June 30, 2026

BUFFALO INTERNATIONAL FUND

QUARTERLY COMMENTARY

CAPITAL MARKET OVERVIEW

International stock markets performed in line with the US market in the second quarter. The MSCI ACWI ex-USA Index advanced 14.50%, while the S&P 500 Index returned 15.20%. The US dollar strengthened once again this quarter, which generally lowered international returns for US investors.

Despite uncertainty stemming from the conflict in Iran and swings in energy prices, global equities were boosted by a powerful rally in AI-driven stocks, especially semiconductors. South Korea, Taiwan and Japan vastly outperformed due to the concentration of semiconductors and AI-related stocks in those counties. The South Korean stock market was once again the best performing in the quarter with the KOSPI Index rising 64.2%. Taiwan's stock market performance was also very strong advancing more than 46% and the Japanese stock market rose more than 30%.

European markets recovered throughout the period and ended the quarter modestly above the highs reached just before the outbreak of war, as an end to the conflict between the US and Iran seemed to be on the horizon. The STXE 600 Index, a broad European Index that includes the United Kingdom, rose 8.8%. Spain had the strongest-performing equity market in the region increasing by a low double-digit percent, while the UK posted more modest positive performance. Among Emerging Markets, China and Brazil declined while India's markets rose slightly.

PERFORMANCE COMMENTARY

The Buffalo International Fund returned 23.35% for the quarter and outperformed the FTSE All-World ex-US Index, which returned 14.21%. Outperformance was mostly due to stock selection and an overweight position to the technology sector, as semiconductors outperformed.

PERFORMANCE (%) AS OF 6/30/2026

Average Annual Returns	1 Yr	3 Yr	5 Yr	10 Yr	15 Yr	Since Inception
Investor Class - BUFIX	**20.51**	**12.32**	**6.40**	**10.96**	**8.15**	**6.64**
Institutional Class - BUIIX[1]	**20.69**	**12.49**	**6.56**	**11.12**	**8.31**	**6.80**
FTSE All-World ex US Index	27.93	19.27	9.33	10.49	7.15	5.17

[1]For performance prior to 7/1/19 (Inception Date of Institutional Class), performance of the Investor Class shares is used and includes expenses not applicable to and higher than those of the Institutional Class shares. Data represented reflects past performance and is no guarantee of 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 value. Current performance may be lower or higher than the performance quoted. Performance current to the most recent month end may be obtained by visiting the Funds' website at buffalofunds.com.

FUND FACTS

	Inv.	Inst.
Ticker	BUFIX	BUIIX
Inception Date	9/28/07	7/1/19
Expense Ratio	1.04%	0.89%
Fund Assets	$916.22M	
Morningstar Category	Foreign Large Growth	
Benchmark Index	FTSE All World Ex-US Index	

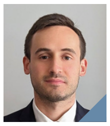
FUND MANAGEMENT

Nicole Kornitzer, CFA

Manager since 2009
M.B.A. – INSEAD (Paris)
M.A. – Columbia University
B.A. – University of Pennsylvania

Pat Srinivas

International Equity Research Analyst
M.B.A. – University of Chicago
M.S. – University of TX-Dallas
B.S. – Karnatak University (India)



Frank Diebold, CFA

International Equity Research Analyst B.A. – University of Pennsylvania

TOP 10 HOLDINGS (%)*

SK hynix Inc	5.63
Taiwan Semiconductor Manufacturing Co	4.53
Samsung Electronics Co Ltd	3.15
Schneider Electric SE	2.95
ASML Holding NV	2.93
AstraZeneca PLC	2.81
Lonza Group AG	2.65
MercadoLibre Inc	2.35
Siemens AG	2.28
Disco Corp	2.17
Top 10 Holdings Total	**31.46**

▲ TOP CONTRIBUTORS

Top contributors in the period were once again driven by AI. We continued to see Agentic AI driving the story, which kept us bullish on the need for memory, as memory is what makes agentic AI possible. AI agent workloads drive demand not just for HBM (High Bandwidth Memory), but across the entire memory spectrum, including conventional DRAM and NAND for AI servers. **SK Hynix** and **Samsung**, the two strongest contributors, both benefited from increasing demand for memory. SK Hynix continued to be driven by its leadership in HBM, which is made to order and customized. Samsung has made progress in the next generation HBM4 chips and has benefitted from the memory upcycle (DRAM and NAND) driven by demand and pricing. **Taiwan Semiconductor Manufacturing (TSM)** was also a top contributor in the quarter, as it reported exceptionally strong results for every metric.

▼ TOP DETRACTORS

Top detractors in the quarter were **Nintendo, BAE Systems,** and **Rheinmetall**. Nintendo's stock fell after cutting financial guidance during its May earnings release. In addition, the AI-infrastructure-driven surge in memory chip prices pushed up Switch 2 production costs, forcing Nintendo to raise the price of the Switch 2 console. Investors worried this would dampen demand. Although we feel management is being overly conservative with its guidance, it will take some time for the stock to recover and only if consumer demand for the Switch 2 continues to be strong. Meanwhile BAE and Rheinmetall, were both affected by rotation away from defense stocks, particularly those involved in more traditional defense sectors in favor of companies more exposed to drone warfare. Valuation multiple compression in the sector weighed on stock performance while the fundamentals for both companies remained strong, in our opinion.

OUTLOOK

While the second quarter ended on an optimistic note, with the US and Iran signing a Memorandum of Understanding to end the war and traffic beginning to flow through the strait of Hormuz. We believe the outlook for the rest of the year will be determined by a full resolution of the conflict. Further escalation or hindrance to shipping routes would put more upward pressure on oil and other commodity prices, which could hinder global economic growth.

Regardless of the eventual outcome, we continue to maintain exposure to secular trends that we believe to be at least partially insulated from these potential risks, among them trends related to advancements in AI, Electrification, and Defense.

We continue to seek out companies that are benefiting from secular growth trends, sound business models and competitive advantages, while investing with a mid-to-the-long-term outlook. We appreciate businesses that generate consistent and strong free cash flow, with management teams that focus on generating returns above the cost of capital and creating value for shareholders. We believe that by continuing our focused and disciplined strategy we should be able to post attractive risk-adjusted returns over the longer term.

INTERESTED IN MORE INFO?

For questions or to speak with a relationship manager about adding any of the 10 Buffalo Funds to your portfolio, contact:

Christopher J. Crawford
913.647.2321
ccrawford@buffalofunds.com

Scott Johnson
913.754.1537
sjohnson@buffalofunds.com

Reed Roberts
443.652.4215
rroberts@buffalofunds.com

BUFFALO FUNDS

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 can be obtained by calling 800-492-8332 or visiting buffalofunds.com. Read carefully before investing.

Earnings growth is not representative of the Fund's future performance. Mutual fund investing involves risk. Principal loss is possible. The Fund invests in foreign securities which will involve greater volatility and political, economic, and currency risks, as well as differences in accounting methods. Investments in emerging markets involve greater risks. The Fund may invest in smaller companies which involve additional risks such as limited liquidity and greater volatility than larger companies.

The opinions expressed are those of the Portfolio Managers and are subject to change, are not guaranteed and should not be considered recommendations to buy or sell any security. Fund holdings and sector allocations are subject to change and are not recommendations to buy or sell any security. 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 MSCI ACWI ex-USA Index is a free float-adjusted market capitalization weighted index designed to measure the combined equity market performance of developed and emerging markets countries. The Index includes large- and mid-capitalization companies and may change over time. 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. The STOXX Europe 600 index measures the performance of large mid and small-cap companies across 17 countries in Europe. The FTSE 100 Index is an index of the largest 100 companies listed on the London Stock Exchange by market capitalization. The FTSE 250 Index is a market capitalization-weighted index consisting of the 101st to the 350th largest companies listed on the London Stock Exchange, mostly covering the mid cap sector between large and small companies. The Nikkei Index is a price-weighted index comprised of the top 225 blue chip companies traded on the Tokyo Stock Exchange. Hang Seng Index is a market capitalization index that reflects the market performance of the Hong Kong stock exchange. The DAX measures the performance of the Prime Standard's 30 largest German companies in terms of order book volume and market capitalization. The Korea Composite Stock Price Index (KOSPI) is an index of all companies traded on the Korea Stock Exchange. The Brazilian Ibovespa is a market capitalization weighted index of about 86 of the largest stocks traded on the B3 (Brazil Bolsa Balcão Exchange), accounting for the majority of trading and market capitalization in the Brazilian stock market. The Australian S&P/ASX 200 index is a market-capitalization weighted and float-adjusted stock market index of stocks listed on the Australian Securities Exchange. The index is maintained by Standard & Poor's and is considered the benchmark for Australian equity performance.The China Shenzhen SE (CSI 300) Index is a market cap weighted stock market index designed to map the performance of the 300 most liquid A shares traded in the Shanghai and Shenzhen stock exchanges. The BSE SENSEX is a basket of 30 large, liquid and representative stocks traded in India. Companies are selected based on listed history, trading frequency, final rank, market capitalization weightage, industry representation and track record. The CAC 40 index is the main benchmark for Euronext Paris and contains 40 stocks selected among the top 100 in market capitalization. The Nifty 50 Index holds a concentrated portfolio of 50 blue-chip companies trading on India's National Stock Exchange which covers approximately 66% of the Indian companies by market capitalization. One cannot invest directly in an index. Free cash flow is a measure of the cash produced by the firm in a given period on behalf of equity holders. The true measure of the value of a firm's equity is considered to be the present value of all free cash flows. A basis point is one hundredth of a percentage point (0.01%). Revenue growth is the increase or decrease in revenue from one period to the next. Earnings before interest and taxes (EBIT) measures a company's net income before income tax and interest expenses are deducted. EBITDA stands for earnings before interest, taxes, depreciation and amortization. EBITDA is one indicator of a company's financial performance and is used as a proxy for a company's current operating profitability. EPS growth measures the rate at which a company's earnings per share (EPS) is increasing or decreasing. The Taiwan Stock Exchange Corporation (TSEC) Weighted Index, or TAIEX, reflects the performance of all companies traded on the Taiwan Stock Exchange, weighted by market capitalization.

*Top Ten Holdings for the quarter are not disclosed until 60 days after quarter end. Those listed are as of 3/31/26. Fund holdings and sector allocations are subject to change and are not recommendations to buy or sell any securities.

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