

FACTSHEET

Performance Returns

The Mygale Event Driven UCITS Fund USD institutional class had a positive performance of 0.22% during the month of June.

Investment Objective & Strategy

An active trading approach to European Focused Event Driven Equity.

The fund follows predominantly merger arbitrage and catalyst driven strategies. We hold 40-60 positions with a typical net exposure of up to 50% and gross of between 100% and 200%. Our trading approach has a three tiered methodology designed to capture additional alpha for every position. Trades are structured with the intention of embedding optionality and favourably skew risk, with sharpened timing and market feel from our trading background. We frequently question our investment thesis, and conduct fundamental in-house research with the understanding that company specialists may know more. We are not wedded to any positions and do not believe we have the 'information edge.' Therefore, we systematically consult the market through deep local broker relationships and industry specialists. We are constantly looking for trades with fundamental value, and situations with the possibility of counter bids and bump catalysts and try to avoid the 'home run' mentality.

Market Commentary

Looking back on 2017 so far, it's clear that the first half of the year has been a good one for stock markets in general, with European indices performing particularly well. Mergers and acquisitions activity has also been strong, unsurprisingly so, particularly in Europe, where deal volume has reached \$250bn in the first half, 70% higher than in the same period of 2016 and levels not seen since the financial crisis almost 10 years ago. There have been many multi-billion dollar deals announced so far, such as the \$34bn bid for Abertis by Atlantia, the \$30bn take over of Actelion by Johnson and Johnson and the \$17bn merger of Italy's Luxottica with Essilor of France, but we fully expect there will be a lot more to come as the year progresses!

Activity has been driven both by North American as well as domestic European acquirers (at increasing levels), with acquisitions by Asian acquirers down significantly compared to 2016. A notable difference this year though, is the preponderance of 'large' deals, with approximately double the number that we have typically seen in recent times. This has a natural corollary on timing of returns achieved on the portfolio, with large deals typically taking longer to complete.

It's not difficult to understand why activity levels are increasing this year, nor why they are unlikely to stop in the near future! Markets are now beginning to enter a period of relative normality, following a year that was characterized with a series of pretty tumultuous political events, from the UK voting to leave the European Union, to the French and US presidential elections heralding somewhat surprising results. These all served to increase the feeling of uncertainty and dampen confidence in markets in 2016. The return to market stability this year however, is now combined with European economies starting to improve, which is already leading continental chief executives to look for new growth opportunities through acquisition. In some situations, relatively high equity valuations are enabling acquirers to fund deals using stock, whilst in other cases it is clear that balance sheet strength (Deloitte reports indicate that cash balances are at 10 year highs as at end 2016), combined with what are still historically low financing costs are meaning that for many opportunities, the time is now. Financial investors are also playing an ever increasing part in these activities, and given their high levels of liquidity, and favourable financing conditions, both in lending and capital markets, we expect this to provide some welcome competition to the corporate acquirer.

June itself was an 'interesting' month for some commonly held Event Driven opportunities. The most volatile of which was the Rite Aid deal which Walgreens had to restructure as an asset purchase to overcome FTC concerns. For a deal that was originally structured as a cash bid at \$9 per share, subsequently lowered to \$7, to then culminate in an asset sale leaving the share price languishing below \$2.50 was doubtless significantly painful to many who betted on a positive outcome. Fortunately, we had chosen not to be involved in that name, but were involved, in a very small way, in Stada. To those of you who read our commentary regularly you will know that Stada had been one of our bigger positions this year, due to our conviction about the quality of the asset as well as the likely competitive bidding process. However, we have always been concerned about the high percentage of the company held by retail investors as well as index trackers likely making it difficult for the 67.5% acceptance threshold to be met. Consequently we sold over 80% of our position in early June and hence had very small exposure when the feared tender threshold was not met (by just a couple of percentage points).

As we enter the second half of 2017, we look forward to a hopefully buoyant environment for our strategy and would like to thank you for your ongoing support and interest in the fund.

Monthly Share Class Performance Breakdown

USD Ins.	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Y-T-D
2017	0.00%	0.30%	0.47%	0.61%	0.04%	0.22%							1.65%
2016	0.97%	0.43%	0.02%	0.67%	0.47%	0.03%	2.83%	0.76%	0.84%	-1.56%	0.03%	1.02%	6.65%
GBP Ins. F	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Y-T-D
2017	0.01%	0.28%	0.43%	0.62%	0.07%	0.21%							1.62%
2016	1.25%	0.47%	0.02%	0.69%	0.57%	0.18%	2.85%	0.83%	0.86%	-1.16%	0.05%	0.84%	7.65%

Note: The performance figures quoted above for the USD Share Class represents the performance of the Mygale Event Driven UCITS Fund USD Institutional Share Class and the GBP Share Class represents the performance of the GBP Institutional Class A Founder 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



Neil Tofts has over 19 years' experience successfully running event driven portfolios and funds, and 22 years in derivatives. As Managing Director and Head of Event Driven Investments for Merrill Lynch in London, he was responsible for a European focused, Global Event Driven portfolio. From 2007 he was Head of Global Event Driven Investments at KBC Alternative Investment Management in London where he established and ran a 4 person team. Prior to this in 2000, Neil founded the London office of Deephaven Capital Management. He has also managed Event Driven investments at Paribas and NatWest Markets. He graduated with a BA (Hons) in Business Studies from Oxford Brookes University.

Ken Li Chung was previously a Vice President at Bank of America Merrill Lynch in London where, most recently, he had full responsibility for the European Event Driven trading franchise. He has over nine years of investment experience, having joined BAML in 2008 and has also been responsible for a European focused fundamental equity portfolio as well as index and portfolio trading. Ken Li graduated with a BA (Hons) in Economics from the London School of Economics and Political Science, and is a CFA Charterholder.

FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
Fund AUM	\$138.7 million
Inception	1 st January 2016

Share Class	Institutional/Institutional Pooled
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.50%
Perf. Fee	20%
Min Init. Sub.	1,000,000
ISIN	EUR: IE00BYRPFQ61/IE00BYRPFV15
Codes	USD: IE00BYRPF792/IE00BYRPFY46 CHF: IE00BYRPF585/IE00BYRPFX39 GBP: IE00BYRPF78/IE00BYRPFW22

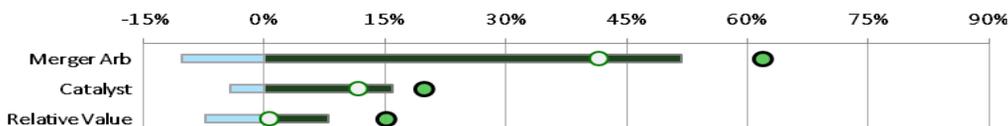
Share Class	Institutional Founder/Retail Pooled
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.25%/2.00%
Perf. Fee	15%/20%
Min Init. Sub.	10,000,000/10,000
ISIN	EUR: IE00BYRPG302/IE00BYRPFZ52
Codes	USD: IE00BYRPG633/IE00BYRPG294 CHF: IE00BYRPG526/IE00BYRPG187 GBP: IE00BYRPG419/IE00BYRPG070

PORTFOLIO EXPOSURES

Risk Metrics

LONG EXPOSURE ²	75.79%
SHORT EXPOSURE ²	-21.66%
GROSS EXPOSURE ²	97.44%
NET EXPOSURE ^{2,4}	15.49%
SHARPE RATIO ³	2.61
SORTINO RATIO ³	4.41
VOLATILITY ³	2.07%
DAILY VAR ^{1,3}	3.21%
NO OF POSITIONS	59

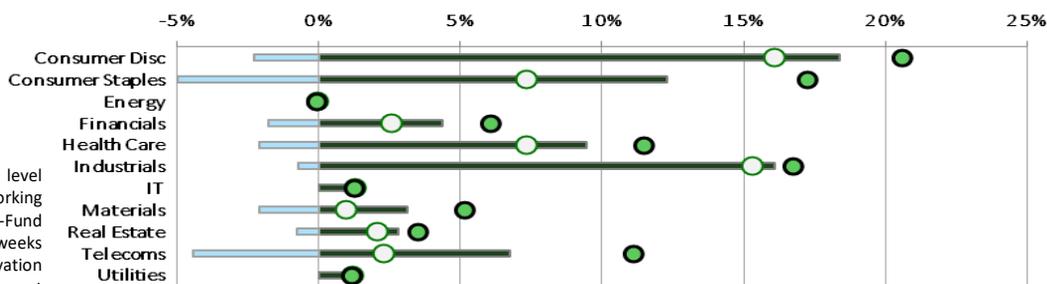
Exposure By Strategy²



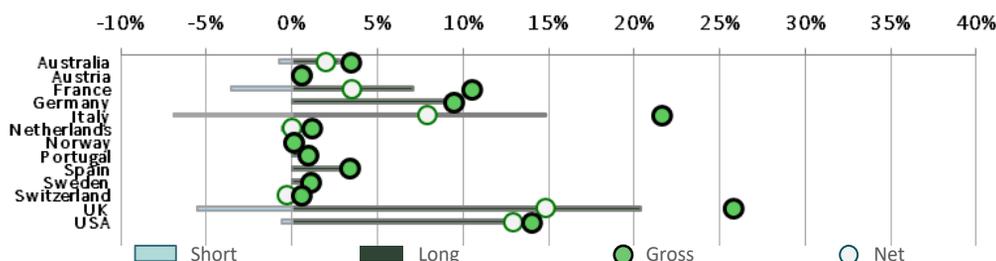
Exposure By Market Cap²



Exposure By Sector²



Exposure By Geography²



1. VaR is calculated using a confidence level of 99% and a holding period of 20 working days. The VaR model used by the Sub-Fund typically uses data from the last 200 weeks or greater, but a shorter observation period may be used in instances of recent significant changes in price volatility.

2. Based on information from the administrator and as a percentage of the fund AUM in USD including currency hedge for share classes.

3. Based on daily gross portfolio performance

4. The net figure excludes cash merger deals.

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Disclaimer

Risk Warning: Past performance is not a reliable indicator of future results, prices of investments and the income from them may fall as well as rise. Investments in equities are subject to market risk and, potentially, to exchange risk. The Mygale Event Driven 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 Documents which together with the Montlake UCITS Platform 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 Tavira Securities Limited accepts liability for the accuracy of the contents. Tavira Securities is authorised and regulated by the Financial Conduct Authority. 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. This notice shall not be construed as an offer of sale in any other fund managed or advised by Tavira Securities.

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