



Artisan Mid Cap Value Fund

MONTHLY Commentary

Investor Class: ARTQX

Advisor Class: APDQX

As of 31 October 2023

Commentary

Top month-to-date contributors: Arch Capital Group Ltd; Globe Life Inc; The Progressive Corp; Dollar General Corp; NNN REIT Inc

Bottom month-to-date contributors: Analog Devices Inc; Bio-Rad Laboratories Inc; U-Haul Holding Co; IAC Inc; DENTSPLY SIRONA Inc

In this space, we discuss one top contributor (Arch Capital) and one bottom contributor (Analog Devices) from the recent month.

Global reinsurer Arch Capital has been among our top contributors over the past year. Gains have been driven by strong growth as reinsurance markets have been in an upswing in terms of pricing and premium growth, while rising interest rates are boosting net interest income. Additionally, margins have benefited from lower acquisition costs, better expense management and reduced catastrophe losses. In its mortgage insurance business, high interest rates are a headwind to top-line growth but a tailwind for margins. As a long-time holding, Arch is a company we know well. It's an industry leader capably managed by a long-tenured team that has achieved an enviable underwriting record while at the same time seeking opportunistic growth. It has shown discipline in pulling back from writing business when pricing is soft, patiently waiting for turns in the cycle to put its strong capital position to work.

Analog Devices (ADI) is the second-largest analog semiconductor chipmaker in the world behind Texas Instruments. Although its latest quarterly results were only slightly below expectations, the chipmaker meaningfully reduced sales and EPS guidance for its quarter ending in October due to slowing end market demand. The industrial segment, which accounts for a little more than half of sales, has grown year over year but was down 7% quarter over quarter. Automotive—its second-largest segment—was also down sequentially but has grown by 15% year over year. ADI has been a portfolio holding since late 2006, having been an excellent compounder of value due to its leadership position in a secular growth industry, strong balance sheet and cash-generating properties. Growth may slow in coming quarters, but we expect continued prodigious free cash flow generation that can be returned to shareholders via dividends and buybacks or used for value-enhancing M&A, reinvestment into the business or debt reduction.

Portfolio Details

	ARTQX	APDQX
Net Asset Value (NAV)	\$15.76	\$15.68
Inception	28 Mar 2001	1 Apr 2015
Expense Ratios		
Semi-Annual Report 31 Mar 2023 ¹	1.22%	1.07%
Prospectus 30 Sep 2022 ²	1.20%	1.05%

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

Top 10 Holdings (% of total portfolio)

First Citizens BancShares Inc (Financials)	5.0
Analog Devices Inc (Information Technology)	3.5
Globe Life Inc (Financials)	3.4
Vontier Corp (Information Technology)	3.1
Marriott International Inc (Consumer Discretionary)	3.1
U-Haul Holding Co (Industrials)	3.0
NOV Inc (Energy)	3.0
Arch Capital Group Ltd (Financials)	2.7
Centene Corp (Health Care)	2.5
News Corp (Communication Services)	2.5
TOTAL	31.9%

Source: Artisan Partners/GICS.

Sector Diversification (% of portfolio securities)

	Fund	RMCV ¹
Communication Services	11.8	3.3
Consumer Discretionary	12.8	8.8
Consumer Staples	7.0	4.0
Energy	3.0	6.1
Financials	22.8	17.2
Health Care	10.6	6.8
Industrials	12.5	18.7
Information Technology	10.1	9.1
Materials	0.0	7.8
Real Estate	6.9	10.2
Utilities	2.5	7.8
TOTAL	100.0%	100.0%

Source: Artisan Partners/GICS/Russell. Cash and cash equivalents represented 0.8% of the total portfolio. ¹Russell Midcap® Value Index.

Investment Results (%)

As of 31 October 2023	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTQX	-4.60	-4.60	1.35	0.34	10.84	5.44	5.07	8.97
Advisor Class: APDQX	-4.62	-4.62	1.42	0.47	10.99	5.59	5.19	9.02
Russell Midcap® Value Index	-4.95	-4.95	-4.44	-3.56	8.78	5.69	6.89	8.77
Russell Midcap® Index	-4.99	-4.99	-1.28	-1.01	6.04	7.14	8.05	8.89

As of 30 September 2023

Investor Class: ARTQX	-3.34	-2.94	6.24	16.19	12.53	4.82	5.87	9.23
Advisor Class: APDQX	-3.29	-2.95	6.34	16.39	12.68	4.98	6.00	9.29
Russell Midcap® Value Index	-5.09	-4.46	0.54	11.05	10.98	5.18	7.92	9.05
Russell Midcap® Index	-5.02	-4.68	3.91	13.45	8.09	6.38	8.98	9.18

Source: Artisan Partners/Russell. Returns for periods less than one year are not annualized. Class inception: Investor (28 March 2001); 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	RMV ¹
31.6+	22.4	21.3
22.2–31.6	2.9	14.0
14.0–22.2	22.5	23.5
8.2–14.0	17.2	21.0
0–8.2	35.1	20.1
TOTAL	100.0%	100.0%

Source: Artisan Partners/Russell. ¹Russell Midcap® Value Index.

Team Leadership (Pictured left to right)



Portfolio Managers	Years of Investment Experience
Thomas A. Reynolds IV	24
Daniel L. Kane, CFA	25
Craig Inman, CFA	24

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. 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 Midcap® Value Index measures the performance of US mid-cap companies with lower price/book ratios and forecasted growth values. Russell Midcap® Index measures the performance of roughly 800 US mid-cap companies. 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 Oct 2023: Bio-Rad Laboratories Inc 1.7%; DENTSPLY SIRONA Inc 2.4%; Dollar General Corp 1.3%; IAC Inc 1.7%; NNN REIT Inc 1.9%; The Progressive Corp 1.5%. 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 and 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.

Frank Russell Company ("Russell") is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Frank Russell Company. Neither Russell nor its licensors accept any liability for any errors or omissions in the Russell Indexes and/or Russell ratings or underlying data and no party may rely on any Russell Indexes and/or Russell ratings and/or underlying data contained in this communication. No further distribution of Russell Data is permitted without Russell's express written consent. Russell does not promote, sponsor or endorse the content of this communication.

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

Earnings per Share (EPS) is the portion of a company's profit allocated to each outstanding share of common stock. Free Cash Flow is a measure of financial performance calculated as operating cash flow minus capital expenditures.

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.

Artisan Partners Funds offered through Artisan Partners Distributors LLC (APD LLC), member FINRA. APD LLC 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.

© 2023 Artisan Partners. All rights reserved.

11/3/2023 A23936L_vR

