

Portfolio Managers

Kathryn B. Lakin
(industry since 2008)

Samuel Cox
(industry since 2002)

Joshua H. Fillman
(industry since 2007)

Elizabeth McGuire
(industry since 2014)

William C. Rives
(industry since 2012)

Objective

The fund seeks long-term growth of capital.

Morningstar category

Small Blend

Lipper category

Small-Cap Core

Fund symbols

Class A	PCOAX
Class B	POPBX
Class C	PCOCX
Class M	POPMX
Class R	PCORX
Class Y	PYCOX

Number of holdings

97

Net assets

\$319.97M

Dividend frequency

Annually

Putnam Capital Opportunities Fund

Seeking opportunities in small and midsize companies

Smaller companies

Often overlooked by Wall Street analysts, the stocks of smaller companies can represent attractive opportunities.

A flexible strategy

A core investment approach enables the fund to invest in both growth and value stocks.

Differentiated research

The portfolio managers select stocks in a collaborative effort that emphasizes non-consensus critical thinking.

Fundamental investment research determines top holdings and sector weightings

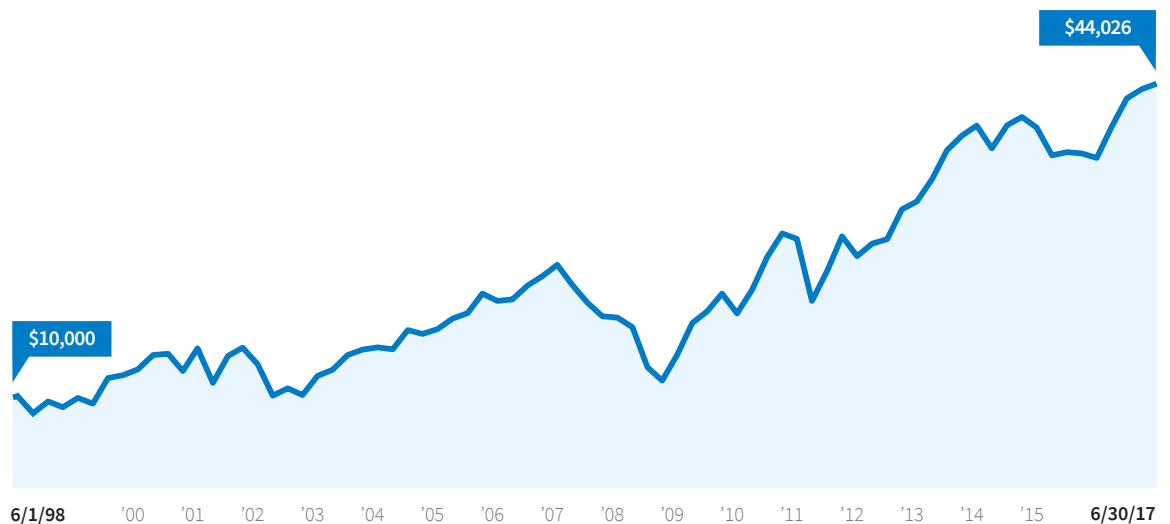
Top ten holdings		Sector	● Fund	● Russell 2500 Index
Brunswick Corporation	2.33%	Information technology	17.0%	15.9%
Summit Materials	2.31	Financials	16.3	16.4
DXC Technology	2.02	Consumer discretionary	12.6	12.9
Radian Group	1.91	Health care	11.4	11.9
Gaming and Leisure Properties	1.89	Materials	11.1	5.9
Goodyear Tire & Rubber	1.86	Industrials	9.4	15.5
Hamilton Lane	1.85	Real estate	8.6	9.9
Colony NorthStar	1.83	Consumer staples	3.8	2.9
Jazz Pharmaceuticals	1.82	Energy	3.6	4.3
Easterly Government Properties	1.80	Utilities	3.2	3.7
		Telecommunication services	0.3	0.6

Holdings represent 19.62% of the portfolio and will vary over time.

Cash and net other assets represent 2.7% of the portfolio.

Growth of a \$10,000 investment

The fund has returned an average of 8.1% annually since inception.



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 6/1/98), 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**

Lipper rankings

(Y shares, based on total return)

1 year	32% (300/949)
3 years	86% (678/794)
5 years	80% (544/680)
10 years	60% (298/497)

Total expense ratio

(Y shares)

0.94%

Market-cap breakdown

Over \$10B	8.52%
\$5B-\$10B	28.83%
\$3B-\$5B	20.86%
\$1B-\$3B	22.25%
Less than \$1B	15.57%
Cash and other assets	3.98%

"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

0.97

Price to earnings

19.92

Projected 5-yr EPS growth

14.79

Annual performance at net asset value (all distributions reinvested)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017YTD
Y shares	-8.4%	-34.9%	46.4%	30.6%	-5.8%	14.4%	34.0%	7.4%	-7.4%	15.9%	3.8%
Russell 2500 Index	1.4	-36.8	34.4	26.7	-2.5	17.9	36.8	7.1	-2.9	17.6	6.0
Russell 2000 Index	-1.6	-33.8	27.2	26.9	-4.2	16.4	38.8	4.9	-4.4	21.3	5.0

Annualized total return performance

Inception 10/2/00	Class Y shares	Russell 2500 Index	Russell 2000 Index
1 year	22.44%	19.84%	24.60%
3 years	3.70	6.93	7.36
5 years	11.46	14.04	13.70
10 years	5.98	7.42	6.92
Life of fund	8.08	8.71	7.53

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Highlights of five-year performance periods (6/1/98-6/30/17)*

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
26.53%	3/31/14	-4.98%	3/31/09	8.46%	93%	53	4

*Based on annualized returns for quarterly rolling periods.

The Russell 2500 Index measures the performance of the small to mid-cap segment of the U.S. equity universe. The Russell 2000 Index is an unmanaged index of 2,000 small companies in the Russell 3000 Index. 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.

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. The **price-earnings ratio** of a firm's common stock is calculated as the current stock price divided by projected earnings per share for the coming year. The projections used are based on street consensus estimates provided by IBES. **Earnings per share** (EPS) is found by taking the net income and dividing it by the basic or diluted number of shares outstanding, as reported. You can also take "expected" earnings for the current year or for future years to calculate other P/E ratios.

Not all share classes available on all platforms.

Consider these risks before investing: Investments in small and/or midsize companies increase the risk of greater price fluctuations. Growth stocks may be more susceptible to earnings disappointments, and value stocks may fail to rebound. Stock prices may fall or fail to rise over time for several reasons, including general financial market conditions and factors related to a specific issuer or industry. 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.

For informational purposes only. Not an investment recommendation.

Putnam Retail Management
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