

Class N | SKSEX

Class I | SKSIX

Class Z | SKSZX

Skyline Asset Management, L.P.

Headquarters: Chicago, IL

Founded: 1995

Specialization: Small-cap value investing

Portfolio Managers

William F. Fiedler

Michael Maloney

Mark N. Odegard

Style

Small Cap Value



Primary Benchmark

Russell 2000® Value Index

Secondary Benchmark

Russell 2000® Index

Fund highlights

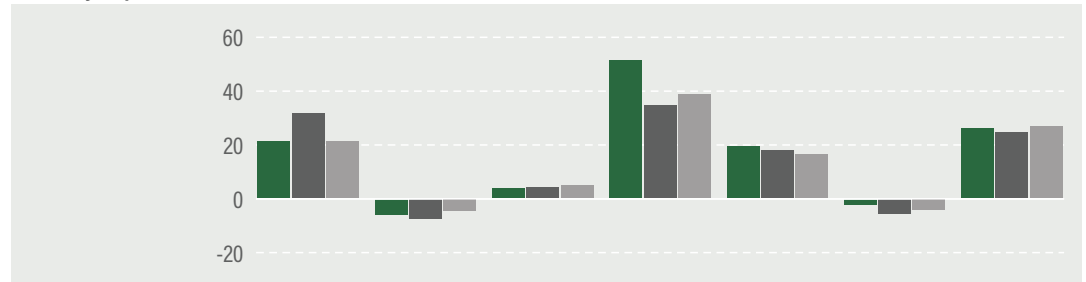
- ▶ Subadvised by a team with more than 20 years experience working together, focused exclusively on small cap value investing
- ▶ Investment team performs deep due diligence on all holdings includes interviewing company management and generating proprietary research reports
- ▶ The Fund targets undervalued small capitalization stocks that demonstrate strong growth prospects

Average annual returns (%)^{1,2} (as of 03/31/17)

	Inception	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Since Incept
SKSEX (Class N)	04/23/87	0.44	0.44	18.33	5.92	13.60	8.01	12.16
SKSIX (Class I)	2/24/17	—	—	—	—	—	—	-0.30
SKSZX (Class Z)	2/24/17	—	—	—	—	—	—	-0.32
Primary Benchmark	—	-0.13	-0.13	29.37	7.62	12.54	6.09	—
Secondary Benchmark	—	2.47	2.47	26.22	7.22	12.35	7.12	9.04 ³

Calendar year performance (%)

Expense Ratios (gross/net): Class N 1.36% / 1.33%, Class I 1.21% / 1.18%, Class Z 1.11% / 1.08%



	2016	2015	2014	2013	2012	2011	2010
SKSEX (Class N)	21.31	-6.05	4.02	51.59	19.34	-2.05	26.07
Primary Benchmark	31.74	-7.47	4.22	34.52	18.05	-5.50	24.50
Secondary Benchmark	21.31	-4.41	4.89	38.82	16.35	-4.18	26.85

Sector weightings (%)⁴

Sector	Fund	Primary Benchmark
Industrials	21.76	12.85
Financials	21.52	32.28
Information Technology	18.50	10.34
Consumer Discretionary	12.16	9.81
Materials	6.63	4.85
Health Care	6.30	4.73
Real Estate	1.61	9.99
Utilities	0.00	6.34
Energy	0.00	5.43
Consumer Staples	0.00	2.77
Telecommunication Services	0.00	0.62
Cash & Other	11.52	0.00

Top ten holdings (%)⁵

Holding	% of Net Assets
Children's Place Inc	2.46
Manpowergroup Inc	2.00
First Busey Corp	1.95
Greenhill & Co Inc	1.91
Infinity Property & Casualty Corp	1.86
Essent Group Ltd	1.79
CBIZ Inc	1.78
BancorpSouth Inc	1.75
Brunswick Corp	1.67
Realogy Holdings Corp	1.61
TOTAL %	18.78

AMG Funds provides access to premier asset managers through a **unique partnership** where the investment managers are truly independent. We are not beholden to a single investment approach or a single manager in delivering quality investment solutions. This **innovative approach** leverages each manager's specific expertise to deliver products that cover the complete asset class spectrum. Delivering the talents of all of these portfolio managers under a consolidated platform allows AMG Funds to offer **unmatched access** to specialized investment expertise.

¹ Returns for periods greater than one year are annualized.

² Prior to February 27, 2017, the Fund's N shares were known as S shares.

³ Since the inception of the Fund's Class N shares on April 23, 1987.

⁴ Weights may not equal 100% due to rounding.

⁵ 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.

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 www.amgfunds.com.

Fund facts

Share Class	Ticker	Expense Ratio (Gross/Net)	Minimum Initial Investment	12b-1 Fees
Class N	SKSEX	1.36% / 1.33% ¹	\$2,000	—
Class I	SKSIX	1.21% / 1.18% ¹	\$100,000	—
Class Z	SKSZX	1.11% / 1.08% ¹	\$5,000,000	—

Characteristics²

	Net Assets (Mil.\$)	# Holdings	Weighted Avg. Market Cap (Mil.\$)	Weighted Avg. P/E ³	Trailing 5-Yr EPS Growth (%) ^{4,5}
Fund	1,455.69	68	2,457	20.14	9.37
Primary Benchmark	—	1,352	2,188	18.48	5.21

Risk/reward statistics^{2,6}

Ticker	Upside Capture Ratio ⁷	Downside Capture Ratio ⁷	Standard Deviation ⁵	Alpha ⁷	Tracking Error ⁷	Beta ⁷	Information Ratio ⁷	Sharpe Ratio
SKSEX	85.66	95.50	15.49	-1.40	4.22	0.98	-0.40	0.37

¹ The Fund's Investment Manager has contractually agreed, through May 1, 2018, 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 www.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.

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.

A short-term fee of 2% will be charged on redemptions of Fund shares within 30 days of purchase.

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

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 2000[®] Index is composed of the 2000 smallest stocks in the Russell 3000[®] Index and is widely regarded in the industry as the premier measure of small-cap stock performance.

The Russell 2000[®] Value Index is an unmanaged, market-value weighted, value-oriented index comprised of small stocks that have relatively low price-to-book ratios and lower forecasted growth values.

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

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