AQR FUNDS

AQR Style Premia Alternative Fund

12/31/2013

Performance as of 12/31/2013

	QTD	YTD	Annualized Total Return 1 Yr	3 Yr	5 Yr	Since Inception (10/30/2013)
Class I Shares: QSPIX	N/A	N/A	N/A	N/A	N/A	4.08 %
Class N Shares: QSPNX	N/A	N/A	N/A	N/A	N/A	4.05 %
Merrill Lynch 3 Month T-Bill Index	N/A	N/A	N/A	N/A	N/A	0.02 %

As of the latest Prospectus, the gross expense ratios for the Class N and Class I are expected to be 2.18% and 1.93%, 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
Stocks/Industries	155.7 %	128.7 %
Equity Indicies	72.5 %	60.1 %
Bonds	84.1 %	108.6 %
Interest Rates	50.3 %	40.9 %
Currencies	50.6 %	57.5 %
Commodities	16.7 %	16.7 %
Total Fund	**429.9 %**	**412.5 %**

Risk Allocation (%)*

	% Risk Allocation
Stocks/Industries	33.3 %
Equity Indices	21.7 %
Bonds	11.3 %
Interest Rates	5.0 %
Currencies	10.5 %
Commodities	18.2 %
Total Fund	**100.0 %**

Portfolio Statistics

# of long holdings	799
# of short holdings	692
Total Fund Assets ($MM)	**377**

** 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%.*

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

Fund Facts

	Ticker	CUSIP	Inception Date	Investment Minimum**	12b-1 Fee	Net Expense Ratio	Expense Cap***
Class I Shares	QSPIX	00203H420	10/30/13	$5 Million	None	1.56%	1.50%
Class N Shares	QSPNX	00203H412	10/30/13	$1 Million	0.25%	1.81%	1.75%

*** Investment minimums are waived to fee-based advisors and certain other investors. See the Prospectus for additional details.*
**** The Adviser has contractually agreed until at least April 30, 2015 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. Seethe Prospectus for additional details.*

About the Fund

Investment objective:
Seeks positive absolute returns.

Reasons to invest:

Portfolio Diversification
The Fund seeks to provide long-term returns with a low correlation to traditional asset class returns by investing in a broad spectrum of asset classes and markets.

Multi-asset, Multi-style Approach
The Fund employs a market-neutral, long/short strategy across six asset groups and four distinct investment styles.

Key advantages:

Breadth of Styles
The Fund is diversified across four investment styles: value, momentum, carry and defensive. Each style is backed by economic theory and decades of academic research.

Disciplined Strategic Allocation
The Fund is risk-balanced across both investment styles and asset classes seeking to limit exposure to poor performance within any single style or asset class.

Experienced Management Team
AQR senior management has been working together and implementing complex alternatives since the mid-1990s.

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

Cutting Edge Research
Ongoing commitment to research and development.

Investment Approach

Investment Universe of Fund

The investment universe of the Fund is chosen to maximize diversification benefits while focusing exclusively on liquid assets. The Fund applies market-neutral, long/short style strategies across six different asset groups:

Stocks & Industries – Approximately fifteen hundred stocks across major markets

Equity Indices – Twenty-one equity indices from developed and emerging markets

Bonds – Bond futures across six markets

Interest Rates – Short-term interest rate futures in four markets

Currencies – Twenty-two currencies in developed and emerging markets

Commodities – Eight commodity futures

Investment Styles Included in the Fund

A style is a disciplined, systematic method of investing that aims to produce long-term positive returns across markets and asset groups, backed by robust data and economic theory. The Fund employs the following four classic styles:

Value – The tendency for relatively cheap assets to outperform relatively expense ones

Momentum – The tendency for an asset's recent relative performance to continue in the future

Carry – The tendency for higher-yielding assets to provide higher returns than lower-yield assets

Defensive – The tendency for lower risk and higher-quality assets to generate higher risk-adjusted returns

Advanced Portfolio Construction

AQR employs several sophisticated techniques to implement a portfolio that both efficiently harvests returns and effectively manages risk.

Diversification – Actively maintained across both styles and across asset classes

Risk targeting – Targets a consistent level of volatility in changing market conditions

Style agreement – Allows for the risk levels of asset classes to vary depending on the degree of agreement across styles

Non-directionality – Allows for hedging should any strategy take on conditional correlations to equity markets

Efficient execution – Utilizes proprietary, time-tested algorithms to minimize trading costs

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. Diversification does not eliminate risk.

An investor considering the Funds should be able to tolerate potentially wide price fluctuations. The funds are 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 funds. The Funds may attempt to increase its income or total return through the use of securities lending, and they may be subject to the possibility of additional loss as a result of this investment technique.

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 is new and has a limited operating history.

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. [AQRXXXX exp. 10/15/14]

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