FMI Large Cap Fund

Institutional Class I FMIQX

Annual Shareholder Report I September 30, 2026

FIDUCIARY MANAGEMENT, INC.
FMIFUNDS.COM

This annual shareholder report contains important information about the FMI Large Cap Fund for the period of October 1, 2025, to September 30, 2026. You can find additional information about the Fund at https://www.fmimgt.com/large-cap-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	$72	0.71%

HOW DID THE FUND PERFORM AND WHAT AFFECTED ITS PERFORMANCE?

Over the past 12 months ending September 30, 2026, the FMI Large Cap Fund Institutional Class ("The Fund") advanced by 1.58%, compared with a gain of 15.74% for the S&P 500 Index and 23.62% for the iShares Russell 1000 Value ETF.

U.S. Large Cap benchmarks were largely driven by the Electronic Technology sector in the period. Enthusiasm around Artificial Intelligence (AI) has been the major catalyst, with a stark bifurcation between companies that are benefiting from AI capital expenditures (capex) today and those that are not. Semiconductor stocks, data center operators, optical network suppliers, and AI infrastructure plays were among the big AI winners in the period, while companies perceived to be susceptible to AI disruption were under significant pressure. AI-linked companies now make up roughly 45% of the S&P 500's total market capitalization, the most concentrated in modern history. The Fund had minimal exposure to these AI capex beneficiaries, while owning several businesses that were perceived to carry AI risk. We find the latter to be a fertile hunting ground, but one that requires careful analysis and discernment, as we look to capitalize on select opportunities where we believe the idiosyncratic situation is misunderstood and the sell-off unjustified. Our underweight exposure to the Electronic Technology sector was The Fund's biggest detractor in the period.

Furthermore, the interest rate backdrop shifted materially over the period, with the Federal Reserve raising rates by 25 basis points in September to 3.75-4.00%, its first hike since 2023. The 10-year Treasury yield climbed to over 5%, its highest level since 2007, compounded by a spike in oil prices and a widening federal deficit. FMI's exposure in Industrial Machinery and Building Products underperformed, in sympathy with rising rates and recent cyclical weakness. We continue to believe the long-term set-up for housing is attractive. A lack of manufacturing exposure to AI end-markets also weighed on the sector comparison. The Fund's overweight exposure to Finance detracted, as the sector lagged the benchmark. The Fund had no exposure to Energy Minerals which also outperformed in the wake of the Iran War.

With many high-multiple stocks driving the S&P 500 and Russell 1000 Value's performance, FMI's focus on quality and valuation was a headwind. Much of the AI-related repricing in the period had been done by blunt instrument, with the sky as the limit for AI leaders, and a punishing retrenchment for perceived AI losers, regardless of whether the business is truly exposed to disintermediation. Our process has not changed amid this dispersion; we are looking for high-quality, well-financed franchises. This year's AI-driven volatility has simply widened the opportunity set. The Fund trades at a discount to its respective benchmarks on a variety of valuation measures.

Top Sector Contributors
- ↑ Health Services
- ↑ Health Technology
- ↑ Industrial Services

Top Sector Detractors
- ↓ Electronic Technology
- ↓ Retail Trade
- ↓ Consumer Durables

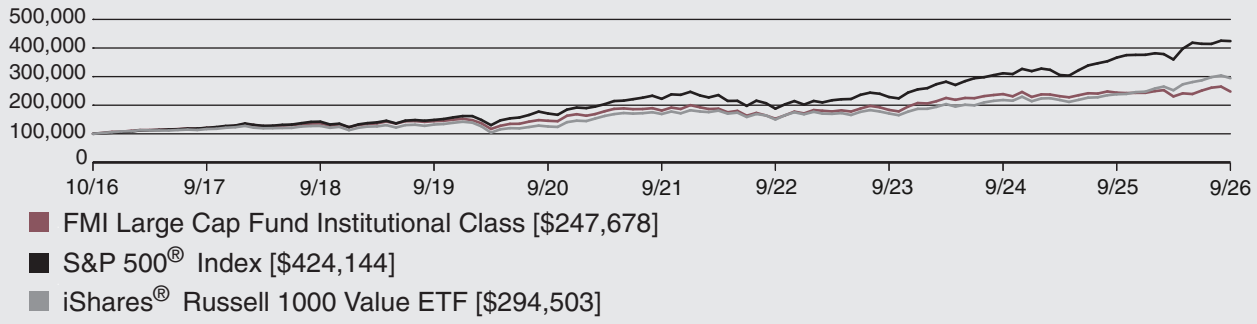
Top Contributors
- ↑ Aramark
- ↑ Alphabet Inc. Cl A
- ↑ Becton Dickinson & Co.

Top Detractors
- ↓ Booking Holdings Inc.
- ↓ Accenture PLC Cl A
- ↓ CarMax Inc.

HOW DID THE FUND PERFORM SINCE INCEPTION?*

The $100,000 chart reflects a hypothetical $100,000 investment in the class of shares noted. 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 $100,000)



AVERAGE ANNUAL TOTAL RETURN (%)	1 Year	5 Year	Since Inception (10/31/2016)
Institutional Class	1.58	6.44	9.58
S&P 500® Index	15.74	13.79	15.69
iShares® Russell 1000 Value ETF	23.62	11.73	11.52

Visit https://www.fmimgt.com/large-cap-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, 2026)

Net Assets	$990,849,838	**Net Advisory Fee**	$7,650,751
Number of Holdings	25	**Portfolio Turnover**	33%

WHAT DID THE FUND INVEST IN? (% of total investments as of September 30, 2026)

Top 10 Issuers	
Charles Schwab Corp.	7.5%
Avery Dennison Corp.	5.8%
Booking Holdings, Inc.	5.7%
Accenture PLC	5.6%
Capital One Financial Corp.	5.5%
Aramark	5.3%
Ferguson Enterprises, Inc.	5.1%
Becton Dickinson & Co.	5.0%
CDW Corp.	4.5%
Carrier Global Corp.	4.5%

Sector Breakdown	
Finance	30.8%
Technology Services	12.2%
Consumer Services	11.0%
Producer Manufacturing	9.7%
Health Services	8.1%
Process Industries	5.8%
Distribution Services	5.1%
Health Technology	5.0%
Consumer Durables	4.2%
Cash & Other	8.1%

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/large-cap-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 Fund documents not be householded, please contact the Fund at 1-800-811-5311, or contact your financial intermediary. Your instructions will typically be effective within 30 days of receipt by the Fund or your financial intermediary.