

Class N | ARLSX

Class I | ALSIX

Class Z | ARLZX



Headquarters: Louisville, KY

Founded: 2005

Specialization: Absolute value approach

Portfolio Managers

Matthew W. Moran

Daniel Johnson

Morningstar Rating™

Based on Risk-Adjusted Returns



OVERALL MORNINGSTAR RATING

As of 06/30/20, ARLSX was rated 4, 3, 4, and 0 stars for the Overall, 3-, 5-, and 10-year periods against 183, 183, 141, and 39 Long-Short Equity funds, respectively.

Style

Long/Short Equity

Primary Benchmark

Russell 3000® Index

Secondary Benchmark⁴

50% Russell 3000® Index & 50% ICE BofAML 0-3 Month U.S. Treasury Bill Index

Fund Assets (Mil.\$)

18

About AMG Funds

The largest network of institutional quality boutique investment solutions through a single point of access

Unrivaled access to insights of over 25 independent and autonomous investment managers

More than 75 actively managed products covering the risk spectrum for investors searching beyond the index



Fund highlights

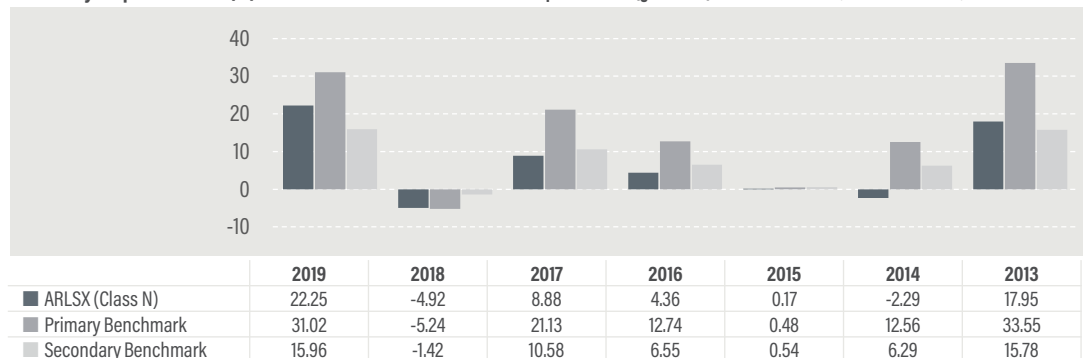
- Seeks to provide attractive, sustainable, low volatility returns over the long term, while minimizing downside portfolio risk
- Takes long and short equity positions using a value-driven, bottom-up approach
- Relies on a fundamentals-driven Absolute Value® investment philosophy

Average annual returns (%)¹ (as of 06/30/20)

	Inception	Q2	YTD	1 Yr	3 Yr	5 Yr	Since Incpt
ARLSX (Class N)	05/04/11	1.77	-8.82	-1.65	3.09	3.84	4.68
ALSIX (Class I)	03/04/13	1.83	-8.65	-1.37	3.35	4.09	4.08
ARLZX (Class Z)	09/29/17	1.82	-8.63	-1.29	-	-	2.87
Primary Benchmark	-	22.03	-3.48	6.53	10.04	10.03	11.33 ²
Secondary Benchmark	-	10.86	-0.16	5.51	6.47	6.00	6.28 ²

Calendar year performance (%)³

Expense Ratios (gross/net): Class N 2.85% / 2.44%, Class I 2.60% / 2.19%, Class Z 2.52% / 2.11%



Sector weightings (%)⁵

Sector	Long	Short	Primary Benchmark
Financials	16.97	-2.82	10.52
Communication Services	16.21	-1.20	9.81
Consumer Discretionary	11.16	-8.47	11.31
Industrials	10.16	-7.32	8.76
Health Care	7.43	0.00	14.90
Materials	5.89	-2.01	2.70
Consumer Staples	5.69	0.00	6.27
Utilities	4.55	0.00	2.96
Energy	1.25	0.00	2.61
Information Technology	0.00	-1.92	26.57
Real Estate	0.00	-2.15	3.59
Cash & Other	20.18	26.40 ⁷	0.00

Top ten long Positions (%)⁶

Position	% of Net Assets
Berkshire Hathaway Inc, Class B	4.74
Progressive Corp	3.29
Huntington Ingalls Industries Inc	2.84
NextEra Energy Inc	2.78
Cie Financiere Richemont SA ADR	2.45
Comcast Corp, Class A	2.22
Nintendo Co Ltd ADR	2.22
American Express Co	2.20
AptarGroup Inc	2.14
UniFirst Corp	2.08
TOTAL %	26.96

Top ten short Positions (%)⁶

Position	% of Net Assets
Caterpillar Inc	-1.42
Union Pacific Corp	-1.24
Ford Motor Co	-1.23
CenturyLink Inc	-1.20
Mercury General Corp	-1.16
Cooper Tire & Rubber Co	-1.12
Whirlpool Corp	-1.10
International Business Machines Corp	-1.04
BOK Financial Corp	-1.02
Planet Fitness Inc, Class A	-1.01
TOTAL %	-11.54

¹ Returns for periods less than one year are not annualized.

² Since the inception of Class N shares on May 04, 2011.

³ Performance is shown for the class of shares with the longest track record. If there are multiple share classes with the same inception date then performance represents the share class with the highest expense ratio. In cases where the share class with the longest track record has lower expenses, the performance of share classes with higher expenses would result in lower performance than that shown.

⁴ Effective October 20, 2017, the BofA Merrill Lynch indices were renamed ICE BofAML indices.

⁵ Weights may not equal 100% due to rounding.

⁶ Mention of a specific security should not be considered a recommendation to buy or a solicitation to sell that security. Holdings are subject to change.

⁷ This position represents the net position for cash and cash like securities.

The performance data shown represents past performance. Past performance is not a guarantee of future results. Current performance may be lower or higher than the performance data quoted. The investment return and the principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. For performance information through the most recent month end please call 800.835.3879 or visit our website at amgfunds.com.

Fund facts

Share Class	Ticker	Expense Ratio (Gross/Net)	Minimum Initial Investment	12b-1 Fees
Class N	ARLSX	2.85% / 2.44% ¹	\$2,000	0.25%
Class I	ALSIX	2.60% / 2.19% ¹	\$100,000	-
Class Z	ARLZX	2.52% / 2.11% ¹	\$5,000,000	-

Characteristics²

	Number of Holdings	Weighted Avg. Market Cap (Mil.\$)	Weighted Avg. P/E (Trailing EPS) ³	EPS Growth (Trailing 5-yr %) ^{4,5}	Percentage Exposure
Long	41	83,867	20.01	8.46	79.31
Short	35	20,548	15.02	1.08	-25.91
Primary Benchmark	3,008	328,919	22.51	13.00	-

Risk/reward statistics^{2,6}

Ticker	Alpha ⁷	Standard Deviation ⁵	Sharpe Ratio	Upside Capture Ratio ⁷	Downside Capture Ratio ⁷	Beta ⁷	Tracking Error ⁷	Information Ratio ⁷
ARLSX	-0.92	9.12	0.15	33.45	56.36	0.39	12.16	-0.57

¹ The Fund's Investment Manager has contractually agreed, through March 1, 2021, to limit fund operating expenses. The net expense ratio reflects this limitation, while the gross expense ratio does not. Please refer to the Fund's Prospectus for additional information on the Fund's expenses.

² Characteristics derived from FactSet.

³ Weighted harmonic average.

⁴ Weighted average.

⁵ Annualized.

⁶ Calculated for a three-year period.

⁷ Relative to primary benchmark.

Investors should carefully consider the Fund's investment objectives, risks, charges and expenses before investing. For this and other information, please call 800.835.3879 or visit amgfunds.com for a free Prospectus. Read it carefully before investing or sending money.

Definitions

Alpha: Alpha is a measure of performance on a risk-adjusted basis. Alpha takes the volatility (price risk) of a security or mutual fund and compares its risk-adjusted performance to a benchmark index. The excess return of the security or fund relative to the return of the benchmark index is a fund's alpha.

Beta: Beta measures the relationship between the portfolio's excess return over T-bills (representing a risk-free rate) relative to the excess return of the portfolio's benchmark. A low beta does not imply that the portfolio has a low level of volatility; rather, a low beta means that the portfolio's market-related risk is low. Beta is often referred to as systematic risk.

Downside Capture Ratio: The downside capture ratio measures a manager's performance in down markets relative to a particular benchmark. A down market is one in which the market's quarterly (or monthly) return is less than zero. For example, a ratio of 50% means that the portfolio's value fell half as much as its benchmark index during down markets.

Earnings Per Share (EPS): Earnings Per Share (EPS) is a company's profits per share of common stock.

Information Ratio: The information ratio (IR) measures a portfolio manager's ability to generate excess returns relative to a benchmark, but also attempts to identify the consistency of the portfolio manager. The higher the IR, the more consistent a manager is.

Market Capitalization: This figure represents the current stock-market value of a company's equity. It is calculated as the current share price times the number of shares outstanding as of the most recent quarter.

Price/earnings Ratio (P/E): Price/earnings (or P/E) ratio is a comparison of the company's closing stock price and its trailing 12-month earnings per share.

Sharpe Ratio: The Sharpe ratio is calculated using standard deviation and excess return to determine reward per unit of risk. The higher the Sharpe ratio, the better the portfolio's historical risk-adjusted performance.

Standard Deviation: Annualized standard deviation is a measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Standard deviation is calculated as the square root of variance.

Tracking Error: Tracking error measures the standard deviation of the excess returns a portfolio generates compared to its benchmark. If a manager tracks a benchmark closely, then tracking error will be low. If a manager tracks a benchmark perfectly, then tracking error will be zero.

Upside Capture Ratio: The upside capture ratio is a measure of a manager's performance in up markets relative to a particular benchmark. An up market is one in which the market's quarterly (or monthly) return is greater than or equal to zero. For example, a ratio of 50% means that the portfolio's value increased half as much as its benchmark index during up markets. The Fund may suffer significant losses on assets that it sells short. Unlike the possible loss on a security that is purchased, there is no limit on the amount of loss on an appreciating security that is sold short.

Active and frequent trading of a fund may result in higher transaction costs and increased tax liability.

The Fund may invest in derivatives such as options and futures; the complexity and rapidly changing structure of derivatives markets may increase the possibility of market losses.

A greater percentage of the Fund's holdings may be focused in a smaller number of securities which may place the Fund at greater risk than a more diversified fund.

Investments in international securities are subject to certain risks of overseas investing including currency fluctuations and changes in political and economic conditions, which could result in significant market fluctuations. These risks are magnified in emerging markets.

The Fund is subject to special risk considerations similar to those associated with the direct ownership of real estate. Real estate valuations may be subject to factors such as changing general and local economic, financial, competitive, and environmental conditions.

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For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each 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. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five-, and ten-year (if applicable) Morningstar Rating metrics. Morningstar Rating is for the share class indicated only (see ticker); other share classes may have different performance characteristics. The Ranking may reflect the waiver of all or a portion of the fund's fees. Without such waiver, the Rankings may have been lower.

Investing in PTPs (including master limited partnerships) involves risks in addition to those typically associated with publicly traded companies. PTPs are exposed to the risks of their underlying assets, which in many cases includes the same types of risks as energy and natural resources companies. PTPs are also subject to capital markets risk. PTPs may lose their partnership status for tax purposes. The Fund's status as a regulated investment company may be jeopardized if it does not appropriately limit such investments in PTPs or if such investments are recharacterized for tax purposes.

Market prices of investments held by the Fund may fall rapidly or unpredictably due to a variety of economic or political factors, market conditions, disasters or public health issues, or in response to events that affect particular industries or companies.

Companies that are in similar businesses may be similarly affected by particular economic or market events; to the extent the Fund has substantial holdings within a particular sector, the risks associated with that sector increase.

The Fund invests in value stocks, which may perform differently from the market as a whole and may be undervalued by the market for a long period of time.

The Russell 3000® Index is composed of the 3,000 largest U.S. companies as measured by market capitalization, and represents about 98% of the U.S. stock market.

The benchmark is composed of 50% Russell 3000® Index and 50% ICE BofAML U.S. Treasury Bill Index (0-3 months). The Russell 3000® Index is composed of the 3,000 largest U.S. companies as measured by market capitalization, and represents about 98% of the U.S. stock market. The ICE BofAML 0-3 Month U.S. Treasury Bill Index: Is a subset of The Bank of America Merrill Lynch 0-1 Year US Treasury Index including all securities with a remaining term to final maturity less than 3 months.

Unlike the Fund, indices are unmanaged, are not available for investment and do not incur expenses.

AMG Funds are distributed by AMG Distributors, Inc., a member of FINRA/SIPC.

Not FDIC Insured | May Lose Value | Not Bank Guaranteed