

# Hodges Small Cap Growth

FIRST QUARTER 2026 | 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
- \$2.0 Billion AUM (Hodges Capital Holdings Corp as of 3/31/2025)

## 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
- 29 years average Portfolio Manager experience with Hodges Capital

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## Investment Objective

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

Strategy Characteristics <sup>1</sup>		Investment Performance (%)						
			QTR	1 Year	3 Year	5 Year	10 Year	Since Incep
Inception Date <sup>2</sup>	Jan 1, 2011							
# of Holdings	40-60	Hodges Small Cap Growth (gross)	5.65%	25.02%	14.09%	7.99%	11.83%	12.05%
Typical Cash Weight	< 10%	Hodges Small Cap Growth (net)	5.26%	23.16%	12.39%	6.38%	10.17%	10.38%
Inv. Vehicle	Sep. Account	Russell 2000 Index	0.88%	25.71%	13.04%	3.77%	9.88%	9.37%
Benchmark	Russell 2000							
Dividend Yield	1.22%							
Forward P/E	24.0x							
Avg Market Cap	\$7.35 Billion							
			Annual Year-End Returns (%)					
			YTD	2025	2024	2023	2022	2021
		Hodges Small Cap Growth (gross)	5.65%	4.30%	21.85%	16.29%	-11.56%	37.83%
		Hodges Small Cap Growth (net)	5.26%	2.75%	20.04%	14.56%	-12.88%	35.78%
		Russell 2000 Index	0.88%	12.79%	11.54%	16.94%	-20.44%	14.82%

## 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 Growth 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

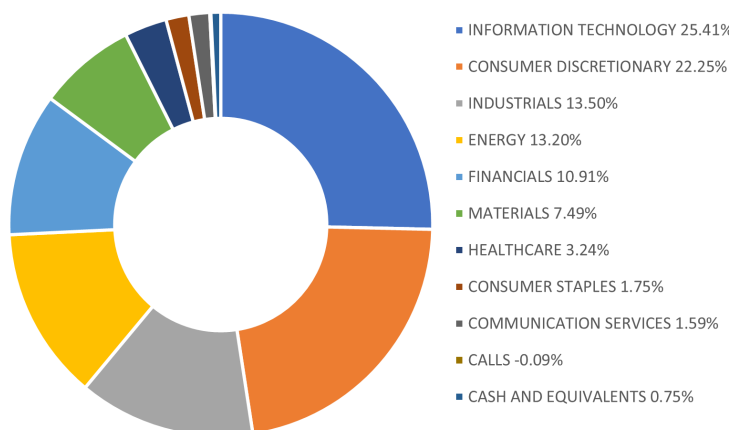
Joined Hodges Capital Management in 1990



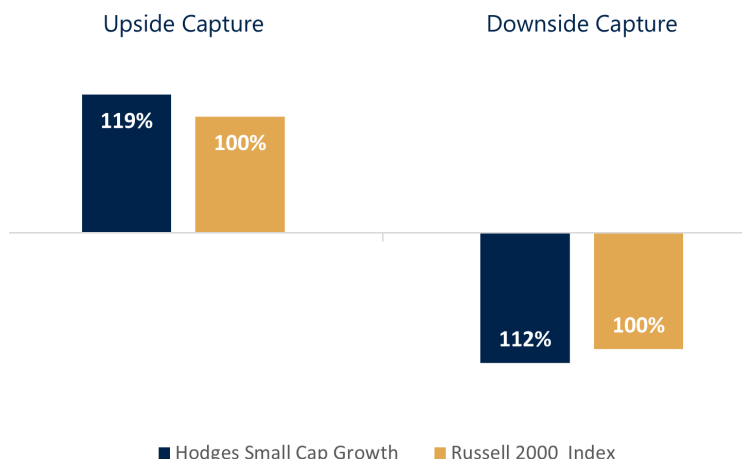
**Top 10 Holdings<sup>1</sup>**

Ticker	Security	(%)
MTDR	Matador Resources Co	6.77%
WULF	Terawulf Inc	4.50%
DOCN	Digitalocean Holdings Inc	4.27%
TPL	Texas Pacific Land Corporation	4.01%
EXP	Eagle Materials Inc	3.54%
BANC	Banc Of California Inc	3.29%
TCBI	Texas Cap Bancshares Inc	3.23%
ASO	Academy Sports & Outdoors Inc	3.16%
GATX	Gatx Corp	2.87%
GIL	Gildan Activewear Inc	2.81%

**Distribution by Sector<sup>1</sup>**



**5 Year Upside-Downside Market Capture**



**Risk/Reward Statistics<sup>3</sup>**

Beta	1.10
Standard Deviation	22.23%
R-Squared	0.89
Alpha	0.23%

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.

This presentation does not constitute an offering of any security, product, service, or fund. No investment strategy can guarantee performance results. Past performance is no guarantee of future results. All investments are subject to investment risk, including loss of principal invested.

This presentation is provided without regard to the specific investment objectives, financial situation or particular needs of any specific recipient and does not contain investment recommendations. This publication is also designed to provide general information about economics, asset classes and strategies. All sector and asset allocation recommendations must be considered in the context of an individual investor's goals, time horizon and risk tolerance. Not all asset classes and strategies will be suitable for all investors.

<sup>1</sup>Data represented in the charts is derived from a representative account of the composite as of the period end date. Investment performance & annual year end returns are composite performance & returns. Source SS&C.

Some information contained herein has been obtained from third party sources and has not been independently verified by Hodges. Hodges makes no representations as to the accuracy or the completeness of any of the information herein. The information in this material is only as current as the date indicated.

<sup>2</sup>Hodges 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. Returns include the reinvestment of income.

<sup>3</sup>Data 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.