

Tickers: **BUFIX** | **BUIIX**

MORNINGSTAR RATING



Overall Morningstar Rating™ of BUFIX based on risk-adjusted returns among 383 Foreign Large Growth funds as of 3/31/2024.

FUND MANAGEMENT

**Nicole Kornitzer, CFA**

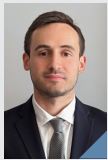
Manager since 2009
23 Years Investment Experience

MBA - INSEAD
M.A. - Columbia University
B.A. - Univ. of Pennsylvania

**Pat Srinivas**

International Equity
Research Analyst
17 Years Investment Experience

MBA - Univ. of Chicago
M.S. - Univ. of Texas-Dallas
B.S. - Karnatak Univ. (India)

**Frank Diebold, CFA**

International Equity
Research Analyst
12 Years Investment Experience

B.A. - Univ. of Pennsylvania

ABOUT US

The Buffalo Funds are a family of 10 actively-managed, no-load mutual funds, which provide a variety of long-term investment options for investors. We believe that patient investing, backed by solid, intelligent research, can be the best way to achieve long-term financial returns.

CONTACT US

800.49.BUFFALO
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1 Given the ongoing interest in the secular trend of Artificial Intelligence (AI) would you please provide an update of how the portfolio is participating in this trend?

The AI theme continues to generate strong performance in many of our portfolio companies as well as a sense of optimism around the trend. The market is experiencing an increase in demand for semiconductor manufacturing equipment and high bandwidth memory as companies in a wide range of industries are engaged in utilizing AI applications. The Fund has continued to participate in the trend by owning semiconductor companies as well as other businesses using applied AI.

For example, ASML and Disco Corp, both providers of semiconductor equipment, were top performers in the Fund in the quarter, as well as Taiwan Semiconductor Manufacturing, the largest semiconductor contract manufacturer in the world, and SK Hynix, the leader in memory chips. In addition, portfolio company SAP, which provides enterprise management software, is seeing a revenue uplift from customer conversions to its cloud software. Over the medium term, SAP should be able to help customers leverage AI to extract efficiencies. Another portfolio example is Medtronic PLC, a medical device company. The company is using AI to review footage of surgeries for training and to automatically plan the various stages of surgical procedures.

2 Would you please share your thoughts on the Japanese market?

Japan's central bank, the Bank of Japan, raised interest rates in March for the first time in 17 years, exiting the negative rate environment. The Bank of Japan has indicated they want to raise rates slowly and, hopefully, pave the way for a smooth transition out of deflation and into an inflationary environment. We are seeing early signs of increased consumer spending and are optimistic about long-term opportunities in Japan.

One example of a Japanese company in the Fund's portfolio is Keyence Corp. which we believe is benefiting from the long-term trends of both the Automation and Global Labor Shortages trends. Many companies are engaged in finding operational efficiencies through automation and less reliance on labor. Keyence develops and manufactures equipment and systems for factory automation, sensors, vision systems, barcode readers, among others. Companies across multiple industries such as automotive, machining, and pharmaceuticals use Keyence products in their day-to-day operations.

3 Would you please comment on any other secular trend where you are finding additional opportunities for the Fund?

At a time of escalating geopolitical tensions with China, companies have sought to reduce their trade reliance on the region. In 2023, Mexico surpassed China to become the largest trading partner with the U.S. Canada is also one of the top three import/export partners with the U.S. The

Nearshoring secular trend is related to this rise in regional trade movement, which translates into increased demand for railways. The Fund owns positions in several companies that stand to benefit from this Nearshoring trend, including the following examples:

- ▶ CNR Railway is a Canadian railway company that has operations in Canada and the U.S. as well as a partnership with a Mexican railroad company. CNR benefits from the fastest route between Canada and Mexico via the U.S. Midwest, transporting commodities such as fertilizers and grains. We believe the company is poised for significant top line growth and margin expansion over the next few years.
- ▶ Ashtead Group is a British industrial equipment rental company with networks in the U.S., UK and Canada. In the U.S., the company is benefiting from the emphasis on building data centers and semiconductor factories onshore.

PERFORMANCE (%) AS OF 3/31/2024

	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Since Inception
Investor Class - BUFIX	5.43	10.89	4.10	9.59	7.64	5.79
Institutional Class - BUPIX¹	5.48	11.08	4.24	9.76	7.80	5.95
FTSE All-World ex US Index	4.54	13.99	2.55	6.70	4.95	3.20
Morningstar Foreign Large Growth Cat. Avg.	6.58	13.00	0.02	7.20	5.71	–
Percentile Rank in Morningstar Cat. – BUFIX		65	18	17	13	
# of Funds in Category		407	383	327	223	
Morningstar Risk Rating			Avg.	Avg.	Avg.	

Expense Ratio: Investor Class 1.04%, Institutional Class 0.89%

Morningstar Rankings based on total return.

Inception dates: BUPIX 9/28/2007, BUPIX 7/1/2019. Average annual total return represents past performance and is no guarantee of future results.

Investment return and principal value will fluctuate and redemption value may be more or less than original cost. Fund performance current to the most recent month-end may be lower or higher than the performance quoted and can be obtained by visiting buffalofunds.com. ¹For performance prior to 7/1/19 (Inception Date of Institutional Class), performance of the Investor Class shares is used and includes expenses not applicable and lower than those of Investor Class shares.

The Fund's investment objectives, risks, charges, and expenses must be considered carefully before investing. The summary and statutory prospectuses contain this and other important information about the investment company and may be obtained by calling (800) 49-BUFFALO or visiting buffalofunds.com. Read them carefully before investing.

Mutual fund investing involves risk. Principal loss is possible. The Fund invests in small and mid-cap companies, which involve additional risks such as limited liquidity and greater volatility than large-cap companies. The Fund invests in foreign securities which involve greater volatility and political, economic, and currency risks as well as differences in accounting methods.

The Morningstar Rating™ for funds, or “star rating,” is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a 3-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating™ for a managed product is derived from a weighted average of the performance figures associated with its 3-, 5-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% 3-year rating for 36-59 months of total returns, 60% 5-year rating/40% 3-year rating for 60-119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all 3 rating periods. The Buffalo International Fund (BUPIX) received 4 stars among 383 for the 3-year, 4 stars among 327 for the 5-year, and 4 stars among 223 Foreign Large Growth funds for the 10-year period ending 3/31/2024 based on risk-adjusted returns. © 2024 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Past performance is no guarantee of future results.**

Morningstar Risk scores for a given time period (three, five, or 10 years) reflect the Fund's Morningstar risk score plotted on a bell curve: Monthly calculations are based on whether the Fund scores in the top 10% of its category, its risk score is considered High; if it falls in the next 22.5% Above Average; a place in the middle 35% is Average; those lower still, in the next 22.5%, are Below Average and the bottom Low. Overall Morningstar risk score is a weighted average of the available three, five, and 10 year Morningstar risk scores. Investments with less than three years of performance history are not rated. The Buffalo International Fund received Morningstar's “Average” Risk Rating for the 3-, 5- and 10-year periods as of 3/31/2024.

Morningstar rankings are based on a fund's average annual total return relative to all funds in the same Morningstar category. Fund performance used within the rankings, reflects certain fee waivers, without which, returns and Morningstar rankings would have been lower. The highest (or most favorable) percentile rank is 1 and the lowest (or least favorable) percentile rank is 100.

The Financial Times Stock Exchange (FTSE) All-World ex US Index is a market-capitalization weighted index representing the performance of around 2200 large cap and mid cap companies in 46 developed and emerging markets worldwide, excluding the US. One cannot invest directly in an index.

Holdings in the Fund as a percentage of net assets as of 12/31/2023: ASML 1.23%, Disco Corp 0.79%, Taiwan Semiconductor Mfg Ltd 1.75%, SK Hynix 1.06%, SAP 1.18%, Medtronic PLC 1.43%, Keyence Corp. 1.37%, CNR Railway 0.00%, Ashtead Group 1.58%. Fund holdings are subject to change and should not be considered a recommendation to buy or sell any security. Holdings for the quarter are not disclosed until 60 days after quarter end.

Kornitzer Capital Management is the advisor to the Buffalo Funds, which are distributed by Quasar Distributors, LLC.