



Darren A. Jaroch, CFA
Portfolio Manager
(industry since 1996)



Walter D. Scully, CPA
Assistant Portfolio Manager
(industry since 1996)

Objective

The fund seeks capital growth and current income.

Morningstar category

Large Value

Lipper category

Equity Income

Fund symbols

Class A	PEYAX
Class B	PEQNX
Class C	PEQCX
Class M	PEIMX
Class R	PEQRX
Class Y	PEIYX

Number of holdings

115

Net assets

\$11,928.72M

Dividend frequency

Quarterly

Current allocation

Equities	98.13%
Cash and other net assets	1.87%

Putnam Equity Income Fund

Seeking to harness the power of stock dividends since 1977

A large-value focus

The fund focuses on large companies whose stocks are priced below their long-term potential, and where there may be a catalyst for positive change.

Dividend growth

The fund places a distinct emphasis on companies that can grow their dividends and are able and willing to return cash to shareholders.

A disciplined process

The portfolio managers invest using fundamental research and quantitative tools supported by strong risk controls in portfolio construction.

Fundamental investment research determines top holdings and sector weightings

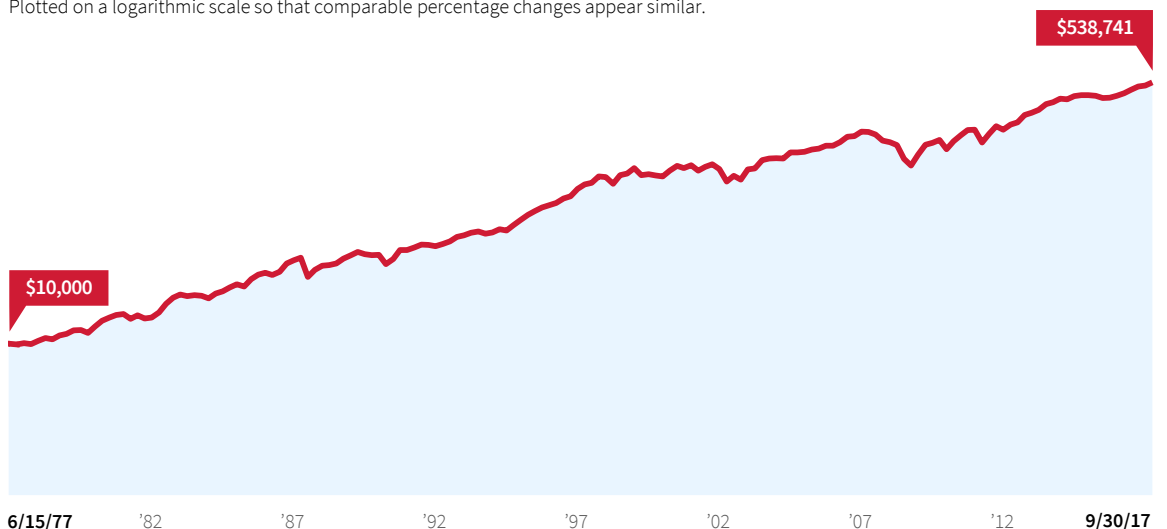
Top ten holdings		Sector	● Fund	● Russell 1000 Value Index
JPMorgan Chase	3.59%	Financials	23.3%	26.0%
Citigroup	3.24	Health care	13.7	13.9
Bank of America	2.99	Information technology	12.4	8.2
Northrop Grumman	2.98	Energy	10.2	10.9
Microsoft	2.80	Industrials	9.7	8.5
Comcast	2.21	Consumer discretionary	7.6	6.8
Johnson & Johnson	2.04	Materials	5.9	2.9
Exxon Mobil	1.93	Consumer staples	5.6	8.7
DowDuPont	1.74	Utilities	4.6	6.2
Apple	1.72	Telecommunication services	2.7	3.2
		Real estate	2.6	4.8

Holdings represent 25.24% of the portfolio and will vary over time.

Cash and net other assets represent 1.9% of the portfolio.

Growth of a \$10,000 investment

The fund has returned an average of 10.4% 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 6/15/77), 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.

**Not FDIC insured
May lose value
No bank guarantee**



The fund received a 5-star Overall Morningstar Rating as of 9/30/17 among 1,108 funds in the Large Value category (Y shares, based on risk-adjusted returns)

Lipper rankings

(Y shares, based on total return)

1 year	18% (94/546)
3 years	30% (141/476)
5 years	5% (15/369)
10 years	5% (12/242)

Total expense ratio

(Y shares)
0.69%

Market-cap breakdown

Over \$78B	45.28%
\$17B-\$78B	38.94%
\$3.7B-\$17B	13.39%
\$1.2B-\$3.7B	0.39%
Less than \$1.2B	0.14%
Cash and other assets	1.87%

"Cash and other assets" includes cash, short term securities, ETFs, bonds excluding convertible bonds, and other securities not able to be classified by market capitalization.

Beta

0.93

30-day SEC yield

1.31%

For informational purposes only. Not an investment recommendation.

Putnam Retail Management
FS020_Y 308670 10/17

Annual performance at net asset value (all distributions reinvested)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017YTD
Y shares	3.7%	-31.1%	27.5%	12.7%	2.0%	19.3%	31.9%	12.7%	-2.9%	13.8%	11.9%
Russell 1000 Value Index	-0.2	-36.9	19.7	15.5	0.4	17.5	32.5	13.5	-3.8	17.3	7.9

Annualized total return performance

Inception 10/1/98	Class Y shares	Russell 1000 Value Index
1 year	18.08%	15.12%
3 years	9.00	8.53
5 years	13.79	13.20
10 years	7.85	5.92
Life of fund	10.40	—

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Highlights of five-year performance periods (6/15/77-9/30/17)*

Best 5-year return	Best period end date	Worst 5-year return	Worst period end date	Average 5-year return	% of 5-year periods with positive returns	Number of positive 5-year periods	Number of negative 5-year periods
21.69%	6/30/99	-2.12%	3/31/09	10.56%	98%	139	3

*Based on annualized returns for quarterly rolling periods.

Russell 1000 Value Index is an unmanaged index of those companies in the large-cap Russell 1000 Index chosen for their value orientation. Frank Russell Company is the source and owner of the trademarks, service marks, and copyrights related to the Russell Indexes. Russell® is a trademark of Frank Russell Company. You cannot invest directly in an index.

The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Putnam Equity Income Fund received 4, 4, and 5 stars for the 3-, 5-, and 10-year periods among 1,108, 962, and 689 Large Value funds, respectively.

Lipper rankings for class Y shares are based on total return without sales charge relative to all share classes of funds with similar objectives as determined by Lipper.

Beta measures volatility in relation to the fund's benchmark. A beta of less than 1.0 indicates lower volatility; a beta of more than 1.0, higher volatility than the benchmark.

Not all share classes are available on all platforms.

Consider these risks before investing: Value stocks may fail to rebound, and the market may not favor value-style investing. Income provided by the fund may be reduced by changes in the dividend policies of, and the capital resources available at, the companies in which the fund invests. Stock values 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.