

BCAIX

Average Annual Returns (%)¹ (as of 06/30/22)

	Q2	YTD	1 yr	3 yr	5 yr	10 yr	Since Incept. ²
BCAIX	-13.89	-25.30	-25.56	-0.14	1.14	4.19	2.60
MSCI EAFE Index	-14.51	-19.57	-17.77	1.07	2.20	5.40	3.79

BCAIX (Single) Expense Ratio (Gross/Net): 0.94%/0.86%

Performance data quoted represents past performance and does not guarantee future results. The investment return and 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. Fund performance current to the most recent month-end may be lower or higher than the performance quoted and can be obtained by calling (877) 777-6944. The Fund imposes a 2.00% redemption fee on shares redeemed within 30 days of purchase. Performance data does not reflect the redemption fee, and if reflected, total returns would be reduced.

The **AMG Boston Common ESG Impact International Fund** returned -13.89% for the second quarter of 2022, compared with -14.51% for the benchmark, the MSCI EAFE Index. For the 12 months ending June 30, 2022, the Fund returned -25.56%, while the benchmark returned -17.77%.

International Market Review

International stocks fell as geopolitical tensions, slowing global growth, and inflationary pressures weighed on sentiment. Sanctions and curtailed supply of Russian oil and gas threaten the Eurozone, despite tight labor and rebounding services. Major currencies weakened notably against the US dollar, even as many central banks hiked interest rates. All sectors declined, with energy leading due to supply shortages and high prices. Defensive staples and healthcare also outperformed. Technology and industrials were among the worst performers on relative valuation and growth worries. Hong Kong was the best-performing

country thanks to China's improving outlook. Portugal and Spain, less dependent on Russian energy, also outperformed. Sweden, Ireland, and Israel were the worst performers, weighed down by exposure to cyclical stocks.

Portfolio Review

The Fund modestly outperformed its benchmark during the quarter. Our stock selection in the communication services sector was the largest contributor to performance. Deutsche Telekom outperformed its peers thanks to strong operations at its US subsidiary T-Mobile and potential value creation from divestment of its tower assets. Stock selection in the technology sector was also a key contributor. Chinese solar glass producer Xinyi Solar and French payments processor Worldline outperformed peers. Financials also added value this quarter, led by insurance groups AIA in Hong Kong and Sampo in Finland as well as Dutch Bank ING Groep. Europe ex UK helped performance with strong returns from personal care producer Essity, French auto parts supplier Valeo, and pharmaceutical companies Novo Nordisk and Novartis. Emerging Markets was also a positive contributor, driven by Alibaba.

The industrials sector was the largest detractor, as European holdings Schneider Electric, Atlas Copco, and Kion declined with concerns around slowing economic activity. In Japan, Recruit, the owner of job placement website Indeed, was pressured by fears of a weaker labor market. The healthcare sector was also a detractor from relative performance. Japanese eyeglass and technology supplier Hoya declined alongside semiconductor-related companies. Likely softening technology demand pressured German chip producer Infineon. Our lack of exposure to conventional energy was also a drag. From a regional perspective, the UK was the largest detractor from relative performance, including steam specialist Spirax-Sarco and specialty chemicals manufacturer Croda. Japanese holdings also weighed on returns, including bike parts manufacturer Shimano. In Australia, asset manager Macquarie and real estate company Mirvac were also among the detractors.

Portfolio Activity

Among our transactions this quarter, we added two stable European companies with price to earnings ratios below 14.5x and dividend yields above 4%. First, we purchased UK utility SSE. The company's current operations and long-term strategy are aligned with the transition to clean energy. SSE's capital investment

¹ Returns for periods less than one year are not annualized.² Since the inception of the Fund on December 29, 2010.

COMMENTARY

ASSET CLASS | ESG INTERNATIONAL EQUITY

BCAIX

plan is designed to double and then triple wind power capacity by 2026 and 2031, driving over 70% of earnings growth. The company's transmission & distribution business should benefit from the rising importance of grid connections as the economy shifts from fossil fuels to electricity. We also bought Ahold, a European and US grocery store operator based in the Netherlands. The company's strong operational profile is characterized by products tailored to consumers' health & wellness trends and integrated ecommerce. Demand for Ahold's affordable generic brand should also benefit from rising food inflation. The company has industry-leading ESG practices, including operating the first large-scale supermarket chain (Hannaford) in the Northeast US to achieve zero food waste to landfills. During the quarter, we sold plumbing supplies distributor Ferguson since the company is changing its primary listing from the UK to the US. We also sold HDFC Bank, an Indian lender that has outperformed this year.

Outlook and Positioning

European and Japanese growth expectations have deteriorated with heightened macroeconomic uncertainty. Greater curtailment of Russian natural gas delivery to Europe looms as a key industrial and societal threat, especially this winter. Vigorous policy response, led by Germany, could foster a deeper and faster transition to electrification, renewable power, and efficiency that will enhance both national security and environmental resilience. Rising costs from the commodity supply shock and pandemic disruptions along with corresponding higher interest rates will likely weigh on spending and investment for consumers and businesses. However, mitigating considerations include robust labor markets with low unemployment and rising wages, a pro-growth policy shift in China, and pent-up demand for many products and services. In addition, this year's equity market decline and relatively low valuation at least partially reflect the macro challenges.

Given our view that the probabilities of recession and expansion are nearly equivalent, we have sought to balance the portfolio among defensive and growth investments. In aggregate, we are overweight the relatively stable healthcare, consumer staples, communication services, and utilities sectors. Our cyclical exposure is mostly concentrated in the industrial, technology, and consumer discretionary sectors. We remain overweight financials based on their positive correlation with higher interest rates. All our holdings reflect our preference for high-quality companies positioned for a net-zero economy and more just society.

The views expressed represent the opinions of Boston Common Asset Management, LLC as of June 30, 2022, are not intended as a forecast or guarantee of future results, and are subject to change without notice.

Top Ten Holdings (%)³ (as of 06/30/22)

Holding	% of Net Assets
Deutsche Telekom	4.3
Roche HLDG LTD	3.7
Unilever PLC - Sponsored	3.1
Sampo PLC	3.0
Novartis A G Sponsored	3.0
Orix Corp	2.8
AXA	2.7
Oversea-Chinese Banking	2.7
ING Groep N.V.	2.5
Koninklijke Ahold	2.5
TOTAL %	30.1

Disclosure

The Fund's investment objectives, risks, charges, and expenses must be considered carefully before investing. The summary and statutory prospectus contains this and other important information about the investment company, and it may be obtained by calling (877) 777-6944 or visiting www.bostoncommonfunds.com. Read it carefully before investing.

Past performance is no guarantee of future results.

Mutual fund investing involves risk. Principal loss is possible. The Fund invests in foreign securities, which involve political, economic and currency risks, greater volatility and differences in accounting methods. The Fund's sustainability policy could cause it to perform differently compared to similar funds that do not have such a policy. This policy may result in the Fund foregoing opportunities to buy certain securities when it might otherwise be advantageous to do so, or selling securities when it might be disadvantageous for it to do so. Diversification does not assure a profit or protect against a loss in a declining market.

The composition of the country, holding, and sector weightings are subject to change and are not recommendations to buy or sell any securities.

Earnings before interest, tax, depreciation and amortization (EBITDA) is a measure of a company's overall financial performance.

³ 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.

Q2 | 2022

Boston Common ESG Impact International Fund

COMMENTARY

ASSET CLASS | ESG INTERNATIONAL EQUITY

BCAIX

EPS or earnings per share is a forward-looking statement. Forward looking statements are not guarantees of future performance and are subject to a number of risks and uncertainties, many of which are out of the Advisor's control.

The book value of a company is the difference between that company's total assets and total liabilities.

The Morgan Stanley Capital International Europe, Australasia and Far East Index ("MSCI EAFE") is an unmanaged index composed of securities of 22 European and Pacific Basin countries.

You cannot invest directly in an index.

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

Earnings growth for a Fund holding does not guarantee a corresponding increase in market value of the holding or the Fund.

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.

Any sectors, industries, or securities discussed should not be perceived as investment recommendations.

Any securities discussed may no longer be held in the Fund's portfolio. It should not be assumed that any of the securities transactions discussed were or will prove to be profitable, or that the investment recommendations we make in the future will be profitable.

Boston Common Asset Management, LLC is the advisor to the Fund, which is distributed by Quasar Distributors, LLC.

3

Visit our website at amgfunds.com for more information



063022 FC183