

Class N | BWAFX



Average Annual Returns (%)<sup>1,2</sup> (as of 06/30/17)

	QTD	YTD	1 yr	3 yr	5 yr	10 yr	Since Incpt. <sup>3</sup>
BWAFX (Class N)	4.10	10.50	15.52	1.72	7.37	-0.41	1.94
Russell Midcap <sup>®</sup> Growth Index	4.21	11.40	17.05	7.83	14.19	7.87	5.16
Russell Midcap <sup>®</sup> Index	2.70	7.99	16.48	7.69	14.72	7.67	8.50
S&P 500 Index	3.09	9.34	17.90	9.61	14.63	7.18	5.28

BWAFX (Class N) Expense Ratio (Gross/Net): 1.15%/1.15%

*The performance data shown represents past performance. Past performance is no 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 www.amgfunds.com. From time to time the advisor has waived fees or reimbursed expenses, which may have resulted in higher returns.*

The **AMG Managers Brandywine Advisors Mid Cap Growth Fund** (Class N) returned 4.10% for the second quarter of 2017, compared with a 4.21% return for its benchmark, the Russell Midcap<sup>®</sup> Growth Index. For the quarter, the S&P 500 Index and the Russell Midcap<sup>®</sup> Index returned 3.09% and 2.70%, respectively. For the 12-month period ending June 30, 2017, the Fund returned 15.52%, compared with a 17.05% return for its benchmark. For the year, the S&P 500 Index and the Russell Midcap<sup>®</sup> Index returned 17.90% and 16.48%, respectively.

Now it's seven in a row. Three months after the last one, another quarterly gain in major indexes is in the books. The market's long-running upward climb, including a series of consecutive quarterly gains that began in autumn 2015, continued in the June quarter.

<sup>1</sup> Returns for periods greater than one year are annualized.  
<sup>2</sup> Effective October 1, 2016, this Fund implemented the specific share class designation listed above.  
<sup>3</sup> Since the inception of the Fund's Class N shares on October 31, 2000.

Positive sentiment withstood high political drama during the quarter, including the dismissal of the F.B.I. director and the fallout that ensued. A lack of legislative cooperation on the Senate's health care bill raised questions as to whether other priorities of the administration, such as tax reform and infrastructure spending, could be delayed or imperiled, but investors were undeterred.

The Federal Reserve (the Fed) raised interest rates for the third time since December. Still, the move was far from a surprise to the investment community, which predicted the outcome with 98% surety prior to the Fed's announcement in mid-June.<sup>4</sup>

While investors sometimes fear the disruptive potential of higher interest rates, the latest in the Fed's series of increases "reflects the progress the economy has made," as the Fed chair described in a press conference following the announcement. With unemployment low and inflation muted, solid economic conditions appeared to incline investors toward optimism.

**Attribution Summary**

The Fund posted gains in seven out of the nine economic sectors represented in its portfolio during the June quarter.

Technology holdings, which comprised the Fund's largest position, contributed the most to absolute performance. Technology holdings represented an overweight position versus the Russell Midcap<sup>®</sup> Growth Index while modestly underperforming the sector within the benchmark. As a result, the technology sector was not a material influence on relative performance.

Providers of software solutions, including ServiceNow and Global Payments, were standout performers. Cloud-computing company ServiceNow more than doubled year-ago earnings in the March quarter, topping the consensus estimate by 42%. Payment-technology provider Global Payments beat estimates with 33% March-quarter earnings growth. Hardware and equipment makers, such as Universal Display Corp. and Arista Networks, also enjoyed healthy gains.

Health care holdings were the second-biggest contributors to June-quarter results. Representing the second-largest position, health care holdings accounted for a modestly overweight share of the Fund relative to the benchmark. Health care was the strongest sector in the benchmark during the period, and the Fund's health care holdings outperformed the sector overall. Alexion Pharmaceuticals, Exact Sciences Corp. and Vertex Pharmaceuticals were among the Fund's top performers.

The Fund maintained limited exposure to consumer staples companies, but the sector was still the most meaningful contributor to performance versus the benchmark. Estee Lauder Cos. and Performance Food Group Co. were standout contributors. Estee Lauder and Performance Food grew

<sup>4</sup> Bloomberg

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March-quarter earnings 25% and 53%, respectively, exceeding estimates in both instances.

Energy, which detracted the most from absolute performance, was also the most significant detractor from performance relative to the Russell Midcap® Growth Index. Energy, a relatively small position—the Fund held only three energy companies during the quarter—still accounted for a larger share of the Fund than the sector occupied in the Index. Energy was also the poorest-performing sector in the benchmark, making the added exposure costly in terms of relative results.

During the quarter, oil prices fell 22% from a high in early April to a low for the period in late June.<sup>5</sup> Against this backdrop, Weatherford International delivered better March-quarter revenue than expected, but investors expressed concern about the pace of progress in the company’s plan to strengthen its balance sheet by reducing its debt load. Weatherford was one of the Fund’s worst performers.

Holdings from the materials sector contributed to absolute performance, but they detracted the most from performance versus the benchmark. Even though political uncertainty and interest rates didn’t sour the market’s overall mood, they appeared to sap some of the enthusiasm surrounding companies likely to benefit from an increase in infrastructure spending. Modest declines in Albemarle Corp. and Eagle Materials limited the sector’s upside.

*The views expressed represent the opinions of Friess Associates, LLC, as of June 30, 2017, are not intended as a forecast or guarantee of future results, and are subject to change without notice.*

**Top Ten Holdings (%)<sup>6</sup> (as of 06/30/17)**

Company	% of Net Assets
Broadcom Ltd	2.54
NVIDIA Corp	2.52
Black Knight Financial Services Inc, Class A	2.51
Alexion Pharmaceuticals Inc	2.40
Vantiv Inc, Class A	2.40
Zoetis Inc	2.26
Thermo Fisher Scientific Inc	2.25
Blackhawk Network Holdings Inc	2.24
PRA Health Sciences Inc	2.24
John Bean Technologies Corp	2.20
TOTAL %	23.56

<sup>5</sup> WTI crude futures

<sup>6</sup> 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.

**Disclosure**

**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 download a free prospectus. Read it carefully before investing or sending money.**

*Past performance is no guarantee of future results.*

The Fund is subject to risks associated with investments in mid-capitalization companies such as erratic earnings patterns, competitive conditions, limited earnings history, and a reliance on one or a limited number of products.

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.

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

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 Russell Midcap® Growth Index measures the performance of the Russell Midcap companies with higher price-to-book ratios and higher forecasted growth values. The stocks are also members of the Russell 1000® Growth Index.

The Russell Midcap® Index measures the performance of the 800 smallest companies in the Russell 1000® Index, which represent approximately 25% of the total market capitalization of the Russell 1000® Index.

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The S&P 500 Index is capitalization-weighted index of 500 stocks. The S&P 500 Index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks representing all major industries.

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

Any sectors, industries, or securities discussed should not be perceived as investment recommendations. Any securities discussed may no longer be held in the Fund’s portfolio. It should not be assumed that any of the securities transactions discussed were or will prove to be profitable, or that the investment recommendations we make in the future will be profitable.

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