

### FACTSHEET

#### Performance Returns

The Ronit Global Opportunities UCITS Fund returned -3.34% in the month of May (USD Institutional A Founder Class).

#### Investment Objective & Strategy

The Ronit Global Opportunities UCITS Fund seeks long term absolute returns in global opportunities by trading a fundamental, bottom-up strategy with macro overlays, to capitalize on Global Opportunities (long-short strategy) with a focus on Emerging Markets and the European periphery. The investment strategy will only invest across a liquid capital structure and is expected to have an equity bias over time. The team believe that fundamental research coupled with a sensible understanding of risk/reward and idiosyncratic risks can generate attractive returns over time and across market cycles.

#### Monthly Commentary

This month witnessed the first challenge to the goldilocks sentiment that has been prevalent in financial markets for most of the year thanks to incrementally supportive monetary policy in the US and strong but unremarkable global economic data. Potential obstacles - whether in the form of trade disputes, geopolitical tensions or earnings disconfirmations - have been eagerly discounted by a market that has grown comfortable in its belief that most issues can be worked out quickly and with little friction. Even if such obstacles persisted, it was felt that given their change of tone, the monetary authorities would be there to provide stability on the downside.

These assumptions, which had supported a strong rally across all asset classes, were called into question in May, prompting a fairly abrupt correction in some markets. First, President Trump's escalation of the trade dispute with China, following an attempt by Beijing to renegotiate the terms of the provisional settlement, upended the consensus view that a conclusion to the trade war was in sight. Second, incremental data suggested a far more complicated path for global growth, undercutting market expectations especially in light of increased trade tensions. Pricing of long term government bonds moved during the month to levels consistent with a much weaker economic outlook and in commodities we had material corrections in many of the economically sensitive items.

As we have written many times in the last five months we believed that the rally in the first part of 2019 had taken a very complacent view of risk in the market. Consequently we were positioned cautiously with a lower gross in the portfolio. Historically that stance and our long volatility exposure had allowed us to manage and weather these periods of volatility successfully in the past.

However, as always, our performance is ultimately a function of the actual behaviour of our positions both long and short. This month the combination of more mixed quarterly results and fairly abrupt sector rotations negatively impacted many of our core positions. Take the Chinese e-commerce space, for example, one of our largest sector exposures. Being so positioned certainly hurt us last month as the simultaneous pressures of somewhat disappointing quarterly figures (for certain names) and mounting trade tensions drove a tough sell-off across Chinese tech stocks. That said, the extent of the selling was consistent with our view that when stocks change direction momentum oriented strategies will tend to exacerbate the velocity of the move.

Although we recognize that news flow will remain challenging, we think that the selloff has only created more attractive opportunities in China. This is not to say that we have a better "crystal ball" on the trade dispute than others and we would be surprised if the tariff question is resolved quickly given the distance in the current state of negotiations. At the same time, we struggle to see in either party the desire for a full economic conflict especially with US presidential elections next year. Threats of new tariffs and sharp rhetoric are likely, but at some stage we think the parties will call a truce, if not an agreement. In the meantime, investors in many Chinese names have assumed a materially negative outlook to underwrite stocks, creating numerous opportunities with the risk-reward that we tend to favour.

#### Position Update

The strong rally of the first few months of the year had caused many of our overlay positions to drag and as we entered this month we had decided to lower our gross and remain with our conviction positions as a mechanism to manage the risk. We continue to think that operating under that regime while maintaining an overall long volatility posture remains the best model in this environment.

#### Ronit Global Opportunities UCITS Fund Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2019	2.50%	-1.85%	1.28%	1.81%	-3.34%								<b>0.26%</b>
2018	4.39%	1.71%	-0.17%	-3.28%	-2.92%	-1.56%	2.86%	-2.75%	-0.48%	9.92%	2.26%	2.91%	<b>12.80%</b>
2017	0.82%	0.03%	0.00%	-0.19%	0.04%	-6.05%	3.88%	2.08%	0.52%	-1.52%	-3.08%	0.94%	<b>-2.84%</b>
2016												0.04%	<b>0.04%</b>

The performance figures quoted above represent the performance of the USD Institutional Founder A Share Class Pooled in the Ronit Global Opportunities UCITS Fund since launch on 5<sup>th</sup> December 2016. The performance from 1 January 2019 onwards represents the USD Institutional Founder A Share Class. These performance figures refer to the past and past performance is not a reliable guide to future performance.

#### Ronit Global Opportunities Master Fund LTD Performance (Non-UCITS)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2016	1.06%	-3.30%	7.90%	2.08%	-4.31%	1.70%	3.53%	1.02%	-1.62%	2.29%	-2.34%		<b>7.67%</b>
2015	-3.81%	4.35%	-4.67%	4.68%	-2.74%	-4.60%	-1.65%	5.55%	1.17%	0.46%	2.91%	-2.25%	<b>-1.36%</b>
2014	-1.87%	1.17%	3.98%	2.65%	-1.22%	3.46%	4.82%	-0.97%	-0.49%	-3.39%	-0.30%	0.36%	<b>8.13%</b>
2013						0.2%	1.4%	-1.1%	2.1%	4.2%	-0.1%	-0.08%	<b>6.67%</b>

The performance figures quoted above represent the performance of the Ronit Global Opportunities Master Fund LTD since launch on 1st June 2013 and not the Ronit Global Opportunities UCITS Fund. UCITS Funds have to abide by investment restrictions and consequently the performance of the Ronit Global Opportunities UCITS Fund may not be similar to that presented above. These performance figures refer to the past and past performance is not a reliable guide to future performance.

### THE MANAGER

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**Edward Misrahi** (Founding Partner and CIO)

Prior to starting Ronit, Edward was a founding partner of Eton Park in 2004 and subsequently managed public and private Emerging Market and European investments for the firm over the next eight years.

Edward worked for Goldman Sachs & Co., becoming a partner in 2000, where his role included Financial Analyst in Structured Finance, Member of Equities Arbitrage Group, Member of Global Emerging Markets Committee and Co-Head of Latin America for the Firm.

**Luis Arenzana** (Founding Partner)

Luis was Founding Partner and Portfolio Manager of Shelter Island Capital Management (2003-2013). Here he managed a European Event-Driven Strategy. From 2010 he also managed the Shelter Island Total Return Fund (a Long-Short Equity & Credit Mandate).

From 2008 onwards he also offered advisory services to institutional clients investing in Spain. Prior to founding Shelter Island, Luis was an Executive Director at Orchard Capital Advisors (2001-2003) - here he worked as a Senior Analyst for the European Long-Short Equity Strategy.

#### FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
Fund AUM	\$26 million
Strategy AUM	\$161 million
Inception	5 <sup>th</sup> December 2016
Share Class	<b>Institutional/Institutional Founder</b>
Currency	EUR/USD/GBP
Mgt. Fee	1.75%/1.5%
Perf. Fee	17.50%/15%
Min Init. Sub.	1,000,000
ISIN Codes	EUR: IE00BD87RV38/IE00BD87S431 USD: IE00BD87RX51/IE00BD87S654 GBP: IE00BD87RW45/IE00BD87S548
Share Class	<b>Institutional A Founder/Retail Pooled</b>
Currency	EUR/USD/GBP
Mgt. Fee	1.2%/2%
Perf. Fee	15%/20%
Min Init. Sub.	10,000,000/10,000
ISIN Codes	EUR: IE00BD8BVG80/IE00BD87SM12 USD: IE00BD87RT16/IE00BD87S878 GBP: IE00BD8BVH97/IE00BD87S761

### Top 5 Positions (Exposure as % of NAV)

Top 5 Equity Long		Top Corporate Credit Long		Top 5 Equity Short	
PLAY COMMUNICATIONS	8.47%	CEMIG	7.77%	UNDISCLOSED – TECH&IT (ARGENTINA)	2.22%
CEMIG	5.30%	PETROBRAS	6.10%	UNDISCLOSED – FINANCIALS (BRAZIL)	1.87%
PETROLEO BRASILEIRO	4.86%	ENSCO PLC	3.40%	UNDISCLOSED – CONSUMER (FRANCE)	1.48%
NASPERS	4.55%			UNDISCLOSED – FINANCIALS (GERMANY)	1.32%
EMBRAER	4.12%			UNDISCLOSED – UTILITIES (SPAIN)	1.25%

### Top P&L Contributors (Ex-Hedges and CDS)

Positive			Negative		
	Strategy	%		Strategy	%
PLAY COMMUNICATIONS	Equity Long	0.87%	BAIDU	Equity Long	-1.09%
UNDISCLOSED	Equity Short	0.23%	ALTABA	Equity Long	-1.01%
CEMIG	Equity Long	0.21%	DESPEGAR	Equity Long	-0.75%
UNDISCLOSED	Equity Short	0.17%	UNDISCLOSED	Equity Short	-0.73%
UNDISCLOSED	Equity Short	0.15%	NASPERS	Equity Long	-0.55%

### Exposures (% of NAV)

By Country					Equity Exposures By Instrument (Delta Adjusted)					Credit Exposures				
	Long	Short	Net	Gross		Long	Short	Net	Gross		Long	Short	Net	Gross
Brazil	28.65%	-2.91%	25.75%	31.56%	Equity & Single Name Options	48.79%	-19.67%	29.12%	68.45%	Corporate Credit	17.60%	-0.02%	17.58%	17.61%
Italy	4.80%	-19.12%	-14.33%	23.92%	Option & Index Hedges	0.00%	-21.73%	-21.73%	21.73%	Sovereign Credit	23.04%	-31.44%	-8.41%	54.48%
Germany	16.28%	-2.22%	12.44%	20.11%	<b>TOTAL</b>	<b>48.79%</b>	<b>-41.39%</b>	<b>7.39%</b>	<b>90.18%</b>	<b>TOTAL</b>	<b>40.63%</b>	<b>-31.46%</b>	<b>9.17%</b>	<b>72.09%</b>
United States	6.82%	-12.33%	-5.51%	19.15%						Sovereign Credit DV01	€1.8k	€0	€1.8k	€1.8k
Poland	8.47%	0.00%	8.47%	8.47%	<b>By Sector</b>					Corporate Credit DV01	€3.5k	€0	€3.5k	€3.5k
Argentina	5.67%	-2.22%	3.45%	7.89%		Long	Short	Net	Gross	CDS PV	0.33%	-0.02%	0.31%	0.34%
China	5.06%	-2.58%	2.48%	7.64%	Consumer	11.17%	-2.23%	8.94%	13.40%	<b>By Market Cap (Equities only)</b>				
South Africa	4.55%	0.00%	4.55%	4.55%	Energy	14.87%	0.00%	14.87%	14.87%		Long	Short	Net	Gross
United Kingdom	3.40%	0.00%	3.40%	3.40%	Financials	8.03%	-4.58%	3.45%	12.61%	> 10 Billion \$	24.86%	-35.08%	-10.22%	59.95%
Korea, Republic of	3.07%	0.00%	3.07%	3.07%	Industrial	2.33%	0.00%	2.33%	2.33%	5 - 10 Billion \$	0.00%	-2.57%	-2.57%	2.57%
Mexico	2.33%	0.00%	2.33%	2.33%	Materials	0.00%	-0.75%	-0.75%	0.75%	2 - 5 Billion \$	20.21%	-3.74%	16.48%	23.95%
France	0.00%	-1.48%	-1.48%	1.48%	Sovereign	23.04%	-31.44%	-8.41%	54.48%	< 2 Billion \$	3.71%	0.00%	3.71%	3.71%
Spain	0.00%	-1.25%	-1.25%	1.25%	Tech & IT	8.12%	-4.96%	3.17%	13.08%	<b>TOTAL</b>	<b>48.79%</b>	<b>-41.39%</b>	<b>7.39%</b>	<b>90.18%</b>
Hong Kong	0.00%	-0.75%	-0.75%	0.75%	Telecommunications	8.47%	-1.60%	6.86%	10.07%					
Turkey	0.00%	-0.35%	-0.35%	0.35%	Utilities	13.07%	-1.26%	11.80%	14.33%					
Russian Federation	0.00%	-0.00%	-0.00%	0.00%	Market Overlays	0.33%	-26.02%	-25.69%	26.35%					
Market Overlays	0.33%	-26.02%	-25.69%	26.35%	<b>TOTAL</b>	<b>89.42%</b>	<b>-72.85%</b>	<b>16.57%</b>	<b>162.27%</b>					

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