

FACTSHEET

Performance Returns

The High Ridge Credit Opportunities UCITS Fund returned +0.71% (USD Founder Eq Acc Share) and +0.72% (USD Founder Pooled Acc Share) for the month of October.

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

October closed the month with news headlines focused on the Russian Investigation, the Fed Chair pick, the BOE's rate increase, the NYC terrorist attack, Catalonia, 3Q corporate earnings, and the US tax proposal. Markets volatility remained low; largely driven by tepid inflation and cautious Central Bank policy.

Key equity indices hit new month-end highs in October. The S&P 500 was up +2.33% MTD (+16.89% YTD), the MSCI Europe Index was up 1.98% MTD (+12.23% YTD) and the NASDAQ Composite was up +3.62% MTD (+26.12% YTD). Interestingly, as noted previously, at prevailing PE levels, the market is keenly focused on earnings; generously rewarding winners, but distinctly punishing losers. The 30yr UST bond finished Oct yielding 2.88% (+2bps) and the UST 10yr Note finished yielding 2.37% (+4bps). The yield curve has flattened, and poised to remain range bound. Across-the-board, credit spreads have tightened in 2017, as we anticipated at the beginning of the year. High Yield barely changed, remaining at strikingly low spread levels; closing the month at CY 5.91% (-1bps) / YTW 4.69% (-3bps). HY is looking expensive on a historical relative-value basis; which accounts for why we continue to see flows from investors who are rebalancing their portfolios by reducing their HY weighting and adding to their Preferreds & SubDebt weightings.

The 12 to 24 month outlook on credit fundamentals for banks & insurance issuers looks positive; poised to benefit from: i) slow-paced rate hikes ii) the prospect of lower corporate taxation and iii) lower costs associated with regulation. The US tax bill is viewed as a positive for corporate earnings across the board, and especially so for financials. Similarly, Powell's appointment is also viewed positively for financial issuers given his alignment with Yellen's slow & cautious approach on monetary policy, while more open to modifying regulation that may be over-reaching and costly. Across the pond, Europe's recovery process has trailed the US. As in the US, investors expect Europe's recovery to follow suit. The CoCo market has significantly matured over the past few years and expected to grow. We like the CoCo structures, especially with the fixed to 5 year reset feature. We have increased our weightings, but we remain selective and attentive to issuer credit quality. Brexit warrants mention, since it has and will linger as an open-issue for quite some time. Thus, our selection of UK issuers is particularly focused on those issuers who are better positioned to thrive, navigate and transition their business through the course of EU/UK Brexit negotiation process. In fact, three of the top performers in October were UK issuers; i.e. RBS, HSBC, and Standard Chartered.

As noted last month, active management based upon a disciplined security selection and portfolio construction process is key. The retail preferred securities segment of the market (best represented by the \$25par "PFF" ETF) is expensive; largely due to the index weightings of securities with low call protection and narrow yield spreads. Our portfolios are defensively focused on relative value taking account of call protection, absolute returns, and credit spreads. In our view, the High Ridge Credit Opportunities fund is very nicely positioned and nimble.

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%			2.85%
NAV	-	-	-	99.94	100.51	101.03	101.86	102.03	102.12	102.85			-

USD Founder Pooled Acc Share (MLHRUFP)

Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2017 Perf	-	-	-	-	-	-	0.82%	0.17%	0.09%	0.72%			1.81%
NAV	-	-	-	-	-	-	100.82	100.99	101.08	101.81			-

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 guarantee of future performance or a reliable guide to future performance.

THE MANAGER

SPECTRUM

Asset Management

Portfolio Management Team

Mark Lieb, CEO & Founder
 Founded Firm in 1987
 40 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
 13 Years Industry Experience



Fred Diaz, PM
 Joined Firm in 2000
 25 Years Industry Experience



Roberto Giangregorio, PM
 Joined Firm in 2003
 14 Years Industry Experience



Kevin Nugent, PM
 Joined Firm in 2012
 33 Years Industry Experience



FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Daily
Fund AUM	\$10.42 million
Spectrum Firm AUM	\$23.15 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 / EI00BD6P9025 CHF: IE00BYYS1G00 / IE00BD6P8W79

Fund Platform	MontLake UCITS Platform ICAV
Fund Manager	MLC Management Limited (Dublin)
Fund Distributor	ML Capital Asset Management Ltd
Fund Administrator	Northern Trust International Fund Admin Services (Ireland) Limited
Fund Depository	Northern Trust Fiduciary Services (Ireland) Ltd
Fund Legal Advisor	Maples & Calder – Dublin
Fund Auditor	KPMG – Dublin

Yield Comparatives

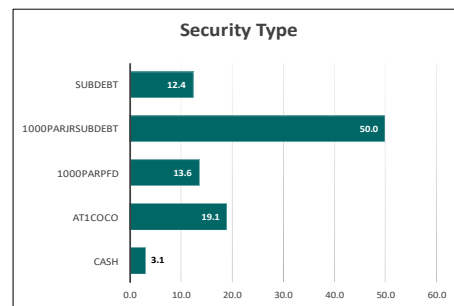
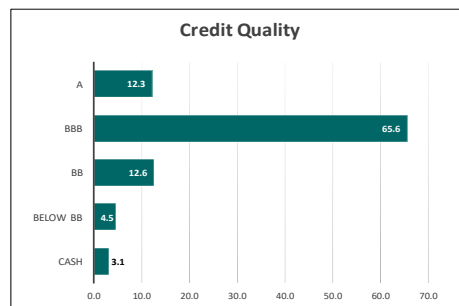
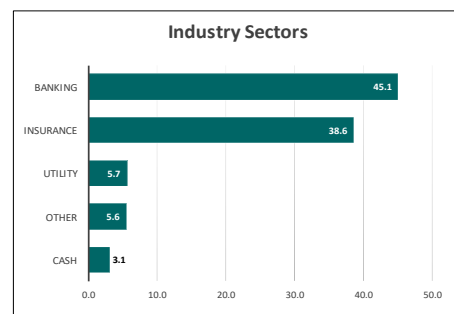
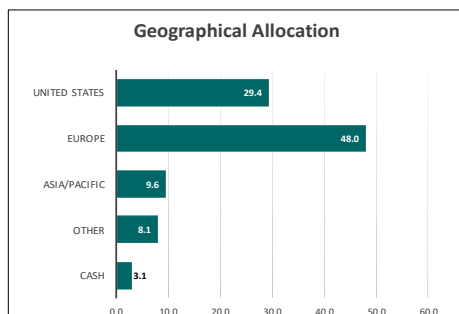
	Ticker	Credit	Mod Dur	CY		YTW		CY Ratio	YTW Ratio
				CY	YTW	Spread	Spread		
US Treasury 5 YR	GA05	AAA	4.74	2.00	2.01	Spread & Ratio Comparatives			
US Corporate	COA0	A-	7.13	3.81	3.19	181	118	1.90	1.59
High Ridge Fund	MLHRUFP	BBB	5.53	5.84	4.08	384	207	2.92	2.03
US High Yield	HOA4	BB-	3.72	5.91	4.72	391	271	2.95	2.35

Top 10 Issuer Concentrations (100%)

Lloyds	3.9%
MetLife	3.2%
HSBC	3.1%
Sompo Japan Insurance	3.1%
AXA	2.8%
Emera	2.8%
ALG	2.6%
Barclays	2.5%
Aon Corp	2.5%
Liberty Mutual	2.4%
Total	28.8%

Portfolio Overview (Month End)

Number of holdings	43
Number of issuers	43
Modified Duration	5.5
Average Dollar Price	\$113.1
Average Coupon	6.6%
Current Yield	5.8%
Yield to Maturity	7.7%
Yield To Worst	4.1%
Average Credit Rating	BBB
Fixed to Floating	65.6%
Fixed Rate	25.1%
Floating	4.3%
Cash	3.1%
Overlay	1.9%



Positions	Gross Long	Gross Short	Net
Preferred & Sub Debt	95.0%	0%	95.0%
SPY 500 Futures	0%	0%	0%
Euro Stoxx Bank Futures	0.7%	0%	0.7%
UST Note Futures	1.2%	0%	1.2%
US T Bonds Call/Put Spreads	0%	0%	0%
Total	96.9%	0.0%	96.9%

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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). 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 onerous 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. ML Capital Asset Management Ltd is regulated by the Central Bank of Ireland. 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 ML Capital Asset Management Ltd.

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