

Parnassus Endeavor Fund

Third Quarter 2018

Strategy

The Parnassus Endeavor Fund invests with low turnover and high conviction in approximately 30 holdings. The Fund focuses on identifying companies with:

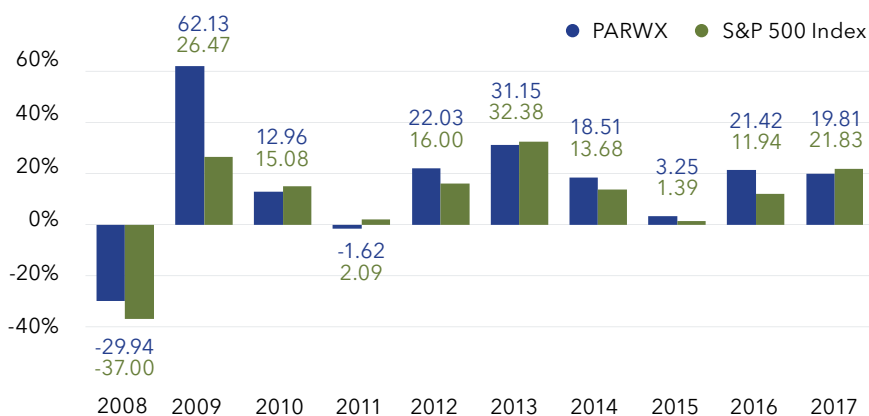
- Wide moats or strong competitive advantages that protect market share and profitability
- Quality management teams that will act in the best interest of shareholders
- Favorable three-year investment horizon

The Fund invests in large-capitalization companies that represent Parnassus' clearest expression of ESG investing: Portfolio companies must offer outstanding workplaces, and must not be engaged in the extraction, exploration, production, manufacturing or refining of fossil fuels. This workplace focus can result in significant exposure to technology companies, many of which are leaders in offering positive and innovative workplaces.

Total Returns (%)¹

As of 09/30/2018	3M	YTD	1Y	3Y	5Y	10Y	Since Incept. 04/29/05
PARWX	5.35	4.41	9.82	17.37	15.17	15.01	12.26
S&P 500 Index	7.71	10.56	17.91	17.31	13.95	11.97	9.38

Annual Returns (%)



¹All returns greater than one year are annualized.

²Percent based on total net assets as of date indicated.

Risks: The Fund's share price may change daily based on the value of its security holdings. Stock markets can be volatile, and stock values fluctuate in response to the asset levels of individual companies and in response to general U.S. and international market and economic conditions. In addition to large-cap companies, the Fund may invest in small- and/or mid-cap companies, which can be more volatile than large-cap firms. Security holdings in the fund can vary significantly from broad market indexes.

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The Parnassus Funds are underwritten and distributed by Parnassus Funds Distributor, a subsidiary of Parnassus Investments and a FINRA member.

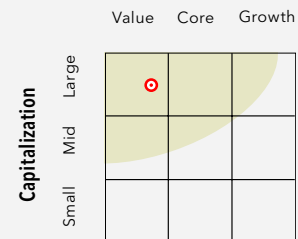
Investor Shares

PARWX

Morningstar Ratings™



Investment Style



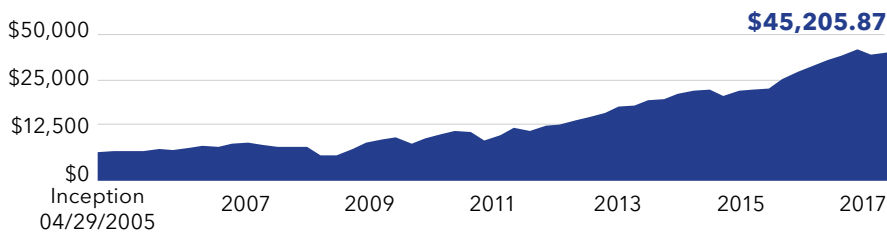
Ten Largest Holdings²

QUALCOMM Inc.	6.7%
Mattel Inc.	6.0%
CVS Health Corp.	5.5%
United Parcel Service Inc., Class B	4.7%
Alliance Data Systems Corp.	4.6%
Micron Technology Inc.	4.3%
Hanesbrands Inc.	4.3%
Bristol-Myers Squibb Co.	4.2%
Gilead Sciences Inc.	4.1%
American Express Co.	3.7%
Total	48.1%

Sector Weighting²

	PARWX	S&P 500 Index
Communication Services	3%	10%
Consumer Discretionary	15%	10%
Consumer Staples	0%	7%
Energy	0%	6%
Utilities	0%	3%
Financials	10%	13%
Health Care	23%	15%
Industrials	11%	10%
Materials	0%	2%
Information Technology	24%	21%
Real Estate	0%	3%
Short Term Investments	14%	0%

PARWX – Annual Growth of \$10,000 as of Dec 31, 2017³



Parnassus Overview

At Parnassus Investments, we invest responsibly to build wealth for our clients. We select businesses that we believe have increasingly relevant products or services, sustainable competitive advantages and quality management teams for our high conviction portfolios. Every investment we make must meet rigorous fundamental and environmental, social and governance (ESG) criteria.

Meet the Portfolio Managers



Jerome L. Dodson
Chairman, Portfolio Manager
2005–Present

- 42 years in the industry
- With firm since 1984
- MBA, Harvard Business School 1971
- BA, Political Science, University of California, Berkeley 1965



Billy J. Hwan
Portfolio Manager, Senior Research Analyst
2018–Present

- 17 years in the industry
- With firm since 2012
- MBA, University of California, Berkeley 2012
- MS, Accountancy, University of Houston 2005
- BS, Industrial Engineering, Stanford University 2001

Fund Facts	Investor Shares	Institutional Shares
Ticker	PARWX	PPFWX
Minimum Investment	\$2,000	\$100,000
Gross Expense Ratio	0.92%	0.72%
Net Expense Ratio	0.92%	0.72%
Inception Date	04/29/2005	04/30/2015

Distribution Frequency	Annually
Total Net Assets	\$5,123.0 M

Fund Characteristics	Fund	S&P 500 Index
Av Weighted Mkt Cap	\$84.3 B	\$247.6 B
P/E Ratio	18.0x	21.5x
P/B Ratio	3.3x	3.3x
Active Share	93.2%	–
Number of Holdings	32	505
Portfolio Turnover (2017 Annual)	43.2%	–

PARWX Statistics (5Yr)	Investor Shares	S&P 500 Index
Alpha	1.32%	–
Beta	0.99	1.00
R-Squared	0.76	1.00
Sharpe Ratio	1.36	1.42
Standard Deviation	10.86%	9.55%

³ The chart shows the growth of a hypothetical \$10,000 investment since inception and does not reflect the deduction of taxes a shareholder would pay on fund distributions or the redemption of fund shares.

All data as of 09/30/18, unless otherwise noted.

Average Weighted Market Cap is the average capitalization of all stocks in the portfolio, weighted by each holding's size in the portfolio. **Price/Earnings (P/E) Ratio** is a ratio of a stock's current price to its per-share earnings over the past 12 months. **Price/Book (P/B) Ratio** is the ratio of a stock's latest closing price divided by its book value per share. **Alpha** is a measure of performance on a risk-adjusted basis. Alpha takes the volatility (price risk) of a mutual fund and compares its risk-adjusted performance to a benchmark index. The excess return of the fund relative to the return of the benchmark index is a fund's alpha. **Beta** is a measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. A beta over 1.00 suggests that the share price will typically be more volatile than the market. **R-Squared** is a measurement of how closely the portfolio's performance correlates with the performance of a benchmark index such as the S&P 500 Index. **Standard Deviation** is a calculation used to measure the variability (risk) of a portfolio's performance. **Sharpe Ratio** is a ratio used to measure risk-adjusted performance. It is calculated by subtracting the risk-free rate from the rate of return for a portfolio and dividing the result by the standard deviation of the portfolio returns. **Active Share** measures the percentage amount your portfolio differs from a passive benchmark.

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. Parnassus Endeavor Fund was rated against the following numbers of Large Blend Funds over the following time periods: 1,196 funds in the last three years, 1,058 funds in the last five years, and 794 funds in the last ten years. **Sustainability Rating** as of 08/31/2018. Sustainability provides company-level analysis used in the calculation of Morningstar's Sustainability Score. Morningstar Rating is for the Investor class only; other classes may have different performance characteristics. © 2018 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

Performance data quoted represent past performance and are no guarantee of future returns. Current performance may be lower or higher than the performance data quoted, and most recent month end performance is available on the Parnassus website (www.parnassus.com). Investment return and principal will fluctuate, so that an investor's shares, when redeemed, may be worth more or less than their original principal cost. The Standard & Poor's 500 Composite Stock Price Index (the S&P 500 Index) is a widely recognized indexes of common stock prices. An individual cannot invest directly in an index. An index reflects no deductions for fees, expenses or taxes. Returns shown for the fund do not reflect the declaration of taxes a shareholder would pay on the fund distributions or the redemption of fund shares.

Before investing, an investor should carefully consider the investment objectives, risks, charges and expenses of the fund and should carefully read the prospectus or summary prospectus, which contain this information. A prospectus or summary prospectus can be obtained on the website, www.parnassus.com, or by calling (800) 999-3505.