

Needham Small Cap Growth Fund

Institutional Class | NESIX

Semi-Annual Shareholder Report | June 30, 2025

This semi-annual shareholder report contains important information about the Needham Small Cap Growth Fund ("the Fund") for the period of January 1, 2025 to June 30, 2025. You can find additional information about the fund at www.needhamfunds.com/resources-forms. You can also request this information by contacting us at 1-800-625-7071.

What Were the Fund Costs for the Last Six Months? (Based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment*
Institutional Class	\$58	1.18%

* Annualized

How Did the Fund Perform Over the Last Six Months and What Affected its Performance?

During the first half of 2025, the Fund declined significantly in Q1, but ended the period with strong performance. After a sharp market pullback in March driven by tariff announcements and macroeconomic uncertainty, small-cap equities rebounded meaningfully by the end of the second quarter. The Fund returned -2.84% for the six-month period.

Individual stock selection was a key factor in performance. Contributors included TTM Technologies (TTMI) and nLight (LASR), which benefited from improving fundamentals and renewed investor confidence. Detractors included Aspen Aerogels (ASPN) and Harmonic, Inc. (HLIT), which were impacted by sector-specific headwinds and cautious outlooks.

The Fund maintains a long-term, bottom-up investment approach, focusing on companies with improving cost structures, strong balance sheets, and durable growth potential. Amid ongoing macro uncertainty, the Fund continues to find compelling opportunities in the small-cap universe that are poised for recovery and long-term value creation.

How Did the Fund Perform Since Inception?*

The \$100,000 chart reflects a hypothetical \$100,000 investment in the class of shares noted. The chart uses total return NAV performance and assumes reinvestment of dividends and capital gains. Fund expenses, including management fees and other expenses were deducted.

Cumulative Performance

— Needham Small Cap Growth Fund Institutional Class: \$263,160

— Russell 3000 Index: \$304,380

— Russell 2000 Growth Index: \$197,370



Annual Average Total Return (%)

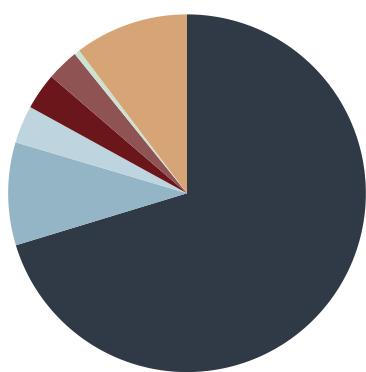
	1 Year	5 Year	Since Inception (12/30/2016)
Institutional Class	0.90	6.57	12.06
Russell 3000® Index	15.30	15.96	13.99
Russell 2000® Growth Index	9.73	7.42	8.33

* The Fund's past performance is not a good predictor of the Fund's future performance. The returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

Key Fund Statistics (as of June 30, 2025)

Net Assets	\$139,384,308
Number of Holdings	61
Portfolio Turnover	55%

What Sectors Did the Fund Invest In? (as of June 30, 2025)



- Information Technology 70.3%
- Industrials 9.3%
- Consumer Discretionary 3.4%
- Materials 3.3%
- Health Care 2.9%
- Utilities 0.5%
- Cash & Other 10.3%

Top Ten Issuers (as a percentage of net assets)

Dreyfus Treasury Securities Cash Management	10.4%
ADTRAN Holdings, Inc.	6.0%
TTM Technologies, Inc.	5.4%
PDF Solutions, Inc.	5.0%
Harmonic, Inc.	3.8%
Arteris, Inc.	3.7%
Aspen Aerogels, Inc.	3.3%
Vishay Intertechnology, Inc.	3.2%
Rogers Corp.	2.7%
Chart Industries, Inc.	2.7%

For additional information about the Fund; including its prospectus, financial information, holdings and proxy information, scan the QR code or visit www.needhamfunds.com/resources-forms

Householding

To reduce Fund expenses, only one copy of most shareholder documents may be mailed to shareholders with multiple accounts at the same address (Householding). If you would prefer that your Needham Funds, Inc. documents not be householded, please contact Needham Funds, Inc. at 1-800-625-7071, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by Needham Funds, Inc. or your financial intermediary.

