



AQR Core Plus Bond Fund

12/31/2019

Performance as of 12/31/2019

	QTD	YTD	Annualized Total Return				Since Inception (04/05/2018)
			1 Yr	3 Yr	5 Yr	10 Yr	
Class I Shares: QCPIX	0.68%	9.63%	9.63%	-	-	-	5.65%
Class N Shares: QCPNX	0.61%	9.39%	9.39%	-	-	-	5.42%
Class R6 Shares: QCPRX	0.70%	9.71%	9.71%	-	-	-	5.71%
Bloomberg Barclays U.S. Aggregate Index	0.18%	8.72%	8.72%	-	-	-	6.03%

Past performance does not guarantee future results. Investment returns and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. Call 1-866-290-2688 or visit www.aqrfunds.com for current month-end performance. Performance shown prior to a share class's inception date reflects the historical performance of the Fund's Class I shares, calculated using the fees and expenses of the Class N or Class R6 shares, respectively.

Portfolio Statistics*

	Core Plus Fund	Barclays Agg.
# of Holdings	233	10,982
Duration	6.8	6.1
Maturity	18.3	18.1
Spread Duration	3.1	3.6
Duration * Spread (DTS)	3.3	3.1

Sector Exposure (%)*

	Core Plus Fund	Barclays Agg.	Fund - Index
Government Bonds	53%	42%	11%
Government-Related	5%	5%	0%
Corporate Bonds	24%	32%	-8%
Securitized	18%	21%	-3%
Total	100%	100%	0%

Duration Exposures (%)*

	Core Plus Fund	Barclays Agg.	Fund - Index
1-5	37%	31%	6%
5-10	14%	24%	-10%
10+	49%	45%	4%
Total	100%	100%	0%

Ratings Exposures (%)*

	Core Plus Fund	Barclays Agg.	Fund - Index
AAA	57%	64%	-7%
AA	-1%	4%	-5%
A	14%	14%	0%
BBB	28%	18%	10%
Non-Investment Grade	2%	0%	2%
Total	100%	100%	0%

Maturity Exposures (%)*

	Core Plus Fund	Barclays Agg.	Fund - Index
1-5	32%	15%	17%
5-10	13%	20%	-7%
10+	55%	65%	-10%
Total	100%	100%	0%

Regional Exposures (%)*

	Core Plus Fund	Barclays Agg.	Fund - Index
United States	96%	100%	-4%
Non-US	4%	0%	4%
Total	100%	100%	0%

Instrument Type (%)*

	Core Plus Fund	Barclays Agg.	Fund - Index
Physical Bonds	83%	100%	-17%
Cash and Derivatives	17%	0%	17%
Total	100%	100%	0%

About the Fund

Investment Objective:

Seeks total return, consisting of capital appreciation and income.

Fund Overview:

The Fund aims to generate outperformance through the systematic application of fundamental investment themes. These themes are intuitive ideas that can be captured through systematic investment signals.

Many approaches to Core Plus tend to seek outperformance strictly by investing in riskier assets, reducing the diversification benefits of owning fixed income. This Fund seeks to match the risk profile of the benchmark, seeking outperformance strictly through security selection within benchmark sectors.

The result is to target Core Plus-like returns while preserving the diversification benefits of fixed income as an asset class.

Reasons to Invest

1. Return Potential
2. Overall Portfolio Diversification Potential
3. Risk Managed Process**

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*Portfolio statistics and exposures are subject to change and should not be considered a recommendation to buy or sell securities. Ratings are a simple average across the three major ratings agencies (S&P, Moody's, Fitch) and non-investment grade securities are those with an average rating below BBB. Ratings do not apply to the Fund itself or to Fund shares. Ratings are subject to change. Please see following page for portfolio statistic definitions. Statistics and exposures are computed using dollar duration weights. Securities used for hedging purposes are excluded from the exposure tables.

**The Fund does not take on additional credit or duration risk to achieve its return objectives. Rather, it seeks to maintain a risk level consistent with the benchmark.

Investment Process

There are three steps in the investment process:

1. Investment Universe Selection
2. Security Selection
3. Portfolio Optimization and Trading

Step 1: Investment Universe Selection

The process begins by identifying the benchmark universe and then adding out-of-benchmark sectors (e.g. global government bonds). This increases the breadth of securities used for security selection.

The Fund then screens for liquidity to ensure that it owns securities that can facilitate an active systematic approach. The resulting "investable universe" is more liquid but still very broad.

Instruments traded include corporate and government bonds as well as derivatives such as bond futures, interest rate swaps, credit default swap indices, currency forwards, and to be announced mortgage-backed securities. Derivatives allow for better implementation of views, as well as for matching the risk profile of the benchmark at all times.

Step 2: Security Selection

Within the Government and Government-Related sector of the benchmark this Fund seeks to add value through both Country Selection and Maturity Selection. Within Corporate Bonds it uses Issuer Selection, and within Securitized it passively own mortgages to match the benchmark exposure (while not taking any active bets). The Fund also aims to add value through Currency Selection.

Within each sector, the Fund measures all securities based on its model's signals and then ranks them from most attractive to least attractive. The result is a "model portfolio" of ideal overweights and underweights, in absence of constraints and transaction costs.

Step 3: Portfolio Optimization and Trading

Once the Fund identifies its model portfolio, it optimizes to take into account the scores for each of the securities, fund constraints (e.g. max issuer and country weights), and expected transaction costs. The Fund then trades toward this ideal portfolio, incorporating live liquidity.

Fund Facts

	Ticker	CUSIP	Inception Date	Investment Minimum*	12b-1 Fee	Gross Expense Ratio	Net Expense Ratio**
Class I Shares	QCPIX	00191K450	04/05/2018	\$5 Million	None	0.61%	0.48%
Class N Shares	QCPNX	00191K443	04/05/2018	\$1 Million	0.25%	0.80%	0.73%
Class R6 Shares	QCPRX	00191K435	04/05/2018	\$50 Million	None	0.55%	0.38%

*Investment minimums are waived or reduced for certain investors. Some financial intermediaries may not offer Class R6 Shares or may impose different or additional eligibility and minimum investment requirements. See the Prospectus for additional details.

**The Adviser has contractually agreed to reimburse operating expenses of the Fund at least through January 28, 2020.

Definitions:

The Bloomberg Barclays US Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency).

Duration: Measures the sensitivity of the price of the Fund to a change in interest rates.

Credit Risk: The risk associated with a borrower's ability to repay their debts.

Maturity: The average maturity of the holdings of the Fund.

Duration * Spread (DTS): Measures the sensitivity of the price of the Fund to a relative change in spread.

PRINCIPAL RISKS:

Past performance is no guarantee of future results. An investment in the Funds involves risk, including loss of principal. The Fund is not suitable for all investors. The Fund is new and has a limited operating history.

Diversification does not eliminate the risk of losses.

An investment in the Fund is subject to risks, including the possibility that the value of the Fund's portfolio holdings may fluctuate in response to events specific to the companies in which the Fund invests, as well as economic, political or social events in the United States or abroad. Please refer to the prospectus for complete information regarding all risks associated with the Fund.

The use of derivatives, forward and futures contracts, and commodities exposes the Fund to additional risks including increased volatility, lack of liquidity, and possible losses greater than the Fund's initial investment as well as increased transaction costs.

An investor considering the funds should be able to tolerate potentially wide price fluctuations. The Fund is subject to high portfolio turnover risk as a result of frequent trading, and thus will incur a higher level of brokerage fees and commissions, and may cause a higher level of tax liability to shareholders in the Fund. Since the Fund may also attempt to increase its income or total return through the use of securities lending, it may be subject to the possibility of additional loss as a result of this investment technique.

An investor should consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. To obtain a Prospectus containing this and other information, please call 1-866-290-2688 or download the file from www.aqrfunds.com. Read the Prospectus carefully before you invest. There is no assurance the stated objective(s) will be met. © AQR Funds are distributed by ALPS Distributors, Inc. AQR Capital Management, LLC is the Investment Manager of the Funds and a federally registered investment adviser. ALPS Distributors is not affiliated with AQR Capital Management.

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