

AMG Veritas China Fund¹

Q1 2026

Average Annual Returns (%)² (as of 03/31/26)

	Q1	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Since Inception
MMCFX(Class N)	-5.40	-5.40	7.74	-1.30	-9.47	4.60	9.64 ³
MIMFX (Class I)	-5.34	-5.34	7.91	-1.10	-9.29	4.84	7.76 ⁴
MSCI China Index	-8.94	-8.94	3.85	6.56	-4.91	5.07	- ³

MMCFX (Class N) Expense Ratio (Gross/Net)⁵: 1.46%/1.14%

MIMFX (Class I) Expense Ratio (Gross/Net)⁵: 1.25%/0.93%

¹ Prior to May 21, 2021, the Fund was known as the AMG Managers Emerging Opportunities Fund and had different principal investment strategies and corresponding risks. Performance shown for periods prior to May 21, 2021, reflects the performance and investment strategies of the Fund's previous subadvisers, Next Century Growth Investors LLC, WEDGE Capital Management L.L.P. and RBC Global Asset Management (U.S.) Inc. The Fund's past performance would have been different if the Fund were managed by the current subadvisor and strategy, and the Fund's prior performance record might be less pertinent for investors considering whether to purchase shares of the Fund.

² Returns for periods less than one year are not annualized.

³ Since the inception of the Fund's Class N shares on June 30, 1994.

⁴ Since the inception of the Fund's Class I shares on October 1, 2011.

⁵ The Fund's Investment Manager has contractually agreed, through March 1, 2027 to limit fund operating expenses. The net expense ratio reflects this limitation, while the gross expense ratio does not. The Fund has no up-front sales charges or deferred sales charges. Please refer to the Fund's Prospectus for additional information on the Fund's expenses.

The performance data shown represents past performance. Past performance is not a guarantee of future results. 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 800.548.4539 or visit our website at wealth.amg.com. From time to time the advisor has waived fees or reimbursed expenses, which may have resulted in higher returns.

- ▶ The **AMG Veritas China Fund** (Class N) returned -5.40% for the first quarter of 2026, outperforming the -8.94% return for its primary benchmark, the MSCI China Index. For the 12-month period ending March 31, 2026, the Fund returned 7.74%, compared with a 3.85% return for the Index.
- ▶ Global markets, and especially Asian markets, had a strong first two months to the year before the momentum was disrupted by the Iran war, resulting in the markets delivering a negative return for the quarter.
- ▶ Regular readers will know that for some time now we have been sharing our view that we believe we are in the early stages of what has the potential to be a very long global capital expenditure (CapEx) upcycle. In our opinion, the dominant theme shaping the outlook for the next 5-10 years is the acceleration of the global capital expenditure cycle. This cycle is being driven by three powerful forces:

- The rapid advancement and deployment of artificial intelligence (AI) is the catalyst for substantial investment across data infrastructure, semiconductors, and energy systems.

VERITAS ASSET MANAGEMENT

Headquarters

London, England

Founded

2003

Specialization

Global & Asian Equities

Portfolio Managers

Xiaoyu Liu, CFA
Ezra Sun

Top Ten Holdings¹

Holding	% of Net Assets
Tencent Holdings Ltd	15.35
Taiwan Semiconductor Manufacturing Co Ltd	10.37
Alibaba Group Holding Ltd	10.33
Zijin Mining Group Co Ltd	5.10
Contemporary Amperex Technology Co Ltd [300750]	4.07
Sieyuan Electric Co Ltd	3.98
PICC Property & Casualty Co Ltd	2.34
WuXi App Tec Co Ltd 144A	2.30
Zhongji Innolight Co Ltd	2.28
NetEase Inc	2.24
TOTAL %	58.34

¹ 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. For a list of all holdings within the fund, please visit wealth.amg.com.

- Rising geopolitical tensions have led to structurally higher levels of defense spending globally.
 - There is a renewed commitment across Western economies to rebuild critical manufacturing capabilities through reshoring and localization initiatives.
- ▶ While recent conflicts have undoubtedly and understandably disrupted global markets, they have not altered the underlying CapEx cycle. If anything, they have reinforced the strategic imperative to rebuild and onshore essential industries, rather than relying excessively on extended and what now appear to be fragile global supply chains.
- ▶ The strengthening cash flow generation and profitability of Asian companies are expected to drive a meaningful improvement in returns on equity (ROE), with regional ROE rising to 13.5% in 2026 and 14.5% in 2027. Within Asia, Taiwan is forecast to lead ROE expansion, reaching 30.1% in 2026 and 30.7% in 2027, underpinned by its dominant position in the global semiconductor ecosystem. Korea is also expected to deliver standout returns, with ROE of 29.3% in 2026, moderating slightly to 28.3% in 2027 as profitability remains elevated. Among the larger Asian markets, India and Australia are projected to maintain above-market ROE, supported by resilient earnings momentum and healthy balance sheets. In contrast, China's aggregate ROE remains subdued, reflecting muted free-cash-flow growth at the index level.
- ▶ That said, beneath the surface, select Chinese industrial segments are poised for a significant improvement in both ROE and free-cash-flow generation. In particular, companies exposed to the AI supply chain—including semiconductor manufacturers, printed circuit board (PCB) makers, optical-fiber producers, and thermal-management suppliers—are seeing a strong inflection in profitability. China has an enormous and comprehensive supply chain for AI hardware. In addition, power-equipment manufacturers, such as diesel-engine, transformer, and gas-turbine producers, are experiencing robust revenue growth and margin expansion driven by accelerating power-infrastructure investment.
- ▶ This thematic exposure is where we are directing capital within the China Fund, as we believe these sectors are well positioned to deliver compelling returns despite the broader macro headwinds.
- ▶ *The views expressed represent the opinions of Veritas Asset Management, LLP as of March 31, 2026, and are not intended as a forecast or guarantee of future results, and as subject to change without notice.*

Disclosures

Investors should carefully consider the fund's investment objectives, risks, charges, and expenses before investing. For this and other information, please call 800.548.4539 or download a free prospectus. Read it carefully before investing or sending money.

Past performance is no guarantee of future results.

Actively managed portfolios are subject to the risk that security selection or focus on securities in a particular style, market sector or group of companies may cause a portfolio to incur losses or underperform the market. There can be no guarantee that active management will produce the desired result.

Companies that are in similar industry sectors 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 is subject to currency risk resulting from fluctuations in exchange rates that may affect the total loss or gain on a non-U.S. Dollar investment when converted back to U.S. Dollars.

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.

To the extent the Fund focuses its investments in a particular country, group of countries or geographic region, the Fund is particularly susceptible to economic, political, regulatory or other events or conditions affecting such countries or region, and the Fund's NAV may be more volatile than the NAV of a more geographically diversified fund and may result in losses.

When the Fund has a significant cash balance for a sustained period, the benefit to the Fund of any market upswing may likely be reduced, and the Fund's performance may be adversely affected.

An investment in participatory notes is subject to market risk. The performance results of participatory notes may not exactly replicate the performance of the underlying securities. An investment in participatory notes is also subject to counterparty risk, relating to the non-U.S. bank or broker-dealer that issues the participatory notes, and maybe subject to liquidity risk.

Changes in the general political and social environment of a country can have substantial effects on the value of investments exposed to that country.

The application of the tax laws and regulations of the PRC to income, including capital gains, derived from certain investments of the Fund remains unclear, and may well continue to evolve, possibly with retroactive effect. Any taxes imposed on the investments of the Fund pursuant to such laws and regulations will reduce the Fund's overall returns.

Trading in China A-Shares through Stock Connect is subject to sudden changes in quota limitations, application of trading suspensions, differences in trading days between the People's Republic of China and Stock Connect, operational risk, clearing and settlement risk and regulatory and taxation risk.

The Fund may not be able to value its investments in a manner that accurately reflects their market values, and the Fund may not be able to sell an investment at a price equal to the valuation ascribed to that investment by the Fund.

The Fund is subject to the risks associated with investments in emerging markets, such as erratic earnings patterns, economic and political instability, changing exchange controls, limitations on repatriation of foreign capital and changes in local governmental attitudes toward private investment, possibly leading to nationalization or confiscation of investor assets.

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 invests in large-capitalization companies that may underperform other stock funds (such as funds that focus on small- and medium-capitalization companies) when stocks of large-capitalization companies are out of favor.

The Fund may not be able to dispose of particular investments, such as illiquid securities, readily at favorable times or prices or the Fund may have to sell them at a loss.

The Fund is subject to risks associated with investments in mid-capitalization companies such as greater price volatility, lower trading volume, and less liquidity than the stocks of larger, more established companies.

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.

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 MSCI China Index captures large and mid-cap representation across China A shares, H shares, B shares, Red chips, P chips and foreign listings (e.g. ADRs).

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



wealth.amg.com



wealth.amg.com/linkedin

© 2026 AMG Funds LLC. All rights reserved.