

Davis New York Venture Fund

Historically Outperformed the Market and Its Peers Using a Disciplined Investment Approach

At Davis Advisors, our ability to deliver superior long-term results for investors is attributable to two critical factors¹:

- Steadfastly adhering to our signature investment discipline of purchasing durable businesses at value prices and holding them for the long-term.
- Resisting the temptation to let emotions like fear and greed influence our investment decisions.

As the chart shows, by focusing intently on the fundamentals of individual companies and remaining unemotional in the face of market panic or euphoria, the **Davis New York Venture Fund has outperformed the S&P 500[®] Index and the Average Large-Cap Fund by an average of 2.5% per year** since its inception in 1969.² As highlighted at the bottom of the chart, in dollar terms, a hypothetical **\$10,000 invested in the Davis New York Venture Fund in 1969 compounded to \$984,495 vs. \$400,311 for the S&P 500[®] Index.**²

A Hypothetical \$10,000 Invested in Davis New York Venture Fund in 1969 Compounded to \$984,495 vs. \$400,311 for the Market²

Year	DNYVF (Class A, without a sales charge)	S&P 500 [®] Index	Average Large-Cap Fund
1969	20.3% ³	-7.1% ³	-4.0% ⁴
1970	-26.1	4.0	-4.3
1971	28.0	14.3	19.5
1972	22.2	19.0	15.4
1973	-24.1	-14.7	-19.1
1974	-20.1	-26.5	-23.5
1975	23.2	37.2	35.0
1976	20.8	23.9	26.8
1977	4.5	-7.2	0.8
1978	19.5	6.6	11.9
1979	38.9	18.6	28.0
1980	44.0	32.5	33.1
1981	1.1	-4.9	-0.8
1982	25.4	21.6	26.9
1983	23.0	22.6	21.6
1984	4.8	6.3	1.4
1985	37.5	31.7	29.5
1986	22.0	18.7	16.5
1987	-1.5	5.3	2.6
1988	21.4	16.6	15.2
1989	34.6	31.6	27.3
1990	-2.9	-3.1	-3.6
1991	40.6	30.4	34.0
1992	12.2	7.6	8.2
1993	16.1	10.1	11.9
1994	-1.9	1.3	-0.8
1995	40.6	37.5	32.7
1996	26.5	22.9	20.8
1997	33.7	33.4	27.8
1998	14.7	28.6	23.6
1999	17.6	21.0	21.4
2000	9.9	-9.1	-3.0
2001	-11.4	-11.9	-13.3
2002	-17.2	-22.1	-22.6
2003	32.3	28.7	27.5
2004	12.4	10.9	10.0
2005	10.7	4.9	6.3
2006	15.1	15.8	12.3
2007	5.0	5.5	8.4
2008	-40.0	-37.0	-38.1
2009	32.1	26.5	29.1
Cumulative Total Return	9,745%	3,903%	3,985%
Average Annual Rate of Return	11.9%	9.4%	9.5%
Value of a Hypothetical \$10,000 Initial Investment	\$984,495	\$400,311	\$408,547

Annualized Returns as of December 31, 2009	1 Year	5 Years	10 Years
DNYVF Class A (including a maximum 4.75% sales charge)	25.78%	0.18%	1.93%

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 total annual operating expense ratio for Class A shares as of the most recent prospectus was 0.92%. The total annual operating expense ratio 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 davisfunds.com or call 800-279-0279.

There is no guarantee that the Davis New York Venture Fund will continue to outperform the market or its peers or that it will deliver attractive results in the future. Past performance is not a guarantee of future results.

¹Past performance is not a guarantee of future results. ²Class A shares, not including a sales charge. Returns are from 2/17/69 – 12/31/09. **Past performance is not a guarantee of future results.** The average of the S&P 500[®] Index and the Average Large-Cap Fund is 9.45%. ³Returns are from inception of DNYVF (2/17/69). ⁴Lipper will not calculate returns with inceptions in the middle of the month. Inception date used is 2/28/69.

This report is authorized for use by existing shareholders. A current Davis New York Venture Fund prospectus must accompany or precede this material 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.

This piece includes candid statements and observations regarding investment strategies, economic and market conditions; however, there is no guarantee that these statements, opinions or forecasts will prove to be correct. These comments may also include the expression of opinions that are speculative in nature and should not be relied on as statements of fact.

Davis New York Venture Fund's investment objective is long-term growth of capital. There can be no assurance that the Fund will achieve its objective. The Fund invests primarily in equity securities issued by large companies with market capitalizations of at least \$10 billion. Some important risks of an investment in the Fund are: market risk: the market value of shares of common stock can change rapidly and unpredictably; company risk: the market value of a common stock varies with the success or failure of the company issuing the stock; financial services risk: investing a significant portion of assets in the financial services sector may cause a fund to be more volatile as securities within the financial services sector are more prone to regulatory action in the financial services industry, more sensitive to interest rate fluctuations, and are the target of increased competition; and 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. As of December 31, 2009, Davis New York Venture Fund had approximately 14.6% of assets invested in foreign companies. See the prospectus for a complete listing of the principal risks.

The Average Large-Cap Fund is represented by the equities in the Lipper Average Large-Cap peer group. The Lipper Average Large-Cap peer group is a combined category including the Lipper Large-Cap Growth, Core, and Value peer groups. Lipper Large-Cap peer groups are funds that, by portfolio practice, 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. Funds are categorized as Growth, Core, or Value based on their portfolio characteristics; price to earnings ratio; price to book ratio; and three year sales per share growth value. Growth funds typically have above-average characteristics, Core funds typically have average characteristics, and Value funds typically have below-average characteristics, compared to the S&P 500® Index. Davis New York Venture Fund is classified by Lipper as a Large-Cap Core Fund.

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.

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 April 30, 2010, this material must be accompanied by a supplement containing performance data for the most recent quarter end.

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.