

# MS Ascend UCITS Fund

A Sub-fund of Fundlogic Alternatives plc, an Irish UCITS Fund

## Fund Objective and Investment Strategy

The Ascend Investment Strategy is an opportunistic U.S.- focused Long/Short equity investment strategy.

The strategy is a variation of the "Jones Model" investing strategy with the intention of achieving capital appreciation in a broad range of market environments. The Jones Model is an investment strategy whereby the portfolio is long securities and short securities, and which seeks to hedge against market fluctuations. The strategy is focused on targeting absolute returns rather than returns that are correlated to the broad stock market. The Investment Manager invests in companies it identifies through a disciplined process involving thorough bottom-up fundamental research.

The sub-fund provides shareholders with a return linked to the performance of the Ascend Investment Strategy through the use of total return swaps.

## Investment Management

Established in 1999, Ascend Capital LLC is a Delaware limited liability company registered as an investment adviser with the U.S. Securities and Exchange Commission. The company was founded by Malcolm Fairbairn who has 21 years experience as a Long/Short portfolio manager, delivering positive net returns in 19 of the 21 years.

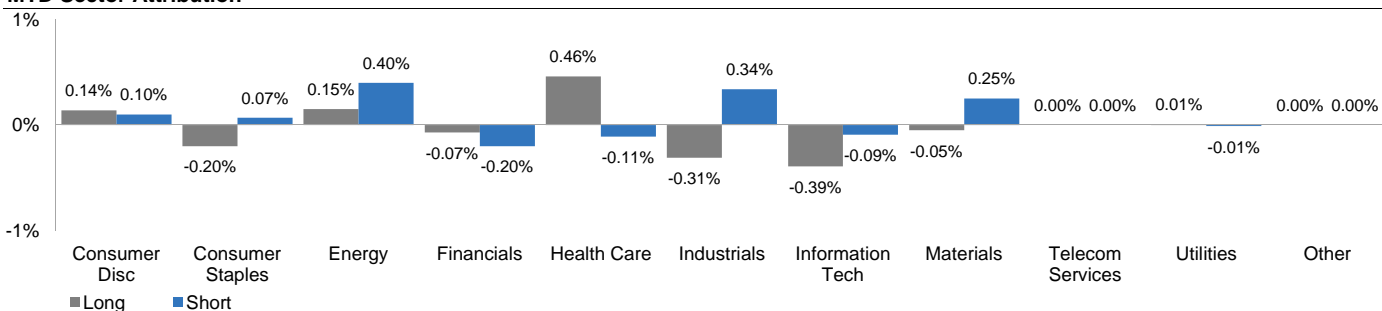
Ascend Capital LLC manages approximately \$3.2 Bn of assets under management and has 23 investment professionals: 1 Chief Investment Officer, 7 Portfolio Managers, 1 Sector Manager, 9 Researchers, 1 Director of Analytics and 4 Traders, and is headquartered in Orinda with a satellite office in San Francisco.

## Historical Monthly Returns

Share I (EUR)	Jan	Feb	Mar	Apr	May*	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD*
<b>2011</b>	-	-	-	-	0.05%	-0.26%	0.18%	-4.70%	-0.65%	-0.88%	-0.61%	-0.34%	<b>-7.06%</b>
<b>2012</b>	0.42%	0.46%	-0.37%	1.20%	0.29%	-0.29%	-0.61%	0.48%	0.04%	-0.92%	-0.60%	-0.21%	<b>-0.14%</b>
<b>2013</b>	2.42%	0.33%	1.27%	-0.58%	0.45%	-0.10%	0.88%	-0.01%	1.63%	1.86%	1.73%	1.70%	<b>12.16%</b>
<b>2014</b>	0.00%	2.06%	0.11%	-2.06%	1.35%	1.21%	0.59%	-0.07%	0.96%	-0.02%	0.23%	0.69%	<b>5.11%</b>
<b>2015</b>	0.32%	1.55%	0.24%										<b>2.12%</b>

Source: Morgan Stanley / Northern Trust. The above figures refer to the past. Past performance is not a reliable indicator of future results. Performance is quoted net of fees and based on unaudited figures.

## MTD Sector Attribution<sup>(2)</sup>

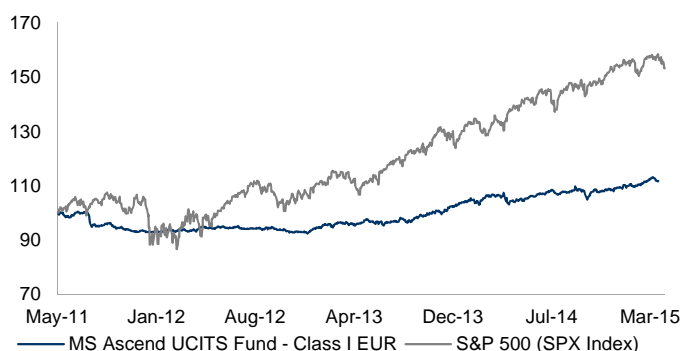


- Index information is included for illustration purposes only and is not intended to imply that the portfolio was similar to any index either in composition or element of risk.
- Information sourced from Ascend Capital LLC. Indicates the long and short positions contribution to the overall gross fund return

## Fund Characteristics

<b>Inception Date</b>	13-May-11
<b>Total Assets (EUR)</b>	\$173 MM
<b>Base Currency</b>	USD
<b>Domicile</b>	Ireland
<b>Passporting Status (registered in)</b>	UK, Spain, Italy, Germany, France, Switzerland and Singapore
<b>Legal Structure</b>	An Open-Ended Investment Company (OEIC)
<b>Dealing Day</b>	Weekly. Every Friday (except legal public holidays in the UK, Ireland or US and days on which stock markets in London or New York are closed)
<b>Subscription/Redemption notice</b>	12 midday Irish time, 3 business day prior to the relevant dealing day
<b>Settlement</b>	Subscription: Dealing Day +3 Redemption: Dealing Day +5
<b>Currency Classes Available</b>	EUR / USD / GBP
<b>Investment Manager</b>	Ascend Capital LLC
<b>Promoter &amp; Distributor</b>	Morgan Stanley & Co International plc
<b>Custodian</b>	Northern Trust Fiduciary Services (Ireland) Ltd
<b>Administrator</b>	Northern Trust International Fund Administration Services (Ireland) Ltd
<b>Auditor</b>	Ernst & Young

## Performance<sup>(1)</sup>



Source: Morgan Stanley, Northern Trust, Bloomberg.  
The above figures refer to the past. Past performance is not a reliable indicator of future results.

# MS Ascend UCITS Fund

Figures Below Represent Exposure to the Ascend Investment Strategy

## Top Holdings <sup>(3)</sup>

Top 5 Longs	
Company/Sector	% of NAV
Danaher Corp	3.14%
Fedex Corp	2.73%
Hubbell Inc CI B	2.70%
Baxter Intl Inc	2.54%
Golar Lng Limited	2.54%
	<b>13.65%</b>

Source: Morgan Stanley

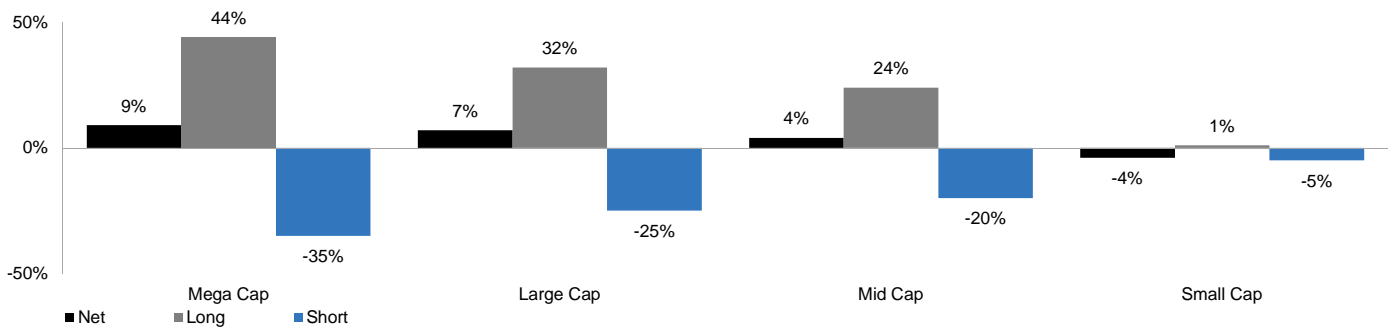
## Risk Metrics <sup>(4)</sup>

Exposure and Risk Summary	
	% of NAV
Long Exposure	101%
Short Exposure	-85%
Gross Exposure	186%
Net Exposure	16%
Annualised Volatility <sup>(6)</sup>	4.51%
Relative VaR <sup>(7)</sup>	0.28

Number of Positions	
No. of Longs	204
No. of Shorts	220

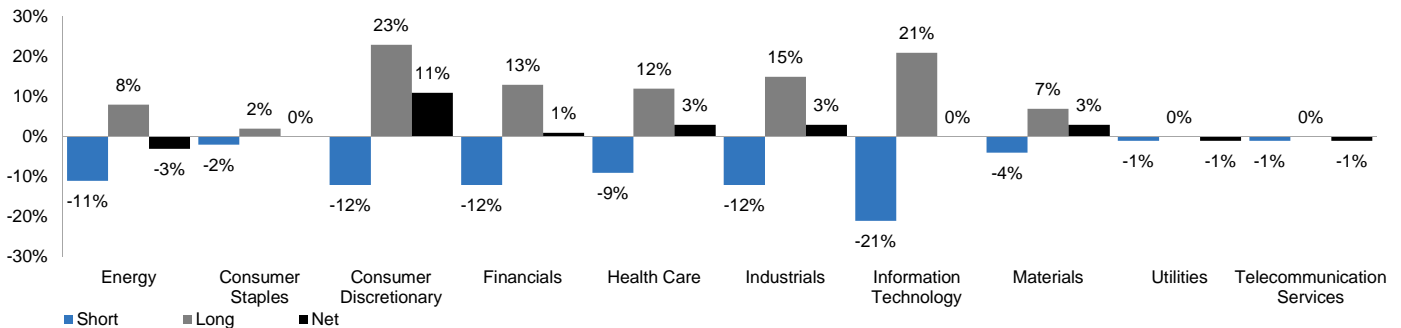
Source: Morgan Stanley

## Market Capitalisation Analysis (Equities) <sup>(3)(8)</sup>



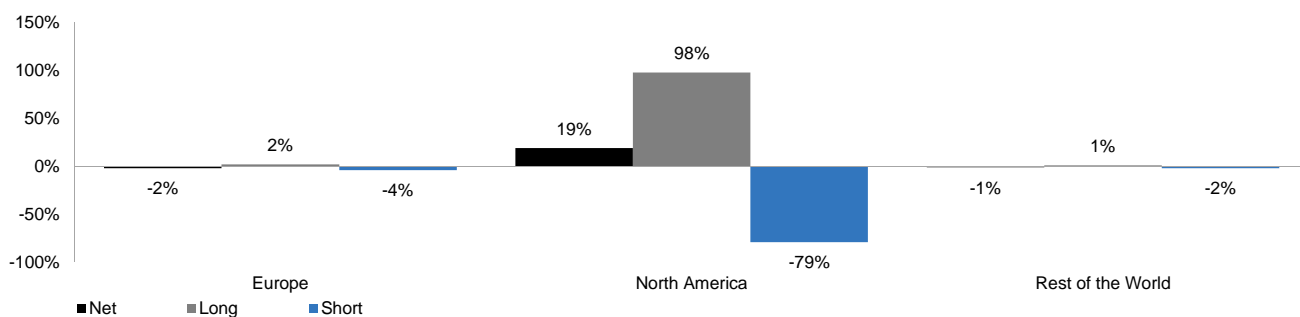
Source: Morgan Stanley

## Sector Analysis <sup>(4)</sup>



Source: Morgan Stanley

## Geographical Analysis <sup>(4)(5)</sup>



Source: Morgan Stanley

3. Month-end data used. Exposures are delta adjusted, exclude market hedges.

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5. Per country of issue of the underlying.

6. Indicative values as insufficient data points for statistical calculations. The volatility is computed as the standard deviation of the daily returns.

7. Var 99% - 20 days computed against the S&P 500 as benchmark.

8. Mega Cap (>= 20 Bn); Large Cap (>= 5 Bn, < 20 Bn); Mid Cap (>= 1 Bn, < 5 Bn); Small Cap (> 0, < 1 Bn).

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# MS Ascend UCITS Fund

## Fund Share Class Details

Share Class	Performance			Identifiers			Fees						
	Ccy	Min Inv	Launch Date	NAV	MTD	YTD	LTD	ISIN	BBG	SEDOL	Mgmt	Perf.	TER <sup>(9)</sup>
Class I	EUR	1,000,000	20/05/2011	1,117.34	0.24%	2.12%	11.73%	IE00B53HHV28	FLMSAIE ID	B53HHV2	1.5%	20%	1.90%
Class P	USD	250,000	09/09/2011	1,171.97	0.19%	2.04%	17.20%	IE00B53STN13	FLMSAPU ID	B53STN1	1.5%	20%	1.90%
Class P	EUR	250,000	28/10/2011	1,173.61	-	0.91%	17.36%	IE00B4QLVM32	FLMSAPE ID	B4QLVM3	1.5%	20%	1.90%
Class S*	EUR	50,000,000	10/01/2014	1,069.63	0.26%	2.18%	6.96%	IE00BH5MGZ61	FLMSASE ID	BH5MGZ6	1.6%	20%	2.00%
Class I*	USD	1,000,000	29/08/2014	1,038.70	0.19%	2.04%	3.87%	IE00B4XD6J42	FLMSAIU ID	B4XD6J4	1.5%	20%	1.90%

Source: Morgan Stanley. NAV are computed by Northern Trust

9. Total Expense Ratio includes Management Fees and Promoter Fees. For share classes launched before 31 July 2014, the TER is based on the expenses for the year ending 31 July 2014. This figure may vary from year to year.

\* The YTD 2014 return for the S EUR share class starts from 10th of January 2014 and for the I USD share class - from 29th of August 2014.

The Net Asset Value of FundLogic – MS Ascend UCITS is calculated daily and is posted on Bloomberg shortly thereafter. Additional profile information, including the investor transparency report, and estimated performance in the preceding week, is also available to be sent to Shareholders on request on a weekly basis. To request such information please contact Benjamin D. Slavet at ben@ascendcapital.com.

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Investments may be in a variety of currencies and therefore changes in rates of exchange between currencies may cause the value of investments to decrease or increase. Furthermore, the value of investments may be adversely affected by fluctuations in exchange rates between the investor's reference currency and the base currency of the investments.

Investments in derivative instruments carry certain inherent risks such as the risk of counter party default and before investing you should ensure you fully understand these risks. Use of leverage may also magnify losses as well as gains to the extent that leverage is employed.

These investments are designed for investors who understand and are willing to accept these risks. Performance may be volatile, and an investor could lose all or a substantial portion of his or her investment.

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- (a) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA)) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or
- (b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor, the shares, debentures and units of shares and debentures of that corporation or the beneficiaries' rights and interest (howsoever described) in that trust shall not be transferred within 6 months after that corporation or that trust has acquired the Shares pursuant to an offer made under Section 305 of the SFA except:
  - (1) to an institutional investor or to a relevant person as defined in Section 305(5) of the SFA, or which arises from an offer referred to in Section 275(1A) of the SFA (in the case of that corporation) or which arises from an offer that is made on terms that such rights or interest in that trust are acquired at a consideration of not less than S\$200,000 (or its equivalent in a foreign currency) for each transaction, whether such amount is to be paid for in cash or by exchange of securities or other assets (in the case of that trust);
  - (2) where no consideration is or will be given for the transfer; or
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