

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF YOU ARE IN ANY DOUBT AS TO WHAT ACTION YOU SHOULD TAKE, YOU SHOULD CONSULT YOUR STOCKBROKER, BANK MANAGER, ATTORNEY, ACCOUNTANT OR OTHER PROFESSIONAL ADVISER. IF YOU HAVE SOLD OR TRANSFERRED ALL YOUR SHARES IN MAN AHL DIVERSIFIED FUTURES LTD (THE 'COMPANY'), PLEASE FORWARD THIS DOCUMENT TO THE PURCHASER OR TRANSFEREE, OR TO THE STOCKBROKER, BANK MANAGER OR OTHER AGENT THROUGH WHOM THE SALE OR TRANSFER WAS EFFECTED.**

**THE BOARD OF DIRECTORS OF THE COMPANY ACCEPTS RESPONSIBILITY FOR THE ACCURACY OF THE CONTENTS OF THIS LETTER.**

## **MAN AHL DIVERSIFIED FUTURES LTD**

(incorporated in Bermuda with limited liability)

**DIRECTORS:**

Mr. Michael Collins  
Ms. Dawn Griffiths  
Mr. David Smith

**REGISTERED OFFICE:**

5 Reid Street  
Hamilton HM 11  
Bermuda

30 August 2018

Dear Sir/Madam

Man AHL Diversified Futures Ltd (the "**Company**")

The Company's board of directors (the "Directors") is writing to inform you of the below changes to the Company. The terms defined in the Prospectus of the Company shall have the same meaning when used in this letter.

### **1. Proposed Changes to the Company (the "Changes")**

#### **A. Change of custodian**

With effect from 1 October 2018 (the "Effective Date"), the custodian of the Company will be changed from HSBC Institutional Trust Services (Asia) Limited (the "Retiring Custodian") to BNY Mellon Trust Company (Ireland) Limited (the "New Custodian").

The New Custodian is a private limited liability company incorporated in Ireland on 13th October 1994. The principal activity of the New Custodian is to act as the depository of the assets of collective investment schemes. The New Custodian is authorised by the Central Bank of Ireland under the Investment Intermediaries Act, 1995.

The New Custodian is a wholly-owned indirect subsidiary of The Bank of New York Mellon Corporation ("BNY Mellon"). BNY Mellon is a global financial services company focused on helping clients manage and service their financial assets, operating in 35 countries and serving more than 100 markets. BNY Mellon is a leading provider of financial services for institutions, corporations and high-net-worth individuals, providing superior asset management and wealth management, asset servicing, issuer services, clearing services and treasury services through a worldwide client-focused team. As at 31 March 2018, it had US\$33.5 trillion in assets under custody and administration and US\$1.9 trillion in assets under management.

The provision of custodial services to the Company is kept under ongoing review. Appointing the New Custodian will align the Company with other investment products managed by AHL Partners LLP (the Investment Manager of the Company), for whom BNY Mellon is a core provider of custodian and administrative services.

A new custodian agreement will be executed amongst the Company, the New Custodian and the Investment Manager of the Company and will be available on or around the Effective Date. Copies of the new custodian agreement will be available for inspection free of charge at the offices of the Company in Bermuda and at the offices of the Hong Kong Representative (from whom copies may be purchased).

#### **B. Change of custodian fee**

Currently, the Company is paying a custodian fee accruing at each Valuation Day and payable monthly at a rate of up to 0.10% per annum of the Net Asset Value subject to a minimum annual fee of USD15,000.

In connection with the proposed change of custodian, the New Custodian shall be paid by the Company a fee accruing at each Valuation Day and payable monthly at a rate of up to 0.025% per annum of the Net Asset Value subject to a minimum annual fee of USD35,000, depending on the asset size of the Company.

The estimated ongoing charges figure as a result of the change in the custodian fee will be 4.52% over a year, being an increase from 4.50% (last published estimate of the ongoing charges figures) to 4.52%. This revised estimate is based on the annualized ongoing charges figures for the period from 1 October 2017 to 31 March 2018, adjusted with the revised custodian fee and the estimate of data-related fees and expenses.

***Impact to the Company / investors***

All the costs and expenses associated with the Changes are expected to be about HK\$230,000 and will be borne by the Company.

Saved as described above, the Changes will not result in (i) any other changes to the fee structure/ level of the Company; (ii) any change in the features / risk profile of the Company; and (iii) any change in the operation and/or manner in which the Company is being managed, including dealing procedure. The Changes will not materially prejudice the rights or interests of the Shareholders.

You do not need to take any action. However, if you do not agree with the Changes, you may fully redeem your investments from the Company free of charge, except for Shareholders holding certain Tranche B Shares which are subject to redemption fees and there are no free alternatives available to these Tranche B investors.

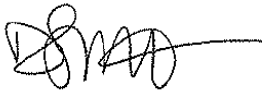
**2. Prospectus and Product Key Facts Statement updates**

The Prospectus of the Company will be amended by way of an addendum and Product Key Facts Statement of the Company will be updated to reflect the Changes as described above.

The updated Hong Kong offering documents of the Company will be made available on the Hong Kong website of [www.man.com](http://www.man.com) (please note that this website has not been reviewed by the SFC) and the Hong Kong Representative of the Company.

If you have any questions concerning the Changes herein, please contact the Hong Kong Representative, Man Investments (Hong Kong) Limited at Unit 2206-2207, 22/F, Man Yee Building, No. 68 Des Voeux Road Central, Hong Kong (telephone +852 2230 7231).

Yours faithfully



Dawn Griffiths  
Director

**The Board of Directors**