



# AQR Small Cap Multi-Style Fund

12/31/2018

Performance as of 12/31/2018

	Annualized Total Return					Since Inception (03/26/2013)
	QTD	YTD	1 Yr	3 Yr	5 Yr	
Class I Shares: QSMLX	-19.76%	-14.02%	-14.02%	4.80%	2.64%	7.09%
Class N Shares: QSMNX	-19.82%	-14.24%	-14.24%	4.54%	2.37%	6.82%
Class R6 Shares: QSERX	-19.75%	-13.96%	-13.96%	4.89%	2.75%	7.20%
Russell 2000 Index	-20.20%	-11.01%	-11.01%	7.36%	4.41%	7.72%

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](http://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.

## Top Ten Holdings (%)\*

Security	% of Net Assets
Usana Hlth Sci	1.6%
Deckers Outdoor	1.5%
Insperty	1.2%
Warrior Met Coal	1.1%
Unvrsl Ins Hldg	1.1%
Emergent Bio	0.9%
WWE	0.9%
Globus Medical	0.8%
Qualys	0.8%
Selective Ins	0.8%
<b>Total Fund</b>	<b>10.9%</b>

## Sector Exposure (%)\*

	Small Cap Multi-Style Fund	RUSSELL 2000 Index	Fund - Index
Communication Services	4.9%	3.3%	1.6%
Consumer Discretionary	18.2%	12.2%	6.1%
Consumer Staples	6.0%	2.9%	3.1%
Energy	1.9%	3.5%	-1.6%
Financials	17.9%	18.2%	-0.4%
Health Care	15.1%	15.6%	-0.4%
Industrials	15.8%	14.8%	1.0%
Information Technology	13.8%	14.7%	-0.9%
Materials	3.0%	3.7%	-0.7%
Real Estate	2.7%	7.2%	-4.6%
Utilities	0.7%	3.8%	-3.1%
<b>Total Equity Investments</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.0%</b>

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

## Portfolio Statistics\*\*

	Small Cap Multi-Style Fund	RUSSELL 2000 Index
# of stocks	491	2,030
Price Momentum	0.19	0.07
EPS Growth (5 Year)	12.87	11.28
P/B	1.86	1.81
P/E (trailing 12 months)	12.18	14.80

	Small Cap Multi-Style Fund	RUSSELL 2000 Index
Median Market Cap (\$MM)	1,363	707
Average Market Cap (\$MM)	2,012	2,019
<b>Total Fund Assets (\$MM)</b>	<b>576</b>	<b>N/A</b>

\*\*Portfolio holdings are subject to change and should not be considered a recommendation to buy or sell securities. Portfolio statistic definitions on following pages.

## Fund Facts

	Ticker	CUSIP	Inception Date	Investment Minimum*	Gross 12b-1 Fee	Net Expense Ratio**
Class I Shares	QSMLX	00203H487	3/26/13	\$5 Million	None	0.70%
Class N Shares	QSMNX	00203H479	3/26/13	\$1 Million	0.25%	0.95%
Class R6 Shares	QSERX	00203H297	7/10/14	\$50 Million	None	0.60%

\*Investment minimums are waived to fee-based advisors and certain other investors. Some financial intermediaries may impose different or additional eligibility and minimum requirements for Class R6 shares. See the Prospectus for additional details.

\*\*The Adviser has contractually agreed to waive its management fee and/or to reimburse expenses of the Fund at least through January 28, 2019.

## About the Fund

### Investment Objective:

Long-term capital appreciation.

### Reasons to Invest:

Seeks to outperform the Russell 2000 Index of U.S. small-cap stocks.

Invests based on three proven investment styles: value, momentum and profitability.

By diversifying across three distinct investment styles, the Fund seeks to provide more consistent returns.

### Key Advantages:

#### Systematic, Repeatable Process

Style investing is a systematic, repeatable process that seeks to efficiently harvest the returns to value, momentum and profitability.

#### Academic Research Foundation

Decades of academic and practitioner research have shown that investing in stocks based on value, momentum and profitability may provide returns in excess of market benchmarks.

#### Trading Infrastructure

Customized liquidity-providing algorithms help minimize transaction costs.

#### Experienced Management Team

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

## Investment Approach

- The Fund seeks to invest in stocks of attractively valued U.S. small-cap companies that have positive momentum and strong profitability.
- The advisor follows a disciplined, systematic approach that employs multiple measures of value, momentum and profitability.
- The advisor ranks each stock's attractiveness for each of these three systematic styles, and selects those with a high combined score.
- The Fund's integrated approach seeks to offer a diversified, well-constructed core investment strategy that may provide returns consistently in excess of the overall market.
- Combining exposures to all three styles in an integrated portfolio can help reduce portfolio turnover and minimize transaction costs.
- Trades are executed using proprietary, automated algorithms in a liquidity-providing manner that seeks to reduce the total cost of trading.

### Definitions:

The Russell 2000 Index measures the performance of the 2,000 smallest companies in the Russell 3000 Index. One cannot invest directly in an index.

**EPS Growth (5 Year):** The growth of the earning per share over the last five years.

**P/B (Price to Book Ratio):** A valuation ratio of a company's current share price compared to its book value.

**P/E (Price to Earnings Ratio):** A valuation ratio of a company's current share price compared to its per-share earnings.

**Price Momentum:** Total return over the prior twelve months excluding the last month.

### 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.*

*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. Funds that emphasize investments in smaller companies generally will experience greater price volatility. Please refer to the prospectus for complete information regarding all risks associated with the Funds.*

*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 or Summary Prospectus containing this and other information, please call 1-866-290-2688 or download the file from [www.aqrfunds.com](http://www.aqrfunds.com). Read the Prospectus or Summary Prospectus carefully before you invest. There is no assurance the stated objective(s) will be met. © AQR Funds distributed by ALPS Distributors, Inc. [AQR006757 Exp: 07/31/2020]**

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