTMENT - 2.1%		
Money Market Fund - 2.1%		
Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 0.09% (c)	251,351	251,351
TOTAL SHORT-TERM INVESTMENT (Cost \$251,351)		<u>251,351</u>
Total Investments - 100.0% (Cost \$8,586,813)		11,840,252
Other Assets in Excess of Liabilities - 0.0%		2,208
TOTAL NET ASSETS - 100.0%		<u>\$11,842,460</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.

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LKCM EQUITY FUND
SCHEDULE OF INVESTMENTS
June 30, 2020 (Unaudited)

COMMON STOCKS - 97.0%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 2.1%			Household Products - 2.9%		
Honeywell International, Inc.	52,800	\$ 7,634,352	Kimberly-Clark Corp.	50,000	\$ 7,067,500
Banks - 3.9%			The Procter & Gamble Co.	30,000	3,587,100
Bank of America Corp.	160,000	3,800,000			10,654,600
Comerica, Inc.	100,000	3,810,000	Internet & Catalog Retail - 3.7%		
Cullen/Frost Bankers, Inc.	65,000	4,856,150	Amazon.com, Inc. (a)	5,000	13,794,100
Glacier Bancorp, Inc.	60,000	2,117,400	IT Consulting & Services - 3.5%		
		14,583,550	PayPal Holdings, Inc. (a)	75,000	13,067,250
Beverages - 3.7%			Machinery - 7.3%		
The Coca-Cola Co.	95,000	4,244,600	Generac Holdings, Inc. (a)	85,000	10,364,050
Keurig Dr Pepper, Inc.	100,000	2,840,000	IDEX Corp.	20,000	3,160,800
PepsiCo, Inc.	49,000	6,480,740	The Toro Co.	74,000	4,909,160
		13,565,340	Valmont Industries, Inc.	45,000	5,112,900
Biotechnology - 1.8%			Xylem, Inc.	53,000	3,442,880
Amgen, Inc.	28,000	6,604,080			26,989,790
Chemicals - 6.8%			Marine - 0.6%		
Air Products & Chemicals, Inc.	30,200	7,292,092	Kirby Corp. (a)	40,000	2,142,400
Ecolab, Inc.	45,000	8,952,750	Media & Entertainment - 4.3%		
FMC Corp.	90,000	8,965,800	Alphabet, Inc. - Class A (a)	7,000	9,926,350
		25,210,642	Facebook, Inc. - Class A (a)	27,000	6,130,890
Commercial Services & Supplies - 3.6%					16,057,240
Cintas Corp.	16,000	4,261,760	Metals & Mining - 1.8%		
Waste Connections, Inc. (b)	97,500	9,144,525	Newmont Goldcorp Corp.	110,000	6,791,400
		13,406,285	Oil & Gas & Consumable Fuels - 3.6%		
Computers & Peripherals - 2.9%			Cabot Oil & Gas Corp.	190,000	3,264,200
Apple, Inc.	30,000	10,944,000	Chevron Corp.	31,500	2,810,745
Construction Materials - 1.0%			ConocoPhillips	91,500	3,844,830
Martin Marietta Materials, Inc.	18,000	3,718,260	EOG Resources, Inc.	65,000	3,292,900
Diversified Financials - 1.7%					13,212,675
JPMorgan Chase & Co.	68,000	6,396,080	Personal Products - 1.5%		
Electrical Equipment & Instruments - 5.0%			The Estee Lauder Cos., Inc. - Class A	30,000	5,660,400
Franklin Electric Co., Inc.	85,000	4,464,200	Pharmaceuticals - 4.6%		
Rockwell Automation, Inc.	25,000	5,325,000	Merck & Co., Inc.	80,000	6,186,400
Roper Technologies, Inc.	23,000	8,929,980	Pfizer, Inc.	115,000	3,760,500
		18,719,180	Zoetis, Inc.	53,500	7,331,640
Electronic Equipment & Instruments - 2.3%					17,278,540
National Instruments Corp.	55,000	2,129,050	Road & Rail - 2.7%		
Trimble, Inc. (a)	150,000	6,478,500	Kansas City Southern	40,000	5,971,600
		8,607,550	Union Pacific Corp.	24,000	4,057,680
Food Products - 0.7%					10,029,280
Mondelez International, Inc. - Class A	54,000	2,761,020	Software - 8.5%		
Health Care Equipment & Supplies - 10.3%			Adobe, Inc. (a)	30,000	13,059,300
Alcon, Inc. (a)(b)	60,000	3,439,200	Microsoft Corp.	80,000	16,280,800
Danaher Corp.	70,000	12,378,100	RealPage, Inc. (a)	35,000	2,275,350
PerkinElmer, Inc.	99,000	9,710,910			31,615,450
Stryker Corp.	20,000	3,603,800	Software & Services - 2.6%		
Thermo Fisher Scientific, Inc.	25,000	9,058,500	Akamai Technologies, Inc. (a)	90,000	9,638,100
		38,190,510			

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

LKCM EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

COMMON STOCKS	Shares	Value
Specialty Retail - 2.0%		
The Home Depot, Inc.	30,000	\$ 7,515,300
Textiles, Apparel & Luxury Goods - 1.6%		
VF Corp.	100,000	6,094,000
TOTAL COMMON STOCKS		<u>360,881,374</u>
(Cost \$184,895,469)		
	Principal	
	Amount	
U.S. GOVERNMENT ISSUE - 1.2%		
U.S. Treasury Note - 1.2%		
2.125%, 05/31/2021	\$ 4,300,000	4,377,014
TOTAL U.S. GOVERNMENT ISSUE		<u>4,377,014</u>
(Cost \$4,370,596)		
	Shares	
SHORT-TERM INVESTMENT - 1.8%		
Money Market Fund - 1.8%		
Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 0.09% (c)	6,803,194	6,803,194
TOTAL SHORT-TERM INVESTMENT		<u>6,803,194</u>
(Cost \$6,803,194)		
Total Investments - 100.0%		372,061,582
(Cost \$196,069,259)		
Liabilities in Excess of Other Assets - 0.0%		(180,822)
TOTAL NET ASSETS - 100.0%		<u>\$371,880,760</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
June 30, 2020 (Unaudited)

COMMON STOCKS - 69.6%	Shares	Value	COMMON STOCKS	Shares	Value
Aerospace & Defense - 1.8%			Electronic Equipment & Instruments - 1.8%		
Honeywell International, Inc.	6,100	\$ 881,999	FLIR Systems, Inc.	13,700	\$ 555,809
L3Harris Technologies, Inc.	6,300	1,068,921	National Instruments Corp.	12,800	495,488
		1,950,920	Trimble, Inc. (a)	22,200	958,818
					2,010,115
Banks - 2.4%			Food & Drug Retailing - 0.9%		
Bank of America Corp.	46,000	1,092,500	Walmart, Inc.	8,300	994,174
Cullen/Frost Bankers, Inc.	9,900	739,629			
Truist Financial Corp.	4,014	150,726	Food Products - 0.6%		
Zions Bancorp N.A.	20,000	680,000	Mondelez International, Inc. - Class A	13,400	685,142
		2,662,855	Health Care Equipment & Supplies - 5.0%		
Beverages - 1.7%			Alcon, Inc. (a)(b)	13,800	791,016
The Coca-Cola Co.	22,600	1,009,768	Becton, Dickinson & Co.	4,400	1,052,788
PepsiCo, Inc.	6,700	886,142	Danaher Corp.	6,600	1,167,078
		1,895,910	Medtronic PLC (b)	4,100	375,970
Biotechnology - 1.3%			PerkinElmer, Inc.	10,100	990,709
Charles River Laboratories International, Inc. (a)	8,100	1,412,235	Thermo Fisher Scientific, Inc.	3,100	1,123,254
					5,500,815
Chemicals - 5.5%			Household Products - 2.1%		
Air Products and Chemicals, Inc.	5,500	1,328,030	Colgate-Palmolive Co.	13,600	996,336
Corteva, Inc.	21,358	572,181	Kimberly-Clark Corp.	6,000	848,100
DuPont de Nemours, Inc.	8,158	433,434	The Procter & Gamble Co.	3,500	418,495
Ecolab, Inc.	5,900	1,173,805			2,262,931
FMC Corp.	13,700	1,364,794	Internet & Catalog Retail - 1.6%		
Linde PLC (b)	5,500	1,166,605	Amazon.com, Inc. (a)	650	1,793,233
		6,038,849	IT Consulting & Services - 5.3%		
Commercial Services & Supplies - 2.7%			Black Knight, Inc. (a)	18,400	1,335,104
Cintas Corp.	4,000	1,065,440	Broadridge Financial Solutions, Inc.	10,200	1,287,138
Waste Connections, Inc. (b)	9,500	891,005	PayPal Holdings, Inc. (a)	11,800	2,055,914
Waste Management, Inc.	10,000	1,059,100	Visa, Inc. - Class A	6,100	1,178,337
		3,015,545			5,856,493
Communications Equipment - 1.3%			Machinery - 1.3%		
QUALCOMM, Inc.	15,300	1,395,513	Fortive Corp.	11,300	764,558
Computers & Peripherals - 1.8%			Xylem, Inc.	11,000	714,560
Apple, Inc.	5,550	2,024,640			1,479,118
Construction Materials - 0.8%			Marine - 0.5%		
Martin Marietta Materials, Inc.	4,100	846,937	Kirby Corp. (a)	10,200	546,312
Diversified Financials - 2.2%			Media & Entertainment - 4.0%		
JPMorgan Chase & Co.	11,500	1,081,690	Alphabet, Inc. - Class C (a)	1,075	1,519,631
Moody's Corp.	4,700	1,291,231	Facebook, Inc. - Class A (a)	4,700	1,067,229
		2,372,921	Pinterest, Inc. - Class A (a)	35,000	775,950
Diversified Telecommunication Services - 1.8%			The Walt Disney Co.	9,500	1,059,345
AT&T, Inc.	33,689	1,018,419			4,422,155
Verizon Communications, Inc.	16,341	900,879	Oil & Gas & Consumable Fuels - 2.7%		
		1,919,298	Cabot Oil & Gas Corp.	25,900	444,962
Electrical Equipment & Instruments - 1.8%			Chevron Corp.	7,295	650,933
Emerson Electric Co.	15,600	967,668	ConocoPhillips	17,900	752,158
Rockwell Automation, Inc.	4,500	958,500	EOG Resources, Inc.	10,300	521,798
		1,926,168	Exxon Mobil Corp.	4,633	207,187
			Pioneer Natural Resources Co.	4,100	400,570
					2,977,608

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

LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

COMMON STOCKS	Shares	Value	CORPORATE BONDS	Principal Amount	Value
Personal Products - 0.7%			Banks - 3.1%, Continued		
The Estee Lauder Cos., Inc. - Class A	4,000	\$ 754,720	Comerica, Inc.		
Pharmaceuticals - 4.0%			3.700%, 07/31/2023		
Abbott Laboratories	13,500	1,234,305	Callable 06/30/2023	\$ 475,000	\$ 512,345
Merck & Co., Inc.	15,200	1,175,416	The Bank of New York Mellon Corp.:		
Pfizer, Inc.	18,100	591,870	2.500%, 04/15/2021		
Zoetis, Inc.	10,326	1,415,075	Callable 03/15/2021	200,000	203,077
		4,416,666	2.200%, 08/16/2023		
			Callable 06/16/2023	200,000	209,180
Real Estate Investment Trusts - 1.5%			Truist Bank:		
American Tower Corp.	6,300	1,628,802	2.625%, 01/15/2022		
Road & Rail - 0.8%			Callable 12/15/2021	500,000	515,819
Union Pacific Corp.	5,100	862,257	3.200%, 04/01/2024		
Software - 6.5%			Callable 03/01/2024	250,000	271,197
Adobe, Inc. (a)	3,300	1,436,523	4.050%, 11/03/2025		
Microsoft Corp.	9,800	1,994,398	Callable 09/03/2025	385,000	443,929
Oracle Corp.	17,800	983,806	3.300%, 05/15/2026		
RealPage, Inc. (a)	20,900	1,358,709	Callable 04/15/2026	400,000	441,806
salesforce.com, Inc. (a)	7,400	1,386,242			3,433,812
		7,159,678	Beverages - 0.4%		
Software & Services - 1.4%			PepsiCo, Inc.		
Akamai Technologies, Inc. (a)	14,800	1,584,932	3.000%, 08/25/2021	415,000	427,012
Specialty Retail - 1.8%			Biotechnology - 1.6%		
The Home Depot, Inc.	6,500	1,628,315	AbbVie, Inc.:		
O'Reilly Automotive, Inc. (a)	700	295,169	2.850%, 05/14/2023		
		1,923,484	Callable 03/14/2023	250,000	263,769
Textiles, Apparel & Luxury Goods - 2.0%			3.200%, 05/14/2026		
NIKE, Inc. - Class B	11,600	1,137,380	Callable 02/14/2026	600,000	660,176
VF Corp.	18,200	1,109,108	Amgen, Inc.:		
		2,246,488	2.700%, 05/01/2022		
TOTAL COMMON STOCKS			Callable 03/01/2022	325,000	336,225
(Cost \$52,798,643)		76,566,914	3.625%, 05/22/2024		
			Callable 02/22/2024	250,000	274,299
			2.600%, 08/19/2026		
			Callable 05/19/2026	200,000	218,018
					1,752,487
			Chemicals - 0.5%		
CORPORATE BONDS - 29.1%			Ecolab, Inc.		
			3.250%, 01/14/2023		
			Callable 11/14/2022	500,000	531,077
			Communications Equipment - 1.3%		
			Cisco Systems, Inc.		
			2.200%, 09/20/2023		
			Callable 07/20/2023	750,000	792,409
			QUALCOMM, Inc.		
			2.900%, 05/20/2024		
			Callable 03/20/2024	600,000	646,000
					1,438,409
			Computers & Peripherals - 0.8%		
			Apple, Inc.:		
			2.850%, 05/06/2021	500,000	510,943
			2.500%, 02/09/2025	250,000	269,298

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

LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

CORPORATE BONDS	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Computers & Peripherals - 0.8%, Continued			Food & Drug Retailing - 0.7%		
3.200%, 05/13/2025	\$ 55,000	\$ 61,403	Walmart, Inc.		
		841,644	3.550%, 06/26/2025		
			Callable 04/26/2025	\$ 700,000	\$ 794,310
Consumer Finance - 0.8%			Health Care Equipment & Supplies - 0.9%		
American Express Co.:			Danaher Corp.		
3.400%, 02/27/2023			3.350%, 09/15/2025		
Callable 01/27/2023	125,000	133,781	Callable 06/15/2025	250,000	279,073
3.700%, 08/03/2023			Thermo Fisher Scientific, Inc.		
Callable 07/03/2023	300,000	326,438	3.000%, 04/15/2023		
3.000%, 10/30/2024			Callable 02/15/2023	705,000	747,342
Callable 09/29/2024	350,000	378,751			1,026,415
		838,970	Health Care Providers & Services - 0.4%		
Diversified Financials - 1.2%			CVS Health Corp.		
JPMorgan Chase & Co.:			2.125%, 06/01/2021		
2.400%, 06/07/2021			Callable 05/01/2021	400,000	405,303
Callable 05/07/2021	400,000	406,855	Hotels, Restaurants & Leisure - 0.1%		
3.250%, 09/23/2022	100,000	105,641	McDonald's Corp.		
3.375%, 05/01/2023	225,000	240,828	3.625%, 05/20/2021	100,000	102,849
3.875%, 02/01/2024	275,000	305,258	Internet & Catalog Retail - 0.6%		
3.200%, 06/15/2026			Amazon.com, Inc.		
Callable 03/15/2026	200,000	222,166	3.300%, 12/05/2021		
		1,280,748	Callable 10/05/2021	695,000	721,975
Diversified Telecommunication Services - 1.7%			Machinery - 0.7%		
AT&T, Inc.:			Illinois Tool Works, Inc.		
3.600%, 02/17/2023			3.500%, 03/01/2024		
Callable 12/17/2022	200,000	214,824	Callable 12/01/2023	715,000	783,579
3.400%, 05/15/2025			Media & Entertainment - 0.8%		
Callable 02/15/2025	750,000	824,752	Alphabet, Inc.:		
Verizon Communications, Inc.:			3.375%, 02/25/2024	600,000	660,490
2.450%, 11/01/2022			1.998%, 08/15/2026		
Callable 08/01/2022	500,000	519,789	Callable 05/15/2026	200,000	214,452
3.500%, 11/01/2024					874,942
Callable 08/01/2024	250,000	276,872	Oil & Gas & Consumable Fuels - 4.1%		
		1,836,237	Chevron Corp.		
Electrical Equipment & Instruments - 1.1%			2.411%, 03/03/2022		
Emerson Electric Co.:			Callable 01/03/2022	500,000	514,981
2.625%, 02/15/2023			ConocoPhillips		
Callable 11/15/2022	400,000	419,811	2.400%, 12/15/2022		
3.150%, 06/01/2025			Callable 09/15/2022	490,000	511,924
Callable 03/01/2025	200,000	222,321	Enterprise Products Operating, LLC:		
Roper Technologies, Inc.			2.850%, 04/15/2021		
2.800%, 12/15/2021			Callable 03/15/2021	500,000	507,979
Callable 11/15/2021	600,000	617,340	3.750%, 02/15/2025		
		1,259,472	Callable 11/15/2024	300,000	332,079
Electronic Equipment & Instruments - 0.5%			EOG Resources, Inc.		
Trimble, Inc.			2.625%, 03/15/2023		
4.150%, 06/15/2023			Callable 12/15/2022	600,000	629,069
Callable 05/15/2023	500,000	533,386	Exxon Mobil Corp.:		
			2.222%, 03/01/2021		
			Callable 02/01/2021	325,000	328,755

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

LKCM BALANCED FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

CORPORATE BONDS	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Oil & Gas & Consumable Fuels - 4.1%, Continued			Software - 1.9%, Continued		
2.709%, 03/06/2025			Microsoft Corp.:		
Callable 12/06/2024	\$ 255,000	\$ 273,849	2.375%, 02/12/2022		
3.043%, 03/01/2026			Callable 01/12/2022	\$ 400,000	\$ 412,959
Callable 12/01/2025	400,000	439,916	3.125%, 11/03/2025		
Kinder Morgan Energy Partners, L.P.			Callable 08/03/2025	230,000	257,995
3.950%, 09/01/2022			Oracle Corp.		
Callable 06/01/2022	400,000	421,900	2.800%, 07/08/2021	625,000	640,963
Schlumberger Investment SA (b)					<u>2,051,579</u>
3.650%, 12/01/2023			Specialty Retail - 1.0%		
Callable 09/01/2023	500,000	537,104	O'Reilly Automotive, Inc.		
		<u>4,497,556</u>	4.875%, 01/14/2021		
Pharmaceuticals - 1.6%			Callable 10/14/2020	300,000	303,338
Abbott Laboratories:			The Home Depot, Inc.:		
3.400%, 11/30/2023			2.625%, 06/01/2022		
Callable 09/30/2023	480,000	523,096	Callable 05/01/2022	290,000	302,788
3.875%, 09/15/2025			2.800%, 09/14/2027		
Callable 06/15/2025	255,000	293,734	Callable 06/14/2027	500,000	555,965
Bristol-Myers Squibb Co. (c)					<u>1,162,091</u>
3.625%, 05/15/2024			TOTAL CORPORATE BONDS		
Callable 02/15/2024	250,000	275,459	(Cost \$30,489,402)		<u>32,025,573</u>
Merck & Co., Inc.					
2.350%, 02/10/2022	650,000	670,535	SHORT-TERM INVESTMENT - 1.2%	Shares	
		<u>1,762,824</u>	Money Market Fund - 1.2%		
Real Estate Investment Trusts - 0.8%			Invesco Short-Term Investments Trust -		
American Tower Corp.:			Government & Agency Portfolio -		
2.400%, 03/15/2025			Institutional Shares, 0.09% (d)	1,302,121	1,302,121
Callable 02/15/2025	150,000	158,531			
3.375%, 10/15/2026			TOTAL SHORT-TERM INVESTMENT		
Callable 07/15/2026	635,000	706,842	(Cost \$1,302,121)		<u>1,302,121</u>
		<u>865,373</u>	Total Investments - 99.9%		
Road & Rail - 0.8%			(Cost \$84,590,166)		109,894,608
Burlington Northern Santa Fe, LLC			Other Assets in Excess of Liabilities - 0.1%		<u>118,093</u>
3.000%, 03/15/2023			TOTAL NET ASSETS - 100.0%		<u>\$110,012,701</u>
Callable 12/15/2022	600,000	634,217			
Union Pacific Corp.			(a) Non-income producing security.		
3.750%, 07/15/2025			(b) Security issued by non-U.S. incorporated company.		
Callable 05/15/2025	200,000	226,555	(c) 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 \$546,931 representing 0.5% of the Fund's total net assets.		
		<u>860,772</u>	(d) The rate quoted is the annualized seven-day yield of the fund at period end.		
Semiconductor Equipment & Products - 0.9%			<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>		
Intel Corp.					
3.700%, 07/29/2025					
Callable 04/29/2025	500,000	568,468			
Texas Instruments Inc.					
2.750%, 03/12/2021					
Callable 02/12/2021	470,000	477,097			
		<u>1,045,565</u>			
Software - 1.9%					
Adobe, Inc.					
1.900%, 02/01/2025					
Callable 01/01/2025	700,000	739,662			

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

LKCM FIXED INCOME FUND

SCHEDULE OF INVESTMENTS

June 30, 2020 (Unaudited)

CORPORATE BONDS - 78.0%	Principal Amount	Value	CORPORATE BONDS	Principal Amount	Value
Aerospace & Defense - 1.5%			Computers & Peripherals - 2.3%		
Honeywell International, Inc. 1.350%, 06/01/2025 Callable 05/01/20205	\$ 2,370,000	\$ 2,428,930	Apple, Inc.: 2.400%, 05/03/2023 2.500%, 02/09/2025	\$ 3,250,000 2,975,000	\$ 3,436,898 3,204,647
Raytheon Technologies Corp. (a) 3.700%, 12/15/2023 Callable 09/03/2023	1,750,000	1,900,301			6,641,545
		<u>4,329,231</u>	Consumer Finance - 2.2%		
Banks - 8.8%			American Express Co.: 1.090% (3 Month LIBOR USD + 0.330%), 10/30/2020 (b) Callable 09/29/2020	2,000,000	2,001,531
Bank of America Corp.: 2.625%, 10/19/2020 2.625%, 04/19/2021 2.289% (3 Month LIBOR USD + 1.180%), 10/21/2022 (b) Callable 10/21/2021	2,600,000 1,704,000 2,975,000	2,617,750 1,734,297 3,001,050	3.000%, 10/30/2024 Callable 09/29/2024 4.200%, 11/06/2025 Callable 10/06/2025	2,000,000 2,000,000 2,000,000	2,164,294 2,327,058
The Bank of New York Mellon Corp. 2.800%, 05/04/2026 Callable 02/04/2026	300,000	332,093			<u>6,492,883</u>
Comerica, Inc. 3.700%, 07/31/2023 Callable 06/30/2023	2,000,000	2,157,241	Containers & Packaging - 1.8%		
Truist Bank: 2.625%, 01/15/2022 Callable 12/15/2021	3,700,000	3,817,064	Ball Corp.: 5.000%, 03/15/2022 5.250%, 07/01/2025	2,000,000 3,000,000	2,082,550 3,289,065
3.200%, 04/01/2024 Callable 03/01/2024	2,500,000	2,711,969			<u>5,371,615</u>
3.300%, 05/15/2026 Callable 04/15/2026	4,333,000	4,785,865	Diversified Financials - 4.5%		
Wells Fargo & Co. 4.125%, 08/15/2023	2,000,000	2,174,609	JPMorgan Chase & Co.: 1.891% (3 Month LIBOR USD + 0.900%), 04/25/2023 (b) Callable 04/25/2022	2,409,000	2,418,226
		<u>25,636,183</u>	3.375%, 05/01/2023 3.875%, 02/01/2024 3.300%, 04/01/2026 Callable 01/01/2026	3,788,000 1,750,000 3,500,000	4,054,474 1,942,552 3,915,044
Biotechnology - 2.2%			3.200%, 06/15/2026 Callable 03/15/2026	636,000	706,488
Amgen, Inc.: 2.600%, 08/19/2026 Callable 05/19/2026	1,000,000	1,090,090			<u>13,036,784</u>
2.200%, 02/21/2027 Callable 12/21/2026	5,000,000	5,280,803	Diversified Telecommunication Services - 7.3%		
		<u>6,370,893</u>	AT&T, Inc.: 2.169% (3 Month LIBOR USD + 0.950%), 07/15/2021 (b) 3.800%, 02/15/2027 Callable 11/15/2026	2,975,000 2,000,000	2,999,710 2,254,474
Chemicals - 0.7%			4.250%, 03/01/2027 Callable 12/01/2026	4,000,000	4,559,157
Ecolab, Inc. 2.375%, 08/10/2022 Callable 07/10/2022	1,925,000	1,999,788	Verizon Communications, Inc.: 1.321% (3 Month LIBOR USD + 1.000%), 03/16/2022 (b) 2.450%, 11/01/2022 Callable 08/01/2022	2,200,000 1,750,000	2,229,941 1,819,263
Communications Equipment - 2.5%			3.500%, 11/01/2024 Callable 08/01/2024	1,750,000	1,938,102
Cisco Systems, Inc. 1.850%, 09/20/2021 Callable 08/20/2021	3,000,000	3,054,030	2.625%, 08/15/2026 4.125%, 03/16/2027	3,000,000 2,000,000	3,266,930 2,360,458
QUALCOMM, Inc. 2.900%, 05/20/2024 Callable 03/20/2024	4,000,000	4,306,667			<u>21,428,035</u>
		<u>7,360,697</u>			

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

LKCM FIXED INCOME FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

	Principal Amount	Value		Principal Amount	Value
CORPORATE BONDS			CORPORATE BONDS		
Electrical Equipment & Instruments - 2.8%			Oil & Gas & Consumable Fuels - 6.3%		
Emerson Electric Co.:			Chevron Corp.:		
2.625%, 12/01/2021			2.411%, 03/03/2022		
Callable 11/01/2021	\$ 950,000	\$ 978,634	Callable 01/03/2022	\$ 1,450,000	\$ 1,493,445
3.150%, 06/01/2025			2.355%, 12/05/2022		
Callable 03/01/2025	5,000,000	5,558,006	Callable 09/05/2022	1,000,000	1,041,806
Rockwell Automation, Inc.			2.954%, 05/16/2026		
2.875%, 03/01/2025			Callable 02/16/2026	1,870,000	2,072,761
Callable 12/01/2024	1,440,000	1,546,002	ConocoPhillips Co.		
		<u>8,082,642</u>	1.292% (3 Month LIBOR USD +		
			0.900%), 05/15/2022 (b)	700,000	703,414
Electronic Equipment & Instruments - 1.6%			Enterprise Products Operating, LLC:		
Trimble, Inc.			2.800%, 02/15/2021	2,000,000	2,027,782
4.150%, 06/15/2023			2.850%, 04/15/2021		
Callable 05/15/2023	4,500,000	4,800,476	Callable 03/15/2021	2,500,000	2,539,894
Health Care Equipment & Supplies - 6.2%			3.750%, 02/15/2025		
Danaher Corp.			Callable 11/15/2024	2,963,000	3,279,831
3.350%, 09/15/2025			Kinder Morgan Energy Partners, L.P.		
Callable 06/15/2025	5,500,000	6,139,605	4.250%, 09/01/2024		
Thermo Fisher Scientific, Inc.:			Callable 06/01/2024	3,000,000	3,305,072
3.000%, 04/15/2023			Kinder Morgan Inc.		
Callable 02/15/2023	2,475,000	2,623,647	2.499% (3 Month LIBOR USD +		
4.150%, 02/01/2024			1.280%), 01/15/2023 (b)	2,000,000	2,000,304
Callable 11/01/2023	4,500,000	4,997,956			<u>18,464,309</u>
2.950%, 09/19/2026			Pharmaceuticals - 3.9%		
Callable 06/19/2026	4,000,000	4,428,051	Abbott Laboratories:		
		<u>18,189,259</u>	3.400%, 11/30/2023		
Health Care Providers & Services - 2.3%			Callable 09/30/2023	1,750,000	1,907,119
CVS Health Corp.:			2.950%, 03/15/2025		
1.033% (3 Month LIBOR USD +			Callable 12/15/2024	3,925,000	4,318,573
0.720%), 03/09/2021 (b)	4,500,000	4,517,567	Bristol-Myers Squibb Co. (a)		
4.125%, 05/15/2021			3.625%, 05/15/2024		
Callable 02/15/2021	2,000,000	2,046,413	Callable 02/15/2024	4,750,000	5,233,720
		<u>6,563,980</u>			<u>11,459,412</u>
Household Products - 0.3%			Real Estate Investment Trusts - 3.8%		
The Procter & Gamble Co.			American Tower Corp.:		
8.000%, 09/01/2024	775,000	996,884	3.500%, 01/31/2023	3,500,000	3,742,410
Internet & Catalog Retail - 1.8%			5.000%, 02/15/2024	2,500,000	2,853,506
Amazon.com, Inc.			3.375%, 10/15/2026		
2.500%, 11/29/2022			Callable 07/15/2026	4,030,000	4,485,944
Callable 08/29/2022	5,000,000	5,235,774			<u>11,081,860</u>
Media & Entertainment - 2.1%			Road & Rail - 4.3%		
Alphabet, Inc.:			Burlington Northern Santa Fe, LLC:		
3.375%, 02/25/2024	4,000,000	4,403,264	3.000%, 03/15/2023		
1.998%, 08/15/2026			Callable 12/15/2022	4,695,000	4,962,748
Callable 05/15/2026	1,725,000	1,849,653	3.000%, 04/01/2025		
		<u>6,252,917</u>	Callable 01/01/2025	2,250,000	2,475,912
Multiline Retail - 1.6%			Union Pacific Corp.:		
Family Dollar Stores, Inc.			3.250%, 01/15/2025		
5.000%, 02/01/2021	4,500,000	4,575,845	Callable 10/15/2024	1,500,000	1,651,070
			3.750%, 07/15/2025		
			Callable 05/15/2025	3,025,000	3,426,650
					<u>12,516,380</u>

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

LKCM FIXED INCOME FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

CORPORATE BONDS	Principal Amount	Value	U.S. GOVERNMENT SPONSORED ENTITIES	Principal Amount	Value
Semiconductor Equipment & Products - 0.9%			Federal Home Loan Bank - 3.5%, Continued		
Intel Corp. 3.700%, 07/29/2025 Callable 04/29/2025	\$ 2,250,000	\$ 2,558,106	2.375%, 03/13/2026 2.820%, 06/27/2029 Callable 06/27/2022	\$ 3,575,000 4,000,000	\$ 3,936,319 4,132,594 10,314,047
Software - 3.6%			Freddie Mac - 5.0%		
Adobe, Inc. 1.900%, 02/01/2025 Callable 01/01/2025	3,000,000	3,169,981	2.375%, 01/13/2022 2.000%, 01/29/2025 Callable 07/29/2020	2,000,000 4,000,000	2,066,987 4,005,233
Oracle Corp.: 2.650%, 07/15/2026 Callable 04/15/2026	2,000,000	2,166,278	1.000%, 04/16/2025 (c) Callable 10/16/2020	3,000,000	3,005,899
3.250%, 11/15/2027 Callable 08/15/2027	4,500,000	5,069,305	0.750%, 04/17/2025 (c) Callable 07/17/2020	1,990,000	1,990,150
		10,405,564	0.750%, 05/28/2025 Callable 05/28/2021	3,500,000	3,501,126 14,569,395
Specialty Retail - 2.7%			TOTAL U.S. GOVERNMENT SPONSORED ENTITIES		
The Home Depot, Inc.: 2.700%, 04/01/2023 Callable 01/01/2023	2,750,000	2,905,199	(Cost \$26,802,971)		
2.950%, 06/15/2029 Callable 03/15/2029	2,500,000	2,813,660	SHORT-TERM INVESTMENTS - 1.9%		
O'Reilly Automotive, Inc. 4.875%, 01/14/2021 Callable 10/14/2020	2,203,000	2,227,510	Corporate Bonds - 1.3%		
		7,946,369	AbbVie, Inc. 2.300%, 05/14/2021 Callable 04/14/2021		
TOTAL CORPORATE BONDS		227,797,431	Cisco Systems, Inc. 2.200%, 02/28/2021		
(Cost \$215,856,670)			2,500,000 1,225,000		
			2,533,817 1,240,029 3,773,846		
U.S. GOVERNMENT ISSUES - 10.2%			Shares		
U.S. Treasury Inflation Indexed Bonds - 1.4%			Money Market Funds - 0.6%		
0.625%, 01/15/2024	3,845,870	4,051,007	Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 0.09% (d)		
U.S. Treasury Notes - 8.8%			1,830,376 1,830,376		
2.000%, 07/31/2020	2,000,000	2,003,030	TOTAL SHORT-TERM INVESTMENTS		
1.750%, 07/15/2022	2,000,000	2,064,609	(Cost \$5,591,795)		
2.000%, 02/15/2023	2,000,000	2,095,859	5,604,222		
2.000%, 02/15/2025	2,000,000	2,160,039	Total Investments - 99.3%		
2.000%, 08/15/2025	1,000,000	1,085,801	(Cost \$275,014,175)		
1.625%, 02/15/2026	2,000,000	2,139,961	289,918,819		
2.375%, 05/15/2027	4,000,000	4,515,547	Other Assets in Excess of Liabilities - 0.7%		
2.750%, 02/15/2028	2,000,000	2,333,438	2,066,083		
2.875%, 08/15/2028	3,000,000	3,553,594	TOTAL NET ASSETS - 100.0%		
3.125%, 11/15/2028	3,000,000	3,627,773	\$291,984,902		
		25,579,651			
TOTAL U.S. GOVERNMENT ISSUES		29,630,658			
(Cost \$26,762,739)					
U.S. GOVERNMENT SPONSORED ENTITIES - 9.2%					
Fannie Mae - 0.7%					
1.700%, 02/14/2023 Callable 08/14/2020	2,000,000	2,003,066			
Federal Home Loan Bank - 3.5%					
1.780%, 01/22/2024 Callable 01/22/2021	2,230,000	2,245,134			

- (a) 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 \$7,134,021 representing 2.4% of the Fund's total net assets.
- (b) Floating rate.
- (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.

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

LKCM INTERNATIONAL EQUITY FUND
SCHEDULE OF INVESTMENTS
June 30, 2020 (Unaudited)

COMMON STOCKS - 89.7%	Shares	Value	COMMON STOCKS	Shares	Value
AUSTRALIA - 2.9%			Food & Drug Retailing - 2.5%		
Pharmaceuticals - 2.9%			Tsuruha Holdings, Inc.	3,050	\$ 421,245
CSL Ltd.	2,479	\$ 493,044	Media & Entertainment - 2.9%		
Total Australia		493,044	Nintendo Co., Ltd.	1,100	491,776
FINLAND - 1.8%			Personal Products - 1.6%		
Banks - 1.8%			Shiseido Co., Ltd.	4,350	277,185
Nordea Bank Abp (a)	45,000	312,089	Total Japan		1,506,839
Total Finland		312,089	JERSEY - 2.8%		
FRANCE - 12.1%			Trading Companies & Distributors - 2.8%		
Chemicals - 2.8%			Ferguson PLC	5,800	474,244
Air Liquide SA	3,250	469,905	Total Jersey		474,244
Electrical Equipment & Instruments - 3.0%			NETHERLANDS - 5.8%		
Schneider Electric SA	4,650	517,249	Professional Services - 2.1%		
IT Consulting & Services - 2.2%			Wolters Kluwer NV	4,500	351,474
Cap Gemini	3,325	383,708	Semiconductor Equipment & Products - 3.7%		
Oil & Gas & Consumable Fuels - 1.6%			ASML Holding NV	1,735	634,683
TOTAL SA	7,000	269,908	Total Netherlands		986,157
Specialty Retail - 2.5%			SPAIN - 3.1%		
LVMH Moet Hennessy Louis Vuitton SE	950	419,418	Banks - 0.9%		
Total France		2,060,188	CaixaBank SA	74,140	158,606
GERMANY - 10.1%			Machinery - 2.2%		
Insurance - 1.4%			Fluidra SA (a)	28,000	371,584
Allianz SE	1,150	234,993	Total Spain		530,190
Machinery - 1.9%			SWEDEN - 1.5%		
KION Group AG	5,250	323,240	Oil & Gas & Consumable Fuels - 1.5%		
Semiconductor Equipment & Products - 1.9%			Lundin Petroleum AB	10,250	250,158
Infineon Technologies AG	14,000	328,049	Total Sweden		250,158
Software - 3.0%			SWITZERLAND - 15.8%		
SAP SE	3,700	517,219	Banks - 2.0%		
Textiles, Apparel & Luxury Goods - 1.9%			Julius Baer Group Ltd.	8,100	340,181
Adidas AG (a)	1,250	329,563	Electrical Equipment & Instruments - 2.3%		
Total Germany		1,733,064	ABB Ltd.	17,650	400,354
IRELAND - 2.5%			Health Care Equipment & Supplies - 2.1%		
Construction Materials - 2.5%			Alcon, Inc. (a)	6,150	353,374
CRH PLC	12,250	421,646	Pharmaceuticals - 6.8%		
Total Ireland		421,646	Lonza Group AG	1,150	609,153
ITALY - 2.4%			Roche Holding AG	1,600	554,319
Banks - 1.2%					1,163,472
UniCredit SpA (a)	22,000	203,042	Software - 2.6%		
Textiles, Apparel & Luxury Goods - 1.2%			Temenos AG	2,900	450,729
Moncler SpA (a)	5,400	207,648	Total Switzerland		2,708,110
Total Italy		410,690	UNITED KINGDOM - 20.1%		
JAPAN - 8.8%			Banks - 1.9%		
Computers & Peripherals - 1.8%			Barclays PLC	100,000	141,079
Nidec Corp.	4,700	316,633	Lloyds Banking Group PLC	467,590	180,377
					321,456

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

LKCM INTERNATIONAL EQUITY FUND
SCHEDULE OF INVESTMENTS, CONTINUED
June 30, 2020 (Unaudited)

COMMON STOCKS	Shares	Value
Beverages - 1.5%		
Diageo PLC	7,900	\$ 262,574
Commercial Services & Supplies - 3.0%		
Rentokil Initial Plc	82,000	518,499
Hotels, Restaurants & Leisure - 2.8%		
Compass Group PLC	14,500	199,497
InterContinental Hotels Group PLC	6,175	272,596
		472,093
Household Products - 1.7%		
Reckitt Benckiser Group PLC	3,250	298,994
Insurance - 1.8%		
Prudential PLC	20,000	301,360
Oil & Gas & Consumable Fuels - 1.2%		
Royal Dutch Shell PLC - A Shares	13,000	208,146
Personal Products - 2.3%		
Unilever PLC	7,150	385,677
Specialty Retail - 1.3%		
Burberry Group PLC	11,000	217,360
Trading Companies & Distributors - 2.6%		
Ashtead Group PLC	13,250	446,961
		3,433,120
TOTAL COMMON STOCKS		15,319,539
(Cost \$15,143,607)		
PREFERRED STOCK - 3.3%		
Health Care Equipment & Supplies - 3.3%		
Sartorius AG	1,698	560,419
TOTAL PREFERRED STOCK		560,419
(Cost \$366,980)		
SHORT-TERM INVESTMENTS - 7.1%		
Money Market Funds - 7.1%		
Fidelity Investments Money Market Government Portfolio - Class I, 0.06% (b)	192,179	192,179
Morgan Stanley Institutional Liquidity Funds - Government Portfolio - Institutional Shares, 0.05% (b)	509,372	509,372
Invesco Short-Term Investments Trust - Government & Agency Portfolio - Institutional Shares, 0.09% (b)	509,372	509,372
TOTAL SHORT-TERM INVESTMENTS		1,210,923
(Cost \$1,210,923)		
Total Investments - 100.1%		17,090,881
(Cost \$16,721,510)		
Liabilities in Excess of Other Assets - (0.1)%		(9,637)
TOTAL NET ASSETS - 100.0%		\$17,081,244

(a) Non-income producing security.

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

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STATEMENT OF ASSETS AND LIABILITIES
June 30, 2020 (Unaudited)

	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*	\$150,053,442	\$11,840,252	\$372,061,582	\$109,894,608	\$289,918,819	\$17,090,881
Receivable for Fund shares sold	12,472	—	—	33,647	204,895	—
Dividends and interest receivable	56,403	6,058	422,083	291,385	2,129,207	23,736
Receivable for investment advisory fees (Note B)	—	8,464	—	—	—	9,501
Other assets	20,585	14,722	41,869	17,510	26,573	11,534
Total assets	<u>150,142,902</u>	<u>11,869,496</u>	<u>372,525,534</u>	<u>110,237,150</u>	<u>292,279,494</u>	<u>17,135,652</u>
Liabilities:						
Payable for Fund shares redeemed	6,947,354	948	35,316	44,564	—	—
Payable for investment advisory fees (Note B)	208,838	—	439,882	117,805	162,783	—
Payable for administrative fees	21,601	7,288	42,629	14,975	34,878	6,241
Payable for accounting and transfer agent fees and expenses	20,029	6,414	13,837	10,908	11,828	8,864
Payable for professional fees	30,609	8,755	47,238	18,655	38,836	27,432
Payable for trustees' fees and officer compensation (Note B)	20,109	1,459	47,203	12,784	33,067	1,935
Payable for reports to shareholders	5,576	669	9,515	2,426	6,389	656
Payable for custody fees and expenses	6,377	1,503	9,154	2,332	6,811	9,280
Total liabilities	<u>7,260,493</u>	<u>27,036</u>	<u>644,774</u>	<u>224,449</u>	<u>294,592</u>	<u>54,408</u>
Net assets	<u>\$142,882,409</u>	<u>\$11,842,460</u>	<u>\$371,880,760</u>	<u>\$110,012,701</u>	<u>\$291,984,902</u>	<u>\$17,081,244</u>
Net assets consist of:						
Paid in capital	\$ 99,126,455	\$ 8,305,050	\$189,850,357	\$ 85,377,761	\$279,627,055	\$17,200,338
Total distributable earnings	43,755,954	3,537,410	182,030,403	24,634,940	12,357,847	(119,094)
Net assets	<u>\$142,882,409</u>	<u>\$11,842,460</u>	<u>\$371,880,760</u>	<u>\$110,012,701</u>	<u>\$291,984,902</u>	<u>\$17,081,244</u>
Shares of beneficial interest outstanding (unlimited shares of no par value authorized)	8,974,800	1,317,768	12,805,370	4,616,857	26,176,993	1,697,126
Net asset value per share (offering and redemption price)	<u>\$ 15.92</u>	<u>\$ 8.99</u>	<u>\$ 29.04</u>	<u>\$ 23.83</u>	<u>\$ 11.15</u>	<u>\$ 10.06</u>
* Cost of investments	<u>\$109,493,395</u>	<u>\$ 8,586,813</u>	<u>\$196,069,259</u>	<u>\$ 84,590,166</u>	<u>\$275,014,175</u>	<u>\$16,721,510</u>

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

STATEMENT OF OPERATIONS
For the Six Months Ended June 30, 2020 (Unaudited)

	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*	\$ 598,078	\$ 43,398	\$ 2,438,119	\$ 580,655	\$ —	\$ 137,156
Interest	10,196	811	91,454	383,624	3,419,143	4,322
Total income	<u>608,274</u>	<u>44,209</u>	<u>2,529,573</u>	<u>964,279</u>	<u>3,419,143</u>	<u>141,478</u>
Expenses:						
Investment advisory fees (Note B)	546,744	41,165	1,241,604	330,590	704,356	64,103
Accounting and transfer agent fees and expenses	66,973	26,773	104,302	51,161	79,244	30,018
Administrative fees	64,204	21,068	145,050	44,449	116,789	20,202
Trustees' fees and officer compensation (Note B)	54,462	3,915	116,662	31,846	85,188	3,632
Professional fees	39,611	4,829	77,306	22,564	57,164	6,931
Federal and state registration	15,482	11,555	24,315	11,992	15,943	6,135
Custody fees and expenses	9,941	3,094	17,848	4,922	13,828	20,134
Reports to shareholders	6,665	550	11,227	3,648	8,299	542
Offering costs	—	—	—	—	—	1,936
Other	3,405	233	6,547	1,795	4,868	46
Total expenses	<u>807,487</u>	<u>113,182</u>	<u>1,744,861</u>	<u>502,967</u>	<u>1,085,679</u>	<u>153,679</u>
Less, expense waiver and/or reimbursement (Note B)	<u>(78,495)</u>	<u>(58,295)</u>	<u>(325,885)</u>	<u>(96,087)</u>	<u>(381,323)</u>	<u>(82,454)</u>
Net expenses	<u>728,992</u>	<u>54,887</u>	<u>1,418,976</u>	<u>406,880</u>	<u>704,356</u>	<u>71,225</u>
Net investment income (loss)	<u>(120,718)</u>	<u>(10,678)</u>	<u>1,110,597</u>	<u>557,399</u>	<u>2,714,787</u>	<u>70,253</u>
Realized and Unrealized Gain (Loss):						
Net realized gain (loss) on:						
Investments	2,801,159	105,280	4,997,782	(714,457)	(2,103,700)	(553,595)
Foreign currency translation	—	—	—	—	—	(2,884)
Net change in unrealized appreciation on:						
Investments	(12,424,839)	(263,424)	(6,899,793)	(1,145,257)	8,285,306	(607,113)
Foreign currency translation	—	—	—	—	—	152
Net Realized and Unrealized Gain (Loss) on Investments	<u>(9,623,680)</u>	<u>(158,144)</u>	<u>(1,902,011)</u>	<u>(1,859,714)</u>	<u>6,181,606</u>	<u>(1,163,440)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ (9,744,398)</u>	<u>\$ (168,822)</u>	<u>\$ (791,414)</u>	<u>\$ (1,302,315)</u>	<u>\$ 8,896,393</u>	<u>\$ (1,093,187)</u>
* Net of foreign taxes withheld and/or issuance fees	<u>\$ 1,082</u>	<u>\$ 92</u>	<u>\$ 5,411</u>	<u>\$ 264</u>	<u>\$ —</u>	<u>\$ 17,314</u>

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>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>Year Ended December 31, 2019</i>	<i>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>Year Ended December 31, 2019</i>
Operations:				
Net investment loss	\$ (120,718)	\$ (230,410)	\$ (10,678)	\$ (31,999)
Net realized gain on investments	2,801,159	11,529,290	105,280	1,956,095
Net change in unrealized appreciation/depreciation	(12,424,839)	24,618,234	(263,424)	1,606,994
	<u>(9,744,398)</u>	<u>35,917,114</u>	<u>(168,822)</u>	<u>3,531,090</u>
Net Dividends and Distributions to Shareholders	<u>—</u>	<u>(9,039,350)</u>	<u>—</u>	<u>(1,611,139)</u>
Net decrease in net assets resulting from Fund share transactions (Note C)	<u>(28,055,628)</u>	<u>(6,517,452)</u>	<u>(579,064)</u>	<u>(1,491,820)</u>
Total increase (decrease) in net assets	(37,800,026)	20,360,312	(747,886)	428,131
Net Assets:				
Beginning of period	<u>180,682,435</u>	<u>160,322,123</u>	<u>12,590,346</u>	<u>12,162,215</u>
End of period	<u>\$142,882,409</u>	<u>\$180,682,435</u>	<u>\$11,842,460</u>	<u>\$12,590,346</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>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>Year Ended December 31, 2019</i>	<i>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>Year Ended December 31, 2019</i>
Operations:				
Net investment income	\$ 1,110,597	\$ 2,838,578	\$ 557,399	\$ 1,118,625
Net realized gain (loss) on investments	4,997,782	14,638,054	(714,457)	4,822,626
Net change in unrealized appreciation/depreciation	(6,899,793)	73,450,559	(1,145,257)	12,832,158
	<u>(791,414)</u>	<u>90,927,191</u>	<u>(1,302,315)</u>	<u>18,773,409</u>
Net Dividends and Distributions to Shareholders	<u>—</u>	<u>(16,259,802)</u>	<u>(538,474)</u>	<u>(5,861,135)</u>
Net increase (decrease) in net assets resulting from Fund share transactions (Note C)	<u>(8,634,799)</u>	<u>(2,026,981)</u>	<u>8,028,883</u>	<u>5,005,673</u>
Total increase (decrease) in net assets	(9,426,213)	72,640,408	6,188,094	17,917,947
Net Assets:				
Beginning of period	381,306,973	308,666,565	103,824,607	85,906,660
End of period	<u>\$371,880,760</u>	<u>\$381,306,973</u>	<u>\$110,012,701</u>	<u>\$103,824,607</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>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>Year Ended December 31, 2019</i>	<i>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>May 1, 2019⁽¹⁾ through December 31, 2019</i>
Operations:				
Net investment income	\$ 2,714,787	\$ 6,144,233	\$ 70,253	\$ 16,910
Net realized loss on investments	(2,103,700)	(133,875)	(553,595)	(882)
Net realized loss on foreign currency translation	—	—	(2,884)	(12,649)
Net change in unrealized appreciation/depreciation	8,285,306	10,887,483	(606,961)	976,583
	<u>8,896,393</u>	<u>16,897,841</u>	<u>(1,093,187)</u>	<u>979,962</u>
Net Dividends and Distributions to Shareholders	(2,689,735)	(6,149,434)	—	(6,697)
Net increase in net assets resulting from Fund share transactions (Note C)	<u>9,861,472</u>	<u>15,882,035</u>	<u>7,529,101</u>	<u>9,672,065</u>
Total increase in net assets	16,068,130	26,630,442	6,435,914	10,645,330
Net Assets:				
Beginning of period	<u>275,916,772</u>	<u>249,286,330</u>	<u>10,645,330</u>	<u>—</u>
End of period	<u>\$291,984,902</u>	<u>\$275,916,772</u>	<u>\$17,081,244</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>Six Months Ended June 30, 2020 (Unaudited)</i>	<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	\$ 16.78	\$ 14.39	\$ 18.44	\$ 18.82	\$ 19.86	\$ 24.05
Net investment income (loss)	(0.01) ⁽¹⁾	(0.02) ⁽¹⁾	(0.03) ⁽²⁾	(0.04) ⁽¹⁾	(0.03) ⁽¹⁾	0.01
Net realized and unrealized gain (loss) on investments	(0.85)	3.29	(1.05)	3.27	1.88	(1.29)
Total from investment operations	(0.86)	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>\$ 15.92</u>	<u>\$ 16.78</u>	<u>\$ 14.39</u>	<u>\$ 18.44</u>	<u>\$ 18.82</u>	<u>\$ 19.86</u>
Total Return	-5.13% ⁽³⁾	22.70%	-5.70%	17.04%	9.27%	-5.58%
Ratios and Supplemental Data:						
Net assets, end of period (thousands)	\$142,882	\$180,682	\$160,322	\$201,139	\$281,790	\$ 568,421
Ratio of expenses to average net assets:						
Before expense waiver and/or reimbursement	1.11% ⁽⁴⁾	1.07%	1.08%	1.10%	1.05%	0.97%
After expense waiver and/or reimbursement	1.00% ⁽⁴⁾	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	(0.27)% ⁽⁴⁾	(0.20)%	(0.25)%	(0.28)%	(0.18)%	0.05%
After expense waiver and/or reimbursement	(0.16)% ⁽⁴⁾	(0.13)%	(0.17)%	(0.18)%	(0.13)%	0.05%
Portfolio turnover rate	33% ⁽³⁾	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.
(3) Not annualized.
(4) Annualized.

	LKCM Small-Mid Cap Equity Fund					
	<i>Six Months Ended June 30, 2020 (Unaudited)</i>	<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	\$ 9.09	\$ 7.92	\$ 10.60	\$ 9.56	\$ 11.15	\$ 12.10
Net investment loss	(0.01) ⁽¹⁾	(0.02) ⁽¹⁾	(0.03) ⁽²⁾	(0.01) ⁽¹⁾	(0.05) ⁽¹⁾	(0.06) ⁽²⁾
Net realized and unrealized gain (loss) on investments	(0.09)	2.48	(0.93)	2.32	0.19	(0.10)
Total from investment operations	(0.10)	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>\$ 8.99</u>	<u>\$ 9.09</u>	<u>\$ 7.92</u>	<u>\$ 10.60</u>	<u>\$ 9.56</u>	<u>\$ 11.15</u>
Total Return	-1.10% ⁽³⁾	31.05%	-8.89%	24.13%	1.17%	-1.41%
Ratios and Supplemental Data:						
Net assets, end of period (thousands)	\$ 11,842	\$ 12,590	\$ 12,162	\$ 19,378	\$ 20,419	\$331,954
Ratio of expenses to average net assets:						
Before expense waiver and/or reimbursement	2.06% ⁽⁴⁾	1.95%	1.75%	1.76%	1.23%	1.14%
After expense waiver and/or reimbursement	1.00% ⁽⁴⁾	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	(1.26)% ⁽⁴⁾	(1.20)%	(1.05)%	(0.94)%	(0.68)%	(0.63)%
After expense waiver and/or reimbursement	(0.20)% ⁽⁴⁾	(0.25)%	(0.30)%	(0.18)%	(0.45)%	(0.49)%
Portfolio turnover rate	38% ⁽³⁾	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.
(3) Not annualized.
(4) Annualized.

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>Six Months Ended June 30, 2020 (Unaudited)</i>	<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	\$ 29.02	\$ 23.34	\$ 26.02	\$ 22.42	\$ 21.40	\$ 22.81
Net investment income	0.09 ⁽¹⁾	0.22 ⁽¹⁾	0.21	0.17	0.19 ⁽¹⁾	0.18 ⁽¹⁾
Net realized and unrealized gain (loss) on investments ..	(0.07)	6.75	(1.08)	4.69	2.32	(0.98)
Total from investment operations	0.02	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	\$ 29.04	\$ 29.02	\$ 23.34	\$ 26.02	\$ 22.42	\$ 21.40
Total Return	0.07% ⁽²⁾	29.85%	-3.28%	21.69%	11.66%	-3.54%
Ratios and Supplemental Data:						
Net assets, end of period (thousands)	\$371,881	\$381,307	\$308,667	\$340,601	\$286,508	\$281,200
Ratio of expenses to average net assets:						
Before expense waiver and/or reimbursement	0.98% ⁽³⁾	0.99%	0.98%	0.99%	0.98%	0.93%
After expense waiver and/or reimbursement	0.80% ⁽³⁾	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	0.45% ⁽³⁾	0.61%	0.56%	0.50%	0.69%	0.68%
After expense waiver and/or reimbursement	0.63% ⁽³⁾	0.80%	0.74%	0.69%	0.87%	0.81%
Portfolio turnover rate	7% ⁽²⁾	9%	16%	11%	16%	13%

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

⁽²⁾ Not annualized.

⁽³⁾ Annualized.

	LKCM Balanced Fund					
	<i>Six Months Ended June 30, 2020 (Unaudited)</i>	<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	\$ 24.22	\$ 21.07	\$ 22.18	\$ 20.46	\$ 19.60	\$ 20.10
Net investment income	0.13 ⁽¹⁾	0.27 ⁽¹⁾	0.23	0.20	0.20 ⁽¹⁾	0.19
Net realized and unrealized gain (loss) on investments ..	(0.40)	4.32	(0.70)	2.43	1.69	(0.00) ⁽²⁾
Total from investment operations	(0.27)	4.59	(0.47)	2.63	1.89	0.19
Dividends from net investment income	(0.12)	(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	(0.12)	(1.44)	(0.64)	(0.91)	(1.03)	(0.69)
Net Asset Value – End of Period	\$ 23.83	\$ 24.22	\$ 21.07	\$ 22.18	\$ 20.46	\$ 19.60
Total Return	-1.07% ⁽³⁾	21.85%	-2.15%	12.88%	9.70%	0.91%
Ratios and Supplemental Data:						
Net assets, end of period (thousands)	\$110,013	\$103,825	\$ 85,907	\$ 83,430	\$63,192	\$39,153
Ratio of expenses to average net assets:						
Before expense waiver and/or reimbursement	0.99% ⁽⁴⁾	1.00%	1.00%	1.02%	1.03%	1.02%
After expense waiver and/or reimbursement	0.80% ⁽⁴⁾	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	0.91% ⁽⁴⁾	0.95%	0.83%	0.73%	0.73%	0.73%
After expense waiver and/or reimbursement	1.10% ⁽⁴⁾	1.15%	1.03%	0.95%	0.96%	0.95%
Portfolio turnover rate	5% ⁽³⁾	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).

⁽³⁾ Not annualized.

⁽⁴⁾ Annualized.

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>Six Months Ended June 30, 2020 (Unaudited)</i>	<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	\$ 10.92	\$ 10.47	\$ 10.68	\$ 10.67	\$ 10.50	\$ 10.82
Net investment income	0.11 ⁽¹⁾	0.25 ⁽¹⁾	0.24	0.21	0.23	0.25 ⁽¹⁾
Net realized and unrealized gain (loss) on investments ..	0.22	0.45	(0.21)	0.02	0.17	(0.28)
Total from investment operations	0.33	0.70	0.03	0.23	0.40	(0.03)
Dividends from net investment income	(0.10)	(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	(0.10)	(0.25)	(0.24)	(0.22)	(0.23)	(0.29)
Net Asset Value – End of Period	\$ 11.15	\$ 10.92	\$ 10.47	\$ 10.68	\$ 10.67	\$ 10.50
Total Return	3.09% ⁽⁴⁾	6.70%	0.26%	2.15%	3.83%	-0.27%
Ratios and Supplemental Data:						
Net assets, end of period (thousands)	\$291,985	\$275,917	\$249,286	\$248,976	\$226,862	\$198,841
Ratio of expenses to average net assets:						
Before expense waiver and/or reimbursement	0.77% ⁽⁵⁾	0.79%	0.78%	0.80%	0.78%	0.73% ⁽³⁾
After expense waiver and/or reimbursement	0.50% ⁽⁵⁾	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	1.66% ⁽⁵⁾	2.02%	1.96%	1.66%	1.86%	2.18% ⁽³⁾
After expense waiver and/or reimbursement	1.93% ⁽⁵⁾	2.31%	2.24%	1.96%	2.14%	2.35% ⁽³⁾
Portfolio turnover rate	26% ⁽⁴⁾	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.

(4) Not annualized.

(5) Annualized.

	LKCM International Equity Fund	
	<i>Six Months Ended June 30, 2020 (Unaudited)</i>	<i>May 1, 2019⁽¹⁾ through December 31, 2019</i>
Net Asset Value – Beginning of Period	\$ 10.89	\$ 10.00
Net investment income ⁽²⁾	0.05	0.02
Net realized and unrealized gain on investments and foreign currency translation	(0.88)	0.88
Total from investment operations	(0.83)	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	\$ 10.06	\$ 10.89
Total Return	-7.62% ⁽⁴⁾	8.97% ⁽⁴⁾
Ratios and Supplemental Data:		
Net assets, end of period (thousands)	\$ 17,081	\$ 10,645
Ratio of expenses to average net assets:		
Before expense waiver and/or reimbursement	2.16% ⁽⁵⁾	4.09% ⁽⁵⁾
After expense waiver and/or reimbursement	1.00% ⁽⁵⁾	1.00% ⁽⁵⁾
Ratio of net investment income to average net assets:		
Before expense waiver and/or reimbursement	(0.17)% ⁽⁵⁾	(2.76)% ⁽⁵⁾
After expense waiver and/or reimbursement	0.99% ⁽⁵⁾	0.33% ⁽⁵⁾
Portfolio turnover rate	7% ⁽⁴⁾	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 June 30, 2020, 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 primarily in equity securities of non-U.S. companies and invests under normal circumstances at least 80% of its net assets (plus any borrowings for investment purposes) in equity securities.

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 June 30, 2020, the Funds’ assets carried at fair value were classified as follows:

LKCM Small Cap Equity Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$148,035,282	\$ —	\$ 0	\$148,035,282
Money Market Fund	2,018,160	—	—	2,018,160
Total Investments*	<u>\$150,053,442</u>	<u>\$ —</u>	<u>\$ 0</u>	<u>\$150,053,442</u>

LKCM Small-Mid Cap Equity Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$ 11,588,901	\$ —	\$ —	\$ 11,588,901
Money Market Fund	251,351	—	—	251,351
Total Investments*	<u>\$ 11,840,252</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 11,840,252</u>

LKCM Equity Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$360,881,374	\$ —	\$ —	\$360,881,374
U.S. Government Issue	—	4,377,014	—	4,377,014
Money Market Fund	6,803,194	—	—	6,803,194
Total Investments*	<u>\$367,684,568</u>	<u>\$ 4,377,014</u>	<u>\$ —</u>	<u>\$372,061,582</u>

LKCM Balanced Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$ 76,566,914	\$ —	\$ —	\$ 76,566,914
Corporate Bonds	—	32,025,573	—	32,025,573
Money Market Fund	1,302,121	—	—	1,302,121
Total Investments*	<u>\$ 77,869,035</u>	<u>\$ 32,025,573</u>	<u>\$ —</u>	<u>\$109,894,608</u>

LKCM Fixed Income Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Corporate Bonds	\$ —	\$231,571,277	\$ —	\$231,571,277
U.S. Government Issues	—	29,630,658	—	29,630,658
U.S. Government Sponsored Entities	—	26,886,508	—	26,886,508
Money Market Fund	1,830,376	—	—	1,830,376
Total Investments*	<u>\$ 1,830,376</u>	<u>\$288,088,443</u>	<u>\$ —</u>	<u>\$289,918,819</u>

LKCM International Equity Fund

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Common Stocks	\$ 351,474	\$ 14,968,065	\$ —	\$ 15,319,539
Preferred Stock	—	560,419	—	560,419
Money Market Funds	1,210,923	—	—	1,210,923
Total Investments*	<u>\$ 1,562,397</u>	<u>\$ 15,528,484</u>	<u>\$ —</u>	<u>\$ 17,090,881</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, 2020	\$ 0
Purchases	—
Sales proceeds	—
Realized gain (loss)	—
Change in unrealized appreciation/depreciation	—
Transfers into/(out of) Level 3	—
	<u>—</u>
Balance as of June 30, 2020	<u>\$ 0</u>
Change in unrealized appreciation/depreciation during the period for Level 3 investments held at June 30, 2020	<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.

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.

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, 2021 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 six months ended June 30, 2020, 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</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 2020	\$78,495	\$58,295	\$325,885	\$96,087	\$381,323	\$82,454

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 (“U.S. Bancorp”), 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 (“Quasar”), the Trust’s principal underwriter.

Effective March 31, 2020, Foreside Financial Group, LLC (“Foreside”) acquired Quasar, the Funds’ distributor, from U.S. Bancorp. As a result of the acquisition, Quasar became a wholly-owned broker-dealer subsidiary of Foreside and is no longer affiliated with U.S. Bancorp. The Board of Trustees of the Funds has approved a new Distribution Agreement to enable Quasar to continue serving as the Funds’ distributor.

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 June 30, 2020, 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

	<u>Six Months Ended June 30, 2020</u>		<u>Year Ended December 31, 2019</u>	
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>
Shares sold	272,010	\$ 3,886,810	553,209	\$ 9,022,479
Shares issued to shareholders in reinvestment of distributions	—	—	473,251	7,960,077
Shares redeemed	(2,064,800)	(31,942,438)	(1,397,843)	(23,500,008)
Redemption fee	—	—	—	—
Net decrease	(1,792,790)	<u><u>\$(28,055,628)</u></u>	(371,383)	<u><u>\$ (6,517,452)</u></u>
Shares Outstanding:				
Beginning of period	<u>10,767,590</u>		<u>11,138,973</u>	
End of period	<u><u>8,974,800</u></u>		<u><u>10,767,590</u></u>	

LKCM Small-Mid Cap Equity Fund

	<u>Six Months Ended June 30, 2020</u>		<u>Year Ended December 31, 2019</u>	
	<u>Shares</u>	<u>Amount</u>	<u>Shares</u>	<u>Amount</u>
Shares sold	2,124	\$ 18,578	8,594	\$ 79,975
Shares issued to shareholders in reinvestment of distributions	—	—	145,840	1,330,062
Shares redeemed	(69,828)	(599,787)	(304,984)	(2,901,857)
Redemption fee	—	—	—	—
Other	—	2,145 ⁽¹⁾	—	—
Net decrease	(67,704)	<u><u>\$ (579,064)</u></u>	(150,550)	<u><u>\$ (1,491,820)</u></u>
Shares Outstanding:				
Beginning of period	<u>1,385,472</u>		<u>1,536,022</u>	
End of period	<u><u>1,317,768</u></u>		<u><u>1,385,472</u></u>	

⁽¹⁾ Reimbursement from U.S. Bancorp Fund Services, LLC to correct shareholder transaction.

LKCM Equity Fund

	Six Months Ended June 30, 2020		Year Ended December 31, 2019	
	Shares	Amount	Shares	Amount
Shares sold	497,592	\$ 13,091,129	751,273	\$ 20,128,808
Shares issued to shareholders in reinvestment of distributions	—	—	531,455	15,454,725
Shares redeemed	(831,532)	(21,726,527)	(1,367,658)	(37,611,783)
Redemption fee		599		1,269
Net decrease	(333,940)	\$ (8,634,799)	(84,930)	\$ (2,026,981)
Shares Outstanding:				
Beginning of period	13,139,310		13,224,240	
End of period	12,805,370		13,139,310	

LKCM Balanced Fund

	Six Months Ended June 30, 2020		Year Ended December 31, 2019	
	Shares	Amount	Shares	Amount
Shares sold	752,585	\$ 17,098,168	472,852	\$ 11,074,342
Shares issued to shareholders in reinvestment of distributions	23,720	524,351	235,149	5,686,783
Shares redeemed	(445,820)	(9,594,790)	(499,010)	(11,756,977)
Redemption fee		1,154		1,525
Net increase	330,485	\$ 8,028,883	208,991	\$ 5,005,673
Shares Outstanding:				
Beginning of period	4,286,372		4,077,381	
End of period	4,616,857		4,286,372	

LKCM Fixed Income Fund

	Six Months Ended June 30, 2020		Year Ended December 31, 2019	
	Shares	Amount	Shares	Amount
Shares sold	1,340,195	\$ 14,663,097	2,945,477	\$ 31,817,012
Shares issued to shareholders in reinvestment of distributions	216,241	2,360,918	498,493	5,410,572
Shares redeemed	(657,150)	(7,162,834)	(1,969,721)	(21,345,747)
Redemption fee		291		198
Net increase	899,286	\$ 9,861,472	1,474,249	\$ 15,882,035
Shares Outstanding:				
Beginning of period	25,277,707		23,803,458	
End of period	26,176,993		25,277,707	

LKCM International Equity Fund

	Six Months Ended June 30, 2020		May 1, 2019 ⁽¹⁾ through December 31, 2019	
	Shares	Amount	Shares	Amount
Shares sold	726,702	\$ 7,593,701	977,320	\$ 9,668,170
Shares issued to shareholders in reinvestment of distributions	—	—	360	3,927
Shares redeemed	(7,253)	(64,600)	(3)	(32)
Net increase	719,449	\$ 7,529,101	977,677	\$ 9,672,065
Shares Outstanding:				
Beginning of period	977,677		—	
End of period	1,697,126		977,677	

⁽¹⁾ Commencement of operations.

D. Security Transactions: Purchases and sales of investment securities, other than short-term investments, for the six months ended June 30, 2020 were as follows:

	Purchases		Sales	
	U.S. Government	Other	U.S. Government	Other
LKCM Small Cap Equity Fund	\$ —	\$48,869,465	\$ —	\$69,719,057
LKCM Small-Mid Cap Equity Fund	—	4,212,414	—	5,060,412
LKCM Equity Fund	4,392,887	23,771,976	—	22,458,194
LKCM Balanced Fund	—	13,432,172	—	5,263,410
LKCM Fixed Income Fund	28,652,484	52,114,167	44,167,000	28,761,485
LKCM International Equity Fund	—	8,091,704	—	956,000

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

	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
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:

	Long-Term
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:

	Six Months Ended June 30, 2020		Year Ended December 31, 2019	
	Ordinary Income	Long-Term Capital Gains	Ordinary Income	Long-Term Capital Gains
LKCM Small Cap Equity Fund	\$ —	\$ —	\$ —	\$ 9,039,350
LKCM Small-Mid Cap Equity Fund	—	—	—	1,611,139
LKCM Equity Fund	—	—	2,849,089	13,410,713
LKCM Balanced Fund	538,474	—	1,122,363	4,738,772
LKCM Fixed Income Fund	2,689,735	—	6,149,434	—
LKCM International Equity Fund	—	—	6,697 ⁽¹⁾	— ⁽¹⁾

⁽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 in determining undistributed net capital gains as of December 31, 2019.

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. Other Matters: The global outbreak of COVID-19 (commonly referred to as “coronavirus”) has disrupted economic markets and the prolonged economic impact is uncertain. The ultimate economic fallout from the pandemic, and the long-term impact on economies, markets, industries and individual issuers, are not known. The operational and financial performance of the issuers of securities in which the Funds invest depends on future developments, including the duration and spread of the outbreak, and such uncertainty may in turn adversely affect the value and liquidity of the Funds’ investments, impair the Funds’ ability to satisfy redemption requests, and negatively impact the Funds’ performance.

G. Subsequent Events: In preparing these financial statements, management has evaluated the Funds’ related events and transactions that occurred subsequent to June 30, 2020 through the date the financial statements were issued and has determined that there were no significant subsequent events requiring recognition or disclosure in the financial statements.

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 file a complete schedule of portfolio holdings with the U.S. Securities and Exchange Commission (the "SEC") for the first and third quarters of each fiscal year on Part F of Form N-PORT. The Funds' Part F of Form N-PORT are available on the SEC's website at www.sec.gov and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 1-800-732-0330. The Funds' Form Part F of Form N-PORT may also be obtained by calling toll-free 1-800-688-LKCM.

**RENEWAL OF INVESTMENT ADVISORY AGREEMENT
WITH RESPECT TO 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**

Introduction. At a meeting held on February 25, 2020, the Board of Trustees of LKCM Funds, including the independent Trustees (the “Board”), approved the renewal of the Investment Advisory Agreement (the “Agreement”) between Luther King Capital Management Corporation (“LKCM”) and LKCM Funds, on behalf of the LKCM Small Cap Equity Fund (the “Small Cap Equity Fund”), LKCM Small-Mid Cap Equity Fund (the “Small-Mid Cap Equity Fund”), LKCM Equity Fund (the “Equity Fund”), LKCM Balanced Fund (the “Balanced Fund”), LKCM Fixed Income Fund (the “Fixed Income Fund”) and LKCM International Equity Fund (the “International Equity Fund” and collectively, the “Funds”).

In voting to approve the renewal of the Agreement, the Board considered information furnished throughout the year at regularly scheduled Board meetings, as well as information prepared specifically in connection with the annual renewal process. The Board also considered the overall fairness of the Agreement and factors it deemed relevant with respect to each Fund, including, but not limited to: (1) the nature, extent and quality of the services provided to each Fund; (2) the performance of each Fund as compared to a relevant benchmark, peer group of funds compiled by Lipper, Inc. (“Lipper”) and an account managed by LKCM pursuant to similar investment strategies (“Similar Account”) or a composite (“Composite”) of Similar Accounts; (3) the contractual advisory fee rate, actual advisory fee rate and net expense ratio of each Fund, how those compared to a peer group of funds compiled by Broadridge Financial Solutions, Inc. (“Broadridge”), and how each applicable Fund’s contractual advisory fee rate compared to the Similar Accounts; (4) the costs of services provided to the Funds and the profitability of LKCM with respect to such services; (5) the extent to which economies of scale would be realized by LKCM as a Fund grows and whether the fee levels reflect economies of scale for the benefit of investors; and (6) any other benefits derived by LKCM from its relationship with the Funds. The Board did not identify any single factor or item of information as controlling, and each Board member may have accorded different weights to the various factors in reaching his conclusions with respect to the Agreement.

In considering the renewal of the Agreement, the Board requested and considered a broad range of information provided by LKCM, including, but not limited to, reports relating to each Fund’s performance and expenses, information regarding the Similar Accounts, certain portfolio compliance policies and the background and experience of the portfolio managers. In addition, the Board considered a memorandum from its legal counsel regarding the Board’s legal duties in considering the renewal of the Agreement. The Board also meets each quarter to review the Funds’ performance and expenses and various aspects of the Funds’ operations.

Nature, Extent and Quality of Services. The Board reviewed and considered the nature, extent and quality of the advisory services provided by LKCM to each Fund under the Agreement. The Board considered that LKCM was established in 1979 and provides investment management services to private funds, foundations, endowments, pension plans, trusts, estates, high net worth individuals and other clients. The Board recognized that LKCM is responsible for managing the Funds, including identifying investments for the Funds, monitoring the Funds’ investment programs, executing trades and overseeing the Funds’ performance and compliance with applicable rules and regulations and the Funds’ investment policies. The Board considered LKCM’s financial resources, insurance coverage, culture of compliance and compliance operations that support the Funds. The Board also considered LKCM’s representation that it has invested considerable resources into the firm and its personnel to augment investment management and client service. The Board reviewed information regarding the portfolio managers and other key personnel who provide services to each Fund and considered LKCM’s representation that the firm historically has experienced low personnel turnover. The Board also considered LKCM’s representation that the firm has implemented a compensation structure designed to attract and retain highly qualified investment professionals.

The Board also reviewed the compliance services provided to the Funds by LKCM, including LKCM’s oversight of the Funds’ day-to-day operations. The Board considered the quality of LKCM’s compliance personnel. In addition, the Board considered LKCM’s summary of its oversight of the Funds’ key service providers. The Board also considered LKCM’s description of its best execution practices and noted LKCM’s representation that its soft-dollar and commission-sharing arrangements for client transactions (including those for the Funds) comply with the requirements of the safe harbor provided by Section 28(e) of the Securities Exchange Act of 1934, as amended.

Performance of the Funds. The Board considered the performance of each Fund compared to the Fund’s benchmark index (“benchmark”), peer groups of funds compiled by Broadridge and Lipper, and a Lipper peer group index (“Lipper Index”) for various time periods ended December 31, 2019. Additionally, the Board considered LKCM’s discussion of each Fund’s performance.

The Board noted LKCM’s representation that its investment strategy for the Funds focuses on investments in higher quality companies that meet LKCM’s stringent investment criteria, which LKCM believes have not been characteristics that have driven the performance of certain funds’ benchmarks in prior years, and considered that these factors had adversely affected the performance of the Small Cap Equity Fund and Small-Mid Cap Equity Fund during the longer-term periods ended December 31, 2019. The Board also considered certain additional factors cited by LKCM as contributing to or detracting from a Fund’s performance during the prior year.

The Board noted that the Small Cap Equity Fund outperformed its benchmark, the Russell 2000 Index, and its Lipper Index for the three-year and since-inception periods, but underperformed its benchmark and Lipper Index for the one-year, five-year and ten-year periods.

The Board noted that the Small-Mid Cap Equity Fund outperformed its benchmark, the Russell 2500 Index, and its Lipper Index for the one-year and three-year periods, but underperformed its benchmark and Lipper Index for the five-year and since-inception periods.

The Board noted that the Equity Fund underperformed its benchmark, the S&P 500 Index, for the one-year, three-year, five-year, ten-year and since-inception periods. The Board also noted that the Equity Fund outperformed its Lipper Index for the one-year, three-year, ten-year and since-inception periods, but underperformed its Lipper Index for the five-year period.

The Board noted that the Balanced Fund had outperformed the Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index for the one-year, three-year, five-year, ten-year and since-inception periods. The Board also noted that the Balanced Fund underperformed the S&P 500 Index for the one-year, three-year, five-year, ten-year and since-inception periods. The Board also compared the Balanced Fund's performance to a custom blended index that reflected the Fund's historical allocation to equity and fixed income securities ("Blended Index"). The Board noted that the Balanced Fund outperformed the Blended Index for the since-inception period, but underperformed the Blended Index for the one-year, three-year, five-year and ten-year periods. The Board also noted that the Balanced Fund outperformed the Lipper Index for the one-year, three-year, five-year, ten-year and since-inception periods.

The Board noted that the Fixed Income Fund underperformed its benchmark, the Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index, for the one-year, three-year, five-year, ten-year and since-inception periods. The Board also noted that the Fixed Income Fund outperformed its Lipper Index for the one-year, three-year, five-year, ten-year and since-inception periods.

The Board noted that the International Equity Fund outperformed its benchmark, the MSCI EAFE Index, and its Lipper Index, for the since-inception period.

The Board also considered the performance of each Fund against its Similar Account or Composite, as applicable. The Board considered LKCM's explanation that underperformance, if any, generally was attributable to tax considerations attendant to the management of a Fund that do not apply to non-taxable portfolios included in the Composite, the timing of cash flows resulting from shareholder purchase and redemption activities and, in the case of the International Equity Fund, the Fund's cash position in connection with the initial investment of the Fund's assets after the commencement of operations.

Fees and Expenses. The Board considered each Fund's contractual advisory fee rate, effective advisory fee rate (the contractual advisory fee rate net of fee waivers and/or expense reimbursements), total expense ratio and net expense ratio (the total expense ratio, including Rule 12b-1 fees and non-Rule 12b-1 service fees, after fee waivers and/or expense reimbursements). The Board also considered that LKCM had contractually agreed to continue the current fee waivers and expense caps in effect for each Fund through May 1, 2021.

The Board compared the contractual advisory fee rate, effective advisory fee rate and net expense ratio of each Fund to a category of similar funds compiled by Broadridge ("Expense Group") and a broader category comprised of the Fund, the Expense Group and other similar retail funds ("Expense Universe"). The Broadridge reports did not include a comparison of a Fund's contractual advisory fee rate relative to the Expense Universe. For the Expense Group, contractual advisory fee rates were compared at a Fund's asset level. The first quartile in an Expense Group and Expense Universe represents those funds with the lowest fees or expenses.

The Board generally considered that, although certain of the Funds' contractual advisory fee rates are higher than those of their peers, the expense cap arrangements generally cause the Funds' effective advisory fee rates and overall net expense ratios to be lower than, or in line with, those of their peers.

The Board noted that the contractual advisory fee rate for the Small Cap Equity Fund was in the first quartile of its Expense Group and the Fund's effective advisory fee rate was in the first quartile of its Expense Group and Expense Universe. The Board also considered that the Small Cap Equity Fund's net expense ratio was in the first quartile of its Expense Group and Expense Universe. In this case, the Small Cap Equity Fund's contractual advisory fee rate, effective advisory fee rate and net expense ratio were lower than the median of its Expense Group and Expense Universe, as applicable.

The Board noted that the contractual advisory fee rate for the Small-Mid Cap Equity Fund was in the first quartile of its Expense Group and the Fund's effective advisory fee rate was in the first quartile of its Expense Group and Expense Universe. The Board also considered that the Small-Mid Cap Equity Fund's net expense ratio was in the first quartile of its Expense Group and Expense Universe. In this case, the Small-Mid Cap Equity Fund's contractual advisory fee rate, effective advisory fee rate and net expense ratio were lower than the median of its Expense Group and Expense Universe, as applicable.

The Board noted that the contractual advisory fee rate for the Equity Fund was in the second quartile of its Expense Group and the Fund's effective advisory fee rate was in the first quartile of its Expense Group and Expense Universe. The Board also considered that the Equity Fund's net expense ratio was in the first quartile of its Expense Group and second quartile of its Expense Universe. In this case, the Equity Fund's contractual advisory fee rate was equal to the median of its Expense Group, and its effective advisory fee rate and net expense ratio were lower than the median of its Expense Group and Expense Universe, as applicable.

The Board noted that the contractual advisory fee rate for the Balanced Fund was in the first quartile of its Expense Group and the Fund's effective advisory fee rate was in the first quartile of its Expense Group and Expense Universe. The Board also considered that the Balanced Fund's net expense ratio was in the first quartile of its Expense Group and Expense Universe. In this case, the Balanced Fund's contractual advisory fee rate, effective advisory fee rate and net expense ratio were lower than the median of its Expense Group and Expense Universe, as applicable.

The Board noted that the contractual advisory fee rate for the Fixed Income Fund was in the fourth quartile of its Expense Group and the Fund's effective advisory fee rate was in the first quartile of its Expense Group and Expense Universe. The Board also considered that the Fixed Income Fund's net expense ratio was in the first quartile of its Expense Group and Expense Universe. In this case, the Fixed Income Fund's contractual advisory fee rate was higher than the median of its Expense Group and the effective advisory fee rate and net expense ratio were lower than the median of its Expense Group and Expense Universe, as applicable.

The Board noted that the contractual advisory fee rate for the International Equity Fund was in the second quartile of its Expense Group and the Fund's effective advisory fee rate was in the first quartile of its Expense Group and Expense Universe. The Board also considered that the International Equity Fund's net expense ratio was in the first quartile of its Expense Group and the second quartile of its Expense Universe. In this case, the International Equity Fund's contractual advisory fee rate was equal to the median of its Expense Group, and its effective advisory fee rate and net expense ratio were lower than the median of its Expense Group and Expense Universe, as applicable.

The Board also considered the advisory fee rates generally charged by LKCM to Similar Accounts and noted LKCM's explanation that the fee rates charged by LKCM to the Funds and its Similar Accounts differ primarily as a result of the greater regulatory, compliance and related expenses incurred by LKCM in providing investment management services to the Funds as compared to the Similar Accounts.

Costs, Profitability and Economies of Scale. The Board considered LKCM's costs in rendering services to the Funds and the profitability of LKCM. The Board reviewed the fees paid by each Fund, except the International Equity Fund, to LKCM for the last three calendar years. The Board reviewed the fees paid by the International Equity Fund to LKCM for the last calendar year. The Board also reviewed the estimated profit and loss statement provided by LKCM on a Fund-by-Fund basis for the past calendar year, before and after any distribution payments made by LKCM. The Board noted that, during the year, LKCM had invested significant resources to cap the Funds' net expense ratios and facilitate the distribution of the Funds. With respect to economies of scale, the Board considered that the Funds generally benefit from competitive effective advisory fee rates and net expense ratios despite not having reached an asset size at which economies of scale traditionally would be considered to exist. The Board also considered that, while there are no breakpoints in the Funds' advisory fee rate schedules, LKCM waives fees and/or reimburses expenses to maintain the Funds' effective advisory fee rates and net expense ratios at competitive levels.

Benefits Derived by LKCM from Its Relationship with the Funds. The Board requested and considered information regarding the potential fall-out benefits to LKCM from its association with the Funds. The Board noted that LKCM believes that both LKCM and the Funds benefit from LKCM's soft-dollar and commission-sharing arrangements, which enhance the level of research that LKCM performs on the Funds' portfolio companies. The Board also noted that LKCM believes its relationship with the Funds provides an indirect benefit to both parties in the form of enhanced recognition among institutional and other investors, consultants and other members of the financial community. The Board considered the indirect benefits to LKCM of this recognition, in the form of additional clients with separately managed portfolios or subadvisory relationships with other mutual funds, which also may attract additional investors to the Funds.

Conclusion. Based on its evaluation of these and other factors, the Board: (1) concluded that the fees paid to LKCM under the Agreement are fair and reasonable; (2) determined that shareholders would benefit from LKCM's continued management of the Funds; and (3) approved the renewal of the Agreement with respect to the Funds.

ANNUAL REPORT REGARDING LIQUIDITY RISK MANAGEMENT PROGRAM

Pursuant to Rule 22e-4 under the Investment Company Act of 1940, as amended (the “Liquidity Rule”), LKCM Funds (the “Trust”) has adopted a liquidity risk management program (“Program”). The Program sets forth the Trust’s policies and procedures with respect to the management of liquidity risk for the separate series of the Trust (each, a “Fund”). Liquidity risk is generally defined as the risk that a Fund could not meet a request to redeem shares issued by the Fund without significant dilution of the interest of the remaining shareholders of the Fund.

As required by the Liquidity Rule, the Program addresses: (1) the assessment, management and periodic review of each Fund’s liquidity risk; (2) the liquidity classification of each Fund’s portfolio investments as a highly liquid, moderately liquid, less liquid or illiquid investment; (3) the determination of a highly liquid investment minimum (“HLIM”) for a Fund that does not primarily hold highly liquid investments, and procedures to respond to a shortfall in a Fund’s HLIM; (4) a limitation on each Fund’s investment in illiquid investments of 15% of the Fund’s net assets; and (5) redemptions in kind.

The Trust’s board of trustees (“Board”) has reviewed and approved the Program. The Board has designated Luther King Capital Management Corporation (“LKCM”), the Trust’s investment adviser, as the Program administrator (“Administrator”) with responsibility for administering the Program.

At a meeting of the Board held on May 19, 2020, the Board reviewed a written report (“Report”) from the Administrator addressing the operation of the Program and assessing the adequacy and effectiveness of its implementation, for the period commencing with the Program’s partial implementation on June 1, 2019 through March 31, 2020. The Report reflected that each Fund was invested primarily in highly liquid assets and had sufficient cash flows to manage its liquidity requirements. The Report concluded that the Program is adequate and effective in managing the Funds’ liquidity risks.

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
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LKCM FUNDS
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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
111 East Kilbourn Avenue, Suite 2200
Milwaukee, WI 53202
