

Royce Small-Cap Collective Trust Fund

4Q2014
R-INST
Class


Jay Kaplan, CFA
14 Years at Royce
26 Years of Experience

\$1.25^B
Avg Market Cap¹
98%
Active Share²
\$2.2^M
Net Assets

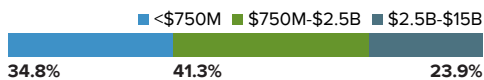
1+
Years of History

56
Total Holdings

33
Holdings ≥ 75% of
Total Investments

Market Cap Exposure

Percentage of Portfolio



Fund Information and Portfolio Diagnostics

Number of Holdings	56
Weighted Average P/E Ratio ^{3,4}	14.7x
Weighted Average P/B Ratio ^{3,4}	1.7x
U.S. Investments (% of Net Assets)	87.9%
Non-U.S. Investments (% of Net Assets)	8.8%

Royce Small-Cap Collective Trust Fund Information

CUSIPS	
R-INST Class	41023V678
R Class	41023V686
Investment Category	US Small-Cap

¹ **Geometric Average.** This weighted calculation uses each portfolio holding's market cap in a way designed to not skew the effect of very large or small holdings; instead, it aims to better identify the portfolio's center, which Royce believes offers a more accurate measure of average market cap than a simple mean or median.

² **Active Share** is the sum of the absolute values of the different weightings of each holding in the Fund versus each holding in the benchmark, divided by two.

³ **Harmonic Average.** This weighted calculation evaluates a portfolio as if it were a single stock and measures it overall. It compares the total market value of the portfolio to the portfolio's share in the earnings of its underlying stocks.

⁴ The Fund's Price-Earnings, or P/E, ratio calculation excludes companies with zero or negative earnings (1% of portfolio holdings as of 12/31/14). It is calculated by dividing a company's share price by its trailing 12-month earnings-per-share (EPS). The Price-to-Book, or P/B, Ratio is calculated by dividing a company's share price by its book value per share.

Why invest in Royce Small-Cap Collective Trust Fund?

- Investment goal of long-term growth of capital
- Royce Small-Cap Collective Trust Fund (the "Fund") is a collective investment fund (CIF) created by the Hand Composite Employee Benefit Trust and sponsored by Hand Benefits & Trust Company, a BPAS company. Royce & Associates, LLC ("Royce") serves as the Fund's Investment Sub-Adviser and invests its assets using a small-cap equity strategy.
- Royce, the Fund's Investment Sub-Adviser, invests the Fund's assets primarily in equity securities of small-cap companies, those with market capitalizations up to \$2.5 billion. Using its value approach, Royce generally looks for companies that it believes have excellent business strengths and/or prospects for growth, high internal rates of return, and low leverage that are trading significantly below its estimate of their current worth.

Comparable Fund Strategy

- The performance information provided in this material is for both RCT and Royce Capital Fund - Small-Cap Portfolio ("RCS"), a mutual fund advised by Royce. RCS uses a value approach substantially similar to the Fund's strategy by investing primarily in small-cap stocks. The Fund's Portfolio Manager, Jay Kaplan, has managed RCS since 2003. This information must be read in conjunction with the Important Disclosures and Notes to RCS Information on page 3.

Performance of RCT

Cumulative Total Return (%) Through 12/31/14

	4Q2014 ¹	1-YR	SINCE INCEPTION (6/3/13)
RCT	8.95	4.07	14.73
Russell 2000	9.73	4.89	14.74

¹Not Annualized

Related Performance of RCS¹

Average Annual Total Return (%) Through 12/31/14

	4Q2014 ²	1-YR	3-YR	5-YR	10-YR	15-YR	SINCE INCEPTION (12/27/96)
RCS	8.21	3.24	16.10	12.78	8.23	11.91	11.87
Russell 2000	9.73	4.89	19.21	15.55	7.77	7.38	8.36

Annual Operating Expenses: 1.05%

¹ See Important Information about RCS Performance on page 3

² Not Annualized

Important Performance Information

Royce Small-Cap Collective Trust Fund has limited performance data to report. All performance information shown for RCT and for RCS, is presented on a total return basis, and reflects the reinvestment of distributions. The performance quoted here does not guarantee future results. Performance information for RCS shown herein should not be relied upon, does not represent, and is not indicative of the Fund's actual or future performance or the results that may be achieved by an investor in the Fund. RCS is a mutual fund while the Fund is a private collective trust fund that is not registered as an investment company under the 1940 Act. The related performance of RCS shown is for its Investment Class, is presented on a total return basis, is unaudited, net of applicable management fees and other expenses, presumes reinvestment of distributions, and excludes investor-specific sales and other charges. Operating expenses reflect RCS's total annual operating expenses for the Investment Class as of RCS's most current prospectus and include management fees and other expenses. Before investing in any investment portfolio, the client and financial professional should carefully consider the client's investment objectives, time horizon, risk tolerance, and concerns about fees.

Top 10 Positions

% of Net Assets (Subject to Change)

Fabrinet	3.0
Reinsurance Group of America	3.0
Brocade Communications Systems	3.0
Buckle (The)	3.0
Vishay Intertechnology	3.0
PC Connection	2.9
UniFirst Corporation	2.8
MYR Group	2.8
Nu Skin Enterprises Cl. A	2.7
NETGEAR	2.7

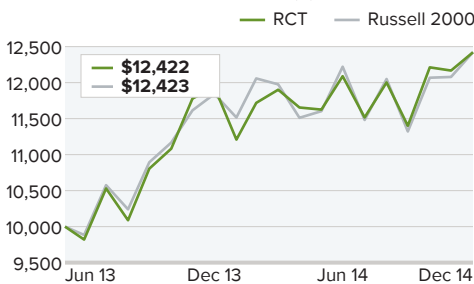
Portfolio Sector Breakdown

% of Net Assets (Subject to Change)

	RCT	RUSSELL 2000
Information Technology	28.7	17.9
Consumer Discretionary	25.3	13.7
Financials	14.0	24.2
Industrials	12.5	13.8
Energy	6.3	3.5
Materials	4.6	4.5
Consumer Staples	4.0	3.3
Health Care	1.3	14.8
Utilities	—	3.6
Telecommunication Services	—	0.8
Cash and Cash Equivalents	3.4	—

Value of \$10,000

Invested on 6/3/13 as of 12/31/14 (\$)



General Information

Advisor	Royce & Associates, LLC
Location	New York, NY
Inception Date	6/3/13
Fund Assets	\$2.2 million
Firm Assets	\$29 billion
Trustee	Hand Benefits & Trust Co.
Custodian/Admin	BNY Mellon
Fund Management Fee	0.80%
Fund Trustee Fee	0.06%
Custody & Other Fees	0.04%
Total Expense Ratio ¹ (capped at 0.90%)	0.90%
Contact	David Gruber
Phone	(800) 348-1414
Email	dgruber@roycefunds.com
Fax	(212) 832-8921
Address	745 Fifth Avenue New York, NY 10151

¹ Total Expense Ratio: The effect of this Total Expense Ratio per \$1,000 investment is \$9 per year. The expense cap is subject to change at the sole discretion of the Trustee and Advisor

Primary Risks—Royce Small-Cap Collective Trust Fund is subject to market risk—the possibility that common stock prices will decline over short or extended periods of time. As a result, the value of your investment in the Fund will fluctuate with the market, and you could lose money over short or long periods of time. The prices of small-cap securities are generally more volatile and their markets are less liquid relative to larger-cap securities. Therefore, the Fund may involve more risk of loss and its returns may differ significantly from funds investing in larger-cap companies or other asset classes. The Fund holds a limited number of portfolio securities (less than 100) and therefore may involve more risk to investors than a more broadly diversified portfolio of small-cap securities because it may be more susceptible to any single corporate, economic, political, regulatory or market event.

The **Price-Earnings**, or P/E, Ratio is calculated by dividing a company's share price by its trailing 12-month earnings-per-share (EPS). Russell Investment Group is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group. The Russell 2000 is an unmanaged, capitalization-weighted index of domestic small-cap stocks. It measures the performance of the 2,000 smallest publicly traded U.S. companies in the Russell 3000 index.

The Fund is not a mutual fund. Its shares are not deposits of Hand Benefits & Trust Company, a BPAS company, or Royce & Associates, and are not insured by the FDIC or any other agency. The Fund is a security that has not been registered under the Securities Act of 1933 and is exempt from investment company registration under the Investment Act of 1940. To obtain the most recent quarterly fact sheet please visit http://www.bpas.com/products/inst_trust_serv_factsheets.htm

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Important Disclosures

- This information is for illustration and discussion purposes only. It is not intended to be, nor should it be construed or used as investment, tax, ERISA, or financial advice, or an offer to sell, or a solicitation of any offer to buy, shares of Royce Small-Cap Collective Trust Fund (the “Fund”) or an interest in any other fund managed or advised by Royce & Associates, LLC (“Royce”) or sponsored by Hand Benefits & Trust Company (“HBT”). Royce is the Adviser to the Fund. Any offer or solicitation of an investment may be made only by delivery of the Fund’s offering documents (collectively, the “Offering Documents”) to qualified investors, i.e., ERISA qualified retirement plans for which HBT serves as either Trustee or Agent for a duly appointed Trustee. Prospective investors should review carefully and rely solely on the Offering Documents in making any investment decision and determine, along with its financial, ERISA and/or tax advisors, whether an investment in the Fund is suitable; an investment in the Fund is not suitable for all prospective investors.
- Certain performance information shown is for Royce Capital Fund – Small Cap Portfolio (“RCS”), a mutual fund advised by Royce that pursues a substantially similar strategy to that which the Fund pursues. RCS information is provided solely for illustrative and discussion purposes. The terms (including management fee and expenses) and portfolio of the Fund varies from RCS. Nothing herein should be construed as an offer to sell or solicitation of an offer to buy shares in RCS. See Notes to RCS Information below.
- No representation is made that the Fund will or is likely to achieve its objectives, that Royce’s investment process or risk management will be successful, or that an investor in the Fund will or is likely to achieve results comparable to those shown or will make any profit or will not suffer losses or loss of principal. An investment in the Fund involves risks, as disclosed in the Offering Documents. As market conditions fluctuate, the investment return and principal value of any investment will change. Past performance is not indicative of future results.
- This material is as of the date indicated, is not complete, and is subject to change. Certain information, including information related to indexes, has been provided by and/or is based on third party sources and, although believed to be reliable, has not been independently verified and Royce is not responsible for errors from these sources. Sector weightings are determined using the Global Industry Classification Standard (“GICS”). GICS was developed by, and is the exclusive property of, Standard & Poor’s Financial Services LLC (“S&P”) and MSCI Inc. (“MSCI”). GICS is the trademark of S&P and MSCI. “Global Industry Classification Standard (GICS)” and “GICS Direct” are service marks of S&P and MSCI.

Notes to RCS information

- RCS information should not be relied upon and does not represent, and is not indicative performance of, the Fund’s actual or future performance or the results that may be achieved by an investor in the Fund. RCS is a mutual fund and the Fund is a private collective trust fund that will not be registered as an investment company under the 1940 Act. The performance for RCS shown is for its Investment Class, is presented on a total return basis, and is unaudited, net of applicable management fees and other expenses, presumes reinvestment of distributions, and excludes investor-specific sales and other charges. Operating expenses reflect RCS’ total annual operating expenses for the Investment Class as of the RCS’ most current prospectus and include management fees and other expenses.
- Prospective investors in the Fund should note several differences between the Fund’s strategy and that of RCS: (i) the Fund can invest up to 15% of its net assets in foreign securities while RCS can invest up to 25% of its net assets in foreign securities; and (ii) the Fund, absent unusual cash flows, will limit its cash or cash equivalents to 15% of its market value; RCS is not subject to this investment guideline.
- Fees and expenses of RCS differ from fees and expenses of the Fund. RCS’s Investment Class is subject to a 1% annual management fee, and annual Fund operating expenses of 1.05%, while the Fund is subject to a 0.8% annual management fee and a total expense ratio cap of 0.9%. Please refer to the Fund’s Offering Documents for important information and risk disclosures, including information regarding the Fund’s fees, charges and expenses, which will offset the Fund’s gains. RCS’ Prospectus is publicly available. The RCS performance results shown have not been pro forma adjusted to reflect the fees and expenses charged by the Fund. A decision to invest in the Fund should not be based on the returns or portfolio information of RCS. Past performance is not indicative of future results.
- RCS performance results may be considered hypothetical even though based on the actual trading of RCS utilizing a small-cap equity portfolio approach because the performance of RCS does not reflect the actual management of the Fund. An investment in RCS and an investment in the Fund will not be identical and the portfolios of RCS and the Fund differ. Royce makes all trading and investment decisions for the Fund and its investments will vary over time. Related performance such as the RCS results have inherent limitations, some of which are described herein. One limitation is that they do not reflect the Fund’s actual management and therefore do not reflect the impact that economic and market factors, including concentration, lack of liquidity or market disruptions, may have on investment decisions for the Fund. In fact, there may be sharp differences between the RCS results and the actual results that the Fund may achieve. There also may be a material difference between the Fund’s assets at any time and those managed in RCS. This difference may have an impact on the management of the Fund. No representation is made that the Fund’s performance, assets or portfolio would have been the same as RCS had the Fund been in existence during such time. To the extent there are any material differences between Royce’s management of the Fund and the management of RCS, RCS’s performance results will no longer be as representative and their illustration value will decrease substantially.
- This information is confidential, is intended only for intended recipients and their authorized agents or representatives and may not be distributed to any other person without Royce’s prior written consent.

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