



The fund received a 4-star Overall Morningstar Rating as of 12/31/23 among 698 funds in the Foreign Large Blend category (Y shares, based on risk-adjusted returns)



Spencer Morgan, CFA
Portfolio Manager
(industry since 2009)



Karan S. Sodhi, CFA
Portfolio Manager
(industry since 1998)

Objective

The fund seeks capital appreciation.

Morningstar category

Foreign Large Blend

Lipper category

International Multi-Cap Core

Primary benchmark

MSCI ACWI ex USA Index (ND)

Linked benchmark

Putnam Focused International Equity Linked Benchmark

Fund symbols

Class A	PEQUX
Class B	PEQBX
Class C	PUGCX
Class R	PGLRX
Class R6	PGLEX
Class Y	PEQYX

Net assets

\$798.12M

Number of holdings

31

Turnover

17%

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

Putnam Focused International Equity Fund

Pursuing growth from high-quality but undervalued non-U.S. companies

Quality companies

The fund invests in developed and emerging markets, seeking high-quality companies trading at deep discounts to their value.

Wide moat advantages

We seek companies that have high and sustainable returns on capital, low debt, and leaders with a track record of smart capital allocation.

Focused portfolio

With 25–35 stock holdings, we aim for better returns and lower risk through intense study of each company.

Top 10 holdings

Ryanair	6.69%
Constellation Software	6.45
Taiwan Semiconductor	5.15
ITOCHU	4.17
SK Square	4.16
Alphabet	4.13
Admiral Group	4.13
CompuGroup Medical	4.11
Samsung Electronics	3.94
Universal Music Group	3.93

Holdings represent 46.87% of the portfolio and will vary over time.

Country weightings

Country	Underweight	Overweight	Portfolio	Benchmark
United Kingdom		10.7	19.9%	9.2%
Canada		7.1	14.7	7.6
Ireland		6.1	6.7	0.6
South Korea		4.6	8.2	3.6
United States		4.0	4.1	0.1
Denmark	-2.1		0.0	2.1
Japan	-2.8		11.6	14.4
Australia	-4.9		0.0	4.9
France	-5.5		2.2	7.7
Switzerland	-6.5		0.0	6.5
Other countries			27.3	43.2

Cash and net other assets represent 5.2% of the portfolio.

Due to rounding, percentages may not equal 100%.

All MSCI benchmarks provided by MSCI.

Risk (Y shares, as of 12/31/23)

Beta	1.16
Tracking error	5.52%
Up capture ratio	114.93%
Down capture ratio	110.53%

Top active weights

Top 5 overweights	Portfolio	Primary benchmark	Over/under
Ryanair	6.7%	0.0%	6.7%
Constellation Software	6.4	0.2	6.2
SK Square	4.2	0.0	4.2
Alphabet	4.1	0.0	4.1
CompuGroup Medical	4.1	0.0	4.1

All MSCI benchmarks provided by MSCI.

Top 5 underweights	Portfolio	Primary benchmark	Over/under
Novo Nordisk	0.0%	1.3%	-1.3%
Nestle	0.0	1.2	-1.2
ASML	0.0	1.2	-1.2
Tencent	0.0	1.0	-1.0
LVMH	0.0	0.9	-0.9

All MSCI benchmarks provided by MSCI.

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 3-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.

Morningstar rankings

(Y shares, based on total return)

1 year	13% (88/744)
3 years	53% (315/698)
5 years	25% (155/642)
10 years	7% (18/421)

Total expense ratio

(Y shares)

0.86%

(A shares)

1.11%

Adjustable management fee examples

(Y shares, based on performance versus benchmark)

Base fee	0.69%
Higher fee after 1% outperformance	0.72%
Lower fee after 1% underperformance	0.66%
Maximum performance adjustment	+/-0.15%

Because the dollar amount of the monthly performance fee adjustment is based on the fund's average assets during the rolling performance period, the amount of any dollar adjustment as a percentage of a fund's current assets could exceed the "maximum annualized performance adjustment rates." Performance fee adjustments will not commence until a fund has been operating under a shareholder-approved management contract with a performance fee adjustment for at least 12 months.

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.

For informational purposes only. Not an investment recommendation.

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Annual performance (all distributions reinvested)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Y shares at net asset value	1.67%	-1.66%	1.24%	28.46%	-12.42%	27.00%	10.35%	10.31%	-17.94%	19.38%
A shares before sales charge	1.46	-1.90	1.01	28.08	-12.63	26.66	10.12	9.99	-18.15	19.04
Primary benchmark	-3.87	-5.66	4.50	27.19	-14.20	21.51	10.65	7.82	-16.00	15.62
Linked benchmark	4.94	-0.87	7.51	22.40	-8.71	27.67	15.90	9.31	-16.00	15.62

All MSCI benchmarks provided by MSCI.

Annualized total return performance

	Q4	1 year	3 years	5 years	10 years
Y shares (Inception 9/23/02)	10.94%	19.38%	2.62%	8.66%	5.60%
A shares (Inception 7/1/94) before sales charge	10.81	19.04	2.33	8.37	5.33
A shares after sales charge	4.44	12.19	0.33	7.09	4.71
Primary benchmark	9.75	15.62	1.55	7.08	3.83
Linked benchmark	9.75	15.62	2.01	9.45	6.98

All MSCI benchmarks provided by MSCI.

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. Returns for class Y shares prior to their inception are derived from the historical performance of class A shares, which have not been adjusted for their lower expenses; had they, returns would have been higher. 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.

The MSCI ACWI ex USA Index (ND) is a free float-adjusted market capitalization index that is designed to measure non-U.S. developed and emerging markets equity market performance. The Putnam Focused International Equity Linked Benchmark represents the performance of the MSCI World Index (ND) through March 31, 2021, and the performance of the MSCI ACWI ex USA Index (ND) thereafter. You cannot invest directly in an index.

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The Morningstar Rating™ for funds, or "star rating," is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a 3-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its 3-, 5-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% 3-year rating for 36–59 months of total returns, 60% 5-year rating/40% 3-year rating for 60–119 months of total returns, and 50% 10-year rating/30% 5-year rating/20% 3-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent 3-year period actually has the greatest impact because it is included in all three rating periods. Ratings do not take into account the effects of sales charges and loads. Putnam Focused International Equity Fund received 3, 3, and 5 stars for the 3-, 5-, and 10-year periods among 698, 642, and 421 Foreign Large Blend funds, respectively.

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. Growth stocks may be more susceptible to earnings disappointments, and value stocks may fail to rebound. As a non-diversified fund, the fund invests in fewer issuers and is more vulnerable than a more broadly diversified fund to fluctuations in the values of the securities it holds.

If the fund invests a substantial percentage of its assets in issuers located in a single country, a small number of countries, or a particular geographic region, the fund's performance will likely be closely tied to the conditions in such countries or region. 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. The fund will be more susceptible to these risks than other funds because it invests in a limited number of issuers or sectors, and the fund may perform poorly as a result of adverse developments affecting those issuers or sectors.

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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