

Portfolio Managers

Jacquelyne J. Cavanaugh
(industry since 1995)

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(industry since 2007)

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(industry since 1996)

Objective

The fund seeks capital appreciation.

Morningstar category

Large Growth

Lipper category

Multi-Cap Core

Primary benchmark

S&P 500 Index

Secondary benchmark

MSCI World Industrials (ND) - S&P 500 Linked Benchmark

Fund symbols

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

Net assets

\$751.43M

Number of holdings

44

Turnover

294%

Putnam Focused Equity Fund

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 managers

The portfolio managers each average more than 20 years of investment industry experience, with skills in private equity, hedge funds, and mutual funds.

Evaluates sentiment

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

Top ten holdings

Microsoft	8.25%
Apple	7.05
Amazon	6.11
AbbVie	3.27
Charter Communications	3.17
Home Depot	3.13
Citigroup	2.95
Walmart	2.94
Exxon Mobil	2.75
Constellation Brands	2.75

Holdings represent 42.37% of the portfolio and will vary over time.

Sector weightings

	Underweight	Overweight	Portfolio	Primary benchmark
Energy		4.3	7.2%	2.9%
Industrials		2.4	10.9	8.5
Consumer discretionary		2.3	14.6	12.3
Financials		1.4	12.7	11.3
Real estate		0.8	3.4	2.6
Consumer staples	-0.2		5.7	5.9
Materials	-0.9		1.7	2.6
Health care	-2.0		11.0	13.0
Utilities	-2.5		0.0	2.5
Communication services	-3.8		7.3	11.1
Information technology	-3.9		23.5	27.4

Cash and net other assets represent 2.0% of the portfolio.

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

The unclassified sector, where applicable, includes exchange-traded funds and other securities not able to be classified by sector.

Top active weights

Top 5 overweights	Portfolio	Primary benchmark	Over/under	Top 5 underweights	Portfolio	Primary benchmark	Over/under
Charter Communications	3.2%	0.3%	2.9%	Alphabet	0.0%	4.0%	-4.0%
AbbVie	3.3	0.6	2.7	Facebook	0.0	2.3	-2.3
Constellation Brands	2.8	0.1	2.7	Berkshire Hathaway	0.0	1.5	-1.5
Microsoft	8.3	5.6	2.7	Tesla	0.0	1.4	-1.4
Sirius XM Holdings	2.6	0.0	2.6	NVIDIA	0.0	1.4	-1.4

Risk

	Beta	Tracking error	Up capture ratio	Down capture ratio
Y share (as of 6/30/21)	1.10	6.53%	98.71%	113.25%

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.

Capture ratios are used to evaluate how well an investment manager performed relative to an index during specific periods (periods of positive return in the case of up capture, negative return in the case of down capture). The ratio is calculated by dividing the manager's returns by the returns of the index during the period and multiplying that factor by 100. **Turnover** is the rate at which the fund buys and sells securities each year. For example, if a fund's assets total \$100 million and the fund bought and sold \$100 million of securities that year, its portfolio turnover rate would be 100%. **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. **Tracking error** assesses how closely a fund's performance tracks that of the fund's benchmark by calculating the standard deviation of the difference between the fund's returns and its benchmark returns over a given time period, typically 5 years.

Not all share classes are available on all platforms.

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

Morningstar rankings

(Y shares, based on total return)

1 year	66% (819/1239)
3 years	97% (1110/1138)
5 years	97% (997/1024)
10 years	94% (724/761)

Expense ratio

(Y shares)

Total expense ratio	1.11%
What you pay	1.07%

(A shares)

Total expense ratio	1.36%
What you pay	1.32%

“What you pay” reflects Putnam Management’s decision to contractually limit expenses through 12/30/21.

Market-cap breakdown

Over \$69B	61.25%
\$16B–\$69B	28.55%
\$3.4B–\$16B	7.24%
\$1B–\$3.4B	0.00%
Less than \$1B	0.98%
Cash and other assets	1.98%

“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.

Annual performance (all distributions reinvested)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 YTD
Y shares at net asset value	27.3%	40.8%	0.9%	1.9%	15.2%	28.1%	-13.7%	29.8%	16.9%	14.6%
A shares before sales charge	27.0	40.5	0.6	1.7	14.9	27.8	-13.9	29.6	16.6	14.4
Primary benchmark	16.0	32.4	13.7	1.4	12.0	21.8	-4.4	31.5	18.4	15.3
Secondary benchmark	16.0	32.1	0.4	-2.1	12.9	25.2	-14.5	32.0	18.4	15.3

Annualized total return performance

	1 year	3 years	5 years	10 years	Life of fund
Y shares (Inception 12/18/08)	38.82%	15.17%	15.17%	12.47%	15.34%
A shares (Inception 12/18/08) before sales charge	38.49	14.90	14.90	12.20	15.05
A shares after sales charge	30.53	12.65	13.54	11.53	14.51
Primary benchmark	40.79	18.67	17.65	14.84	15.80
Secondary benchmark	40.79	16.95	15.90	10.95	13.24

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 A and Y shares assumes reinvestment of distributions and does not account for taxes. After-sales-charge returns for class A reflect a maximum 5.75% load. 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.

Highlights of five-year performance periods (12/18/08–6/30/21)*

	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
Y shares	26.08%	3/31/14	4.64%	3/31/20	13.77%	100%	31	0
A shares	25.73	3/31/14	4.38	3/31/20	13.48	100	31	0

* Based on annualized returns for quarterly rolling periods.

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.

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.

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Putnam Retail Management
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