

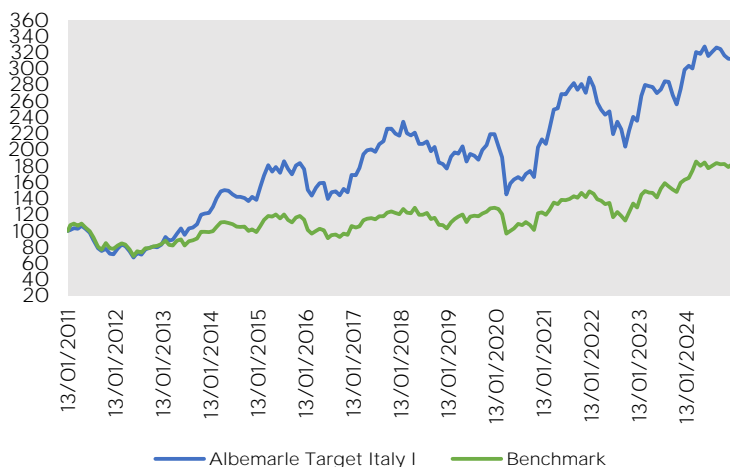
About Albemarle Asset Management

Albemarle Asset Management was founded in London in 2003. The company provides both individual and collective management services for private and institutional investors, financial and capital management consultancy, and managed investment solutions. Our services cover global financial markets and our expertise enables us to offer diverse set of investment instruments and strategies.

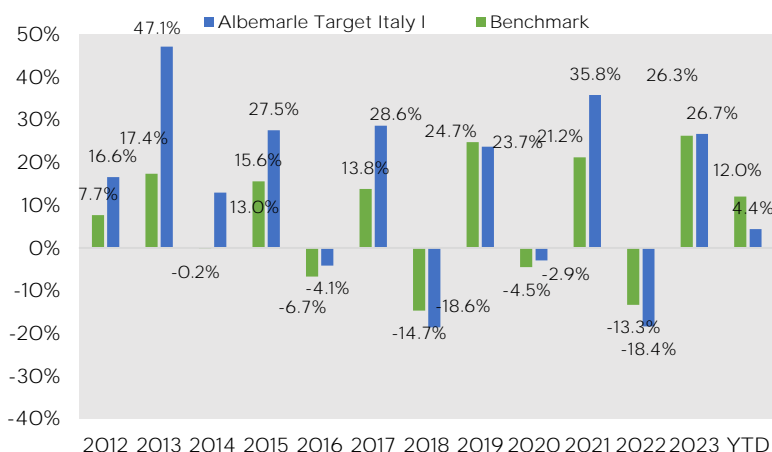
Performance

| | YTD | 1M | 3YR | 5YR | Inception |
|-----------|----------|-----------|--------|--------|-----------|
| Fund | 4.40% | -0.08% | 7.98% | 42.34% | 212.01% |
| Benchmark | 12.04% | 2.26% | 22.69% | 42.03% | 82.82% |
| | Best Mth | Worst Mth | CAGR | Vol | Sharpe R. |
| Fund | 22.09% | -24.05% | 8.41% | 13.83% | 0.26 |
| Benchmark | 20.10% | -20.09% | 4.38% | 13.64% | 1.22 |

Chart Performance



Returns



Different Share Classes

| Class | NAV | YTD | 1M | 3YR | 5YR | Since Inception | Inception Date | ISIN | Management Fee |
|-------|-------|-------|--------|-------|--------|-----------------|----------------|--------------|----------------|
| A | Daily | 3.45% | -0.16% | 5.11% | 37.38% | 79.55% | 23 April 2007 | IE00B1V6R242 | 1.8% p.a. |

Fund Objective

Albemarle Target Italy is a sub-fund of Albemarle Funds Plc an open-ended investment company with variable capital incorporated in Ireland. The investment objective of the sub-fund is to achieve long term capital appreciation by investing in the Italian equity market.

Fund Information

| | |
|---------------------|---|
| Company | Albemarle Funds Plc |
| Investment Manager | Albemarle Asset Management Ltd |
| Bloomberg | ATRGITI ID |
| ISIN | IE00B57Z8L94 |
| Inception | 13/01/2011 |
| Currency | EUR |
| Fund Manager | Albemarle Asset Management Ltd |
| Management Fees | 0.90% p.a. |
| Performance Fees | 25% of the value which exceeds the benchmark |
| NAV | Daily |
| Cut-Off | T-1 before 1pm Irish Time |
| Stlmt date for sub. | T+2 Irish Business Days |
| Stlmt date for red. | T+2 Irish Business Days |
| Domicile | Ireland |
| Auditors | Grant Thornton |
| Depository | Northern Trust Fiduciary Services (Ireland) Ltd |

Category

UCITS V

Ratings and Awards



Premio Alto Rendimento 2015
Premio Alto Rendimento 2016

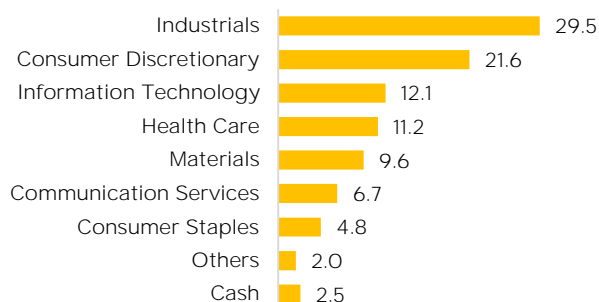
Important Information

The information contained within

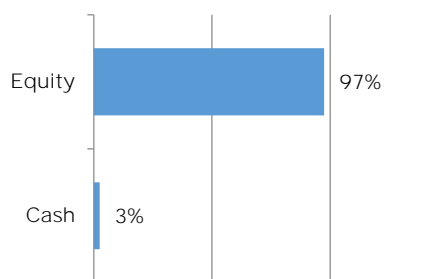
* Data source: Bloomberg

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Sector Breakdown Net Exposure %

Top Holdings

| | |
|---------------------------|---------------|
| FILA SPA | 9.68% |
| EL.EN. SPA | 8.27% |
| CEMENTIR HOLDING NV | 6.96% |
| ARNOLDO MONDADORI EDITORE | 6.66% |
| BREMBO N.V. | 4.68% |
| Total | 36.25% |

Asset Allocation Exposure

Investment Policy

Albemarle Target Italy is a long-only equity fund that invests at least 80% of its assets in equities with particular focus on Italian small-mid caps. The net exposure will be between 80% and 100% of the asset allocation. The fund adopts a bottom-up approach combined with a top-down overlay.

Commentary

The Fund posted a flat performance in December. The main positive contributors to the Fund performance during the month had been Fila, Pirelli, De' Longhi, Brembo and Mondadori. Fila gained as the company sold a 4.6% stake in the Indian subsidiary DOMS for gross proceeds of c. 90 million Euro through an accelerated bookbuilding process. Pirelli rose after it was reported that the Executive Vice Chairman Mr. Tronchetti Provera is looking to grow his interest in the Italian tiremaker to 29.9% and that the holding company Camfin is working with various lenders to secure the financing to fund the purchase. Brembo outperformed as the company announced the signing of a global agreement with Michelin to combine their technological expertise to improve braking performance. The main detractors to the Fund performance had been Cementir, El.En, Buzzi, Ariston and Diasorin. Cementir and El.En underperformed as both stocks had been hit by some profit taking after the strong double-digit gain registered in November. Ariston declined as the stock was hit by a broker downgrade amid a still bleak outlook for Heating and Heat Pump markets in Germany and Italy, its main markets. During the month the main trades executed had been the sale of Fila, Interpump and Cementir, and the purchase of Sabaf.

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