



Artisan International Fund

MONTHLY
Commentary

Investor Class: ARTIX | Advisor Class: APDIX As of 31 July 2018

Commentary

Non-US equities were broadly higher in July with all regions and sectors participating in the strength. The health care, telecom and financials sectors led; consumer discretionary and technology trailed. Markets benefited from a solid start to the Q2 earnings season, a stable US dollar and continued commitments by major central banks (e.g., ECB and BOJ) to maintain significant monetary stimulus.

Our portfolio outpaced the MSCI EAFE Index in July and is ahead over the YTD and one-year periods. Relative performance in July was driven by our technology and energy holdings, led by payments processor Wirecard and Brazilian oil and gas company Petrobras. Wirecard—our top YTD contributor—delivered robust organic growth, driven by transaction volumes on the back of momentum in mobile and e-commerce. The new business pipeline is also quite strong. The company recently inked agreements with French bank Crédit Agricole to provide e-commerce and acquiring services in France and other European countries and with Mizuho Bank to provide acquiring and issuing services to the bank's corporate clients in Asia. Even after the strong stock price appreciation over the past 12 months, Wirecard's valuation remains reasonable against our long-term earnings estimates.

Shares of Petrobras, one of our weakest performers in Q2, continued recovering from their June selloff. The company should soon begin receiving subsidy payments from the Brazilian government tied to the new diesel fuel pricing mechanism; however, we expect headline risk will persist as fuel prices are a key political issue heading into the October general election.

On the down side, Ryanair, a low-cost airline, and Calbee, a Japan-based maker of snacks foods, were among our weakest performers. Ryanair's management offered a disappointing profit outlook due to higher staff and fuel costs. We believe the company is well-positioned to overcome near-term headwinds given its best-in-class unit costs and strong cash generation.

Calbee's profit growth rose sharply on the back of strong potato chip sales in the company's domestic market following the prior year's potato shortage. However, sales of other snacks, including its Frugra-branded granola cereal, were uninspiring. Calbee has plans in place to target new customer segments with new cereal products later this fiscal year. Besides new product introductions, we believe cost reductions and expansion into overseas markets are important earnings-growth drivers for the company.

Portfolio Details

	ARTIX	APDIX
Net Asset Value (NAV)	\$33.70	\$33.66
Inception	28 Dec 1995	1 Apr 2015
Expense Ratios		
Semi-Annual Report 31 Mar 2018 ¹	1.18%	1.03%
Prospectus 30 Sep 2017 ²	1.18%	1.04%

¹Unaudited, annualized for the six-month period. ²See prospectus for further details.

Top 10 Holdings (% of total portfolio)

Wirecard AG (Germany)	6.1
Linde AG (Germany)	5.7
Deutsche Boerse AG (Germany)	5.6
Airbus SE (France)	3.7
ING Groep NV (Netherlands)	3.2
Medtronic PLC (United States)	3.1
Nestle SA (Switzerland)	3.0
Deutsche Post AG (Germany)	3.0
Petroleo Brasileiro SA (Brazil)	2.9
AIA Group Ltd (Hong Kong)	2.8
TOTAL	39.3%

Source: Artisan Partners/FactSet (MSCI).

Sector Diversification (% of total portfolio equities)

	Fund	EAFE ¹
Consumer Discretionary	0.0	12.2
Consumer Staples	10.0	11.3
Energy	3.1	6.0
Financials	33.0	20.0
Health Care	7.9	11.0
Industrials	21.5	14.3
Information Technology	10.8	6.7
Materials	13.6	8.1
Real Estate	0.0	3.5
Telecommunication Services	0.0	3.7
Utilities	0.1	3.3
TOTAL	100.0%	100.0%

Source: Artisan Partners/FactSet (GICS)/MSCI. Cash and cash equivalents represented 7.9% of the total portfolio. ¹MSCI EAFE Index.

Investment Results (%)

As of 31 July 2018	Average Annual Total Returns							
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTIX	3.50	3.50	1.11	7.43	3.75	4.88	4.52	9.02
Advisor Class: APDIX	3.54	3.54	1.23	7.57	3.91	5.00	4.57	9.05
MSCI EAFE Index	2.46	2.46	-0.36	6.40	5.03	5.86	3.43	4.97
MSCI All Country World ex USA Index ¹	2.39	2.39	-1.46	5.94	6.00	5.59	3.16	5.40

As of 30 June 2018

Investor Class: ARTIX	-1.63	-2.60	-2.31	7.23	2.32	5.39	3.71	8.89
Advisor Class: APDIX	-1.63	-2.58	-2.23	7.33	2.48	5.51	3.76	8.91
MSCI EAFE Index	-1.22	-1.24	-2.75	6.84	4.90	6.44	2.84	4.87
MSCI All Country World ex USA Index ¹	-1.88	-2.61	-3.77	7.28	5.07	5.99	2.54	5.31

Source: Artisan Partners/MSCI. Returns for periods less than one year are not annualized. ¹Performance represents the MSCI ACWI ex USA (Gross) Index from inception to 31 Dec 2000 and the MSCI ACWI ex USA (Net) Index from 1 Jan 2001 forward. Class inception: Investor (28 December 1995); 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.

Region/Country Allocation (% of total portfolio equities)

REGION	Fund	EAFE ¹
EUROPE	74.3	63.9
Germany	29.5	9.7
France	12.3	11.1
United Kingdom	11.2	17.7
Switzerland	6.2	8.1
Netherlands	6.2	3.6
Italy	4.9	2.4
Ireland	1.7	0.5
Belgium	1.2	1.1
Denmark	0.9	1.7
Finland	0.1	1.0
EMERGING MARKETS	10.1	—
Brazil	3.4	—
China	2.9	—
India	2.0	—
Russia	1.2	—
Indonesia	0.6	—
AMERICAS	9.7	—
United States	6.6	—
Canada	3.1	—
PACIFIC BASIN	5.8	35.5
Hong Kong	3.1	3.6
Japan	2.8	23.6
MIDDLE EAST	—	0.5
TOTAL	100.0%	100.0%

Source: Artisan Partners/FactSet (MSCI). ¹MSCI EAFE Index. Countries held in the index, but not held in the portfolio, are not listed.

Team Leadership (Pictured left to right)



Portfolio Manager	Years of Investment Experience
Mark L. Yockey, CFA	37
Associate Portfolio Managers	
Charles-Henri Hamker	28
Andrew J. Euretig	14

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 EAFE Index measures the performance of developed markets, excluding the US and Canada. MSCI All Country World ex USA Index measures the performance of developed and emerging markets, excluding the US. 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 2018: Calbee Inc 1.2%; Ryanair Holdings PLC P-Cert 1.6%. 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[®]) 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.

© 2018 Artisan Partners. All rights reserved.