

AMG Europe

Report as of June 28, 2019

Review

The European equity markets got off to a lively start in the first weeks of June. Signals of further expansionary steps by central banks in both the USA and Europe gave the markets further impetus. The AMG Europa Fund increased by 3.2% over the month. In mid-June, we closed the short position in the AMG Europa Fund in anticipation of further expansionary central bank positions with correspondingly stimulated market reactions.

KWS Saat has acquired the family-run company Pop Vriend Seeds, headquartered in the Netherlands. The purchase price was approx. 20% of the current market capitalization of KWS Saat, i.e. approx. EUR 400 million. The acquired Pop Vriend Seeds recently posted double-digit sales growth. In view of the high EBIT margins of >30% in the Vegetable Seed segment, profit will grow disproportionately. The deal will enable KWS to expand its market share in the coveted European vegetable seed market. KWS wanted to take this step a year ago by acquiring Bayer's vegetable seed, but was outbid by BASF at the time. The annual result of **Kapsch TrafficCom** was convincing with a 6% increase in revenues to EUR 693 million and a 14% increase in EBIT to EUR 50 million. The outlook for the current fiscal year 2019/20 was significantly above market expectations with a 5% increase in revenues and profits, supported by double-digit growth figures in North America, which should compensate for the loss of other toll orders. Through a new joint venture with Jiangyin Neptune Marine Appliance Co. Ltd. of China, **Palfinger** will be involved in the booming cruise ship business in the future. Neptune specializes in the development and manufacture of lifeboats and rescue boats. Palfinger already manufactures davits, i.e. cranes that lift smaller boats into the water from the ships. Together they want to offer davits as well as lifeboats and tender boats (which bring guests to the beach) not only in the already booming European cruise ship market, but also in Asia. The joint venture will initially start in China with 40 employees. In future, Palfinger will produce lifeboats in China itself. For the European market, the boats are already being manufactured in Norway. **Eckert&Ziegler**, which has been in the fund since November 2017, will receive a growth boost from the advance of precision oncology, which is being promoted by large pharmaceutical companies. Already in the 1st quarter of 2019, sales rose by 22% to EUR 43.5 million, and the consolidated result of EUR 5.8 million was 152% higher than in the previous year. The share once again came into the focus of investors last month with its inclusion in the SDAX index. **Novo Nordisk** reports an above-average reduction in blood glucose levels through the oral semaglutide, with the risks associated with the use of the product being as high as those associated with the existing injectable pharmaceutical. Semaglutide stimulates insulin production, making it the first oral product with great growth potential.

Facts

Domicile of Fund:	Switzerland
Fund Management Company:	LLB Swiss Investment Ltd, Zurich
Custodian Bank:	Frankfurter Bankgesellschaft, Zurich
Investment Manager:	AMG Fondsverwaltung AG, Zug +41 41 726 71 71, www.amg.ch
Reference currency:	EUR
Launch date:	01.04.2007
ISIN:	CH0027940730 (A) / CH0048476664 (B) CH0297417534 (C)
Distributions:	Dividend & Capital Gain distributing (A + C) Dividend distributing only (B)
Subscription / Redemption:	Daily / no fees
Performance Fee:	none
Management Fee:	1.0% (A + C); 1.5% (B)
TER (31.12.2018):	1.27% (A); 1.77% (B); 1.26% (C)
Tax transparency:	Switzerland, Austria
Tax Status Germany:	Equity Fund within the meaning of the German investment tax law (InvStG) with part. release
Registered for public distribution:	Switzerland, Germany

Breakdown by Currencies

EUR	83.1%	CHF	9.2%
DKK	4.7%	NOK	2.8%

Distributions

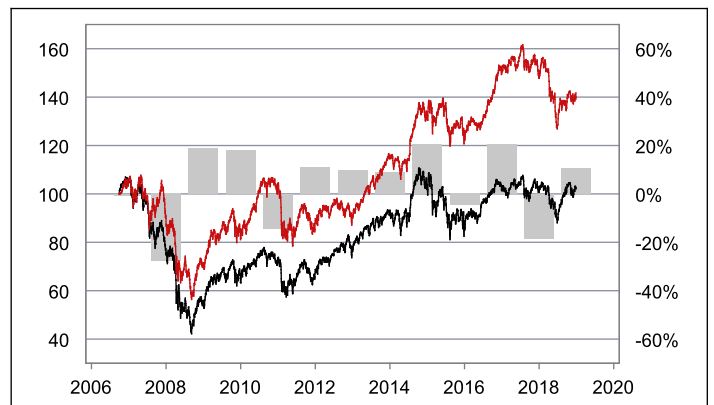
22.03.2010	Dividend	EUR 1.97
12.03.2013	Dividend	EUR 2.00
18.03.2015	Dividend	EUR 1.40

Key Figures

Net Asset Value (Tranche A):	EUR 134.23
Number of Shares Issued:	357'998
Net Asset Value (Tranche B):	EUR 128.51
Number of Shares Issued:	54'119
Net Asset Value (Tranche C, CHF-hedged):	CHF 143.06
Number of Shares Issued:	209'886
Total Net Asset Value:	EUR 82.0 Mio.

Performance - Tranche A (Distributions included)

	1 Month	3 Months	12 Months	3 Years*	5 Years*	since inception*
Fund	3.2%	4.4%	-4.8%	4.2%	4.3%	2.9%
Stoxx600@	4.3%	1.5%	1.3%	5.3%	2.4%	0.2%
						*p.a.
	2019	2018	2017	2016	2015	since inception
Fund	10.4%	-18.6%	20.3%	-4.6%	20.6%	41.8%
Stoxx600@	14.0%	-13.2%	7.7%	-1.2%	6.8%	2.8%



■ AMG Europe ■ Stoxx600@ indexed ■ Yearly performance (right scale)

Please find the detailed overview under www.amg.ch

Risk Ratios (rolling over the last 3 Years)

Volatility (p.a.):	9.7%
Sharpe Ratio (-0.41% Risk Free Rate):	0.49
Beta (vs. Stoxx600@):	0.68

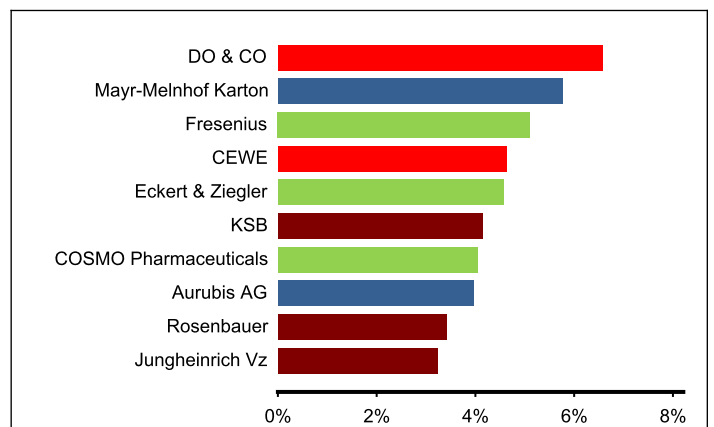
Breakdown by Sectors

Health Care	23.8%
Industry	20.2%
Basic Materials	15.5%
Consumer Disc.	12.8%
Financials	4.9%
Utilities	4.7%
Consumer Staples	4.3%
Communication	2.7%
Technology	2.4%
Cash	8.7%

Exposure

Long Position:	91.3%
Hedge Position:	0.0%
Net Position:	91.3%
Absolut Position:	91.3%

Largest Positions



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AMG Fonds