

FACTSHEET

Performance Returns

The High Ridge Credit Opportunities UCITS Fund returned -0.97% (USD Founder Eq Acc Share) and -0.97% (USD Founder Pooled Acc Share) for the month of March.

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

March saw another month of renewed market volatility, where equity markets tested the mid-Feb lows. The never-ending pace of 24/7 news heightened to a feverish pace in March; headlining in the departures of Tillerson, Cohen and McMaster followed by an escalation of Trade War mongering on Twitter; which especially roiled the global markets. In between these events, the global news was awash with reports on *March for Our Lives*, the Muller investigation as well as queries about Facebook and WH criticism of Amazon. In the background, global market fundamentals remained steady; the FOMC raised the target funds rate to 1.75%, while the market will be focused on 1Q2018 earnings reports begin in mid-April. The new Fed transition has been orderly, Brexit putters along, energy prices appear to have found a steady price range. Despite the flux of trade war and other new items provoking volatility, synchronized growth appears to be intact while inflation remains in target range.

The S&P 500 was down -2.54% MTD (-0.76% YTD), the MSCI Europe Index was down -1.92% MTD (-4.16% YTD) and the NASDAQ Composite was down -2.79% MTD (+2.59% YTD). The 30yr UST bond finished the month yielding 2.97% (-16bps) and the UST 10yr Note finished yielding 2.74% (-12bps). High Yield closed the month at CY 6.09% (+8bps) / YTW 5.79% (+30bps), returning -0.56% MTD (-1.12% YTD). Top performance this month included XL Capital, Arch Capital, HSBC.

Bottom-line – equity indices have been testing their 200-day moving averages for the first time in almost two years. The Fed is aiming to move slowly on its rate increase goals and the ECB is likely to advance its policy even slower. Market psychology is becoming increasingly complicated by politics as trade wars and retweets are populating the headlines.

Burgeoning global trade friction is elevating risks to global growth, but not enough currently to cause economic contraction. Over the medium-term, the implication of trade wars to junior subordinated capital securities is likely to lead to more demand for the asset class as yields rise in sympathy to inflation sustained above 2%. Trade wars, in a central banking era well supplied with balance sheet tools, should be more stagflationary than recessionary. We concede that equity volatility should remain elevated compared to the historically rock-bottom levels of late. Nonetheless, credit spreads in preferred securities and contingent capital should continue to be supported by already significantly improved credit fundamentals in financials. Importantly, the structures of fixed-to-floating and fixed-to-variable offer unique attributes of not only spread, but also potentially upward drifting income as the yield curve flattens with and upward drift along this slow path to “normalization.”

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%										-2.05%
NAV	103.01	101.37	100.39										-

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%										-2.04%
NAV	101.96	100.33	99.36										-

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

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	\$12.65 million
Spectrum Firm AUM	\$22.63 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 / IE00BD6P9025 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

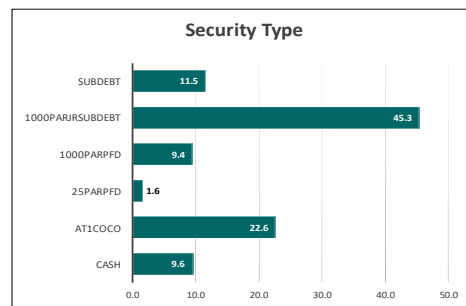
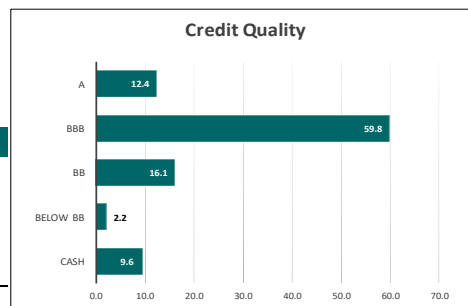
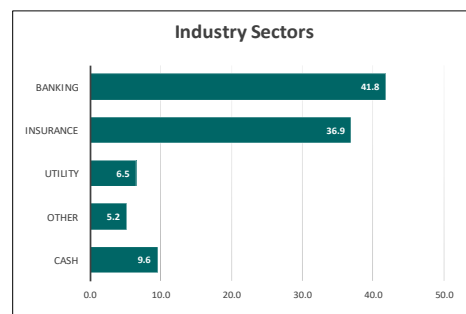
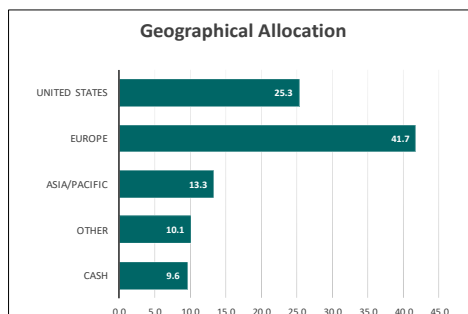
	Ticker	Credit	Mod Dur	CY	YTW	CY Spread	YTW Spread	CY Ratio	YTW Ratio
US Treasury 5 YR	GA05	AAA	4.57	2.62	2.56	Spread & Ratio Comparatives			
US Corporate	COA0	A-	7.12	3.93	3.81	131	125	1.50	1.49
High Ridge Fund	MLHRUFP	BBB+	5.75	6.07	5.08	344	252	2.31	1.98
US High Yield	HOA4	BB-	4.3	6.09	5.79	347	323	2.32	2.26

Top 10 Issuer Concentrations (100%)

HSBC	4.1%
AIG	3.7%
Macquarie Bank	3.1%
Lloyds	3.1%
Nippon Life Insurance	2.5%
MetLife	2.5%
UBS	2.5%
Sompo Japan Insurance	2.5%
AXA	2.2%
Societe Generale	2.2%
Total	28.3%

Portfolio Overview (Month End)

Number of holdings	50
Number of issuers	47
Modified Duration	5.8
Average Dollar Price	\$109.9
Average Coupon	5.8%
Current Yield	6.1%
Yield to Maturity	6.4%
Yield To Worst	5.1%
Average Credit Rating	BBB+
Fixed to Floating	69.9%
Fixed Rate	16.6%
Floating	3.9%
Cash	9.6%
Overlay	5.1%



Positions	Gross Long	Gross Short	Net
Preferred & Sub Debt	90.4%	0%	90.4%
SPY 500 Futures	4.2%	0%	4.2%
Euro Stoxx Bank Futures	0%	0.1%	-0.1%
UST Note Futures	1.0%	0%	1.0%
US T Bonds Call/Put Spreads	0%	0%	0%
Total	95.6%	0.1%	95.5%

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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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