



# Artisan Global Equity Fund

MONTHLY  
Commentary

Investor Class: ARTHX

As of 31 July 2017

## Commentary

Market volatility remained muted in July as global equity prices grinded higher. A significant component of the monthly return (in USD terms) came from currency translation effects as most major currencies (i.e., euro, yen) strengthened versus the US dollar. Roughly halfway through the Q2 earnings season, corporate earnings and sales growth is proving healthy. Returns this month were generally led by cyclicals, with the materials, energy, financials and technology sectors among the best performing. Trailing were the more defensive health care and consumer staples sectors.

Positive stock selection drove portfolio outperformance in July with our technology and health care holdings notable contributors. Wirecard and Alibaba were standouts in the technology sector, while Ginko International drove our health care sector return. Wirecard, a global payments processing company, continues to benefit from structural growth in online payments. Alibaba, China's largest e-commerce company, is experiencing strong organic growth. We remain attracted to the secular growth prospects in online and mobile commerce—particularly given China's still-low Internet penetration rate versus major developed markets.

Ginko, a Taiwan-based contact lens maker, has been a weak performer over the past 18 months. The company—whose major market is China—has contended with FX headwinds from a weaker Chinese renminbi. In late July, shares shot higher when the Chairman guided for better sales growth in the second half of 2017, aided by new product launches, favorable seasonality and improved operations.

Our biggest detractor this month was Korea Aerospace Industries (KAI). KAI has a monopoly position as the sole supplier of aerospace systems to the Korean government. The stock fell on news that the company is being investigated by the government for inflating R&D costs on the Surion military helicopter, resulting in excessive profits, as well as a slush fund for senior management to bribe government officials. With a new administration taking office in May following the impeachment of the former president, this investigation is generally believed to be politically motivated. In Korea's recent history, there have been similar allegations made against other former state-owned enterprises at the beginning of a new administration. Typically these scandals lead to changes in management, yet rarely have long-term impacts on the business. As KAI is the sole provider of air defense in South Korea, we think it's unlikely this will become a drawn out affair. We added to our position on the weakness.

## Portfolio Details

Net Asset Value (NAV)	\$18.89
ARTHX Inception	29 March 2010
Expense Ratios	
Semi-Annual Report 31 Mar 2017 <sup>1</sup>	1.42%
Prospectus 30 Sep 2016 <sup>2</sup>	1.40%

<sup>1</sup>Unaudited, annualized for the six month period. <sup>2</sup>See prospectus for more information.

## Top 10 Holdings (% of total portfolio)

Wirecard AG (Germany)	4.7
Alphabet Inc (United States)	4.4
Mastercard Inc (United States)	4.0
Deutsche Boerse AG (Germany)	3.8
Amazon.com Inc (United States)	3.5
ING Groep NV (Netherlands)	3.4
Facebook Inc (United States)	3.3
Celgene Corp (United States)	3.0
Canadian Pacific Railway Ltd (Canada)	2.8
InterXion Holding NV (Netherlands)	2.7
<b>TOTAL</b>	<b>35.6%</b>

Source: Artisan Partners/FactSet (MSCI).

## Sector Diversification (% of total portfolio equities)

	Fund	ACWI <sup>1</sup>
Consumer Discretionary	9.0	12.1
Consumer Staples	2.8	9.1
Energy	2.0	6.2
Financials	17.9	18.9
Health Care	12.1	11.1
Industrials	8.5	10.7
Information Technology	41.8	17.2
Materials	2.5	5.3
Real Estate	0.0	3.2
Telecommunication Services	1.3	3.3
Utilities	2.0	3.1
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Artisan Partners/FactSet (GICS)/MSCI. Cash represented 1.3% of the total portfolio. <sup>1</sup>MSCI All Country World Index.

## Investment Results (%)

As of 31 July 2017	Average Annual Total Returns							
	MTD <sup>1</sup>	QTD <sup>1</sup>	YTD <sup>1</sup>	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTHX	4.13	4.13	19.94	13.86	6.94	12.44	—	11.65
MSCI All Country World Index	2.79	2.79	14.59	17.06	6.22	10.85	—	8.47

  

As of 30 June 2017	Average Annual Total Returns							
	MTD <sup>1</sup>	QTD <sup>1</sup>	YTD <sup>1</sup>	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTHX	0.55	7.59	15.17	14.45	4.63	12.23	—	11.17
MSCI All Country World Index	0.45	4.27	11.48	18.78	4.82	10.54	—	8.16

Source: Artisan Partners/MSCI. <sup>1</sup>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. Performance may reflect agreements to limit a Fund's expenses, which would reduce performance if not in effect. The Fund's investments in initial public offerings (IPOs) made a material contribution to the Fund's performance. IPO investments may not be available in the future.

## Region/Country Allocation (% of total portfolio equities)

REGION	Fund	ACWI <sup>1</sup>
<b>AMERICAS</b>	<b>55.3</b>	<b>55.3</b>
United States	52.5	52.1
Canada	2.8	3.2
<b>EUROPE</b>	<b>28.3</b>	<b>21.2</b>
Germany	10.9	3.1
Netherlands	6.2	1.2
Switzerland	2.8	2.8
Denmark	2.2	0.6
United Kingdom	2.1	5.9
France	2.0	3.5
Italy	1.6	0.8
Ireland	0.6	0.1
<b>EMERGING MARKETS</b>	<b>13.3</b>	<b>11.6</b>
China	5.0	3.3
Taiwan	3.4	1.4
Korea	2.3	1.8
Chile	2.0	0.1
Mexico	0.5	0.4
<b>PACIFIC BASIN</b>	<b>3.1</b>	<b>11.7</b>
Japan	2.1	7.7
Hong Kong	0.9	1.2
<b>MIDDLE EAST</b>	<b>—</b>	<b>0.2</b>
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Artisan Partners/FactSet (MSCI). <sup>1</sup>MSCI All Country World Index. Countries held in the index, but not held in the portfolio, are not listed.

## Team Leadership (Pictured left to right)



Portfolio Managers	Years of Investment Experience
Mark L. Yockey, CFA	36
Charles-Henri Hamker	27
Andrew J. Euretig	13

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.

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.

MSCI All Country World Index measures the performance of developed and emerging markets. 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 31 Jul 2017: Alibaba Group Holding Ltd 2.2%; Ginko International Co Ltd 1.7%; Korea Aerospace Industries Ltd 1.0%. 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.

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.

This material is provided for informational purposes without regard to your particular investment needs. This material 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 Global Industry Classification Standard (GICS<sup>®</sup>) 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.

MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used to create indices or financial products. This report is not approved or produced by MSCI.

Country exposure percentages reflect country designations as classified by MSCI as of the date shown. Securities not classified by MSCI reflect country designations as of the date the report was generated. Sector exposure percentages reflect sector designations as currently classified by GICS.

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.

© 2017 Artisan Partners. All rights reserved.

