

Selected International Fund

December 31, 2018

Long-Term Capital Appreciation

Selected International Fund is a portfolio of attractive businesses from outside the U.S. selected using the time-tested Davis Investment Discipline. The Fund outperformed its benchmark since Davis Advisors began managing it on May 1, 1993.¹ As one of the largest shareholders, we have a unique commitment to client stewardship.

► Why Invest in Selected International Fund

- 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:** The Fund invests in businesses outside the U.S. from both developed and developing markets. 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.
- Attractive Results:** The Fund has outperformed the MSCI ACWI (All Country World Index) ex US over the 5, 10 year and since Davis Advisors began managing the Fund.¹
- Flexible, Opportunistic Approach:** 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.

► Experienced Management

Danton Goei, 20 years with Davis Advisors

► Our Investment Alongside Our Shareholders

We have more than \$2 billion of our own money invested in similarly managed accounts and strategies.²

► Symbols

S Shares	SLSSX
D Shares	SLSDX

► Geographic Diverse Portfolio

Asia	54.6%
Europe	24.2
Africa	8.1
North & Central America	7.1
South America	6.0

► Expenses

Expense Ratio (CI-S) ³	
(After Fee Waiver 1.15% ⁴)	1.28%
Expense Ratio (CI-D) ³	0.87%

► Portfolio Characteristics

	Fund	MSCI ACWI ex US
Total Net Assets (\$mm)	56.4	N/A
Total Holdings	34	2,135
Weighted Average Market Capitalization (\$bn)	47.9	56.5
Median Market Capitalization (\$bn)	9.7	7.0
Trailing Positive P/E Ratio	15.9	14.0
Forward P/E Ratio	9.9	12.1

► Total Returns (Class S and Class D Shares) vs. Benchmark

Year	S Shares	D Shares	MSCI ACWI ex US
1	-22.27%	-22.05%	-14.20%
3	2.32	2.72	4.48
5	1.11	1.53	0.68
10	6.82	7.32	6.57

► Top 10 Countries

China	France
South Africa	Switzerland
Singapore	India
U.K.	Canada
Brazil	Bermuda

► Top 10 Holdings

Didi Chuxing Joint Co., Series A (China)	8.8%
Naspers-N (South Africa)	8.0
Hollysys Automation Technologies (China)	6.9
Alibaba Group Holding-ADR (China)	6.5
Ferguson PLC (U.K.)	5.8
New Oriental Education & Technology (China)	5.3
Sul America S.A. (Brazil)	5.2
DBS Group Holdings (Singapore)	4.3
JD.com, Class A-ADR (China)	4.2
InterGlobe Aviation (India)	4.1

► Top 5 Industries

Retailing	24.5%
Capital Goods	12.6
Banks	12.5
Media & Entertainment	11.1
Consumer Services	7.0

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. The Fund is subject to a 2% short term redemption fee for shares held for fewer than 30 days. The total annual operating expense ratio for Class S shares as of the most recent prospectus was 1.25%. (The Adviser is contractually committed to waive fees and/or reimburse the Fund's expenses to the extent necessary to cap total annual fund operating expenses of Class S shares at 1.15%. The expense cap expires May 1, 2020. The expense ratio prior to the cap was 1.28%). The total annual operating expense ratio for Class D shares as of the most recent prospectus was 0.87%. The total annual operating expense ratios may vary in future years. Returns and expenses for other classes of shares will vary. Current performance may be higher or lower than the performance quoted. For most recent month-end performance, visit selectedfunds.com or call 800-243-1575. From the date that Davis Advisors first began managing the Fund (May 1, 1993) until May 1, 2011, Selected International Fund was named Selected Special Shares and invested primarily in domestic equity securities. The Fund invests primarily in foreign equity securities and the past performance of the Fund is unlikely to be relevant to future performance. The Fund's performance benefited from IPO purchases in 2010 and in 2014. After purchase, the IPOs rapidly increased in value. Davis Advisors purchases shares intending to benefit from long-term growth of the underlying company; the rapid appreciation of the IPOs was an unusual occurrence.

Contacts

Shareholder Services

800-243-1575

Financial Advisor Services

800-293-2007

1. Class S shares. **Past performance is not a guarantee of future results.** **2.** Includes Davis Advisors, Davis family and Foundation, our employees, and Fund directors. As of December 31, 2018. **3.** As of most recent prospectus. **4.** The Advisor is contractually committed to waive fees and/or reimburse the Fund's expenses to the extent necessary to cap total annual fund operating expenses for Class S shares at 1.15% until May 1, 2020. After that date, there is no assurance that the Adviser will continue to cap expenses. The expense cap cannot be terminated prior to May 1, 2020, without the consent of the board of directors.

This material is furnished to you by Davis Distributors, LLC, which acts as the distributor of Selected Funds. This material is authorized for use by existing shareholders. A current Selected International Fund 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.

Davis Advisors began daily management of Selected International Fund on June 1, 2001. From May 1, 1993 until May 31, 2001, Davis Advisors had a subadvisor that handled active daily management of the Fund.

The Fund generally uses Global Industry Classification Standard ("GICS") as developed by Morgan Stanley Capital International and Standard & Poor's Corporation to determine industry classification. GICS presents industry classification as a series of levels (i.e. sector, industry group, industry, and sub-industry). Allocations shown are at the Industry Group level except for the following industry groups which have been combined as

indicated: Information Technology: Software & Services, Technology Hardware & Equipment, Semiconductors & Semiconductor Equipment; Health Care: Pharmaceuticals, Biotechnology & Life Sciences, Health Care Equipment & Services. The Advisor may reclassify a company into an entirely different industry if it believes that the GICS classification for a specific company does not accurately describe the company. Industry Group weightings are subject to change.

Selected Funds has adopted a Portfolio Holdings Disclosure policy that governs the release of non-public portfolio holding information. This policy is described in the prospectus. Visit selectedfunds.com or call 800-243-1575 for the most current public portfolio holdings information.

Objective and Risks. Selected International Fund's investment objective is capital growth. There can be no assurance that the Fund will achieve its objective. Some important risks of an investment in the Fund are: **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; **depository receipts risk:** depository receipts 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. As of December 31, 2018, the Fund had approximately 64.2% of assets invested in emerging 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 country risk:** foreign companies may be subject to greater risk as foreign economies may not be as strong or diversified; **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; **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; **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; and **stock market risk:** stock markets have periods of rising prices and periods of falling prices, including sharp declines. See the prospectus for a complete description of the principal risks.

The MSCI ACWI (All Country World Index) ex US is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets, excluding the United States. The index includes reinvestment of dividends, net of foreign withholding taxes. Investments cannot be made directly in an index.

The Trailing Positive P/E Ratio of a stock is calculated by dividing the current price of the stock by its trailing 12 months' earnings per share. Portfolio totals are computed using an inverse harmonic methodology. Stocks with negative P/E ratios are excluded from the portfolio totals.

The Weighted Average Market Capitalization is the portfolio-weighted mean capitalizations of all equity securities.

The Weighted Median Market Capitalization is the portfolio-weighted statistical median of all securities capitalizations in a portfolio.

After April 30, 2019, this material must be accompanied by a supplement containing performance data for the most recent calendar quarter.

Selecting Quality Companies for the Long Term™ is a service mark of Davis Selected Advisers, L.P.

Shares of the Selected Funds are not deposits or obligations of any bank, are not guaranteed by any bank, are not insured by the FDIC or any other agency, and involve investment risks, including possible loss of the principal amount invested.