



Longleaf Partners Small-Cap Fund

(Closed to New Investors)

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Fund Profile

Investment Style	US small-cap value
Ticker	LLSCX
Inception Date	February 21, 1989
Net Assets	\$4.0 billion
Expense Ratio	0.91%
Turnover (5 yr avg)	33%
Weighted Average Market Cap.	\$5.8 billion

Holdings (19)

	Activity**	Weight
Level 3 Communications		8.1%
Liberty Media		6.9
CONSOL Energy		5.7
ViaSat		5.7
Graham Holdings		5.5
Wynn Resorts		5.4
Eastman Kodak (preferred)	NEW	5.1
OCI		4.8
Scripps Networks		4.8
Hopewell		4.6
Rayonier		4.4
Actuant		3.8
Deltic Timber		3.5
Sonic	+	3.0
Everest Re		2.7
Tribune Media	-	2.6
Neiman Marcus (bonds)		1.9
SEACOR		1.6
Triangle Petroleum (bonds)	-	1.1
Cash		18.8
Total		100.0%

**Full eliminations include the following positions: None.

Investment Approach – Business, People, Price

The Fund seeks to buy 18-22 competitively entrenched, financially strong, well-managed companies whose stocks sell at deep discounts to intrinsic values.

Fund Management and Partnership

Southeastern Asset Management, founded in 1975, is an independent, Memphis-based global firm managing \$19.5 billion. Southeastern's employees and related entities are the largest investors across the Longleaf Partners Funds.

Sector Composition

Consumer Discretionary	30.1%
Information Technology	10.8
Real Estate	9.0
Energy	8.4
Materials	8.3
Telecommunication Services	8.1
Industrials	3.8
Financials	2.7
Cash	18.8

Performance Contribution

Top Contributors	Return	Portfolio Contribution	Top Detractors	Return	Portfolio Contribution
Level 3	22%	1.41%	ViaSat	-11%	-0.72%
OCI	18	0.83	Wynn Resorts	-11	-0.65
Liberty Media	11	0.68	CONSOL Energy	-5	-0.30

Performance at 12/31/16

	Total Return		Average Annual Return					
	Qtr	YTD	One Year	Five Year	Ten Year	15 Year	20 Year	Since Inception
Small-Cap Fund	3.88%	20.48%	20.48%	15.35%	8.15%	10.89%	11.28%	11.09%
Russell 2000 Index	8.83	21.31	21.31	14.46	7.07	8.49	8.25	9.63

Returns reflect reinvested capital gains and dividends but not the deduction of taxes an investor would pay on distributions or share redemptions. Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the fund may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by visiting longleafpartners.com.

Before investing in any Longleaf Partners fund, you should carefully consider the Fund's investment objectives, risks, charges, and expenses. For a current Prospectus and Summary Prospectus, which contain this and other important information, visit longleafpartners.com. Please read the Prospectus and Summary Prospectus carefully before investing.

RISKS
The Fund is subject to stock market risk, meaning stocks in the Fund may fluctuate in response to developments at individual companies or due to general market and economic conditions. Also, because the Fund generally invests in 15 to 25 companies, share value could fluctuate more than if a greater number of securities were held. Smaller company stocks may be more volatile with less financial resources than those of larger companies. Holdings are subject to change and discussion of holdings are not a recommendation to buy or sell any security. Current and future holdings are subject to risk.

Funds distributed by ALPS Distributors, Inc.

The Russell 2000 Index measures the performance of the 2,000 smallest companies in the Russell 3,000 Index, which represents approximately 10% of the total market capitalization of the Russell 3000 Index. An index cannot be invested in directly.

The Fund's expense ratio is subject to a fee waiver to the extent normal annual operating expenses exceed 1.5% of average annual net assets.

LLP000579 expires May 15, 2017