

## Artisan Small Cap Fund

# QUARTERLY Fact Sheet

Institutional Class: APHSX

As of 31 December 2016

#### **Investment Process Highlights**

The investment team seeks to invest in companies with franchise characteristics that are benefiting from an accelerating profit cycle and are trading at a discount to private market value.

#### **Security Selection**

- Identify companies with franchise characteristics and defensible competitive positions
- Invest in emerging profit cycles
- Purchase stocks at a discount to private market value

#### Capital Allocation—Garden, Crop, Harvest® Investing

- Build position size according to conviction
- Garden<sup>SM</sup>—Smaller position sizes in companies that are early on in the profit cycle
- Crop<sup>SM</sup>—Larger position sizes in companies where profit cycle is being realized
- Harvest<sup>SM</sup>—Reduced or sold positions as stock approaches full valuation or profit cycle begins to decelerate

#### **Broad Knowledge**

- Invest opportunistically across entire global economy
- Find growth wherever growth occurs

Sector Diversification (% of total portfolio equities	) Fund	R2G1			O Index
■ Consumer Discretionary	12.8	15.4		0	
■ Consumer Staples	1.5	3.1	0		
■ Energy	1.5	1.4	•		
■ Financials	4.1	5.6	0		
■ Health Care	19.2	20.9		0	
■ Industrials	25.8	16.8		•	
■ Information Technology	35.2	24.4		•	
☐ Materials	0.0	5.2	0		
□ Real Estate	0.0	5.5	0		
☐ Telecommunication Services	0.0	0.8	0		
☐ Utilities	0.0	0.8	0		
TOTAL	100.0%	100.0%			

Source: Artisan Partners/FactSet (GICS)/Russell. Cash represented 4.0% of the total portfolio. ¹Russell 2000® Growth Index.

#### Portfolio Details

Net Asset Value (NAV)	\$28.25
Inception	7 May 2012
Expense Ratios	
Annual Report 30 Sep 2016	1.01%
Prospectus 30 Sep 2015	1.02%
Total AUM (Millions) <sup>1</sup>	\$1,197
1ALIM as of 31 Dec 2016	

'AUM as of 31 Dec 2016

Portfolio Statistics	Fund	R2G1
Median Market Cap (Billions)	\$3.5	\$0.9
Weighted Avg. Market Cap (Billions)	\$4.3	\$2.2
Weighted Harmonic Avg. P/E (FY1)	31.2X	20.9X
Weighted Harmonic Avg. P/E (FY2)	27.4X	18.9X
Weighted Avg. LT EPS Growth Rate (3-5 Yr)	19.9%	14.9%
Weighted Avg. LT Debt/Capital	30.3%	34.6%
Active Share	96.7%	_
Portfolio Turnover Rate <sup>2</sup>	27.0%	_
Number of Securities	63	1,177

Source: Artisan Partners/FactSet/Russell.  $^1$ Russell.  $^2$ 000 $^{\odot}$  Growth Index.  $^2$ Audited. For the 12 months ended 30 Sep 2016.

#### Top 10 Holdings (% of total portfolio)

Acuity Brands Inc (Industrials)	5.5
Cognex Corp (Information Technology)	3.5
DexCom Inc (Health Care)	3.4
Teledyne Technologies Inc (Industrials)	3.4
John Bean Technologies Corp (Industrials)	3.4
The Ultimate Software Group Inc (Information Technology)	3.0
Proofpoint Inc (Information Technology)	3.0
Veeva Systems Inc (Health Care)	2.8
Guidewire Software Inc (Information Technology)	2.7
Q2 Holdings Inc (Information Technology)	2.4
TOTAL	33.2%
Courses Artisan Dartners (FactCot (CICC)	

Source: Artisan Partners/FactSet (GICS).

Investment Results (%)					werage Annual Total Return	IS	
As of 31 December 2016	$QTD^1$	YTD1	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Institutional Class: APHSX	-5.38	5.76	5.76	1.88	12.27	6.74	8.33
Russell 2000® Growth Index	3.57	11.32	11.32	5.05	13.74	7.76	7.35
Russell 2000® Index	8.83	21.31	21.31	6.74	14.46	7.07	9.35

<sup>1</sup>Returns for periods less than one year are not annualized.

Calendar Year Returns (%)	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
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■ Institutional Class: APHSX	3.31	-43.93	44.14	20.51	6.99	17.84	43.11	-0.57	0.58	5.76
■ Russell 2000® Growth Index	7.05	-38.54	34.47	29.09	-2.91	14.59	43.30	5.60	-1.38	11.32
Russell 2000® Index	-1.57	-33.79	27.17	26.85	-4.18	16.35	38.82	4.89	-4.41	21.31

Source: Artisan Partners/Russell. Institutional Class performance is that of the Investor Class from 28 March 1995 through the inception of the Institutional Class on 7 May 2012, and actual Institutional Class performance thereafter. Investor Class inception: 28 March 1995. Performance has not been adjusted to reflect the expenses of the Institutional Class for the period prior to the Class's inception, and Institutional Class performance results would differ if such expenses were reflected.

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 800.399.1770 for current to most recent month-end performance.

### **Artisan Small Cap Fund**

#### Market Cap Distribution (% of total portfolio equities)

\$ in billions	Fund	R2G <sup>1</sup>
3.1+	61.7	20.7
2.4-3.1	14.8	19.7
1.7-2.4	9.7	19.8
1.1–1.7	10.1	18.4
0.0-1.1	3.7	21.5
TOTAL	100.0%	100.0%

Source: Artisan Partners/FactSet/Russell. <sup>1</sup>Russell 2000<sup>®</sup> Growth Index.

#### Portfolio Construction

- Maximum position size up to 3%
- Market capitalization range within that of the Russell 2000° Index²
- Typically less than 5% cash

1<sup>1</sup>Limitations apply at the time of purchase. See prospectus for more details. <sup>2</sup>Market capitalization range determined as of the most recent calendar year end.

#### Team Leadership (Pictured left to right)









Portfolio Managers	Years of Investment Experience
Craigh A. Cepukenas, CFA (Lead)	28
James D. Hamel, CFA	20
Matthew H. Kamm, CFA	17
Jason L. White, CFA	17

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 800.399.1770. Read carefully before investing.

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 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. Growth securities may underperform other asset types during a given period.

Russell 2000® Growth Index measures the performance of US small-cap companies with higher price/book ratios and forecasted growth values. Russell 2000® Index measures the performance of roughly 2,000 US small-cap companies. The index(es) are unmanaged; include net reinvested dividends; do not reflect fees or expenses; and are not available for direct investment.

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

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

Portfolio statistics are intended to provide a general view of the entire portfolio, or Index, at a certain point in time. Statistics are calculated using information obtained from various data sources. Artisan Partners excludes outliers when calculating portfolio characteristics. If information is unavailable for a particular security Artisan Partners may use data from a related security to calculate portfolio statistics.

Median is the data's midpoint value. Market Cap is the aggregate value of all of a company's outstanding equity securities. Weighted Average is the average of values weighted to the data set's composition. Weighted Harmonic Average is a calculation of weighted average commonly used for rates or ratios. Price-to-Earnings Ratio (P/E Ratio) measures how expensive a stock is. Earnings figures used for FY1 and FY2 are estimates for the current and next unreported fiscal years. LT EPS Growth Rate is the average of the 3-5 year forecasted EPS growth rate of a company. LT Debt/Capital is the long-term debt to total capital relationship of each company within the portfolio. Active Share is defined as the percentage of a portfolio that differs from its benchmark index. Active Share can range from 0% for an index fund that perfectly mirrors its benchmark to 100% for a portfolio with no overlap with an index. Portfolio Turnover is a measure of the trading activity in an investment portfolio—how often securities are bought and sold by a portfolio.

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.

NOTE: Closed to most new investors. For eligibility criteria, refer to the "Who is Eligible to Invest in a Closed Fund?" section of the prospectus.

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