

**Supplement dated September 29, 2009
to the**

**Buffalo Funds®
Prospectus dated July 31, 2009**

Buffalo Small Cap Fund

Effective Monday, October 5, 2009, the Buffalo Small Cap Fund (the “Fund”), a series of Buffalo Funds, will be closed to new direct accounts and new accounts established through all financial intermediaries, including new account purchases through Registered Investment Advisors regardless of whether such Registered Investment Advisors already have clients that are shareholders of the Fund. The Fund will remain open to additional investments by all existing Fund shareholders, as well as new and additional investments made through Employer Sponsored Retirement Plans and platform-level asset allocation models within mutual fund wrap programs.

Your financial institution may be responsible for providing information to the Fund at the time of purchase in order to verify your eligibility to purchase shares of the Fund. The Fund will not accept exchanges from other Buffalo Funds into the Fund unless it is into an existing account with the Fund. Kornitzer Capital Management, Inc., the Fund’s investment advisor (the “Advisor”), believes that closing the Fund as described above is the best way to ensure the Fund can be effectively managed to its objective of long-term growth of capital through the purchase of companies with market capitalizations of \$2 billion or less at time of purchase.

The decision and timing for any future opening or closing of the Fund will be at the discretion of the Advisor. In determining whether to keep the Fund closed as described above, the Advisor will consider factors such as market volatility, net fund flows, market liquidity and company valuations.

For additional details regarding restrictions on new purchases of Fund shares, please call 1-800-49-BUFFALO.

Please retain this supplement with your Prospectus.

The date of this Prospectus supplement is September 29, 2009.