

GLOBAL RISK-BALANCED FUND



FUND TERMS

Fund's Legal Name	First Quadrant Global Risk-Balanced Fund
Currency Share Classes	GBP, USD, EUR and AUD
Minimum Investment	1,000,000 GBP, USD, EUR, or AUD
Dealing Frequency	Daily
Subscription/Redemption Fee	None
Management Fee	0.35% of the Net Asset Value
Incentive Fee	None
Administrator & Custodian	Northern Trust
Auditor	KPMG
Legal Counsel	Maples and Calder
Total Expense Ratio (2017 annualized)	0.62%

INVESTMENT OBJECTIVE

The Fund aims to deliver a better risk return profile than traditional diversified growth and multi-asset fund options by diversifying risk (as opposed to capital) across global developed and emerging equity markets, global sovereign bonds, inflation protection bonds, commodities and property. The strategy is designed with the goal to participate in economic growth while delivering a stable investment experience. The strategy allocates risk across asset classes, within countries and market segments and through time using a dynamic approach which shifts allocations over the market volatility cycle.

PERFORMANCE SUMMARY (December 2017)

	Total Return Gross (GBP)	Total Return Net (GBP)
Current Month	0.0%	-0.1%
3 Months	2.4%	2.3%
Year-to-Date	9.4%	9.0%
1-Year	9.4%	9.0%
3-Year	5.6%	5.2%
5-Year	4.4%	4.0%
Since Inception ²	5.9%	5.5%

All data over 1 year are annualized.

POSITIONING

Current Target Risk Allocation

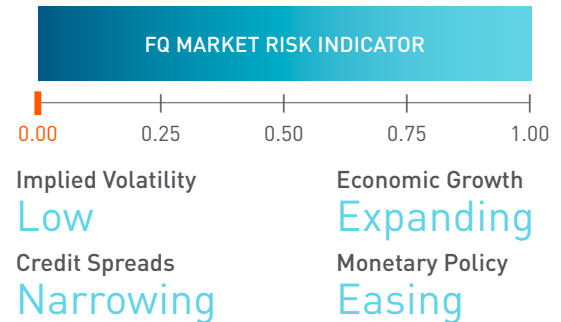
Developed Market Equities	30.0%	Inflation Protected Bonds	2.5%
Small Cap Equities	12.0%	Credit	12.5%
Emerging Market Equities	12.0%	Commodities	15.0%
Real Estate	6.0%		
Developed Market Bonds	10.0%		

GROWTH OF GBP 1,000¹ (Gross of Fees) (October 2010 – December 2017)



Sources: First Quadrant, L.P., StyleAdvisor

RISK REGIME



The FQ Market Risk Indicator (MRI) continues to signal a resilient market reading of 0.00 with no signs of market fragility. For now, it looks like the market environment continues to be positive, though a near-term market correction is always possible.

CORRELATIONS VS INDEXES^{1,2} (Computed Monthly, GBP)

MSCI World Index	0.47
MSCI Emerging Markets Index	0.54
Citigroup World Government Bond Index	0.46
Bloomberg Commodity Index Total Return	0.32

RETURN^{1,2} (Gross of Fees, GBP)

Average Monthly	0.5%
Average 3-Month Rolling	1.5%
Max. 3-Month Rolling	10.9%
Min. 3-Month Rolling	-9.0%
Positive Months	64.4%

DOWNTURN ANALYSIS^{1,2}

Max Drawdown	-11.0%
Length	10 Months
Recovery	6 Months
Peak	Apr-15
Valley	Jan-16

ANNUALIZED RISK²

Sharpe Ratio	0.8
Volatility	6.8%
Gain to Loss Ratio	1.1
Sortino Ratio	1.4

Source: First Quadrant, L.P.

GBP Share Class A		EUR Share Class A		EUR Share Class B		AUD Share Class A	
Bloomberg	FQGRBAS ID	Bloomberg	FQGRBAE ID	Bloomberg	FQGRBEU ID	Bloomberg	TBD
ISIN	IE00B68T9925	ISIN	IE00B67CJS12	ISIN	IE00B5N2DP30	ISIN	IE00BJZ20602
Sedol	B68T992	Sedol	B67CJS1	Sedol	B5N2DP3	Sedol	TBD
Launch Date	01-Oct-10	Launch Date	22-May-12	Launch Date	08-March-13	Launch Date	TBD
NAV Price	£147.38	NAV Price	—	NAV Price	—	NAV Price	—

Global Risk-Balanced Fund - GBP A	Total Return Gross	Total Return Net	Composite 3-Year Standard Deviation Gross (Annualized)	Benchmark 3-Year Standard Deviation (Annualized)	Number of Portfolios ⁴	Composite Dispersion (%)	Total Composite Assets ^{3,4} (Millions GBP)	Total Composite Assets ^{1,4,6} (Millions USD)	% of Firm Assets ⁴	Total Firm Assets ⁴ (Millions USD)	Total Essential Beta Strategy Assets ^{1,4,7} (Millions GBP)	Scaled Total Essential Beta Strategy Assets at 10% Risk ^{1,4,8} (Millions GBP)	Total Firm AUM (Including Notional Values) ^{1,4,5} (Millions USD)
2010 (Oct - Dec)	+1.7%	+1.6%	-	-	<5	-	3	5	0.1	8,558	242	236	18,713
2011	+10.6%	+10.2%	-	-	<5	-	3	4	0.1	7,967	398	392	16,725
2012	+8.4%	+8.0%	-	-	<5	-	52	84	1.1	7,891	752	775	17,104
2013	-0.3%	-0.7%	6.9%	-	<5	-	121	200	2.1	9,702	1,197	1,332	17,284
2014	+5.7%	+5.3%	7.6%	-	<5	-	159	247	2.1	11,522	2,098	2,464	23,092
2015	-5.8%	-6.1%	8.2%	-	<5	-	163	240	2.7	8,937	1,430	1,677	20,309
2016	+14.2%	+13.8%	7.6%	-	<5	-	103	128	1.3	9,847	1,807	2,192	22,183
2017 ²	+9.4%	+9.0%	6.6%	-	<5	-	117	158	1.4	11,159	2,038	2,389	26,249

See additional disclosures for important information concerning this composite and the effect of fees. ¹Supplemental Information. ²All Performance and AUM data is preliminary. ³Includes market values for fully funded portfolios and the notional values for margin funded portfolios, all actively managed by First Quadrant. ⁴At End of Period Reported. ⁵Includes market values for fully funded portfolios and the notional values for margin funded portfolios, including both active mandates and those with both active and passive components, all managed by First Quadrant and non-discretionary portfolios managed by joint venture partners using First Quadrant, L.P. investment signals. First Quadrant is defined in this context as the combination of all discretionary portfolios of First Quadrant, L.P. and its joint venture partners, but only wherein FQ has full investment discretion over the portfolios. ⁶Total Composite Assets in USD calculated using 4:00 P.M. London close for base currency. ⁷Includes other Essential Beta composite assets, including those based in foreign currencies. ⁸Includes other Essential Beta composite assets, including those based in foreign currencies, scaled to a 10% risk level.

Global Risk Balanced Fund – GBP A Past performance is no guarantee of future results. Potential for profit is accompanied by possibility of loss. **GENERAL DISCLOSURES** First Quadrant, L.P. claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. First Quadrant, L.P. has been independently verified for the period 1995-2016. The verification reports are available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. First Quadrant ("FQ" or the "Firm") is defined as the combination of all discretionary portfolios of First Quadrant, L.P. and its joint venture partners but only wherein FQ has full investment discretion over the portfolios. First Quadrant L.P. is a registered investment adviser and is an affiliate of Affiliated Managers Group, Inc. A complete list and description of the Firm's composites is available upon request. **COMPOSITE DETAILS** Composite Description: (Creation Date: December 2010) The composite consists of the First Quadrant Global Risk Balanced Fund (the "Fund") GBP A share class performance only. The Fund is a sub-fund of AMG Funds plc (the "Company") an umbrella type open-ended investment company with variable capital and segregated liability between sub-funds, governed by the laws of Ireland and authorised by the Central Bank of Ireland. The Company is also a recognised scheme for the purposes of section 264 of the United Kingdom ("UK") Financial Services and Markets Act 2000 ("FSMA"). This is not an offer or solicitation of an offer for an investment in the Fund. An offer is only made by the distribution of the Prospectus, Key Investor Information Document, and the Supplement (all in English), which has have complete information about the Fund and are available on www.amgfundsplc.com. The investment objective of the Fund is to provide shareholders with long-term market returns and total returns in excess of the prevailing level of inflation on an annualised basis by gaining exposure to a diversified portfolio. The Fund will target a risk or volatility level (meaning annualized standard deviation of monthly returns) of 8% - 10% of its Net Asset Value but will seek to balance risk across the asset classes, within the asset classes and through time by investing in the following asset classes: developed and emerging markets global equities, global government (sovereign) bonds and Treasury Inflation Protected Securities (TIPS), commodities, real estate, and money market instruments. In building the portfolio, the Fund's asset allocation will be determined by measuring the proportion of risk that comes from each portfolio asset. The Fund seeks growth through its allocation to global equities. The Fund uses sovereign bonds in an effort to hedge against equity risk and as a hedge in deflationary periods. The Fund's allocation to real assets (inflation-linked bonds, commodity and real estate exposure through derivatives) seeks to provide inflation protection. The Fund will be leveraged for investment purposes and the leverage generated shall not exceed 100% of the Net Asset Value of the Fund. Additional strategies may be developed and used by FQ in managing the Fund. The Fund is a total return strategy which is not managed against any benchmark or universe. Presenting the composite returns with no benchmark demonstrates clearer accountability by removing the distortions caused by blending strategy specific total and benchmark returns. **Fund Criteria:** There is no minimum balance requirement for the Fund to be included in the composite. **Calculation Methodology:** Valuations and returns are computed and stated in GBP. Individual contributions and withdrawals are permitted to occur on a daily basis. Monthly investment results for the Fund are calculated using a time-weighted rate of return formula. Annual Fund returns are calculated by geometrically linking the monthly returns. The dispersion of a composite is calculated using the asset-weighted standard deviation formula. Only funds managed for the full calendar year are included in the dispersion calculation. As this composite contains five or fewer funds for a full year, a measure of dispersion is not statistically representative and is therefore not shown. The Fund utilizes leverage at FQ's discretion. The returns presented reflect this leverage. The three-year annualized standard deviation measures the variability of the composite and the benchmark returns (if applicable) over the preceding 36-month period. The standard deviation is not presented for periods in which 36 months of historical composite returns are not available. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. **Derivatives:** The Fund utilizes derivative instruments to achieve desired returns. Derivatives are financial instruments whose value is derived from another security, an index or a currency. Futures contracts are derivatives that specify a purchase or sale of an asset at a specified price on a specified date in the future. Forward contracts allow the purchase or sale of currency in the future at a currently agreed upon rate of exchange. Put and call options contracts are derivatives, which permit the owner, depending on the type of option held, to purchase or sell an asset at a fixed price until a specific date. An option to purchase an asset is a call, and an option to sell an asset is a put. There is a risk that a derivative may not perform as expected, thereby causing a loss or amplifying a gain or loss for the Fund. With some derivatives, there is also the risk that the counterparty may fail to honor its contract terms, causing a loss for a portfolio. **Investment Management Fees:** The gross performance returns presented represent the Fund's rate of return using monthly valuations and include the deduction of operating expenses but do not include the deduction of management fees. Net performance returns presented represent the Fund's rate of return using monthly valuations and include the deduction of operating expenses and management fees, while assuming a 0.35% management fee were applied to all investors in the Fund. All performance results presented include trading commissions. The Investment Manager shall receive an annual management fee of up to 0.35% of the Net Asset Value of the Fund. These fees will accrue daily and be payable monthly in arrears and be calculated with reference to the daily Net Asset Value of the Fund. **Market Impact on Returns:** Stocks, bonds, and commodities markets had exceptional performance from 2010-2012. The Global Risk Balanced Strategy participated in these returns throughout the period by holding long positions within all three markets.

For index definitions and trademark language used in this handout, please visit <https://www.firstquadrant.com/index-definitions> for further information.

All material has been obtained from sources believed to be reliable, but its accuracy is not guaranteed.

MARKETING & CLIENT RELATIONS

EARL KLECKNER 412 260 0689 EKLECKNER@FIRSTQUADRANT.COM
 JAYANT KUMAR 917 623 0435 JKUMAR@FIRSTQUADRANT.COM
 BRIAN ROWE 626 660 6893 BROWE@FIRSTQUADRANT.COM
 SCOTT TILLEY 781 283 5706 STILLEY@FIRSTQUADRANT.COM

CONSULTANT RELATIONS

CHRISTINA YI 626 683 4222 CYI@FIRSTQUADRANT.COM
 ANDREW PELLEGRINO 412 295 3410 APELLEGRINO@FIRSTQUADRANT.COM

FOR MORE INFORMATION,
PLEASE CONTACT THE
FOLLOWING