

FACTSHEET

Performance Returns

The Tosca Micro Cap UCITS Fund returned 0.18% in February (GBP Institutional share class) giving a net return since launch on April 8th 2016 of 47.66%.

Strategy

The Tosca Micro Cap UCITS Fund is a fundamental, value-orientated strategy, applied to the opportunity rich UK micro cap segment. The fund will invest primarily in "micro cap" companies with a market capitalisation of up to £250m that are listed in the UK, and which are or are expected to become constituents of the FTSE Small Cap or the FTSE AIM All Share Index. The Fund is managed by Matt Siebert who, together with Daniel Cane and Jamie Taylor support Martin Hughes in the management of the Toscafund mid-cap strategy. As such, the Fund represents an extension of the same investment philosophy employed in the award winning Tosca Opportunity and Tosca Mid Cap funds. The Fund targets an annualised return in excess of 15% (net of fees).

Market Commentary

February was a volatile month for equity markets but ended with a satisfactory outcome for the fund. The Aim All share had a 7% swing in the month (peak to trough) & closed down 2.8%.

Macro concerns continued to provide an unhelpful backdrop. That said, the underlying commentary from names in the portfolio remains very robust. The principle contributor to NAV in the month was Prairie Mining (+0.71%), a Polish coking coal miner. Drilling results here confirmed the quality of coking coal reserves at one of its 2 main assets. Furthermore, the confirmation of early discussions with JSW about possible co-operation remind us of the strategic interest in assets of this type. Other supportive news helped Oxford Biomedica (+0.35%) & Arena Group (+0.25%). The former announced a second licensee for its LentiVector platform. Bioerativ (soon to be acquired by Sanofi) has paid \$5m upfront with potentially a further \$100m for the licensing of the platform focusing on the treatment of haemophilia. This deal is important for both its scale and for the fact that it diversifies its exposure away from Novartis and further qualifies its platform. Brokers estimate that if it hits agreed milestones then Ebitda has the potential to quadruple vs current forecasts by 2021.

Arena Group is an outdoor events business that specialises in the hiring of stands, seats and structures for major global sporting events such as the US Open Golf & Wimbledon tennis. The company IPOed in the summer of last year. The listing helped with the rebuilding of the balance sheet ahead of what was expected to be a major roll up program of peers and related service providers. The first such deal came in February & while small, is helpfully earnings enhancing. The fund manager also visited its major UK site in the period and it is clear to us that there is substantial capacity and cost in the operation on which it can leverage its UK and east coast (of the US) businesses. We expect to see more bolt on deals which will support contract momentum and cost leverage. Any M&A program will therefore drive forecasts higher and with it, we believe, the stock price.

The main detractor in the month was Quixant (-0.39%) which was more reflective of its weighting than any news flow. There was one downgrade to contend with which was UP Global. Further reduced visibility on sales through its core discounter channel (B&M, Action NV) has led to another downward revision to numbers. Management continue to own 50% of the company so are aligned with other investors. Growth in online (Amazon), international (Germany) & supermarkets does counter weakness elsewhere but won't really change the sales dynamic until 2019.

March and April are traditionally busy months for newsflow (FY results and trading updates). Experience tells us that company specific updates are key catalysts. As such we are hopeful that these will provide a helpful boost to stock prices in the period, as a sharper focus on the micro details will highlight the latent upside that we feel still exists in our portfolio.

We thank you for your continued support.

Tosca Micro Cap UCITS Fund Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2018	-1.15%	0.18%											-0.97%
2017	4.86%	0.20%	2.04%	4.42%	3.97%	-2.28%	-1.59%	3.54%	-0.68%	1.24%	-0.66%	2.15%	18.25%
2016	-	-	-	1.15%	3.94%	-3.84%	8.76%	5.23%	2.80%	0.73%	1.60%	3.60%	26.10%

The performance figures quoted above represent the performance of the Tosca Micro Cap UCITS Fund since relaunch on 8th April 2016. 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

TOSCAFUND

Matthew Siebert joined Toscafund in 2008. He started his career at Hoare Govett in 1991 in a sector research team covering utilities. By 2005 he was responsible for much of the technology research at ABN Amro and was ranked third in the Extel Survey for his research on Tech Hardware. Matthew graduated in Political Science from Birmingham University in 1989.

Daniel Cane joined Toscafund in 2008. From 2004 he worked with Quantmetriks. He analysed the retail sector at HSBC and ABN AMRO (2000-03). Prior to that he was a paper & packaging analyst at ABN AMRO (ranked 2nd in Extel surveys). Daniel graduated in Industrial Economics from Nottingham University in 1987.

Jamie Taylor joined Toscafund in 2015. Prior to this he was an analyst for seven years with Clareville Capital LLP, a UK L/S Equity fund based in London. Jamie graduated from the University of Edinburgh in 2008 with a MA (Hons) in Law & Business Studies, and is a CFA charterholder.

FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
AUM	\$51.1m
Inception	1 st October, 2010
Relaunch	8 th April, 2016
Share Class	Institutional/Institutional Pooled
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.00%
Perf. Fee	15%
Min. Init. Sub.	100,000
ISIN Codes	EUR: IE00B3QLJ113/IE00BD2MF541 USD: IE00B3QZNH75/IE00BD2MF764 CHF: IE00B3MBJQ07/IE00BD2MF657 GBP: IE00B68Z1V62/IE00B3RTD232
Share Class	Retail/Retail Pooled
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.5%
Perf. Fee	15%
Min. Init. Sub.	1,000
ISIN Codes	EUR: IE00B3N9LL24/ N/A USD: IE00B3SGTD66/ N/A CHF: IE00B3SLGP29/ N/A GBP: IE00B3YLLZ14/IE00B4M22S36

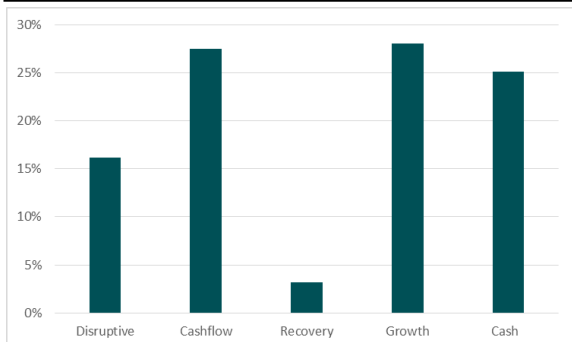
COMPOSITION OF FUND (as at 2nd March 2018)

Portfolio Summary

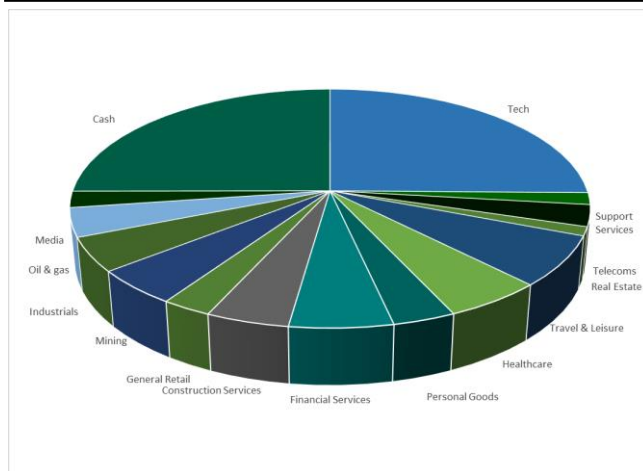
Gross exposure	75.0% #
Yield (%)	0.9%
PE (Cash flow)	11.8
Average mkt cap (£m)	122
No. of positions	43

temporary reduction in gross from large inflow vs normal range of 85-90%

Portfolio By Theme



Portfolio By Sector



Top 5 exposures (% of NAV)

Quixant Plc	3.50%
Sumo	3.17%
Imimobile	2.99%
Oxford Biomedica	2.83%
Berkeley Energia	2.82%

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Disclaimer

Risk Warnings: Following a restructuring and rebranding on the 8th April 2016, the Pegasus UCITS Fund became the Tosca Micro Cap UCITS Fund. Returns between the inception of the Fund 1st October 2010 and up to and including the 8th April 2016 relate to the Pegasus UCITS Fund. Information on the returns for this period is available on the Key Investor Information Documents. Returns from the close of business on the 8th April 2016 to date relate to the Tosca Micro Cap UCITS Fund. 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 rate risk. The Tosca Micro Cap UCITS Fund (the "Fund") may use financial derivative instruments as a 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 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 Toscafund Asset Management LLP accepts liability for the accuracy of the contents. Toscafund Asset Management LLP is authorised and regulated by the U.K. 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. The state of origin of the Fund is the Republic of Ireland. The Representative in Switzerland is ACOLIN Fund Services AG, Affolternstrasse 56, CH-8050 Zurich, whilst the Paying Agent is NPB Neue Privat Bank AG, Limmatquai 1/am Bellevue, P.O. Box, CH-8022 Zurich. In respect of the units distributed from Switzerland, the place of performance and jurisdiction is at the registered office of the Swiss representative. The basic documents of the Fund as well as the annual report may be obtained free of charge at the registered office of the Swiss Representative. Issued and approved by ML Capital Asset Management Ltd. Authorised and Regulated by the Central Bank of Ireland.