

To Our Shareholders

The Dodge & Cox Balanced Fund—Class I had a total return of 8.56% for the six-month period ended June 30, 2025, compared to a return of 5.46% for the Combined Index (a 60/40 blend of stocks and fixed income securities).¹

MARKET COMMENTARY

Uncertainty surrounding the Trump administration's policy decisions set the tone for financial markets during the first half of 2025. Financial markets were whipsawed by tariff announcements and concerns about economic growth through early April, but rebounded quickly as tariff pauses and progress in trade negotiations bolstered investor sentiment. Despite the market turmoil and policy uncertainty, the U.S. economy has remained broadly resilient. The labor market steadily added jobs while the unemployment rate ticked down, inflation remained contained in the face of higher tariffs, and the Federal Reserve continues to be patient and data dependent with its “wait-and-see” stance.

Notwithstanding volatility, the S&P 500 hit a record high in the second quarter, returning 10.9% for the quarter and 6.2% year to date as of June 30. In a reversal from the first quarter, Information Technology was the strongest-performing sector. The “Magnificent Seven” stocks had mixed returns for the six-month period, with Microsoft, NVIDIA, and Meta contributing significantly to Index returns, while Apple and Tesla lagged meaningfully. The valuation disparity between value and growth U.S. stocks widened as growth rebounded during the second quarter. Meanwhile, outside of the United States, international and emerging market stocks also performed strongly as they benefited from a weaker U.S. dollar, reasonable valuations, and notable technological advances.

Within bond markets, interest rates and credit spreads both experienced wide swings, but markets recovered by the end of June. The Bloomberg U.S. Agg returned 4.0% year to date.

INVESTMENT STRATEGY

During periods of heightened market volatility, we maintain our disciplined investment approach, which is underpinned by an emphasis on valuation and informed by our extensive company and sector knowledge across equities and fixed income. We focus on company fundamentals and our assessment of long-term value. We rigorously evaluate each company's management, operating performance, and financial condition to assess and optimize the Fund's risk/reward. In volatile markets, we adjust portfolio positioning based on valuation changes and the operating outlook for the Fund's holdings.

Asset Allocation & Risk Management

Assessing the appropriate asset allocation between equities and fixed income securities for the Fund is an integral and ongoing part of our active and rigorous, bottom-up investment process.

In recent years, we have made several gradual adjustments to the Fund's asset allocation in an effort to reduce the Fund's risk posture in light of valuation levels and our outlook. Most notably, we reduced the Fund's equity weight well below its average over the past ten years and increased exposure to international equities and companies in less cyclical sectors. We have also utilized other security types, in addition to stocks and bonds, to adjust exposures, including equity index futures, hybrid securities, and Treasury Inflation-Protected Securities (TIPS).

We believe the Fund's current positioning reflects a well-diversified portfolio with the potential to generate attractive long-term, risk-adjusted returns in a variety of economic and market environments. As of June 30, the Fund held 46.2% in U.S. equities, 17.9% in non-U.S. equities, and 35.9% in fixed income securities plus cash.²

Equity

Within the equity portion of the Fund, we continued trimming exposure to certain companies that had performed well, most notably in the Financials sector. Meanwhile, we added to companies with durable franchises and less economic sensitivity as well as to non-U.S. issuers to temper portfolio risk, enhance diversification, and increase return potential. For example, we added to the Fund's position in the Health Care sector, with UnitedHealth Group (highlighted below) being our largest add in the sector.³ We also initiated a position in the Dodge & Cox Emerging Markets Stock Fund (discussed below).

Defensive Opportunities in HealthCare: UnitedHealth Group

UnitedHealth Group (UNH) is the largest U.S. health insurer, with business segments in insurance, pharmacy benefit management (PBM), and other health care-related services. The stock has been a long-term holding in the Fund. Recently, UNH has faced significant challenges, including prolonged and heightened regulatory concerns and margin pressures. There is a renewed political push for lower drug prices from the current U.S. administration, along with scrutiny of the PBM business model, raising concerns about its long-term profitability. Additionally, the company is dealing with weakness in the Medicare Advantage (MA) market, which provides health insurance to seniors. Management turnover has been significant: the former CEO of the health insurance segment—Brian

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Mutual fund performance changes over time and may be significantly lower than stated above. Performance is updated and published monthly. Visit the Fund's website at dodgeandcox.com or call 800-621-3979 for current month-end performance figures.

Thompson—was fatally shot in late 2024, Andrew Witty (the CEO of the parent UNH) unexpectedly stepped down in May 2025, and former CEO Stephen Hemsley (2006-2017) returned to lead the company. There has been considerable pressure on UNH's share price, as the stock declined 38% in the first half, and its valuation reached its lowest level in over a decade.

While UNH faces challenges, the company is on a path to margin expansion and profit recovery in our opinion. MA is a short-tailed insurance business, where premiums are repriced regularly, which provides an opportunity for margin improvement. We also believe that the return of Stephen Hemsley as CEO will improve management execution, as the company performed well during his previous tenure. UNH is currently trading at a discount compared to the overall market, the Health Care sector, and its historical valuation. Recently, we increased the Fund's exposure to UNH—one of the largest portfolio additions in the first half of the year.

Attractive Valuations & Diversification Benefits: Emerging Market Equities

We continue to focus on diversifying the Fund's exposures across multiple dimensions to enhance its risk-adjusted return potential. Geographic diversification, including emerging markets (EM), is one of the levers that we can pull to achieve this goal. As such, the Fund has had a meaningful allocation to several EM companies since 2021.

While international and EM equity markets have delivered strong performance in recent years, they have lagged their U.S. counterparts. This performance has contributed to a valuation gap between international and U.S. equities, and as a result, has presented attractive investment opportunities outside of the United States with the added benefit of diversification for the Fund.

To capitalize on favorable international valuations and increase diversification, we initiated a 1.5% position in the Dodge & Cox Emerging Markets Stock Fund. This position provides efficient exposure to a diverse group of approximately 200 EM companies, including many small- and mid-cap issuers. Despite this purchase, the equity portfolio's target EM allocation remains unchanged as we chose to simultaneously trim certain EM positions.

Fixed Income

While we made a handful of adjustments in response to changing valuations, we maintained the relatively defensive positioning in the fixed income portion of the Fund relative to history. The Fund's Credit sector remains sizable yet below its long-term average weighting, reflecting our valuation-disciplined approach as credit has performed well. The Fund also maintains healthy exposure to the Securitized sector and a smaller allocation to U.S. Treasuries. As a result of this positioning, as well as individual security selection within each sectors, the Fund has a higher yield than the Bloomberg U.S. Agg, which can be an important driver of relative returns over the long term. Finally, the Fund remains conservatively positioned with respect to duration due to concerns that higher yields could hurt both equity and fixed income returns.

Credit Sector: Idiosyncratic Investments Amid a Tight Spread Environment

Continuing our activity in 2024, we maintained a disciplined approach to managing credit risk amid the compressed spread environment. The result is a portfolio Credit sector weighting that is roughly nine percentage points lower than it was 18 months ago. This reduction reflects our caution about assuming substantial credit risk as broad credit spreads remain historically tight and thus valuations are, in our view, broadly overpriced relative to fundamentals.

Notwithstanding this theme, we continued to seek out idiosyncratic, attractively priced opportunities over the past six months. For example, we initiated positions in a number of new issuers, including Mars. Mars is a high-quality, multinational food products company that issued debt in March to help finance its acquisition of Kellanova, the snacks business spun off by the Kellogg Company. Mars is a privately owned company operating in two highly attractive consumer staples categories: pet care and snacking. The company's profitability is stable due to high brand loyalty and low private label penetration, resulting in consistent cash flow generation. Despite the risks of reduced snacking demand due to the popularity of GLP-1 weight loss drugs and potential integration challenges with the Kellanova acquisition, we believe bondholders are well compensated at current valuations.

We believe the Mars purchase exemplifies our active investment process to build a portfolio of differentiated credit issuers versus the broader market. We remain focused on companies with ample liquidity, solid balance sheets, strong cash flow, and experienced management teams. While we recognize the potential for future volatility and the risk of wider credit spreads, we believe our disciplined underwriting process, along with the portfolio's yield cushion, will mitigate the impact of potential price declines over time.

Securitized Sector: Strong Fundamentals & Compelling Valuations

We continue to have conviction in the Fund's Securitized sector exposures, which are generally comprised of low coupon (primarily 2.0-4.5% coupons) fixed-rate Agency⁴ mortgage-backed securities (MBS) holdings. From a fundamental standpoint, cash-flow variability—the principal risk for Agency MBS investors—remains muted. The 2020-2021 refinancing wave, followed by the sharp rise in mortgage rates (now around 6.75% for a 30-year fixed-rate mortgage), has removed any meaningful rate incentive for most borrowers to refinance. Concurrently, technical factors—most notably a pullback in buying demand from large U.S. banks and the Federal Reserve since early 2023—have kept yield spreads near long-term averages.

Interest Rate & Inflation Risk

It is important to examine the Fund's interest rate and inflation risk in the context of the Fund's overall positioning, as it can impact both equity and fixed income investments. As such, the Fund remains conservatively positioned with respect to duration, in part due to concerns about the higher correlation of stocks and bonds, as well as in acknowledgment of the risk that long-term rates could potentially move higher over time due to inflationary, fiscal, or other pressures. To further hedge inflation risk and benefit from attractive real yields, we have continued to utilize TIPS and increased the position to 5% this year.

IN CLOSING

We remain optimistic about the long-term outlook for the Fund, which is diversified across a broad range of sectors and investment themes. Thank you for your continued confidence in Dodge & Cox. As always, we welcome your comments and questions.

For the Board of Trustees,

A handwritten signature in black ink that reads "Dana M. Emery". The signature is fluid and cursive, with the first letters of each name being capitalized and prominent.

Dana M. Emery, Chair and President

July 31, 2025

IN MEMORIAM: **Charles Pohl** (1958-2025)

We mourn the passing of our longtime colleague and friend, Charles Pohl. Charles joined Dodge & Cox in 1984 and served the firm with exceptional dedication for more than three decades, retiring in 2022. As Chairman and Chief Investment Officer, he was a steadfast steward of the firm's culture and investment approach. Charles was known for his intellect, passion for investing, and unwavering commitment to our clients. We honor his memory with deep gratitude for his enduring contributions to Dodge & Cox. His legacy continues to guide and inspire us.

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1. All returns are stated in U.S. dollars, unless otherwise noted. The Funds' total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividend and/or interest income but, unlike Fund returns, do not reflect fees or expenses. The Class X shares inception date is May 2, 2022. The returns shown prior to that date are for the Class I shares. The Combined Index reflects an unmanaged portfolio (rebalanced monthly) of 60% of the S&P 500 Index, which is a market capitalization-weighted index of 500 large-capitalization stocks commonly used to represent the U.S. equity market, and 40% of the Bloomberg U.S. Aggregate Bond Index (Bloomberg U.S. Agg), which is a widely recognized, unmanaged index of U.S. dollar-denominated, investment-grade, taxable fixed income securities. The Fund may, however, invest up to 75% of its total assets in equity securities.
 2. Unless otherwise specified, all weightings and characteristics are as of June 30, 2025.
 3. The use of specific examples does not imply that they are more or less attractive investments than the portfolio's other holdings.
 4. The U.S. Government does not guarantee the Fund's shares, yield, or net asset value. The agency guarantee (by, for example, Ginnie Mae, Fannie Mae, or Freddie Mac) does not eliminate market risk.

Balanced Fund's Ten Largest Equity Holdings (as of June 30, 2025): The Charles Schwab Corp. (2.5% of the Fund), CVS Health Corp (2.3%), Fiserv, Inc. (1.9%), Alphabet, Inc. (1.6%), RTX Corp. (1.5%), Wells Fargo & Co. (1.4%), GSK PLC (United Kingdom) (1.4%), Charter Communications, Inc. (1.3%), Occidental Petroleum Corp. (1.3%), and Microsoft Corp. (1.3%).

Ten Largest Fixed Income Issuers (as of June 30, 2025): Fannie Mae (5.7% of the Fund), Freddie Mac (5.4%), U.S. Treasury Note/Bond (5.2%), Ginnie Mae (1.9%), Navient Student Loan Trust (0.9%), British American Tobacco PLC (0.8%), Citigroup, Inc. (0.7%), Petroleos Mexicanos (0.7%), Ford Motor Credit Co. LLC (0.5%), and Charter Communications, Inc. (0.5%).

Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit dodgeandcox.com or call 800-621-3979. Please read the [prospectus](#) and [summary prospectus](#) carefully before investing.

Diversification does not ensure a profit or guarantee against loss.

See [Disclosures](#) for a full list of financial terms and Index definitions.

Established in 1930, Dodge & Cox is one of the largest independently owned investment firms in the world. We manage money for individuals and institutions using a single value-oriented investment philosophy across a focused set of strategies.



Fund Inception
June 26, 1931



Diversified Portfolio



of Equity Issuers
89



of Credit Issuers
51

Details

Expense Ratio	0.52%
Total Net Assets (billions)	\$14.6
CUSIP	256201104
Distribution Frequency	Quarterly
30-Day SEC Yield ²	2.51%
Portfolio Turnover ³	17%
(1/1/2025 to 6/30/2025, unannualized)	

No sales charges or distribution fees

Asset Allocation

U.S. Equity ⁴	46.2
Non-U.S. Equity ⁵	17.9
Fixed Income ⁶	33.6
Net Cash & Other ⁷	2.3

Risk Metrics (5 Years)

Beta ⁸	0.90
Standard Deviation ⁹	11.96

Investment Committee

Managed by the Balanced Fund Investment Committee, whose members' average tenure at Dodge & Cox is 19 years.

Investment Objective

Dodge & Cox Balanced Fund seeks income and long-term capital appreciation.

Investment Approach

The Fund offers investors a highly selective, actively managed mutual fund, diversified across equity and fixed income.

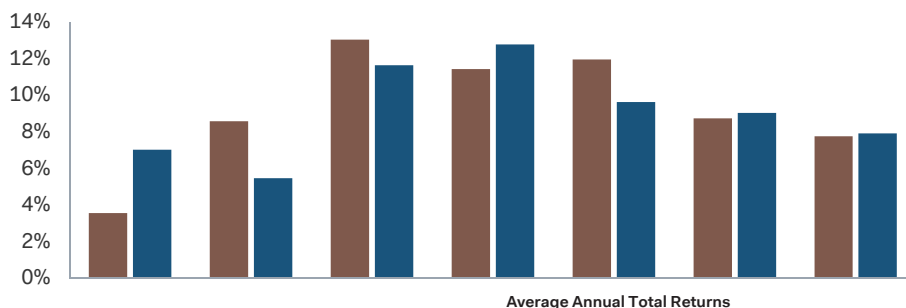
Generally, we:

- Invest a portion of the Fund's portfolio in equity investments that, in our opinion, appear to be temporarily undervalued by the stock market but have a favorable outlook for long-term growth.
- Invest a portion of the Fund's portfolio in investment-grade debt securities including government and government related obligations, mortgage- and asset-backed securities, corporate and municipal bonds, and other debt securities. The Fund may also invest in below investment-grade debt securities.
- Allocate between equity and debt investments based on our assessment of the potential risks and returns for each asset class over a three- to five-year horizon.

Performance¹

Total Returns (%)

Combined Index (60%
S&P 500 / 40%
Bloomberg U.S.
Aggregate Bond Index
(BBG U.S. Agg))



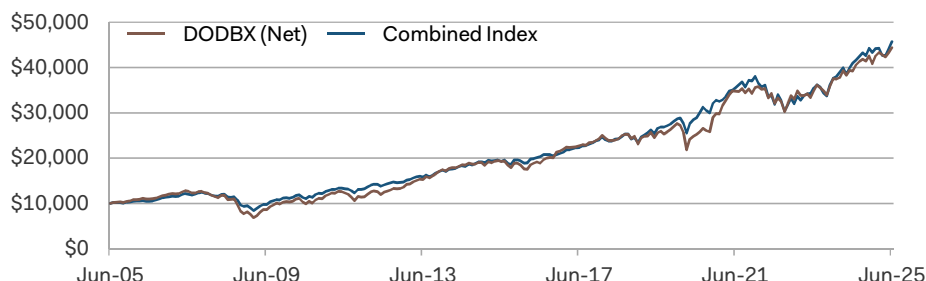
■ DODBX (Net)

■ Combined Index

Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Mutual fund performance changes over time and may be significantly lower than stated above. Performance is updated and published monthly. Visit the Fund's website at dodgeandcox.com or call 800-621-3979 for current month-end performance figures.

Hypothetical Growth of \$10,000¹

For an investment made on June 30, 2005



David Hoeft
CIO (32 yrs at Dodge & Cox)



Lucy Johns
Director of Fixed Income (23 yrs)



Phil Barret
Global Industry Analyst (21 yrs)



Matt Schefer
Fixed Income Analyst (17 yrs)



Ben Garosi
Global Industry Analyst (16 yrs)



Robert Turley
Portfolio Strategy Analyst (12 yrs)



Tom Powers
Macro Analyst (9 yrs)

Portfolio Breakdown (% of Fund)

Equity Sectors ⁴			Fixed Income Sectors ⁶			Credit Quality ¹⁰		
Health Care	16.5		U.S. Treasury	5.2		AAA	1.3	
Financials	15.3		Government-Related	1.1		AA	19.5	
Industrials	6.9		Securitized	15.6		A	2.2	
Communication Services	5.4		Corporate	11.6		BBB	8.4	
Information Technology	3.7					BB	1.5	
Materials	3.5					B	0.8	
Consumer Discretionary	2.9					CCC and Below	-	
Consumer Staples	2.6					Not Rated	-	
Energy	2.3							
Real Estate	2.3							
Utilities	1.7							

Five Largest Equity Positions (% of Fund) ^{5,11}			Portfolio Characteristics			Fund	S&P 500	BBG U.S. Agg
The Charles Schwab Corp.	2.5		Equity ⁵					
CVS Health Corp.	2.3		Price-to-Earnings (forward) ^{12,13}	13.6x	22.8x			-
Fiserv, Inc.	1.9		Price-to-Cash Flow ¹⁴	9.8x	19.8x			-
Alphabet, Inc.	1.6		Price-to-Sales ¹⁴	1.0x	3.5x			-
RTX Corp.	1.5		Price-to-Book Value	2.1x	4.9x			-
			Weighted Average Market Cap. (billions) ¹⁵	\$275	\$1,147			-
			Median Market Cap. (billions) ¹⁶	\$43	\$36			-
Five Largest Credit Issuers (% of Fund) ^{6,11}								
British American Tobacco PLC	0.8		Fixed Income ⁶					
Citigroup, Inc.	0.7		Yield to Worst ¹⁷	4.9%	-			4.5%
Petroleos Mexicanos	0.7		Effective Duration (years) ¹⁸	4.5	-			6.1
Ford Motor Credit Co. LLC	0.5		Effective Maturity (years)	12.8	-			8.3
Charter Communications, Inc.	0.5							

- Risks
- The Fund invests in individual stocks, bonds and other securities whose market values fluctuate within a wide range, so that your investment may be worth more or less than its original cost. The Fund's performance could be hurt by equity risk, market risk, manager risk, liquidity risk, geographic risk and derivatives risk. In addition the Fund's fixed income performance could be hurt by interest rate risk, credit risk, below-investment grade securities risk, mortgage- and asset-backed securities risk, to-be-announced transaction risk, and call risk. Please read the [prospectus](#) for specific details regarding the Fund's risk profile.
- 1

All returns are stated in U.S. dollars, unless otherwise noted. The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividend and/or interest income but, unlike Fund returns, do not reflect fees or expenses.
- 2

SEC Yield is an annualization of the Fund's net investment income for the trailing 30-day period. Dividends paid by the Fund may be higher or lower than implied by the SEC Yield.
- 3

Portfolio Turnover is calculated as the lesser of the portfolio purchases or sales divided by the average portfolio value for the period.
- 4

May include direct and synthetic equity investments. Excludes investment in Dodge & Cox Emerging Markets Stock Fund.
- 5

May include direct and synthetic equity investments. Also includes Dodge & Cox Emerging Markets Stock Fund.
- 6

Includes certain preferred securities classified by Dodge & Cox as corporates.
- 7

Net Cash & Other includes cash, short-term investments, unrealized gain (loss) on derivatives, receivables, and payables.
- 8

Beta is a measure of the volatility—or systematic risk—of a portfolio compared to the benchmark measured over a specified time period.
- 9

Standard Deviation measures the volatility of the Fund's returns. Higher Standard Deviation represents higher volatility.
- 10

The credit quality distribution shown for the Fund is based on the middle of Moody's, S&P, and Fitch ratings, which is the methodology used by Bloomberg in constructing its indices. A rating of AAA is the highest possible credit rating, while a rating in the C's or D's is the lowest. If a security is rated by only two agencies, the lower of the two ratings is used. Please note the Fund applies the highest of Moody's, S&P, and Fitch ratings to determine compliance with the quality requirements stated in its prospectus. On that basis, the Fund held 0.9% in securities rated below investment grade. For consistency purposes, we use the S&P and Fitch rating categories. The credit quality of the investments in the portfolio does not apply to the stability or safety of the Fund or its shares.
- 11

The Fund's portfolio holdings are subject to change without notice. The mention of specific securities is not a recommendation to buy, sell, or hold any particular security and is not indicative of Dodge & Cox's current or future trading activity.
- 12

Price-to-Earnings (forward) ratios are calculated using 12-month forward earnings estimates from third-party sources as of the reporting period. Estimates reflect a consensus of sell-side analyst estimates, which may lag as market conditions change.
- 13

The portfolio's Price-to-Earnings ratios exclude extraordinary items and negative earnings. Benchmark figures include extraordinary items and negative earnings.
- 14

Portfolio calculation excludes Financials, Utilities, and Real Estate.
- 15

This figure sums the product of each holding's company market capitalization (market price multiplied by the number of shares outstanding) and weighting in the portfolio.
- 16

Median market capitalization represents the midpoint of market capitalization for all of the equity securities in the portfolio. Half of the securities will have a higher market capitalization and half will have a lower market capitalization. (Market capitalization is a measure of the security's size. It is the market price of a security multiplied by the number of shares outstanding.)
- 17

Yield to Worst is a measure of the lowest possible yield that can be received on a bond that fully operates within the terms of its contract without defaulting. The distribution of this information must be preceded or accompanied by the prospectus.
- 18

Effective Duration is a measure of a portfolio's interest rate sensitivity, including the impact of derivatives used to adjust duration.

Figures represented by a dash are zero or have no associated data while figures represented by a zero may be rounded to zero. Market values for debt securities include accrued interest.

The Combined Index reflects an unmanaged portfolio (rebalanced monthly) of 60% of the S&P 500 Index, which is a market capitalization-weighted index of 500 large-capitalization stocks commonly used to represent the U.S. equity market, and 40% of the Bloomberg U.S. Aggregate Bond Index (BBG U.S. Agg), which is a widely recognized, unmanaged index of U.S. dollar-denominated, investment-grade, taxable fixed income securities. The Fund may, however, invest up to 75% of its total assets in equity securities.

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Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit [dodgeandcox.com](#) or call 800-621-3979. Please read the [prospectus](#) and [summary prospectus](#) carefully before investing.

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