

Needham Growth Fund

Institutional Class | NEEIX

Annual Shareholder Report | December 31, 2025

This annual shareholder report contains important information about the Needham Growth Fund ("the Fund") for the period of January 1, 2025 to December 31, 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 Year? (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	\$127	1.21%*

* Reflects Fee Waivers and/or Expense Assumptions, without which expenses would have been higher.

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

Performance

For the 12-month period ended December 31, 2025, the Needham Growth Fund's performance was affected by a volatile market environment and individual stock selection. Equity markets experienced periods of volatility during the year, particularly in the first quarter, related to trade and tariff policy. The market weakness earlier in the year was followed by periods of recovery, particularly in the second half, as the Federal Reserve began reducing interest rates.

The key factor affecting the Fund's performance was stock selection. Several holdings related to data centers, semiconductor manufacturing, and infrastructure contributed positively during the year as demand remained strong in these areas. Top contributors included Vicor Corporation (VICR), Nova, Ltd. (NVMI), and Lam Research (LRCX). Top detractors included Aspen Aerogels, Inc. (ASPN), The Trade Desk, Inc. (TDD), and CarMax, Inc. (KMX).

Investment Themes

The Fund's major investment theme remains the importance of U.S. infrastructure. The Fund invests in lesser-known "pick and shovel" providers behind engineering, manufacturing, and technology development. Portfolio companies sell into data centers, life sciences laboratories, semiconductor and other manufacturing facilities, transportation infrastructure, energy systems, and defense-related markets. The U.S. has underinvested in many of these areas, which may create long-term opportunities.

Four areas present throughout the portfolio are: Semiconductor manufacturing, data centers and artificial intelligence (AI) processing, U.S. manufacturing, and defense technology.

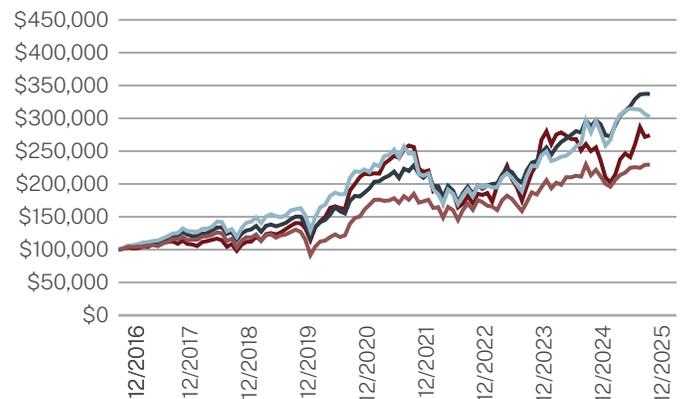
Needham Investment Management LLC, the Fund's adviser, believes the AI buildout remains in an early stage. The Fund's strategy is to invest in companies developing new products and services and to hold those that execute successfully over time.

How Did the Fund Perform Since Inception?*

The following graph compares the initial and subsequent account values at the end of each of the most recently completed annual periods for the life of the Institutional Class shares of the Fund since its inception. The graph assumes a \$100,000 initial investment at net asset value at the inception date of the Fund in an appropriate, broad-based securities market index and a more narrowly based index that reflects the market sector in which the Fund invests for the same period.

Cumulative Performance

- Needham Growth Fund Institutional Class: \$274,049
- Russell 3000 Index: \$337,177
- Russell Midcap Growth Index: \$302,321
- S&P MidCap 400 Growth: \$229,322



Annual Average Total Return % (as of December 31, 2025)

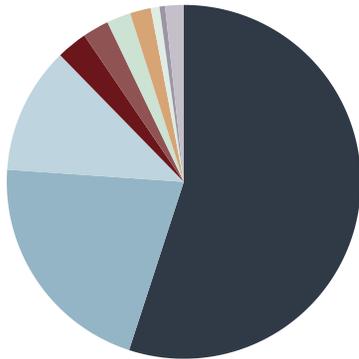
	1 Year	5 Year	Since Inception (12/30/2016)
Institutional Class	9.59	6.52	11.85
Russell 3000® Index	17.15	13.15	14.45
Russell Midcap® Growth Index	8.66	6.65	13.08
S&P MidCap 400® Growth	7.50	9.12	9.66

* **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. All performance figures assume reinvestment of dividends and distributions.

Key Fund Statistics (as of December 31, 2025)

Net Assets	\$149,712,125
Number of Holdings	65
Portfolio Turnover	6%
Net Advisory Fee	\$1,699,146

What Sectors Did the Fund Invest In? (as of December 31, 2025) (as a percentage of net assets)



- Information Technology 55.0%
- Industrials 21.1%
- Health Care 11.6%
- Consumer Discretionary 2.8%
- Communication Services 2.4%
- Financials 2.2%
- Materials 1.9%
- Real Estate 0.8%
- Energy 0.5%
- Cash & Other 1.7%

Top Ten Issuers (as a percentage of net assets)

Super Micro Computer, Inc.	5.4%
PDF Solutions, Inc.	5.1%
Thermo Fisher Scientific, Inc.	5.1%
Nova, Ltd.	4.3%
FormFactor, Inc.	3.6%
Vicor Corp.	3.3%
Parsons Corp.	3.3%
nVent Electric PLC	3.2%
Entegris, Inc.	3.1%
Photronics, Inc.	2.9%

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 househanded, 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.

