



Capital Gains Distribution Notice

Dear Shareholder,

As the investment adviser to the TANAKA Growth Fund, we seek to maximize long-term shareholder value through disciplined, active portfolio management. This requires a continual balance between allowing successful investments to compound over time and periodically trimming positions to fund new opportunities, right-size position weightings, and comply with the diversification rules that govern the Fund. As a result of this ongoing process, the Fund may periodically realize capital gains.

Over the past 12 months, we have been active in introducing new investment ideas to the portfolio while also taking advantage of opportunities to lock in gains in certain holdings that appreciated rapidly due to positive company-specific developments. We also took a proactive approach to managing the portfolio during periods of elevated market volatility in the first half of calendar 2025. These actions contributed significantly to performance, with the Fund generating a 37% total return for the fiscal year ending November 30, 2025 compared to gains of 17% and 16% for its benchmark Wilshire 2500 Growth Index and the S&P 500, respectively. While we believe these portfolio decisions position the Fund well heading into 2026, they also resulted in higher realized capital gains than in past years, particularly as several positions had low cost bases relative to their market values at the time of sale. Accordingly, short-term capital gains of \$2.07 per share and long-term capital gains of \$5.42 per share were distributed to TANAKA Growth Fund shareholders on December 18th, 2025.

As required by federal law, unless you hold shares in a tax-exempt account, such as a 401(k) or IRA, these short- and long-term capital gains are taxable to you, even if the distribution was automatically reinvested into additional shares of the Fund instead of being paid in cash to you. If you elected to reinvest your capital gains distribution, the additional shares were purchased at the Fund's net asset value on the distribution date, which increases your overall cost basis in the Fund and may reduce the amount of capital gains realized upon a future sale of Fund shares. The distribution and any applicable taxes will be reported on Form 1099-DIV, which will be provided to you for your tax filing purposes at a future date. Please consult with your accountant or financial advisor regarding the tax implications of this distribution for calendar year 2025.

If you have any questions about this distribution, please contact Mutual Shareholder Services at 1-800-4TANAKA or Tanaka Capital Management at 212-490-3380.

Thank you for your continued investment in the TANAKA Growth Fund.

Graham Tanaka, CFA

Benjamin Bratt, CFA