Ronit Global Opportunities UCITS Fund

Global Emerging Market Long/Short Strategy

November 2017

FACTSHEET

Performance Returns

The Ronit Global Opportunities UCITS Fund returned -3.08% in the month of November (USD Institutional A Founder Class).

Investment Objective & Strategy

The Ronit Global Opportunities UCITS Fund seeks long term absolute returns in global opportunities by trading a fundamental, bottom-up strategy with macro overlays, to capitalize on Global Opportunities (long-short strategy) with a focus on Emerging Markets and the European periphery. The investment strategy will only invest across a liquid capital structure and is expected to have an equity bias over time. The team believe that fundamental research coupled with a sensible understanding of the risk/reward and idiosyncratic risks can generate attractive returns over time and across market cycles.

Monthly Commentary

In the current environment of elevated valuations across asset classes, short term news flow can sometimes overtake fundamental investment criteria. In this environment the focus seems to be more on what will be the next set of news that will affect the securities versus what actually might be priced in at that time. Some of these trends are no doubt further enhanced by the growth in quantitative portfolio strategies and the continuous move from active to passive investing, but in our opinion they remain more driven by the lack of any risk anchor in a world where global rates remain very depressed as a result of central bank actions.

For long short investors like us, this continuous lack of anchor can lead to more volatility as violent swings across sectors and markets can impact us on both sides of our positions. As we have discussed many times before, gross exposures is a more significant indication of risk than net alone. We are witnessing that in many occasions the news flow, or even the expectations of news flow, that lead those changes have limited relation to long term fundamentals, a development which itself introduces a level of volatility beyond what the underlying companies would exhibit. We have certainly been experiencing this for the last few months and it has been one of the factors leading us to conclude that a smaller gross exposure was warranted for the portfolio. We have to admit that even after taking that action, we have still been surprised by the volatility we have experienced. We are glad that we did some reduction but even that was not sufficient.

Whilst we have been reducing our gross we have maintained our major core positions at the centre of our strategy. At the same time we continue to remain very excited about our main positions.

Reducing our gross, maintaining our high conviction positions and retaining our exposure to long index volatility as a hedge remains the portfolio construction that we think will yield the best results for this environment. We think that the direct and indirect short volatility positions across asset classes of many market participants could accelerate any disruption. In the same way as we feel markets show limited ability to really anticipate certain events until they happen, we worry that participants are too complacent on the environment that we will see in the next few months with the reduction in central banks' buying activity.
We are concerned that when that happens investors will react as violently as they have been doing recently to events that people knew were coming but only focused towards the end (such as the moves post tax reform in the US). At this stage any potential signs of concern (volatility picking up, credit spread in China widening, and selected accidents in high yield) remain easily explained away in the economic bullishness that dominates the world. But we are not so reassured.

Regarding the portfolio, one of the large sources of volatility last month was the continuous anxiety in the market regarding potential reform developments in Brazil. As we wrote last month, we continue to think that participants remain too focused on that particular reform and not enough on the large number of positive developments now impacting the economy and company's earnings.

Despite its significant fiscal challenges long term (which country does not have them??) continued economic growth and lower nominal rates represent very important positive drivers for the economy and we continue to think that the companies we have invested in reflect those potentials.

Portfolio Commentary

Our positive performers were generally relatively small movers so the performance was dominated by the weakness in our long positions.

In that category our weakest performers were primarily focused in Brazil where concerns over the path of reform in the last couple of days in November led to a material sell off in the market with very limited differentiation on names. In particular our positions in transmission companies were weak with limited news flow in sector. Additionally Anheuser Busch was weak but with limited incremental news flow and we continue to believe it represents a very attractive investment.

Sector rotation dominated markets more than actual market volatility so although levels did rise, they still remain very depressed. As mentioned before, we decided to reduce our gross during the month and remain positioned with a fairly modest long exposure.

Ronit Global Opportunities UCITS Fund Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2017	0.82%	0.03%	0.00%	-0.19%	0.04%	-6.05%	3.88%	2.08%	0.52%	-1.52%	**-3.08%**		**-3.74%**
2016												0.04%	**0.04%**

The performance figures quoted above represent the performance of the USD Institutional Founder A Share Class in the Ronit Global Opportunities UCITS Fund since launch on 5th December 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.

Ronit Global Opportunities Master Fund LTD Performance (Non-UCITS)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2016	1.06%	-3.30%	7.90%	2.08%	-4.31%	1.70%	3.53%	1.02%	-1.62%	2.29%	-2.34%		**7.67%**
2015	-3.81%	4.35%	-4.67%	4.68%	-2.74%	-4.60%	-1.65%	5.55%	1.17%	0.46%	2.91%	-2.25%	**-1.36%**
2014	-1.87%	1.17%	3.98%	2.65%	-1.22%	3.46%	4.82%	-0.97%	-0.49%	-3.39%	-0.30%	0.36%	**8.13%**
2013						0.2%	1.4%	-1.1%	2.1%	4.2%	-0.1%	-0.08%	**6.67%**

The performance figures quoted above represent the performance of the Ronit Global Opportunities Master Fund LTD since launch on 1st June 2013 and not the Ronit Global Opportunities UCITS Fund. UCITS Funds have to abide by onerous investment restrictions and consequently the performance of the Ronit Global Opportunities UCITS Fund may not be similar to that presented above. 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

Edward Misrahi *(Founding Partner and CIO)*

Prior to starting Ronit, Edward was a founding partner of Eton Park in 2004 and subsequently managed public and private Emerging Market and European investments for the firm over the next eight years.

Edward worked for Goldman Sachs & Co., becoming a partner in 2000, where his role included Financial Analyst in Structured Finance, Member of Equities Arbitrage Group, Member of Global Emerging Markets Committee and Co-Head of Latin America for the Firm.

Luis Arenzana *(Founding Partner)*

Luis was Founding Partner and Portfolio Manager of Shelter Island Capital Management (2003-2013). Here he managed a European Event-Driven Strategy. From 2010 he also managed the Shelter Island Total Return Fund (a Long-Short Equity & Credit Mandate).

From 2008 onwards he also offered advisory services to institutional clients investing in Spain. Prior to founding Shelter Island, Luis was an Executive Director at Orchard Capital Advisors (2001-2003) – here he worked as a Senior Analyst for the European Long-Short Equity Strategy.

FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
Fund AUM	$40m
Strategy AUM	$199 million
Inception	5th December 2016
Share Class	**Institutional/Institutional Founder**
Currency	EUR/USD/GBP
Mgt. Fee	1.75%/1.5%
Perf. Fee	17.50%/15%
Min Init. Sub.	1,000,000
ISIN Codes	EUR: IE00BD87RV38/IE00BD87S431
	USD: IE00BD87RX51/IE00BD87S654
	GBP: IE00BD87RW45/IE00BD87S548
Share Class	**Institutional A Founder/Retail Pooled**
Currency	EUR/USD/GBP
Mgt. Fee	1.2%/2%
Perf. Fee	15%/20%
Min Init. Sub.	10,000,000/10,000
ISIN Codes	EUR: IE00BD8BVG80/IE00BD87SM12
	USD: IE00BD87RT16/IE00BD87S878
	GBP: IE00BD8BVH97/IE00BD87S761

Top 5 Positions (Exposure as % of NAV)

Top 5 Equity Long	
VEON LTD	6.44%
ANHEUSER-BUSCH INBEV	6.03%
CIA DE TRANSMISSAO DE ENE-PF	5.93%
GERDAU SA	5.34%
PETROLEO BRASILEIRO-SPON ADR	5.27%

Top Corporate Credit Long	
PETROBRAS	3.61%
COLOMBIA TELECOMUNICACIO	3.06%

Top 5 Equity Short	
Undisclosed – Financials (USA)	2.90%
Undisclosed – Financials (Argentina)	2.42%
Undisclosed – Financials (Spain)	1.81%
Undisclosed – Financials (Mexico)	1.76%
Undisclosed – Financials (Italy)	1.71%

Top P&L Contributors (Ex-Hedges and CDS)

Positive	Strategy	%
Undisclosed - Financials (Argentina)	Equity Short	0.54%
58.COM INC-ADR	Equity Long	0.25%
VEON LTD	Equity Long	0.21%
TRANSMISSORA ALIANCA DE-UNIT	Equity Long	0.19%
Undisclosed - Consumer (USA)	Equity Short	0.11%

Negative	Strategy	%
BANCO DO BRASIL S.A.	Equity Long	-0.55%
ANHEUSER-BUSCH INBEV	Equity Long	-0.43%
PETROLEO BRASILEIRO-SPON ADR	Equity Long	-0.43%
Undisclosed - Financials (Germany)	Equity Short	-0.29%
SIEMENS GAMESA RENEWABLE	Equity Long	-0.26%

Exposures (% of NAV)

By Country	Long	Short	Net	Gross
Brazil	44.79%	-0.77%	44.02%	45.55%
Spain	5.11%	-5.97%	-0.86%	11.08%
Mexico	6.91%	-1.76%	5.15%	8.68%
Russian Federation	6.44%	0.00%	6.44%	6.44%
Italy	0.00%	-6.20%	-6.20%	6.20%
Belgium	6.03%	0.00%	6.03%	6.03%
China	4.88%	-0.70%	4.18%	5.58%
United States	2.43%	-2.90%	-0.46%	5.33%
Poland	2.68%	-1.35%	1.34%	4.03%
Netherlands	3.95%	0.00%	3.95%	3.95%
Argentina	1.28%	-2.42%	-1.14%	3.70%
Colombia	3.06%	0.00%	3.06%	3.06%
Germany	0.00%	-2.89%	-2.89%	2.89%
Portugal	0.00%	-2.66%	-2.66%	2.66%
Switzerland	1.70%	0.00%	1.70%	1.70%
Hong Kong	0.00%	-1.27%	-1.27%	1.27%
Korea, Republic of	1.18%	0.00%	1.18%	1.18%
United Kingdom	0.00%	-0.79%	-0.79%	0.79%
General Index Hedges	0.12%	-37.25%	-37.13%	37.37%
Total	**90.57%**	**-66.93%**	**23.64%**	**157.50%**

Equity Exposures By Instrument (Delta Adjusted)	Long	Short	Net	Gross
Equity & Single Name Options	83.79%	-27.45%	56.33%	111.24%
Option & Index Hedges	0.12%	-37.25%	-37.13%	37.37%
Total	**83.91%**	**-64.70%**	**19.21%**	**148.61%**
Option Premium (MTM)	3 Bps	-11 Bps	-8 Bps	14 Bps

By Sector	Long	Short	Net	Gross
Financials	21.95%	-17.38%	4.57%	39.33%
Telecommunications	23.87%	0.00%	23.87%	23.87%
Consumer	11.58%	-4.14%	7.44%	15.71%
Utilities	10.26%	-3.69%	6.58%	13.95%
Energy	10.95%	0.00%	10.95%	10.95%
Tech & IT	6.49%	-0.79%	5.70%	7.29%
Materials	5.34%	0.00%	5.34%	5.34%
Government	0.00%	-1.67%	-1.67%	1.67%
Industrial	0.00%	-1.32%	-1.32%	1.32%
Real Estate	0.00%	-0.70%	-0.70%	0.70%
Developed Market Hedges	0.12%	-37.25%	-37.13%	37.37%
Total	**90.57%**	**-66.93%**	**23.64%**	**157.50%**

Credit Exposures	Long	Short	Net	Gross
Corporate Credit	6.66%	-0.55%	6.11%	7.22%
Sovereign Credit	0.00%	-1.67%	-1.67%	1.67%
Total	**6.66%**	**-2.23%**	**4.44%**	**8.89%**
Corporate Credit DV01	€2k	€0	€2k	€2k
CDS PV	0.0%	-0.55%	-0.55%	0.55%

By Market Cap (Equities only)	Long	Short	Net	Gross
> 10 Billion $	30.13%	-49.12%	-18.99%	79.25%
5 - 10 Billion $	30.69%	-10.15%	20.55%	40.84%
2 - 5 Billion $	15.92%	-4.67%	11.25%	20.59%
< 2 Billion $	7.16%	-0.77%	6.40%	7.93%
Total	**83.91%**	**-64.70%**	**19.21%**	**148.61%**

Contact Details

Investor Contact
ML Capital Ltd
29 Farm Street,
London, W1J 5RL
T: +44 20 3709 4510
investorrelations@mlcapital.com

Investment Manager
ML Capital Asset Management Ltd
23 St. Stephen's Green,
Dublin 2, Ireland
T: +353 1 533 7020
investorrelations@mlcapital.com

Sub Investment Manager
Ronit Capital LLP
5th Floor, 52 Conduit Street,
London, W1S 2YX
T: +44 20 3642 1950
ir@ronitcapital.com

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. Ronit Global 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 Ronit Capital LLP accepts liability for the accuracy of the contents. Ronit Capital LLP is authorised and regulated by the Financial Conduct Authority (the "FCA"). 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. Authorised and Regulated by the Central Bank of Ireland.*