



AQR Multi-Strategy Alternative Fund

12/31/2013

Performance as of 12/31/2013

	Annualized Total Return					
	QTD	YTD	1 Yr	3 Yr	5 Yr	Since Inception (7/19/2011)
Class I Shares: ASAIX	3.83 %	4.46 %	4.46 %	N/A	N/A	1.68 %
Class N Shares: ASANX	3.85 %	4.16 %	4.16 %	N/A	N/A	1.44 %
Merrill Lynch 3 Month T-Bill Index	0.02 %	0.07 %	0.07 %	N/A	N/A	0.08 %

As of the latest Prospectus, the gross expense ratios for the Class N and Class I are expected to be 3.99% and 3.66%, respectively. See Fund Facts below for net expense ratios. 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.

The Merrill Lynch 3-Month Treasury Bill Index consists of U.S. Treasury Bills maturing in 90 days. Indexes are unmanaged and one cannot invest directly in an index.

Exposure by Asset Class (%)*

	Long Positions as % of Net Assets	Short Positions as % of Net Assets
Equities	211 %	199 %
Currencies	60 %	65 %
Fixed Income	69 %	50 %
Commodities	5 %	13 %
Credit	1 %	0 %
Total Fund Exposure	346 %	327 %

Risk Allocation (%)*

	% Risk Allocation
Convertible Arbitrage	8 %
Dedicated Short Bias	14 %
Emerging Markets	9 %
Equity Market Neutral	13 %
Event Driven	12 %
Fixed Income Relative Value	7 %
Global Macro	10 %
Long/Short Equity	14 %
Managed Futures	13 %
Total Fund	100 %

Portfolio Statistics

# of long holdings	1,360
# of short holdings	902
Total Fund Assets (\$MM)	1,532

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

While the Fund's actual portfolio construction uses AQR's proprietary risk models which take correlations into consideration, for the sake of simplicity, the "Risk Allocation" for each asset class is calculated by taking the standard deviation (a measure of the extent to which numbers are spread around their average) of returns to that set of positions (as if it were a static holding in the Fund), and dividing that number by the sum of that calculation for all asset classes such that the sum of all risk allocations equals 100%.

Fund Facts

	Ticker	CUSIP	Inception Date	Investment Minimum	12b-1 Fee	Net Expense Ratio**	Expense Cap***
Class I Shares	ASAIX	00203H792	7/18/11	\$5 Million	None	3.58 %	1.98 %
Class N Shares	ASANX	00203H818	7/18/11	\$1 Million	0.25%	3.82 %	2.23 %

* Investment minimums are waived to fee-based advisors and certain other investors. See the Prospectus for additional details.

**As reported in the most recent Prospectus, the Net Expense Ratio includes expenses related to short sales and interest on any borrowings.

***The Adviser has contractually agreed until at least April 30, 2014 to waive its management fee and/or reimburse expenses of the Fund to the extent necessary to maintain the total annual fund operating expenses at the stated levels, exclusive of certain expenses such as expenses related to short sales and borrowing costs. See the Prospectus for additional details.

About the Fund

Investment objective:

Seeks long-term positive absolute return.

Reasons to invest:

Multiple Alternative Investment Strategies in a Single Fund

The Fund seeks to deliver exposure to a broad spectrum of classic hedge fund categories in a mutual fund vehicle with daily liquidity.

Portfolio Diversification

The Fund seeks to generate returns that are uncorrelated to traditional asset classes, and thus can increase a portfolio's diversification.

Key advantages:

Breadth of Strategies

The Fund is diversified across nine classic hedge fund categories.

Portfolio Construction

The Fund is built from the bottom up, seeking relative value opportunities across more than two thousand positions in global stock, bond, commodity and currency markets.

Disciplined Strategic Allocation

The Fund is risk-balanced across categories, limiting exposure to periods of poor performance in any single one.

Flexible Tactical Tilts

The Fund dynamically allocates capital according to the attractiveness of each underlying strategy.

Trading Infrastructure

Ability to minimize transaction costs using proprietary trading algorithms and direct market access.

Experienced Management Team

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

Investment Approach

The Fund seeks to deliver broad exposure to a diversified portfolio of classic hedge fund-like strategies by using a rigorous, dynamic investment process to build a portfolio of global securities. The Fund targets long-term positive expected returns with low correlation to traditional asset classes.

Unique Investment

- **Research** - Identify classic hedge fund strategies drawing on AQR's extensive research in the hedge fund universe.
- **Security Selection** - build bottom-up security portfolios that seek to capture each of these strategies while minimizing market correlation
- **Strategic Allocation**- hold a broadly diversified portfolio of alternative strategies to minimize exposure to difficult periods in any single strategy
- **Tactical Allocation**- evaluate the relative attractiveness of the nine underlying strategies to take modest tactical tilts around the strategic allocation
- **Implementation** - manage and regularly rebalance the portfolio through low-cost trading technology

Strategies Included in the Fund



Arbitrage Strategies

- Seeks to capture relative mispricing between two related asset classes.

Equity Oriented Strategies

- Seeks to take advantage of market inefficiencies that cause specific stocks to be under- or over-priced.

Macro Strategies

- Seeks to profit from dislocations in global equity, bond, currency and commodity markets, including those driven by investors' behavioral biases.

PRINCIPAL RISKS:

The Fund does not invest directly in hedge funds, but pursues strategies similar to those traditionally employed by hedge funds. Emerging market and foreign investing involves special risks such as currency fluctuations, political uncertainty, differences in generally accepted accounting principles, increased volatility and lower trading volume. 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. 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. When investing in bonds, yield and share price will vary with changes in interest rates and market conditions. Investors should note that if interest rates rise significantly from current levels, bond total returns will decline and may even turn negative in the short term. There is also a chance that some of the Fund's holdings may have their credit rating downgraded or may default. Actual or realized volatility can and will differ from the forecasted or target volatility described above.

This Fund is a non-diversified fund. Because the fund may invest in securities of smaller numbers of issuers, the Fund may be more exposed to the risks associated with and developments affecting an individual issuer than a fund that invests more widely, which may, therefore, have a greater impact on the Fund's Performance.

This Fund is not suitable for all investors. An investor considering the Fund should be able to tolerate potentially wide price fluctuations. The Fund may attempt to increase its income or total return through the use of securities lending, and may be subject to the possibility of additional loss as a result of this investment technique. The Fund is new and has a limited operating history. Risk Allocation and attribution are based on estimated data, and may be subject to change.

Investors should carefully consider the investment objectives, risks, charges and expenses of the Funds before investing. To obtain a prospectus containing this and other important information, please call +1.866.290.2688 or visit www.aqrfunds.com to view or download a prospectus online. Read the prospectus carefully before you invest. There are risks involved with investing including the possible loss of principal. Past performance does not guarantee future results. AQR Funds are distributed by ALPS Distributors, Inc. [AQR3040exp. 1/22/15]

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