



# Buffalo Mid Cap Discovery Fund

Institutional Class | BUITX

Annual Shareholder Report | March 31, 2025



This annual shareholder report contains important information about the Buffalo Mid Cap Discovery Fund (the “Fund”), Institutional Class for the period of April 1, 2024 to March 31, 2025. You can find additional information about the Fund at <https://buffalofunds.com/our-funds/performance/#literature>. You can also request this information by contacting us at 800-492-8332.

*This report describes changes to the Fund that occurred during the reporting period.*

**WHAT WERE THE FUND COSTS FOR THE PAST YEAR?** (based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Institutional Class	\$83	0.86%

**HOW DID THE FUND PERFORM OVER THE PAST YEAR AND WHAT AFFECTED PERFORMANCE?**

For the 12-month period ended March 31, 2025, the Fund delivered a negative total return on an absolute basis, and underperformed its preferred benchmark, the Russell MidCap® Growth Index.

**WHAT FACTORS INFLUENCED PERFORMANCE?**

It was a difficult period for the Fund with investors bidding up the most expensive and speculative segments of the market. The fastest growing businesses were by far the best performers and were skewed by a small number of stocks. The largest drag was not owning Palantir (PLTR), which we believe is an example of excess. Palantir shares advanced over 265% in the past 12 months and traded at very high multiples of sales and earnings. The company's margins were already at healthy levels, so investors need to make incredibly bullish assumptions for revenue growth to justify the current stock price, much less any future price appreciation. These types of speculative bets with no regard for valuation or downside risk – typically driven by momentum traders and retail investors – are simply out of bounds for our style of investing.

**Top Contributors**

- ↑ Guidewire Software, Inc.
- ↑ Spotify Technology SA
- ↑ Natera, Inc.
- ↑ Insulet Corporation
- ↑ CyberArk Software Ltd.

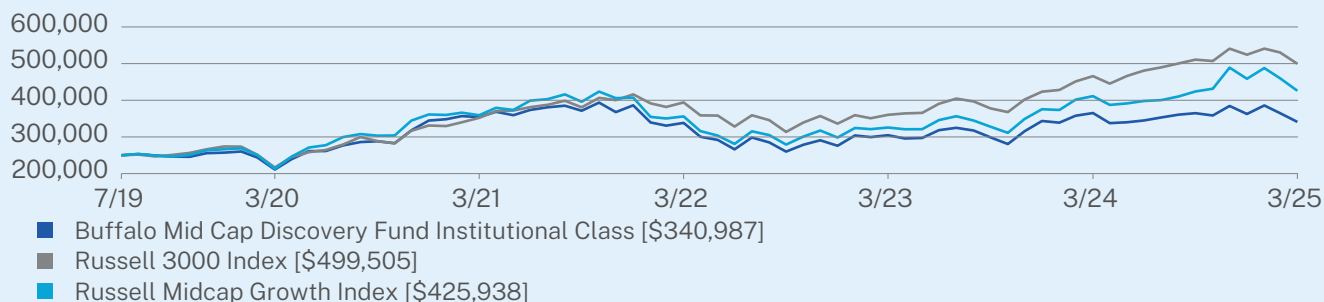
**Top Detractors**

- ↓ DoubleVerify Holdings, Inc.
- ↓ Five Below, Inc.
- ↓ DexCom, Inc.
- ↓ Progyny, Inc.
- ↓ IQVIA Holdings, Inc.

## HOW DID THE FUND PERFORM SINCE INCEPTION?\*

The \$250,000 chart reflects a hypothetical \$250,000 investment in the class of shares noted. The chart uses total return NAV performance and assumes reinvestment of dividends and capital gains. Fund expenses, including management fees and other expenses, were deducted.

### CUMULATIVE PERFORMANCE (Initial Investment of \$250,000)



### ANNUAL AVERAGE TOTAL RETURN (%)

	1 Year	5 Year	Since Inception (07/01/2019)
Buffalo Mid Cap Discovery Fund Institutional Class	-6.63	10.06	5.55
Russell 3000 Index	7.22	18.18	12.79
Russell Midcap Growth Index	3.57	14.86	9.71

Visit <https://buffalofunds.com/our-funds/performance/#literature> for more recent performance information.

\* **The Fund's past performance is not a good predictor of how the Fund will perform in the future.** The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

## KEY FUND STATISTICS (as of March 31, 2025)

Net Assets	\$572,088,745
Number of Holdings	68
Net Advisory Fee	\$6,064,514
Portfolio Turnover Rate	33%
Weighted Average Market Capitalization	\$29.70B

Visit <https://buffalofunds.com/our-funds/performance/#literature> for performance information.

## WHAT DID THE FUND INVEST IN? (% of net assets as of March 31, 2025)

Top 10 Issuers	(%)	Sector Breakdown (%)	
Fidelity Money Market Government Portfolio	3.8%	Information Technology	24.7%
MSCI, Inc.	3.8%	Industrials	19.3%
TransUnion	3.4%	Health Care	17.1%
CoStar Group, Inc.	2.8%	Financials	14.3%
Veeva Systems, Inc.	2.5%	Consumer Discretionary	4.4%
Copart, Inc.	2.4%	Communication Services	3.3%
Corpay, Inc.	2.3%	Real Estate	2.8%
Schlumberger NV	2.2%	Consumer Staples	2.7%
Verisk Analytics, Inc.	2.2%	Energy	2.2%
AMETEK, Inc.	2.0%	Other Sectors & Cash	9.2%

## HOW HAS THE FUND CHANGED?

This is a summary of certain changes to the Fund since March 31, 2024. For more complete information, you may review the Fund's prospectus at <https://buffalofunds.com/wp-content/uploads/Buffalo-Prospectus-Final.pdf>. You may also obtain a copy of the prospectus by calling 800-492-8332.

### FUND NAME CHANGE

Effective July 29, 2024, the Fund's name changed from "Buffalo Discovery Fund" to "Buffalo Mid Cap Discovery Fund". The name was changed to more accurately reflect the investment strategies and holdings of the Fund. The name change is not expected to affect shareholders.

### UPDATES TO THE PRINCIPAL INVESTMENT STRATEGIES

Effective July 29, 2024, changes were made to the principal investment strategies of the Buffalo Mid Cap Discovery Fund. The changes were made to align the language of the principal investment strategies with the addition of "Mid Cap" to the Fund's name and to comply with regulations regarding the names of funds. The changes are not expected to materially reposition the Fund's holdings or materially affect shareholders.

### FUND PORTFOLIO MANAGER CHANGES

Effective April 15, 2024, Mr. Doug Cartwright and Mr. Josh West were added as co-portfolio managers of the Fund. The addition of Mr. Cartwright and Mr. West is expected to have a positive effect on shareholders.

For additional information about the Fund, including its prospectus, financial information, holdings and proxy voting information, scan the QR code at the top of Page 1 or visit <https://buffalofunds.com/our-funds/performance/#literature>.

## HOUSEHOLDING

To reduce Fund expenses, only one copy of most shareholder documents may be mailed to shareholders with multiple accounts at the same address (Householding). If you would prefer that your Buffalo Funds documents not be househanded, please contact Buffalo Funds at 800-492-8332, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by Buffalo Funds or your financial intermediary.