

Davis New York Venture Fund

Investment Results



“As value investors, we have helped shareholders build long-term wealth by purchasing companies whose stock prices are lower than their true underlying business values.

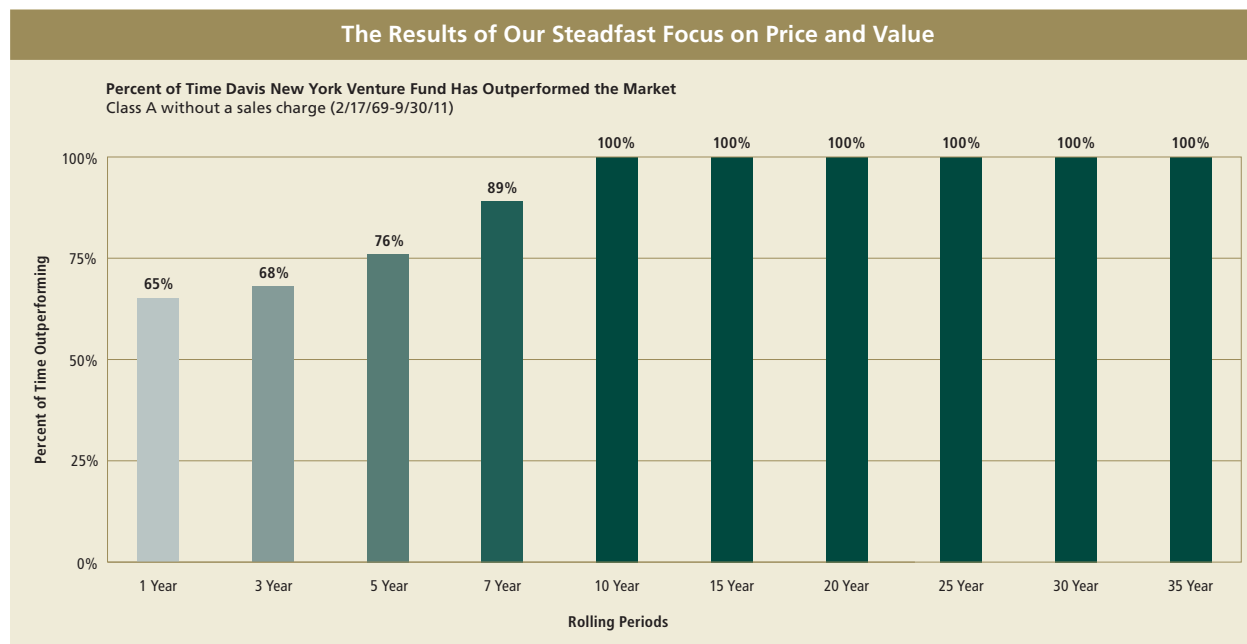
Today, this gap between the growing value of the companies we own and their current market price is as wide as we have seen in our careers.

Although predicting the short-term direction of stock prices is a fool’s game, we are confident this wide gap between price and value will close, resulting in stronger returns in the years ahead.”

Christopher C. Davis
Portfolio Manager, Davis Advisors

Experience has taught us that building long-term wealth requires patience to wait for the gap between price and value to close. This perspective has helped us generate attractive long-term investment results for shareholders as demonstrated below:

- Davis New York Venture Fund has outperformed the S&P 500® Index in 100% of 10 year periods since 1969—the *only* fund in the industry with this record of consistency.*
- This consistency has resulted in a hypothetical \$10,000 investment in the Fund in 1969 compounding to \$946,246 by 9/30/11 vs. only \$420,629 for the S&P 500® Index and \$401,375 for the Average Large Cap Fund.*
- Despite these attractive results, periods of under-performance, though rare, are not unprecedented and should be expected. For example, the Fund outperformed the S&P 500® Index in 76% of five year periods. While impressive, this also means the Fund underperformed in 24% of five year periods. Why? Because the market occasionally misprices successful businesses and does not reflect their true value.



Average Annual Total Returns as of September 30, 2011	1 Year	5 Years	10 Years
Davis New York Venture Fund Class A with a maximum 4.75% sales charge	-9.72%	-3.91%	2.90%

The performance presented represents past performance and is not a guarantee of future results. Total return assumes reinvestment of dividends and capital gain distributions. Investment return and principal value will vary so that, when redeemed, an investor's shares may be worth more or less than their original cost. The total annual operating expense ratio for Class A shares as of the most recent prospectus was 0.89%. The total annual operating expense ratio may vary in future years. Returns and expenses for other classes of shares will vary. Current performance may be higher or lower than the performance quoted. For most recent month-end performance, visit davisfunds.com or call 800-279-0279. See the endnotes for a description of the above chart.

*Source: Lipper. Class A shares without a sales charge. **Past performance is not a guarantee of future results.** Average large cap fund is represented by the Lipper Average Large Cap peer group. Returns for Davis New York Venture Fund and Index are from 2/17/69. Return for Lipper Average Large Cap Fund is from 2/28/69. See endnotes for a description.

This material is authorized for use by existing shareholders. A current Davis New York Venture Fund prospectus must accompany or precede this material if it is distributed to prospective shareholders. You should carefully consider the Fund's investment objective, risks, charges, and expenses before investing. Read the prospectus carefully before you invest or send money.

Objective and risks. Davis New York Venture Fund's investment objective is long-term growth of capital. There can be no assurance that the Fund will achieve its objective. The Fund invests primarily in equity securities issued by large companies with market capitalizations of at least \$10 billion. Some important risks of an investment in the Fund are: stock market risk: stock markets tend to move in cycles, with periods of rising prices and periods of falling prices, including the possibility of sharp declines; manager risk: poor security selection or focus on securities in a particular sector, category, or group of companies may cause the Fund to underperform relevant benchmarks or other funds with a similar investment objective; common stock risk: an adverse event may have a negative impact on a company and could result in a decline in the price of its common stock; financial services risk: investing a significant portion of assets in the financial services sector may cause the Fund to be more sensitive to problems affecting financial companies; headline risk: the Fund may make such investments when a company becomes the center of controversy after receiving adverse media attention. While Davis Advisors researches companies subject to such contingencies, they cannot be correct every time, and the company's stock may never recover; fees and expenses risk: the Fund may not earn enough through income and capital appreciation to offset the operating expenses of the Fund; and foreign country risk: foreign companies may be subject to greater risk as foreign economies may not be as strong or diversified, foreign political systems may not be as stable, and foreign financial reporting standards may not be as rigorous as they are in the United States. As of September 30, 2011, the Fund had approximately 17.3% of assets invested in foreign companies. See the prospectus for a more complete description of the principal risks.

Broker-dealers and other financial intermediaries may charge Davis Advisors substantial fees for selling its funds and providing continuing support to clients and shareholders. For example, broker-dealers and other financial intermediaries may charge: sales commissions; distribution and service fees; and record-keeping fees. In addition, payments or reimbursements may be requested for: marketing support concerning Davis Advisors' products; placement on a list of offered products; access to sales meetings, sales representatives and management representatives; and participation in conferences or seminars, sales or training programs for invited registered representatives and other employees, client and investor events, and other dealer-sponsored events. Financial advisors should not consider Davis Advisors' payment(s) to a financial intermediary as a basis for recommending Davis Advisors.

Outperforming the Market. Davis New York Venture Fund's average annual total returns for Class A shares were compared against the returns earned by the S&P 500® Index as of the end of each quarter for all time periods shown from February 17, 1969 through September 30, 2011. The Fund's returns assume an investment in Class A shares on the first day of each quarter with all dividends and capital gain distributions reinvested for the period. The returns are not adjusted for any sales charge that may be imposed. If a sales charge was imposed, the reported figures would be lower. The figures shown reflect past results; past performance is not a guarantee of future results. There can be no guarantee that the Fund will continue to deliver consistent investment performance. The performance presented includes periods of bear markets when performance was negative. Equity markets are volatile and an investor may lose money. Returns for other share classes will vary.

We gather our index data from a combination of reputable sources, including, but not limited to, Thomson Financial, Lipper and index websites.

The **S&P 500® Index** is an unmanaged index of 500 selected common stocks, most of which are listed on the New York Stock Exchange. The Index is adjusted for dividends, weighted towards stocks with large market capitalizations and represents approximately two-thirds of the total market value of all domestic common stocks. Investments cannot be made directly in an index. The **Lipper Average Large Cap peer group** is a combined category including the Lipper Large Cap Growth, Core and Value peer groups. Lipper Large Cap peer groups are funds that, by portfolio practice, invest at least 75% of their equity assets in companies with market capitalizations (on a three-year weighted basis) above Lipper's USDE large-cap floor.

After January 31, 2012, this material must be accompanied by a supplement containing performance data for the most recent quarter end.

Shares of the Davis Funds are not deposits or obligations of any bank, are not guaranteed by any bank, are not insured by the FDIC or any other agency, and involve investment risks, including possible loss of the principal amount invested.