

IMPORTANT TAX INFORMATION

Tax-Exempt Income Distributions: Exemptions from Federal and State Income Taxes

Please note that exempt-interest dividends paid by the Funds in 2016 are exempt from Federal Income Tax and will now be reported in **Box 10** of Form 1099-DIV. Previously, exempt-interest dividends were reported on Form 1099-INT.

A portion of your 2016 income distributions may also be exempt from State Income Tax. You will need to utilize the state-specific percentages presented in the "Tax-Exempt Investment Income by State" table to determine this amount.

Please consult your tax advisor regarding the tax status of Fund distributions in your state.

Important Alternative Minimum Tax Information:

The percentage of your total 2016 exempt-interest dividends subject to the Alternative Minimum Tax ("A.M.T.") is shown on the line "Amount Subject to A.M.T." at the bottom of the "Tax-Exempt Income by State" table. In addition, any exempt-interest dividends subject to the A.M.T. are shown in **Box 11** of your Form 1099-DIV, labeled "Specified private activity bond interest dividends."

2016 TAX-EXEMPT INCOME BY STATE

	AMG GW&K Municipal Enhanced Yield Fund	AMG GW&K Municipal Bond Fund		AMG GW&K Municipal Enhanced Yield Fund	AMG GW&K Municipal Bond Fund
Alabama	0.00%	0.00%	New Hampshire	0.56%	0.00%
Alaska	0.00%	0.00%	New Jersey	11.24%	2.44%
Arizona	0.00%	4.47%	New Mexico	0.00%	0.00%
Arkansas	0.00%	0.00%	New York	10.63%	9.46%
California	2.88%	3.92%	North Carolina	0.00%	3.42%
Colorado	2.49%	1.30%	North Dakota	0.00%	0.00%
Connecticut	0.70%	0.91%	Ohio	0.00%	5.34%
Delaware	0.00%	0.00%	Oklahoma	0.00%	0.18%
Florida	9.97%	3.81%	Oregon	0.30%	0.11%
Georgia	2.24%	4.36%	Pennsylvania	1.55%	1.22%
Hawaii	0.00%	0.00%	Rhode Island	2.66%	0.00%
Idaho	0.06%	1.07%	South Carolina	0.00%	0.00%
Illinois	13.77%	6.72%	South Dakota	0.00%	0.00%
Indiana	0.00%	0.85%	Tennessee	0.08%	0.45%
Iowa	0.00%	0.20%	Texas	16.19%	14.14%
Kansas	0.21%	0.00%	Utah	0.00%	0.00%
Kentucky	1.22%	0.34%	Vermont	0.00%	0.00%
Louisiana	4.26%	0.00%	Virginia	2.16%	2.72%
Maine	0.00%	0.00%	Washington	0.00%	7.82%
Maryland	0.00%	3.75%	West Virginia	2.36%	0.00%
Massachusetts	4.72%	6.25%	Wisconsin	2.68%	4.16%
Michigan	3.72%	2.41%	Wyoming	0.00%	0.00%
Minnesota	0.00%	2.74%	American Samoa	0.00%	0.00%
Mississippi	0.00%	0.00%	District of Columbia	0.62%	3.10%
Missouri	0.00%	2.36%	Puerto Rico	0.00%	0.00%
Montana	0.00%	0.00%	Virgin Islands	0.00%	0.00%
Nebraska	2.73%	0.00%	Taxable Income	0.00%	0.00%
Nevada	0.00%	0.00%	TOTAL	100.00%	100.00%
			Amount Subject to A.M.T.	6.57%	0.00%

AMG Funds does not provide legal or tax advice. Always consult an attorney or tax professional regarding your specific financial or tax situation. For additional federal income tax information, go to IRS.gov, Publication 564 "Mutual Fund Distributions."

Funds are distributed by AMG Distributors, Inc., a member of FINRA/SIPC.

Tax information for AMG Funds is now downloadable to Turbo Tax. To learn more, please visit our website www.amgfunds.com, select Individual Investor and click on Turbo Tax Guide under the Applications and Forms section. If you have questions, please contact customer service at 800-548-4539 from 8AM to 8PM Eastern Standard Time. Please consult a tax professional regarding your specific tax situation.