



# Small Cap Growth Fund

## Management Team

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## Benchmark

Russell 2000® Growth Index

## Objective

Seeks long-term capital growth from investments in common stocks or other equity securities

## Highlights

- Our goal is a lower volatility approach to high growth investing
- Active stock selection primarily drives returns by focusing on what we define as high quality “emerging winners” that may benefit from secular growth stories
- Bottom-up portfolio construction is based on fundamental research and discounted cash flow valuation analysis
- Idea generation includes an internally developed growth screen
- Risk management approach integrated throughout the process, including a clear stop/loss discipline to help manage downside risk
- Turnover typically 30-80%; typically 90 to 110 stocks; position size: typically 0.5% to 2.0%
- Sector weightings limited to +/-50% of sectors greater than 10% of benchmark allocation
- Stock selection focuses primarily on companies with a market capitalization between 75% to 125% of the benchmark’s weighted average market cap
- Recent IPOs and early-stage (unprofitable) companies are limited\* in the portfolio

Fund Facts		Share class		
Fund inception	12/31/96		I	R
Total net assets	\$2,257.7M	Inception	12/31/96	12/31/96
Morningstar category	Small Growth	Ticker	LSSIX	LCGRX
Number of holdings	95	CUSIP	543487854	543487680
Turnover (at 9/30/23)	37%	Gross expense ratio	0.94%	1.19%
		Net expense ratio	0.94%	1.19%

Additional share classes may be available for certain funds for eligible investors. Performance results will vary based on the share class.

## Performance (%) as of June 30, 2024

	CUMULATIVE RETURN		AVERAGE ANNUALIZED RETURN			
	3 MO	YTD	1 YEAR	3 YEAR	5 YEAR	10 YEAR
CLASS I	-0.39	6.33	9.00	-1.95	7.10	9.11
BENCHMARK	-2.92	4.44	9.14	-4.86	6.17	7.39
CLASS R	-0.46	6.18	8.74	-2.19	6.84	8.84

## Calendar Year Performance (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
CLASS I	11.92	-22.92	10.07	34.11	26.51	0.45	26.86	5.72	1.11	1.06
BENCHMARK	18.66	-26.36	2.83	34.63	28.48	-9.31	22.17	11.32	-1.38	5.60

**Past performance is no guarantee of future results. Investment return and principal value may fluctuate so that shares, when redeemed, may be worth more or less than their original cost. Performance data quoted represents past performance, and current returns may be higher or lower. For the most recent performance information, please visit [loomissayles.com](http://loomissayles.com).**

Returns reflect changes in share price and reinvestment of dividends and capital gains, if any.

**There is no guarantee that the investment objective will be realized or that the Fund will generate positive or excess return.**

\*Typically, unprofitable companies or recent IPOs are limited to the greater of 10% of the portfolio or 50% of the benchmark weighting.

Institutional Class shares (Class I) are available to institutional investors only; minimum initial investment of \$100,000. Retail Class shares are available with a minimum initial investment of \$2,500.

As of the most recent prospectus, the investment advisor has contractually agreed to waive fees and/or reimburse expenses once the expense cap of the fund has been exceeded. This arrangement is set to expire on 1/31/25. When an expense cap has not been exceeded, the fund may have similar expense ratios.

Please see risks and disclosures on the following page for additional important information.



PORTFOLIO CHARACTERISTICS	Fund Index	
	Fund	Index
Price/earnings (trailing 12 mths)	27.92x	20.95x
Est. P/E (forward 12 months)	26.96x	20.47x
3 Year Historical EPS Growth	24.18%	29.12%
3-5 yr EPS growth	16.94%	17.21%
ROE (1-yr equal wtd)	5.96%	-2.06%
Wtd avg market cap	\$4.97B	\$6.06B
Median market cap	\$3.92B	\$1.22B
Median active share (since team inception)	85.12%	-

TOP 10 HOLDINGS (%)	Fund	
	Fund	Index
MACOM Technology Solutions Holdings Inc	2.2	
Weatherford International PLC	1.9	
Casella Waste Systems Inc	1.8	
Onto Innovation Inc	1.7	
Medpace Holdings Inc	1.6	
Varonis Systems Inc	1.6	
Merit Medical Systems Inc	1.6	
Hamilton Lane Inc	1.6	
Vertex Inc	1.5	
Applied Industrial Technologies Inc	1.5	
Total	17.0	

SECTOR DISTRIBUTION (%)	Fund Index	
	Fund	Index
Industrials	22.7	19.9
Healthcare	21.8	21.6
Information Technology	19.4	24.0
Consumer Discretionary	11.2	10.4
Financials	7.8	5.9
Energy	6.1	4.6
Consumer Staples	5.5	4.8
Materials	2.1	4.0
Communication Services	-	2.0
Real Estate	-	1.4
Utilities	-	1.3
Cash	3.6	-

The Russell 2000® Growth Index measures the performance of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values. Indices are unmanaged and do not incur fees. It is not possible to invest directly in an index.

MARKET CAPITALIZATION (%)	Fund Index	
	Fund	Index
> \$6 Billion	27.0	26.5
\$4 to 6 Billion	28.3	22.5
\$2 to 4 Billion	31.6	30.1
< \$2 Billion	9.5	20.8
Cash	3.6	-

### About Risk

**Equity securities** are volatile and can decline significantly in response to broad market and economic conditions. **Smaller company** investments can be more volatile than those of larger companies. **Growth stocks** may be more sensitive to market conditions than other equities as their prices strongly reflect future expectations. **Foreign and emerging market securities** may be subject to greater political, economic, environmental, credit, currency and information risks. Foreign securities may be subject to higher volatility than US securities due to varying degrees of regulation and limited liquidity. These risks are magnified in emerging markets.

The Fund's composition statistics are from the adviser's internal system and may not match the fund's regulatory documents. Due to rounding, **Market Capitalization** and **Sector Distribution** totals may not equal 100%. This Fund is actively managed and characteristics are subject to change. **Top 10 Holdings** may combine more than one security from the same issuer and related depositary receipts. Fund weight calculations include accrued interest. Holdings are based on total gross assets before any fees are paid; any cash held is included. Reference to specific securities or holdings should not be considered recommendations for action by investors. There is no guarantee the fund continues to invest in the securities referenced. **Cash** may include unsettled trades, fees and/or derivatives.

**P/E (forward)** measures price-to-earnings ratio using forecasted earnings for the price-to-earnings calculation; the forward measure is not a forecast of the fund's performance. **P/E (trailing)** is the sum of a company's price-to-earnings, calculated by dividing current stock price by trailing earnings per share for the past 12 months. **3-5 Year EPS Growth** is sourced from FactSet and based on long-term EPS growth rate estimates gathered directly from brokers. The portfolio and benchmark statistic is a weighted average of company level estimates. **3-yr Historical EPS** is the average earnings per share value that the company reports quarterly over the trailing 3-year term, calculated by dividing earnings available to shareholders by total number of shares outstanding. **5-yr Historical EPS** is the average earnings per share value that the company reports quarterly over the trailing 5-year term, calculated by dividing earnings available to shareholders by total number of shares outstanding. **Return on Equity (ROE)** measures a company's profitability and reveals how much profit a company generates with money shareholders invested. ROE is calculated by dividing net income by shareholder equity. **ROE (1-year equal wtd)** is the 1-year ROE of all holdings divided by number of holdings. **Price/Cash Flow** compares the price of a company's stock relative to how much cash flow the firm is generating, calculated by dividing the current market price of the share by the cash flow per share. **Price/Book** is a ratio that compares a stock's market value to its book value calculated by dividing current closing price of the stock by the latest quarter's book value per share. **Debt-to-capital** provides a measure of how much debt the company has on its books calculated by total company debt divided by total capitalization of the company. **Median Market Cap** is the midpoint of market capitalization (market price multiplied by number of shares outstanding) of stocks in a portfolio. **Median Active Share (since manager tenure)** indicates the proportion of the portfolio's holdings (by market value) that is different than the benchmark. A higher active share indicates a larger difference between the benchmark and the portfolio.

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