



## AB DISCOVERY VALUE FUND

Advisor Class: ABYSX

### OBJECTIVE

- + Long-term growth of capital

### PRIMARY INVESTMENTS

- + Stocks of small- and mid-cap US companies
- + May also invest in companies based outside the US

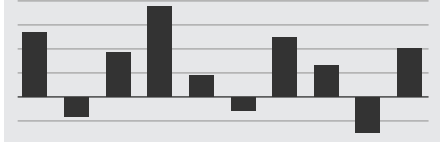
### FUND OVERVIEW

- + Seeks out-of-favor small- and mid-cap stocks with attractive long-term earnings prospects
- + Smaller cap stocks offer greater opportunity for fundamental stock selection since they're covered by fewer industry analysts
- + Experienced team follows a disciplined process, using global research to uncover compelling value opportunities

### ANNUAL PERFORMANCE FOR ADVISOR CLASS

Total Return (%)

26.86 -8.16 18.45 37.66 8.91 -5.57 24.64 12.98 -14.98 20.04



### AVERAGE ANNUAL TOTAL RETURNS: ADVISOR CLASS PERFORMANCE

	QTD	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs	Since Inception	Expense Ratios as of 2/28/20	
Discovery Value Fund <sup>†</sup>	20.97%	-23.24%	-19.12%	-4.41%	0.43%	8.14%	8.48%	Gross	0.88%
Russell 2500 Value Index	20.60	-21.18	-15.50	-2.60	1.85	8.81	7.84	Net <sup>‡</sup>	-
Russell 2500 Index	26.56	-11.05	-4.70	4.08	5.41	11.46	8.70		
Morningstar Mid-Cap Value Category	19.39	-19.78	-13.56	-1.59	2.10	8.86	6.95		

The performance shown above represents past performance and does not guarantee future results. Current performance may be lower or higher than the performance information shown. You may obtain performance information current to the most recent month-end by visiting [www.abfunds.com](http://www.abfunds.com). The investment return and principal value of an investment in the Portfolio will fluctuate, so that your shares, when redeemed, may be worth more or less than their original cost. Advisor Class shares have no front-end or contingent deferred sales charges, however when purchased through a financial advisor additional fees may apply. Returns for other share classes will vary due to different charges and expenses. Performance assumes reinvestment of distributions and does not account for taxes. If applicable, high double-digit returns are highly unusual and cannot be sustained; such returns are primarily achieved during favorable market conditions.

<sup>†</sup> The Fund's Advisor Class share inception date is 3/29/01 and is the date used to calculate since inception annualized performance.

<sup>‡</sup> If applicable, this reflects the Adviser's contractual waiver of a portion of its advisory fee and/or reimbursement of a portion of the Fund's operating expenses. Absent reimbursements or waivers, performance would have been lower.

Sources: FactSet, Morningstar Inc. and AB.

**PORTFOLIO MANAGEMENT AND YEARS OF INDUSTRY EXPERIENCE**

- + James W. MacGregor, 27 years
- + Erik Turenchalk, 24 years

Class	Ticker	Inception Date
A	ABASX	3/29/01
C	ABCSX	3/29/01
Advisor	ABYSX	3/29/01
I	ABSIX	3/1/05
Z	ABSZX	10/15/13

**Portfolio Characteristics & Statistics**

Assets (\$mil)	\$2,168.6
Beta (Trailing 3-year) <sup>1</sup>	1.04
Standard Deviation (Trailing 3-year) <sup>2</sup>	23.63
Weighted Avg Cap	\$4.3B
Total Number of Holdings	97
Portfolio Turnover Rate (as of 2/28/20) <sup>3</sup>	36%

- <sup>1</sup> Beta measures a fund's volatility relative to its benchmark.
- <sup>2</sup> Standard Deviation is a measure of the dispersion of a portfolio's return from its mean.
- <sup>3</sup> Portfolio Turnover Rate is a measure of how frequently securities are bought and sold.
- <sup>4</sup> Holdings are expressed as a percentage of total investments and may vary over time. They are provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned.

**Top Ten Equity Holdings<sup>4</sup>**

Company	Sector	
Masonite Intl	Industrials	1.74%
Papa John's Intl	Consumer Discretionary	1.73
Williams-Sonoma	Consumer Discretionary	1.71
Regal Beloit	Industrials	1.71
Hain Celestial	Consumer Staples	1.67
Brunswick	Consumer Discretionary	1.67
PulteGroup	Consumer Discretionary	1.64
Callaway Golf	Consumer Discretionary	1.57
Quanta Services	Industrials	1.55
Everest Re Group	Financials	1.55

**Sector Breakdown<sup>4</sup>**

Financials	20.22%
Industrials	18.23
Consumer Discretionary	16.32
Information Technology	12.36
Real Estate	10.73
Materials	5.31
Consumer Staples	5.08
Utilities	3.95
Healthcare	3.30
Energy	2.57
Cash and Cash Equivalents	1.36
Communication Services	0.57

Russell 2500 Value Index represents the performance of small- to mid-cap value companies within the US. Russell 2500 Index represents the performance of 2,500 small- to mid-cap companies within the US.

Investors cannot invest directly in indices or averages, and their performance does not reflect fees and expenses or represent the performance of any AB fund.

**A WORD ABOUT RISK**

**Market Risk:** The market values of the portfolio's holdings rise and fall from day to day, so investments may lose value. **Capitalization Size Risk (Small/Mid):** Small- and mid-cap stocks are often more volatile than large-cap stocks—smaller companies generally face higher risks due to their limited product lines, markets and financial resources.

**Foreign (Non-US) Risk:** Non-US securities may be more volatile because of political, regulatory, market and economic uncertainties associated with such securities.

Fluctuations in currency exchange rates may negatively affect the value of the investment or reduce returns. These risks are magnified in emerging or developing markets.

**Derivatives Risk:** Investing in derivative instruments such as options, futures, forwards or swaps can be riskier than traditional investments, and may be more volatile, especially in a down market.

**Investors should consider the investment objectives, risks, charges and expenses of the Fund/Portfolio carefully before investing. For copies of our prospectus or summary prospectus, which contain this and other information, visit us online at [www.abfunds.com](http://www.abfunds.com) or contact your AB representative. Please read the prospectus and/or summary prospectus carefully before investing.**

