



# Artisan Global Opportunities Fund

MONTHLY  
Commentary

Investor Class: ARTRX | Advisor Class: APDRX As of 30 April 2018

## Commentary

Markets traded sideways in April, continuing Q1's volatility, on concerns about rising inflation, the consequent direction of global monetary policy, trade dust-ups and geopolitical machinations. Reversing recent trends, emerging markets were negative in April, while US stocks were modestly in the black but trailed foreign developed markets. Value outperformed growth in April, and the energy sector led by a wide margin in US and foreign markets as oil prices rose. Small stocks outperformed larger, which were relatively flat to start Q2.

Our portfolio was positive but trailed the MSCI AC World Index in April. Among our bottom contributors were LKQ and Genmab. LKQ faced a number of operational and logistical challenges this winter, driving costs up and in turn pressuring shares. Anticipating the impacts of delayed shipments on UK customers as the company shifted to a new distribution center, LKQ offered discounted pricing in Q1 and will continue to do so in Q2 to prevent further sales losses, which will pressure margins. We believe it will take some time for LKQ to right the ship and are monitoring its progress.

Shares of Genmab modestly consolidated year-to-date gains in April—though we believe the company's fundamentals remain intact. Though questions remain about the potential for future competition to Darzalex™, its key multiple myeloma therapy, sales were generally better than expected in Q1. Further, we believe the majority of those concerns are largely reflected in the stock price, and we believe there are several potential positive catalysts ahead in 2018.

Among our top contributors were energy companies Pioneer Natural Resources and Noble Energy as well as Treasury Wine Estates. We have held oil exploration and production companies Pioneer Natural Resources and Noble Energy for their top acreage in the US's Permian Basin, which offers the attractive combination of low-cost yet high-quality and rich shale deposits. Both companies have benefited from rebounding oil prices, coupled with solid production levels. We believe both are high-quality franchises capable of driving attractive profit cycles tied to growing production, even should oil prices reverse and moderate again in the future.

Treasury Wine Estates has executed at a high level, reinvigorating its brands and improving margins by streamlining its business and cutting costs. As has been the case in recent quarters, China represents a rapidly growing source of demand for "masstige" wines—premium brands at the \$20 and above price-point per bottle. We find Treasury Wine Estates to be a good example of what a great management team can do with an average business with great potential from solid brands.

Our process is focused on identifying franchises exposed to accelerating profit cycles with reasonable valuations. It is our belief that owning companies with these characteristics should lead to outperformance over full market cycles. We will continue to be disciplined and methodical in our approach.

## Portfolio Details

	ARTRX	APDRX
Net Asset Value (NAV)	\$26.69	\$26.78
Inception	22 Sep 2008	1 Apr 2015
Expense Ratios		
Annual Report 30 Sep 2017	1.15%	1.03%
Prospectus 30 Sep 2017 <sup>1</sup>	1.15%	1.03%

<sup>1</sup>See prospectus for further details.

## Top 10 Holdings (% of total portfolio)

IHS Markit Ltd (United States)	6.3
Visa Inc (United States)	6.0
Bank of America Corp (United States)	3.3
Genmab A/S (Denmark)	3.3
State Street Corp (United States)	3.2
Treasury Wine Estates Ltd (Australia)	3.1
Pioneer Natural Resources Co (United States)	2.9
Shiseido Co Ltd (Japan)	2.8
Noble Energy Inc (United States)	2.7
Nintendo Co Ltd (Japan)	2.5
<b>TOTAL</b>	<b>36.1%</b>

Source: Artisan Partners/FactSet (MSCI).

## Sector Diversification (% of total portfolio equities)

	Fund	ACWI <sup>1</sup>
Consumer Discretionary	17.7	12.4
Consumer Staples	10.3	8.0
Energy	5.8	6.7
Financials	15.5	18.6
Health Care	10.4	10.8
Industrials	10.7	10.7
Information Technology	27.5	18.6
Materials	2.1	5.4
Real Estate	0.0	3.0
Telecommunication Services	0.0	2.9
Utilities	0.0	2.9
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Artisan Partners/FactSet (GICS)/MSCI. Cash and cash equivalents represented 4.3% of the total portfolio. <sup>1</sup>MSCI All Country World Index.

## Investment Results (%)

As of 30 April 2018	Average Annual Total Returns							
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTRX	0.57	0.57	3.77	19.62	12.27	12.34	—	11.88
Advisor Class: APDRX	0.60	0.60	3.84	19.86	12.41	12.43	—	11.93
MSCI All Country World Index	0.95	0.95	-0.02	14.16	7.43	8.80	—	7.35

As of 31 March 2018

Investor Class: ARTRX	-1.52	3.19	3.19	22.64	13.24	12.94	—	11.92
Advisor Class: APDRX	-1.52	3.22	3.22	22.83	13.38	13.02	—	11.97
MSCI All Country World Index	-2.14	-0.96	-0.96	14.85	8.12	9.20	—	7.31

Source: Artisan Partners/MSCI. Returns for periods less than one year are not annualized. Class inception: Investor (22 September 2008); Advisor (1 April 2015). For the period prior to inception, Advisor Class performance is the Investor Class's return for that period ("Linked Performance"). Linked Performance has not been restated to reflect expenses of the Advisor Class and the share class's returns during that period would be different 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 800.344.1770 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.

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

REGION	Fund	ACWI <sup>1</sup>
<b>AMERICAS</b>	<b>46.7</b>	<b>55.0</b>
United States	46.7	52.0
<b>EUROPE</b>	<b>25.4</b>	<b>20.9</b>
United Kingdom	5.7	5.8
Netherlands	4.7	1.2
Switzerland	3.6	2.5
Germany	3.6	3.2
Denmark	3.4	0.6
Spain	2.1	1.1
France	2.1	3.7
Belgium	0.1	0.4
<b>PACIFIC BASIN</b>	<b>19.5</b>	<b>11.9</b>
Japan	8.7	8.0
Hong Kong	5.6	1.2
Australia	5.2	2.2
<b>EMERGING MARKETS</b>	<b>8.4</b>	<b>12.0</b>
China	3.5	3.6
India	2.2	1.0
South Africa	1.9	0.8
Brazil	0.8	0.9
<b>MIDDLE EAST</b>	<b>—</b>	<b>0.1</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

James D. Hamel, CFA (Lead)	21
Matthew H. Kamm, CFA	18
Craigh A. Cepukenas, CFA	29
Jason L. White, CFA	18

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 30 Apr 2018: LKQ Corp 2.1%. 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.

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.

Our capital allocation process is designed to build position size according to our conviction. Portfolio holdings develop through three stages: Garden<sup>SM</sup>, Crop<sup>SM</sup> and Harvest<sup>SM</sup>. Garden<sup>SM</sup> investments are situations where we believe we are right, but there is not clear evidence that the profit cycle has taken hold, so positions are small. Crop<sup>SM</sup> investments are holdings where we have gained conviction in the company's profit cycle, so positions are larger. Harvest<sup>SM</sup> investments are holdings that have exceeded our estimate of intrinsic value or holdings where there is a deceleration in the company's profit cycle. Harvest<sup>SM</sup> investments are generally being reduced or sold from the portfolios.

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.

© 2018 Artisan Partners. All rights reserved.

5/3/2018 A18593L\_vR

