



# Artisan Global Equity Fund

MONTHLY  
Commentary

Investor Class: ARTHX | Advisor Class: APDHX As of 30 November 2020

## Commentary

After equity markets declined in October on concerns of a second wave of COVID-19 infections, November saw a historic rally fueled by positive news on three separate COVID-19 vaccines and further aided by the removal of US election uncertainty. The MSCI AC World Index's 12.3% gain was its best monthly return ever based on return data since 2001. The shift in sentiment led to a pro-cyclical rotation, with the energy and financials sectors—the worst YTD performers through October—leading the way in November.

Our portfolio participated in the strength but slightly trailed the MSCI AC World Index QTD. Relative results were hindered by a lack of exposure to banks—one of the strongest performers during the period—and underperformance by a few of our biggest positions, including Alibaba, a China e-commerce and cloud computing company, and Deutsche Boerse, a European financial exchanges operator. Shares of Alibaba and other leading China companies came under pressure due to news of potential for increased antitrust regulation in China. We believe the market has likely overreacted since the Chinese government does not want to hamper the large e-commerce platforms that are key growth drivers for the economy. Though the uncertain regulatory environment has driven short-term volatility in Chinese Internet stocks, we have confidence that Alibaba, one of China's best-managed companies, will find ways to adapt and continue to grow.

Deutsche Boerse's third-quarter revenues declined due to lower market volatility and low interest rates hurting net interest income for its Clearstream custody and settlement services division. Despite the cyclical headwinds, we like the company's entrenched market position, attractive business model and the secular tailwinds from regulations pushing the shift to on-exchange trading and the ever-increasing sophistication of financial investors driving demand for data, indices and analytic tools.

Our top QTD contributors included biotechnology holdings Halozyme Therapeutics and Eidos Therapeutics (EIDX). Halozyme has seen a much faster-than-expected launch of Darzalex Faspro™, a treatment for multiple myeloma utilizing Halozyme's ENHANZE® technology to deliver Darzalex® subcutaneously as opposed to intravenously. The benefit is improved absorption and reduced drug administration time.

Shares of EIDX rocketed higher on news that majority shareholder BridgeBio Pharma intends to acquire the remaining common stock of EIDX—representing 36.3% of outstanding shares—at a 41% premium to the prior closing price. We had initially purchased EIDX in Q4 2019 due to the promise of AG10, an oral small molecule EIDX developed to treat amyloidosis (a life-threatening disease where abnormal proteins attack the body's tissues and organs), that had shown the ability to meaningfully slow disease progression and reduce mortality rates relative to Pfizer's Tafamidis. We chose to sell our position in EIDX upon the deal announcement as shares reached our target valuation.

## Portfolio Details

	ARTHX	APDHX
Net Asset Value (NAV)	\$22.11	\$22.11
Inception	29 Mar 2010	5 Aug 2020
Expense Ratios (% Gross/Net)		
Annual Report 30 Sep 2020	1.26/—	2.51/1.25 <sup>1,2,3</sup>
Prospectus 30 Sep 2019 <sup>3,4</sup>	1.28/—	—
Prospectus 4 Aug 2020 <sup>3,4,5</sup>	—	1.20/—

<sup>1</sup>For the period from commencement of operations 5 Aug 2020 through 30 Sep 2020. <sup>2</sup>Net expenses reflect a contractual expense limitation agreement in effect through 31 Jan 2022. <sup>3</sup>See prospectus for further details. <sup>4</sup>Reflects a reduction in management fees, effective as of 15 Nov 2019. <sup>5</sup>Includes estimated expenses for the current fiscal year.

## Top 10 Holdings (% of total portfolio)

Halozyme Therapeutics Inc (United States)	3.7
Vertiv Holdings Co (United States)	3.4
Amazon.com Inc (United States)	3.1
Microsoft Corp (United States)	3.0
ACADIA Pharmaceuticals Inc (United States)	2.8
Johnson Controls International PLC (United States)	2.8
Fidelity National Information Services Inc (United States)	2.7
Carrier Global Corp (United States)	2.3
Alphabet Inc (United States)	2.3
Illumina Inc (United States)	2.1
<b>TOTAL</b>	<b>28.3%</b>

Source: Artisan Partners/MSCI.

## Sector Diversification (% of total portfolio equities)

	Fund	ACWI <sup>1</sup>
Communication Services	10.2	9.4
Consumer Discretionary	8.4	12.9
Consumer Staples	1.9	7.5
Energy	1.0	3.1
Financials	4.0	13.5
Health Care	30.6	11.9
Industrials	17.8	9.9
Information Technology	20.8	21.3
Materials	4.2	4.8
Real Estate	0.0	2.7
Utilities	0.9	3.0
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Artisan Partners/GICS/MSCI. Cash and cash equivalents represented 2.1% of the total portfolio. <sup>1</sup>MSCI All Country World Index.

## Investment Results (%)

As of 30 November 2020	Average Annual Total Returns							
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTHX	11.64	8.20	22.75	25.59	16.22	14.67	13.54	13.39
Advisor Class: APDHX	11.58	8.14	22.74	25.59	16.22	14.67	13.54	13.39
MSCI All Country World Index	12.33	9.60	11.10	15.01	8.99	10.84	9.41	8.98

  

As of 30 September 2020								
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTHX	-0.56	9.25	13.45	21.90	14.89	14.05	13.20	12.76
Advisor Class: APDHX	-0.52	9.30	13.50	21.95	14.90	14.06	13.20	12.77
MSCI All Country World Index	-3.22	8.13	1.37	10.44	7.12	10.30	8.55	8.18

Source: Artisan Partners/MSCI. Returns for periods less than one year are not annualized. Class inception: Investor (29 March 2010); Advisor (5 August 2020). 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>56.6</b>	<b>60.4</b>
United States	55.4	57.7
Canada	1.1	2.7
<b>EUROPE</b>	<b>26.0</b>	<b>16.8</b>
Germany	7.1	2.5
Switzerland	4.6	2.6
United Kingdom	3.9	3.7
Belgium	2.5	0.3
Denmark	2.4	0.7
Sweden	1.3	0.9
Netherlands	1.2	1.0
Ireland	1.1	0.2
France	0.9	3.0
Portugal	0.9	<0.1
Norway	0.1	0.2
<b>EMERGING MARKETS</b>	<b>10.1</b>	<b>12.6</b>
China	7.4	5.1
India	1.0	1.0
Russia	0.9	0.4
Korea	0.6	1.6
Brazil	0.2	0.6
<b>PACIFIC BASIN</b>	<b>7.3</b>	<b>10.1</b>
Japan	6.1	6.9
Hong Kong	1.2	1.0
<b>MIDDLE EAST</b>	<b>—</b>	<b>0.2</b>
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Artisan Partners/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	40
Charles-Henri Hamker	30
Andrew J. Euretig	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 800.344.1770. Read carefully before investing.

Current and future portfolio holdings are subject to risk. 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 Nov 2020: Alibaba Group Holding Ltd 1.5%; Deutsche Boerse AG 1.4%. 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.

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