



# FMI Common Stock Fund

Institutional Class | FMIUX

Annual Shareholder Report | September 30, 2024



This annual shareholder report contains important information about the FMI Common Stock Fund for the period of October 1, 2023, to September 30, 2024. You can find additional information about the Fund at <https://www.fmimgt.com/common-stock-fund/>. You can also request this information by contacting us at 1-800-811-5311.

## WHAT WERE THE FUND COSTS FOR THE PAST YEAR? (based on a hypothetical \$10,000 investment)

Class Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Institutional Class	\$94	0.84%

## HOW DID THE FUND PERFORM LAST YEAR AND WHAT AFFECTED ITS PERFORMANCE?

Over the past 12 months ending September 30, 2024, the FMI Common Stock Fund Institutional Class gained 24.87%, compared with 26.76% for the Russell 2000® Index and 25.88% for the Russell 2000® Value Index. The Fund invests in quality businesses that have strong balance sheets and trade at discount valuations. We strive to generate strong absolute returns through a full cycle while having less volatility. We typically lag in more speculative-driven bull markets like the one seen over the past fiscal year.

## WHAT FACTORS INFLUENCED PERFORMANCE

Inflation moderated during the period, and several central banks started cutting interest rates, leading to investor enthusiasm and rising equity markets across market caps and geographies. The small cap benchmarks are littered with money losing companies, but we are encouraged to see profitable small cap companies in the U.S. trade near their widest discount to large caps in over 40 years, aside from the 2000 technology bubble. The FMI Common Stock Fund trades at a meaningful discount to both benchmarks. The biggest driver of the Russell 2000® Index was the Finance sector, as Banks (Regional and Major) and Real Estate Investment Trusts bounced off lows from the 2023 regional banking crisis. The Fund was underweight in Finance, as many businesses in the sector do not fit our eye in terms of business quality and balance sheet strength. Conversely, the Fund's building products industry exposure was a sizeable tailwind to returns as negative sentiment around housing and commercial construction improved.

### Top Contributors

- ↑ Sectors: Producer Manufacturing, Finance, Electronic Technology
- ↑ Positions: Carlisle Cos. Inc., Insight Enterprises Inc., Houlihan Lokey Inc. Cl A

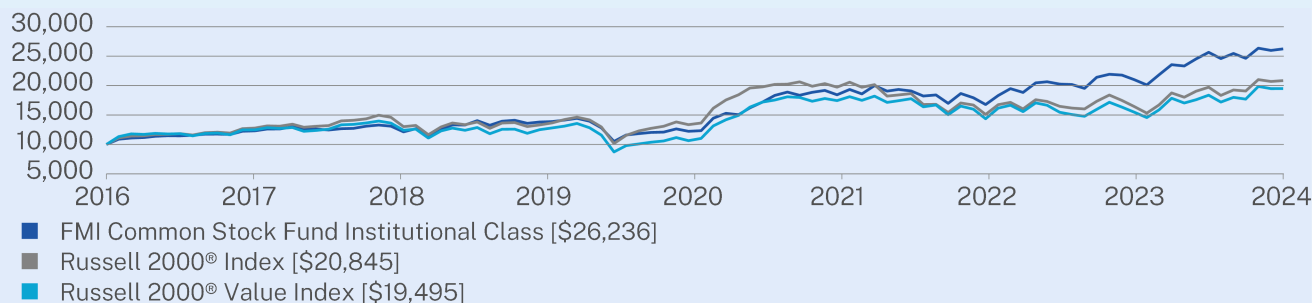
### Top Detractors

- ↓ Sectors: Consumer Durables, Process Industries, Retail Trade
- ↓ Positions: Atkore Inc., Henry Schein Inc., Robert Half Inc.

## HOW DID THE FUND PERFORM SINCE INCEPTION?\*

The \$10,000 chart reflects a hypothetical \$10,000 investment in the class of shares noted and assumes the maximum sales charge. The chart uses total return NAV performance and assumes reinvestment of dividends and capital gains. Fund expenses, including management fees and other expenses were deducted.

## CUMULATIVE PERFORMANCE (Initial Investment of \$10,000)



## ANNUAL AVERAGE TOTAL RETURN (%)

	1 Year	5 Year	Since Inception (10/31/2016)
<b>Institutional Class</b>	24.87	13.69	12.96
<b>Russell 2000® Index</b>	26.76	9.39	9.72
<b>Russell 2000® Value Index</b>	25.88	9.29	8.80

Visit <https://www.fmimgt.com/common-stock-fund/> for more recent performance information.

\* The Fund's past performance is not a good predictor of how the Fund will perform in the future. The graph and table do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares.

## KEY FUND STATISTICS (presented for the Fund as a whole as of September 30, 2024)

<b>Net Assets</b>	\$2,192,760,075
<b>Number of Holdings</b>	31
<b>Net Advisory Fee</b>	\$15,054,790
<b>Portfolio Turnover</b>	17%

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## WHAT DID THE FUND INVEST IN? (as of September 30, 2024)

**Top 10 Issuers**

	(% of total investments)
First American Treasury Obligations Fund	5.9%
Genpact Ltd.	4.7%
Carlisle Cos., Inc.	4.6%
Fortune Brands Innovations, Inc.	4.4%
Houlihan Lokey, Inc.	4.4%
Simpson Manufacturing Co., Inc.	4.2%
Insight Enterprises, Inc.	4.2%
Plexus Corp.	3.9%
Henry Schein, Inc.	3.9%
Skechers USA, Inc.	3.8%

## Sector Breakdown (% of total investments)



Producer Manufacturing (23.6%)
Finance (16.2%)
Distribution Services (15.7%)
Commercial Services (10.6%)
Electronic Technology (8.0%)
Consumer Services (6.1%)
Technology Services (4.2%)
Consumer Non-Durables (3.8%)
Retail Trade (3.8%)
Cash & Other (8.0%)

For additional information about the Fund; including its prospectus, financial information, holdings and proxy information, scan the QR code or visit <https://www.fmimgt.com/common-stock-fund/>.

**HOUSEHOLDING**

To reduce Fund expenses, only one copy of most shareholder documents may be mailed to shareholders with multiple accounts at the same address (Householding). If you would prefer that your FMI Funds, Inc. documents not be householded, please contact FMI Funds, Inc. at 1-800-811-5311, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by FMI Funds, Inc. or your financial intermediary.