



# Artisan Global Equity Fund

MONTHLY  
Commentary

Investor Class: ARTHX | Advisor Class: APDHX

As of 30 September 2022

## Commentary

Higher-than-expected inflation, continued monetary tightening and escalating recession fears amplified negative sentiment, driving global equity markets lower this month. The familiar trio of adverse macro trends was exacerbated by negative headlines, including damage to the Nord Stream pipelines, a key conduit for the transport of natural gas between Russia and northern Europe. The incident was caused by underwater explosions that were likely the result of sabotage. While neither of the pipelines were fully active at the time due to the ongoing politics of the Ukraine War, it came at a moment when many European countries were already facing elevated energy prices and consumption caps due to supply shortages. Spot prices for natural gas rose in reaction to the incident and highlighted the issue of energy security on the continent.

The portfolio topped the MSCI All Country World Index in September, although both slid in value. Our underweight position and stock selection in information technology added to relative returns with Azbil, a global industrial automation company based in Japan, leading the way. As part of our environment/efficient buildings theme, Azbil designs and manufactures automation systems that improve efficiency, energy savings and security in the manufacturing and life sciences sectors. Its advanced process control solutions help companies increase productivity, a critical advantage as inflation continues to challenge bottom lines. The company reported that demand remained particularly strong for its building automation business, while it reaffirmed its full-year guidance for operating margins. In addition, our European holdings outperformed in a region that also performed surprisingly well despite accelerating inflation and interest rates across most of its nations. Ascendis Pharma, a Danish company that produces treatments in endocrinology, was one such stock that saw strong returns. It rallied after it submitted a new drug application in the US for a promising new treatment for adult hypoparathyroidism, a condition that results in abnormally low levels of calcium and phosphorus in the body. Overall, we are excited about the company's strong pipeline for new therapies and the positive growth trends we see in its prescriptions, a leading indicator for demand.

Alternatively, our stock selection in energy detracted from relative performance this month after outperforming year to date. EQT Corporation, a leading natural gas producer in the US, lost ground as gas prices fell, reflecting higher inventories and leveling demand in the US. Natural gas is an energy source that emits fewer greenhouse gases than other fossil fuels, such as coal or oil, and we believe it is a critical bridge fuel for countries that are seeking to lower carbon emissions while developing renewables. Exports of liquified natural gas, a derivative product, from the US continue to be strong and are expected to rise if gas shortages in Europe become worse. We believe EQT is an important leader in this long-term transition.

## Investment Results (%)

	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTHX	<b>-8.39</b>	<b>-5.15</b>	<b>-31.55</b>	<b>-31.48</b>	<b>-0.01</b>	<b>4.46</b>	<b>7.95</b>	<b>8.88</b>
Advisor Class: APDHX	<b>-8.51</b>	<b>-5.21</b>	<b>-31.58</b>	<b>-31.48</b>	<b>-0.01</b>	<b>4.46</b>	<b>7.95</b>	<b>8.88</b>
MSCI All Country World Index	-9.57	-6.82	-25.63	-20.66	3.75	4.44	7.28	6.92

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.

## Portfolio Details

	ARTHX	APDHX
Net Asset Value (NAV)	\$14.19	\$14.19
Inception	29 Mar 2010	5 Aug 2020
Expense Ratios (% Gross/Net)		
Semi-Annual Report 31 Mar 2022 <sup>1</sup>	1.28/—	1.50/1.25 <sup>2,3</sup>
Prospectus 30 Sep 2021 <sup>3</sup>	1.26/—	1.62/1.25 <sup>2</sup>

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

## Top 10 Holdings (% of total portfolio)

Halozyme Therapeutics Inc (United States)	4.5
Shell PLC (United Kingdom)	4.4
Schlumberger NV (United States)	4.4
Alphabet Inc (United States)	3.8
Argenx SE (Belgium)	3.5
Amazon.com Inc (United States)	3.4
T-Mobile US Inc (United States)	3.3
Canadian Pacific Railway Ltd (Canada)	3.2
EQT Corp (United States)	2.7
Darling Ingredients Inc (United States)	2.3
<b>TOTAL</b>	<b>35.4%</b>

Source: Artisan Partners/MSCI.

## Sector Diversification (% of portfolio securities)

	Fund	ACWI <sup>1</sup>
Communication Services	8.0	7.4
Consumer Discretionary	12.1	11.5
Consumer Staples	5.2	7.7
Energy	19.3	5.2
Financials	13.5	14.5
Health Care	16.4	13.0
Industrials	15.9	9.5
Information Technology	6.9	20.7
Materials	0.7	4.7
Real Estate	0.0	2.7
Utilities	2.0	3.1
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>

Source: Artisan Partners/GICS/MSCI. Cash and cash equivalents represented 5.4% of the total portfolio. <sup>1</sup>MSCI All Country World Index.

## Average Annual Total Returns

**Region/Country Allocation (% of portfolio securities)**

REGION	Fund	ACWI <sup>1</sup>
<b>AMERICAS</b>	<b>53.0</b>	<b>65.1</b>
United States	47.6	62.0
Canada	5.4	3.1
<b>EUROPE</b>	<b>39.1</b>	<b>15.1</b>
United Kingdom	8.4	3.7
Belgium	4.9	0.2
Denmark	4.4	0.6
France	4.3	2.7
Switzerland	3.1	2.6
Germany	2.9	1.8
Sweden	2.4	0.8
Italy	2.4	0.5
Netherlands	2.1	1.0
Spain	1.6	0.6
Luxembourg	1.2	—
Finland	0.7	0.2
Norway	0.7	0.2
<b>EMERGING MARKETS</b>	<b>4.4</b>	<b>11.1</b>
China	3.1	3.5
India	1.3	1.7
Russia	0.0	—
<b>PACIFIC BASIN</b>	<b>3.4</b>	<b>8.4</b>
Japan	2.8	5.4
Singapore	0.6	0.4
<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**

Mark L. Yockey, CFA

42

Charles-Henri Hamker

32

Andrew J. Euretig

**Years of Investment Experience**

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.

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. A portfolio's environmental, social and governance ("ESG") considerations may limit the investment opportunities available and, as a result, the portfolio may forgo certain investment opportunities and underperform portfolios that do not consider ESG factors. 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 Sep 2022: Ascendis Pharma A/S 1.4%; Abil Corp 2.0%. As of 3 Mar 2022, Russian holdings are valued at zero. 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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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.

**Spot Price** is the current market price at which an asset can be bought or sold for immediate delivery. **Operating Margin** is a measure of profitability equal to operating income divided by revenue.

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