

Symbol (Class A): DILAX

Fund Overview

The goal of Davis International Fund is to provide investors access to attractive investment opportunities that exist outside of the U.S. in both developed and developing markets by applying the signature Davis investment discipline—seeking to purchase durable, well-managed businesses at value prices and holding for the long term—to a portfolio of primarily non-U.S. companies around the world.

Investment Strategy

Globalization of the world's economy continues at a rapid pace. Many successful companies are located outside of the U.S. (Over 37,000 companies are listed on exchanges outside of the U.S., compared to only 5,000 within the U.S. About half of the world's market capitalization is outside the U.S.) Furthermore, approximately 95% of the world's population lives outside U.S. borders and 74% of world GDP is generated outside of the U.S. Investors looking to build long-term wealth can capitalize on the tremendous growth opportunities and diversification potential that international companies provide.

The Fund's investment management team conducts rigorous, bottom-up, fundamental research to uncover companies that possess characteristics that we believe foster long-term value creation including: high-quality management, a durable franchise, diverse and sustainable earnings power, a strong balance sheet and sustainable competitive advantages. They seek to purchase these businesses at attractive valuations.

Companies in the Davis International Fund are selected on a bottom-up, stock-by-stock basis. Country weightings are a by-product of individual stock selection.

The Davis International Fund is team managed.

Alignment of Interests

The Davis family, Davis Advisors, employees, and directors are the largest shareholders of the Davis International Fund. This helps to ensure an appropriate alignment of interests with clients.

Fund Facts

Net Asset Value Per Share (A Shares)	\$8.85
Total Net Assets	\$15.2 million
Expense Ratio (A Shares) as of most recent prospectus	1.51% ¹
Turnover Rate as of most recent audited financial statement	25%
Inception Date	12/29/06
CUSIP	Symbols
A Shares: 239080-831	A Shares: DILAX
B Shares: 239080-823	B Shares: DILBX
C Shares: 239080-815	C Shares: DILCX
Y Shares: 239080-799	Y Shares: DILYX

Top 10 Holdings

Heineken Holding NV (Netherlands)	6.5%
China Merchants Bank Co. Ltd. (China)	5.6
Sino-Forest (Canada)	5.4
Hang Lung Group Ltd. (Hong Kong)	4.7
Essilor International SA (France)	4.4
Kuehne & Nagel International AG (Switzerland)	4.3
Tenaris S.A.—ADR (Argentina)	4.2
ABB Ltd. ADR (Switzerland)	3.6
Nestle SA (Switzerland)	3.6
America Movil S.A.B. de C.V.—ADR (Mexico)	3.3

Top 10 Countries

China	Mexico
Switzerland	Belgium
Canada	Hong Kong
Netherlands	Argentina
France	Brazil

Geographic Breakdown

Europe	43.7%
Asia	31.1
North America	17.3
South America	7.9

Portfolio Characteristics

	Fund	MSCI ACWI® ex USA
Total Fund Holdings	43	1,821
Weighted Average Market Capitalization (\$bn)	27.5	44.9
Median Market Capitalization (\$bn)	9.4	5.4
Trailing Positive P/E Ratio	19.4	15.9
Forward P/E Ratio	18.0	14.5

¹The 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 A shares at 1.30% until March 1, 2011. After that date there is no assurance that expenses will be capped.

For additional information on the Davis International Fund, please contact your Davis Representative at 800-279-0279.

This piece is authorized for use by existing shareholders. A current Davis International Fund prospectus must accompany or precede this piece if it is distributed to prospective shareholders. You should carefully consider the Fund's investment objectives, risks, charges, and expenses before investing. Read the prospectus carefully before you invest or send money.

Davis International Fund's investment objective is long-term growth of capital. There can be no assurance that the Fund will achieve its objective. The Fund does not limit its investments to companies in a particular capitalization range, but currently focuses its investments in mid- and large-capitalization companies. Some important risks of an investment in the Fund are: foreign country risk: companies operating, incorporated or principally traded in foreign countries may have more fluctuation as foreign economies may not be as strong or diversified, foreign political systems may not be as stable, and foreign financial reporting standards may not be as rigorous as they are in the United States; 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. The Fund may, but generally does not hedge its currency risk; small- and medium-capitalization risk: small and mid-size companies typically have more limited product lines, markets and financial resources than larger companies, and their securities may trade less frequently and in more limited volume than those of larger, more mature companies; market risk: the market value of shares of common stock can change rapidly and unpredictably; and emerging market risk: the Fund invests in emerging or developing markets. Securities of issuers in emerging and developing markets may offer special investment opportunities, but present risks not found in more mature markets. These securities may be more difficult to sell at an acceptable price and their prices may be more volatile than securities of issuers in more developed markets. Settlements of trades may be subject to greater delays so that the Fund might not receive the proceeds of a sale of a security on a timely basis. In unusual situations it may not be possible to repatriate sales proceeds in a timely fashion. These investments may be very speculative. As of March 31, 2010, Davis International Fund had approximately 32.7% of assets invested in securities from emerging markets. See the prospectus for a complete listing of the principal risks.

Davis Funds has adopted a Portfolio Holdings Disclosure policy that governs the release of non-public portfolio holding information. This policy is described in detail in the applicable prospectus. Visit davisfunds.com or call 800-279-0279 for the most current public portfolio holdings information.

Broker-dealers and other financial intermediaries may charge Davis Advisors substantial fees for selling its products and providing continuing support to clients and shareholders. For example, broker-dealers and other financial intermediaries may charge: sales commissions; distribution and service fees; and record-keeping fees. In addition, payments or reimbursements may be requested for: marketing support concerning Davis Advisors' products; placement on a list of offered products; access to sales meetings, sales representatives and management representatives; and participation in conferences or seminars, sales or training programs for invited registered representatives and other employees, client and investor events, and other dealer-sponsored events. Financial advisors should not consider Davis Advisors' payment(s) to a financial intermediary as a basis for recommending Davis Advisors.

During the period from inception (December 29, 2006) through December 30, 2009, only the directors, officers and employees of the Fund or its investment adviser and sub-adviser (and the investment adviser itself and affiliated companies) were eligible to purchase Fund shares. During this time period the Fund's investment strategies and operations were substantially the same as they are expected to be in the future.

Since inception, the high and low turnover ratio for Davis International Fund was 25% and 4% respectively

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

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.

Turnover Rate is a measure of the trading activity in a mutual fund's investment portfolio that reflects how often securities are bought and sold. These amounts are as of the most recent audited financial statement.

Expense Ratio is the cost of doing business for a mutual fund, expressed as a percentage of the fund's net assets. These amounts are as of the most recent prospectus.

The MSCI ACWI® (All Country World Index) ex USA 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.

Shares of the Davis 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.