

- Objectives** ■ The Fund seeks long-term growth of principal and income.
- Strategy** ■ The Fund invests primarily in a diversified portfolio of equity securities issued by non-U.S. companies from at least three different countries, including emerging market countries. The Fund is not required to allocate its investments in set percentages in particular countries. The Fund typically invests in medium-to-large well established companies based on standards of the applicable market.
- Risks** ■ The Fund is subject to market risk, meaning holdings in the Fund may decline in value for extended periods due to the financial prospects of individual companies or due to general market and economic conditions. Investing in non-U.S. securities may entail risk due to foreign economic and political developments; this risk may be higher when investing in emerging markets. Please read the prospectus for specific details regarding the Fund's risk profile.

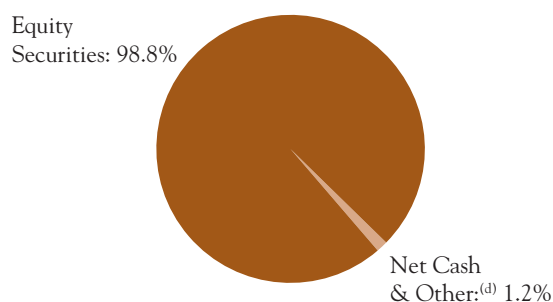
**GENERAL INFORMATION**

|                                 |         |
|---------------------------------|---------|
| Net Asset Value Per Share       | \$41.65 |
| Total Net Assets (billions)     | \$58.6  |
| Expense Ratio                   | 0.64%   |
| 2016 Portfolio Turnover Rate    | 17%     |
| 30-Day SEC Yield <sup>(a)</sup> | 1.61%   |
| Number of Companies             | 69      |
| Fund Inception                  | 2001    |

No sales charges or distribution fees

**Investment Manager:** Dodge & Cox, San Francisco. Managed by the International Equity Investment Committee, whose eight members' average tenure at Dodge & Cox is 22 years.

**ASSET ALLOCATION**



**PORTFOLIO CHARACTERISTICS**

|  | Fund  | MSCI EAFE |
|--|-------|-----------|
| Median Market Capitalization (billions)  | \$31  | \$9       |
| Weighted Average Market Capitalization (billions)  | \$65  | \$53      |
| Price-to-Earnings Ratio <sup>(b)</sup>   | 14.4x | 14.8x     |
| Countries Represented  | 25    | 21        |
| Emerging Markets (Brazil, China, India, Mexico, Russia, South Africa, South Korea, Thailand, Turkey, United Arab Emirates) | 25.9% | 0.0%      |

**REGION DIVERSIFICATION (%)<sup>(c)</sup>**

|                                   | Fund | MSCI EAFE |
|-----------------------------------|------|-----------|
| Europe (excluding United Kingdom) | 42.2 | 45.5      |
| Pacific (excluding Japan)         | 13.0 | 12.6      |
| United Kingdom                    | 12.7 | 17.9      |
| Japan                             | 11.2 | 23.4      |
| Latin America                     | 7.4  | 0.0       |
| Africa/Middle East                | 5.5  | 0.6       |
| United States                     | 4.5  | 0.0       |
| Canada                            | 2.3  | 0.0       |

**TEN LARGEST HOLDINGS (%)<sup>(c)</sup>**

|   | Fund |
|---|------|
| Samsung Electronics Co., Ltd. (South Korea) | 4.1  |
| Sanofi (France)                             | 3.9  |
| Naspers, Ltd. (South Africa)                | 3.8  |
| Novartis AG (Switzerland)                   | 3.3  |
| BNP Paribas SA (France)                     | 2.7  |
| ICICI Bank, Ltd. (India)                    | 2.6  |
| Itau Unibanco Holding SA (Brazil)           | 2.6  |
| Schneider Electric SA (France)              | 2.5  |
| Liberty Global PLC (United Kingdom)         | 2.5  |
| Standard Chartered PLC (United Kingdom)     | 2.4  |

**SECTOR DIVERSIFICATION (%)**

|                            | Fund | MSCI EAFE |
|----------------------------|------|-----------|
| Financials                 | 27.1 | 21.3      |
| Consumer Discretionary     | 17.5 | 12.2      |
| Health Care                | 13.4 | 10.7      |
| Information Technology     | 13.2 | 5.7       |
| Industrials                | 8.1  | 14.3      |
| Energy                     | 7.5  | 5.0       |
| Materials                  | 5.7  | 7.9       |
| Telecommunication Services | 3.4  | 4.4       |
| Utilities                  | 1.0  | 3.4       |
| Consumer Staples           | 1.0  | 11.4      |
| Real Estate                | 0.9  | 3.7       |

<sup>(a)</sup> SEC Yield is an annualization of the Fund's net investment income for the trailing 30-day period. Dividends paid by the Fund may be higher or lower than implied by the SEC Yield.

<sup>(b)</sup> Price-to-earnings (P/E) ratios are calculated using 12-month forward earnings estimates from third-party sources.

<sup>(c)</sup> The Fund's portfolio holdings are subject to change without notice. The mention of specific securities is not a recommendation to buy, sell, or hold any particular security and is not indicative of Dodge & Cox's current or future trading activity.

<sup>(d)</sup> Net Cash & Other includes cash, short-term investments, receivables, and payables.

<sup>(e)</sup> The Fund may classify a company in a different category than the MSCI EAFE. The Fund generally classifies a company based on its country of incorporation, but may designate a different country in certain circumstances.

## Average Annual Total Return<sup>1</sup>

For periods ended

March 31, 2017

|                                      | 1 Year | 3 Years | 5 Years | 10 Years |
|--------------------------------------|--------|---------|---------|----------|
| Dodge & Cox International Stock Fund | 22.97% | 0.72%   | 7.32%   | 2.52%    |
| MSCI EAFE Index                      | 11.67  | 0.50    | 5.83    | 1.05     |

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Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated above. Performance is updated and published monthly. Visit the Fund's website at [dodgeandcox.com](http://dodgeandcox.com) or call 800-621-3979 for current month-end performance figures.

The Dodge & Cox International Stock Fund had a total return of 9.3% for the first quarter of 2017, compared to 7.2% for the MSCI EAFE (Europe, Australasia, Far East) Index.

### INVESTMENT COMMENTARY

During the first quarter, international equity markets appreciated notably. Every sector save Energy posted gains in the MSCI EAFE, the developed market benchmark, whereas every sector, including Energy, was up in the MSCI Emerging Markets Index. Emerging markets outperformed their developed market peers, rising 8% in local currency and up 11% when measured in U.S. dollars, compared to an increase of 5% in local currency and 7% in U.S. dollars for the MSCI EAFE. The Fund has substantial exposure to the developing world: 26% of its assets are invested in companies domiciled in selected emerging market countries.

International equity valuations are generally reasonable; however, trailing valuations are higher than they were 12 to 18 months ago. The gap between trailing and forward valuations has increased, suggesting investors are already incorporating meaningful earnings growth into their expectations. As a result, we have a more tempered outlook for equity returns than we did a year ago. Nonetheless, we continue to find attractive long-term opportunities in equity markets across the globe, especially in the Health Care sector. For example, we recently added to several Pharmaceuticals holdings, including AstraZeneca, Bayer, and Novartis. In addition, we added to the Fund's position in Engie, a multinational electric utility headquartered in France. When we made our initial investment in Engie in the fourth quarter of 2016, it became the first utility company held in the portfolio since 2012.

Looking back, the Fund's strong long-term performance results were achieved amid periods of outperformance, like today, interwoven with periods of underperformance. This is typical of active managers like Dodge & Cox that have a high active share. We believe investors who stay the course through market and performance volatility are able to achieve meaningful incremental results that accumulate over time. While we cannot predict future performance, our long-term focus and disciplined value orientation have benefited the Fund. We thank our fellow shareholders for your confidence in Dodge & Cox.

### FIRST QUARTER PERFORMANCE REVIEW

The Fund outperformed the MSCI EAFE by 2.1 percentage points during the quarter.

### KEY CONTRIBUTORS TO RELATIVE RESULTS

- Strong returns from the Fund's holdings in emerging markets (up 15%) contributed significantly to performance. Grupo Televisa (up 24%), Samsung Electronics (up 24%), JD.com (up 22%), Naspers (up 17%), and Itau Unibanco (up 17%) were particularly notable.
- The Fund's holdings in the Health Care sector (up 11% compared to up 8% for the MSCI EAFE sector) aided performance. AstraZeneca (up 16%) and Sanofi (up 12%) performed well.
- Additional contributors included Akzo Nobel (up 33%), Millicom International Cellular (up 31%), Liberty Global (up 18%), and Standard Chartered (up 16%).

### KEY DETRACTORS FROM RELATIVE RESULTS

- Weak relative returns from the Fund's holdings in the Industrials sector (up 7% compared to up 9% for the MSCI EAFE sector), combined with the Fund's underweight position in what turned out to be the second-strongest sector of the market, hindered results.
- The Fund's overweight position and holdings in the Energy sector (down 3% compared to down 2% for the MSCI EAFE sector) detracted from results. Saipem (down 19%), Schlumberger (down 6%), and Suncor Energy (down 5%) performed poorly.
- Since Consumer Staples was one of the strongest sectors of the market (up 9%), the Fund's underweight position in this sector (1% versus 11% for the MSCI EAFE sector) hurt performance.
- AEGON (down 7%) was an additional detractor.

<sup>1</sup> The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include dividends but, unlike Fund returns, do not reflect fees or expenses. The MSCI EAFE (Europe, Australasia, Far East) Index is a broad-based, unmanaged equity market index aggregated from 21 developed market country indices, excluding the United States and Canada. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, reviewed, or produced by MSCI. All returns are stated in U.S. dollars, unless otherwise noted.

MSCI EAFE is a service mark of MSCI Barra.

Before investing in any Dodge & Cox Fund, you should carefully consider the Fund's investment objectives, risks, and charges and expenses. To obtain a Fund's prospectus and summary prospectus, which contain this and other important information, visit [dodgeandcox.com](http://dodgeandcox.com) or call 800-621-3979. Please read the prospectus and summary prospectus carefully before investing.