



**Daniel Schiff**  
Portfolio Manager  
(industry since 1998)

**Objective**

The fund seeks capital appreciation.

**Morningstar category**

Large Growth

**Lipper category**

Industrials

**Fund symbols**

Class A	PGIAX
Class B	PGIVX
Class C	PGIEX
Class R	PGIOX
Class R6	PGWTX
Class Y	PGILX

**Number of holdings**

31

**Net assets**

\$147.05M

**Dividend frequency**

Annually

# Putnam Focused Equity Fund (PGILX)

A concentrated portfolio of stocks believed to offer upside potential that exceeds risk

**Seeks to limit downside risk**

Seeks to protect capital during market drawdowns while investing in stocks believed to have multiple catalysts to drive returns.

**Multi-skilled manager**

The portfolio manager has more than 20 years of experience in the investment industry, including private equity, hedge funds, and mutual funds.

**Evaluates sentiment**

The investment process combines fundamental analysis with consideration of investor sentiment and asset flows.

**Fundamental investment research determines top holdings and sector weightings**

Top ten holdings		Sector	● Fund	● S&P 500 Index
Microsoft	9.13%	Information technology	34.0%	27.5%
Amazon	7.58	Industrials	16.1	8.0
Apple	7.35	Consumer discretionary	14.1	10.8
Walmart	3.69	Health care	9.5	14.6
Danaher	3.48	Consumer staples	5.4	7.0
Dollar General	3.47	Financials	4.6	10.1
Union Pacific	3.46	Materials	3.3	2.5
Honeywell International	3.41	Energy	3.2	2.8
HP	3.41	Utilities	3.1	3.1
Newmont	3.33	Real estate	3.1	2.8
		Communication services	2.9	10.8

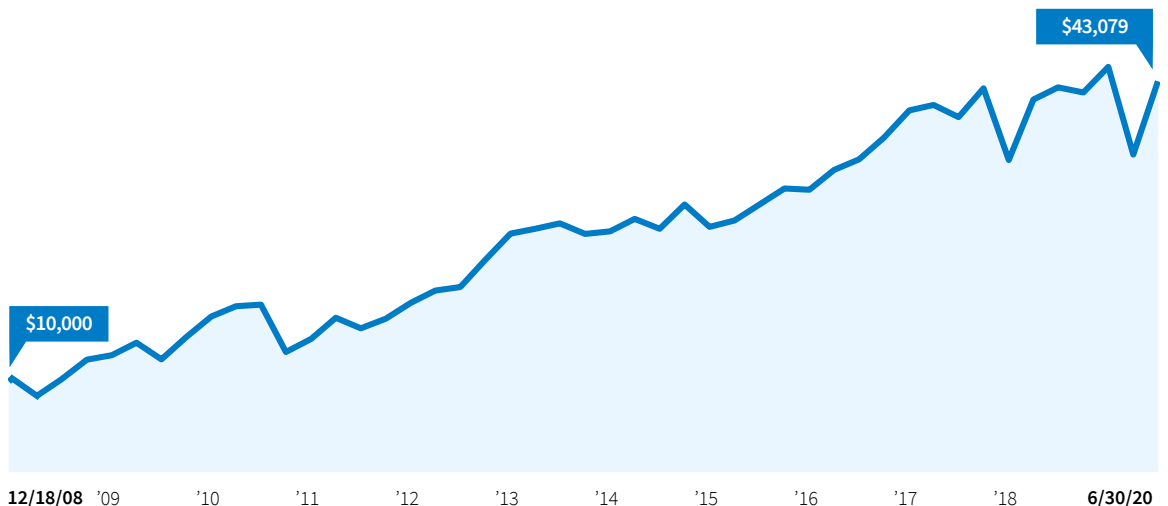
Holdings represent 48.31% of the portfolio and will vary over time.

Cash and net other assets represent 0.6% of the portfolio.

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

**Growth of a \$10,000 investment**

The fund has returned an average of 13.5% 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. For the most recent month-end performance, please visit putnam.com.

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

**Morningstar rankings**

(Y shares, based on total return)

1 year	96% (1295/1343)
3 years	96% (1188/1237)
5 years	80% (878/1084)
10 years	78% (665/809)

**Expense ratio**

(Y shares)

Total expense ratio  
1.12%What you pay  
1.03%

“What you pay” reflects Putnam Management’s decision to contractually limit expenses through 12/30/20.

**Market-cap breakdown**

Over \$69B	60.97%
\$16B–\$69B	29.24%
\$3.4B–\$16B	9.16%
\$1B–\$3.4B	0.00%
Less than \$1B	0.00%
Cash and other assets	0.63%

“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**

1.06

**Price to earnings**

23.03

**Projected 5-yr EPS growth**

8.26

For informational purposes only. Not an investment recommendation.

Putnam Retail Management  
FS721\_Y 322411 7/20

**Annual performance at net asset value (all distributions reinvested)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 YTD
Y shares	-14.4%	27.3%	40.8%	0.9%	1.9%	15.2%	28.1%	-13.7%	29.8%	-3.6%
S&P 500 Index	2.1	16.0	32.4	13.7	1.4	12.0	21.8	-4.4	31.5	-3.1
MSCI World Industrials (ND) – S&P 500 Linked Benchmark	-8.2	16.0	32.1	0.4	-2.1	12.9	25.2	-14.5	32.0	-3.1

**Annualized total return performance**

Inception 12/18/08	Class Y shares	S&P 500 Index	MSCI World Industrials (ND) - S&P 500 Linked Benchmark
1 year	1.54%	7.51%	7.51%
3 years	7.71	10.73	6.64
5 years	9.93	10.73	8.42
10 years	13.22	13.99	10.60
Life of fund	13.50	13.86	11.12

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**Highlights of five-year performance periods (12/18/08–6/30/20)\***

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
26.08%	3/31/14	4.64%	3/31/20	13.70%	100%	27	0

\* Based on annualized returns for quarterly rolling periods.

The S&P 500 Index is an unmanaged index of common stock performance. The MSCI World Industrials (ND) - S&P 500 Linked Benchmark represents performance of the MSCI World Industrials Index (ND) from the inception date of the fund, December 18, 2008, through June 23, 2019 and performance of the S&P 500 Index from June 24, 2019 forward. You cannot invest directly in an index.

Morningstar 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 Morningstar. Morningstar rankings may differ significantly from Morningstar’s risk-adjusted star ratings. Past performance is not indicative of future results.

**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. 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.

**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 fund concentrates on a limited number of issuers or sectors 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. The value of investments in the fund’s portfolio may fall or fail to rise over extended periods of time for a variety of reasons, including general economic, political, or financial market conditions; investor sentiment and market perceptions; government actions; geopolitical events or changes; and factors related to a specific issuer, geography, industry, or sector. These and other factors may lead to increased volatility and reduced liquidity in the fund’s portfolio holdings. Our investment techniques, analyses, and judgments may not produce the outcome we intend. The investments we select for the fund may not perform as well as other securities that we do not select for the fund. We, or the fund’s other service providers, may experience disruptions or operating errors that could have a negative effect on the fund. 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.**