

AHL TargetRisk Strategy

June 2015



AHL TargetRisk (the 'Strategy') aims to generate capital growth over the medium to long term by providing exposure to a range of assets. The Strategy aims to deliver a stable level of return volatility, regardless of market conditions, by adapting exposures using a quantitative investment approach.

Key features of the Strategy

- Targeting balanced risk within a multi-asset long-only portfolio
- Uses systematic techniques to actively manage risk exposures
- Invests in futures (equity indices and government bonds), inflation-linked bonds, and swaps on indices (credit and commodities)
- Aims to deliver excess returns with a stable level of volatility, regardless of market conditions
- Target annualised return: LIBOR + 8%¹
- Target annualised volatility: 10%¹

Investment Approach

AHL TargetRisk Strategy follows a dynamic long-only strategy seeking to achieve capital growth through exposure to futures (equity indices and government bonds), inflation-linked bonds, and swaps on indices (credit and commodities).

Investment exposure is diversified across asset classes and regions, targeting balanced risk allocations to instruments which tend to perform well at different times, and in different economic cycles.

The strategy trades on a daily basis to achieve its investment objective of maximising returns whilst controlling downside risks. Systematic techniques, which feature in other Man AHL products, are used to actively adapt risk exposures as appropriate for the market environment and to preserve capital during market sell-offs.

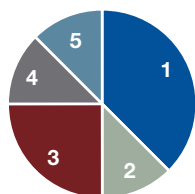
AHL TargetRisk Strategy net performance

11 December 2014 to 30 June 2015



Target risk allocation²

As at 30 June 2015



1	Equities	37.5%
2	Credit	12.5%
3	Government Bonds	25.0%
4	Inflation-linked Bonds	12.5%
5	Commodities	12.5%

Source: Man database. 1. Whilst the investment team will seek to achieve the target(s)/expectations referred to, doing so is not a formal investment objective. Please refer to the relevant product prospectus for a full description of a product's investment objectives and policies. **2.** The limits and/or targets illustrate the Investment Manager's current intentions, and are subject to change without notice. **Past performance is not indicative of future results. Returns may increase or decrease as a result of currency fluctuations. Performance data is shown net of fees with income reinvested and does not take into account sales and redemption charges where such costs are applicable.**

Important information

The value of an investment and any income derived from it can go down as well as up and investors may not get back their original amount invested. Alternative investments can involve significant additional risks.

This material is for information purposes only and does not constitute an offer or invitation to invest in any product for which any Man Group plc affiliate provides investment advisory or any other services. The content is not intended to constitute advice of any nature nor an investment recommendation or opinion regarding the appropriateness or suitability of any investment or strategy and does not consider the particular circumstances specific to any individual recipient to whom this material has been sent.

Unless stated otherwise the source of all information is Man Group plc and its affiliates as of the first page of this material.

This material was prepared by AHL Partners LLP (company number OC380907) which is registered in England and Wales at Riverbank House, 2 Swan Lane, London, EC4R 3AD. Authorised and regulated in the UK by the Financial Conduct Authority. This material is distributed pursuant to global distribution and advisory agreements by subsidiaries of Man Group plc. Specifically, in the following jurisdictions:

Hong Kong: To the extent this material is distributed in Hong Kong, this material is communicated by Man Investments (Hong Kong) Limited and has not been reviewed by the Securities and Futures Commission in Hong Kong. This material can only be communicated to intermediaries, and professional clients who are within one of the professional investors exemptions contained in the Securities and Futures Ordinance and must not be relied upon by any other person(s).

This material is not suitable for US persons.

This material is proprietary information and may not be reproduced or otherwise disseminated in whole or in part without prior written consent. Any data services and information available from public sources used in the creation of this material are believed to be reliable. However accuracy is not warranted or guaranteed. © Man 2015.

UK/15/1064/P

Man AHL in focus

Man AHL ('AHL') has been successfully developing its systematic trading strategies for around three decades. Headquartered in London, it has a trading office in Hong Kong as well as research offices in Switzerland and Oxford. The Oxford office is co-located with the Oxford-Man Institute of Quantitative Finance. This unique set-up connects AHL employees with renowned academics from Oxford and around the world. The commercial benefits include access to cutting edge quantitative research not yet in the public domain, and to specialists who can be contracted for confidential projects.

Portfolio Managers



Russell Korgaonkar

Head of Portfolio Management at Man AHL

Russell Korgaonkar is Head of Portfolio Management at Man AHL ('AHL'). Russell joined the company in February 2001, and spent several years researching and building single-stock trading systems, including statistical arbitrage and fundamental factor models. He managed the equity market neutral fund from inception in 2005 until 2009, before concentrating on directional systems including a sector based equities model. He moved to his current role in March 2011, and is responsible for portfolio construction, investment management, and research. Russell holds a BA/MA (First Class) in Physics from Oxford University.



Che Hang Yiu

Portfolio Manager for Man AHL

Che Hang Yiu is a Portfolio Manager for Man AHL, working on the development of alternative-beta hedge fund strategies. He joined AHL in 2007 to help develop the multi-strategy business, where he managed a relative-value fixed income fund from inception in 2007. In 2013, Che took over credit trading research, and later took responsibility for alternative-beta research. Prior to AHL, Che worked at ABN AMRO bank as a fixed income quantitative analyst. Che holds Masters Degrees in Mechanical Engineering (First Class) and Financial Engineering (Distinction) from The University of Bristol and The University of London.

Contact

Hong Kong

Tel +852 2521 2933

Fax +852 2537 1205

E-mail investorservicesasia@man.com

Telephone calls may be recorded for training and monitoring purposes.