

AMG TimesSquare International Small Cap Fund

Quarterly Review — First Quarter 2026

Quarterly Update

In the first quarter, markets navigated a complex backdrop of geopolitical tensions and economic resilience, alongside temporary global tariffs following a Supreme Court decision. Prior to the Iran conflict, markets had reached all-time highs with lower volatility, a dynamic that reversed following U.S. and Israeli engagement. Oil prices spiked, supply chains were disrupted, financial conditions tightened, and investors shifted toward safer assets. The conflict in Iran further underscored the growing importance of national resilience, prompting a re-evaluation of global supply chains and energy dependencies and accelerating the shift away from efficiency toward resilience and strategic autonomy. Central banks largely held policy steady in response to energy-driven inflation, with both the Federal Reserve and the ECB adopting a wait-and-see approach. Meanwhile, Japan's snap election delivered political stability and a mandate for fiscal expansion, despite ongoing concerns around long-term debt sustainability.

Amidst this volatility, international equities outperformed their US peers. For the quarter, the Russell 3000's -5% return underperformed both the MSCI EAFE (-1%) and MSCI Emerging Markets (-0.2%). Value indexes outpaced growth in both developed and emerging markets. Among global risk factors, Momentum, Liquidity, and Dividend Yield enjoyed positive performance, while Beta, Profitability, and Growth were punished.

Fund Update

The International Small Cap Fund underperformed the MSCI EAFE Small Cap benchmark in the first quarter of 2026. The Fund's positive exposure to Profitability and negative exposure to Book-to-Price and Dividend Yield were the primary detractors. On a regional basis, holdings in Asia/Pacific ex-Japan and Emerging Markets contributed to relative performance, while our positioning in Europe and Japan lagged.

Regional Performance: Europe

Europe is on a multi-year journey to redefine its strategic priorities, and we believe our local, fundamental approach uniquely positions us to capitalize on this transition. European markets are currently rich with sectors experiencing meaningful dislocation (most notably energy) as well as companies that we believe will prove far more resilient than top-down thematic trends might imply. Our European holdings underperformed the benchmark's regional return. Strength in Sweden and Switzerland was offset by relative weakness in Italy, Germany, and France.

In January, valuation concerns around AI-driven disruption triggered a sharp reset across IT services and software. As a leader in digital transformation, **Sopra Steria** was not immune, with its shares declining -24% during the quarter despite a high recurring-revenue base and structural exposure to European defense. Fundamentally, the company returned to positive organic growth in the fourth quarter, signaling early signs of recovery as new contract ramp-ups took hold.

Within Industrials, **Interpump Group**, the world's largest manufacturer of high- and ultra-high-pressure pumps, reported lower-than-expected quarterly results. While the shares declined -31% during the quarter, they have nearly doubled since the March 2024 lows. We trimmed our position, as a further re-rating for the company will require stronger organic growth. We also reduced our position in German forklift truck maker **KION Group**, which traded down -36% for the quarter. The company delivered a mixed print, with softer margins, stable revenues, and sharply lower EPS. Despite improving truck demand, a recovery in factory automation, and fiscal spending underway in Germany, an inflection in tangible orders reflective of these tailwinds are likely to materialize in the second half of the year.

On the topic of energy transition, France-based **Technip Energies** is one of only a handful of companies capable of building liquefied natural gas (LNG) plants. The company reported strong annual results, with better-than-expected 2026 guidance supported by robust order intake. After we added to our position on price weakness last quarter, the shares rose 10%.

One of the leading insurance providers in Denmark, **Alm. Brand** announced that its CEO would step down following the completion of the Codan merger. While the planned handover appeared orderly, the unexpected announcement drew investor attention and pushed shares -18% lower. We used this price weakness as an opportunity to bulk up the position.

The war in Iran pushed the European Commission's flash consumer-confidence indicator to its lowest level since October 2023, with the Consumer Discretionary sector bearing the brunt of the impact. A case in point is **De'Longhi**, a global leader in the production and distribution of small domestic appliances such as espresso coffee makers and kitchen equipment. Despite delivering solid FY25 results and reiterating its FY26 top-line guidance, the company's share price declined -20% during the quarter.

Regional Performance: Japan

Our Japanese holdings underperformed the benchmark's country return due to stock selection.

Our Fund is positioned to benefit from increased structural investments in infrastructure, electrification, and technology. We see a natural extension into renewable energy and, as a second derivative, battery storage. During the quarter, we added to **KRAFTIA Corporation**, a specialist in the design, construction, administration, and maintenance of facilities. The company reported strong earnings, raised its full-year operating profit target, and increased its dividend outlook. With the completion of the Ukujima solar power plant is now in sight, KRAFTIA gained 21% during the quarter. A leading specialist in X-ray equipment, **Rigaku** saw its shares surge 59% after reporting significant year-over-year revenue growth. Management cited strong secular demand

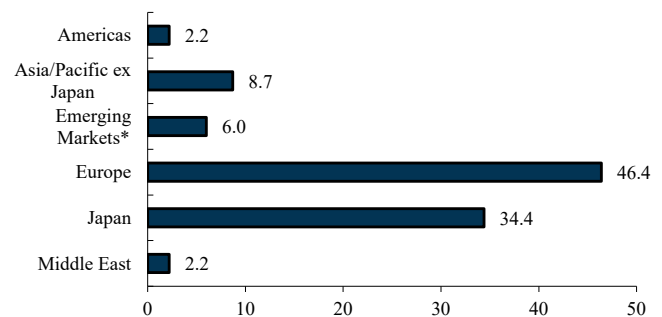
Profile as of 03/31/26

	Fund	MSCI EAFE Small Cap
Weighted Average Market Cap	\$4.7 bil	\$4.0 bil
Weighted Median Market Cap	\$3.7 bil	\$3.4 bil
P/E (FY1 Forecast)*	15.9x	14.3x
Forecast EPS Growth*	10.6%	11.9%
Number of Holdings	79	2,031
Percent Cash & Other**	4.8%	-

* Source: FactSet Estimates (see disclosures)

** Includes all cash-like instruments and other assets and liabilities

Fund Regional Allocation (%) as of 03/31/26



* Includes Emerging countries as defined by MSCI.

Total Returns

For Periods Ended 03/31/26	TCMIX Class Z	TCMPX Class N	TQITX Class I	MSCI EAFE Small Cap (Net)
One Month	-9.24%	-9.21%	-9.19%	-10.93%
1 st Qtr. 2026	-2.47%	-2.53%	-2.47%	-1.25%
One Year	20.07%	19.82%	20.07%	25.55%
Three Year*	9.38%	9.11%	9.32%	12.65%
Five Year*	0.99%	0.75%	0.92%	4.43%
Seven Year*	4.42%	4.16%	4.35%	7.39%
Ten Year*	4.77%	4.52%	-	7.42%
Since Inception**	6.60%	6.36%	4.72%	7.78%

TCMIX Class Z Expense Ratio (Gross/Net): 1.11% / 1.05%

TCMPX Class N Expense Ratio (Gross/Net): 1.36% / 1.30%

TQITX Class I Expense Ratio (Gross/Net): 1.17% / 1.11%

** Since 01/02/13 for the Fund's Class Z & N Shares & the MSCI EAFE Small Cap (Net); Since 02/24/17 for the Fund's I Shares

Annual expense ratio as of May 1, 2025.

The fund's investment manager has contractually agreed, through at least May 1, 2026, to limit fund operating expenses. The net expense ratio reflects this limitation, while 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.

Performance data quoted represents past performance. Past performance does not guarantee future results. Your investment return and principal value of your investment will fluctuate so that your shares in the Fund, when redeemed, may be worth more or less than their original cost. Current performance data may be lower or higher than the performance data quoted. Please call toll free at 1.800.548.4539 to obtain performance data current to the most recent month-end.

Performance data reflects waivers of all or a portion of the advisory fees and/or reimbursement of other expenses. Without these waivers and reimbursements, investment performance would have been lower. At times, the funds' performance may be extraordinarily high due to investing in sectors that achieved unprecedented returns. There can be no assurance that this performance can be repeated in the future.

driven by both memory and logic semiconductor end markets. We reduced our position on this strength. We also trimmed our holdings in **SWCC**, whose shares rose 15% on better-than-expected results and expanding operating margins across its energy and infrastructure businesses.

Japan's leading digital bank, **Rakuten Bank**, raised its full-year guidance following domestic rate hikes, yet shares fell -19% during the quarter. This decline was driven by deposit base volatility as competitors introduced 'Beta 1.0' promotional tiers to capture rate-sensitive capital, while Rakuten maintained a more conservative 0.4–0.6 pass-through target. Additionally, the bank renewed a proposal to consolidate the group's Fintech businesses. Given that Rakuten Inc. owns 49% of the bank, investors remain concerned the restructuring may prioritize the parent company's balance sheet over minority shareholders. We are closely monitoring these governance and competitive dynamics.

We exited our position in Japan's oldest and largest Internet Service Provider (ISP), **Internet Initiative Japan**, after the share price declined -17% during the quarter. The company reported a disappointing third quarter, marked by notable weakness in the high-margin Network Management business.

Regional Performance: Asia Pacific Ex Japan, Middle East, and Emerging Markets

Relative strength within our Asia/Pacific Ex-Japan and Emerging Markets holdings helped offset weakness across our Middle East holdings.

A chronic deficit in critical minerals, combined with heightened geopolitical friction, has structurally altered regional mining dynamics. Investment decisions are increasingly driven by national security priorities rather than traditional project economics, driving Australia to evolve from a raw material exporter into a strategic 'Supply Hub' for the Western alliance. **Imdex**, a leading global mining technology company, reported a strong set of 1H26 results and saw its shares rise 15%. With Drilling and ECM (Environmental, Carbon & Minerals) market data pointing

toward further upside potential in 2H26, the company continues to capture market share through its Integrated Managed Solutions.

In Israel, **Cellebrite**, a leading developer of digital evidence software, serves over 7,000 customers across 140 countries. Its solutions are critical for law enforcement and defense agencies to access and leverage digital evidence stored on electronic devices involved in criminal activity or industrial espionage. Despite reporting generally positive results, shares of Cellebrite traded -24% lower during the quarter. Investors appeared concerned that margin guidance for the first half of 2026 assumes some dilution associated with the Corellium acquisition and ongoing FX headwinds. Faring better was semiconductor equipment company **Nova**, which saw a 32% leap. The company reported a beat-and-raise quarter, highlighting an improving market backdrop and strong demand for its advanced metrology solutions.

In Taiwan, **Accton**, a leading manufacturer of white-box networking equipment, reported better-than-expected results with catalysts supporting further re-rating. As a beneficiary of the global push for independent networking infrastructure, the share price rose 25% during the quarter.

Conclusion

We are moving into a world where capital is increasingly directed by strategic necessity rather than pure economic returns, transforming energy, defense, and supply chains into critical instruments of national policy. Our investment team is closely monitoring interest rate paths, geopolitical developments in Iran, and the evolving regulatory landscape following recent trade-related legal rulings. While these macro forces and shifting trade frameworks create headlines and near-term volatility, they also generate the dislocations where our fundamental, bottom-up approach thrives. We remain focused on identifying disciplined management teams capable of compounding value by navigating this new era of complexity. As always, we are available to answer any questions you may have.

Top Ten Holdings as of 03/31/26 (Excluding Money Market Investments)

Holding	Description	% of Total
Technip Energies	Engages in engineering, procurement, construction & project management of onshore & offshore facilities	2.83
Ringkjøbing Landbobank	Provides traditional banking services	2.61
Abzil Corp.	Engages in the design, development, manufacture, & sale of measurement & control equipment	2.55
ALS Limited	Provides testing, measurement, inspection & supporting services	2.46
Sumitomo Bakelite Co.	Engages in the manufacture & sale of plastic components & electronic products	2.31
KRAFTIA Corp.	Designs and constructs electrical work such as distribution line, indoor wiring, telecommunications & air conditioning pipe works	2.28
Greencore Group	Manufactures, produces & supplies convenience foods & ingredients	2.24
Imdex Ltd.	Provides drilling fluids to mining industries	2.16
Accton Technology Corp.	Manufactures & sells networking & communication equipment	2.01
Daiei Kankyo Co., Ltd.	Provides waste collection & recycling, soil remediation & environmental services	1.98
	Total:	23.43

Disclosures

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In choosing a Fund, investors should carefully consider the amount they plan to invest, their investment objectives, the Fund's investment objectives, risks, charges and expenses before investing. For this and other information, please call 1.800. 548.4539, or visit wealth.amg.com for a free prospectus. Read it carefully before investing or sending money.

Small capitalization securities are subject to market, liquidity and information risk. Small company securities may underperform, as compared to the securities of larger companies, and may also pose greater risk due to narrow product lines, limited financial resources, less depth in management or a limited trading market for their stocks. 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. 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. 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. Also, growth stocks may be more volatile than other types of stocks. 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. 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.

Forecast EPS Growth is a growth rate based on either the average long-term EPS growth estimate or, when that's not available, the estimated EPS growth in each of the next three fiscal years, as collected and calculated by FactSet Research Systems' Portfolio Analysis Workstation. P/E (FY Forecast) is the current price divided by the FactSet Estimates consensus earnings per share estimate for the next reported fiscal year as calculated by FactSet's Portfolio Analysis Workstation. Sector, Regional or Country classifications are MSCI classifications and the data is un-audited. Please note that the Fund uses different industry classifications for purposes of determining concentrations.

The top ten holdings, regional allocation, sector allocation, market capitalization, price to earnings and forecasted earnings per share growth are presented to illustrate examples of the securities that the Fund has bought and the diversity of areas in which the Fund may invest, and may not be representative of the Fund's current or future investments. The figures presented are as of date shown and may change at any time. Mention of a specific security should not be considered a recommendation to buy or a solicitation to sell that security.

Fund is measured against the MSCI EAFE® Small Cap (Net) Index. MSCI EAFE® Small Cap (Net) Index is a trade or service mark of Morgan Stanley Capital International Inc. ("MSCI"). The MSCI EAFE® Small Cap (Net) Index is an unmanaged, market-weighted index of small companies in developed markets, excluding the U.S. and Canada. Other indexes mentioned above were: S&P 500 (a market-weighted index of 500 stocks representing all major industries in the U.S.), MSCI EAFE (market-weighted index of large companies in developed markets, excluding the U.S. and Canada) and MSCI Emerging Markets (market-weighted index of large companies in emerging markets). MSCI index returns include net reinvested dividends. All index returns, unlike Fund returns, do not reflect the payment of sales commissions or other expenses incurred in the purchase or sale of the securities included in the Index. The Indices are unmanaged and are not available for investment.

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