



DIVERSIFIED ALPHA

AUGUST 2019

Acadian's Diversified Alpha strategy is a global, absolute-return (beta zero), long/short equity strategy. It seeks to exploit both the fundamental mispricings and the mispricing of risk in the cross section of equities through our proprietary multi-factor stock selection process. Specifically, the strategy looks to short fundamentally weak high-beta stocks and buy low-beta stocks with strong fundamental underpinnings within developed markets. Total exposure is not expected to exceed 250% of capital. The strategy may invest directly in equities or indirectly via derivatives.

Additional commentary on page 3.

ASSETS UNDER MANAGEMENT

As of August 31

Strategy: \$US

58.7 MILLION

PARAMETERS *Typical Portfolio*

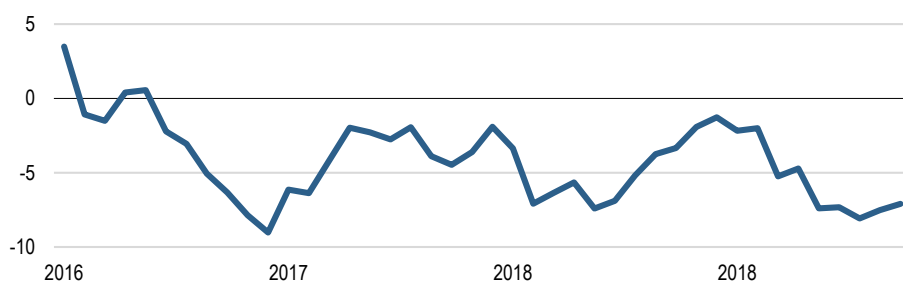
Expected Annualized Volatility	Targeted Beta
8 – 10%	0
Number of Holdings	Max Position Size
300 – 1,200	125 BPS

LEVERAGE *Typical Portfolio*

Gross Exposure	Net
MAX 400%	MAX 200%

COMPOSITE CUMULATIVE PERFORMANCE*

NET RETURNS (%)



COMPOSITE MONTHLY NET RETURNS*

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
2019	0.2%	-3.3%	0.6%	-2.8%	0.1%	-0.8%	0.6%	0.5%					-5.0%
2018	-1.5%	-3.9%	0.8%	0.7%	-1.9%	0.6%	1.8%	1.5%	0.4%	1.5%	0.7%	-0.9%	-0.3%
2017	-1.3%	3.2%	-0.3%	2.3%	2.3%	-0.3%	-0.5%	0.8%	-2.0%	-0.6%	0.9%	1.8%	6.5%
2016			3.5%	-4.4%	-0.4%	1.9%	0.2%	-2.8%	-0.9%	-2.1%	-1.3%	-1.6%	-7.9%

COMPOSITE PERFORMANCE*

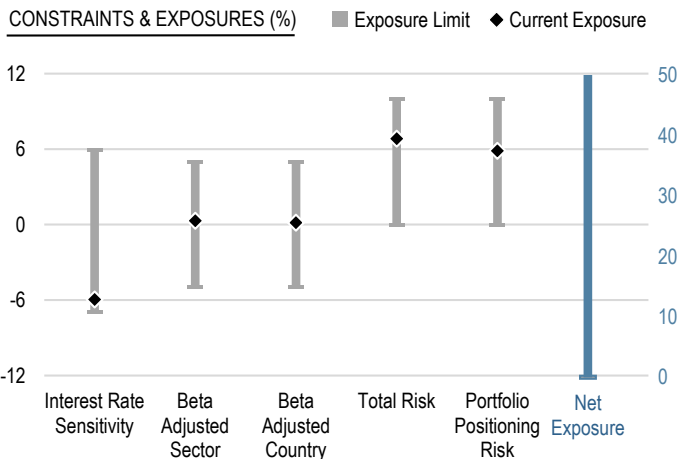
	COMPOSITE (GROSS)	COMPOSITE (NET)	90-DAY U.S. T-BILL	VALUE-ADDED (GROSS) VS. BENCHMARK
Performance Inception Mar 1, 2016				
Year-to-Date Return	-4.4	-5.0	1.5	-5.9
One Year Annualized Return	-2.5	-3.5	2.3	-4.8
Three Year Annualized Return	-0.7	-1.7	1.5	-2.2
SINCE INCEPTION ANNUALIZED RETURN	-1.1	-2.1	1.3	-2.4
SINCE INCEPTION ANNUALIZED STANDARD DEVIATION AND ACTIVE RISK	6.2	6.2	0.2	6.2
SINCE INCEPTION SHARPE RATIO	-0.4	-0.6		

PERFORMANCE MEASURES* **

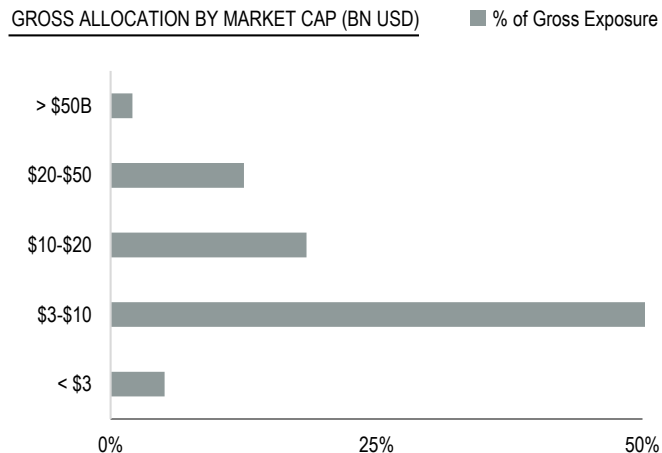
Daily Hit Rate	50.7%
Average One-Day Return	0.1 bps
Average Up-Day Return	31.1 bps
Average Down-Day Return	-31.8 bps
Max Drawdown (Daily Returns)	-8.6%
Average Monthly Return When Market is Up (Net)	-0.16%
Average Monthly Return When Market is Down (Net)	-0.17%

*Returns that include the most recent month are preliminary. **The Net Asset Value for this product is calculated on a monthly basis. In the absence of daily net of fee returns, Acadian presents daily statistics gross of fees of a representative portfolio with the goal of providing increased transparency into the daily risk profile of our investment process. Up and down markets are defined by the performance of the MSCI World Index. Diversified Alpha strategy inception February 2, 2016. Net of fee returns for the period through February 29, 2016 was 0.2%. Composite inception is March 1, 2016. Acadian Asset Management has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®). Reference to the benchmark is for comparative purposes only and is not intended to indicate that the composite will contain the same investments as the benchmark. Investors have the opportunity for losses as well as profits. Past performance is no guarantee of future results. The complete performance disclosure can be found in the composite performance disclosure page attached. Index Source: MSCI Copyright MSCI 2019. All Rights Reserved. Unpublished. PROPRIETARY TO MSCI.

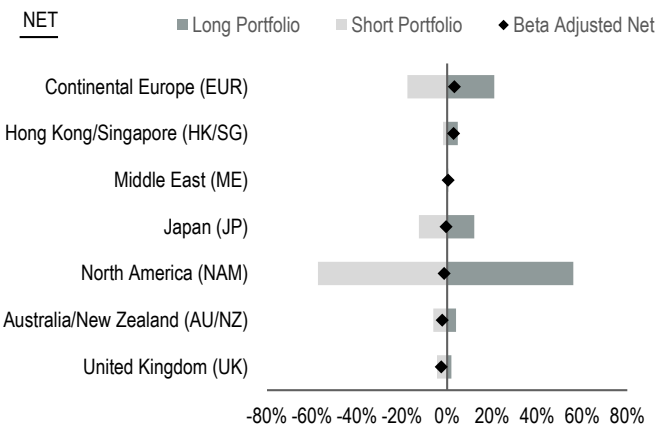
PARAMETERS** **



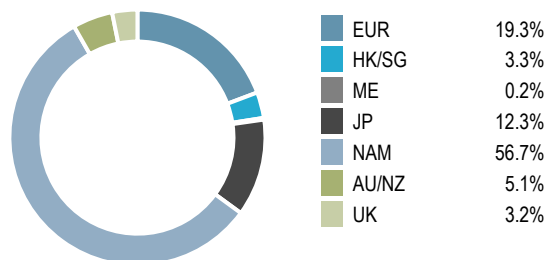
CURRENT POSITIONING** ***



CURRENT POSITIONING – REGION** ***



GROSS

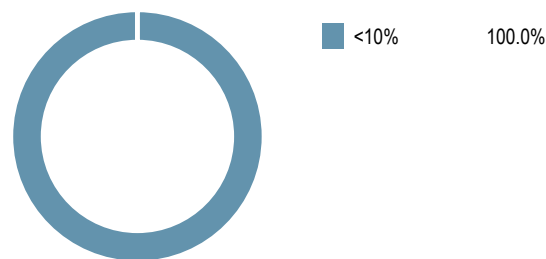


LIQUIDITY**

Liquidity, min (market cap)	\$3B
Average Daily Volume, min	\$5M
Trading, max	20% ADV
Trading, Average	0.44% ADV
Long Holding, max	300% ADV
Short Holding, max	200% ADV
Average Volume held	0.63% ADV

PROFILE**

% OF ADV HELD



*Beta adjusted exposure for any segment is computed as $exposure = \sum(w[i]*b[i])$ for stocks in that segment; average of the beta adjusted segments is shown. Total annualized ex-ante risk of the portfolio, as predicted by the Acadian's proprietary model. Annualized ex-ante risk of the portfolio, related to the positioning required to take exposure to the potential mispricing of risk in the cross-section of equities. The yield exposure is to Citigroup's GRAM global yield factor. The global yield factor is the weekly percentage change of GDP weighted 10-year benchmark government bond yields from the top 9 countries by GDP. The score follows a close-to-normal distribution. **The data presented here is for a representative portfolio and is supplemental to the composite performance disclosure page attached. ***Current Positioning displayed as daily asset-weighted average values over the monthly period. Investors have the opportunity for losses as well as profits. Past performance is no guarantee of future returns.

DIVERSIFIED ALPHA

MONTHLY REVIEW

AUGUST 2019

In August, Acadian's Diversified Alpha strategy returned 0.5% net of fees, bringing year-to-date performance to -5.0%.¹

Global equities fell 2.0% in August, as markets turned more volatile while investors scrambled to make sense on the direction of the U.S.-China trade talks. In early August, President Trump announced a 10% tariff on an additional \$300 billion of Chinese imports effective September 1. Beijing retaliated with tariffs targeting U.S. soybeans, crude oil, and pharmaceuticals. President Trump struck a conciliatory tone toward China at the close of G-7 summit only to abruptly reverse course. Meanwhile, there is continued evidence that global growth is slowing, especially outside of the U.S., led by the manufacturing sector. Japan and Europe continue to suffer ongoing effects of increasing global trade barriers.

Within the representative portfolio, industrials and consumer discretionary were the strongest sectors while healthcare and financials detracted. Regionally, North America and Europe were the largest contributors, while Hong Kong/Singapore and Australia/New Zealand detracted. Looking more closely within North America, the representative portfolio saw most returns generated on the short side, particularly in IT and industrials. Long positions were generally a headwind, with the exception of utilities. In Hong Kong/Singapore, long positioning in utilities was the main detracting sector.

From a factor perspective, the risk mispricing was a positive contributor to return, this was especially the case in the latter part of the month as markets became more volatile. However, momentum and quality were positive contributors, while growth signals were mixed and value again detracted.

Overall, we believe the strategy is in a good position to navigate the complex market environment and constantly shifting sentiment we have seen. We remain keenly focused on risk management and believe that balanced exposure to a diversified set of fundamental drivers remains the best approach in an effort to deliver expected returns across the full business cycle.

¹The preliminary returns are reflected net of fees. Past performance is not indicative of future results. Investors have an opportunity for loss as well as profit. Please see the complete performance disclosure in the composite performance disclosure page attached.

ANNUAL PERFORMANCE DISCLOSURE – DIVERSIFIED ALPHA

	Composite Return (%) Gross-of-Fees	Composite Return (%) Net-of-Fees	Benchmark Return (%)	Dispersion of Returns Within Composite (%)	Three-Year ex-Post Standard Deviation of Absolute Returns		Number of Portfolios in Composite	Assets In Composite (\$MMs)	Total Firm Assets Under Management (\$MMs)
					Composite	Benchmark			
2016*	-7.1	-7.9	0.3	0.0	n/a	n/a	5	229	74,174
2017	7.5	6.5	0.9	2.5	n/a	n/a	6	432	96,765
2018	0.7	-0.3	2.0	0.9	n/a	n/a	3	326	85,338

*Performance Inception: March 1, 2016. This composite was created on: April 1, 2016. All figures stated in USD.

Acadian Asset Management claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Acadian Asset Management has been independently verified for the periods January 1, 1994 through December 31, 2018¹. A copy of the verification report is available upon request. Verification assesses whether (1) the firm has complied with all the composite construction requirements of the GIPS standards on a firm-wide basis and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with the GIPS standards. Verification does not ensure the accuracy of any specific composite presentation. Reference to the benchmark is for comparative purposes only and is not intended to indicate that the composite will contain the same investments as the benchmark. Investors have the opportunity for losses as well as profits. Past performance is no guarantee of future results. Acadian Asset Management is an investment adviser specializing in global equity management. Acadian Asset Management is defined to include assets managed by Acadian Asset Management LLC, an investment adviser registered with and regulated by the United States Securities and Exchange Commission, as well as assets managed by its four wholly-owned affiliates, Acadian Asset Management (Australia) Limited (ABN 41 114 200 127), Acadian Asset Management (Japan), registered with the Kanto Local Financial Bureau, Acadian Asset Management Singapore Pte Ltd, (Registration Number: 199902125D) is licensed by the Monetary Authority of Singapore, and Acadian Asset Management (UK) Limited, authorized and regulated by the Financial Conduct Authority of the United Kingdom. On June 30, 2015, Acadian acquired the assets of Acadian's Australian office.

Methodology: Returns are net of estimated foreign withholding taxes on dividends, interest, and capital gains. As of January 1, 2010 Acadian's methodology was augmented to produce a more accurate gross return figure by eliminating modest cash flows such as securities lending income and custodial fees which are regarded as independent of the investment management process; the reinvestment of all income and trading expenses continue to be included. Gross returns will be reduced by investment advisory fees and other expenses. Monthly composite results are asset-weighted by beginning-of-month asset values of member portfolios which are geometrically linked to arrive at the annual composite return. Net-of-fee performance is accrued on a monthly basis and is calculated using the highest management fee as described in section 2A of the firm's Form ADV for the investment process utilized to manage this strategy; such form is available upon request. Net-net-of-fees additionally include incentive fees which, when applicable, are also accrued on a monthly basis. The standard fee schedule for accounts managed with this product is 1% on assets managed. Management fees may vary according to the range of services provided, investment performance, and the amount of assets under management. Constituent portfolios are included from the first full month after inception to the present or the last full month prior to cessation of the client relationship with the firm. For example, an account that opened January 15, 2010 will be included beginning February 1, 2010. An account that terminated February 12, 2010 will be included through January 31, 2010. Policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request.

Dispersion: Acadian's broad definitions are mainly the product of a highly customized process that may result in modest differences with regards to portfolio characteristics among constituents. All accounts managed with directly comparable investment objectives are included, though it's possible for members to utilize slightly different benchmarks in optimization and reporting. Although at times dispersion among constituents may be high, the long-term forecast for each portfolio is consistent with the overall composite. The 'Dispersion' statistic presented above is an annual, asset-weighted standard deviation calculation performed only on those portfolios who have been members for the entire calendar year. Thirty-six months are required to calculate the 'Three Year ex-Post Standard Deviation' statistic. These figures are not shown if the requirements necessary to perform the calculations are unavailable.

Composite Description: This composite is a global, absolute-return, long/short equity strategy that seeks to exploit both the fundamental mispricings at the core of Acadian's multi-factor stock selection process, as well as the mispricing of risk in the cross section of equity valuations. The strategy will have a bias to short high-beta stocks and buy low-beta stocks, while targeting net zero beta exposure, investing in liquid stocks in developed markets, with total exposure not exceeding 400% of capital. Currency hedging is employed to reduce the impact of currency movements relative to the U.S. Dollar. A complete list of the firm's composites and their descriptions is available upon request.

Benchmark Description: The benchmark for the composite is the 90-Day U.S. T-Bill.

¹Ashland Partners verified Acadian's GIPS Compliance claim through March 31, 2017. ACA Compliance Group acquired Ashland's GIPS Verification unit and provided subsequent verifications.

GENERAL LEGAL DISCLAIMER

Acadian provides this material as a general overview of the firm, our processes and our investment capabilities. It has been provided for informational purposes only. It does not constitute or form part of any offer to issue or sell, or any solicitation of any offer to subscribe to or purchase, shares, units or other interests in investments that may be referred to herein and must not be construed as investment or financial product advice. Acadian has not considered any reader's financial situation, objective or needs in providing the relevant information.

The value of investments may fall as well as rise and you may not get back your original investment. Past performance is not necessarily a guide to future performance or returns. Acadian has taken all reasonable care to ensure that the information contained in this material is accurate at the time of its distribution, no representation or warranty, express or implied, is made as to the accuracy, reliability or completeness of such information.

This material contains privileged and confidential information and is intended only for the recipient/s. Any distribution, reproduction or other use of this presentation by recipients is strictly prohibited. If you are not the intended recipient and this presentation has been sent or passed on to you in error, please contact us immediately. Confidentiality and privilege are not lost by this presentation having been sent or passed on to you in error.

Acadian's quantitative investment process is supported by extensive proprietary computer code. Acadian's researchers, software developers, and IT teams follow a structured design, development, testing, change control, and review processes during the development of its systems and the implementation within our investment process. These controls and their effectiveness are subject to regular internal reviews, at least annual independent review by our SOC1 auditor. However, despite these extensive controls it is possible that errors may occur in coding and within the investment process, as is the case with any complex software or data-driven model, and no guarantee or warranty can be provided that any quantitative investment model is completely free of errors. Any such errors could have a negative impact on investment results.

We have in place control systems and processes which are intended to identify in a timely manner any such errors which would have a material impact on the investment process.

Acadian Asset Management LLC has wholly owned affiliates located in London, Singapore, Sydney, and Tokyo. Pursuant to the terms of service level agreements with each affiliate, employees of Acadian Asset Management LLC may provide certain services on behalf of each affiliate and employees of each affiliate may provide certain administrative services, including marketing and client service, on behalf of Acadian Asset Management LLC.

Acadian Asset Management LLC is registered as an investment adviser with the U.S. Securities and Exchange Commission. Registration of an investment adviser does not imply any level of skill or training.

Acadian Asset Management (Japan) is a Financial Instrument Operator (Discretionary Investment Management Business). Register Number Director-General Kanto Local Financial Bureau (Kinsho) Number 2814. Member of Japan Investment Advisers Association.

Acadian Asset Management (Singapore) Pte Ltd, (Registration Number: 199902125D) is licensed by the Monetary Authority of Singapore.

Acadian Asset Management (Australia) Limited (ABN 41 114 200 127) is the holder of Australian financial services license number 291872 ("AFSL").

Under the terms of its AFSL, Acadian Asset Management (Australia) Limited is limited to providing the financial services under its license to wholesale clients only. This marketing material is not to be provided to retail clients.

Acadian Asset Management (UK) Limited is authorized and regulated by the Financial Conduct Authority ('the FCA') and is a limited liability company incorporated in England and Wales with company number 05644066. Acadian Asset Management (UK) Limited will only make this material available to Professional Clients and Eligible Counterparties as defined by the FCA under the Markets in Financial Instruments Directive.



Boston London Singapore Sydney Tokyo

ACADIAN-ASSET.COM