

Hodges Small Cap Core

SECOND QUARTER 2024 | FACT SHEET



About Our Firm

- Founded in 1989 and based in Dallas, Texas
- Don and Craig Hodges founded Hodges Capital Management based on the idea that proprietary, bottom-up research of publicly traded companies is what drives results for clients
- Today, our clients can leverage our years of deep dive research on the fundamentals of small and mid cap companies, a part of the market that is traditionally overlooked by Wall Street
- \$1.7 Billion AUM (Hodges Capital Holdings Corp as of 6/30/2024)

What makes Hodges Capital distinct?

- Family and employee owned and operated
- In-depth, proprietary research on publicly traded companies
- Private equity approach to investing in publicly traded companies
- Investment team interacts with company management teams over 2,000 times a year
- Each portfolio is actively managed with a bottom-up, fundamental approach
- 27 years average Portfolio Manager experience with Hodges Capital

Hodges Capital claims compliance with the Global Investment Performance Standards (GIPS®). GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein." To receive a GIPS Report and/or our firm's list of composite/pooled fund descriptions please email your request to operations@hodgescapital.com

Investment Objective

The goal of the Hodges Small Cap Core strategy is to seek long-term capital appreciation through primary investments in the common stock of small capitalization companies.

| Strategy Characteristics ¹ | | Investment Performance (%) | | | | | | |
|---------------------------------------|----------------|-------------------------------|-----------------------------|--------|---------|--------|---------|-------------|
| | | | QTR | 1 Year | 3 Year | 5 Year | 10 Year | Since Incep |
| Inception Date ² | Jan 1, 2011 | | | | | | | |
| # of Holdings | 40-60 | Hodges Small Cap Core (gross) | -3.12% | 11.56% | 2.82% | 12.54% | 8.03% | 11.90% |
| Typical Cash Weight | < 10% | Hodges Small Cap Core (net) | -3.48% | 9.90% | 1.29% | 10.87% | 6.43% | 10.24% |
| Inv. Vehicle | Sep. Account | Russell 2000 Index | -3.28% | 10.05% | -2.58% | 6.94% | 7.00% | 8.85% |
| Active Share | 95.89% | | | | | | | |
| Benchmark | Russell 2000 | | | | | | | |
| Dividend Yield | 1.55% | | | | | | | |
| Trailing PE | 19.8x | | | | | | | |
| Avg Market Cap | \$5.50 Billion | | | | | | | |
| | | | Annual Year-End Returns (%) | | | | | |
| | | | YTD | 2023 | 2022 | 2021 | 2020 | 2019 |
| | | Hodges Small Cap Core (gross) | 8.07% | 16.29% | -11.56% | 37.83% | 19.44% | 18.17% |
| | | Hodges Small Cap Core (net) | 7.26% | 14.56% | -12.88% | 35.78% | 17.67% | 16.41% |
| | | Russell 2000 Index | 1.72% | 16.94% | -20.44% | 14.82% | 19.96% | 25.52% |

Principal Investment Strategy

The Small Cap Strategy focuses on specific growth and value opportunities within the small cap segment 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. Key material risks include the risks that stock prices could decline and that the strategy could underperform its benchmark. The Small Cap Core strategy is compared against the Russell 2000 Index.

Portfolio Manager

Craig D. Hodges
CEO / CIO

Portfolio Manager since inception

Co-Founded Hodges Capital Management in 1989



Portfolio Manager

Eric J. Marshall, CFA

Portfolio Manager since inception

Director of Research

Joined Hodges Capital Management in 1997



Portfolio Manager

Gary M. Bradshaw

Portfolio Manager since inception

Vice President

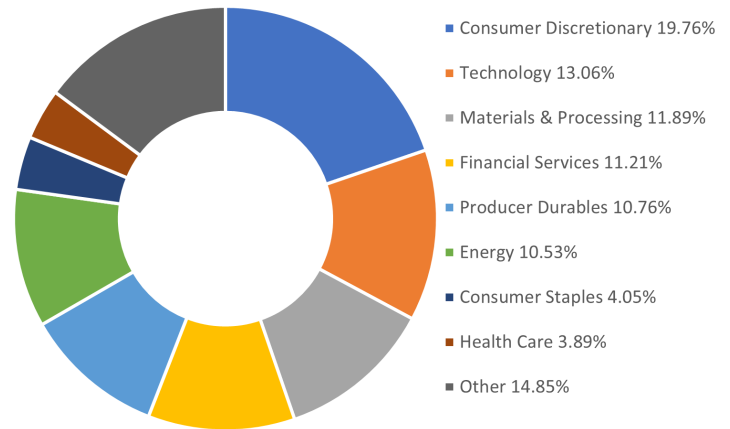
Joined Hodges Capital Management in 1990



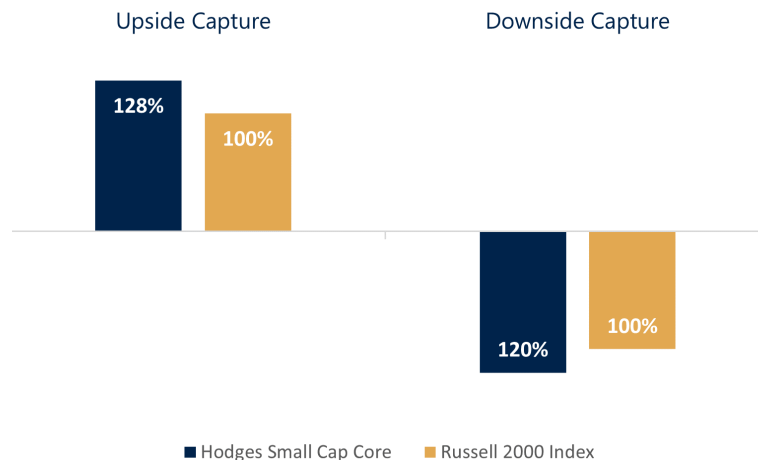
Top 10 Holdings¹

| Ticker | Security | (%) |
|--------|-------------------------|-------|
| MTDR | MATADOR RSOUCES | 6.00% |
| TPL | TEXAS PACIFIC LAND CORP | 3.80% |
| EXP | EAGLE MATERIALS | 3.75% |
| TMHC | TAYLOR MORRISON HOME | 3.03% |
| HALO | HALOZYME THERAPEUTICS | 3.01% |
| NCLH | NORWEGIAN CRUISE LINE | 2.97% |
| SCVL | SHOE CARNIVAL | 2.97% |
| CLF | CLEVELAND CLIFFS | 2.88% |
| MODG | TOPGOLF CALLAWAY BRANDS | 2.86% |
| PR | PERMIAN RESOURCES | 2.79% |

Distribution by Sector¹



5 Year Upside-Downside Market Capture



Risk/Reward Statistics³

| | |
|--------------------|--------|
| Beta | 1.11 |
| Standard Deviation | 22.68% |
| R-Squared | 0.89 |
| Alpha | 0.53% |

Hodges Capital Management, Inc. ("HCM") is an Investment Advisory Firm registered with the Securities and Exchange Commission ("SEC"), is a wholly owned subsidiary of Hodges Capital Holdings and serves as investment advisor to the Hodges Funds. HCM is affiliated with First Dallas Securities, Inc, a broker-dealer, and investment advisor registered with the SEC.

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¹Data represented in the charts is derived from a representative account of the composite as of the period end date. Source Clearwater Analytics.

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²Hodges claims compliance with the Global Investment Performance Standards (GIPS®) for periods 2016 forward. Periods of performance prior to this were linked to produce annualized returns to satisfy the SEC Marketing Rule.

³Data represented is net of fees.

The currency used to express performance is USD. Gross-of-fee returns are reduced by trading costs. Net- of-fee returns are calculated using a model fee of 1.5%. The model fee was calculated by reducing gross returns by the maximum fee charged to any account for the respective period. The firm's full list of composite descriptions and broad distribution pooled funds are available upon request. To receive a GIPS Report and/or our firm's list of composite/pooled fund descriptions please email your request to operations@hodgescapital.com

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Benchmark: Russell 2000 Index consists of the smallest 2,000 companies in a group of 3,000 U.S. companies in the Russell 3000 Index, as ranked by market capitalization.