



Artisan Value Income Fund

MONTHLY
Commentary

Investor Class: APFWX | Advisor Class: APDWX As of 30 April 2024

Commentary

Top month-to-date contributors: Koninklijke Philips NV; EOG Resources Inc; Philip Morris International Inc; Tyson Foods Inc; OGE Energy Corp

Bottom month-to-date contributors: Comcast Corp; Vail Resorts Inc; Moelis & Co; Public Storage; Medtronic PLC

In this space, we discuss one top contributor (Philips) and one bottom contributor (Public Storage) from the recent month.

Uncertainty regarding potential litigation liabilities related to Philips' first-generation CPAP machine, which has been an overhang on the stock, was removed upon the health care technology company reaching a \$1.1 billion settlement over claims the breathing device harmed users. The settlement's dollar amount is in line with our expectations but looks to have been much lower than others' views given the stock's immediate 30%-plus price move on the announcement. With the litigation settled, the company can return to focusing on the fundamentals of the underlying businesses and fulfilling its requirements under the consent decree with the US government. The consent decree provides a roadmap of required actions and prohibitions—a process likely to take three years to conclude. As part of the consent decree, Philips is prohibited from selling CPAP or BiPAP sleep devices in the US. However, Philips may still service sleep and respiratory care devices already with health care providers and patients and may continue to sell other products in the US. Further, it does not impact the company's sales outside the US. The overall terms are as expected, and there is now a path forward for Philips to eventually return to the market.

Public Storage (PSA) is a real estate investment trust that acquires, develops, owns and operates self-storage facilities. PSA was down along with other real estate stocks due to the significant rise in US Treasury yields, which was driven by hotter-than-expected inflation readings. While interest rates may produce short-term volatility in bond proxies like PSA, our investment case is squarely focused on the business's economics. We view storage as a superior asset type within REITs due to storage's low capex burden that contributes to greater free cash flow conversion through the market cycle, regulations in many markets that constrain the ability to add new supply, and customary month-to-month leases that provide strong pricing power in inflationary periods. PSA has grown net operating income by 50% over the past 3 years, primarily due to pricing, although there has been some margin improvement due to strong occupancy and M&A/development (square footage growth). Though debt has risen due to M&A, leverage is still low compared to the REIT industry. Given its solid balance sheet, tremendous pricing power and the unique features of the business that make it a high cash flow business, we remain investors.

Portfolio Details

	APFWX	APDWX
Net Asset Value (NAV)	\$9.75	\$9.76
Inception	28 Feb 2022	28 Feb 2022
Expense Ratios (% Gross/Net)		
Annual Report 30 Sep 2023 ^{1,2}	9.07/1.20	4.35/1.10
Prospectus 30 Sep 2023 ^{1,2}	9.08/1.21	4.36/1.11

¹Net expenses reflect a contractual expense limitation agreement in effect through 31 Jan 2025. ²See prospectus for further details.

Top 10 Holdings (% of total portfolio)

Lamar Advertising Co (Real Estate)	3.7
Cable One Inc (Communication Services)	3.6
EOG Resources Inc (Energy)	3.0
Philip Morris International Inc (Consumer Staples)	2.9
Comcast Corp (Communication Services)	2.8
M&T Bank Corp (Financials)	2.7
Altria Group Inc (Consumer Staples)	2.6
WaFd Inc (Financials)	2.5
Heineken Holding NV (Consumer Staples)	2.5
Medtronic PLC (Health Care)	2.5
TOTAL	28.9%

Source: Artisan Partners/GICS.

Sector Diversification (% of portfolio securities)

	Fund	S&P 500 ¹
Communication Services	8.5	9.1
Consumer Discretionary	3.3	10.3
Consumer Staples	15.4	6.2
Energy	3.1	4.1
Financials	24.6	13.1
Health Care	8.3	12.3
Industrials	10.6	8.8
Information Technology	6.5	29.2
Materials	0.0	2.4
Real Estate	8.9	2.2
Utilities	10.9	2.3
TOTAL	100.0%	100.0%

Source: Artisan Partners/GICS/S&P. Cash and cash equivalents represented 2.4% of the total portfolio. ¹S&P 500[®] Index.

Investment Results (%)

As of 30 April 2024	Average Annual Total Returns							
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: APFWX	-2.69	-2.69	2.04	8.42	—	—	—	1.52
Advisor Class: APDWX	-2.69	-2.69	2.05	8.58	—	—	—	1.62
S&P 500 [®] Index	-4.08	-4.08	6.04	22.66	—	—	—	8.45
Dow Jones US Select Dividend Index	-3.09	-3.09	2.82	6.01	—	—	—	2.56
As of 31 March 2024								
Investor Class: APFWX	4.76	4.87	4.87	14.64	—	—	—	2.92
Advisor Class: APDWX	4.76	4.87	4.87	14.82	—	—	—	3.02
S&P 500 [®] Index	3.22	10.56	10.56	29.88	—	—	—	10.99
Dow Jones US Select Dividend Index	6.62	6.10	6.10	9.73	—	—	—	4.22

Source: Artisan Partners/S&P/S&P DJI. Returns for periods less than one year are not annualized.

Past performance does not guarantee and is not a reliable indicator of future results. Investment returns and principal values will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than that shown. Call 800.344.1770 for current to most recent month-end performance.

Market Cap Distribution (% of portfolio securities)

\$ in billions	Fund	S&P 500 ¹
200.0+	8.9	51.6
140.0–200.0	9.1	8.6
90.0–140.0	8.5	10.8
60.0–90.0	13.1	8.2
30.0–60.0	7.3	12.0
15.0–30.0	22.6	6.6
5.0–15.0	14.4	2.2
0.0–5.0	11.2	0.0
Not Applicable	4.9	—
TOTAL	100.0%	100.0%

Source: Artisan Partners/S&P. ¹S&P 500[®] Index.

Team Leadership (Pictured left to right)



Portfolio Managers	Years of Investment Experience
Thomas A. Reynolds IV	25
Daniel L. Kane, CFA	25
Craig Inman, CFA	24

Carefully consider the Fund's investment objective, risks and charges and expenses. This and other important information is contained in the Fund's prospectus and summary prospectus, which can be obtained by calling 800.344.1770. Read carefully before investing.

Current and future portfolio holdings are subject to risk. The value of portfolio securities selected by the investment team may rise or fall in response to company, market, economic, political, regulatory or other news, at times greater than the market or benchmark index. A portfolio's environmental, social and governance ("ESG") considerations may limit the investment opportunities available and, as a result, the portfolio may forgo certain investment opportunities and underperform portfolios that do not consider ESG factors. There is no guarantee that the companies in which the portfolio invests will declare dividends in the future or that dividends, if declared, will remain at current levels or increase over time. International investments involve special risks, including currency fluctuation, lower liquidity, different accounting methods and economic and political systems, and higher transaction costs. These risks typically are greater in emerging and less developed markets, including frontier markets. Securities of small- and medium-sized companies tend to have a shorter history of operations, be more volatile and less liquid and may have underperformed securities of large companies during some periods. Value securities may underperform other asset types during a given period.

S&P 500[®] Index measures the performance of 500 US companies focused on the large-cap sector of the market. The Dow Jones US Select Dividend Index measures the performance of the US's leading stocks by dividend yield. The index(es) are unmanaged; include net reinvested dividends; do not reflect fees or expenses; and are not available for direct investment.

For the purpose of determining the Fund's holdings, securities of the same issuer are aggregated to determine the weight in the Fund. The discussion of portfolio holdings does not constitute a recommendation of any individual security. These holdings comprise the following percentages of the Fund's total net assets as of 30 Apr 2024: Koninklijke Philips NV 1.6%; Moelis & Co 1.4%; OGE Energy Corp 2.0%; Public Storage 1.8%; Tyson Foods Inc 2.1%; Vail Resorts Inc 1.4%. Securities named in the Commentary, but not listed as a Top Ten Holding or not listed here are not held in the Fund as of the date of this report. The portfolio managers' views and portfolio holdings are subject to change and the Fund disclaims any obligation to advise investors of such changes.

Unless otherwise indicated, all information in this report includes all classes of shares, except performance and expense ratio information, and is as of the date shown in the upper right hand corner. Totals may not sum due to rounding.

The Global Industry Classification Standard (GICS[®]) is the exclusive intellectual property of MSCI Inc. (MSCI) and Standard & Poor's Financial Services, LLC (S&P). Neither MSCI, S&P, their affiliates, nor any of their third party providers ("GICS Parties") makes any representations or warranties, express or implied, with respect to GICS or the results to be obtained by the use thereof, and expressly disclaim all warranties, including warranties of accuracy, completeness, merchantability and fitness for a particular purpose. The GICS Parties shall not have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of such damages.

This material is provided for informational purposes without regard to your particular investment needs and shall not be construed as investment or tax advice on which you may rely for your investment decisions. Investors should consult their financial and tax adviser before making investments in order to determine the appropriateness of any investment product discussed herein.

The S&P 500[®] and Dow Jones US Select Dividend ("Indices") are products of S&P Dow Jones Indices LLC ("S&P DJI") and/or its affiliates and has been licensed for use. Copyright © 2024 S&P Dow Jones Indices LLC, a division of S&P Global, Inc. All rights reserved. Redistribution or reproduction in whole or in part are prohibited without written permission of S&P Dow Jones Indices LLC. S&P[®] is a registered trademark of S&P Global and Dow Jones[®] is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"). None of S&P DJI, Dow Jones, their affiliates or third party licensors makes any representation or warranty, express or implied, as to the ability of any index to accurately represent the asset class or market sector that it purports to represent and none shall have any liability for any errors, omissions, or interruptions of any index or the data included therein.

Sector exposure percentages reflect sector designations as currently classified by GICS.

Free Cash Flow is a measure of financial performance calculated as operating cash flow minus capital expenditures.

Artisan Partners Funds offered through Artisan Partners Distributors LLC (APDLLC), member FINRA. APDLLC is a wholly owned broker/dealer subsidiary of Artisan Partners Holdings LP. Artisan Partners Limited Partnership, an investment advisory firm and adviser to Artisan Partners Funds, is wholly owned by Artisan Partners Holdings LP.

© 2024 Artisan Partners. All rights reserved.

5/3/2024 A24297L_vR