

Selected American Shares

December 31, 2023

Selected
FUNDS

Fund Overview

Long-Term Capital Appreciation¹

Selected American Shares is a premier large cap domestic equity fund. For more than 30 years, our time-tested investment discipline has been applied to build and preserve wealth.

Why Invest in American Shares

Equity-Focused Research Firm:

Established in 1969, Davis Advisors is a leading specialist in equity investing. Our primary focus on equity research and unique investment discipline has built wealth for our clients over the long term.

Portfolio of Best of Breed Businesses:

Utilizing rigorous independent research, we invest in durable, well-managed businesses with sustainable competitive advantages and attractive long-term growth prospects selling at a discount to their true value.

Flexible, Opportunistic Approach:

The Fund invests in both developed and developing markets. We believe a bottom-up stock selection process and not mirroring the benchmark index are keys to long-term outperformance.

We Are One of the Largest Shareholders:

We have a unique commitment to stewardship, generating attractive long-term results, managing risks and minimizing fees.

Undervalued. Attractive Growth. Selective.[†]

| | | Fund |
|-------------------|---------------------|-------|
| Undervalued | P/E (Forward) | 11.6x |
| Attractive Growth | EPS Growth (5 Year) | 12.8% |
| Selective | Holdings | 39 |

Experienced Management

Chris C. Davis, 34 yrs with Davis Advisors

Danton G. Goei, 25 yrs with Davis Advisors

Our Investment Alongside Our Shareholders

We have more than \$2 billion invested in Davis Strategies and Funds.*

Fund Facts

| | |
|-----------------------|---------------|
| Inception Date (CI-D) | 5/3/04 |
| Inception Date (CI-S) | 5/1/93 |
| Total Net Assets | \$1.7 billion |
| Active Share | 84% |

Symbols

| | |
|----------|-------|
| D Shares | SLADX |
| S Shares | SLASX |

Expenses **

| | |
|--|-----------------|
| Expense Ratio (CI-D) vs. Lipper Category Average | 0.67% vs. 0.88% |
| Expense Ratio (CI-S) vs. Lipper Category Average | 0.99% vs. 0.88% |

Top 10 Holdings

| | Fund (%) | Index (%) |
|-------------------------|----------|-----------|
| Meta Platforms | 8.6 | 2.0 |
| Berkshire Hathaway | 7.9 | 1.6 |
| Wells Fargo | 7.6 | 0.5 |
| Capital One Financial | 6.6 | 0.1 |
| Applied Materials | 6.6 | 0.3 |
| Amazon.com | 5.4 | 3.5 |
| JPMorgan Chase | 4.1 | 1.2 |
| Viatis | 3.9 | < 0.1 |
| Bank of New York Mellon | 3.6 | 0.1 |
| Alphabet | 3.3 | 3.8 |

Sectors

| | Fund (%) | Index (%) |
|------------------------|----------|-----------|
| Financials | 44.9 | 13.0 |
| Information Technology | 15.8 | 28.8 |
| Communication Services | 13.1 | 8.6 |
| Consumer Discretionary | 10.7 | 10.9 |
| Health Care | 8.1 | 12.6 |
| Industrials | 4.3 | 8.8 |
| Materials | 2.4 | 2.4 |
| Consumer Staples | 0.8 | 6.2 |
| Energy | — | 3.9 |
| Real Estate | — | 2.5 |
| Utilities | — | 2.3 |

Wealth Over the Long Term ***

\$10,000 Hypothetical Investment



The average annual total returns for Selected American Shares Class S for periods ending December 31, 2023 are: 1 year, 32.33%; 5 years, 12.69%; and 10 years, 8.88%. The performance presented represents past performance and is not a guarantee of future results. Total return assumes reinvestment of dividends and capital gain distributions. Investment return and principal value will vary so that, when redeemed, an investor's shares may be worth more or less than their original cost. For most recent month-end performance, visit [selectedfunds.com](https://www.selectedfunds.com) or call 800-243-1575. Current performance may be lower or higher than the performance quoted. The total annual operating expense ratio for Class S Shares as of the most recent prospectus was 0.99%. The total annual operating expense ratio may vary in future years. Returns and expenses for other classes of shares will vary.

Contacts

Shareholder Services
800-243-1575

Financial Advisor Services
800-293-2007

Performance statements herein are representative of the Fund's Class S shares. Performance includes the reinvestment of dividends and capital gain distributions. As of 12/31/23. Investments cannot be made directly in an index. Davis Selected Advisers, L.P., began managing the Fund on 5/1/93. Prior to that date, the Fund was managed by a different investment adviser. Data shown in chart is based on a hypothetical \$10,000 investment in the Fund.

Past performance is not a guarantee of future results. 1. In addition to capital growth, the Fund also seeks income as part of its investment objective. In the current market environment, income is expected to be low. There is no guarantee that the Fund will meet its investment objective. † The Attractive Growth and Undervalued reference in this piece relates to underlying characteristics of the portfolio holdings. There is no guarantee that the Fund's performance will be positive as equity markets are volatile and an investor may lose money.

Past performance is not a guarantee of future returns. Five-year EPS Growth Rate (5-year EPS) is the average annualized earnings per share growth for a company over the past 5 years. The values shown are the weighted average of the 5-year EPS of the stocks in the Fund.

Approximately 3.33% of the assets of the Fund are not accounted for in the calculation of 5-year EPS as relevant information on certain companies is not available to the Fund's data provider. Forward Price/Earnings (Forward P/E) Ratio is a stock's price at the date indicated divided by the company's forecasted earnings for the following 12 months based on estimates provided by the Fund's data provider. These values for the Fund are the weighted average of the stocks in the portfolio. * As of 12/31/23 Davis Advisors, the Davis family and Foundation, our employees, and Fund directors have more than \$2 billion invested alongside clients in similarly managed accounts and strategies. ** As of most recent prospectus. The Fund is categorized by Lipper as Large-Cap Value. *** Based on a hypothetical \$10,000 investment in the Fund. **Past performance is not a guarantee of future results.**

This material is authorized for use by existing shareholders. A current Selected American Shares prospectus must accompany or precede this piece if

it is distributed to prospective shareholders. You should carefully consider the Fund's investment objective, risks, fees, and expenses before investing. Read the prospectus carefully before you invest or send money.

The Global Industry Classification Standard (GICS®) is the exclusive intellectual property of MSCI Inc. (MSCI) and S&P Global ("S&P"). Neither MSCI, S&P, their affiliates, nor any of their third party providers ("GICS Parties") makes any representations or warranties, express or implied, with respect to GICS or the results to be obtained by the use thereof, and expressly disclaim all warranties, including warranties of accuracy, completeness, merchantability and fitness for a particular purpose. The GICS Parties shall not have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of such damages.

Selected Funds has adopted a Portfolio Holdings Disclosure policy that governs the release of nonpublic portfolio holding information. This policy is described in the statement of additional information. Holding percentages are subject to change. Visit selectedfunds.com or call 800-243-1575 for the most current public portfolio holdings information.

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Objective and Risks. The investment objective of Selected American Shares is capital growth and income. In the current market environment, we expect that income will be low. There can be no assurance that the Fund will achieve its objective. Some important risks of an investment in the Fund are: **stock market risk:** stock markets have periods of rising prices and periods of falling prices, including sharp declines; **common stock risk:** an adverse event may have a negative impact on a company and could result in a decline in the price of its common stock; **financial services risk:** investing a significant portion of assets in the financial services sector may cause the Fund to be more sensitive to problems affecting financial companies; **foreign country risk:** foreign companies may be subject to greater risk as foreign economies may not be as strong or diversified. As of 12/31/23, the Fund had approximately 15.9% of net assets invested in foreign companies; **headline risk:** the Fund may invest in a company when the company becomes the center of controversy. The company's stock may never recover or may

become worthless; **large-capitalization companies risk:** companies with \$10 billion or more in market capitalization generally experience slower rates of growth in earnings per share than do mid- and small-capitalization companies; **manager risk:** poor security selection may cause the Fund to underperform relevant benchmarks; **depository receipts risk:** depository receipts involve higher expenses and may trade at a discount (or premium) to the underlying security and may be less liquid than the underlying securities listed on an exchange; **emerging market risk:** securities of issuers in emerging and developing markets may present risks not found in more mature markets; **fees and expenses risk:** the Fund may not earn enough through income and capital appreciation to offset the operating expenses of the Fund; **foreign currency risk:** the change in value of a foreign currency against the U.S. dollar will result in a change in the U.S. dollar value of securities denominated in that foreign currency; and **mid- and small-capitalization companies risk:** companies with less than \$10 billion in market capitalization typically have more limited product lines, markets and financial resources than larger companies, and may trade less frequently and in more limited volume. See the prospectus for a complete description of the principal risks.

Large-Cap Value funds invest at least 75% of their equity assets in companies with market capitalizations (on a three-year weighted basis) above Lipper's USDE large-cap floor. Largecap value funds typically have below average characteristics compared to the S&P 500 Index.

We gather our index data from a combination of reputable sources, including, but not limited to, Lipper, Wilshire and index websites.

The **S&P 500 Index** is an unmanaged index of 500 selected common stocks, most of which are listed on the New York Stock Exchange. The index is adjusted for dividends, weighted towards stocks with large market capitalizations and represents approximately two-thirds of the total market value of all domestic common stocks. Investments cannot be made directly in an index.

After 4/30/24, this material must be accompanied by a supplement containing performance data for the most recent quarter end.



Portfolio Manager
VIDEOS