Yacktman
ASSET MANAGEMENT

COMMENTARY

AMG Yacktman Fund

Q1 2026

Average Annual Returns (%)[1] (as of 03/31/26)

	Q1	YTD	1 Yr	3 Yr	5 Yr	10 Yr	Since Inception[2]
YACKX (Class I)	5.65	5.65	24.75	14.30	9.30	11.57	10.61
Russell 1000® Value Index	2.10	2.10	15.87	14.31	9.43	10.58	9.94
S&P 500® Index	-4.33	-4.33	17.80	18.32	12.06	14.16	10.62

YACKX (Class I) Expense Ratio (Gross/Net)[3]: 0.71%/0.71%

1 Returns for periods less than one year are not annualized.
2 Since the inception of Class I shares on July 6, 1992.
3 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.

Overview

- The **AMG Yacktman Fund** (the Fund) returned 5.65% for the first quarter, outperforming both the Russell 1000® Value Index and the S&P 500 Index.
- The Yacktman portfolio outperformed the Russell 1000® Value Index for the first quarter 2026 as well as the trailing twelve months ended March 31, 2026. The U.S. markets continue to post new highs and the S&P 500® has compounded at mid-twenties percent returns from 2023 to 2025. Despite meaningful geopolitical events, associated oil and other commodity cost risks, and their potential to impact broad elements of the economy, the U.S. markets show no signs of slowing down. We continue to maintain our discipline, investing in companies and building a portfolio that we believe will produce strong, risk-adjusted returns over a full market cycle. We are willing to maintain investments in companies that underperform during momentum-driven markets, looking at the underlying business performance of the portfolio companies as our primary metric. We believe this long-term approach can deliver a differentiated return stream, especially for investors seeking a manager that focuses on "what could go wrong."

Contributors/Detractors

- Samsung Electronics continued its strong share price performance in the first quarter after having been a substantial drag on returns. Samsung's memory business remains among the top three players in the industry alongside SK Hynix and Micron Technology, Inc. The artificial intelligence (AI) infrastructure buildout has provided a secular tailwind to the historically cyclical memory chip market. Memory has become one of the key bottlenecks in the system, and the capacity constraints among the leaders in this segment are driving up prices for memory chips. High Bandwidth Memory (HBM) chips are core to the AI ecosystem, as are dynamic random-access memory (DRAM) and NAND chips which can be found in cars, phones, tablets, laptops, home appliances, and a vast array of other end

YACKTMAN ASSET MANAGEMENT

Headquarters
Austin, TX

Founded
1992

Specialization
Value equity investing

Portfolio Managers
Stephen Yacktman
Jason Subotky
Adam Sues

Top Ten Holdings[1]

Holding	% of Net Assets
Bollore SE	7.34
Samsung Electronics Co Ltd Preferred	7.26
Canadian Natural Resources Ltd	5.79
Charles Schwab Corp	3.41
Hyundai Mobis Co Ltd	3.25
Microsoft Corp	3.11
Alphabet Inc, Class C	3.08
Johnson & Johnson	2.72
PepsiCo Inc	2.70
Procter & Gamble Co	2.58
TOTAL %	41.24

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.

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products. Samsung has achieved prominent design wins in its foundry business as well—most notably with Tesla, Inc., Qualcomm, and Nvidia.

- The energy companies in the portfolio contributed strongly to performance in the quarter: Canadian Natural Resources Limited (CNQ), ConocoPhillips Company, Diamondback Energy, and EOG Resources, Inc. All were beneficiaries of the oil price shocks associated with the conflict in the Middle East. We initially invested in CNQ in 2021 when energy company valuations had suffered through the COVID-19 crisis. Environmental, social, and governance (ESG) initiatives also weighed on market sentiment about the sector. In 2022 we added the other energy names at a time when the market cap of the entire sector was a fraction of the total market. These energy investments were designed in part to serve as a natural hedge in the face of geopolitical risks should they arise.
- Microsoft was a detractor in the first quarter, but the investment remains a core holding in the portfolio. The "SaaSmaggedon" market reaction hit a broad array of software companies including Microsoft. While we agree that some software players' products and business models may be significantly impacted by the capabilities demonstrated by Claude and other agentic models, we believe that Microsoft is well-positioned across cloud infrastructure, enterprise software, gaming, and its ownership of LinkedIn.
- Fox Corporation was another detractor in the first quarter after a period of strong share price performance. We have been a long-term investor in this company with the strong competitive position of Fox News which is focused on the conservative viewership segment of the market, its Fox Sports business and its Tubi business—a "free TV" business that is benefitting from the long-term shift away from cable television.
- U-Haul Holding Company detracted from performance, but we saw evidence of the value of U-Haul's large self-storage business late in the first quarter. Public Storage® announced the acquisition of the number five competitor, National Storage Affiliates, both self-storage real estate investment trusts (REITs). U-Haul does not break out detailed financials for its trucking versus its self-storage business. Applying the valuation methodology of the National Storage acquisition to U-Haul's self-storage business suggests that all of U-Haul's market capitalization can be attributed to the self-storage business, not counting the truck rental business that is synonymous with "U-Haul." The company continues to invest cash flow like business owners with a long-term perspective.

Conclusion

- We have high conviction in the positioning and the investments in the portfolio. Sometimes we see "value unlocks" like Warner Bros. Discovery. We held this name for several years with a thesis around the core media assets, but the value was not realized until the unlock occurred in the first quarter this year. Sometimes it takes years for the value to be recognized by the market, and many investors do not have the patience to wait for these step changes in valuation. We maintain our commitment to focusing on risk, and we focus carefully on the price we pay for an investment—like the energy company stocks we bought when the market ran from the sector. We have seen some of our strongest performance periods during historical markets that mirror the present, where risks are plentiful but sentiment, magnified by the size and concentration of passive indices, drives large one-way swings in the market. Mis-pricings from these market movements offer us opportunities to add to the portfolio with companies at very attractive prices.

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.

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 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.

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.

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.

Refer to the prospectus at wealth.amg.com to see the full list of applicable fund risks.

The Russell 1000 Value and the S&P 500 Index are provided for illustrative purposes only, are unmanaged, reflect reinvestment of income and dividends and do not reflect the impact of advisory fees. The S&P 500 is a widely unmanaged index of market activity based on the aggregate performance of a selected portfolio of publicly trade common stocks and we have included the results of such index to give you a perspective of the historical performance of the U.S. equity market.

The S&P 500® Index is a 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.

The Russell 1000® Value Index is a market capitalization weighted index that measures the performance of those Russell 1000® companies with lower price-to-book ratios and lower forecasted growth values. Effective March 24, 2025, Russell U.S. Style Indexes apply the RIC 22.5/45cappingmethodologyif index weights breach the thresholds as of the quarterly review pricing dates.

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

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Not FDIC Insured | May Lose Value| Not Bank Guaranteed