Putnam Global Health Care Fund

Investing in the health-care sector since 1982

A dynamic sector
From biotech and drugs to devices and hospitals, the fund invests in industries that can profit from the global demand for health care products and services.

A global approach
To seek the best opportunities, the fund’s managers have the flexibility to invest in stocks from around the world.

Active management
The manager, supported by experienced research analysts, combines rigorous fundamental research with macroeconomic views to pinpoint opportunities across the sector.

Diversification across markets
- United States 73.7%
- Switzerland 9.8%
- United Kingdom 6.1%
- Denmark 2.9%
- France 1.7%
- Japan 1.0%
- Other countries 1.5%
- Cash and net other assets 3.3%

Allocations will vary over time. Due to rounding, percentages may not equal 100%.

Top ten holdings
- UnitedHealth Group 8.44%
- Merck 7.72%
- Danaher 7.00%
- Novartis 5.73%
- Johnson & Johnson 4.98%
- Eli Lilly 4.28%
- Roche 4.03%
- Pfizer 4.00%
- Intuitive Surgical 3.31%
- Boston Scientific 3.17%

Holdings represent 52.66% of the portfolio and will vary over time.

Growth of a $10,000 investment
The fund has returned an average of 11.7% annually since inception. Plotted on a logarithmic scale so that comparable percentage changes appear similar.

Current performance may be lower or higher than the quoted past performance, which cannot guarantee future results. Share price, principal value, and return will vary, and you may have a gain or a loss when you sell your shares. Performance of class Y shares assumes reinvestment of distributions and does not account for taxes. Class Y shares, available to investors through an asset-based fee program or for institutional clients, are sold without an initial sales charge and have no CDSC. Performance for class Y shares before their inception are derived from the historical performance of class A shares (inception 5/28/82), which have not been adjusted for the lower expenses; had they, returns would have been higher. For the most recent month-end performance, please visit putnam.com.

Michael J. Maguire, CFA
Portfolio Manager (industry since 2002)

Number of holdings
45

Net assets
$1,313.34M

Dividend frequency
Annually

Diversification across markets
- United States 73.7%
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Effective 1/14/19, Samuel Cox left Putnam and was replaced as Portfolio Manager by Michael Maguire.
Putnam Global Health Care Fund

Annual performance at net asset value (all distributions reinvested)

<table>
<thead>
<tr>
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</tr>
</thead>
<tbody>
<tr>
<td>Y shares</td>
<td>2.3%</td>
<td>-1.2%</td>
<td>22.3%</td>
<td>42.1%</td>
<td>27.8%</td>
<td>7.8%</td>
<td>-11.5%</td>
<td>15.6%</td>
<td>-0.4%</td>
<td>10.5%</td>
</tr>
<tr>
<td>MSCI World Health Care Index (ND)</td>
<td>2.4</td>
<td>9.5</td>
<td>17.5</td>
<td>36.3</td>
<td>18.1</td>
<td>6.6</td>
<td>-6.8</td>
<td>19.8</td>
<td>2.5</td>
<td>8.1</td>
</tr>
</tbody>
</table>

Annualized total return performance

<table>
<thead>
<tr>
<th>Inception 4/4/00</th>
<th>Class Y shares</th>
<th>MSCI World Health Care Index (ND)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 year</td>
<td>10.47%</td>
<td>12.25%</td>
</tr>
<tr>
<td>3 years</td>
<td>8.20%</td>
<td>9.92%</td>
</tr>
<tr>
<td>5 years</td>
<td>7.94%</td>
<td>8.05%</td>
</tr>
<tr>
<td>10 years</td>
<td>13.43%</td>
<td>14.00%</td>
</tr>
<tr>
<td>Life of fund</td>
<td>11.71%</td>
<td>—</td>
</tr>
</tbody>
</table>

Current performance may be lower or higher than the quoted past performance, which cannot guarantee future results. Share price, principal value, and return will vary, and you may have a gain or a loss when you sell your shares. Performance of class Y shares assumes reinvestment of distributions and does not account for taxes. Class Y shares, available to investors through an asset-based fee program or for institutional clients, are sold without an initial sales charge and have no CDSC. Performance for class Y shares before their inception are derived from the historical performance of class A shares (inception 5/28/82), which have not been adjusted for the lower expenses; had they, returns would have been higher. For the most recent month-end performance, please visit putnam.com.

Highlights of five-year performance periods (5/28/82–3/31/19)*

<table>
<thead>
<tr>
<th>Best 5-year return</th>
<th>Best period end date</th>
<th>Worst 5-year return</th>
<th>Worst period end date</th>
<th>Average 5-year return</th>
<th>% of 5-year periods with positive returns</th>
<th>Number of positive 5-year periods</th>
<th>Number of negative 5-year periods</th>
</tr>
</thead>
<tbody>
<tr>
<td>26.48%</td>
<td>3/31/99</td>
<td>-2.09%</td>
<td>9/30/05</td>
<td>12.00%</td>
<td>95%</td>
<td>122</td>
<td>6</td>
</tr>
</tbody>
</table>

*Based on annualized returns for quarterly rolling periods.

The MSCI World Health Care Index (ND) is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed markets in the health-care sector. You cannot invest directly in an index.

Beta is defined as a fund’s sensitivity to market movements and is used to evaluate market-related, or systematic, risk. It is a historical measure of the variability of return earned by an investment portfolio. Risk statistics are measured using a 5-year regression analysis. For funds with shorter track records, since inception analysis is used.

Not all share classes are available on all platforms.

Consider these risks before investing: International investing involves currency, economic, and political risks. Emerging-market securities carry illiquidity and volatility risks. Investments in small- and/or midsize companies increase the risk of greater price fluctuations. The health care industries may be affected by technological obsolescence, changes in regulatory approval policies for drugs, medical devices, or procedures, and changes in governmental and private payment systems. The fund concentrates on a limited group of industries and is non-diversified. Because the fund may invest in fewer issuers than a diversified fund, it is vulnerable to common economic forces and may result in greater losses and volatility. Growth stocks may be more susceptible to earnings disappointments, and value stocks may fail to rebound. The use of short selling may result in losses if the securities appreciate in value. Risks associated with derivatives include increased investment exposure (which may be considered leverage) and, in the case of over-the-counter instruments, the potential inability to terminate or sell derivatives positions and the potential failure of the other party to the instrument to meet its obligations. Stock prices may fall or fail to rise over time for several reasons, including general financial market conditions, changing market perceptions, changes in government intervention in the financial markets, and factors related to a specific issuer or industry. These and other factors may lead to increased volatility and reduced liquidity in the fund’s portfolio holdings. You can lose money by investing in the fund.

Request a prospectus or a summary prospectus, if available, from your financial representative or by calling Putnam at 1-800-225-1581. These prospectuses include investment objectives, risks, fees, expenses, and other information that you should read and consider carefully before investing.

Putnam Investments | 100 Federal Street | Boston, MA 02110 | 1-800-225-1581 | putnam.com