

Flexible Income Fund

Fact Sheet as of December 31, 2017



Ticker: BUF BX | Inception Date: 8/12/1994 | Fund Assets: \$757.54 Million | Expense Ratio: 1.01%

PORTFOLIO MANAGEMENT TEAM



John Kornitzer
Manager since Inception
B.A. – St. Francis University (PA)



Paul Dlugosch, CFA
Co-Manager since 2013
B.S. – University of Iowa

INVESTMENT STRATEGY

The Fund seeks to generate yield as the primary goal and capital appreciation second, with emphasis on the goal of generating income from a variety of yield-focused investment strategies.

The Fund has the ability to find investment opportunities across asset classes and capital structures. By combining various investment strategies, management seeks to employ a diversified approach to generating income for clients. Investments may include dividend-paying equities, high yield bonds, Master Limited Partnerships, and Real Estate Investment Trusts among others.

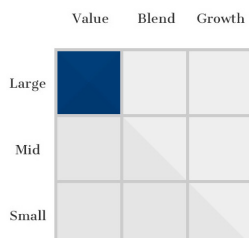
Over time, management will seek to rebalance the portfolio based on the risk/reward profile of each asset class.

OVERALL MORNINGSTAR™ RATING



Out of 316 Allocation—70% to 85% Equity funds as of 12/31/17 (derived from a weighted average of the fund's 3-, 5-, and 10-year risk adjusted return measure).

INVESTMENT STYLE



The Morningstar Style Box™ reveals a fund's investment strategy by showing its investment style and market capitalization based on the fund's portfolio holdings.

PERFORMANCE (%)

Average Annual Returns

As of 12/31/17	3 MO	YTD	1 YR	3 YR	5 YR	10 YR	15 YR	Since Inception
Buffalo Flexible Income Fund	5.50	13.21	13.21	6.84	8.07	6.29	8.84	7.44
ICE BofA ML Combined Index	4.15	16.09	16.09	9.40	11.79	8.26	9.49	9.00
S&P 500 Index (60%)	6.64	21.83	21.83	11.41	15.79	8.50	9.92	9.90
ICE BofA ML HY Master II Index (40%)	0.41	7.48	7.48	6.39	5.80	7.89	8.84	7.66
Morningstar Alloc. 70-85% Equity	4.06	15.80	15.80	6.56	9.22	5.38	7.79	7.28

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.

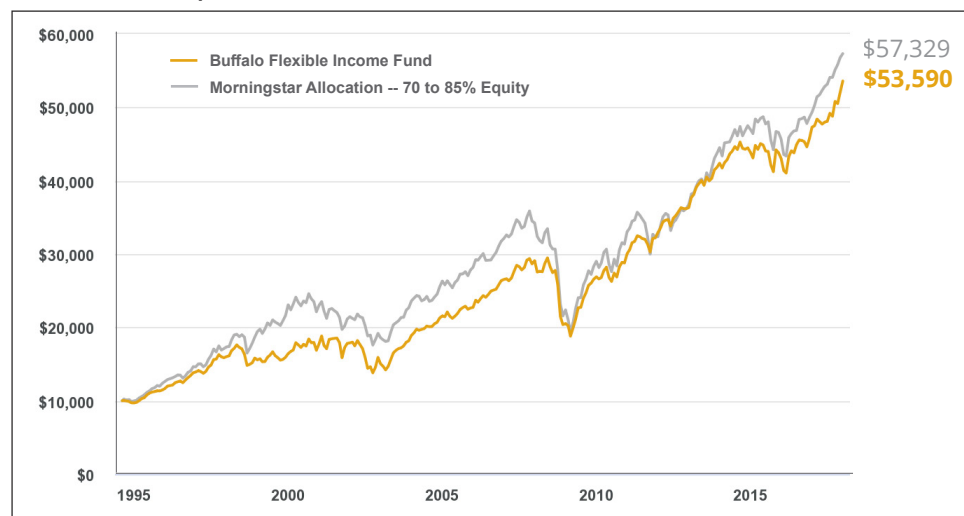
Historical Returns

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Buffalo Flexible Income Fund	13.21	9.90	-1.97	3.59	16.68	10.31	9.63	11.68	31.07	-29.47
ICE BofA ML Combined Index	16.09	14.17	-1.03	9.21	22.40	15.83	3.02	15.11	38.88	-32.76
S&P 500 Index (60%)	21.83	11.96	1.38	13.69	32.39	16.00	2.11	15.06	26.46	-37.00
ICE BofA ML HY Master II (40%)	7.48	17.49	-4.64	2.50	7.42	15.58	4.38	15.19	57.51	-26.39
Morningstar Alloc. 70-85% Equity	16.21	6.03	-0.95	7.00	34.93	14.07	-3.96	24.61	39.11	-43.77

PORTFOLIO CHARACTERISTICS

Number of Equity Holdings	55
Number of Fixed Holdings	17
Median Market Cap	\$65.62 B
Weighted Average Market Cap	\$142.46 B
3-Year Annualized Turnover Ratio	4.36%
Average Duration	2.19 years
Average Maturity	4.24 years
30-Day SEC Yield	0.85%

Growth of \$10,000

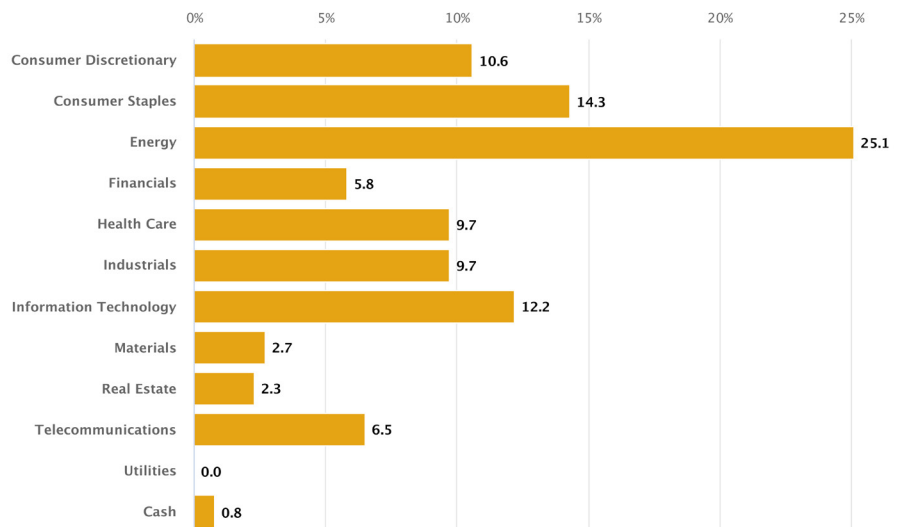


This chart illustrates the performance of a hypothetical \$10,000 investment made in the Fund on the Inception Date through 12/31/17. Assumes reinvestment of dividends and capital gains. This chart does not imply future performance.

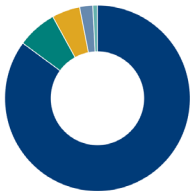
TOP 10 HOLDINGS*

Lions Gate Entertainment (1.250%, 4/15/18)	4.48%
AT&T	3.07%
Boeing	3.05%
Bankrate Inc (6.125%, 8/15/18)	2.94%
HollyFrontier	2.88%
Intel	2.79%
Microsoft	2.78%
Exxon Mobil	2.73%
General Electric	2.64%
Verizon	2.61%
TOP 10 HOLDINGS TOTAL	29.97%

SECTOR WEIGHTS (%)



ASSET ALLOCATION



Common Stock	85.1%
Convertible Bond	6.9%
Corporate Bond	4.9%
REIT	2.3%
Cash	0.8%



The Buffalo Funds are a family of 10 actively-managed mutual funds offering a variety of domestic equity, international equity, and income-generating investment strategies. Located in Mission, Kansas (a suburb of Kansas City), employee-owned Kornitzer Capital Management, Inc. (KCM) has been the exclusive investment advisor to the Funds since inception in 1994.

At KCM, we believe that patient investing backed by solid, intelligent research is the best way to achieve potential long-term financial rewards. Disciplined investment decisions are made using a distinct, time-tested investment approach guided by trend analysis, rigorous fundamental company research, and strict security valuation parameters.

Our fund family is characterized by a long-term growth investment strategy and a team-based, idea-sharing management style. "Trends and Patience" is our mantra, and our great strength.

© 2018 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.**

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 three-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 three-, five-, and 10-year (if applicable) Morningstar Rating™ metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-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 three-year period actually has the greatest impact because it is included in all three rating periods. The Buffalo Flexible Income Fund received 3 stars among 316 for the three-year, 2 stars among 279 for the five-year, and 5 stars among 201 Allocation--70% to 85% Equity funds for the ten-year period ending 12/31/17.

The S&P 500 Index is a capitalization weighted index of 500 large capitalization stocks which is designed to measure broad domestic securities markets. The ICE BofA ML Combined Index is an unmanaged, blended index consisting of 60% of the S&P 500 Index and 40% of the ICE Bank of America Merrill Lynch U.S. High Yield Master II Index. The ICE BofA Merrill Lynch HY Master II Index is an unmanaged index comprised of over 1,200 high yield bonds representative of high yield bond markets as a whole. It includes zero-coupon bonds and payment-in-kind (PIK) bonds. One cannot invest directly in an index.

Market Cap is the market price of an entire company, calculated by multiplying the number of shares outstanding by the price per share. Duration is a measure of the sensitivity of the price of a fixed-income investment to a change in interest rates. Duration is expressed as a number of years. Each Morningstar category average represents a universe of funds with similar objectives.

Asset Allocation and Sector Allocation may not equal 100% due to rounding.

*Top Ten Holdings for the quarter are not disclosed until 60 days after quarter end. Those listed are for the previous quarter. Fund holdings and sector allocations are subject to change and are not recommendations to buy or sell any securities.

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

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