



AQR Wholesale DELTA Fund

Fact Sheet

Strategy Description

Many hedge funds pursue similar, often well-known and widely understood strategies that seek to generate investment returns. AQR has found that a significant portion of hedge fund returns can be explained as compensation for assuming certain common hedge fund risk exposures, what we call “hedge fund risk premia”. While these largely uncorrelated return streams can be attractive for most portfolios, they require a significant amount of skill to capture, are difficult to isolate, and are often provided by managers at high fees.

The AQR Wholesale DELTA Fund (“the Fund”) provides cost-effective exposure to a portfolio containing a diversified group of hedge fund risk premia. Over the medium to long-term, the Fund will seek to achieve a return in excess of the Benchmark (i.e., the Bloomberg AusBond Bank Bill Index, measured in AUD) by capturing the systematic components of dynamic trading strategies traditionally pursued by hedge funds.

Strategy Characteristics

- D**ynamic
 - Bottom-up construction of dynamic trading strategies
- E**conomically intuitive
 - Strategies based on sound economic principles and years of empirical study
- L**iquid
 - Emphasis on liquid securities that can be traded at low cost in strategies that require only limited leverage
- T**ransparent
 - Well-defined investment process shared openly with investors
- A**lternative
 - Captures the core return drivers of hedge funds, but with low correlation to traditional assets

Sub-strategies Included*

Equity Oriented Strategies

Seeks to take advantage of market inefficiencies that cause specific stocks to be under- or overpriced.

- Dedicated Short Bias
- Equity Market Neutral
- Long/Short Equity
- Emerging Markets (Equity)

Arbitrage Strategies

Pursue relative mispricing between two related assets.

- Convertible Arbitrage
- Event Driven
- Fixed Income Relative Value

Macro Strategies

Seeks to profit from dislocations in global equity, bond, currency and commodity markets, including those driven by investors’ behavioral biases.

- Global Macro
- Managed Futures
- Emerging Markets (Macro)

* Strategies are subject to change at any time

Key Details

Type of Fund	Australian domiciled unit trust ARSN138912973 APIR Code Class 1F: PER0554AU
Fund Commencement Date	September 1, 2009
Management Costs	Class 1F: 1.40% p.a. Refer to product Disclosure Statement (PDS) for details
Buy / Sell Spread	0.00% / 0.20%
Investor Liquidity	Semi-monthly (1 month notice for redemption)
Fund Distributions	Annually, as of June 30
Availability	Class 1F: IDPS platforms, Direct via PDS
Minimum Investment	AU\$25,000 via PDS Platform investors should refer to their IDPS provider for details



Company Profile and Investment Philosophy

AQR Capital Management, LLC, is a global investment management firm built at the intersection of financial theory and practical application. We strive to deliver superior, long-term results for our clients by looking past market noise to identify and isolate what matters most, and by developing ideas that stand up to rigorous testing. Our focus on practical insights and analysis has made us leaders in alternative and traditional strategies since we were founded in 1998. We are based in Greenwich, Connecticut.

We believe asset allocation should be predicated around risk appetite, not capital. Risk diversification can help provide a more consistent level of realized portfolio volatility and does not emphasize any one asset class over another. To implement that approach, we construct diversified portfolios that adhere to appropriate risk parameters and levels. Our investment strategies are built on solid economic principles, not simply to fit the past, and contain as much common sense as empirical evidence.

Key Advantages

TRADING	<ul style="list-style-type: none">• More than a decade trading a wide range of global securities• Proprietary electronic trading algorithms that help minimize market impact
LEVERAGE	<ul style="list-style-type: none">• Extensive experience using leverage as a portfolio tool• Strong counterparty relationships facilitate attractive and stable financing
SHORTING	<ul style="list-style-type: none">• Long track record managing short exposures in the context of multi-strategy hedge funds• Strong prime broker relationships and ability to monitor and minimize borrowing costs
DERIVATIVES	<ul style="list-style-type: none">• Longstanding use of derivatives to hedge, manage risk and generate alpha across all of our funds• Extensive documentation and operational capability for managing swap, options and futures exposures
RISK MANAGEMENT	<ul style="list-style-type: none">• Independent staff and committees in place to constantly monitor the portfolio• Systematic investment processes that embed risk management principles directly into portfolio construction

Investment Risks

All investments involve risk and there can be no guarantee against loss resulting from an investment in the Fund, nor any assurance that the Fund's investment objectives will be achieved or that any investor will get any of its money back.

You should read and carefully consider the risks associated with the Fund as set out in the Fund's PDS.

For a copy of the Fund's PDS visit www.aqraustralia.com or for more information please call 1800 778 019 or email investorinquiries@aqr.com.

Disclosures

AQR Capital Management, LLC ("AQR") is exempt from the requirement to hold an Australian Financial Services License under the Corporations Act 2001 (Cth). AQR is regulated by the Securities and Exchange Commission ("SEC") under United States of America laws, which differ from Australian laws. The services of Perpetual Corporate Trust Fund Compliance Services are provided by Perpetual Trust Services Limited ABN 48 000 142 049 AFSL No. 236648. This publication is intended only to provide a summary of the subject matter covered. It does not purport to be comprehensive or to provide legal, taxation or other advice on the subject matter. No reader should act on the basis of any matter contained in this publication without first obtaining specific professional advice.

This document is distributed in Australia by AQR Pty Limited AFSL 305603, a wholly owned subsidiary of AQR Capital Management, LLC. The information provided in this document is only intended for investors receiving this document in Australia. This document is not an offer of securities or financial products, nor is it financial product advice. Offers for units in the Fund will only be made under a current product disclosure statement ("PDS"). As this document has been prepared without taking account of any investors' particular objectives, financial situation and needs, you should consider its appropriateness having regard to your objectives, financial situation and needs. The Fund referred to is issued by Perpetual Trust Services Limited ABN 48000 142 049. Perpetual is not the publisher of this document and takes no responsibility for its content. You should consider the PDS in deciding to acquire or to continue to hold the Fund. Although specific information has been prepared from sources believed to be reliable, we offer no guarantees as to its accuracy or completeness. The information provided in this document is given in good faith and is believed to be accurate at the time of compilation. AQR Capital Management, LLC, its directors, employees or associates make no representation or warranty as to the accuracy, reliability, timeliness or completeness of the information. If you act on any information in this document, you do so wholly at your own risk. To the extent permissible by law, AQR Capital Management, LLC and its directors and employees disclaim all liability (whether arising in contract, tort, negligence or otherwise) for any error, omission, loss or damage (whether direct, indirect, consequential or otherwise). Please visit www.aqraustralia.com to obtain the PDS. Diversification does not eliminate the risk of experiencing investment losses.

The allocation to hedge fund strategies are constantly under review, and may change at any time. All indices are copyrighted by and proprietary to the issuer of the index. Investments are subject to investment risk, including possible delays in repayment and loss of income and principal invested. The fund has exposure to the gains and losses of commodities, futures, options, derivatives and other financial instruments. There is a risk of substantial loss associated with trading commodities, futures, options, derivatives and other financial instruments. Before trading, investors should carefully consider their financial position and risk tolerance to determine if the proposed trading style is appropriate. Investors should realize that when trading futures, commodities, options, derivatives and other financial instruments one could lose the full amount of their investment in the Fund. All funds committed to such a trading strategy should be purely risk capital.