

Davis New York Venture Fund: History of Long-Term Outperformance

► Symbols

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

The longer investors stayed with us, the more likely they earned attractive returns.

Davis New York Venture Fund outperformed the market with a greater degree of consistency than our peers.¹ As shown below, the Fund outperformed the market in 66% of all five year periods since its inception. As investor holding periods increased, the likelihood of outperforming also increased, ultimately reaching 100% of periods. These results are favorable compared to the average large cap fund.¹

Historically, attractive returns have followed periods of poor returns.

Davis New York Venture Fund outperformed in 66% of all five year periods, meaning it underperformed in 34% of all five year periods. However, in the five years that followed

these disappointing periods, Davis New York Venture beat the market by an average of 4.9% per year as the true value of our businesses was recognized.¹

Consistently outperforming the market over the long term can be life changing for investors.

A hypothetical \$10,000 invested in the Fund on February 17, 1969 was worth \$2,141,175 on June 30, 2017 versus only \$1,019,133 for the S&P 500 Index.¹

Looking to the future.

We own businesses that trade at compelling valuations, and their revenues, earnings, free cash flow, dividends, and balance sheet strength continue to progress.

Percentage of Time DNYVF Outperformed the Market¹

2/17/69-6/30/17



Average Annual Total Returns as of June 30, 2017

	1 Year	5 Years	10 Years	15 Years	20 Years	30 Years	40 Years	Inception 2/17/69
DNYVF Class A without a sales charge	23.30%	13.75%	5.32%	7.99%	7.42%	10.75%	13.63%	11.74%
with max. 4.75% sales charge	17.45%	12.64%	4.81%	7.64%	7.16%	10.57%	13.49%	11.62%

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.

1. Class A without a sales charge. 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 and peers are represented by the average of all funds within the Lipper Large-Cap peer group. All funds within the group are weighted equally. There is no guarantee Davis New York Venture Fund will continue to outperform the market and its peers over the long term. See endnotes for a description of Outperforming the Market.

This piece 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: **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 may trade at a discount (or premium) to the underlying security and may be less liquid than the underlying securities listed on an exchange; **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; **foreign country risk:** foreign companies may be subject to greater risk as foreign economies may not be as strong or diversified. As of June 30, 2017, the Fund had approximately 11.9% of assets invested in foreign companies; **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; and **stock market risk:** stock markets have periods of rising prices and periods of falling prices, including sharp declines. See the prospectus for a complete description of the principal risks.

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 June 30, 2017. 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.

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.

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 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. Funds are categorized as Growth, Core or Value based on their style characteristics. Growth funds typically have above-average characteristics, Core funds typically have average characteristics and Value funds typically have below-average characteristics, compared to the S&P 500 Index.

After October 31, 2017, 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.