



# Artisan Select Equity Strategy

## QUARTERLY Fact Sheet

As of 30 September 2021

For US Institutional Investors and MiFID Eligible Counterparties — Not for Onward Distribution

### Investment Process Highlights

The investment team seeks to invest in high-quality, undervalued businesses that offer the potential for superior risk/reward outcomes.

#### Undervaluation

- Determine the intrinsic value of the business
- Invest at a significant discount to intrinsic value

#### Business Quality

- Strong free cash flow
- High/improving returns on capital
- Strong competitive positions

#### Financial Strength

- Strong balance sheets reduce potential for capital risk
- Provides management ability to build value

#### Shareholder-Oriented Management

- History of building shareholder value

Sector Diversification (% of portfolio securities)	Strategy	S&P 500 <sup>1</sup>	Index
Communication Services	12.8	11.3	
Consumer Discretionary	21.6	12.4	
Consumer Staples	4.9	5.8	
Energy	0.0	2.7	
Financials	28.1	11.4	
Health Care	11.4	13.3	
Industrials	5.7	8.0	
Information Technology	5.1	27.6	
Materials	10.4	2.5	
Real Estate	0.0	2.6	
Utilities	0.0	2.5	
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>	

Source: Artisan Partners/GICS/S&P. Cash and cash equivalents represented 7.3% of the total portfolio. <sup>1</sup>S&P 500<sup>®</sup> Index.

### Investment Results (% USD)

As of 30 September 2021	Average Annual Total Returns						
	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
<b>Composite — Gross</b>	<b>-2.74</b>	<b>12.86</b>	<b>34.22</b>	—	—	—	<b>22.72</b>
<b>Composite — Net</b>	<b>-2.92</b>	<b>12.23</b>	<b>33.24</b>	—	—	—	<b>21.82</b>
S&P 500 <sup>®</sup> Index	0.58	15.92	30.01	—	—	—	28.92

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

### Annual Returns (% USD) 12 months ended 30 September

	2017	2018	2019	2020	2021
<b>Composite — Gross</b>	—	—	—	—	<b>34.22</b>

Past performance does not guarantee and is not a reliable indicator of future results. Current performance may be lower or higher than the performance shown. Composite performance has been presented in both gross and net of investment management fees.

**Investment Risks:** Investments will rise and fall with market fluctuations and investor capital is at risk. Investors investing in strategies denominated in non-local currency should be aware of the risk of currency exchange fluctuations that may cause a loss of principal. These risks, among others, are further described on the next page, which should be read in conjunction with this material.

### Portfolio Details

Composite Inception	1 March 2020
Total AUM (USD Millions)	\$409

### Portfolio Statistics

	Strategy	S&P 500 <sup>1</sup>
Median Market Cap (USD Billions)	\$52.9	\$30.6
Weighted Avg. Market Cap (USD Billions)	\$291.7	\$563.5
Weighted Harmonic Avg. P/E (FY1)	15.4X	20.9X
Weighted Harmonic Avg. P/E (FY2)	14.5X	19.7X
Weighted Avg. Net Debt/Capital	6.8%	13.8%
Median Price/Book Value	2.8X	3.9X
Weighted Avg. ROA	4.5%	9.4%
Active Share	90.1%	—
Number of Securities	23	505
Non-US Companies (% of total portfolio)	18.6%	—

Source: Artisan Partners/FactSet/S&P. <sup>1</sup>S&P 500<sup>®</sup> Index.

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

Alphabet Inc (Communication Services)	6.2
Anthem Inc (Health Care)	6.2
Facebook Inc (Communication Services)	5.7
Berkshire Hathaway Inc (Financials)	5.4
Axalta Coating Systems Ltd (Materials)	4.9
Advance Auto Parts Inc (Consumer Discretionary)	4.9
Citigroup Inc (Financials)	4.8
American Express Co (Financials)	4.7
Samsung Electronics Co Ltd (Information Technology)	4.7
HeidelbergCement AG (Materials)	4.7
<b>TOTAL</b>	<b>52.2%</b>

Source: Artisan Partners/GICS.

# Artisan Select Equity Strategy

## Team Leadership

Portfolio Managers	Years of Investment Experience
Daniel J. O'Keefe (Lead) Managing Director	28
Michael J. McKinnon, CFA Managing Director	18

## Portfolio Construction

- Typically 20-30 holdings
- Maximum position size generally 10%<sup>1</sup>
- Maximum of 20% in non-US companies<sup>1</sup>
- Maximum of 25% in any one industry<sup>1</sup>
- No minimum market cap

Based on a model portfolio. <sup>1</sup>Limitations apply at the time of purchase.

**Investment Risks:** A non-diversified portfolio may invest a larger portion of assets in securities of a smaller number of issuers and performance of a single issuer may affect overall portfolio performance greater than in a diversified portfolio. 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 or growth securities may underperform other asset types during a given period. These risks, among others, are further described in Artisan Partners Form ADV, which is available upon request.

Unless otherwise indicated, the Artisan Strategy characteristics relate to that of an investment composite or a representative account managed within a composite. It is intended to provide a general illustration of the investment strategy and considerations used by Artisan Partners in managing that strategy. Individual accounts may differ, at times significantly, from the reference data shown due to varying account restrictions, fees and expenses, and since-inception time periods, among others. Where applicable, this information is supplemental to, and not to be construed with, a current or prospective client's investment account information.

Securities referenced may not be representative of all portfolio holdings. Securities of the same issuer are aggregated to determine a holding's portfolio weight. Portfolio statistics calculations exclude outlier data and certain securities which lack applicable attributes, such as private securities. Artisan Partners may substitute information from a related security if unavailable for a particular security. This material is as of the date indicated and is subject to change without notice. Totals may not sum due to rounding.

Net-of-fees composite returns were calculated using the highest model investment advisory fees applicable to portfolios within the composite. Fees may be higher for certain pooled vehicles and the composite may include accounts with performance-based fees. All performance results are net of commissions and transaction costs, and have been presented gross and net of investment advisory fees. Dividend income is recorded net of foreign withholding taxes on ex-dividend date or as soon after the ex-dividend date as the information becomes available to Artisan Partners. Interest income is recorded on the accrual basis. Performance results for the Index include reinvested dividends and are presented net of foreign withholding taxes but, unlike the portfolio's returns, do not reflect the payment of sales commissions or other expenses incurred in the purchase or sale of the securities included in the indices.

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**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. **Price-to-Book Ratio (P/B Ratio)** measures a company's stock price in relation to its book value (the total amount a company would be worth if it liquidated its assets and paid back all its liabilities). **Return on Assets (ROA)** is a profitability ratio that measures the amount of net income returned as a percentage of total assets. **Active Share** is the percentage of a portfolio that differs from its benchmark. Active Share can range from 0% for an index fund to 100% for a portfolio with no overlap with an index. **Net Debt/Capital** reflects a company's financial leverage as measured by its net debt (total debt minus cash & cash equivalents) divided by total capital. The aggregate calculation excludes companies classified by GICS as banks, consumer finance and capital markets to focus on nonfinancial liabilities.

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