



AQR Managed Futures Strategy Fund

9/30/2020

Performance as of 9/30/2020

	Annualized Total Return						Since Inception
	QTD	YTD	1 Yr	3 Yr	5 Yr	10 Yr	01/05/2010
Class I Shares: AQMIX	-2.52%	-2.17%	-4.70%	-1.59%	-4.49%	0.20%	0.23%
Class N Shares: AQMNX	-2.56%	-2.21%	-4.82%	-1.86%	-4.74%	-0.06%	-0.03%
Class R6 Shares: AQMRX	-2.51%	-2.04%	-4.59%	-1.52%	-4.41%	0.29%	0.32%
ICE BofAML US 3M T-Bill	0.04%	0.64%	1.10%	1.69%	1.20%	0.64%	0.60%
SG Trend Index	-1.20%	-2.03%	-5.84%	1.93%	-1.49%	0.94%	1.22%

The performance data quoted represents past performance. 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.

The ICE Bank of America Merrill Lynch 3-Month Treasury Bill Index consists of U.S. Treasury Bills maturing in 90 days. The SG Trend Index, a subset of the SG CTA Index, follows traders of trend following methodologies. Indexes are unmanaged and one cannot invest directly in an index.

Top Active Positions by Asset Class (%)*

% of Risk Allocation			% of Risk Allocation		
Commodities			Equities		
Gold Future (Long)		3.3%	MSCI Emerging Index Future (Long)		3.2%
Brent Crude Future (Short)		3.1%	E-Mini S&P 500 Index Future (Long)		2.0%
Soybean Future (Long)		2.0%	S&P/TSE 60 Index Future (Long)		2.0%
Currencies			Fixed Income		
EUR vs USD (Long)		5.7%	U.K. 10 Yr Gilt Future (Long)		2.0%
CAD vs USD (Short)		4.8%	Australia 10 Yr Bond Future (Long)		1.5%
AUD vs USD (Long)		4.2%	Australia 3 Yr Bond Future (Long)		1.3%

Number Of Long Holdings: 66 Number of Short Holdings: 36 Number Of Currency Pairs: 0

Asset Class Exposure (%)*

	% of Risk Allocation
Commodities	24.2%
Currencies	18.6%
Equities	23.7%
Fixed Income	33.5%

Portfolio Statistics (%)*

Realized Beta Since Inception to S&P 500	0.00
Realized Beta Since Inception to BarCap Agg	0.41
Realized Since Inception Volatility	9.19%
Realized Since Inception Sharpe Ratio	-0.04
Total Fund Assets (\$MM)	3,355

For these purposes, position risk allocations are calculated by dividing estimated position volatility by the sum of all position volatilities. Sector risk allocations are calculated by dividing estimated sector volatility by the sum of all sector volatilities. Volatilities and betas are calculated using three-day overlapping returns.

*Portfolio holdings are subject to change and should not be considered a recommendation to buy or sell securities.

S&P 500 Index: An index of 500 stocks chosen for market size, liquidity and industry grouping, among other factors. The S&P 500 is designed to be a leading indicator of U.S. equities and is meant to reflect the risk/return characteristics of the large cap universe. BarCap Aggregate Bond Index: a broad base index which is often used to represent investment grade bonds being traded in the U.S.

Fund Facts

	Ticker	CUSIP	Inception Date	Investment Minimum*	12b-1 Fee	Gross Expense Ratio	Net Expense Ratio**
Class I Shares	AQMIX	00203H859	1/5/10	\$5 Million	None	1.23%	1.23%
Class N Shares	AQMNX	00203H842	1/5/10	\$1 Million	0.25%	1.51%	1.51%
Class R6 Shares	AQMRX	00191K609	9/2/14	\$50 Million	None	1.16%	1.16%

*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 April 30, 2021.

About the Fund

Investment Objective:

Seeks positive absolute returns.

Reasons to Invest:

Access to Alternative Investment Strategies

The Fund delivers an active long/short Managed Futures strategy in a mutual fund vehicle.

Portfolio Diversification

Managed Futures strategies seek to generate returns that are uncorrelated to traditional asset classes on average, and can increase a portfolio's diversification.

Potential Advantages:

Academic Research Foundation

Investment approach is grounded in academic research dating back several decades.

Experienced Management Team

AQR senior management has been working together and implementing futures based strategies since the mid-1990s.

Trading Infrastructure

Customized liquidity-providing algorithms seeking to minimize transaction costs.

Cutting Edge Research

Ongoing commitment to research and development.

Investment Approach

The Fund invests in a portfolio of futures contracts and futures-related instruments^[1], utilizing more than 100 contracts across four major asset classes: commodities, currencies, fixed income and equities. The Fund can take long or short positions in any of these instruments, and thus seeks to benefit both if the price of the underlying instrument rises or falls.

Trading Strategies

The Adviser seeks to establish long or short positions based on a combination of several trading strategies described below.

Short-Term Trend Strategy

This strategy aims to profit from a number of behavioral biases and market frictions that cause prices to under-react to either good or bad news. These biases present opportunities for the fund to invest before prices move fully to reflect the change in fundamental value. The key reasons for this under-reaction are:

- **Anchoring Bias:** Investors tend to anchor their views of fair price to the prior price level and adjust their views insufficiently to news. This phenomenon was first described in Kahneman and Tversky's Nobel-Prize winning research.^[2]
- **Disposition Effect:** Investors tend to sell winners too quickly, while holding onto losers too long.
- **Price Insensitive Market Participants:** Certain market participants, like central banks, may operate to dampen market volatility.

Long-Term Trend Strategy

This strategy aims to profit from a number of behavioral biases that cause market participants to over-react. The key reasons for this over-reaction are:

- **Herding:** After prices have trended for a while, some investors jump on the bandwagon, and this herding effect can prolong price trends.
- **Confirmation Bias:** People tend to look for information that confirms what they already believe and look at recent price moves as representative of the future. This can lead investors to move money to investments that have recently made money, and conversely out of investments that have declined, causing trends to continue.
- **Risk Management:** Some risk-management schemes will sell in down markets and buy in up markets, causing trends to persist.

Over-Extended Trend Strategy

This strategy aims to recognize when a trend is over-extended, which can increase the probability that the trend will reverse:

- **Trend Velocity:** Trends that occur very quickly have a higher tendency to reverse.
- **Length and Magnitude of Trend:** Trends that have persisted for long periods and that have moved prices substantially have a higher tendency to reverse.

Trading and Risk Control

The Adviser employs a number of techniques to effectively trade its investments and to monitor risk:

Trading Cost Management

The Fund employs proprietary portfolio optimization techniques to reduce the costs of trading. Trading is performed by a 24 hour global trading team with extensive expertise in trading many asset classes. The fund employs proprietary electronic order placement algorithms to minimize the market impact of trades.

Risk Reduction Process

The Fund employs a proprietary risk reduction process engineered to systematically reduce the target risk level under sufficiently adverse conditions.

[1] Futures-related instruments include equity index futures, currency forwards, commodity futures, swaps on commodity futures, fixed income futures and bond futures, as well as exchange-traded funds or exchange traded notes that are linked to these contracts.

[2] See Tversky and Kahnemann (1974).

Definitions:

Realized Beta of Fund to Index: A measure of the amount the fund has tended to move given a move in the specified Index, using three-day overlapping returns. A beta of 1 indicates that if the index has moved 10% over a three-day period, the fund has tended to move, on average, 10% over the same period. A beta of more than 1 indicates the fund has tended to move, on average, more than 10% in that case, and a beta of less than one indicates the fund has tended to move less than 10% in that case.

Realized Sharpe Ratio: a ratio which measures risk-adjusted performance.

Realized Volatility: the standard deviation of the compounded returns of a financial instrument within a specific time horizon.

PRINCIPAL RISKS:

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. Concentration generally will lead to greater price volatility. This fund enters into a short sale by selling a security it has borrowed. If the market price of a security increases after the Fund borrows the security, the Fund will suffer a potentially unlimited loss when it replaces the borrowed security at the higher price. Short sales also involve transaction and other costs that will reduce potential Fund gains and increase potential Fund losses. Risk allocation and attribution are based on estimated data, and may be subject to change.

An investor considering the Fund 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 cause a higher level of tax liability to shareholders in the Fund.

The Fund is not suitable for all investors. There are risks involved with investing including the possible loss of principal. Past performance does not guarantee future results. Diversification does not eliminate the risk of experiencing investment losses. This document is intended exclusively for the use of the person to whom it has been delivered by AQR and it is not to be reproduced or redistributed to any other person without AQR's written consent.

Please refer to the prospectus or summary prospectus for complete information regarding all risks associated with the fund. An investor should consider the investment objectives, risks, charges and expenses of the fund carefully before investing. To obtain a prospectus or summary 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 objectives will be met.

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Not FDIC Insured - No Bank Guarantee - May Lose Value

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