

LB Swiss
Investment
FONDSGESELLSCHAFT

Annual Report 2015
AMG Europa

Audited Annual Report as of December 31, 2015

Investment fund under Swiss law

Contents

Facts and figures	3 - 4
Organization	
Fund characteristics	
Key figures	
Report of the Investment Manager	5 - 6
Financial Statements	7 - 12
Statement of Assets	
Statement of Income	
Statement of Investments	
Transactions during the reporting period (If they no longer appear in the statement of net assets)	
Derivatives using the commitment approach II	
Supplementary information to the annual report	13 - 14
Short form report of the audit company for collective investment schemes on the financial statements	15

Facts and figures

Organization

Board of directors of the Fund Management Company

Holger Mai, President
Hans Stamm, Vice President
Salomon J. Guggenheim
Michael Jent
Herbert Kahlich

Management of the Fund Management Company

Marcel Weiss
Ferdinand Buholzer

Fund Management Company

LB(Swiss) Investment AG
Claridenstrasse 20
CH-8002 Zurich
Phone +41 44 225 37 90
Fax +41 44 225 37 91

Custodian Bank

from 25. 6. 2015:
Frankfurter Bankgesellschaft (Schweiz) AG
Börsenstrasse 16
CH-8001 Zurich
Phone +41 44 265 44 44
Fax +41 44 265 44 11

until 24. 6. 2015:
Bank J. Safra Sarasin AG
Elisabethenstrasse 62
P.O. Box
CH-4002 Basel
Phone +41 61 277 77 77
Fax +41 61 272 02 05

Investment Manager of the Fund

AMG Fondsverwaltung AG
Bahnhofstrasse 29
CH-6300 Zug

Distribution channels

Custodian Bank
Investment Manager of the Fund

Auditors

PricewaterhouseCoopers AG
Birchstrasse 160
CH-8050 Zurich

Facts and figures

Fund characteristics

The investment objective of AMG Europa is principally to attain an increase in value, by means of investments primarily in the European stock markets. The fund invests mainly in equity securities of companies that are domiciled in Europe or which exercise a predominant proportion of their economic activities in this market. The long term oriented stock selection forms the basis of the achievement of the investment objective.

Market setbacks are reduced as far as possible by hedging. The fund is denominated in EUR, a currency hedged CHF class is available.

Key figures

	31. 12. 2015	31. 12. 2014	31. 12. 2013
Net Fund Assets in Mio. EUR	50.58	29.20	22.03
Number of units (Class A)	270 239	248 892	197 660
Number of units (Class B)	18 875	19 260	22 317
Number of units (Class C) ¹	100 155	-	-
Asset value per share in EUR (Class A)	130.12	109.07	100.31
Asset value per share in EUR (Class B)	126.74	106.80	98.71
Asset value per share in CHF (Class C) ¹	140.96	-	-
Performance (Class A)	20.64%	8.73%	9.74%
Performance (Class B)	20.04%	8.19%	9.37%
Performance (Class C) ¹	3.15%	-	-
TER (Class A)	1.35%	1.41%	1.46%
TER incl. Performance Fee (Class A) ²	-	1.41%	1.70%
TER (Class B)	1.86%	1.91%	1.95%
TER incl. Performance Fee (Class B) ²	-	1.91%	2.04%
TER (Class C) ¹	1.38%	-	-
PTR	1.31	3.62	4.87

¹ 14. 10. 2015 – 31. 12. 2015

² As from 1. 1. 2014 no performance fee will be payable according to the fund contract.

Past performance is no guarantee for future results. The performance data do not take on the issue and redemption of units and costs incurred. No benchmark comparison is available for this fund.

Report of the Investment Manager

2015 Annual Report

While the weakness of the euro was problematic from a Swiss perspective, this was one of the strongest drivers of corporate results within the European region, and helped European markets to post substantial gains. By contrast, worries about Greece overshadowed the summer months. The weaker economic performance of emerging countries, coupled with uncertainties associated with the first base rate hike since 2006 by the US Federal Reserve, were key topics during the second half of the year. Commodity prices contracted around the world, and the price of oil slumped from USD 115 in June 2014 to reach USD 35 in December 2015. This had surprisingly little impact on global growth, yet depressed equity markets.

AMG Europa Fonds implemented the strategic focus on small to medium-sized value stocks. In order to meet possible liquidity needs, big-cap defensive stocks with successful long-term track records and solid balance sheets were added to the mix. In October 2015 a currency-hedged CHF class was launched for investors who want to avoid a currency risk against the euro, but who nevertheless wish to invest in high-quality value stocks in Europe.

Performance review

During the first half of the year, AMG Europa Fonds rose in line with European markets. The selection of high-quality stocks with low betas proved effective, particularly during the second half of the year. Over the year as a whole, this led to a welcome out-performance relative to the benchmark Stoxx600 amounting to 13.8%. The fund gained +20.6% in (class A) the full year.

The relatively cautious positioning (stocks with low beta as well as hedging) enabled AMG Europa to

generate additional returns, particularly during market setbacks.

The reported returns of the AMG Europa Fonds since its launch in April 2007 have been better than those of the benchmark index STOXX600. Including distributed dividends, the fund reached a new all-time high on December 7, 2015.

Portfolio

Jenoptik has been able to reduce its net debt and strength-en its balance sheet (equity ratio 55.7%). The technology group, which specialises in optical applications in the medtech, metrology (speed checks), civilian systems and defence fields is moderately valued for a sound business in an attractive high-tech niche and a P/E ratio 2016e of 15.3x with good growth prospects.

Komax is the clear global market leader for cable processing solutions. Its solar activities have already been divested, and the sale of the unprofitable Medtechs Division is likely to follow, making Komax a high-quality pure-play enterprise in the field of cable processing machines, with an outstanding EBIT margin of 19 – 20%.

Mayr Melnhof – despite strong competition in an essentially stable market environment – continues to generate sales and earnings growth. Future growth will be further boosted by its acquisition of the French producer of folding boxes for pharmaceuticals and luxury goods, Ileos.

Semperit is expecting to see its new rubber glove factory in Malaysia go into operation during the 1st quarter of 2016. From the middle of 2016 onwards, start-up costs for the new works are likely to have been digested, and margins should also start expanding at Sempermed. The Sempertrans Division

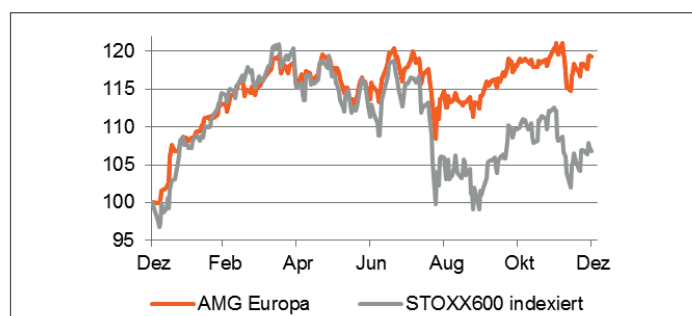


Fig. 1: Performance 2015 AMG Europa versus STOXX600

(Source: AMG, Bloomberg)

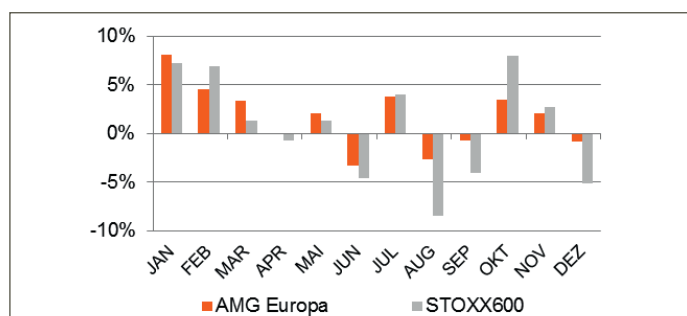


Fig. 2: Monthly fund performance

(Source: AMG, Bloomberg)

Report of the Investment Manager

has been strengthened by an acquisition. Semperflex is also operating strongly.

Jungheinrich generates 90% of its sales in Europe, and is one of the beneficiaries of the economic recovery within the Eurozone. The substantial incoming orders of EUR 720 million testify to the healthy demand for logistics systems and underscore Jungheinrich's strong market position in this growing market.

Henkel has a sound balance sheet, robust sales growth as well as improved profitability and a positive overall outlook.

Hartmann Group produces medical and healthcare products, e.g. for wound treatment, disinfection as well as to meet the needs of operating rooms. Last year the Hartmann Group managed to pay off its entire net debt. In operating terms, it has impressed with sound sales growth coupled with continuously improved profitability. At the end of November 2015 a protective association representing 80% of the share capital was dissolved, raising the free float, which is likely to stoke speculation about the stock.

Outlook

Financial markets will find themselves facing an unusual situation in 2016. For the first time in 30 years, US and European interest rate policies are set to diverge. While the Fed is raising its base rates, the European Central Bank is extending its policy of quantitative easing. Europe is on course for an uncertain year, not just in terms of the repercussions for central bank policies.

While the economy within the Eurozone is slowly gathering pace, the EU Commission is expecting

growth of 1.8% for 2016. One-time crisis countries such as Ireland have managed to turn themselves around, Spain is growing strongly and even perennial problem child Italy is seeing signs of recovery.

Political risks are looming in many countries, however, and these could slow developments in the European Union. In Portugal, the Socialists have formed a minority government that is being tolerated by extreme-left elements. It remains to be seen whether it will stick to the current austerity policies. In the case of the elections in Spain, protest parties could make it difficult to form a government. The Greek crisis is also far from over. A "Grexit" is unlikely, however. On the other hand, in the summer of 2016 Great Britain is expected to hold a referendum on whether to leave the EU. If the United Kingdom does leave the EU, this would be hugely disruptive.

The consequences of the refugee crisis and terrorism are also uncertain. The cost of immigrants and greater security could undermine austerity in Europe. In Germany, spending on refugees is likely to boost growth in the short term, as state investment will rise. In France, meanwhile, the refugee crisis and fear of terrorism are fostering the rise of the right-wing Front National. This is hindering the unpopular reforms that France so urgently needs.

Equity markets are set to remain very volatile in 2016. Nevertheless, we remain optimistic for European stocks as a whole. The persistently weak euro and persistently expansive ECB policies are likely to support corporate earnings. Possible stress phases on markets also always offer opportunities. With patience and care it is possible to find attractive stocks that are favourably priced (oversold).

In the year 2016, AMG Europa Fonds will be sticking to its investment philosophy of focusing on financially sound, reasonably valued companies with understandable business models and strong management teams, and will be making corresponding use of opportunities that come its way.

To all our investors, we would like to extend our warmest thanks for the trust you have shown in us, and wish you all a successful investment year 2016.

AMG Fondsverwaltung AG

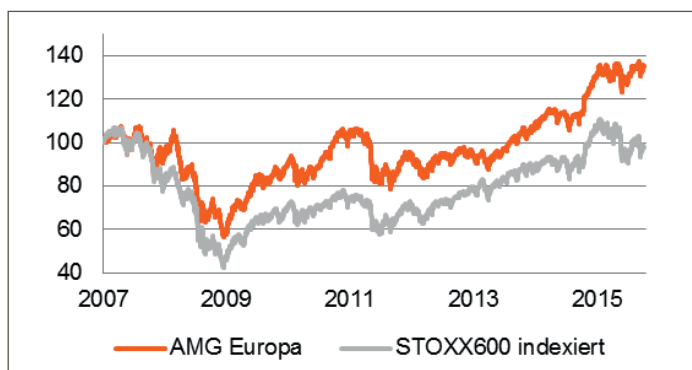


Fig. 3: Performance since launch

(Source: AMG, Bloomberg)

Statement of Assets

	31. 12. 2015 EUR	31. 12. 2014 EUR	
Bank Balances	1 544 005	3 566 511	
Debtors	37 743	60 132	
Securities			
Equities	48 923 918	26 642 463	
Derivatives	96 549	-	
Total Fund Assets	50 602 215	30 269 106	
Equities empty sold	-	-1 056 401	
Liabilities	-17 901	-8 657	
Net Fund Assets	50 584 314	29 204 048	
Outstanding units	units	units	
Number of units outstanding at the beginning of the reporting period (Class A)	248 892	197 660	
New Issued Units	76 962	94 324	
Redeemed Units	-55 615	-43 092	
Number of units outstanding at the end of the reporting period	270 239	248 892	
Number of units outstanding at the beginning of the reporting period (Class B)	19 260	22 317	
New Issued Units	1 965	16 035	
Redeemed Units	-2 350	-19 092	
Number of units outstanding at the end of the reporting period	18 875	19 260	
Number of units outstanding at the beginning of the reporting period (Class A) ¹	-		
New Issued Units	101 995		
Redeemed Units	-1 840		
Number of units outstanding at the end of the reporting period	100 155		
Net asset value per unit	Class A EUR	Class B EUR	Class C CHF hedged ¹
31. 12. 2015	130.12	126.74	140.96
Change in net assets			EUR
Net fund assets at the beginning of the reporting period			29 204 048
Distribution			-397 753
Balance from unit trade			15 620 207
Total result of the financial year			6 157 811
Net fund assets at the end of the reporting period			50 584 314

¹ Class C: 14. 10. 2015 – 31. 12. 2015

Statement of Income

	1. 1. – 31. 12. 2015 EUR	1. 1. – 31. 12. 2014 EUR
Income bank deposits	40	–
Income on shares (dividends)	566 317	630 906
Equalisation income on subscriptions	-17 380	69 370
Total income	548 977	700 276
less:		
Bank charges and debit interest	552	802
Expense from securities lending and borrowing	2 944	17 968
Dividends paid on shares sold short	20 320	28 458
Auditor fees	7 011	9 725
Management fees (A: 1.18% / B: 1.68% ¹ / C: 1.22%)	477 713	349 318
Custodian fees (0.10%)	39 473	27 530
Other expenses	23 442	15 523
Partial transfer of expenses to realized capital gains and losses ²	-8 558	-9 808
Equalisation income on redemptions	8 523	42 271
Total expenses	571 420	481 787
Net income	-22 444	218 489
Realized capital gains and losses	2 242 371	3 601 195
Partial transfer of expenses to realized capital gains and losses ²	-8 558	-9 808
Total realized capital gains and losses	2 233 813	3 591 387
Net realized gain	2 211 369	3 809 876
Unrealized capital gains and losses	3 946 442	-1 376 937
Total result	6 157 811	2 432 939

Transaction costs

The investment fund bears all incidental costs for the purchase and sale of investments. In the reporting period the transaction costs amounted to EUR 134 784

	Class A EUR	Class B EUR	Class C CHF hedged
Allocation of income			
Net income 2015	1 205	-3 020	-21 637
Income brought forward	46 547	1 374	–
Income available for distribution	47 752	–	–
Income to be distributed to investors	47 752	1 374	–
Balance to be brought forward (Accumulated capital gains/losses)	–	3 020	-21 637
Distribution per unit	–	–	–
Withholding tax 35%	–	–	–

¹ Sales commission class B EUR 5 069

² According to circular no. 24 of the ESTV from 1.1.2009

Statement of investments

Description	Currency	Balance at (in 1000 resp. piece) 31.12.2015	Purchases	Sales	Price at 31.12.2015	Valuation EUR	as % of total assets
Securities							
Equities (traded on an exchange)						48 923 918	96.68
BKW AG NA	CHF	36 932	2 182	27 500	38.000	1 295 262	2.56
Cassiopea	CHF	26 805	26 805		32.500	804 026	1.59
COSMO Pharmaceuticals	CHF	16 500	16 500		162.200	2 470 051	4.88
Komax NA	CHF	5 500	500	2 000	194.900	989 340	1.96
LifeWatch NA	CHF	107 765	162 000	54 235	16.900	1 680 875	3.32
Swiss Life NA	CHF	4 000	12 000	11 600	271.300	1 001 569	1.98
AT & S Austria Technologie	EUR	60 000	85 000	25 000	14.560	873 600	1.73
Aurubis AG	EUR	29 750	15 314	17 740	46.975	1 397 506	2.76
BASF	EUR	15 000	22 000	17 000	70.720	1 060 800	2.10
BayWa vink. NA	EUR	34 000	4 000		28.400	965 600	1.91
Do	EUR	12 396	14 396	2 000	100.000	1 239 600	2.45
Ferratum	EUR	40 000	40 000		29.990	1 199 600	2.37
freetnet	EUR	45 000	22 000	17 000	31.315	1 409 175	2.78
Fresenius SE	EUR	31 700	5 700	2 000	65.970	2 091 249	4.13
Fuchs Petrolub VZ	EUR	20 500	12 750	20 000	43.500	891 750	1.76
Henkel -Stimmrechtslos-	EUR	11 000	11 000		103.200	1 135 200	2.24
Hornbach Holding	EUR	8 500	8 500		61.250	520 625	1.03
Hornbach-Baumarkt	EUR	33 029	7 529		28.345	936 207	1.85
Jenoptik	EUR	172 000	172 000		14.390	2 475 080	4.89
Jungheinrich Vz	EUR	27 150	15 900	1 250	76.240	2 069 916	4.09
KSB VZ	EUR	4 800	2 050		370.600	1 778 880	3.52
KWS Saat AG	EUR	4 550	1 700		277.000	1 260 350	2.49
Lenzing	EUR	19 928	7 928		69.550	1 385 992	2.74
Mayr-Melnhof Karton	EUR	21 752	5 002	750	114.500	2 490 604	4.92
Muenchener Rueckvers. NA	EUR	8 000	2 600		184.550	1 476 400	2.92
Palfinger	EUR	59 285	59 285		26.450	1 568 088	3.10
Paul Hartmann NA	EUR	4 050	4 050		430.000	1 741 500	3.44
RIB Software	EUR	122 478	122 478		11.300	1 384 001	2.74
Rosenbauer	EUR	29 038	19 288		66.600	1 933 931	3.82
SAP	EUR	21 700	5 950		73.380	1 592 346	3.15
Semperit AG Holding	EUR	34 315	34 315	21 500	31.100	1 067 197	2.11
Vilmorin	EUR	8 128	12 628	4 500	66.200	538 074	1.06
Viscofan	EUR	21 500	6 330		55.640	1 196 260	2.36
VTG	EUR	105 600	75 600		28.440	3 003 264	5.94
Total securities						48 923 918	96.68
Total derivatives (as per separate list)						96 549	1.06
Cash and other assets						1 581 748	3.13
Total fund assets						50 602 215	100.87
Liabilities						-17 901	-0.04
Total net assets						50 584 314	
Exchange rates							
CHF 1.0835 = EUR 1.0000							

Divergences in the totals may be attributed to rounding differences.

Statement of investments

Breakdown

Equities by country (net)	Valuation in EUR	as % of total assets
Germany	27 189 850	53.73
Finland	1 199 600	2.37
France	538 074	1.06
Italy	804 026	1.59
Luxembourg	2 470 051	4.88
Austria	10 559 012	20.87
Switzerland	4 967 046	9.82
Spain	1 196 260	2.36
Total	48 923 918	96.68

Divergences in the totals may be attributed to rounding differences.

Transactions during the reporting period

(If they no longer appear in the statement of net assets)

Currency	Description	Purchases	Sales
Securities			
Equities			
CHF	Cosmo Pharma		15 550
CHF	LafargeHolcim NA	31 500	31 500
CHF	Lem		1 145
CHF	Swiss Re NA		13 000
EUR	Danieli & C Officine Meccaniche	45 000	45 000
EUR	Draegerwerk Vorz.Akt.	9 000	9 000
EUR	Grammer	46 700	46 700
EUR	Groupe Eurotunnel	55 000	
EUR	Hannover Rück		11 500
EUR	Hornbach Holding	1 396	1 396
EUR	Lafarge	18 500	18 500
EUR	Siemens	4 900	
EUR	STO Vorz.Akt.	500	5 000
EUR	SURTECO	5 000	42 500
NOK	TGS-Nopec Geophysic		30 000
NOK	Yara International		26 000
Derivatives			
Contracts:			
CHF	FSMI Futures 22.06.2015	28	28
CHF	SMI Futures 23.03.2015	35	35
EUR	DAX Future 20.03.2015	10	14
EUR	DAX Future on index 21.09.2015	36	36
EUR	FDAX Futures 19.06.2015	39	39
EUR	FESB Euro Stoxx Banks Futures 20.03.2015		130
EUR	FESB EURO STOXX Futures 19.06.2015	120	120
EUR	FUTURE DAX 21.03.2016	9	9
EUR	Futures DAX 18.12.2015	31	31

Incl. merger, split, reorganisation, redemption etc. Bonds in thousand.

Derivatives using the commitment approach II

Market risk

The fund does not hold any derivative financial assets that are subject to market risk.

Credit risk

The fund does not hold any derivative financial assets that are subject to credit risk.

Currency risk

	in amount in EUR	as % of net assets
gross	3 693 111	7.30
net	-	0.00

Forward exchange contracts

Currency	Expiry	Amount of foreign currency	Equivalent value purchase EUR	Value at 31. 12. 2015 EUR	Income EUR
CHF/EUR	22. 1. 2016	-4 000 000	3 809 085	-3 693 111	115 974
Result on forward exchange contracts					115 974

The derivatives stated hereafter refer to class AMG Europa CHF hedged and serve for the hedging of the currency risk.

Currency risk

	in amount in CHF	as % of net assets Class CHF hedged
gross	13 369 379	94.55
net	-	0.00

Forward exchange contracts (Hedging Class CHF hedged)

Currency	Expiry	Amount of foreign currency	Equivalent value purchase CHF	Value at 31. 12. 2015 CHF	Income CHF	Income EUR
EUR/CHF	14. 1. 2016	-12 342 000	13 348 332	-13 369 379	-21 047	-19 425
Result on forward exchange contracts						-19 425

Supplementary information to the annual report as of December 31, 2015

1. Fund Performance

No benchmark comparison is available for this fund. Past performance is no indicator for current or future results. Performance figures do not take into account any commissions charged on issue or redemption of units.

2. Soft commission agreements

For the period from January 1 to December 31, 2015 no "soft commission agreements" in the name of LB(Swiss) Investment AG were applied and no soft commissions were received.

3. Principles for the valuation and the calculation of the net asset value

The valuation is effected as per §16 of the fund contract

§ 16 Calculation of the Net Asset Value

1. The net asset value of the investment fund and the share of assets attributable to the individual classes [prorated shares] are calculated in CHF at their market value as of the end of the financial year and for each day on which units are issued or redeemed. The fund assets will not be calculated on days when the stock exchanges / markets in the investment fund's main investment countries are closed (e.g., bank and stock exchange holidays).

2. Securities traded on a stock exchange or another regulated market open to the public shall be valued at the current prices paid on the main market. Other investments or investments for which no current market value is available shall be valued at the price which would probably be obtained upon a diligent sale at the time of the valuation. In such cases, the fund management company shall use appropriate and recognized valuation models and principles to determine the market value.

3. Open-ended collective investment schemes are valued at their redemption price / net asset value. If they are regularly traded on a stock exchange or another regulated market open to the public, the fund management company may value such funds in accordance with sec. 2.

4. The value of money market instruments that are not traded on a stock exchange or another regu-

lated market open to the public is determined as follows: the valuation price of such investments is successively adjusted in line with the redemption price, taking the net purchase price as the basis and ensuring that the investment returns calculated in this manner are kept constant. If there are significant changes in the market conditions, the valuation principles for the individual investments will be adjusted in line with the new market returns. If there is no current market price in such instances, the calculations are as a rule based on the valuation of money market instruments with the same characteristics (quality and domicile of the issuer, issuing currency, term to maturity).

5. Bank credit balances are valued on the basis of the amount due plus accrued interest. If there are significant changes in the market conditions, the valuation principles for time deposits will be adjusted in line with the new circumstances.

6. The net asset value of units of a given class is determined by the proportion of the fund's assets as valued at the market value attributable to the given unit class, minus any of the investment fund's liabilities that are attributed to the given unit class, divided by the number of units of the given class in circulation. It will be rounded to one centime.

7. The percentages of the market value of the Fund's net assets (fund assets less liabilities) attributable to the individual unit classes is determined for the first time at the initial issue of more than one class of units (if this occurs simultaneously) or the initial issue of a further unit class. The calculation is made on the basis of the assets accruing to the Fund for each unit class. The percentage is recalculated when one of the following events occurs:

- a) when units are issued and redeemed;
- b) on the relevant date for distributions, provided that (i) such distributions are only made for individual unit classes (distribution classes); (ii) the distributions of the various unit classes differ when expressed as a percentage of the respective net asset values; or (iii) different commission or expenses are charged on the distributions of the various unit classes when expressed as a percentage of the distribution;
- c) when the net asset value is calculated, as part of the allocation of liabilities (including due or accrued expenses and commissions) to the var-

Supplementary information to the annual report as of December 31, 2015

ious unit classes, provided that the liabilities of the various unit classes are different when expressed as a percentage of the respective net asset value, especially if (i) different commission rates are applied for the various unit classes or (ii) class-specific expenses are charged;

d) when the net asset value is calculated, as part of the allocation of income or capital gains to the various unit classes, provided the income or capital gains stem from transactions made solely in the interests of one unit class or several unit classes but disproportionately to their share of the net fund assets.

4. Information about Affairs of Special Economic or Legal Importance

1. Custodian Bank Changes

(Publication dated 8 May 2015)

The Swiss Federal Act on Collective Investment Schemes (Bundesgesetz über die kollektiven Kapitalanlagen or KAG) from 23 June 2006.

There are plans, as part of the framework of a custodian bank change, within the meaning of article 74 of the Swiss Federal Act on Collective Investment Schemes, to transfer the function of the custodian bank for the investment fund:

• AMG Europa

from Bank J. Safra Sarasin AG, Basel, to Frankfurter Bankgesellschaft (Switzerland) AG, Zurich. Subject to the approval of the custodian bank by the Swiss Financial Market Supervisory Authority, this transfer takes place on 25 June 2015.

The custodian bank change is at no change for investors.

This publication text will be published on the homepage of Swiss FundData (www.swissfunddata.ch) on 8 May 2015.

The changes in the wording, the prospectus with integrated fund contract, the important information for the investors and the annual and semi-annual reports may be obtained free of charge from the fund management company.

Investors should note that they may file objections with the Swiss Financial Market Supervisory Authority FINMA, Laupenstrasse 27, 3003 Bern, Switzerland, within 30 days from the publication of the

custodian bank change or request the cash redemption of their shares.

Zurich, 8 May 2015

The Custodian Banks:

Frankfurter Bankgesellschaft (Switzerland) AG
Bank J. Safra Sarasin AG, Basel

Fund Management Company:

LB(Swiss) Investment AG

2. Creation of new share class

(Publication of 18 September 2015)

In addition to the existing classes A and B a new class „C (CHF hedged)“ is to be established.

„C (CHF hedged)“-Klasse: distributing class, denominated in Swiss Francs CHF (reference currency) At least 90% of the reference currency of this class (CHF) will be hedged against the reference currency of the fund (EUR). No minimum investment is required. As in class A no retrocessions or rebates are paid in respect of the distribution of the CHF class.

The respective publication was made on 18 September 2015. The full text of the publication is available in German at the Fund Management Company.

Short form report of the audit company for collective investment schemes on the financial statements

As audit company for collective investment schemes, we have audited the accompanying financial statements of the investment fund AMG Europa, which comprise the statement of net assets and the income statement, the statement on the appropriation of available earnings and the disclosure of the total costs as well as the supplemental disclosures in accordance with art. 89 para. 1 lit. b – h of the Swiss Collective Investment Schemes Act (CISA) (pages 3, 4 and 7 to 14 of the annual report), for the year ended December 31, 2015.

Responsibility of the Fund Management Company's Board of Directors

The Board of Directors of the Fund Management Company is responsible for the preparation of the financial statements in accordance with the requirements of the Swiss Collective Investment Schemes Act, the related ordinances as well as the investment fund agreement and the prospectus. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors of the Fund Management Company is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Responsibility of the audit company for collective investment schemes

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropri-

ate in the circumstances, but not for the purpose of expressing an opinion on the existence and effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements for the year ended December 31, 2015 comply with the Swiss Collective Investment Schemes Act, the related ordinances as well as the investment fund agreement and the prospectus.

Report on other legal requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and art. 127 CISA as well as on independence (art. 11 AOA) and that there are no circumstances incompatible with our independence.

PricewaterhouseCoopers AG

Daniel Pajer,
Audit Expert

Andreas Scheibli,
Audit Expert, Auditor in charge

Zurich, January 25, 2016