

FACTSHEET

Performance Returns

The High Ridge Credit Opportunities UCITS Fund returned +1.78% MTD / +8.77% YTD for both USD Founder Eq Acc Share and Pooled Acc Share Classes for the month of April.

Investment Objective & Strategy

The Fund seeks to generate enhanced income returns as well as capital appreciation, whilst maintaining focus on capital preservation and volatility. The core portfolio is predominately invested in subordinated debt and preferred securities; focused on credit quality, security structure and relative value. The core portfolio may employ limited leverage up to 30%, as well as Long / Short Credit and Rate Overlays designed to mitigate volatility.

Market Commentary

April's news headlines focused on noxious level party politics in the U.S., UK and Turkey as well as the heightened despair in Venezuela and Syria, which had little impact on the major global markets. Above all else, markets seemed focused on the earnings scorecard for Q1 2019. With 90% of the companies in the S&P 500 reporting actual results for the quarter, 76% of S&P 500 companies have reported a positive EPS surprise and 59% have reported a positive revenue surprise. So far, it appears that earnings are set for a decline of approximately -0.5%, which will be the first down quarter since 2Q 2016; yet far smaller decline than initial pre-reporting estimates.

The equity and fixed income markets remained in rally mode. The S&P 500 was up 4.05% MTD (+18.25% YTD), the MSCI Europe Index was up 3.90% MTD (+17.43% YTD) and the NASDAQ Composite was up 4.78% MTD (+22.39% YTD). The 30yr UST bond finished the month yielding 2.94% (+12bps) and the UST 10yr Note finished yielding 2.51% (+10bps). High Yield closed the month at CY 6.45% (-6bp) / YTW 6.17% (-31bps) returning 1.40% MTD (8.90% YTD). The Fund's top performers this month included Liberty Mutual Group, MetLife Inc. and Barclays.

There was very little change in the tone of markets over the course of April. FED and ECB policy are similarly committed to support growth. Chairman Powell voiced concern that inflation is not advancing to the Fed's desired 2% goal; professing that having downward pressure on inflation is one of the major challenges of our time. Likewise, European growth has remained stubbornly sluggish and, ECB Chairman, Mario Draghi, has assured markets that the Governing Council stands ready to adjust all of its instruments to ensure that inflation continues to move towards 2% inflation in a sustained manner.

- We expect the credit environment to be constructive as the Fed and ECB remains supportive of growth. The outlook for contained spreads, modestly higher longer-term US Treasury rates and high sector income should combine for a positive total rate of return over the next 6 to 12 months. This is especially so for the institutional \$1000 par Jr. Sub Debt and CoCo market sectors where nominal yields and spreads are higher.
- The longer-duration retail \$25 par market sector appears overvalued. We expect the retail sector may come under some pressure this summer if the UST yield curve modestly widens and/or if equities slump amidst summertime complacency.
- \$1000 par Jr. Subordinated Debt (represented by the COCS Index) was up +1.61% in April; with YTW @ 4.09% (-40bp). The COCOs (represented by the COCL index) were the best performing segment of the market in April; up 1.94%; with YTW @ 5.86% (-9bp). Both remain attractive relative to the \$25par retail Preferreds. Although COCO credit spreads have tightened YTD, we expect COCOs will continue to outperform because of yield, low duration, and a slowing issuance calendar.

In short, we believe the Fund's portfolio is well positioned and our outlook for the next 6 to 12 months remains positive.

USD Founder Eq Acc Share (MLHRUIF)

Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017 Perf	-	-	-	-0.06%	0.57%	0.52%	0.82%	0.17%	0.09%	0.71%	-0.28%	-0.07%	2.49%
NAV	-	-	99.94	100.51	101.03	101.86	102.03	102.12	102.85	102.56	102.49	-	-
2018 Perf	0.51%	-1.59%	-0.97%	-0.23%	-1.56%	-0.79%	1.13%	0.39%	0.00%	-1.90%	-2.65%	-1.53%	-8.87%
NAV	103.01	101.37	100.39	100.16	98.60	97.82	98.93	99.32	99.32	97.43	94.85	93.40	-
2019 Perf	3.91%	1.11%	1.71%	1.78%	-	-	-	-	-	-	-	-	8.77%
NAV	97.05	98.13	99.81	101.59	-	-	-	-	-	-	-	-	-

USD Founder Pooled Acc Share (MLHRUPF)

Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017 Perf	-	-	-	-	-	-	0.82%	0.17%	0.09%	0.72%	-0.29%	-0.08%	1.43%
NAV	-	-	-	-	-	-	100.82	100.99	101.08	101.81	101.51	101.43	-
2018 Perf	0.52%	-1.60%	-0.97%	-0.23%	-1.55%	-0.80%	1.14%	0.40%	0.00%	-1.90%	-2.65%	-1.52%	-8.86%
NAV	101.96	100.33	99.36	99.13	97.59	96.81	97.91	98.30	98.30	96.43	93.87	92.44	-
2019 Perf	3.91%	1.11%	1.72%	1.78%	-	-	-	-	-	-	-	-	8.77%
NAV	96.05	97.12	98.79	100.55	-	-	-	-	-	-	-	-	-

The performance figures quoted above represent the performance of the High Ridge Credit Opportunities UCITS Fund – USD Institutional Founder Share Class and the USD Institutional Founder Pooled Share Class since launch. These performance figures refer to the past and past performance is not a reliable guide to future performance.

THE MANAGER

SPECTRUM

Asset Management

Portfolio Management Team

Mark Lieb, CEO & Founder

Founded Firm in 1987

42 Years Industry Experience



L. Phillip Jacoby, CIO and Sr. PM

Joined Firm in 1995

36 Years Industry Experience



Manu Krishnan, PM

Joined Firm in 2004

15 Years Industry Experience



Fred Diaz, PM

Joined Firm in 2000

26 Years Industry Experience



Roberto Giangregorio, PM

Joined Firm in 2003

16 Years Industry Experience



Kevin Nugent, PM

Joined Firm in 2012

35 Years Industry Experience



FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Daily
Fund AUM	\$9.82 million
Spectrum Firm AUM	\$20.36 billion
Fund Inception	10th April 2017
Share Class	Institutional Founder
Currency	USD/EUR/CHF/GBP
Share Type	Accumulation & Distributing
Mgt. Fee	0.50%
Perf. Fee	5%
Min Init. Sub.	2,500,000
ISIN Codes	USD: IE00BYYS1N76 / IE00BD6P9132
	EUR: IE00BYYS1D78 / IE00BD6P8V62
	GBP: IE00BYYS1F92 / E100BD6P9025
	CHF: IE00BYYS1G00 / IE00BD6P8W79

Fund Platform

MontLake UCITS Platform ICAV

Fund Manager

MLC Management Limited (Dublin)

Administrator

Northern Trust International Fund Admin Services (Ireland) Limited

Depository

Northern Trust Fiduciary Services (Ireland) Ltd

Legal Advisor

Maples & Calder – Dublin

Auditor

KPMG – Dublin

Yield Comparatives

	Ticker	Credit	Mod Dur	CY	YTW	CY Spread	YTW Spread	CY Ratio	YTW Ratio
US Treasury 5 YR	GA05	AAA	4.70	2.25	2.28	Spread & Ratio Comparatives			
US Corporate	COA0	A-	7.08	3.98	3.65	173	137	1.77	1.60
High Ridge Fund	MLHRUFP	BBB	5.04	6.37	4.92	411	264	2.83	2.16
US High Yield	H0A4	BB-	3.6	6.09	5.56	384	328	2.70	2.44

Top 10 Issuer Concentrations (100%)

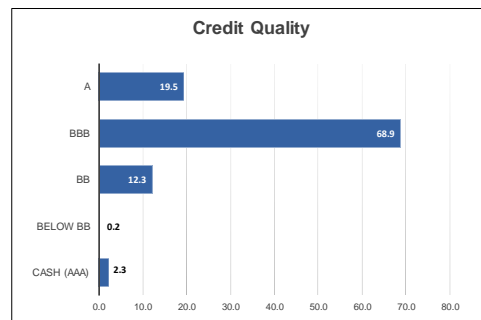
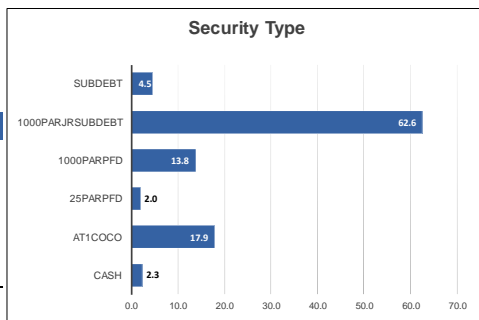
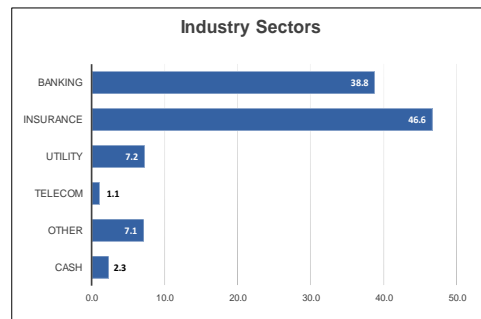
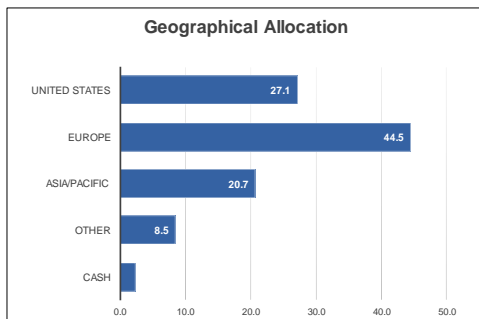
AIG	4.6%
Zurich Insurance Group	4.4%
Credit Agricole	4.4%
HSBC	3.5%
BHP Billiton	3.4%
Liberty Mutual	3.4%
Barclays	3.4%
Societe Generale	3.4%
MetLife	3.2%
Nippon Life Insurance	3.2%
Total	37.1%

Portfolio Overview (Month End)

Number of holdings	104
Number of issuers	51
Modified Duration*	5.0
Average Dollar Price*	\$106.6
Average Coupon*	6.9%
Current Yield*	6.4%
Yield to Maturity*	6.7%
Yield To Worst*	4.9%
Average Credit Rating	BBB
Fixed to Floating	49.0%
Fixed to Variable	36.7%
Fixed Rate	9.9%
Floating	5.2%
Overlay	0.4%
Cash	2.3%

*Excludes cash

Positions	Gross Long	Gross Short	Net
Preferred & Sub Debt	100.8%	0%	100.8%
SPY 500 Futures	15%	0%	15%
Euro Stoxx Bank Futures	0%	1%	-1%
UST Note Futures	0%	0%	0%
UST Bonds Call/Put Spreads	0%	0%	0%
Cash	2.3%	0%	2.3%
Total	104.6%	1.1%	103.5%



Contact Details

Investor Contact
MontLake Funds (UK) Ltd
 Park House, 116 Park Street
 London, W1K 6AF, UK
 T: +44 20 3709 4510
 info@montlakefunds.com

Management Company
MontLake Management Ltd
 23 St. Stephen's Green,
 Dublin 2, Ireland
 T: +353 1 533 7020
 investorrelations@montlakefunds.com

Investment Manager
Spectrum Asset Management, Inc
 2 High Ridge Park,
 Stamford, CT, 06905 USA
 T: +1 203 321 1133
 ssolmonson@samipfd.com

Disclaimer

RISK WARNING: Past performance is not a reliable indicator of future results, prices of investments and the returns from them may fall as well as rise. Investments in equities are subject to market risk. Changes in exchange rates may have an adverse effect on the value price or income of the product. The High Ridge Credit Opportunities UCITS Fund (the "Fund") may use higher leverage and financial derivative instruments as part of the investment process. The distribution of this report does not constitute an offer or solicitation and this notice shall not be construed as an offer of sale in any other fund managed or advised by Spectrum Asset Management, Inc or MontLake Management Limited ("ML"). Any investment in the Fund should be based on the full details contained in the Fund's Supplement Prospectus and Key Investor Information Document which together with the MontLake UCITS Platform ICAV Prospectus may be downloaded from the MontLake website (www.montlakeucits.com). Information given in this document has been obtained from, or based upon, sources believed by us to be reliable and accurate although neither ML nor Spectrum Asset Management, Inc accepts liability for the accuracy of the contents. The state of the origin of the fund is the Republic of Ireland. In Switzerland, the representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich, whilst the paying agent is NPB Neue Privat Bank AG, Limmatquai 1/am Bellevue, P.O. Box, CH-8024 Zurich. The prospectus, the Key Investor Information Documents, the articles of association as well as the annual and semi-annual reports may be obtained free of charge from the representative. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. ML does not offer investment advice or make recommendations regarding investments. The Manager of the Fund is MontLake Management Ltd, a company regulated by the Central Bank of Ireland. The Investment Manager for the fund, Spectrum Asset Management, Inc is authorised and regulated by the Securities Exchange Commission (the "SEC"). The MontLake UCITS Platform ICAV is registered and regulated as an open-ended Irish collective asset-management vehicle with segregated liability between sub-Funds formed in Ireland under the Irish Collective Asset management Vehicles Act 2015 and authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations. This notice shall not be construed as an offer of sale in the Fund. The state of the origin of the Fund is the Republic of Ireland. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. Authorised and Regulated by the Central Bank of Ireland.