CONESTOGA
CAPITAL ADVISORS

PIONEERS IN SMALL AND MID CAP INVESTING

SECOND QUARTER 2020 COMMENTARY

MARKET REVIEW

Equity markets roared back in the second quarter, posting some of the most positive quarterly total returns on record. Small and SMid Cap Growth stocks, as measured by the Russell 2000 Growth and Russell 2500 Growth Indices, posted returns topping 30%, rates that were last realized in the fourth quarter of 1999. Large cap stocks experienced similarly strong returns, with the S&P 500 rising 19.95%, its best quarter since the fourth quarter of 1998. Optimism that the economy would recover from the effects of the COVID-19 pandemic was fueled by the massive monetary and fiscal policy responses. Improvements in regions most impacted by COVID-19 in the earliest phases of the virus were offset by new hot spots, but there are hopeful signs in better treatments and vaccine developments.

As one may expect, the market rally was led by companies with "low-quality" characteristics – loss-makers, high debt levels, low returns on equity, and other indicators of weaker business and financial conditions. These types of companies frequently outperform at the beginning of a market rebound – a relief rally – as they are often among those that underperform during market declines. Perhaps more interesting, Growth stocks outperformed Value stocks during the first quarter decline and the second quarter rebound. Growth stocks continue to benefit from their higher exposure to profitable technology and healthcare companies, while Value suffers from its higher exposure to financials and energy companies.

The Conestoga Small Cap Growth and SMid Cap Growth strategies lagged their benchmarks in the second quarter. We expect to lag in such periods given our emphasis on higher-quality companies (those with positive earnings, sustainable growth rates, low debt levels and other characteristics). Year-to-date, the Small Cap Growth strategy has outperformed its benchmark while the SMid Cap Growth strategy is modestly trailing its benchmark. Returns for both strategies are below:

PERFORMANCE TABLE (AS OF 6/30/20)*

	2Q20	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception 12/31/1998
Conestoga Small Cap Growth (Net)	**26.65%**	**2.11%**	**3.92%**	**14.03%**	**14.17%**	**15.89%**	**11.89%**
Russell 2000 Growth	*30.58%*	*-3.06%*	*3.48%*	*7.86%*	*6.86%*	*12.92%*	*6.79%*
Russell 2000	*25.42%*	*-12.98%*	*-6.63%*	*2.01%*	*4.29%*	*10.50%*	*7.31%*

	2Q20	YTD	1 Year	3 Years	Since 1/31/2017
Conestoga SMid Cap Growth (Net)	**26.73%**	**1.60%**	**7.99%**	**17.00%**	**19.67%**
Russell 2500 Growth	*32.87%*	*2.02%*	*9.21%*	*12.10%*	*13.11%*

**Periods longer than 1 Year are Annualized. Please see additional important disclosures in the fully compliant GIPS presentations at the end of this commentary.*

BUSINESS CONTINUITY AND FIRM UPDATE

As we communicated in our First Quarter Commentary, Conestoga enacted its business continuity plan with specific COVID-19 procedures on March 13th. Since that date, Conestoga's staff has been working remotely. We have been very satisfied with our capability to maintain our standards of operation and service to our clients. We continue to monitor local developments to plan for our return to the office and we will update clients as our plans are finalized. Please don't hesitate to contact us with any questions. We remain ready to serve you.

We are pleased to announce that Ted Chang, CFA, has joined our investment team as Assistant Portfolio Manager for the firm's Mid Cap Growth strategy. Ted will also serve as an Equity Analyst, researching and qualifying investment ideas for Conestoga's Small, SMid and Mid Cap Growth products. Ted brings 12 years of investment experience to the team, most recently as Portfolio Manager and Managing Director at Thornburg Investment Management. At Thornburg, Ted was Co-Portfolio Manager for their Core Growth Fund and All Cap Growth strategies. Prior to joining Thornburg, Ted served as a research analyst at 300 North Capital in Pasadena, CA, where he worked with Conestoga's Co-Portfolio Manager Derek Johnston and covered domestic industrials and materials stocks.

Also during the quarter, John Schipper completed his transition from trading to the investment team. As we announced at the end of 2019, John had expressed an interest in moving to the investment team after six years as our Head Trader. John is serving as Junior Research Analyst on the investment team, supporting the other six team members. Christina Kowalski has seamlessly taken the lead as our Head Trader.

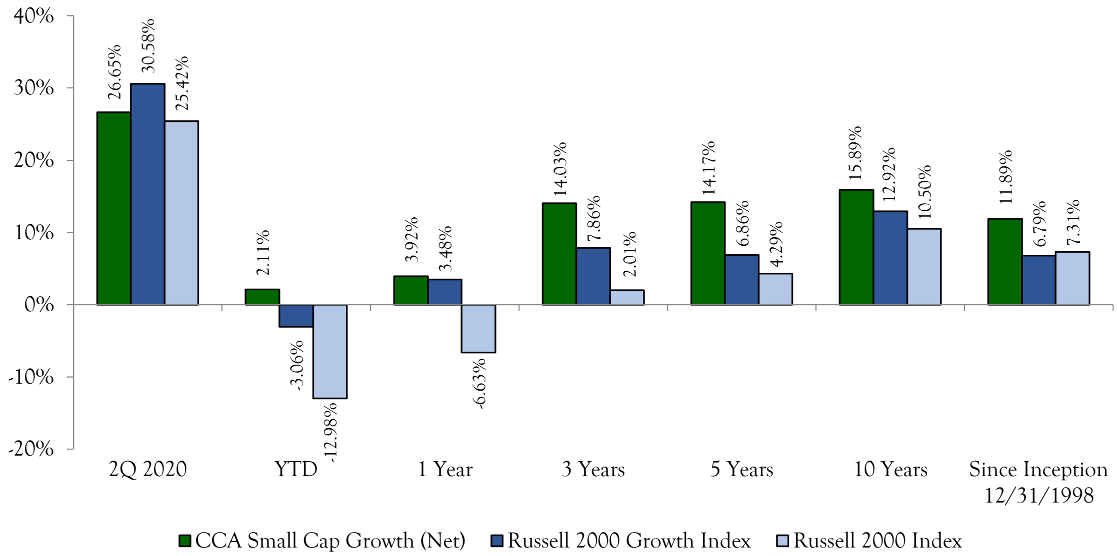
Conestoga's total assets were $5.3 billion as of June 30, 2020. Total Small Cap Growth assets were $4.6 billion. Year-to-date, we have gained $13 million in new separate accounts and lost $15 million in separate accounts. Conestoga is not actively pursuing new Small Cap Growth separate account placements. The Conestoga Small Cap Fund has experienced net inflows of $116 million in 2020 and remains in soft-close. Please don't hesitate to contact us if you have questions about potential Small Cap Growth placements.

The SMid Cap Growth strategy's total assets crossed a major milestone — above $500 million — as they reached $648 million on June 30, 2020. Our proprietary mutual fund, the Conestoga SMid Cap Fund, ended the quarter with $204 million in net assets. The SMid Cap Fund has experienced net inflows of $53 million in the year-to-date 2020 period.

CONESTOGA'S SMALL & SMID CAP GROWTH STRATEGIES (AS OF 6/30/20)

Portfolio Guidelines	Small Cap Growth	SMid Cap Growth
Capitalization Range	Within the range of the rolling 3-year average of the benchmark	
Weighted Avg. Market Capitalization	$3,598.6 Million	$7,599.1 Million
Number of Holdings (Range)	45 – 50	40 – 60
Primary Benchmark	Russell 2000 Growth	Russell 2500 Growth
Investment Vehicles	Separate Account, Mutual Fund, CIF	Separate Account, Mutual Fund, CIF
Estimated Capacity	Limited	$2.0 Billion Plus
Total Strategy Assets	$4,638.3 Million	$648.5 Million
Holdings Overlap	28 stocks held in Both Portfolios	

Small Cap Growth Performance (As of 6/30/20)**



*** Sources: Conestoga, Russell Investments. Periods Longer than One Year are Annualized. Composite Inception is December 31, 1998. Please see additional important disclosures in the fully compliant GIPS presentations at the end of this commentary.*

Small Cap Growth - 2Q20 Performance & Attribution

Conestoga's Small Cap growth strategy rose 26.65% net-of-fees in the second quarter, versus the Russell 2000 Growth Index return of 30.58% and the Russell 2000 Index return of 25.42%. Stock selection effects were negative during the period, with particular weakness in the Materials & Processing, Health Care and Producer Durables sectors. Our modest exposure to cash during such a strong up market also detracted from returns.

The impact of COVID-19 continued to be a key factor in many stocks total returns in the second quarter – both positively and negatively. The strategy's top contributor was Fox Factory Holding Corp. (FOXF) a manufacturer of bicycle components which benefited from consumers renewed enthusiasm for outdoor activities during the pandemic. Conversely, Helios Technologies Inc. (HLIO), a manufacturer of specialty hydraulic valves, saw its China and Italy plants shuttered for several weeks and a drop in demand.

Materials & Processing was one of the stronger performing sectors of the Index in the second quarter, benefiting from decreasing pessimism about the overall economic outlook. The Materials & Processing sector rose over 38% within the Russell 2000 Growth Index. Conestoga's holdings within the sector performed reasonably in line with the Index sector, except for Balchem Corporation (BCPC), which lagged on concerns that COVID-19 would more significantly impact its agricultural unit's revenues and earnings.

Within Health Care, the strategy's positions in Omnicell Inc. (OMCL), Neogen Corporation (NEOG) and LeMaitre Vascular Inc. (LMAT) were the key detractors from return. OMCL and LMAT reported revenue and earnings that met or exceeded expectations, but their stock price advances trailed the Index Health Care sector returns. NEOG missed expectations for earnings, but also posted positive returns which trailed the Index. Among the positive contributors, Ligand Pharmaceuticals Inc. (LGND) added to relative returns after posting revenue and earnings that exceeded expectations and raising their forward guidance.

The Producer Durables sector had a number of holdings which lagged the Index sector returns. Notably, Mesa Laboratories Inc. (MLAB), Helios Technologies Inc. (HLIO) and Douglas Dynamics Inc. (PLOW) each posted modestly negative total returns in the period after reporting revenue and earnings results which were lower-than-expected and/or dampening their outlooks.

In the year-to-date, the strategy is holding its advantage relative to its benchmarks, rising 2.11% net of fees. This compares to the Russell 2000 Growth Index decline of -3.06% and the Russell 2000 Index drop of -12.98%. Nearly all of the outperformance in 2020 was generated during the market's sharp decline from mid-February to mid-March. This is in line with our expectations of protecting capital in down markets by emphasizing companies which we believe have more sustainable and higher-quality growth profiles.

Small Cap Growth - Top 5 Leaders

1. Fox Factory Holding Corp. (FOXF): FOXF designs, manufacturers, and markets premium suspension products for the Mountain Bike (40% of revenue) and the Power Vehicles Markets (60% of revenue). As the COVID-19 healthcare crisis developed, FOXF saw an accelerating demand in its Mountain Bike segment as Americans rediscovered outdoor activities. Also, FOXF has seen many new design wins and its new Power Vehicle plant in Georgia, coming online now, will help in meeting this strong demand.

2. Trex Company, Inc. (TREX): TREX is the market leader in composite decking and railing. The stock performed well during the quarter due to its continued success of its new entry price point product (Trex Enhanced Basics). Also, because of COVID-19, outdoor home improvement projects saw a pickup benefitting TREX.

3. Descartes Systems Group, Inc. (DSGX): DSGX shares rallied along with many software peers due to visible revenue growth and potential benefits from COVID-19. While DSGX has seen some volume reductions within their customer's supply chains, the company has reciprocated with cost reductions to maintain profitability. Longer term, we believe the company may benefit as customers use their platform to re-evaluate and adjust their supply chains to offset risks exposed during 2020.

4. Paylocity Holding Corp. (PCTY): This provider of cloud-based payroll and human resources management services to smaller businesses suffered during the market decline in the first quarter due to concerns about surging unemployment within the small business segment of the economy (PCTY's primary market). After reporting better-than-expected fiscal 3Q earnings and future bookings, PCTY rebounded in the second quarter.

5. BlackLine, Inc. (BL): Shares of BL appreciated during the second quarter as the pandemic has forced company's financial divisions to rethink how they operate and perform the necessary accounting and financial close functions. COVID-19 seems to have added fuel to the "digital transformation" trend that many have pointed to within organizations. BL's tools enable work-from-home and drive greater employee productivity.

Small Cap Growth - Bottom 5 Laggards

1. Helios Technologies, Inc. (HLIO): Based in Sarasota, FL, this company designs and manufactures specialty hydraulic valves and electronic components. COVID-19 caused HLIO to temporarily shutter its plants in China and Italy, and the company lowered its guidance earlier in the year. Their first quarter revenue and earnings exceeded the lowered expectations, but the company is still not offering future guidance. A management change in the CEO office likely also weighed on the stock during the quarter.

2. WD-40 Company, Inc. (WDFC): WDFC is a global consumer products company which outsources the manufacturing of maintenance products used in manufacturing, repair and construction. The company sold off in April after reporting disappointing gross margins which many expected to improve given its historic inverse relationship to petroleum prices, a key input cost in the manufacturing of its aerosol cans.

3. Balchem Corp. (BCPC): BCPC is a specialty ingredients company that sells products into several different industries such as Food/Beverage, Agricultural and Healthcare. Despite a strong first quarter results, the stock was down due to concerns about the profitability of its Agricultural segment (27% of revenue) as a result of the COVID-19 pandemic.

4. Vocera Communications, Inc. (VCRA): VCRA did not participate in the market's rapid ascent as investors debated the effects of COVID-19 on their business. VCRA's communication and workflow tools proved essential in hospitals that faced capacity constraints with COVID-19 patients. VCRA badges were strapped to beds in makeshift hospitals in New York City and other locations. On the other hand, many hospitals shuttered capacity and lost millions in revenue as high-margin elective procedures were not able to be performed as states locked down. This elongates sales cycles and puts capital budgets under pressure.

5. Blackbaud, Inc. (BLKB): As a leading provider of software and services to the non-profit sector, investors are justifiably concerned about the financial health of BLKB's customer base. The volatility of the equity market may adversely impact people's ability to make charitable donations and non-profits' financial health are generally not robust. We trimmed our position in BLKB by half as a result of these factors. We are maintaining the smaller position because BLKB's management team has taken steps to cut costs and stated that it will take actions to maintain its targeted EBITDA levels. Historically, charitable giving has remained fairly resilient during challenging economic times.

Source: FactSet Research Systems.

Small Cap Growth - 2Q20 Buys

1. Model N, Inc. (MODN): MODN is a leading provider of cloud-based revenue management software for the life sciences and technology industries. The company's Revenue Cloud is an end-to-end solution to maximize revenue through its lifecycle, from configure, price and quote to contract management and compliance. MODN supports a customer base that includes blue-chip firms such as Johnson & Johnson, Pfizer, Gilead, Qualcomm, AMD, Biogen and Novartis. Since Jason Blessing took over as the CEO in 2018, MODN has become more focused on its two core end markets, upgraded the C-suite with more seasoned software talent, strengthened the balance sheet, and accelerated their transition to the cloud, which will increase customer lifetime values. With this foundation now in place, MODN is looking to grow its existing market share of the $4 billion total addressable market through R&D and acquisitions.

2. RealPage, Inc. (RP): Founded in 1998, RP is a global software and data analytics firm used by the real estate industry to manage assets, increase occupancy and improve yields. RP's platform targets 3-5% higher revenue yield for customers in addition to operational efficiencies. RP counts 16.8 million units as customers spread across multi-family, HOA and single-family vacation properties. 86% of RP's revenues are subscription-based and they experience annual attrition of just 3%. We believe a portion of their business should be countercyclical as landlords focus on tools to increase yield during macroeconomic weakness.

3. Q2 Holdings, Inc. (QTWO): Based in Austin, TX, QTWO is a leader in digital banking. Founded in 2005, QTWO offers a cloud based digital banking platform to a bank's retail customers as well as offerings in the corporate banking, lending, regulatory and compliance areas. QTWO is a company that we became familiar with during the last several years because of our ownership in Bottomline Technologies Inc. (EPAY) and ACI Worldwide, Inc. (ACIW). We participated in a secondary offering the company completed during the second quarter of 2020. While banks may delay some spending and implementations in the near term, we think that QTWO should benefit from the accelerated digitization across the banking industry. We expect the company to grow at least 15-20% over the next 3-4 years.

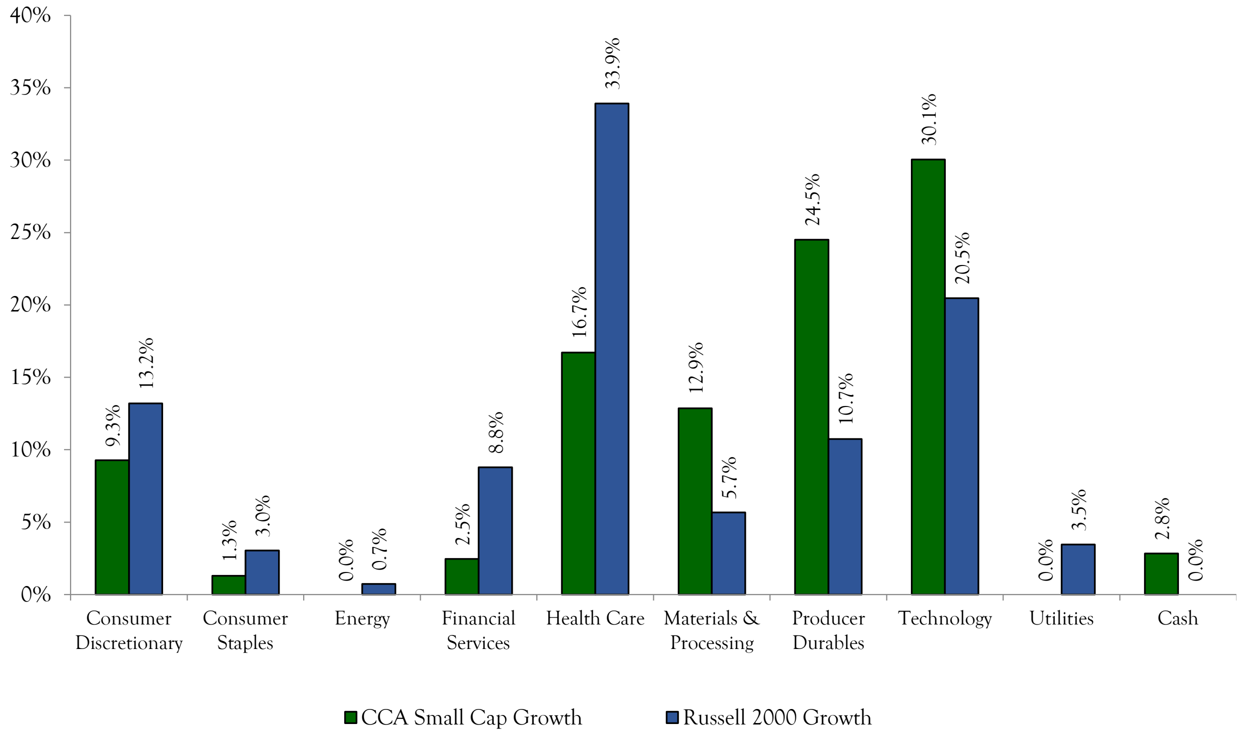
Small Cap Growth - 2Q20 Sells

1. MGP Ingredients, Inc. (MGPI): MGPI is a leading producer and supplier of premium distilled spirits and specialty wheat proteins. Our investment thesis was that MGPI would increasingly benefit from the whiskey and bourbon growth cycle that started during the Great Recession; in particular, distillate the company had been aging since 2015. Four-year aged distillate is low in supply and high in demand, yielding prices three-times the cost of production. However, throughout 2019, management realized that selling aged distillate, particularly in higher volumes, was unpredictable and that led to financial underperformance and guidance revisions lower. Management is now "conducting additional analysis to better understand the aged whiskey market." This left us uncomfortable with the market, the ultimate value of the $95.2 million in aged inventory on MGPI's balance sheet, and lacking confidence in management.

2. Tyler Technologies, Inc. (TYL): First purchased into the Small Cap Growth strategy in 2008, this company provides software services to municipalities and other public sector clients that assist in financial and enterprise management. The company's revenue and earnings have risen steadily over its time in the portfolio, lifting its market capitalization to over $13 billion during the second quarter. We have been trimming our position steadily as the market capitalization rose, and during the second quarter, we removed TYL in its entirety.

Conestoga added to twelve positions and trimmed thirteen positions over the course of the quarter.

SMALL CAP GROWTH - SECTOR WEIGHTINGS (AS OF 6/30/20)



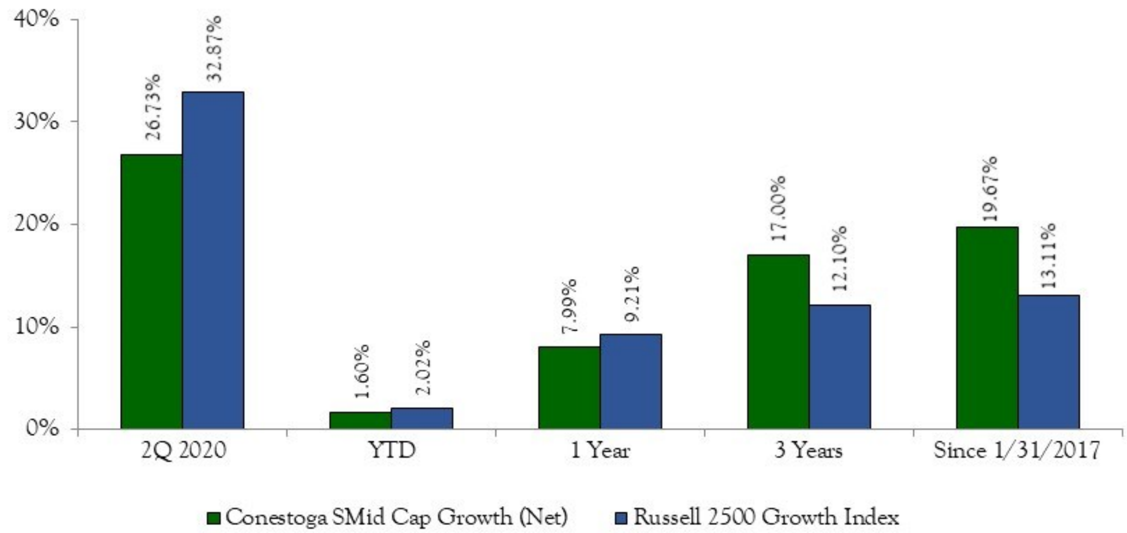
Source: FactSet Research Systems and Conestoga.

SMALL CAP GROWTH - TOP TEN EQUITY HOLDINGS (AS OF 6/30/20)

SYMBOL	COMPANY NAME	SECTOR	% OF ASSETS
FOXF	Fox Factory Holding Corp.	Consumer Discretionary	3.33%
DSGX	Descartes Systems Group Inc.	Technology	3.28%
EXPO	Exponent Inc.	Producer Durables	3.21%
TREX	Trex Company Inc.	Materials & Processing	3.15%
RGEN	Repligen Corp.	Health Care	3.04%
PCTY	Paylocity Holding Corp.	Producer Durables	2.96%
NEOG	Neogen Corp.	Health Care	2.94%
SPSC	SPC Commerce Inc.	Technology	2.86%
MRCY	Mercury Systems Inc.	Technology	2.76%
SITE	SiteOne Landscape Supply Inc.	Consumer Discretionary	2.76%
		Total within the Composite:	**30.29%**

The positions represent Conestoga Capital Advisors largest equity holdings based on the aggregate dollar value of positions held in the client accounts that are included in the Small Cap Composite. All information is provided for informational purposes only and should not be deemed as a recommendation to buy the securities mentioned.

SMID CAP GROWTH PERFORMANCE (AS OF 6/30/20)**



*** Sources: Conestoga, Russell Investments. Composite creation date is December 31, 2013. Please see additional important disclosures in the fully compliant GIPS presentations at the end of this commentary.*

SMID CAP GROWTH - 2Q20 PERFORMANCE & ATTRIBUTION

The SMid Cap Growth composite rose 26.73% net-of-fees in the second quarter but was unable to keep pace with the Russell 2500 Growth Index advance of 32.87%. Most of the underperformance can be attributed to stock selection effects in the Consumer Discretionary, Technology and Producer Durables sectors. As is typically the case when the market return is abnormally high, the portfolio was also hurt by stylistic headwinds where low-quality, high beta stocks outperformed. Companies with no earnings and those with lower levels of operating margins and profitability significantly outperformed those with higher quality earnings and clean balance sheets. Given the rise in equity markets throughout the quarter, the portfolio also suffered from a slight cash drag on performance.

Stock selection effects were most negative in the Consumer Discretionary sector. All of our holdings in the space generated positive returns for the quarter but names such as Bright Horizons Family Solutions, Inc. (BFAM), Rollins, Inc. (ROL), Grand Canyon Education Inc. (LOPE) and Vail Resorts, Inc. (MTN) struggled to keep pace with the sharp snapback in equity prices. These relative detractors were partially offset by our high-conviction position in Pool Corporation (POOL) which was aided by an early start to the pool season driven by warm weather and shelter in place policies.

As was the case in the Consumer Discretionary sector, our holdings in the Technology space performed well on an absolute basis but were unable to keep pace with some of the outperforming lower-quality names in the benchmark. The largest relative detractors were Mercury Systems Inc. (MRCY), Tyler Technologies Inc. (TYL) and Blackbaud Inc (BLKB). Our long-time holding BLKB suffered from expectations that the COVID-19 pandemic would impact its future sales, and we decided to exit the position.

Relative performance in the Producer Durables sector suffered from a combination of negative stock selection and allocation effects. Douglas Dynamics Inc. (PLOW) did not participate in the market rally as any hope for a reacceleration in the economy will have a muted impact due to a majority of company profits tied to snowfall. Shares of Graco Inc. (GGG) traded modestly lower after the stock's rally faded in June as investors questioned the shape of the economic recovery, in particular the important automotive sector.

Our underweight to the biotechnology industry also served as a performance headwind as this segment of the market was up over 41% for the quarter. These types of companies do not typically meet our high-quality investment criteria and our significant underweight detracted from relative returns.

On the positive side, the portfolio did benefit from stock selection and allocation effects in the Financial Services sector where our position in Fair Issac Corp (FICO) was the largest contributor to returns, as well as our lack of exposure to the Utilities and Consumer Staples sectors.

SMid Cap Growth - Top 5 Leaders

1. West Pharmaceutical Services, Inc. (WST): Shares of WST have benefitted during bouts of volatility because of their steady and predictable end markets and revenue model, which has largely been unaffected. We believe that WST may benefit further as companies race to provide billions of doses of a vaccine once one is approved. WST has a dominant market position in providing the dispensing tools for vaccines, particularly one such as COVID-19, which we believe will likely require a higher technology device.

2. Descartes Systems Group, Inc. (DSGX): Descartes Systems Group, Inc. (DSGX): DSGX shares rallied along with many software peers due to visible revenue growth and potential benefits from COVID-19. While DSGX has seen some volume reductions within their customer's supply chains, the company has reciprocated with cost reductions to maintain profitability. Longer term, we believe the company may benefit as customers use their platform to re-evaluate and adjust their supply chains to offset risks exposed during 2020.

3. Pool Corporation (POOL): POOL is the largest distributor of pool equipment, supplies and related building materials in the world. The stock reacted favorably to strong earnings aided by an early start to the pool season driven by warm weather and shelter in place policies.

4. Trex Company, Inc. (TREX): TREX is the market leader in composite decking and railing. The stock performed well during the quarter due to its continued success of its new entry price point product (Trex Enhanced Basics). Also, because of COVID-19, outdoor home improvement projects saw a pickup benefitting TREX.

5. Repligen Corp. (RGEN): RGEN is a provider of tools used by biotechnology companies. The stock performed well during the second quarter, rising by 28.0%. First quarter results beat estimates, with organic revenue growth of 16%. Consensus estimates were anticipating 6% growth. Earnings-per-share of $0.32 were also ahead of expectations of $0.22. RGEN is certainly experiencing some tailwind from ongoing COVID-19 therapy and vaccine R&D, but putting COVID-19 aside, product momentum remains strong in all key areas of its business.

SMid Cap Growth - Bottom 5 Laggards

1. Blackbaud, Inc. (BLKB): As a leading provider of software and services to the non-profit sector, investors are justifiably concerned about the financial health of BLKB's customer base. The volatility of the equity market may adversely impact people's ability to make charitable donations and non-profits' financial health are generally not robust. We sold BLKB from the SMid Cap Growth portfolios as a result of these factors. Note that we maintained the holding in our Small Cap Growth strategy , albeit trimmed by half.

2. Graco, Inc. (GGG): GGG specializes in equipment that measures, mixes and dispenses fluids for the construction and industrial markets, including automotive manufacturing and handheld paint sprayers. One of our more cyclical holdings, the stock's rally faded in June as investors questioned the shape of the economic recovery, in particular the important automotive sector.

3. Balchem Corp. (BCPC): BCPC is a specialty ingredients company that sells products into several different industries such as Food/Beverage, Agricultural and Healthcare. Despite a strong first quarter results, the stock was down due to concerns about the profitability of its Agricultural segment (27% of revenue) as a result of the COVID-19 pandemic.

4. Douglas Dynamics, Inc. (PLOW): PLOW is the nation's largest manufacturer of work truck attachments for snow and ice management, as well as one of the largest up-fitters/ installers of work truck attachments. The company did not participate in the market rally as any hope for a reacceleration in the economy will have a muted impact as 80% of PLOW profits are tied to snowfall.

5. Aptar Group, Inc. (ATR): ATR is a leading global supplier of dispensing systems including pumps, aerosol valves, metered dose inhaler valves (MDIs). Despite reporting a solid quarter led by its pharmaceutical business, investors are wary of the recovery in its beauty business which has meaningful exposure to retail stores and airport duty free shops. This is also a very low beta stock in a strong equity market.

Source: *FactSet Research Systems.*

**Please note: the specific securities identified and described in this report do not represent all of the securities purchased, sold or recommended for advisory clients, and you should not assume that investments in the securities identified and discussed will be profitable in the future. As you are aware, one cannot assume that past results are indicative of future performance.*

SMid Cap Growth - 2Q20 Buys

1. Aptar Group, Inc. (ATR): ATR is a dominant provider of niche plastic packing products for the beauty and home, food and beverage and pharmaceutical markets. Specifically, it is a leading global supplier of dispensing systems including pumps, aerosol valves and metered dose inhaler valves (MDIs) with over two thirds of its profits derived from faster growth pharmaceutical markets, including nasal allergy treatments, nasal decongestants, asthma and chronic obstructive pulmonary disease. We appreciate ATR's stable growth, recession resistant business that generates high profit margins, a compelling ROE while possessing a clean balance sheet.

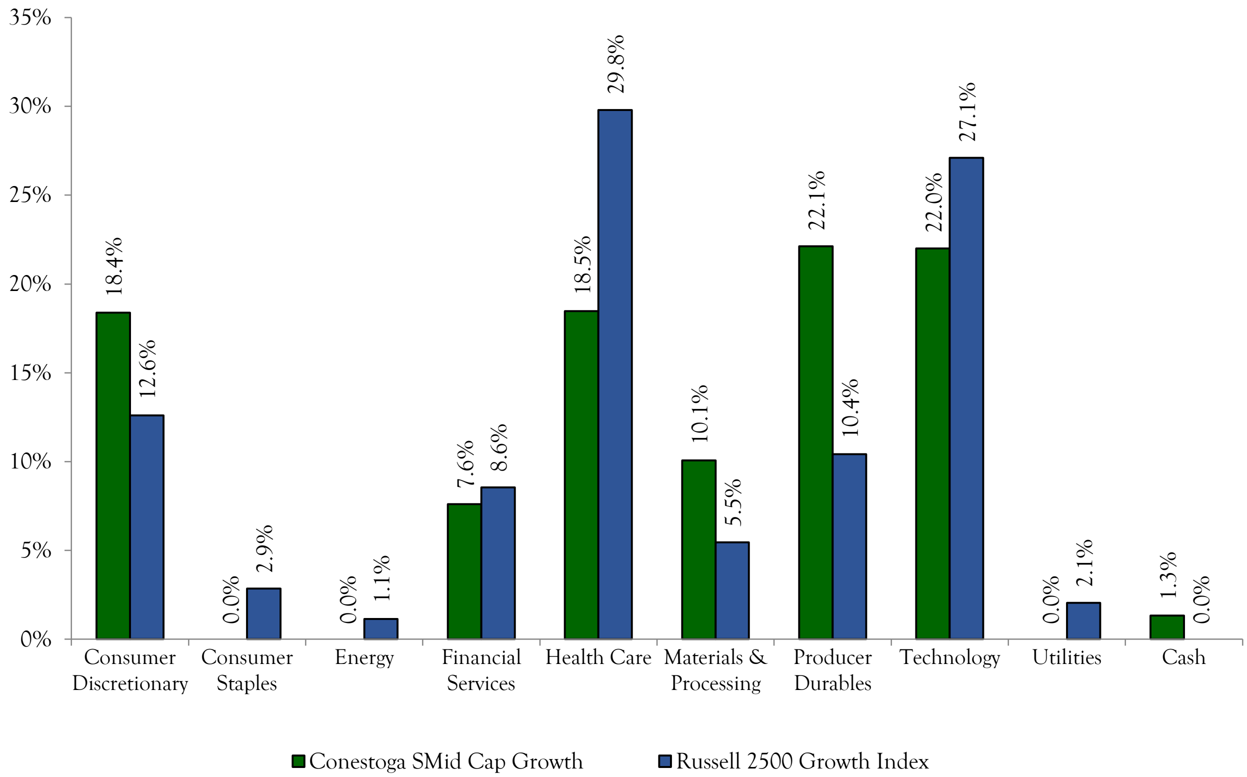
2. Generac Holdings, Inc. (GNRC): Founded in 1959 and based in Waukesha, WI, GNRC is a market leader in the development and manufacturing of energy technology solutions. GRNC provides power generation equipment such as backup power, outdoor power equipment (Power Washers, Brush Movers), and solar storage systems. GNRC has an over 20% return on equity, a solid balance sheet and very strong growth opportunities. GNRC has significantly expanded its distribution in California as power outages in CA have become more frequent and penetration of Home Standby Generators in CA is low (1% penetration versus 5% nationwide). Also, last year, GNRC introduced a solar storage solution which has been well received by the market and is seeing some nice early success.

SMid Cap Growth - 2Q20 Sells

1.Blackbaud, Inc. (BLKB): A long-tenured holding of the Small Cap Growth strategy, BLKB provides software services that support fundraising and enterprise management to non-profit and foundation clients. The company reported 1Q revenues and earnings that were in line with expectations but, like many companies, removed their guidance for the year ahead. The impact of COVID-19 on BLKB's prospective clients will likely defer new business. Conestoga exited the position in the SMid Cap Growth strategy during the quarter.

Conestoga added to positions on nine occasions and trimmed eight stocks during the first quarter.

SMid Cap Growth - Sector Weightings (as of 6/30/20)



Source: FactSet Research Systems and Conestoga.

SMid Cap Growth - Top Ten Equity Holdings (as of 6/30/20)

SYMBOL	COMPANY NAME	SECTOR	% OF ASSETS
POOL	Pool Corporation	Consumer Discretionary	3.62%
ROL	Rollins Inc.	Producer Durables	3.37%
WST	West Pharmaceutical Services Inc.	Health Care	3.15%
DSGX	Descartes Systems Group Inc.	Technology	2.82%
GWRE	Guidewire Software Inc.	Technology	2.78%
JKHY	Henry Jack & Associates Inc.	Financial Services	2.77%
MRCY	Mercury Systems Inc.	Technology	2.75%
FICO	Fair Issac Corp.	Financial Services	2.66%
SITE	SiteOne Landscape Supply Inc.	Consumer Discretionary	2.66%
TYL	Tyler Technologies Inc.	Technology	2.63%
		Total within the Composite:	**29.21%**

The positions represent Conestoga Capital Advisors largest equity holdings based on the aggregate dollar value of positions held in the client accounts that are included in the SMid Cap Composite. All information is provided for informational purposes only and should not be deemed as a recommendation to buy the securities mentioned.

DISCLOSURES: GIPS ® Presentation for the Period Ending June 30, 2020

Year Return	Conestoga Small Cap Total Net Return	Russell 2000 Growth Total Return	Russell 2000 Total Return	# of Portfolios	Composite Dispersion (%)	Composite Assets at End of Period $ (Millions)	% of Firm Assets	Firm Assets $ (Millions)	UMA Assets $ (Millions)	Total Assets $ (Millions)
YTD 2020	2.11%	-3.06%	-12.98%	152	N/A	$1,378.1	27%	$5,099.6	$280.0	$5,379.6
2019	26.31%	28.48%	25.53%	144	0.58	$1,500.7	32%	$4,707.3	$156.1	$4,863.4
2018	1.30%	-9.31%	-11.01%	134	0.47	$1,266.3	35%	$3,633.1	$66.3	$3,699.4
2017	29.00%	22.17%	14.65%	117	0.55	$958.4	35%	$2,730.2	$35.5	$2,765.8
2016	15.57%	11.32%	21.31%	111	0.50	$833.5	46%	$1,798.1	$15.1	$1,813.2
2015	7.83%	-1.38%	-4.41%	99	0.51	$867.8	55%	$1,591.8	$7.0	$1,598.8
2014	-8.16%	5.60%	4.89%	114	0.56	$928.2	55%	$1,688.6	$2.6	$1,691.2
2013	50.55%	43.30%	38.82%	119	1.06	$883.5	51%	$1,743.9	$1.4	$1,745.4
2012	11.51%	14.59%	16.35%	120	0.62	$566.3	60%	$944.1	$0.7	$944.9
2011	5.05%	-2.91%	-4.18%	106	0.67	$339.7	58%	$582.0	$0.4	$582.5
2010	25.29%	29.09%	26.85%	88	0.68	$271.0	58%	$470.9	$0.1	$471.1
2009	30.08%	34.47%	27.18%	86	0.77	$199.0	59%	$338.1	$7.2	$345.3
2008	-28.00%	-38.54%	-33.80%	86	0.70	$131.4	58%	$224.0	$0.7	$224.8
2007	6.14%	7.05%	-1.57%	94	0.73	$159.2	58%	$275.3	---	$275.3
2006	10.07%	13.35%	18.37%	95	1.14	$163.5	60%	$271.4	---	$271.4
2005	4.60%	4.15%	4.55%	70	0.93	$105.7	50%	$211.6	---	$211.6
2004	19.04%	14.31%	18.33%	39	1.26	$55.5	34%	$165.4	---	$165.4
2003	30.96%	48.54%	47.25%	37	2.35	$35.5	25%	$140.6	---	$140.6
2002	-15.29%	-30.26%	-20.48%	17	2.67	$11.1	12%	$96.3	---	$96.3
2001	20.93%	-9.23%	2.49%	17	4.95	$11.3	11%	$103.6	---	$103.6
2000	0.18%	-22.43%	-3.02%	22	8.36	$14.4	1%	$1,440.4	---	$1,440.4
1999	43.52%	43.09%	21.26%	18	9.38	$11.6	3%	$388.1	---	$388.1

Annualized Rate of Return for the Period Ending June 30, 2020

Time Period	Conestoga Small Cap Total Net Return	Russell 2000 Growth Total Return	Russell 2000 Total Return
1 Year	3.92%	3.48%	-6.63%
3 Years	14.03%	7.86%	2.01%
5 Years	14.17%	6.86%	4.29%
10 Years	15.89%	12.92%	10.50%
Since Inception (12/31/98)	11.89%	6.79%	7.31%

Conestoga Capital Advisors claims compliance with the Global Investment Performance Standards (GIPS) and has prepared and presented this report in compliance with the GIPS standards. Conestoga Capital Advisors has been independently verified for the periods December 31, 1998 through March 31, 2002 by KPMG and for the periods March 31, 2002 through March 31, 2019 by BBD, LLP. The verification reports are available upon request. Verification assesses whether 1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and 2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.

A complete list and description of all composites and policies for valuing portfolios, calculating and reporting returns, and preparing compliant presentations are available upon request. Performance results are presented after all actual investment management fees, custodial fees, commissions and other trading expenses. Computations assume the reinvestment of all dividends and capital gains. Portfolios are valued monthly and returns are weighted by using beginning-of-quarter values plus weighted cash flows. Annual returns are calculated by geometrically linking the monthly returns. Performance results for the full historical period are total return, time-weighted rates of return expressed in U.S. dollars. Trade date accounting is used for all periods. No leverage has been used in the accounts included in the composite. The actual return and value of an account will fluctuate and at any point could be worth more or less than the amount invested. Individual account performance will vary according to individual investment objectives.

All fee-paying discretionary portfolios will be assigned to an appropriate composite according to investment objective. Composites will include new portfolios at the start of the next performance measurement period (i.e. the beginning of the next month) after the portfolio comes under management and will exclude terminated portfolios after the last full calendar month period the portfolios were under management (i.e., the end of the last full calendar month), but composites will continue to include terminated portfolios for all periods prior to termination.

The Russell 2000 Index measures the performance of the small-cap segment of the U.S. equity universe. The Russell 2000 Index is a subset of the Russell 3000® Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership. The Russell 2000 Growth Index measures the performance of the small-cap growth segment of the U.S. equity universe. It includes those Russell 2000 companies with higher price-to-value ratios and higher forecasted growth values. The Russell 3000 Index measures the performance of the largest U.S. companies based on market capitalization. The volatility of the Russell 2000 Index and Russell 2000 Growth Index may be materially different from that of the performance composite. In addition, the composite's holdings may differ significantly from the securities that comprise the Russell 2000 Index and the Russell 2000 Growth Index. For comparison purposes, the Conestoga Small Cap Composite is measured against the Russell 2000 and Russell 2000 Growth Indices.

UMA assets presented are not part of Conestoga's GIPS-defined firm assets as Conestoga has no trading authority over these assets and serves in an advisory-only capacity. UMA assets under management are received on a preliminary quarterly basis, which are subject to change by the plan sponsor after a complete reconciliation of the underlying accounts. The "Total Assets" include UMA assets and are not part of the GIPS® firm assets. UMA and Total Assets are shown as supplemental information.

The current management fee schedule is as follows: Up to $25,000,000 = 1.00%; Over $25,000,000 = Negotiable.

The dispersion of annual returns is measured by the standard deviation across equal-weighted portfolio returns represented within the composite for the full year. The dispersion calculation shown, "asset weighted dispersion", is calculated as the annual standard deviation of individual portfolio gross returns weighted by the beginning of period portfolio size for the composite members. Dispersion is shown as "N/A" for periods less than one year and for periods with 5 or fewer composite members for the entire year.

As of December 31, 2019, the three-year standard deviation, calculated net of fees, for the Conestoga Small Cap Composite was 15.71% and the Russell 2000 Growth was 16.37%, and the Russell 2000 was 15.71%. As of December 31, 2018, the three-year standard deviation, calculated net of fees, for the Conestoga Small Cap Composite was 16.28% and the Russell 2000 Growth was 16.46%, and the Russell 2000 was 15.79%. As of December 31, 2017, the three-year standard deviation, calculated net of fees, for the Conestoga Small Cap Composite was 13.61% and the Russell 2000 Growth was 14.59%, and the Russell 2000 was 13.91%.

Conestoga Capital Advisors is an independent investment management firm founded in 2001 that manages equity and balanced portfolios for primarily U.S. institutional and retail clients. Performance results prior to June 30, 2001 have been achieved by Martindale Andres & Company, Inc., William Martindale and Robert Mitchell's prior investment advisory firm. The Conestoga Small Cap Composite creation date (since inception) is 12/31/98. This composite contains portfolios which primarily invest in small cap equities. In addition, for an account to be included in the composite, no more than 20% of the portfolio will (i) have a market capitalization outside the range of a rolling 3-year average of Russell 2000 Growth Index; or (ii) be outside of the small capitalization model. In addition, the weighting of an individual security within a given account cannot exceed 10% (or 2.5 times the target weighting defined in the small capitalization model portfolio) of the equity assets. Portfolios that are less than $250,000 in size at inception are not included in this composite. Portfolios will not be removed from the assigned composite if they fall below the minimum simply due to market depreciation. Prior to September 30, 2003, portfolios greater than $100,000 were included in this composite. There have not been any material changes in the personnel responsible for managing accounts during the time period. Past performance is not indicative of future results.

**Please note: the specific securities identified and described in this report do not represent all of the securities purchased, sold or recommended for advisory clients, and you should not assume that investments in the securities identified and discussed will be profitable in the future. As you are aware, one cannot assume that past results are indicative of future performance.*

DISCLOSURES: GIPS ® Presentation for the Period Ending June 30, 2020

Time Period	Conestoga SMid Cap Total Net Return	Russell 2500 Growth Total Return	# of Portfolios	Composite Dispersion (%)	Composite Assets at End of Period $ (Millions)	% of Firm Assets	Firm Assets $ (Millions)	UMA Assets $ (Millions)	Total Assets $ (Millions)
YTD 2020	1.60%	2.02%	11	N/A	$327.2	6%	$5,099.6	$280.0	$5,379.6
2019	35.96%	32.65%	7	1.05	$88.3	2%	$4,707.3	$156.1	$4,863.4
2018	0.69%	-7.47%	4	0.21	$68.6	2%	$3,633.1	$66.3	$3,699.4
Jan 31, 2017 - Dec 31, 2017	32.69%	21.58%	2	N/A	$59.6	2%	$2,730.2	$35.5	$2,765.8
Dec 31, 2013 - May 31, 2014	-12.28%	-1.23%	1	N/A	$66.8	4%	$1,652.7	N/A	$1,652.7

Annualized Rate of Return for the Period Ending June 30, 2020

Time Period	Conestoga SMid Cap Total Net Return	Russell 2500 Growth Total Return
1 Year	7.99%	9.21%
3 Years	17.00%	12.10%
Since 1/31/17	19.67%	13.11%

Conestoga Capital Advisors claims compliance with the Global Investment Performance Standards (GIPS) and has prepared and presented this report in compliance with the GIPS standards.

Conestoga Capital Advisors has been independently verified for the periods December 31, 1998 through March 31, 2002 by KPMG and for the periods March 31, 2002 through March 31, 2019 by BBD, LLP. The verification reports are available upon request. Verification assesses whether 1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and 2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation.

A complete list and description of all composites and policies for valuing portfolios, calculating and reporting returns, and preparing compliant presentations are available upon request. Performance results are presented after all actual investment management fees, custodial fees, commissions and other trading expenses. Computations assume the reinvestment of all dividends and capital gains. Portfolios are valued monthly and returns are weighted by using beginning-of-quarter values plus weighted cash flows. Annual returns are calculated by geometrically linking the monthly returns. Performance results for the full historical period are total return, time-weighted rates of return expressed in U.S. dollars. Trade date accounting is used for all periods. No leverage has been used in the accounts included in the composite. The actual return and value of an account will fluctuate and at any point could be worth more or less than the amount invested. Individual account performance will vary according to individual investment objectives.

All fee-paying discretionary portfolios will be assigned to an appropriate composite according to investment objective. Composites will include new portfolios at the start of the next performance measurement period (i.e. the beginning of the next month) after the portfolio comes under management and will exclude terminated portfolios after the last full calendar month period the portfolios were under management (i.e., the end of the last full calendar month), but composites will continue to include terminated portfolios for all periods prior to termination.

The benchmark for this composite is the Russell 2500 Growth Index, which measures the performance of the small to mid-cap growth segment of the U.S. equity universe. It includes those Russell 2500 companies with higher price-to-book ratios, forecasted growth values, and historical sales per share. Index returns are provided for comparison purposes to represent the investment environment existing during the time periods shown. An index is fully invested, includes the reinvestment of dividends and capital gains, but does not include any transaction costs, management fees, or other costs. Holdings of each separately managed account in a composite will differ from the index. An investor may not invest directly in an index.

The Russell 2500 Index measures the performance of the small to mid-cap segment of the U.S. equity universe, commonly referred to as "SMid" cap. The Russell 2500 Index is a subset of the Russell 3000® Index. It includes approximately 2500 of the smallest securities based on a combination of their market cap and current index membership. The Russell 2500 Index is constructed to provide a comprehensive and unbiased barometer for the small to mid-cap segment. (Source: Russell)

UMA assets presented are not part of Conestoga's GIPS-defined firm assets as Conestoga has no trading authority over these assets and serves in an advisory-only capacity. UMA assets under management are received on a preliminary quarterly basis, which are subject to change by the plan sponsor after a complete reconciliation of the underlying accounts. The "Total Assets" include UMA assets and are not part of the GIPS® firm assets. UMA and Total Assets are shown as supplemental information.

The current management fee schedule is as follows: Up to $25,000,000 = 1.00%; Over $25,000,000 = Negotiable.

The dispersion of annual returns is measured by the standard deviation across equal-weighted portfolio returns represented within the composite for the full year. The dispersion calculation shown, "asset weighted dispersion", is calculated as the annual standard deviation of individual portfolio gross returns weighted by the beginning of period portfolio size for the composite members. Dispersion is shown as "N/A" for periods less than one year and for periods with 5 or fewer composite members for the entire year.

A three-year standard deviation of returns is not shown as the composite has not reached three years of history.

Conestoga Capital Advisors is an independent investment management firm founded in 2001 that manages equity and balanced portfolios for primarily U.S. institutional and retail clients. The Conestoga SMid Cap Composite creation date is 12/31/2013. In June 2014, the SMid Cap Composite lost its member portfolio, and, as a result, the Composite had no member portfolios. Reporting of the SMid Cap Composite resumed in January 2017, when a portfolio was added to the Composite. The Composite includes all dedicated SMid Cap equity portfolios. This composite contains portfolios which primarily invest in mid cap and small cap equities. In addition, for an account to be included in the composite, no more than 20% of the portfolio can have a market capitalization outside the range of a rolling 3-year average of Russell 2500 Growth Index. Portfolios that are less than $250,000 in size at inception are not included in this composite. Portfolios will not be removed from the assigned composite if they fall below the minimum simply due to market depreciation. Past performance is not indicative of future results.