



Artisan Floating Rate Fund

MONTHLY
Commentary

Investor Class: ARTUX | Advisor Class: APDUX As of 31 May 2024

Commentary

Our portfolio underperformed the Credit Suisse Leveraged Loan Index during the month. The portfolio benefited from the allocation to secured bonds, which generally outperformed loans as interest rates fell, though this was offset by negative selection effects in bank loans. From a sector perspective, the largest positive contributor was security selection in media, while the largest detractor was security selection in retail.

The economic backdrop continues to be supportive of risk broadly, a trend that continued in May with the S&P 500® Index rising approximately 5% and both high yield bonds (as measured by the ICE BofA US High Yield Index) and leveraged loans (as measured by the Credit Suisse Leveraged Loan Index) notching positive returns for the month. Markets continue to be fixated on the timing of Federal Reserve rate cuts, with data releases and Fed commentary contributing to a volatile month for Treasury yields; the 10-Year Treasury yield declined from 4.68% at the start of the month to a low of 4.34% in mid-May before nearly reversing its entire decline, settling at 4.50% at month-end.

At the index level, discount margins for loans tightened by 13bps, contributing to their best performing month year-to-date. All rating categories performed well, led by CCC-rated loans, which notched gains of over 2% during the month and are up over 9% year-to-date. Through May, leveraged loans have outperformed high yield bonds by over 2.5% year-to-date, continuing to provide support for the potential benefits of loans and their ability to generate attractive total returns shielded from interest rate volatility. When viewed over the past three years, leveraged loans have outperformed high yield bonds by an astounding 4.2% per year with less than half the annualized volatility (standard deviation); we'd argue this performance necessitates allocators to recognize the potential value of leveraged loans as a powerful "tool in the toolbox," as they continue to fine-tune asset allocations for clients.

The strength of the primary market continues to be the "story of the year," with high yield bonds in May registering their largest gross supply in nearly three years while leveraged loans set a monthly record for the highest gross issuance ever recorded. The vast majority of this issuance continues to be refinancing related, with net issuance year-to-date of only \$27 billion in bonds and \$60 billion in loans (compared to gross issuance of \$147 billion and \$549 billion in bonds and loans, respectively). Accommodative capital markets have enabled companies to address near-term refinancing needs, helping to extend the maturity wall; just 5% of the US high yield and loan market now matures by the end of 2025, according to BofA market statistics.

Leveraged credit markets continue to perform well, commensurate with a resilient economy and accommodative capital markets. In today's environment, security selection is paramount, as the strong primary market has allowed most companies—good and bad—the ability to continue to fund their operations. We remain focused, allocating capital prudently while identifying opportunities to selectively add risk where we believe there is value.

Portfolio Details

	ARTUX	APDUX
Net Asset Value (NAV)	\$9.62	\$9.62
Inception	1 Dec 2021	1 Dec 2021
30-Day SEC Yield (%)*	7.53/8.23	7.85/8.33
Expense Ratios (% Gross/Net)		
Semi-Annual Report 31 Mar 2024 ^{1,2,3,4}	1.74/1.20	1.38/1.10
Prospectus 30 Sep 2023 ^{3,4}	2.76/1.22	1.59/1.12

*Unsubsidized/subsidized. ¹Unaudited, annualized for the six-month period. ²Excludes Acquired Fund Fees and Expenses as described in the prospectus. ³Net expenses reflect a contractual expense limitation agreement in effect through 31 Jan 2025. ⁴See prospectus for further details.

Portfolio Statistics

Number of Holdings	98
Number of Issuers	72

Source: Artisan Partners.

Top 10 Holdings (% of total portfolio)

Delta Topco Inc	5.4
Nexus Buyer LLC	4.7
TKC Holdings Inc	2.9
Ultimate Software Group Inc	2.9
Applied Systems Inc	2.3
Fogo De Chao Inc	2.1
Surgery Center Holdings Inc	2.0
BroadStreet Partners Inc	2.0
Acrisure LLC	1.9
Amynta Agency Borrower Inc	1.9
TOTAL	28.1%

Source: Artisan Partners/Bloomberg. For the purpose of determining the portfolio's holdings, securities of the same issuer are aggregated to determine the weight in the portfolio.

Investment Results (%)

As of 31 May 2024	Average Annual Total Returns							
	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTUX	0.39	0.88	3.04	12.39	—	—	—	5.51
Advisor Class: APDUX	0.40	0.89	3.09	12.51	—	—	—	5.62
Credit Suisse Leveraged Loan Index	0.91	1.59	4.16	13.22	—	—	—	6.57

As of 31 March 2024	MTD	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Inception
Investor Class: ARTUX	0.72	2.15	2.15	12.34	—	—	—	5.52
Advisor Class: APDUX	0.73	2.18	2.18	12.46	—	—	—	5.63
Credit Suisse Leveraged Loan Index	0.83	2.52	2.52	12.40	—	—	—	6.33

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

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. The performance information shown does not reflect the deduction of a 2% redemption fee on shares held by an investor for 90 days or less and, if reflected, the fee would reduce the performance quoted.

Ratings Distribution (%)

BBB	1.0
BB	12.4
B	71.0
CCC	11.2
D	0.8
Unrated	3.6
TOTAL	100.0%

Source: Artisan Partners.

Sector Diversification (% of portfolio securities)

Automotive	0.0
Banking	0.0
Basic Industry	2.2
Capital Goods	5.0
Consumer Goods	5.4
Energy	0.0
Financial Services	11.4
Health Care	5.4
Insurance	20.0
Leisure	5.9
Media	4.0
Real Estate	0.5
Retail	8.4
Services	9.5
Technology & Electronics	18.8
Telecommunications	3.5
Transportation	0.0
Utility	0.0
Other	0.0
TOTAL	100.0%

Source: Artisan Partners/ICE BofA. Cash and cash equivalents represented 10.3% of the total portfolio. Sector categorizations for portfolio securities are based on ICE BofA classifications and are subject to reclassification at the investment team's discretion.

Region/Country Allocation (% of portfolio securities)

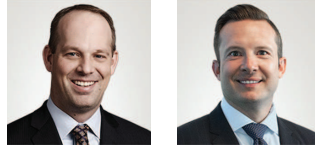
REGION	
AMERICAS	96.9
United States	95.5
Canada	1.4
EUROPE	3.1
TOTAL	100.0%

Source: Artisan Partners. Breakdown based on issuer country of domicile, excluding cash.

Portfolio Construction

A high-conviction portfolio comprised primarily of floating rate debt instruments that are attractively valued. At least 80% will be invested in floating rate leveraged loans, which could include, among other types of loans, senior secured loans, unsecured loans, second lien loans, bridge loans and junior loans. The portfolio has a bias toward US issuers but has the ability to invest globally. It also has flexibility to invest across the quality spectrum, in various industries and issuance sizes.

Team Leadership (Pictured left to right)



Portfolio Managers	Years of Investment Experience
Bryan C. Krug, CFA (Lead)	23
Seth B. Yeager, CFA	20

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. Fixed income securities carry interest rate risk and credit risk for both the issuer and counterparty and investors may lose principal value. In general, when interest rates rise, fixed income values fall. High income securities (junk bonds) are speculative, experience greater price volatility and have a higher degree of credit and liquidity risk than bonds with a higher credit rating. The portfolio typically invests a significant portion of its assets in lower-rated high income securities (e.g., CCC). Loans carry risks including insolvency of the borrower, lending bank or other intermediary. Loans may be secured, unsecured, or not fully collateralized, trade infrequently, experience delayed settlement, and be subject to resale restrictions. Private placement and restricted securities may not be easily sold due to resale restrictions and are more difficult to value. Use of derivatives may create investment leverage and increase the likelihood of volatility and risk of loss in excess of the amount invested. 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 and less developed markets, including frontier markets.

Credit Suisse (CS) Leveraged Loan Index is an unmanaged market value-weighted index designed to mirror the investable universe of the US dollar-denominated leveraged loan market. New issues are added to the index on their effective date if they qualify according to the following criteria: loan facilities must be rated "BB" or lower; only fully funded term loan facilities are included; and issuers must be domiciled in developed countries. S&P 500[®] Index measures the performance of 500 US companies focused on the large-cap sector of the market. ICE BofA US High Yield Index measures the performance of below investment grade US dollar-denominated corporate bonds publicly issued in the US 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. 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.

All information in this report includes all classes of shares, except performance and expense ratio information and as otherwise indicated, and is as of the date shown in the upper right hand corner unless otherwise indicated. 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. Portfolio statistics include accrued interest unless otherwise stated and may vary from the official books and records of the Fund. 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.

Source ICE Data Indices, LLC is used with permission. ICE[®] is a registered trademark of ICE Data Indices, LLC or its affiliates and BofA[®] is a registered trademark of Bank of America Corporation licensed by Bank of America Corporation and its affiliates ("BofA"), and may not be used without BofA's prior written approval. The index data referenced herein is the property of ICE Data Indices, LLC, its affiliates ("ICE Data") and/or its third party suppliers and, along with the ICE BofA trademarks, has been licensed for use by Artisan Partners Limited Partnership. ICE Data and its Third Party Suppliers accept no liability in connection with the use of such index data or marks. See www.artisanpartners.com/ice-data.html for a full copy of the Disclaimer.

The S&P 500[®] ("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[®] is a registered trademark of S&P Global and Dow Jones[®] 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.

30-Day SEC Yield is based on a formula specified by the SEC that calculates a fund's hypothetical annualized income, as a percentage of its assets. The unsubsidized yield excludes the effect of fee waivers. This hypothetical yield will differ from the fund's actual experience and as a result, income distributions from the fund may be higher or lower. **Credit Quality** ratings are from S&P and/or Moody's. Ratings typically range from AAA (highest) to D (lowest) and are subject to change. The ratings apply to underlying holdings of the portfolio and not the portfolio itself. If securities are rated by both agencies, the higher rating was used. Securities not rated by S&P or Moody's are categorized as Unrated/Not Rated. **Discount margin (DM)** is the average expected return of a floating-rate security that's earned in addition to the index underlying, or reference rate of, the security.

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

© 2024 Artisan Partners. All rights reserved.

