

### FACTSHEET

#### Performance Returns

The High Ridge Credit Opportunities UCITS Fund returned -0.23% (USD Founder Eq Acc Share) and -0.23% (USD Founder Pooled Acc Share) 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 news headlines were heavy on political drama, including the Michael Cohen saga, more senior White House staffing changes, the upcoming US/North Korea summit, Italy's election deadlock, Syria's chemical weapons attack in Douma, the Macron visit, the Iran Nuclear Deal, and the Central American migrant caravan. At the same time, Wall Street was largely focused on 1<sup>st</sup> Quarter earnings, where 78% of the S&P 500 companies have reported a positive EPS surprise. US unemployment dipped below 4%, yet worker participation and wage growth remained tepid. The 10 Yr. Treasury advanced toward 3%; prompting a EURO decline. The on/off trade war rhetoric was dialed-down.

The S&P 500 was up +0.38% MTD (-0.38% YTD), the MSCI Europe Index was up +4.75% MTD (+0.39% YTD) and the NASDAQ Composite was up +0.08% MTD (+2.68% YTD). The 30yr UST bond finished the month yielding 3.10% (+12bps) and the UST 10yr Note finished yielding 2.94% (+19bps). High Yield closed the month at CY 6.11% (+2bps) / YTW 5.78% (-1bps) returning +0.56% MTD (-0.56% YTD).

In our markets, floaters and fixed-to-floats outperformed fixed-for-life. Spanish banks were upgraded by S&P, and Moody's. Moody's upgraded SG's senior debt and put UBS on review for an upgrade. New issues were placed by SG, Aegon, Zurich Insurance and Meiji Yasuda. Top portfolio performers this month included Aon Corp, Lloyds Banking Group, and Meiji Yasuda Life.

Spectrum's CEO, Phil Jacoby, noted that investors are most concerned about rates. In that regard, the Fund's portfolio is built like the structure of our cells – with "protein" and "fat". Protein is the muscle from credit fundamentals and fat is current income that can grow along with the term structure of interest rates. Fixed-to-floating and fixed-to-variable, with attractive back-end structures, uniquely predominate in our funds; fostering a defensive position where income can grow and can offset the capital uncertainties of rate risks.

#### 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%									-2.27%
NAV	103.01	101.37	100.39	100.16									-

#### 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%									-2.27%
NAV	101.96	100.33	99.36	99.13									-

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

41 Years Industry Experience



**L. Phillip Jacoby, CIO and Sr. PM**

Joined Firm in 1995

35 Years Industry Experience



**Manu Krishnan, PM**

Joined Firm in 2004

14 Years Industry Experience



**Fred Diaz, PM**

Joined Firm in 2000

25 Years Industry Experience



**Roberto Giangregorio, PM**

Joined Firm in 2003

15 Years Industry Experience



**Kevin Nugent, PM**

Joined Firm in 2012

34 Years Industry Experience



#### FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Daily
Fund AUM	\$13.36 million
Spectrum Firm AUM	\$22.26 billion
Fund Inception	10th April 2017
Share Class	<b>Institutional Founder</b>
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 / IE00BD6P9025 CHF: IE00BYYS1G00 / IE00BD6P8W79
Fund Platform	MontLake UCITS Platform ICAV
Fund Manager Administrator	MLC Management Limited (Dublin) 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

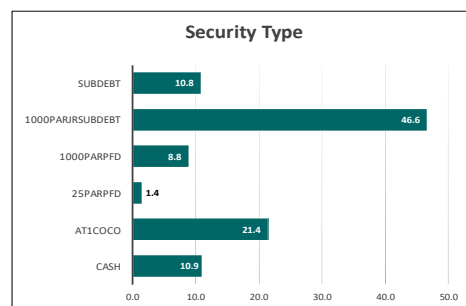
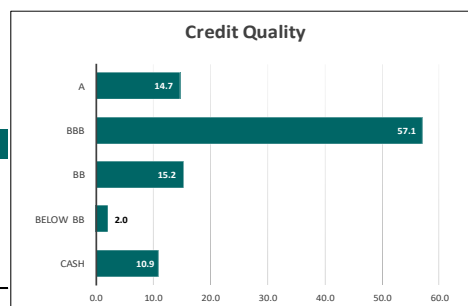
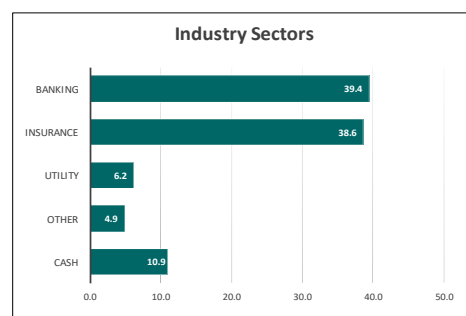
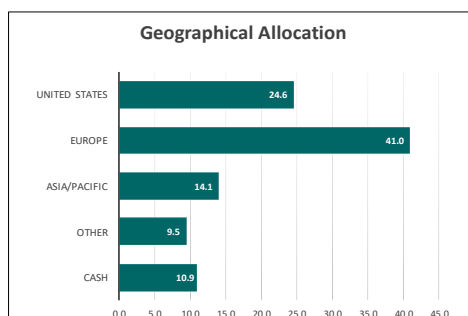
	Ticker	Credit	Mod Dur	CY	YTW	CY Spread	YTW Spread	CY Ratio	YTW Ratio
US Treasury 5 YR	GA05	AAA	4.64	2.75	2.79	Spread & Ratio Comparatives			
US Corporate	COA0	A-	7.04	3.98	3.97	122	118	1.44	1.42
High Ridge Fund	MLHRUFP	BBB+	5.77	6.09	5.11	333	232	2.21	1.83
US High Yield	HOA4	BB-	4.26	6.11	5.78	335	299	2.22	2.07

### Top 10 Issuer Concentrations (100%)

HSBC	3.9%
AIG	3.5%
Zurich Insurance Group	3.1%
Lloyds	2.9%
Macquarie Bank	2.9%
Liberty Mutual	2.6%
UBS	2.4%
Sompo Japan Insurance	2.3%
MetLife	2.3%
Nippon Life Insurance	2.3%
<b>Total</b>	<b>28.3%</b>

### Portfolio Overview (Month End)

Number of holdings	52
Number of issuers	48
Modified Duration	5.8
Average Dollar Price	\$109.1
Average Coupon	5.5%
Current Yield	6.1%
Yield to Maturity	6.5%
Yield To Worst	5.1%
Average Credit Rating	BBB+
Fixed to Floating	69.8%
Fixed Rate	15.6%
Floating	3.7%
Cash	10.9%
Overlay	8.8%



Positions	Gross Long	Gross Short	Net
Preferred & Sub Debt	89.1%	0%	89.1%
SPY 500 Futures	4.0%	0%	4.0%
Euro Stoxx Bank Futures	5.7%	0%	5.7%
UST Note Futures	0%	0.9%	-0.9%
US T Bonds Call/Put Spreads	0%	0%	0%
<b>Total</b>	<b>98.8%</b>	<b>0.9%</b>	<b>97.9%</b>

### Contact Details

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### 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 and, potentially, to currency exchange risk. 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. 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](http://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 Capital nor Spectrum Asset Management, Inc accepts liability for the accuracy of the contents. Spectrum Asset Management, Inc is authorised and regulated by the Securities Exchange Commission (the "SEC"). Funds regulated under UCITS must abide by investment restrictions. ML Capital does not offer investment advice or make recommendations regarding investments. The Manager of the Fund is MLC Management Ltd, a company regulated by the Central Bank of Ireland. 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 origin of the Fund is the Republic of Ireland. Issued and approved by MLC Management Ltd.

Authorised and Regulated by the Central Bank of Ireland.