

FUND GUIDE



Multiple offerings tailored to specific investor needs.

CORE

Royce Pennsylvania Mutual Fund

Royce Heritage Fund

Generally invest across a wide spectrum of small companies using a diversified approach. We select stocks in these Funds using our core investment approach, which is based on attractive valuation, balance sheet quality and returns on invested capital. We developed this approach during the 1970s and '80s in our flagship, Royce Pennsylvania Mutual Fund. These Funds may also incorporate ideas used in other portfolios, such as low-priced stocks, dividend-paying stocks, above-average growth companies and international securities.

CORE + DIVIDENDS

Royce Total Return Fund

Royce Dividend Value Fund

Generally invest in a diversified portfolio of dividend-paying smaller companies using our core investment approach. We believe that an investment strategy that seeks both long-term growth and current income has the potential to generate above-average absolute returns over full market cycles with less volatility. These Funds may also invest a portion of the portfolio in preferred stocks and in fixed income securities, such as convertible bonds.

FOCUSED

Royce Premier Fund

Royce Special Equity Fund

Royce Value Fund

Royce 100 Fund

Generally employ a more limited portfolio approach—typically holding no more than 100 positions—and whose holdings possess what we believe are attractive valuations and higher-quality characteristics. These include strong balance sheets, above-average returns on invested capital and the ability to generate free cash flow.

OPPORTUNISTIC THEMES

Royce Low-Priced Stock Fund

Royce Opportunity Fund

Royce Value Plus Fund

Generally invest in companies considered more opportunistic, with each emphasizing different themes, such as turnarounds, special situations, low-priced stocks and/or companies with high growth prospects. These portfolios are highly diversified and have the potential for higher returns, commensurate with each Fund's higher level of risk.

MICRO-CAP

Royce Micro-Cap Fund

Royce Micro-Cap Discovery Fund

Generally invest in micro-caps, those companies with market capitalizations up to \$750 million, using our core investment approach. Due to the sector's size and limited research coverage, there is more opportunity to find pricing inefficiencies. Therefore, we believe that the potential for higher returns, commensurate with a higher level of risk, is greater than for any other capitalization sector of the domestic equity marketplace.

MID-CAP

Royce SMid-Cap Value Fund

Royce Mid-Cap Fund

Generally invest in mid-caps, those companies with market capitalizations from \$2.5 billion to \$15 billion, or smid-caps, those companies with market capitalizations from \$750 million to \$10 billion. While not restricted by number of holdings, we typically employ a more concentrated approach when investing in these companies, holding proportionately larger positions in a relatively limited number of stocks.

GLOBAL/INTERNATIONAL

Royce Global Value Fund

Royce International Smaller-Companies Fund

Royce European Smaller-Companies Fund

Generally invest in non-U.S. based companies with what we think are attractive valuations. We use the same core investment approach, which focuses on balance sheet quality and returns on invested capital, when investing in international businesses. We have found that quality is an international concept that recognizes no borders. This universe is enormous, dwarfing the domestic smaller companies market.

Go Online For More Tools To Help You Better Understand Our Funds.

- ▶ Online Fund Guide www.roycefunds.com/guide
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- ▶ Prices & Performance www.roycefunds.com/prices

TheRoyceFunds

COMMITTED TO SMALLER COMPANIES, DEVOTED TO VALUE

