

FACTSHEET

Performance Returns

The Tosca Micro Cap UCITS Fund returned -2.28% in June (GBP Institutional share class) giving a net return since launch on April 8th 2016 of +43.43%.

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

Performance in the month was largely coloured by the General Election in the UK. This dragged the key smaller company indices lower in June (the AIM All Share fell 2.55%). With no clear majority and ongoing uncertainty over the Government's future plans on Brexit and broader fiscal/monetary policies the UK macro backdrop remains unhelpful. That said, we can mitigate against that in two key ways. First of all by seeking exposure to UK listed microcaps that have a bias to international markets and secondly by continuing to focus on compelling bottom up stories where macro headwinds can be more than offset by company specific dynamics. Critically those micro opportunities continue to present themselves which gives us confidence that we can sustain healthy long term returns. We note for example that since the Election the Micro Cap team has met with 15 companies on either an early look meeting or IPO roadshow. UK plc remains firmly open for business.

In June the strongest performer in the fund was Oxford Biomedica (+1.2%). This biopharmaceutical business has been developing niche cancer drugs with Novartis. Expectation has grown that that relationship is maturing with likely imminent good news on manufacturing contracts. Post the month end this has been confirmed with the added positive of a near term upfront cash payment by Novartis pending regulatory approval/FDA clearance. Encouragingly this moves the company into profit and with that opens the stock up to an entirely new investor base. Other useful contributions came from Inspired Energy (+0.25%) & Watkin Jones (+0.22%). The former is a new position acquired in a recent placing. The business manages utility contracts on behalf of large enterprise customers. By monitoring demand and pricing through its proprietary software platform it can deliver material cost savings to clients, while importantly, not being exposed to volatile moves in wholesale prices. This is a highly cash generative model and yet we were able to buy into the name in a fundraise on sub 10x PE for a 10% growth CAGR & a 3.4% prospective dividend yield. The availability of this type of deal gives the manager confidence that we can continue to outpace market returns.

Overall there were more detractors than contributors to performance in the month. However, there were no major disappointments. Of the 10 companies that reported in the period, 7 were in line with expectations & 3 marginally ahead. The weaker performers in price terms included Warpaint (-0.45%), Blue Prism (-0.36%) and Quixant (-0.33%). There is no coincidence that these names have been 3 of the major contributors to the fund's performance this year (& last) and their price action likely reflects investors taking profits in a more uncertain environment. We note for example that Warpaint and Blue Prism rose by 73% & 74% respectively in H1 17.

Once again we would like to thank our investors for their continued support and look forward to delivering healthy returns throughout the rest of the year.

Tosca Micro Cap UCITS Fund Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2017	4.86%	0.20%	2.04%	4.42%	3.97%	-2.28%							13.75%
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

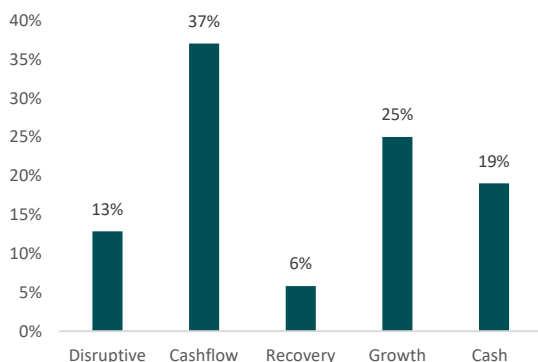
Structure	UCITS Fund
Domicile	Ireland
Liquidity	Weekly
AUM	\$37.1m
Inception	1 st October, 2010
Relaunch	8 th April, 2016
Share Class	Institutional/Institutional Pooled
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.00%
Perf. Fee	15%
Min. Init. Sub.	100,000
ISIN Codes	EUR: IE00B3QLJ113/IE00BD2MF541 USD: IE00B3QZNH75/IE00BD2MF764 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

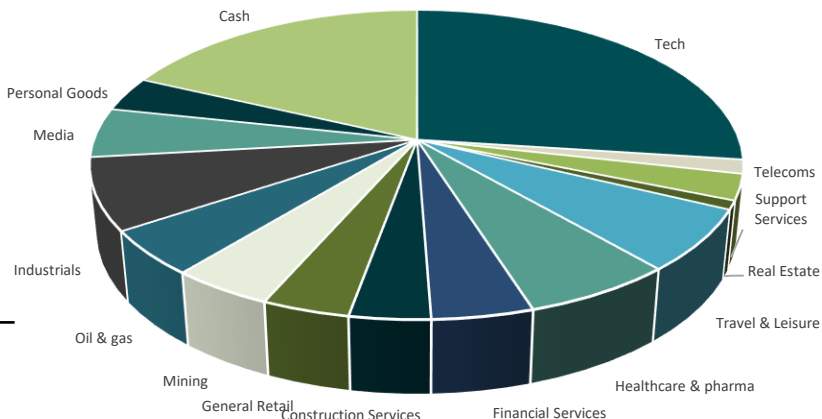
Portfolio Summary

Gross exposure	81%
Yield (%)	90%
PE (Cash flow)	13.7
Average mkt cap (£m)	120
No. of positions	43

Portfolio By Theme



Portfolio By Sector



Top 5 exposures (% of NAV)

Rhythmone Plc	4.33%
Quixant Plc	3.73%
IMImobile Plc	3.59%
Watkin jones Plc	3.43%
SDX Energy	2.65%

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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.