



# Hodges Small Cap Fund

## Fund at a Glance as of 9/30/21

Tickers	HDPSX
Cusip	742935299
Inception Date	December 18, 2007
Benchmark	Russell 2000® Index
Total Fund Assets (\$)	232.6 Million
Typical Cash Position (%)	< 10
Total Expense Ratio (%) Gross   Net	1.40   1.35 <sup>1</sup>
Front Load (%)	None <sup>2</sup>
Redemption Fee (%) (if not held 30 days for retail class and 60 days for institutional class)	1.00
Deferred Load (%)	None
Minimum Investment (\$)	1,000

<sup>1</sup>The Advisor has contractually agreed to reduce its fees at least until July 31, 2023.

<sup>2</sup>While the fund is no-load, management and distribution fees and other expenses still apply. Such fees and expenses are described in the Fund's Prospectus.

## Investment Approach

Bottom Up, Fundamental

## Investment Goal

The Hodges Small Cap Fund focuses on specific growth and value opportunities within the small cap segment (generally market caps up to \$4 billion) of the market. We seek companies that are poised to benefit from recent industry consolidation, exhibit pricing power, have high barriers to entry, have strong brand awareness, and undervalued earnings prospects. The Fund has a history of better risk adjusted returns than its benchmark since inception.

## Performance (%) quarter ending 9/30/21

	Quarter	Year to date	Annualized				
			1 Year	3 Year	5 Year	10 Year	Since Incep.
Hodges Small Cap (gross)	-6.11	32.34	73.45	11.83	14.24	15.39	11.90
Hodges Small Cap (net)	-6.42	31.07	71.23	10.39	12.77	13.87	10.41
Russell 2000® Index	-4.36	12.41	47.68	10.54	13.45	14.63	9.58

## Annual Year-End Returns (%)

	2020	2019	2018	2017	2016	2015	2014
Hodges Small Cap (gross)	18.51	18.25	-15.07	10.72	17.80	-7.46	7.53
Hodges Small Cap (net)	16.98	16.73	-16.26	9.19	16.18	-8.75	6.05
Russell 2000® Index	19.96	25.52	-11.01	14.65	21.31	-4.41	4.89

Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by calling (866) 811 0224, or visiting [www.hodgesfunds.com](http://www.hodgesfunds.com) for quarterly performance. The fund imposes a 1.00% redemption fee on retail class shares held less than 30 days and 60 days for institutional class shares. Performance data does not reflect the redemption fee. If reflected, total return would be reduced. Gross performance doesn't reflect fees or expenses; if reflected, returns would be reduced.

## Portfolio Characteristics as of 9/30/21

	Fund
Price/Book	2.55
Price/Cash Flow	6.42
Number of Holdings	52
Cash & Equivalents (%)	0.28

## Fund Management



### Craig Hodges

Chief Executive Officer  
Chief Investment Officer  
Portfolio Manager

Managed portfolio since inception  
Began investment experience in 1986



### Eric J. Marshall, CFA

President  
Portfolio Manager  
Director of Research

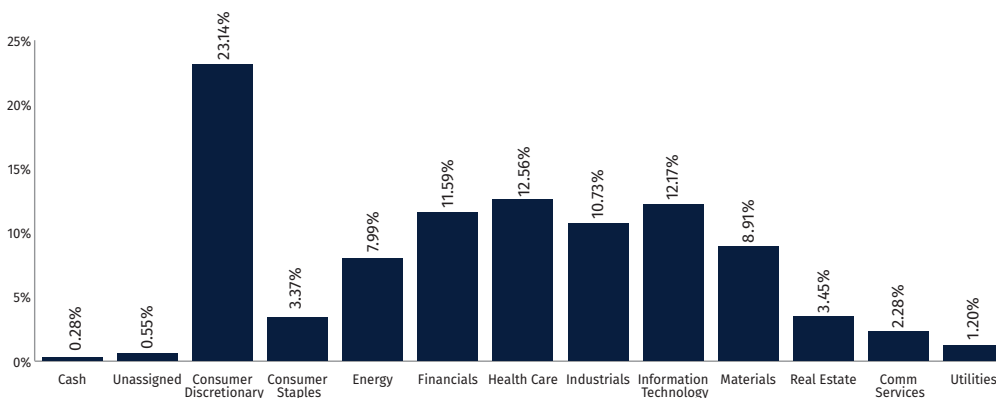
Managed portfolio since inception  
Began investment experience in 1997



### Gary Bradshaw

Senior Vice President  
Portfolio Manager

Managed portfolio since inception  
Began investment experience in 1986

Sector Average Weights<sup>3</sup> as of 9/30/21

Source: Bloomberg

Top 10 Holdings<sup>3</sup> as of 9/30/21

Name	Ticker
TEXAS PACIFIC LAND CORP	TPL
COMMERCIAL METALS CO	CMC
BOYD GAMING CORP	BYD
AMEICAN EAGLE OUTFITTERS	AEO
EAGLE MATERIALS INC	EXP
INMODE LTD	INMD
SM ENERGY CO	SM
SILICON MOTION TECHNOLOGY	SIMO
RH	RH
MATADOR RESOURCES	MTDR

**Total % of Portfolio: 32.71%**<sup>3</sup>Sector weights and Fund holdings are subject to change at any time and are not recommendations to buy or sell securities.

Price/Book is calculated by dividing the price of a company's stock by its book value.

Price/Cash Flow is calculated by dividing the price of company's stock by its cash flow.

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 Small Cap Fund, and it may be obtained by calling (866) 811 0224, or visiting [www.hodgesfunds.com](http://www.hodgesfunds.com). Read it carefully before investing.

Mutual fund investing involves risk. Principal loss is possible. The fund invests in smaller companies, which involves additional risks such as limited liquidity and greater volatility. The Fund invests in foreign securities which involves greater volatility and political, economic and currency risks and differences in accounting methods. The fund may also make short sales of securities, which involves the risk that losses may exceed the original amount invested. Options and future contracts have the risks of unlimited losses of the underlying holdings due to unanticipated market movements and failure to correctly predict the direction of securities prices, interest rates and currency exchange rates. These risks may be greater than risks associated with more traditional investments.

Shareholders should refer to the summary prospectus dated July 29, 2020, as supplemented, September 8, 2020, for specific details related to the reduction of fees.

Past performance is no guarantee of future results.

The Russell 2000 is a subset of the Russell 3000 Index. It represents the bottom 2000 companies by market capitalization. It is not possible to invest directly in an index.

Hodges Capital Management (HCM) is the adviser to the Hodges Funds, which are distributed by Quasar Distributors, LLC.

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(866) 811 0224 ★ [www.hodgesfunds.com](http://www.hodgesfunds.com) ★ [www.hodgescapital.com](http://www.hodgescapital.com)

## About Hodges Capital Management

Founded in  
**1989**

Based in  
**Dallas, Texas**

Manages approximately  
**1.4 billion** as of 9/30/21  
in separately managed  
accounts and mutual funds

Owned by **family** and  
**employees**

Each portfolio is actively  
managed with a **bottom  
up, fundamental  
approach**

Takes a **private equity  
approach** in public  
markets

Holds **decades**  
of market experience

"We believe the small cap space is ripe for active managers to add value over the long term because it is so inefficient."

—Craig Hodges

**HODGES**  
  
**MUTUAL FUNDS**