

## Highlights from Investor Conference

**Chris Davis and Danton Goei, Portfolio Managers**

**Davis New York Venture Fund**

### Symbols

A Shares NYVTX  
 B Shares NYVBX  
 C Shares NYVCX  
 Y Shares DNVYX

# Compelling Opportunities in Today's Market

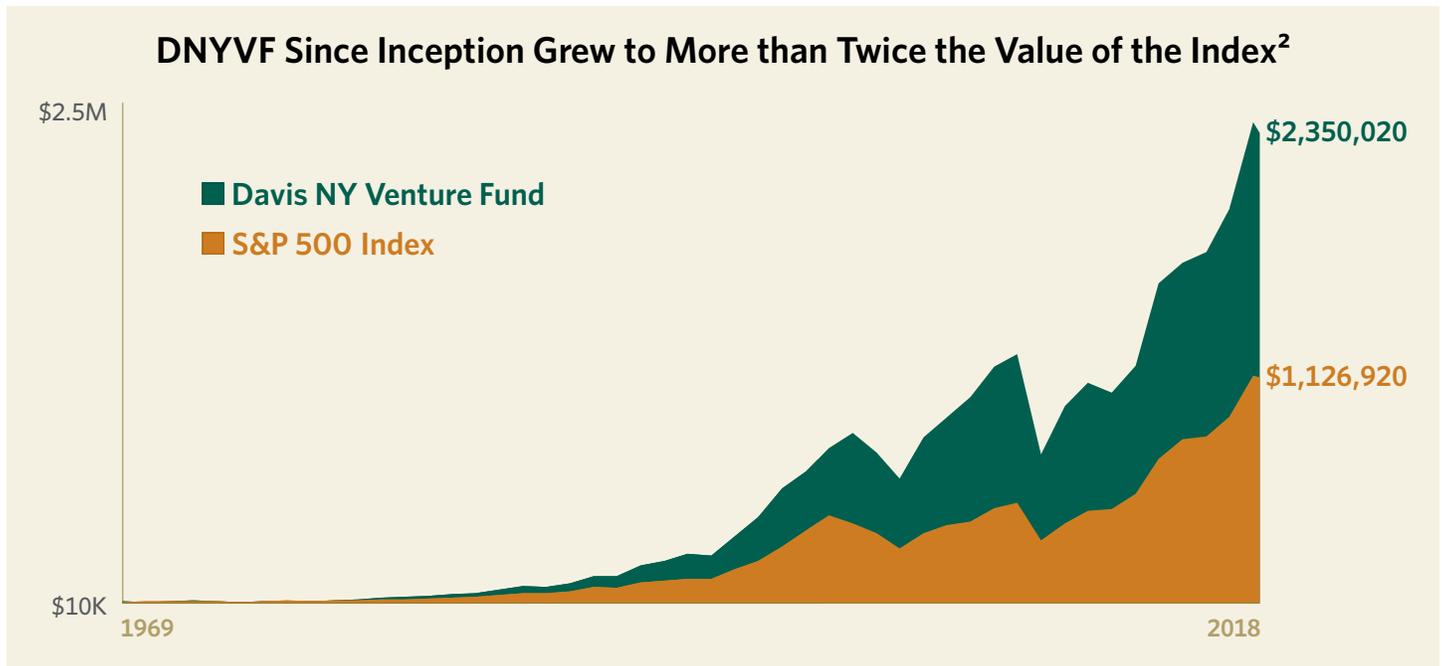
The market is providing us with attractive opportunities to own exceptional businesses at attractive prices. These businesses have profitable business models, strong free cash flow, solid balance sheets, competitive advantages, proven management and are underearning today with robust long-term growth prospects.

The Portfolio	
<b>Global Leaders at Attractive Prices</b>	Some of the strongest and best-known companies in the world make up the largest portion of the Portfolio. Buying top tier businesses at attractive prices is a value investors dream. Includes: United Technologies, Berkshire Hathaway, and others.
<b>Dominant Lesser Known Businesses</b>	This group dominates dull but necessary niches in the global economy. These businesses are not household names to U.S. investors, yet can generate attractive returns. Includes: Johnson Controls, LafargeHolcim and others.
<b>Blue Chips of Tomorrow</b>	Fast-moving companies that use innovation to disrupt the economics of larger but less agile competitors. Over the decades, we have seen many examples of today's disrupters emerging as tomorrow's blue chips. Includes: Alphabet, Amazon.com and others.
<b>Beneficiaries of Short-Term Misperceptions</b>	Shortsighted investors often avoid companies that have suffered through challenging periods, creating an opportunity for long-term investors willing to look beyond today's headlines. Includes: Wells Fargo, Apache and others.

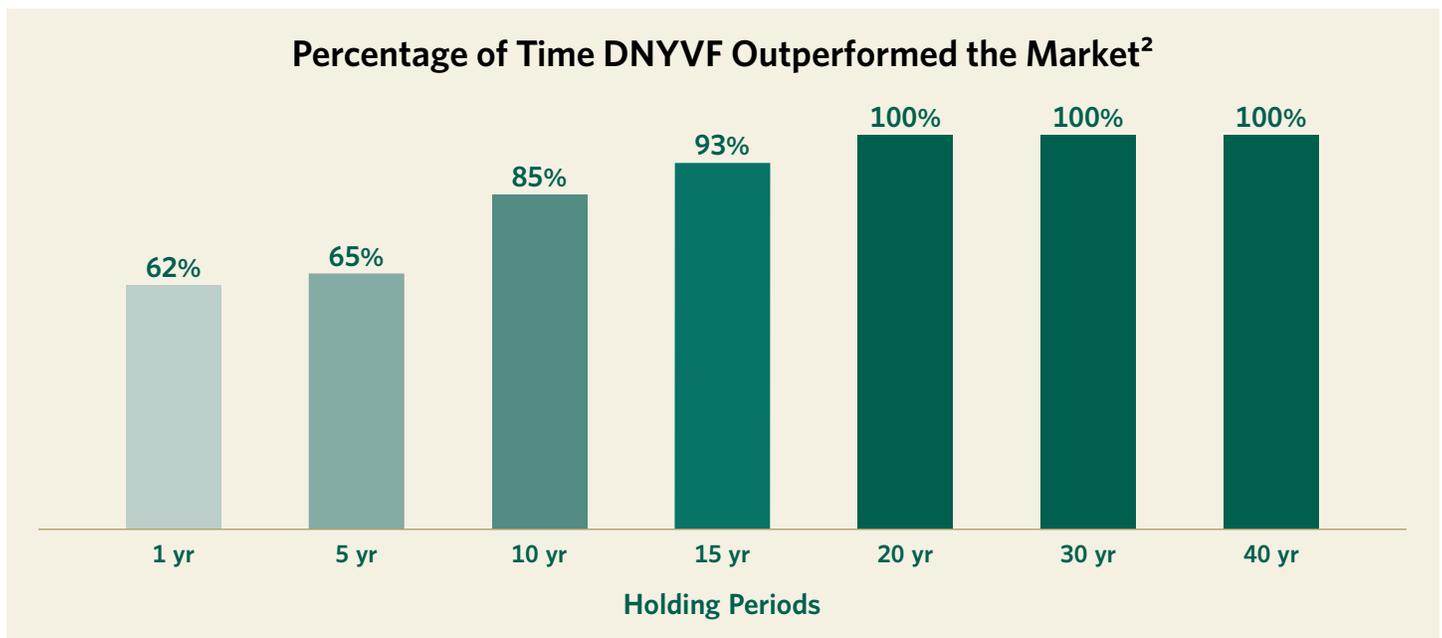
Representative Holdings <sup>1</sup>	
	Global leader in online search, parent company of Google, has generated \$25 billion in free cash flow. Beneficiary of growth in online advertising and proliferation of mobile devices worldwide.
	Largest global aerospace supplier (Pratt & Whitney). #1 market share in heating, ventilation and air conditioning (Carrier) and elevators (Otis).
	A leader in building systems, security and fire protection as well as an innovator in new battery technologies.
	Energy exploration and production company with decades of reserves and strong capital allocation discipline. Owns highly productive, low-cost assets and its newest discovery could double reserves.
	Historically, one of the most profitable U.S. banks. Record profits each of the past six years. Serves 70 million customers. Conservatively funds loans through \$1.3 trillion of low cost deposits.

<sup>1</sup> Not a recommendation to buy, sell or hold any particular security.

# Investment Results



The average annual total returns for Davis New York Venture Fund's Class A shares for periods ending March 31, 2018, including a maximum 4.75% sales charge, are: 1 year, 9.15%; 5 years, 11.18%; and 10 years, 7.07%. 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](http://davisfunds.com) or call 800-279-0279.



<sup>2</sup> Class A without a sales charge. Inception date is 2/17/69. As of March 31, 2018. Past performance is not a guarantee of future results. Performance includes the reinvestment of dividends and capital gain distributions. The market is represented by the S&P 500 Index. There is no guarantee Davis New York Venture Fund will continue to outperform the market over the long term. See endnotes for a description of Outperforming the Market.

# Why Invest with Davis

		<b>Outperformed Index and Lipper Peer Category<sup>3</sup></b> (Since Inception)	<b>Benchmark Agnostic<sup>4</sup></b>	<b>Lower Expenses vs. Peers<sup>5</sup></b>	<b>Davis Among Largest Shareholders<sup>6</sup></b>
<b>Davis New York Venture</b>	Primarily U.S. companies	✓	✓	✓	✓
<b>Davis International</b>	Companies outside of the U.S.	✓	✓	✓	✓
<b>Davis Global</b>	Companies in the U.S. and abroad	✓	✓	✓	✓
<b>Davis Financial</b>	Financial companies	✓	✓	✓	✓
<b>Davis Opportunity</b>	Large, mid and small cap companies	✓	✓	✓	✓

## Commitment to Shareholders

- Our mission is to build and preserve shareholder wealth, whether it be saving for retirement, education or some other important financial goal.
- We are committed to our time-tested investment discipline that has driven our success for more than 45 years.
- We invest side by side with you. We are among the largest shareholders in each of our equity funds, our interests are aligned with yours, unlike most in the industry.<sup>7</sup>

## Bedrock Principles

- We believe equities are the single best way to build wealth over a lifetime. We are and have been equity specialists since our firm's founding in 1969.
- Our long-term success is based on rigorous research, patience and a willingness to look different from the crowd.
- As stewards of your investments, we are committed to generating attractive returns, managing risks and keeping expenses low.

**3.** As of 3/31/18. Class A shares without a sales charge. Figures will vary in future periods. **Past performance is not a guarantee of future results.** Lipper Peer Category data is compiled using Lipper, as of 3/31/18. The Index and Lipper Peer Category respectively for each fund are: Davis New York Venture Fund: S&P 500 Index and Large Cap Core; Davis International Fund: MSCI ACWI (All Country World Index) ex US and International Multi-Cap Growth; Davis Global Fund: MSCI ACWI (All Country World Index) and Global Multi-Cap Growth; Davis Financial Fund: S&P 500 Index and Financial Services; and Davis Opportunity Fund: Russell 3000 Index and Multi-Cap Core. Index and Lipper Peer Category average returns are based on the Funds' inception dates except for Large Cap Core, which is based on February 28, 1969. Inception dates for the Funds are: Davis New York Venture Fund: 2/17/69; Davis International Fund: 12/29/06; Davis Global Fund: 12/22/04; Davis Financial Fund: 5/1/91; and Davis Opportunity Fund: 12/1/94. **4.** Portfolio is constructed from the bottom up, on a company by company basis, and is not designed to mirror an index. **5.** Gross expenses. As of the most recent prospectus. See endnotes for expense ratios. **6.** As of 12/31/17. Includes investments of the Davis family, our employees, Foundation and directors. **7.** Source: Sara Max. "Fund Managers Who Invest Elsewhere," *Barron's*, July 12, 2014. Approximately 87% of mutual funds are managed by managers who have less than \$1 million invested in the funds they manage. As of Davis New York Venture Fund's most recent Statement of Additional Information the managers of the Fund have over \$1 million invested in the Fund.

*Before investing in the Davis Funds, you should carefully consider the investment objectives, risks, charges, and expenses of the Funds. The prospectus and summary prospectus contains this and other information about the Funds. You can obtain performance information and a current prospectus and summary prospectus by visiting [davisfunds.com](http://davisfunds.com) or calling 800-279-0279. Please read the prospectus or summary prospectus carefully before investing or sending money. Investing involves risks including possible loss of principal.*

This report includes candid statements and observations regarding investment strategies, individual securities, and economic and market conditions; however, there is no guarantee that these statements, opinions or forecasts will prove to be correct. These comments may also include the expression of opinions that are speculative in nature and should not be relied on as statements of fact.

The investment objective of Davis New York Venture Fund, Davis International Fund, Davis Global Fund, Davis Financial Fund, and Davis Opportunity Fund is long-term growth of capital. There can be no assurance that a Fund will achieve its objective. Some important risks of investments in Davis New York Venture Fund are stock market risk, manager risk, financial services risk, and foreign country risk. Some important risks of investments in Davis International Fund and Davis Global Fund are stock market risk, manager risk, foreign country risk, and emerging market risk. Some important risks of investments in Davis Financial Fund are stock market risk, manager risk, and financial services risk. Some important risks of investments in Davis Opportunity Fund are stock market risk, manager risk, large-capitalization companies risk, and mid- and small-capitalization companies risk. As of March 31, 2018, Davis New York Venture Fund, Davis Financial Fund, and Davis Opportunity Fund had approximately 22.5%, 13.5% and 24.2% of assets invested in foreign securities, respectively. As of March 31, 2018, Davis International Fund and Davis Global Fund had approximately 54.4% and 43.1% of assets invested in emerging markets, respectively.

**Risks.** Following is a brief description of these risks. Please see the prospectus for a complete listing and a description of the principal risks. **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; **depository receipts risk:** depository receipts involve higher expenses and may trade at a discount (or premium) to the underlying security; **emerging market risk:** securities of issuers in emerging and developing markets may present risks not found in more mature markets; **fees and expenses risk:** the Fund may not earn enough through income and capital appreciation to offset the operating expenses of the Fund; **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; **focused portfolio risk:** investing in a limited number of companies causes changes in the value of a single security to have a more significant effect on the value of the Fund's total portfolio; **foreign country risk:** foreign companies may be subject to greater risk as foreign economies may not be as strong or diversified; **foreign currency risk:** the change in value of a foreign currency against the U.S. dollar will result in a change in the U.S. dollar value of securities denominated in that foreign currency; **headline risk:** the Fund may invest in a company when the company becomes the center of controversy.

The company's stock may never recover or may become worthless; **large-capitalization companies risk:** companies with \$10 billion or more in market capitalization generally experience slower rates of growth in earnings per share than do mid- and small-capitalization companies; **manager risk:** poor security selection may cause the Fund to underperform relevant benchmarks; **mid- and small-capitalization companies risk:** companies with less than \$10 billion in market capitalization typically have more limited product lines, markets and financial resources than larger companies, and may trade less frequently and in more limited volume; **real estate portfolio risk:** real estate securities are susceptible to the many risks associated with the direct ownership of real estate, such as declines in property values and increases in property taxes; and **stock market risk:** stock markets have periods of rising prices and periods of falling prices, including sharp declines.

**Large Cap Core** funds 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. Large Cap Core funds have more latitude in the companies in which they invest. These funds typically have average characteristics compared to the S&P 500 Index. **International Multi-Cap Growth** funds invest in a variety of market capitalization ranges without concentrating 75% of their equity assets in any one market capitalization range over an extended period of time. International Multi-Cap Growth funds typically have above-average characteristics compared to the MSCI EAFE Index. **Global Multi-Cap Growth** funds invest in a variety of market capitalization ranges without concentrating 75% of their equity assets in any one market capitalization range over an extended period of time. Global Multi-Cap Growth funds typically have above-average characteristics compared to the MSCI World Index. **Financial Services** funds invest primarily in equity securities of domestic companies engaged in providing financial services, including but not limited to banks, finance companies, insurance companies, and securities/brokerage firms. **Multi-Cap Core** funds invest in a variety of market capitalization ranges without concentrating 75% of their equity assets in any one market capitalization range over an extended period of time. Multi-Cap Core funds typically have average characteristics compared to the S&P SuperComposite 1500 Index.

Davis International Fund and Davis Global Fund are subject to a 2% short-term redemption fee for shares held for fewer than 30 days. The expense ratio for Class A shares of each fund vs. its respective peer is: Davis New York Venture Fund: 0.89% vs. 1.47%; Davis International Fund: 1.05% vs. 1.75%; Davis Global Fund: 0.98% vs. 3.44%; Davis Financial Fund: 0.92% vs. 1.52%; Davis Opportunity Fund: 0.95% vs. 1.26%.

The information provided in this material should not be considered a recommendation to buy, sell, or hold any particular security. As of March 31, 2018, the top ten holdings of Davis New York Venture Fund were: Alphabet, 7.80%; Amazon.com, 6.63%; Berkshire Hathaway-Class A, 6.34%; JPMorgan Chase, 5.98%; Wells Fargo, 5.65%; Capital One Financial, 4.94%; Bank of New York Mellon, 3.96%; United Technologies, 3.72%; Apache, 3.65%; Johnson Controls Intl., 3.38%.

Davis Funds has adopted a Portfolio Holdings Disclosure policy that governs the release of non-public portfolio holding information. This policy is described in the prospectus. Holding percentages

are subject to change. Visit [davisfunds.com](http://davisfunds.com) or call 800-279-0279 for the most current public portfolio holdings information.

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. The **MSCI ACWI (All Country World Index) ex US** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets, excluding the United States. The Index includes reinvestment of dividends, net of foreign withholding taxes. The **MSCI ACWI (All Country World Index)** is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets throughout the world. The Index includes reinvestment of dividends, net foreign withholding taxes. The **Russell 3000 Index** measures the performance of the 3,000 largest companies incorporated in the United States and its territories and listed on the NYSE, AMEX, or NASDAQ. The companies are ranked by decreased total market capitalizations. Investments cannot be made directly in an index.

**Outperforming the Market.** Davis New York Venture Fund's average annual total returns for Class A shares were compared against the returns of the S&P 500 Index as of the end of each quarter for all time periods shown from February 17, 1969, through March 31, 2018. The Fund's returns assume an investment in Class A shares on the first day of each period with all dividends and capital gain distributions reinvested for the time period. The returns are not adjusted for any sales charge that may be imposed. If a sales charge were 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.

After July 31, 2018, this material must be accompanied by a supplement containing performance data for the most recent quarter end.

The Equity Specialists™ is a service mark of Davis Selected Advisers, L.P.

**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.**