

Royce Global Financial Services Fund



Chuck Royce

**Small/Mid-Cap
Core
Approach¹**

\$3.93B
Avg Market Cap²

**Low
Volatility³**

99%
Active Share⁴

**Portfolio
Manager
Tenure**

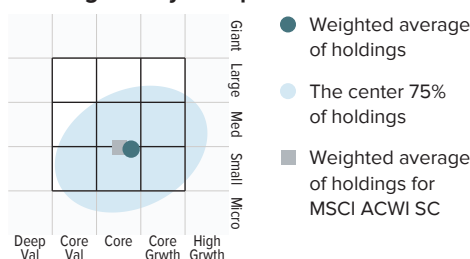
18+
Years on Fund⁵

Morningstar Rating™ ★★★★★ Overall

Based on risk-adjusted returns out of 96 Financial funds as of 12/31/21

Morningstar Style Map™

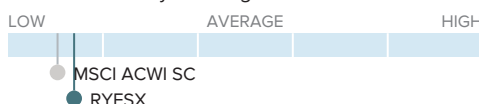
As of 9/30/21



The **Morningstar Style Map** is the **Morningstar Style Box™** with the center 75% of fund holdings plotted as the **Morningstar Ownership Zone™**. The Morningstar Style Box is designed to reveal a fund's investment strategy. The Morningstar Ownership Zone provides detail about a portfolio's investment style by showing the range of stock sizes and styles. The Ownership Zone is derived by plotting each stock in the portfolio within the proprietary Morningstar Style Box. Over time, the shape and location of a fund's ownership zone may vary.

Low Volatility³ As of 12/31/21

5-Year Relative Standard Deviation vs. all Financial Funds tracked by Morningstar



Portfolio Diagnostics

2021 Annual Turnover Rate	5%
Weighted Average P/E Ratio ^{6,7}	11.3x
Weighted Average P/B Ratio ⁶	2.0x
Net Assets	\$38M
Number of Holdings	50

1. Royce classifies a client account as 'Core' because it anticipates the client account equity holdings will have a weighted average price-to-book ratio or weighted average normalized price-to-earnings ratio that is similar to, or somewhat higher than, its general asset class. 2. **Geometric Average.** This weighted calculation uses each portfolio holding's market cap in a way designed to not skew the effect of very large or small holdings; instead, it aims to better identify the portfolio's center, which Royce believes offers a more accurate measure of average market cap than a simple mean or median. 3. **Low Volatility.** The Fund was in the lowest volatility quintile compared with all funds in Morningstar's Financial Category with at least five years of history, a total of 50 funds as of 12/31/21. The universe consists of each fund's oldest share class only. Volatility quintiles are based on the average five-year standard deviation for each of the last four calendar quarters. Higher volatility is usually associated with higher risk. 4. **Active Share** is the sum of the absolute values of the different weightings of each holding in the Portfolio versus each holding in the benchmark, divided by two. 5. Mr. Royce has been the Fund's manager since inception. 6. **Harmonic Average.** This weighted calculation evaluates a portfolio as if it were a single stock and measures it overall. It compares the total market value of the portfolio to the portfolio's share in the earnings or book value, as the case may be, of its underlying stocks. 7. The Portfolio's P/E Ratio calculation uses trailing 12-month earnings and excludes companies with zero or negative earnings (5% of portfolio holdings as of 12/31/21).

Why invest in Royce Global Financial Services Fund?

- Seeks to benefit from the long-term structural changes in the global financial sector, such as the growth of investment management, non-traditional lenders, exchange traded financial instruments, and professional wealth management
- Uses a bottom-up approach to invest in U.S. and non-U.S. companies with strong competitive positions that are benefiting from these trends, including those in asset management, diversified financial services, and specialized technology companies with financial expertise
- Average annual total return of 9.1% since inception (12/31/03) through 12/31/21

Performance and Expenses by Share Class

Average Annual Total Return through 12/31/21 (%)

	4Q2021*	YTD*	1-YR	3-YR	5-YR	10-YR	15-YR	SINCE INCEPT. (12/31/03)	ANNUAL OPERATING EXPENSES (%) GROSS	NET
Institutional	4.27	20.35	20.35	19.90	13.06	13.49	7.67	9.21	1.86	1.68
Service	4.23	20.27	20.27	19.84	12.79	13.29	7.55	9.10	2.07	1.68
MSCI ACWI SC	2.12	16.10	16.10	18.96	12.28	11.78	7.82	9.77	N/A	N/A
Russell 2000	2.14	14.82	14.82	20.02	12.02	13.23	8.69	9.49	N/A	N/A

*Not Annualized

Important Performance and Expense Information

All performance information reflects past performance, is presented on a total return basis, reflects the reinvestment of distributions, and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption of fund shares. Past performance is no guarantee of future results. Investment return and principal value of an investment will fluctuate, so that shares may be worth more or less than their original cost when redeemed. Shares redeemed within 30 days of purchase may be subject to a 1% redemption fee, payable to the Fund, which is not reflected in the performance shown above; if it were, performance would be lower. Current month-end performance may be higher or lower than performance quoted and may be obtained at www.royceinvest.com. Operating expenses reflect the Fund's total annual operating expenses for the Institutional (RGFIX) and include management fees, other expenses, and acquired fund fees and expenses for the Institutional Class. Gross operating expenses for the Service (RYFSX) Class reflect the Fund's gross total annual operating expenses and include management fees, 12b-1 distribution and service fees, other expenses, and acquired fund fee and expenses for the Service Class. Net operating expenses reflect contractual fee waivers and/or expense reimbursements. All expense information is reported as of the Fund's most current prospectus. Royce & Associates has contractually agreed, without right of termination, to waive fees and/or reimburse expenses to the extent necessary to maintain the Service and Institutional Classes' net annual operating expenses (excluding brokerage commissions, taxes, interest, litigation expenses, acquired fund fees and expenses, and other expenses not borne in the ordinary course of business) at or below 1.49% through April 30, 2022. Acquired fund fees and expenses reflect the estimated amount of the fees and expenses incurred indirectly by the Fund through its investments in mutual funds, hedge funds, private equity funds, and other investment companies.

All performance and risk information presented in this material prior to the commencement date of Institutional Class shares on 1/1/16 reflect Service Class results. Service Class shares bear an annual distribution expense that is not borne by Institutional Class shares. All performance charts reflect the Service Class.

Portfolio Regional Breakdown

% of Net Assets¹

	RYFSX	MSCI ACWI SMALL CAP
North America	73.1	56.1
Western Europe	6.2	18.2
Middle East & Africa	5.8	1.8
Asia Pacific (Developed)	2.3	18.8
Latin America & Caribbean	2.1	1.0
Asia Pacific (Emerging)	2.0	3.8
Eastern Europe	0.3	0.4

¹Securities are categorized by the country of their headquarters.

Portfolio Country Breakdown

% of Net Assets^{1,2}

	RYFSX	MSCI ACWI SMALL CAP
United States	47.1	53.0
Canada	24.4	3.1
United Kingdom	4.0	5.8
Israel	3.9	0.8
India	2.0	2.6
New Zealand	1.9	0.3
France	1.7	1.1
Bermuda	1.6	-

¹Represents countries that are 1.5% or more of net assets.

²Securities are categorized by the country of their headquarters.

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% 3-year rating/20% 3 year rating for 120 or more months of total returns. While the 10 year overall 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 Fund's Service Class was rated 4, 4 and 3 stars against 96, 85 and 72 funds in the category for the 3-, 5- and 10-year periods, respectively. The Fund's other share class may have different performance characteristics. Past performance is no guarantee of future results. 2022© Morningstar, Inc.

“What we do in the global financial space is distinctly different. We invest primarily in non-leveraged financials—the agents, the asset managers, the insurance brokers, and the service and tech suppliers to this sector.”—Chuck Royce

Top 10 Positions

% of Net Assets (Subject to Change)

Sprott	4.8
FirstService Corporation	4.3
Popular	4.3
First Citizens BancShares Cl. A	4.0
Tel Aviv Stock Exchange	3.9
KKR & Co.	3.7
Canaccord Genuity Group	3.5
Altus Group	3.5
Franco-Nevada	3.4
Charles Schwab	3.2

Market Cycle¹ Performance (%)

The Fund outperformed the MSCI ACWI SC from the 1/17/20 index peak through current (12/31/21) and in two of the three most recent full market cycle periods.

	RYFSX	MSCI ACWI SC
1/17/20-12/31/21 (Peak-to-Current)	36.4	33.4
1/26/18-1/17/20 (Peak-to-Peak)	2.7	2.3
6/23/15-1/26/18 (Peak-to-Peak)	28.1	32.1
4/29/11-6/23/15 (Peak-to-Peak)	60.6	37.3

¹Royce defines market cycles as peak-to-peak periods in which a peak is

Portfolio Industry Breakdown

% of Net Assets (Subject to Change)

Capital Markets	48.9
Banks	16.4
Real Estate Management & Development	9.0
Insurance	4.7
Metals & Mining	3.4
Software	3.0
Diversified Financial Services	1.9
IT Services	1.7
Thriffs & Mortgage Finance	1.2
Closed-End Funds	0.9
Professional Services	0.5
Cash and Cash Equivalents	8.4

Top Positions in Five Largest Industries

% of Net Assets (Subject to Change)

CAPITAL MARKETS

Sprott	4.8
Tel Aviv Stock Exchange	3.9
KKR & Co.	3.7

BANKS

Popular	4.3
First Citizens BancShares Cl. A	4
BOK Financial	2.9

REAL ESTATE MANAGEMENT & DEVELOPMENT

FirstService Corporation	4.3
Altus Group	3.5
FRP Holdings	1.2

INSURANCE

E-L Financial	3.1
Axis Capital Holdings	1.6

METALS & MINING

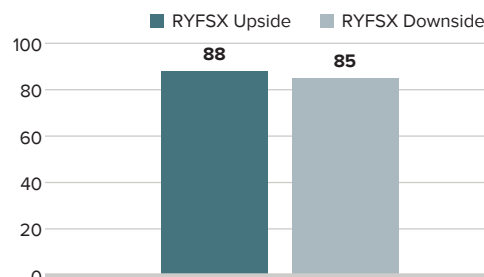
Franco-Nevada	3.4
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Calendar Year Total Returns (%)

YEAR	RFS	MSCI ACWI SC
2021	20.3	16.1
2020	15.3	16.3
2019	24.2	24.7
2018	-13.4	-14.4
2017	22.5	23.8
2016	12.9	11.6
2015	-4.7	-1.0
2014	3.5	1.8
2013	42.0	28.7
2012	20.7	18.1
2011	-11.3	-11.3
2010	18.5	26.3
2009	32.1	50.7
2008	-35.4	-43.7
2007	-4.7	6.8

Upside/Downside Capture Ratio

Fund's First Full Quarter (12/21/03) to 12/31/21 (%)



This material is not authorized for distribution unless preceded or accompanied by a current prospectus. Please read the prospectus carefully before investing or sending money. The Fund invests primarily in equity securities that are "principally" engaged in the financial services industry. The Fund is not a complete investment program. It is designed for long-term investors who can accept the risks of investing in a fund with common stock holdings primarily in small-cap and mid-cap financial services companies. Therefore, the Fund is subject to certain risks associated with the industry, including, among other things, changes in government regulations, interest rate levels, and general economic conditions. The Fund invests primarily in small-cap and/or mid-cap stocks, which may involve considerably more risk than investing in larger-cap stocks. (Please see "Primary Risks for Fund Investors" in the prospectus.) As of 12/31/21 the Fund invested a significant portion of its assets in a limited number of stocks, which may involve considerably more risk than a more broadly diversified portfolio because a decline in the value of any of these stocks would cause the Fund's overall value to decline to a greater degree. The Fund will normally invest at least 40% of its net assets in equity securities of companies headquartered in at least three different countries outside of the United States, which may involve political, economic, currency, and other risks not encountered in U.S. investments.

The Morningstar Style Map uses proprietary scores of a stock's value and growth characteristics to determine its placement in one of the five categories listed on the horizontal axis. These characteristics are then compared to those of other stocks within the same market capitalization band. Each is scored from zero to 100 for both value and growth attributes. The value score is subtracted from the growth score to determine the overall style score. For the vertical, market cap axis, Morningstar subdivides into size groups. Giant-cap stocks are defined as those that account for the top 40% of the capitalization of each style zone; large-cap stocks represent the next 30%; mid-cap stocks the next 20%; small-cap stocks the next 7%; micro-cap stocks the smallest 3%. **Upside Capture Ratio** measures a manager's performance in up markets relative to the Fund's benchmark (Russell 2000). It is calculated by measuring the Fund's performance in quarters when the benchmark goes up and dividing it by the benchmark's return in those quarters. **Downside Capture Ratio** measures a manager's performance in down markets relative to the Fund's benchmark (Russell 2000). It is calculated by measuring the Fund's performance in quarters when the benchmark goes down and dividing it by the benchmark's return in those quarters. **The Price-Earnings, or P/E, Ratio** is calculated by dividing a company's share price by its trailing 12-month earnings-per-share (EPS). **The Price-to-Book, or P/B, Ratio** is calculated by dividing a company's share price by its book value per share. **Standard deviation** is a statistical measure within which a client account's total returns have varied over time. The greater the standard deviation, the greater a portfolio's volatility. Please read the prospectus for a more complete discussion of risk. Frank Russell Company ("Russell") is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Frank Russell Company. Neither Russell nor its licensors accept any liability for any errors or omissions in the Russell Indexes and / or Russell ratings or underlying data and no party may rely on any Russell Indexes and / or Russell ratings and / or underlying data contained in this communication. No further distribution of Russell Data is permitted without Russell's express written consent. Russell does not promote, sponsor or endorse the content of this communication. The Russell 2000 is an unmanaged, capitalization-weighted index of domestic small-cap stocks. It measures the performance of the 2,000 smallest publicly traded U.S. companies in the Russell 3000 index. Source: MSCI. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indexes or any securities or financial products. This report is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. The MSCI ACWI Small Cap Index is an unmanaged, capitalization-weighted index of global small-cap stocks. Index returns include net reinvested dividends and/or interest income. The performance of an index does not represent exactly any particular investment, as you cannot invest directly in an index. Industry weightings are determined using the Global Industry Classification Standard ("GICS"). GICS was developed by, and is the exclusive property of, Standard & Poor's Financial Services LLC ("S&P") and MSCI Inc. ("MSCI"). GICS is the trademark of S&P and MSCI. "Global Industry Classification Standard (GICS)" and "GICS Direct" are service marks of S&P and MSCI. Any information, statements and opinions set forth herein are general in nature, are not directed to or based on the financial situation or needs of any particular investor, and do not constitute, and should not be construed as, investment advice, a forecast of future results, a guarantee of future results, or a recommendation with respect to any particular security or investment strategy. Investors seeking financial advice regarding the appropriateness of investing in any securities or investment strategies should consult their financial professional. Distributor: Royce Fund Services, LLC

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