



Artisan Value Fund

MONTHLY
Commentary

Investor Class: ARTLX | Advisor Class: APDLX As of 31 May 2022

Commentary

Top month-to-date contributors: EOG Resources Inc; Schlumberger NV; Swedish Match AB; FedEx Corp; Electronic Arts Inc

Bottom month-to-date contributors: CME Group Inc; Cisco Systems Inc; Air Lease Corp; Meta Platforms Inc; Marriott International Inc

In this space, we discuss one top contributor (Swedish Match) and one bottom contributor (Meta Platforms) from the recent month.

Swedish Match, a Swedish tobacco and nicotine products maker, received an all-cash takeover offer from rival Philip Morris International (PM), which is also held in the portfolio, for SEK 106 per share—a 35% premium to Swedish Match's prior closing share price. The deal is a good fit for PM as it reduces PM's dependence on cigarettes—a category in steady decline—and accelerates the company's transition to smokeless "reduced-risk" products (RRPs)—a category that has experienced rapid growth over the past five years. PM can also leverage its global scale to generate significant revenue synergies from these complementary product sets, as well as quickly gain access to the US market—the world's largest market for RRP's and one where regulators have embraced RRP's and other less harmful nicotine products.

Shares of Meta Platforms (formerly known as Facebook) were down modestly in May but have generally traded in a narrow range since selling off in February. The company's social media business is facing challenges from increased TikTok competition and changes to Apple's iOS mobile operating system that make it harder for platforms and apps to track users across other apps and websites—a potential \$10bn hit to 2022 sales. While we don't minimize these long-term headwinds, we believe the stock is pricing in a lot of pessimism. Meta now trades at a meaningful discount to the S&P 500® Index, both on price to earnings and enterprise value to EBIT—but we don't believe Meta's issues are necessarily worse than those of the rest of the market. Thus, we've been actively adding to our position in recent months. Facebook is still a highly successful enterprise generating \$111bn of revenue annually on a run-rate basis, with a fortress balance sheet consisting of \$44bn in cash and zero debt to help it navigate its future course.

Portfolio Details

	ARTLX	APDLX
Net Asset Value (NAV)	\$14.51	\$14.44
Inception	27 Mar 2006	1 Apr 2015
Expense Ratios (% Gross/Net)		
Semi-Annual Report 31 Mar 2022 ¹	1.07/—	0.96/0.88 ^{2,3}
Prospectus 30 Sep 2021 ³	1.05/—	0.96/0.89 ²

¹Unaudited, annualized for the six-month period. ²Net expenses reflect a contractual expense limitation agreement in effect through 31 Jan 2023. ³See prospectus for further details.

Top 10 Holdings (% of total portfolio)

Alphabet Inc (Communication Services)	4.7
EOG Resources Inc (Energy)	3.8
Booking Holdings Inc (Consumer Discretionary)	3.5
Meta Platforms Inc (Communication Services)	3.4
FedEx Corp (Industrials)	3.4
Comcast Corp (Communication Services)	3.1
Philip Morris International Inc (Consumer Staples)	3.1
Compass Group PLC (Consumer Discretionary)	3.0
Arch Capital Group Ltd (Financials)	2.9
Schlumberger NV (Energy)	2.9
TOTAL	33.6%

Source: Artisan Partners/GICS.

Sector Diversification (% of portfolio securities)

	Fund	RIV ¹
Communication Services	19.1	6.9
Consumer Discretionary	11.7	4.9
Consumer Staples	7.3	7.6
Energy	6.9	8.4
Financials	17.9	20.1
Health Care	13.5	18.5
Industrials	14.4	10.3
Information Technology	9.1	9.0
Materials	0.0	4.0
Real Estate	0.0	4.6
Utilities	0.0	5.6
TOTAL	100.0%	100.0%

Source: Artisan Partners/GICS/Russell. Cash and cash equivalents represented 3.6% of the total portfolio. ¹Russell 1000® Value Index.

Investment Results (%)

As of 31 May 2022	Average Annual Total Returns							
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTLX	4.24	-2.81	-3.52	-1.50	16.16	10.40	11.21	7.88
Advisor Class: APDLX	4.18	-2.83	-3.48	-1.34	16.37	10.57	11.33	7.95
Russell 1000® Value Index	1.94	-3.81	-4.52	0.93	12.75	9.50	12.06	7.55
Russell 1000® Index	-0.15	-9.05	-13.72	-2.71	16.03	13.12	14.24	9.57

As of 31 March 2022

Investor Class: ARTLX	0.20	-0.73	-0.73	10.29	15.84	10.88	10.60	8.16
Advisor Class: APDLX	0.20	-0.67	-0.67	10.53	16.05	11.07	10.72	8.23
Russell 1000® Value Index	2.82	-0.74	-0.74	11.67	13.02	10.29	11.70	7.89
Russell 1000® Index	3.37	-5.13	-5.13	13.27	18.71	15.82	14.53	10.33

Source: Artisan Partners/Russell. Returns for periods less than one year are not annualized. Class inception: Investor (27 March 2006); 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.

Market Cap Distribution (% of portfolio securities)

\$ in billions	Fund	RIV ¹
260.0+	17.9	20.2
128.0–260.0	18.6	19.2
53.0–128.0	37.9	20.2
24.0–53.0	9.7	18.9
0.0–24.0	16.0	21.5
TOTAL	100.0%	100.0%

Source: Artisan Partners/Russell. ¹Russell 1000[®] Value Index.

Team Leadership (Pictured left to right)



Portfolio Managers	Years of Investment Experience
Thomas A. Reynolds IV	23
Daniel L. Kane, CFA	24
Craig Inman, CFA	23

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. The value of portfolio securities selected by the investment team may rise or fall in response to company, market, economic, political, regulatory or other news, at times greater than the market or benchmark index. 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. Value securities may underperform other asset types during a given period.

Russell 1000[®] Value Index measures the performance of US large-cap companies with lower price/book ratios and forecasted growth values. Russell 1000[®] Index measures the performance of roughly 1,000 US large-cap companies. S&P 500[®] Index measures the performance of 500 US companies focused on the large-cap sector of the market. 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 May 2022: Air Lease Corp 1.6%; Cisco Systems Inc 1.5%; CME Group Inc 1.4%; Electronic Arts Inc 2.5%; Marriott International Inc 2.6%; Swedish Match AB 1.1%. 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.

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Sector exposure percentages reflect sector designations as currently classified by GICS.

Price-to-Earnings (P/E) is a valuation ratio of a company's current share price compared to its per-share earnings. **Enterprise Value to Earnings Before Interest and Taxes (EV/EBIT)** is a valuation multiple defined as an enterprise value (EV) divided by earnings before interest and tax (EBIT). **Run rate** uses current financial performance to extrapolate over a longer term period.

Source: Artisan Partners/FactSet. Contribution to Return includes the securities with the highest positive and negative contribution to the portfolio's return and is calculated by multiplying a security's portfolio weight by its in-portfolio return for the period. Purchases/sales are accounted for by using end of the day prices, which may or may not reflect the actual purchase/sale price realized by the portfolio. Contribution to return is not exact, but should be considered an approximation.

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