

3Q 2019 Update

William Blair Emerging Markets Small Cap Growth Fund

OBJECTIVE

Capital Appreciation

CHARACTERISTICS

The Fund seeks to invest in emerging markets small cap companies with superior quality and growth characteristics relative to competitors.

WHY CONSIDER THIS FUND?

- Reflects a long history of identifying undiscovered small companies with strong management teams and unique capabilities
- Consumer-focused, reflecting the secular growth opportunity in developing economies
- Employs dedicated small cap analysts to ensure coverage of expanding opportunity set
- Managed by a seasoned team with decades of emerging markets experience

EXPENSE RATIOS (%)

	Gross Expense	Net Expense
Class I	1.38	1.30
Class N	1.70	1.55

Expenses shown are as of the most recent prospectus. The Fund's Adviser has contractually agreed to waive fees and/or reimburse expenses to limit fund operating expenses until 4/30/20.

FUND FACTS AND STATISTICS¹

Total Net Assets (\$MM)	\$260
Number of Holdings	128
Wgt'd Avg Mkt Cap (\$BB)	\$1.9
Unwgt'd Median Mkt Cap (\$BB)	\$1.4
P/E Ratio (Next 12 Months)	20.8
EPS Growth (Long-Term Projected)	20.0
Trailing 1-Year Turnover (%)	150.2
Cash (%)**	0.2
Standard Deviation (% Since Incep.)	
Fund - Class I	13.21
Index ²	14.54

** Cash represents cash and any short-term or overnight investments held by the Fund.

INVESTMENT PERFORMANCE % (as of 09/30/19)

	QTR	YTD	1Y	3Y	5Y	Since Incep.
Class I (SI: 10/24/11)	0.26	9.26	2.78	1.55	1.17	7.99
Class N (SI: 10/24/11)	0.20	9.10	2.50	1.25	0.87	7.69
MSCI Emerging Markets Small Cap Index (net) ²	-4.58	1.81	-5.49	1.32	-0.13	2.69
Morningstar Diversified Emerging Mkts Category ³	-3.64	7.99	-0.03	5.06	1.66	—

CALENDAR YEAR PERFORMANCE %

	2018	2017	2016	2015	2014	2013	2012	2011†
Class I (SI: 10/24/11)	-23.31	40.53	-5.11	-6.03	14.73	16.70	34.62	-2.70
Class N (SI: 10/24/11)	-23.57	40.09	-5.33	-6.40	14.41	16.42	34.23	-2.70
MSCI Emerging Markets Small Cap Index (net) ²	-18.59	33.84	2.28	-6.85	1.01	1.04	22.22	-6.32

† Since Fund's inception on 10/24/11 through 12/31/11.

Performance cited represents past performance. Past performance does not guarantee future results and current performance may be lower or higher than the data quoted. Returns shown assume reinvestment of dividends and capital gains. Investment returns and principal will fluctuate with market and economic conditions and you may have a gain or loss when you sell shares. For the most current month-end performance information, please call +1 800 742 7272, or visit our Web site at www.williamblairfunds.com. Class N shares are available to the general public without a sales load. Class I shares are available only to investors who meet certain eligibility requirements.

MORNINGSTAR RATINGS AND RANKINGS*

	Overall	1Y	3Y	5Y	10Y
Class I Rating	★★	—	★	★★★	—
Class N Rating	★★	—	★	★★★	—
Class I Percentile Ranking		25	93	65	—
Class N Percentile Ranking		27	95	69	—
# of Funds in Category		839	701	569	243

Morningstar Rating: 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 three-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 three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-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 three-year period actually has the greatest impact because it is included in all three rating periods. **Morningstar Ranking:** Morningstar Percentile Rankings are based on the Fund's total return (excluding sales charge) relative to all the funds in the same Morningstar category, where 1 is the highest and 100 is the lowest percentile rank. Ratings and rankings are one measure of performance. Some of our Funds have experienced negative performance for the time periods shown. For the most current performance, please visit williamblairfunds.com.

TOP TEN HOLDINGS (%)^{4,5}

Company	Industry	Country	% of Fund
Li Ning Company Limited	Textiles, Apparel & Luxury Goods	China	1.8
PT Ace Hardware Indonesia Tbk	Specialty Retail	Indonesia	1.7
Dino Polska S.A.	Food & Staples Retailing	Poland	1.7
Notre Dame Intermedica Participacoes S.A.	Health Care Providers & Services	Brazil	1.7
HDFC Asset Management Company Ltd.	Capital Markets	India	1.6
Centre Testing International Group Co., Ltd.	Professional Services	China	1.6
Country Garden Services Holdings Company Limited	Commercial Services & Supplies	China	1.6
Yihai International Holding Ltd.	Food Products	China	1.6
Cyrela Brazil Realty S.A. Empreendimentos e Participacoes	Household Durables	Brazil	1.6
Parade Technologies, Ltd.	Semiconductors & Semiconductor Equipment	Taiwan	1.5

Total Top 10 16.4

PORTFOLIO MANAGEMENT



Todd McClone, CFA
Started in Industry: 1992
Education: B.A., Univ. of Wisconsin-Madison



Casey Preyss, CFA
Started in Industry: 1999
Education: M.B.A., Univ. of Chicago; B.A. B.S., The Ohio State Univ.

SECTOR DIVERSIFICATION (%)^{4,5}

Sector Type	Fund	Index ²
Consumer Discretionary	21.5	14.1
Information Technology	19.7	15.6
Industrials	15.4	14.2
Financials	12.1	9.9
Consumer Staples	10.0	6.5
Health Care	7.9	7.8
Materials	6.1	12.2
Real Estate	3.5	8.5
Communication Services	3.1	4.1
Utilities	0.7	4.9
Energy	0.0	2.2

GEOGRAPHIC DIVERSIFICATION (%)^{4,5}

Region	Fund	Index ²
Emerging Asia	74.6	71.4
Emerging Europe, Mid-East, Africa	6.6	14.9
Emerging Latin America	18.8	13.7

MARKET CAP DIVERSIFICATION (%)^{4,5*}

Market Cap	Fund	Index ²
> \$15.0B	0.0	0.1
\$3.0B - \$15.0B	14.7	1.3
< \$3.0B	85.3	98.6

* These amounts are calculated using float-adjusted market capitalizations

- Weighted Average Market Capitalization:** The Weighted Average Market Capitalization for a portfolio is calculated as the average market capitalization of the stocks within the portfolio, weighted by the amount of each stock owned. **Unweighted Median Market Capitalization:** This calculation represents the median market capitalization of the stocks in the portfolio, regardless of the amount of each stock owned. **P/E (Price/Earnings) Ratio:** A stock with a higher P/E ratio would be considered more expensive relative to another stock with a lower P/E. An investor may pay a higher P/E for a stock for several reasons including, but not limited to, an expectation that the company possesses higher returns on invested capital, less economic sensitivity, higher consistency of earnings and/or higher earnings growth potential. **EPS Growth (Long-Term Projected):** This measure represents the weighted average of forecasted growth in earnings expected to be experienced by stocks within the portfolio over the next 3-5 years. This projected earnings growth should not be considered an indication of future fund performance. **Trailing 1-Year Turnover:** This figure reflects the portfolio's trading activity by calculating the amount of the portfolio's holdings bought or sold over the prior year, expressed as a percentage of the portfolio's average market value. Turnover figures may be related to the amount of trading costs experienced by the portfolio. **Standard Deviation:** A higher standard deviation represents a greater dispersion of returns, and thus, a greater amount of risk. Standard deviation returns shown are annualized and calculated using monthly returns. Funds without a 10-year history are reported against the Fund's inception date. If the Fund's inception date does not fall on the first day of a given month, the annualized standard deviation is calculated based on the first day of the month following the Fund's inception date.
- The Morgan Stanley Capital International (MSCI) Emerging Markets Small Cap Index (net) is a free float-adjusted market capitalization index that is designed to measure equity market performance of small cap companies in emerging markets. This series approximates the minimum possible dividend reinvestment. It is not possible to directly invest in an unmanaged index.
- The Morningstar Diversified Emerging Markets Category represents the average annual composite performance of all mutual funds listed in the Diversified Emerging Markets Category by Morningstar.
- Top ten holdings are shown as % of total net assets. Sector, Market Cap, and Geographic Diversification charts show % of investments for the Fund and its benchmark Index and exclude cash equivalents.
- Information about the Fund's holdings should not be considered investment advice. There is no guarantee that the Fund will continue to hold any one particular security or stay invested in any one particular sector. Holdings are subject to change at any time.

Risks: The Fund involves a high level of risk and may not be appropriate for everyone. You should only consider it for the aggressive portion of your portfolio. The Fund holds equities which may decline in value due to both real and perceived general market, economic, and industry conditions. International investing involves special risk considerations, including currency fluctuations, higher volatility, lower liquidity, economic and political risk. Investing in emerging markets can increase these risks. Individual securities may not perform as expected or a strategy used by the Adviser may fail to produce its intended result. To the extent the Fund invests a significant portion of its assets in one country, the Fund will be more vulnerable to the risks of adverse economic or political forces in that country. Currency rates may fluctuate significantly over short periods of time and may reduce the returns of a portfolio. Convertible securities may be called before intended, which may have an adverse effect on investment objectives. Investing in smaller companies involves special risks, including higher volatility and lower liquidity. Diversification does not ensure against loss.

Please carefully consider the Fund's investment objectives, risks, charges, and expenses before investing. This and other information is contained in the Fund's prospectus and summary prospectus, which you may obtain by calling +1 800 742 7272. Read the prospectus and summary prospectus carefully before investing. Investing includes the risk of loss.

This content is for informational and educational purposes only and not intended as investment advice or a recommendation to buy or sell any security. Investment advice and recommendations can be provided only after careful consideration of an investor's objectives, guidelines, and restrictions.

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