



# Artisan Select Equity Strategy

## QUARTERLY Fact Sheet

As of 30 September 2024

For Institutional Investors – Not for Onward Distribution

### Investment Process Highlights

The investment team seeks to invest in high-quality, undervalued businesses that offer the potential for superior risk/reward outcomes.

#### Undervaluation

- Determine the intrinsic value of the business
- Invest at a significant discount to intrinsic value

#### Business Quality

- Strong free cash flow
- High/improving returns on capital
- Strong competitive positions

#### Financial Strength

- Strong balance sheets reduce potential for capital risk
- Provides management ability to build value

#### Shareholder-Oriented Management

- History of building shareholder value

Sector Diversification (% of portfolio securities)	Strategy	S&P 500 <sup>1</sup>	Index
Communication Services	11.0	8.9	
Consumer Discretionary	12.9	10.1	
Consumer Staples	5.3	5.9	
Energy	0.0	3.3	
Financials	37.7	12.9	
Health Care	11.1	11.6	
Industrials	4.4	8.5	
Information Technology	7.1	31.7	
Materials	10.5	2.2	
Real Estate	0.0	2.3	
Utilities	0.0	2.5	
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>	

Source: Artisan Partners/GICS/S&P. Cash and cash equivalents represented 8.5% of the total portfolio. <sup>1</sup>S&P 500<sup>®</sup> Index.

### Investment Results (% USD)

As of 30 September 2024	Average Annual Total Returns						
	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
<b>Composite — Gross</b>	<b>6.48</b>	<b>18.27</b>	<b>33.99</b>	<b>9.58</b>	—	—	<b>13.96</b>
<b>Composite — Net</b>	<b>6.28</b>	<b>17.62</b>	<b>33.01</b>	<b>8.77</b>	—	—	<b>13.11</b>
S&P 500 <sup>®</sup> Index	5.89	22.08	36.35	11.90	—	—	17.51

### Annual Returns (% USD) Trailing 12 months ended 30 September

	2020	2021	2022	2023	2024
<b>Composite — Net</b>	—	<b>33.24</b>	<b>-22.71</b>	<b>25.20</b>	<b>33.01</b>

### Calendar Year Returns (% USD)

	2021	2022	2023
<b>Composite — Gross</b>	<b>16.87</b>	<b>-15.92</b>	<b>27.82</b>
<b>Composite — Net</b>	<b>16.00</b>	<b>-16.56</b>	<b>26.88</b>
S&P 500 <sup>®</sup> Index	28.71	-18.11	26.29

Source: Artisan Partners/MSCI. Returns for periods less than one year are not annualized.

Past performance does not guarantee and is not a reliable indicator of future results. Current performance may be lower or higher than the performance shown. Composite performance has been presented in both gross and net of investment management fees.

**Investment Risks:** Investments will rise and fall with market fluctuations and investor capital is at risk. Investors investing in strategies denominated in non-local currency should be aware of the risk of currency exchange fluctuations that may cause a loss of principal. These risks, among others, are further described on the next page, which should be read in conjunction with this material.

### Portfolio Details

Composite Inception	1 March 2020
Total AUM (USD Millions)	\$338

### Portfolio Statistics

	Strategy	S&P 500 <sup>1</sup>
Median Market Cap (USD Billions)	\$108.1	\$38.1
Weighted Avg. Market Cap (USD Billions)	\$331.1	\$999.3
Weighted Harmonic Avg. P/E (FY1)	16.4X	23.8X
Weighted Harmonic Avg. P/E (FY2)	14.2X	20.9X
Weighted Avg. Net Debt/Capital	10.5%	17.1%
Median Price/Book Value	2.8X	3.8X
Weighted Avg. ROA	7.5%	15.6%
Active Share	90.0%	—
Annual Turnover <sup>2</sup>	22.9%	—
Number of Securities	22	504
Non-US Companies (% of total portfolio)	18.4%	—

Source: Artisan Partners/FactSet/S&P. <sup>1</sup>S&P 500<sup>®</sup> Index. <sup>2</sup>For the 12 months ended 31 Dec 2023.

### Top 10 Holdings (% of total portfolio)

Berkshire Hathaway Inc (Financials)	5.5
Aramark (Consumer Discretionary)	5.4
American Express Co (Financials)	5.3
Meta Platforms Inc (Communication Services)	5.2
Elevance Health Inc (Health Care)	5.2
Heidelberg Materials AG (Materials)	5.2
The Progressive Corp (Financials)	5.2
The Charles Schwab Corp (Financials)	5.0
Henry Schein Inc (Health Care)	5.0
Danone SA (Consumer Staples)	4.9
<b>TOTAL</b>	<b>51.9%</b>

Source: Artisan Partners/GICS.

# Artisan Select Equity Strategy

## Team Leadership

Portfolio Managers	Years of Investment Experience
Daniel J. O'Keefe (Lead) Managing Director	31
Michael J. McKinnon, CFA Managing Director	21

## Portfolio Construction

- Typically 20-30 holdings
- Maximum position size generally 10%<sup>1</sup>
- Maximum of 20% in non-US companies<sup>1</sup>
- Maximum of 25% in any one industry<sup>1</sup>
- No minimum market cap

Based on a model portfolio. <sup>1</sup>Limitations apply at the time of purchase.

**Investment Risks:** Non-diversified portfolios may invest larger portions of assets in securities of a smaller number of issuers and performance of a single issuer may have a greater impact to the portfolio's returns. 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 or growth securities may underperform other asset types during a given period. These risks, among others, are further described in Artisan Partners Form ADV, which is available upon request.

The Artisan Strategy characteristics relate to that of a representative account managed within an investment composite. It is intended to provide a general illustration of the investment strategy and considerations used by Artisan Partners in managing that strategy, unless otherwise indicated. Individual accounts may differ, at times significantly, from the reference data shown due to varying account restrictions, fees and expenses, and since-inception time periods, among others. Where applicable, this information is supplemental to, and not to be construed with, a current or prospective client's investment account information.

Securities referenced may not be representative of all portfolio holdings. Securities of the same issuer are aggregated to determine a holding's portfolio weight. Portfolio statistics calculations exclude outlier data and certain securities which lack applicable attributes, such as private securities. Artisan Partners may substitute information from a related security if unavailable for a particular security. This material is as of the date indicated and is subject to change without notice. Totals may not sum due to rounding.

Net-of-fees composite returns were calculated using the highest model investment advisory fees applicable to portfolios within the composite. Fees may be higher for certain pooled vehicles and the composite may include accounts with performance-based fees. All performance results are net of commissions and transaction costs, and have been presented gross and net of investment advisory fees. Dividend income is recorded net of foreign withholding taxes on ex-dividend date or as soon after the ex-dividend date as the information becomes available to Artisan Partners. Interest income is recorded on the accrual basis. Performance results for the Index include reinvested dividends and are presented net of foreign withholding taxes but, unlike the portfolio's returns, do not reflect the payment of sales commissions or other expenses incurred in the purchase or sale of the securities included in the indices.

S&P 500<sup>®</sup> 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.

The Global Industry Classification Standard (GICS<sup>®</sup>) 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.

The S&P 500<sup>®</sup> ("Index") is a product of S&P Dow Jones Indices LLC ("S&P DJI") and/or its affiliates and has been licensed for use. Copyright © 2024 S&P Dow Jones Indices LLC, a division of S&P Global, Inc. All rights reserved. Redistribution or reproduction in whole or in part are prohibited without written permission of S&P Dow Jones Indices LLC. S&P<sup>®</sup> is a registered trademark of S&P Global and Dow Jones<sup>®</sup> is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"). None of S&P DJI, Dow Jones, their affiliates or third party licensors makes any representation or warranty, express or implied, as to the ability of any index to accurately represent the asset class or market sector that it purports to represent and none shall have any liability for any errors, omissions, or interruptions of any index or the data included therein.

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

**Price-to-Earnings Ratio (P/E Ratio)** measures how expensive a stock is. Earnings figures used for FY1 and FY2 are estimates for the current and next unreported fiscal years. **Price-to-Book Ratio (P/B Ratio)** measures a company's stock price in relation to its book value (the total amount a company would be worth if it liquidated its assets and paid back all its liabilities). **Return on Assets (ROA)** is a profitability ratio that measures the amount of net income returned as a percentage of total assets. **Active Share** is the percentage of a portfolio that differs from its benchmark. Active Share can range from 0% for an index fund to 100% for a portfolio with no overlap with an index. **Annual Turnover** is a measure of the trading activity in an investment portfolio—how often securities are bought and sold by a portfolio. **Net Debt/Capital** reflects a company's financial leverage as measured by its net debt (total debt minus cash & cash equivalents) divided by total capital. The aggregate calculation excludes companies classified by GICS as banks, consumer finance and capital markets to focus on nonfinancial liabilities.

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.

Artisan Partners Limited Partnership (APLP) is an investment adviser registered with the U.S. Securities and Exchange Commission (SEC). Artisan Partners UK LLP (APUK) is authorized and regulated by the Financial Conduct Authority and is a registered investment adviser with the SEC. AP Financial Distribution Services Limited (AP Europe) is regulated by the Central Bank of Ireland. APLP, APUK and AP Europe are collectively, with their parent company and affiliates, referred to as Artisan Partners herein. Artisan Partners is not registered, authorised or eligible for an exemption from registration in all jurisdictions. Therefore, services described herein may not be available in certain jurisdictions. This material does not constitute an offer or solicitation where such actions are not authorised or lawful, and in some cases may only be provided at the initiative of the prospect. Further limitations on the availability of products or services described herein may be imposed.

This material is only intended for investors which meet qualifications as institutional investors as defined in the applicable jurisdiction where this material is received, which includes only *Professional Clients* or *Eligible Counterparties* as defined by the Markets in Financial Instruments Directive (MiFID) where this material is issued by APUK or AP Europe. This material is not for use by retail investors and may not be reproduced or distributed without Artisan Partners' permission.

In the United Kingdom, issued by Artisan Partners UK LLP, 25 St. James's St., Floor 10, London SW1A 1HA, registered in England and Wales (LLP No. OC351201). Registered office: Phoenix House, Floor 4, Station Hill, Reading Berkshire RG1 1NB. In Ireland, issued by Artisan Partners Europe, Fitzwilliam Hall, Fitzwilliam Pl, Ste. 202, Dublin 2, D02 T292. Registered office: 70 Sir John Rogerson's Quay, Dublin 2, D02 R296 (Company No. 637966).

**Australia:** This material is directed at wholesale clients only and is not intended for, or to be relied upon by, private individuals or retail investors. Artisan Partners Australia Pty Ltd is a representative of APLP (ARBN 153 777 292) and APUK (ARBN 603 522 649). APLP and APUK are respectively regulated under US and UK laws which differ from Australian laws and are exempt from the requirement to hold an Australian financial services license under the Australian Corporations Act 2001 in respect to financial services provided in Australia. **Canada:** This material is distributed in Canada by APLP and/or Artisan Partners Distributors LLC, which conduct activities in Canada under exemptions from the dealer, portfolio manager and investment fund manager registration requirements of applicable Canadian securities laws. This material does not constitute an offer of services in circumstances where such exemptions are not available. APLP advisory services are available only to investors that qualify as "permitted clients" under applicable Canadian securities laws.

© 2024 Artisan Partners. All rights reserved.

10/10/2024 A24470L\_XUS



ARTISAN PARTNERS

For more information visit [www.artisanpartners.com](http://www.artisanpartners.com)