



**L1 CAPITAL**

# L1 Capital **Long Short Fund** **– Retail Class**

## **Product Disclosure Statement**

**ARSN 615 353 556 | APIR ETL0490AU**

Date issued 30 November, 2016

### **Responsible Entity**

Equity Trustees Limited

ABN 46 004 031 298 | AFSL 240975

Phone: 1300 555 378

[www.eqt.com.au/insto](http://www.eqt.com.au/insto)

## Important Information

---

This is the Product Disclosure Statement (“PDS”) for the L1 Capital Long Short Fund (ARSN 615 353 556) (the ‘Fund’) and was issued on 30 November, 2016. This PDS has been prepared and issued by Equity Trustees Limited (ABN 46 004 031 298 AFSL 240975) in its capacity as the Responsible Entity of the Fund (referred to throughout this PDS as the “Responsible Entity”, “Equity Trustees”, “us” or “we”). The Investment Manager of the Fund is L1 Capital Pty Ltd (ABN 21 125 378 145 AFSL 314302) and is referred to throughout this PDS as the ‘Investment Manager’ or ‘L1 Capital’. The Administrator of the Fund is White Outsourcing Pty Limited (ABN 44 114 914 21 AFSL 440118) and is referred to throughout this PDS as ‘White Outsourcing’ or ‘the Administrator’.

The Responsible Entity has authorised the use of this PDS as disclosure to investors and prospective investors who invest directly in the Fund, as well as investors and prospective investors of an investor directed portfolio service, master trust, wrap account or an investor directed portfolio service-like scheme (“IDPS”). This PDS is available for use by persons applying for units through an IDPS (“Indirect Investors”).

The operator of an IDPS is referred to in this PDS as the “IDPS Operator” and the disclosure document for an IDPS is referred to as the “IDPS Guide”. If you invest through an IDPS, your rights and liabilities will be governed by the terms and conditions of the IDPS Guide. Indirect Investors should carefully read the IDPS Guide before investing in the Fund. Indirect Investors should note that they are directing the IDPS Operator to arrange for their money to be invested in the Fund on their behalf. Indirect Investors do not become unitholders in the Fund or have the rights of unitholders. The IDPS Operator becomes the unitholder in the Fund and acquires these rights. The IDPS Operator can exercise or decline to exercise the rights on an Indirect Investor’s behalf according to the arrangement governing the IDPS. Indirect Investors should refer to their IDPS Guide for information relating to their rights and responsibilities as an Indirect Investor, including information on any fees and charges applicable to their investment.

Information regarding how Indirect Investors can apply for units in the Fund (including an application form where applicable) will also be contained in the IDPS Guide. Equity Trustees accepts no responsibility for IDPS Operators or any failure by an IDPS Operator to provide Indirect Investors with a current version of this PDS as provided by Equity Trustees or to withdraw the PDS from circulation if required by Equity Trustees.

Please ask your adviser if you have any questions about investing in the Fund (either directly or indirectly through an IDPS).

Equity Trustees Limited (ABN 46 004 031 298) AFSL 240975 is the Responsible Entity for the L1 Capital Long Short Fund. This publication has been prepared to provide you with general information only. It is not intended to take the place of professional advice and you should not take action on specific issues in reliance on this information. Past performance should not be taken as an indicator of future performance. In preparing this information, we did not take into account the investment objectives, financial situation or particular needs of any particular person. You should obtain a copy of the product disclosure

statement before making a decision about whether to invest in this product. Copies of the product disclosure statement can be obtained from your adviser or by calling +61 3 9286 7000.

Equity Trustees, the Investment Manager, and each of their respective employees, associates, agents and officers do not guarantee the success, repayment of capital or any rate of return on income or capital or the investment performance of the Fund. Past performance is no indication of future performance. An investment in the Fund does not represent a deposit with or a liability of Equity Trustees, the Investment Manager, or any of their associates. An investment is subject to investment risk, including possible delays in repayment and loss of income or capital invested. Units in the Fund are offered and issued by the Responsible Entity on the terms and conditions described in this PDS. You should read this PDS in its entirety.

The offer made in this PDS is only available to persons receiving this PDS in Australia (electronically or otherwise). This PDS is not to be treated as an offer to sell, or a solicitation of an offer to buy, any units in any jurisdiction in which it is unlawful to make such an offer or solicitation or to any person to whom it is unlawful to make such an offer or solicitation. If you received this PDS electronically a paper copy will be provided free upon request during the life of this PDS. Please call L1 Capital on +61 3 9286 7000 for a copy.

The forward looking statements included in this PDS involve subjective judgment and analysis and are subject to significant uncertainties, risks and contingencies, many of which are outside the control of, and are unknown to, Equity Trustees, the Investment Manager and each of their respective officers, employees, agents and associates. Actual future events may vary materially from the forward looking statements and the assumptions on which those statements are based. Given these uncertainties, you are cautioned to not place undue reliance on such forward looking statements.

In particular, in considering whether to invest in the Fund, you should consider the risk factors that could affect the financial performance of the Fund. The key risk factors affecting the Fund are summarised in section 6.

Unless otherwise stated, all fees quoted in the PDS are inclusive of Goods and Services Tax (‘GST’) after allowing for an estimate for Reduced Input Tax Credits (‘RITCs’), and all amounts are in Australian dollars.

Information in this PDS that is not materially adverse is subject to change from time to time. We may update this information. You can obtain any updated information:

- by calling L1 Capital on +61 3 9286 7000; or
- by visiting L1 Capital website at [www.L1capital.com.au](http://www.L1capital.com.au)

A paper copy of the updated information will be provided free of charge on request.

# Contents

01 Fund at a glance	2
02 ASIC Benchmarks	4
03 Disclosure principles	5
04 Who is managing the Fund?	8
05 How the Fund invests	10
06 Managing risk	16
07 Investing and withdrawing	19
08 Keeping track of your investment	23
09 Fees and other costs	25
10 Taxation	30
11 Other important information	33
Glossary of important terms	36
Application form	37

## L1 CAPITAL

ABN 21 125 378 145 | AFSL 314 302

Level 28, 101 Collins Street  
Melbourne Victoria 3000 Australia

**Phone** +61 3 9286 7000

**Fax** +61 3 9286 7099

**Web** [L1capital.com.au](http://L1capital.com.au)

### Administrator

White Outsourcing Pty Limited  
ABN 44 114 914 215

Level 3, 99 Bathurst Street  
Sydney NSW 2000

**Phone** +61 2 8262 2800

**Fax** +61 2 9221 1194

### Custodians

Credit Suisse Securities (Europe) Limited  
One Cabot Square,  
London E14 4QJ

Morgan Stanley & Co. International plc  
25 Cabot Square, Canary Wharf,  
London E14 4QA

## 01

## Fund at a glance

	Summary	For further information
Name of the Fund	L1 Capital Long Short Fund	<b>Section 5</b>
ARSN	615 353 556	<b>Section 5</b>
APIR	ETLO490AU	<b>Section 5</b>
Investment objective	The objective of the Fund is to achieve strong, positive, risk-adjusted returns over the long term (in AUD terms).	<b>Section 5</b>
Investment strategy and investments held	To conduct bottom up company research to identify mispriced securities. The Fund may hold long or short stock positions (or derivatives) to profit from this mispricing. Securities will be listed (or expected to list) on a global stock exchange	<b>Section 5</b>
Return objective	10% return net of fees and expenses p.a. over the long term. <sup>1</sup>	<b>Section 5</b>
The type(s) of investor(s) for whom the Fund would be suitable.	An investor looking to achieve positive returns from equities, regardless of market conditions.	<b>Section 5</b>
Recommended investment timeframe	At least 5 years	<b>Section 5</b>
Minimum initial investment	\$25,000	<b>Section 7</b>
Minimum additional investment	\$10,000	<b>Section 7</b>
Minimum withdrawal amount	\$10,000	<b>Section 7</b>
Minimum balance	\$25,000	<b>Section 7</b>

<sup>1</sup> This is a target return only and is not guaranteed.

	Summary	For further information
Cut off time for applications	2:00pm (Australian Eastern Standard Time) on any Business Day for receipt of that day's unit price	<b>Section 7</b>
Cut off time for withdrawals	2:00pm (Australian Eastern Standard Time) on any Business Day for receipt of that day's unit price	<b>Section 7</b>
Valuation of the Fund's assets	The Fund's assets are normally valued daily	<b>Section 7</b>
Applications	Accepted each Business Day	<b>Section 7</b>
Withdrawals	Processed each Business Day. Withdrawal requests are generally paid within 5 Business Days of receipt of a withdrawal request although a longer period of time is permitted under the Constitution.	<b>Section 7</b>
Income distribution	Determined semi-annually at the end of June and at the end of December and normally paid to investors within 21 days of the period end.  You may elect to have your distribution reinvested or directly credited to an account in your name held at a branch of an Australian domiciled bank.	<b>Section 7</b>
Management costs	1.54% p.a. of the NAV (including GST less RITCs) plus performance fee	<b>Section 9</b>
Performance fee	20.5% p.a. daily accrual performance fee usually payable semi-annually and upon withdrawal of units (including GST less RITCs).	<b>Section 9</b>
Buy/sell spread	0.25% / 0.25%	<b>Section 9</b>

The information summarised in the tables in sections 2 and 3 of this PDS and explained in detail in the identified section references address key areas as required by ASIC Regulatory Guide 240 applicable to hedge funds and is intended to assist you with analysing an investment in the Fund. You should read this information together with the detailed explanation of various benchmarks and disclosure principles in this PDS. ASIC requires all hedge funds to address disclosure benchmarks 1 and 2 below.

Description	Is the benchmark satisfied?	Summary	For further information
<b>BENCHMARK 1 – VALUATION OF ASSETS</b>			
This benchmark addresses whether valuations of the Fund's non-exchange traded assets are provided by an independent administrator or an independent valuation service provider.	Yes	<p>Equity Trustees has appointed an independent administrator, White Outsourcing, to provide administration services for the Fund, including valuation services.</p> <p>The Fund satisfies Benchmark 1 by having its non-exchange traded assets independently valued by the Administrator in accordance with its pricing policy.</p>	<b>Please refer to page 13 for further information on the valuation of assets</b>
<b>BENCHMARK 2 – PERIODIC REPORTING</b>			
This benchmark addresses whether the Responsible Entity will provide periodic disclosure of certain key information on an annual and monthly basis.	Yes	The Responsible Entity will provide periodic disclosure of certain key information on an annual and monthly basis.	<b>Please refer to page 23 for further information on periodic reporting</b>

Summary

Section  
(for further information)

### 3.1 Investment strategy

Section 5, 6

To conduct bottom up company research to identify mispriced securities. The fund may hold long or short stock positions (or equity derivatives) to profit from this mispricing. Securities will be listed (or expected to list) on a global stock exchange.

The specific risks of investing in the Fund are described in Section 6.

### 3.2 Investment Manager

Section 4

Equity Trustees Limited, as Responsible Entity of the Fund, has appointed L1 Capital Pty Ltd as the Investment Manager of the Fund exclusively to invest, promote and manage the investments of the Fund.

L1 Capital is a specialist equity fund manager established in Melbourne in 2007. The firm manages money for a range of clients including large superannuation funds, financial planning groups, religious institutions, asset consultants, family offices and high net worth individuals. L1 Capital is 100% owned by its employees.

L1 Capital's flagship Australian Equities Fund has established an outstanding track record of more than 6.7% outperformance p.a. above the S&P/ASX200 Accumulation Index (9 years).

In September 2014, L1 Capital launched this L1 Capital Long Short Fund. This fund has been able to exploit a broader set of the team's investment insights to deliver positive absolute returns to clients, while providing capital preservation in down markets. The Long Short Fund has delivered outstanding risk-adjusted returns to investors and was ranked the best performing hedge fund globally in 2015 (HSBC Survey). However, past performance is not a reliable indicator of future performance.

Performance data is current as at July 31st 2016.

See Section 4 in relation to the expertise of the Investment Manager.

Under the Investment Management Agreement between the Investment Manager and Equity Trustees, Equity Trustees can terminate the Investment Manager's appointment:

- where the Investment Manager goes into administration, receivership or liquidation;
- where the Investment Manager materially breaches the agreement and fails to rectify such breach within 10 Business Days of receiving written notice from Equity Trustees;
- where the Investment Manager ceases to carry on its business as an investment manager; and
- where the law requires the agreement to terminate.

In the event that Equity Trustees terminates the Investment Manager following one of these events, the Investment Manager's appointment would cease upon any termination date specified in the notice, and the Investment Manager would be entitled to receive fees in accordance with the agreement until the effective date of termination. Equity Trustees is of the view that the agreement does not contain any terms that are unusual or materially onerous (from an investor's perspective).

Summary

Section  
(for further information)

### 3.3 Fund structure

Section 5.3

The Fund is an Australian unit trust registered under the Corporations Act as a managed investment scheme.

The Responsible Entity of the Fund is Equity Trustees Limited. Equity Trustees Limited may appoint service providers to assist in the ongoing operation, management and administration of the Fund.

The key service providers to the Fund are:

- L1 Capital Pty Ltd, the investment manager of the Fund;
- White Outsourcing Pty Limited, the administrator of the assets of the Fund;
- Credit Suisse PB & Morgan Stanley PB, the custodian of the assets of the Fund and Prime Broker of the Fund.

See Section 5.3 for further information on other key service providers, Equity Trustees' role in monitoring the performance of service providers and a diagram of the flow of funds through the Fund.

### 3.4 Valuation, location and custody of assets

Section 5.2 &amp; 5.4

White Outsourcing Pty Limited is the administrator of the Fund. The Administrator is responsible for calculating the Fund's net asset value.

Credit Suisse Securities (Europe) Limited ("Credit Suisse PB") & Morgan Stanley & Co. International plc ("Morgan Stanley PB") are the Custodians of the Fund assets. See section 5.4 for further information on the custodial arrangements and the geographical location of the Fund's assets.

### 3.5 Liquidity

Section 5.5

The Fund invests predominantly in liquid assets.

The Responsible Entity and the Investment Manager expect that the Fund will be able to realise at least 80% of its assets, at the value ascribed to those assets in calculating the Fund's net asset value, within 10 days.

### 3.6 Leverage

Section 5.6 &amp; 5.7

Maximum Net Exposure: 1.5X

Maximum Gross Exposure: 3X

L1 Capital is permitted to borrow on behalf of the Fund. There will be a Maximum Net Exposure: 1.5X and a Maximum Gross Exposure: 3X. The Fund may also borrow by short selling securities. L1 Capital with the agreement of the Responsible Entity may change the limits above by providing investors with 30 days' prior notice.

Summary

Section  
(for further information)**3.7 Derivatives****Section 5.8**

Derivatives are investments whose value is derived from other assets, such as shares, and may be used as part of the portfolio management process. Futures contracts and options are examples of derivatives.

The Fund may use derivatives to reduce risk by using it as a hedge against adverse movements in a particular market and/or in the underlying asset. The Fund may also use derivatives to gain exposure to assets and markets. While derivatives offer the opportunity for significantly higher gains from a smaller investment (because of the effective exposure obtained) they can also produce significantly higher losses, sometimes in excess of the amount invested.

The Fund will invest in derivatives, such as options, futures and swaps and equivalent cash settled instruments, for hedging and non-hedging purposes.

**3.8 Short selling****Section 5.7**

Short selling is the practice of selling securities that have been borrowed in the expectation that they will be bought back from the market and returned to the lender at a price lower than the sale price. Short selling is used by an investment manager when it expects that the price of the security will fall. L1 Capital will borrow securities from a securities lender with the intention of buying back the securities from the market and returning them to the lender. If the price of the security falls in value, the Fund will make a profit because it buys the security back from the market for less than it was sold. This can be contrasted with 'long positions' where the Fund makes a profit from any increase in the price of a security. Short selling involves a higher level of risk than buying a security.

The Fund may short any assets or other securities referred to in its investment strategy.

**3.9 Withdrawals****Section 7**

Daily.

Withdrawal requests must be received by 2pm on any Business Day to receive that day's unit price.

See Section 7 for more information on making a withdrawal.

#### 4.1 About the Responsible Entity

##### Equity Trustees Limited

Equity Trustees Limited is a wholly owned subsidiary of EQT Holdings Limited ("EQT"). EQT is a publicly listed company on the Australian Securities Exchange

Established as a trustee and executorial service provider by a special Act of the Victorian Parliament in 1888, EQT today is a dynamic financial services institution which will continue to grow the breadth and quality of the products and services on offer.

Specialist services of EQT include the provision of estate management services, trustee services, financial and taxation advice, personal investment advice – including superannuation – and responsible entity services for external fund managers.

EQT also assists not-for-profit and charitable organisations with their services and financial product needs and offers philanthropy advice to families and individuals seeking to establish charitable trusts.

EQT is committed to acting in the best interests of its clients via wealth management solutions over a range of asset classes carrying different risk profiles.

Equity Trustees Limited's responsibilities and obligations, as the Responsible Entity of the Fund, are governed by the Constitution as well as by the Corporations Act and general trust law.

Equity Trustees Limited has appointed L1 Capital Pty Ltd as the Investment Manager of the Fund under an investment management agreement.

#### 4.2 About the Investment Manager

##### Who is the Investment Manager?

##### L1 Capital Pty Ltd

The key individuals involved in managing the Fund are listed below. There have been no adverse regulatory findings against these individuals. Each of the listed investment professionals devotes the majority of their time on the investment strategy and other similar strategies.



##### Raphael Lamm

*B.Law (Hons), B. Com (Hons) (Fin Hons – 1st class)  
Joint Managing Director & Chief Investment Officer*

Raphael is a co-founder of L1 Capital and has been the Joint Managing Director & Chief Investment Officer since the firm was founded in 2007. Since establishing L1 Capital, Raphael has jointly headed up two of Australia's best performing funds – The L1 Capital Australian Equities Fund and L1 Capital Long Short Fund. Both of these funds have delivered exceptional returns versus their benchmarks and peers since inception.

Prior to L1 Capital, Raphael spent more than five years at Cooper Investors. During that period, Raphael was a portfolio manager of the flagship Cooper Investors Australian Equities Fund.

Raphael holds a double degree in Law and Commerce from Monash University, with Honours in Law and First Class Honours in Finance.



##### Mark Landau

*B.Com, B.Ec, CFA, SA Fin  
Joint Managing Director & Chief Investment Officer*

Mark is a co-founder of L1 Capital and has been the Joint Managing Director & Chief Investment Officer since the firm was founded in 2007. Since establishing L1 Capital,

Mark has jointly headed up two of Australia's best performing funds – The L1 Capital Australian Equities Fund and L1 Capital Long Short Fund. Both of these funds have delivered exceptional returns versus their benchmarks and peers since inception.

Prior to L1 Capital, Mark spent five years at Invesco as an Investment Analyst in the Large Cap Australian Equities team and later as an Investment Manager in the Smaller Companies Fund. The Invesco Australian Share Fund achieved top quartile investment returns over Mark's tenure\*. The team was a finalist in Standard & Poor's Fund Manager of the Year award. Prior to Invesco, Mark was a Senior Strategy Consultant at Accenture, where he provided financial analysis and corporate strategy advice to a range of large Australian companies across many sectors, including banking, insurance, telecommunications and retail.

Mark holds a double degree in Commerce and Economics from Monash University, is an active CFA Charterholder and is a Senior Associate of FINSIA.



#### **Lev Margolin**

*B. Com (Actuarial Hons – 1st class), CFA  
Portfolio Manager*

Lev joined L1 Capital in 2008 and is a portfolio manager of the L1 Capital Australian Equities Fund and L1 Capital Long Short Fund.

Prior to joining L1 Capital in 2008, Lev worked in Private Equity and M&A with Babcock & Brown, Allco and within the Corporate Strategy & Investment team at the National Australia Bank.

Lev specialises in diversified financials, gaming, media, utilities, infrastructure and property sector research and was awarded 'Best Buy-Side Analyst' at Australian Fund Manager Awards in 2014.

*\*Based on Intech performance survey (April 2007)*

Lev is an active CFA Charterholder and holds an undergraduate degree in Commerce from the University of Melbourne with First Class Honours in Actuarial Studies.

#### **4.3 About the Administrator**

The Responsible Entity has appointed White Outsourcing Pty Limited to act as Administrator for the Fund. In this capacity, the Administrator performs all general administrative tasks for the Fund, including keeping financial books and records and calculating the net asset value of the Fund.

The Responsible Entity has entered into an administration agreement with the Administrator, which governs the services that will be provided by the Administrator.

The Investment Manager may at any time, in consultation with the Responsible Entity, select any other administrator to serve as administrator to the Fund.

#### **4.4 About the custodian**

The Responsible Entity has appointed Credit Suisse PB & Morgan Stanley PB as custodians of the assets of the Fund. The custodian's role is limited to holding the assets of the Fund as agent of Equity Trustees. The custodian does not make investment decisions in respect of the assets, has no supervisory role in relation to the operations of the Fund and has no liability or responsibility to investors.

### 5.1 Investment objective

The objective of the Fund is to achieve strong, positive, risk-adjusted returns over the long term (in AUD terms). The return objective of the Fund is 10% net of fees and expenses p.a. over the long term.

### 5.2 Investment strategy

L1 Capital uses a fundamental, bottom-up research process to identify mispriced securities with the potential to provide attractive risk-adjusted returns. Through its fundamental research, L1 Capital's investment team identifies high quality companies with attractive valuations. High quality stocks should possess the following characteristics:

- Passionate, honest & capable management
- Attractive industry structure
- Favourable operating outlook
- Strong balance sheet

L1 Capital will also take short positions in companies that it believes have a combination of being overvalued, low quality and overgeared. In addition to buying or shorting stocks, equity derivatives may be used to hedge the portfolio's market exposure or to enhance returns (while limiting potential capital losses).

The fund may hold long or short stock positions (or equity derivatives) to profit from this mispricing. Securities will be listed (or expected to list) on a global stock exchange.

Other than securities and derivatives, the Fund will typically be invested in cash or cash equivalent instruments. The Investment Manager does not have allocation ranges or limits for the types of assets that it may invest in.

For the role of leverage and derivatives, please see section 5.6 and 5.8.

L1 Capital intends to seek to diversify the Fund's investments as it deems appropriate and consistent with the Fund's investment objective. L1 Capital also seeks to diversify the Fund's investments to manage the risks associated with short selling (see section 5.7 for further discussion). The investment strategy of the Fund otherwise does not have any diversification guidelines or limits.

Equity Trustees and L1 Capital may agree to amend the investment strategy, subject to providing investors with 30 days' prior notice. Any changes to the investment strategy will be notified to investors in accordance with the law.

#### Investment Philosophy

Consistent with the L1 Capital investment philosophy, the portfolio managers select stocks that are attractive based on:

- i. **Valuation** – determined by forecasting expected future cash flows, with valuations cross checked by reference to both historical and peer valuation multiples.
- ii. **Qualitative Factors** – comprising:
  - Management Quality (including board, senior management & operational staff) – Passionate, capable, honest and shareholder friendly.
  - Industry/Company Structure & Outlook - Barriers to entry, growth outlook, prevalence of rivals/ substitutes and competition.
  - Business Trends - Supply/Demand Outlook, Regulation, Consolidation and Asset Utilisation.

Lastly, the company's balance sheet is also evaluated to ensure:

- gearing levels are appropriate and manageable; and
- debt rollovers are unlikely to pose a significant risk to equity investors.

From time to time, the portfolio managers may also take positions in derivatives. The circumstances in which derivatives may be used include to:

- hedge existing positions (eg selling short SPI Futures as portfolio insurance); or
- profit from an opportunity identified through the research process (eg. buying call options in a stock)

#### Investment Process

L1 Capital uses a fundamental, bottom-up research process to identify securities with the potential to provide attractive risk-adjusted returns. While this involves many stages of analysis which can occur concurrently, below is an outline of the process from stock specific research to the formation and maintenance of a portfolio.

**i. Comprehensive company visitation schedule**

Conducting numerous visits with company management, listed and unlisted competitors, customers, suppliers, operational personnel, consultants and other stakeholders. L1 Capital believe in identifying stock and industry opportunities primarily from direct contact with companies, detailed company analysis and observing broader industry trends.

**ii. Extensive travel program**

To develop and maintain relationships with relevant parties, the L1 Capital investment team regularly travels around Australia and overseas. These trips provide an opportunity to observe operations first hand and to meet with people that may have some additional insights into a business' prospects or risks.

**iii. Detailed Bottom-Up Analysis**

Reading and analysing annual reports, company announcements, industry publications, broker reports and other relevant publications and communications. This work highlights opportunities to focus on, as well as assisting the investment team in its preparation for meetings.

**iv. Valuation**

To assess the intrinsic value of a given security, the investment team creates a Discounted Cashflow Model ("DCF") using estimates for each metric in the model. The valuation generated by the DCF is sensitive to the company's long term margin and return on capital measures and therefore the team spends a considerable amount of time discussing the appropriateness of these long term forecasts. As a cross check of reasonableness, the final DCF valuation is then compared with peer and historical multiples eg. P/E, EV/ EBITDA, P/Book, P/Sales and the team will generally conduct scenario analysis to assess the spread of risk and reward.

**v. Qualitative assessment**

The following 3 qualitative factors are then assessed and scored:

- Management Quality
- Industry / Company Structure and Long Term Outlook
- Business Trends

**vi. Portfolio construction**

For a long position, stocks with the best combination of qualitative factors and valuation upside are used

as the basis for portfolio construction. The process is iterative and as business trends, industry structure, management quality or valuation changes, stock weights are adjusted accordingly. The inverse applies for short positions.

The portfolio construction process is aimed at ensuring the fund remains appropriately exposed to the investment team's highest conviction ideas, while maintaining appropriate risk controls.

**vii. Risk management**

The Investment Manager manages the risk of the Fund by employing the above investment philosophy and investment process to ensure appropriate due diligence and valuation is undertaken with regards to potential investments. In addition, the Investment Manager has imposed various limits (for example maximum leverage allowed) and various other policies and controls with regards to managing the investments of the Fund. For example, see section 5.7 for a summary of how the Investment Manager manages the risks associated with short selling.

**Key assumptions and dependencies of the investment strategy**

The success and profitability of the Fund will depend a number of factors, including without limitation:

- the ability of L1 Capital to correctly speculate how investments will change in value over time;
- the market eventually recognising such value in the price of security which L1 Capital has identified is undervalued or overvalued, which may not necessarily occur;
- the value of the assets of the Fund which may be affected by company specific performances, the general economic environment, legislation or government policy or other factors beyond the control of L1 Capital.

As a result, no guarantee can be given in respect of the future earnings of the Fund or the returns or capital appreciation of the Fund's investments. Investors should be aware that there is no guarantee that the implementation of the investment objective or process will not result in losses to investors.

For further discussion on the risks of the Fund, please see Section 6 (Managing risk).

### 5.3 Fund structure

#### Investment structure

The Fund is an unlisted registered managed investment scheme. In general, each unit in the Fund represents an individual's interest in the assets as a whole subject to liabilities; however it does not give the investor an interest in any particular asset of the Fund. The Responsible Entity is responsible for the operation of the Fund.

The diagram set out below shows the Fund's structure and the entities involved in the Fund's structure, all of whom are located in Australia.

#### Service providers

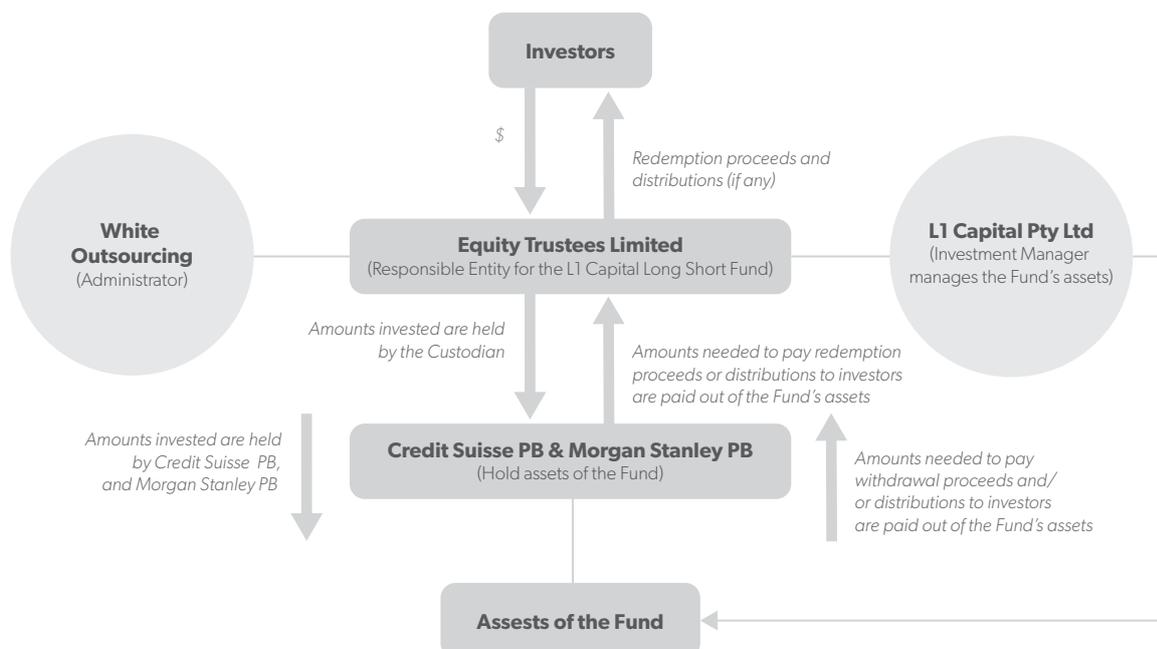
As at the date of this PDS, the service providers to the Fund are:

- Investment Manager: L1 Capital Pty Ltd is responsible for managing the investments of the Fund. For further details on L1 Capital's role please refer to section 4.

- Custodians: Credit Suisse PB & Morgan Stanley PB holds the assets of the Fund on behalf of the Responsible Entity.
- Administrator: White Outsourcing Pty Limited provides administrative, fund accounting, unit registry and transfer agency services, including valuation of the Fund's assets, to the Responsible Entity in connection with the Fund.
- Prime Broker: Credit Suisse PB & Morgan Stanley PB provide prime brokerage services for the Fund.

The service providers engaged by the Responsible Entity may change without notice to investors. Risks relating to the use of third party service providers are outlined in Section 6.

The Responsible Entity has entered into service agreements with the service providers and will regularly monitor the performance of the service providers against service standards set out in the relevant agreements.



#### 5.4 Valuation, location and custody of assets

Credit Suisse PB & Morgan Stanley PB will provide custody services for the Assets of the Fund. The Investment Manager has complete discretion as to whether the Assets of the Fund will be held by Credit Suisse PB or Morgan Stanley PB. Assets held by Credit Suisse PB & Morgan Stanley PB as Custodian are located in the country of issue of the relevant investment (generally developed markets globally). Credit Suisse PB and Morgan Stanley PB may appoint sub-custodians to hold certain assets in jurisdictions other than United Kingdom and Australia, such that the assets are held in the jurisdiction in which the asset is issued. The Custodian may appoint sub-custodians, including a member of the Credit Suisse PB & Morgan Stanley PB for such investments. Such investments may not be held in the name of the Fund and as such may be subject to counterparty and credit risk.

Equity Trustees and the Investment Manager do not have any policy for the geographic location of any asset.

The Fund's assets are denominated in Australian dollars, except for international securities which are denominated in the local currency of the country where the market on which the securities are listed, is located. White Outsourcing Pty Limited is the Administrator and is responsible for valuing the Fund's assets. The Administrator values all underlying assets of the Fund according to their valuation policy. Where the Fund holds assets outside that pricing policy, the Administrator values the asset at cost or if the Administrator and Responsible Entity agree on a valuation methodology, at the value determined in accordance with that valuation methodology. Different types of assets will be valued differently, for example:

- The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends, interest declared or accrued and not yet received, all of which are deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as may be considered appropriate in such case to reflect the true value;
- Securities listed on a recognised stock exchange or dealt on any other regulated market will be valued at their close of market price;

- To value of non-U.S. equity securities (foreign equity securities), the Administrator relies on a close of market price quote from its vendors;
- OTC derivatives are generally valued at fair value. The Administrator will rely on the counterparty statements to value OTC derivatives. Exchange traded derivatives are valued at the settlement price.

Investors are allocated a number of units in the Fund. Each of these units represents an equal undivided interest in the Fund. The unit price of the units will be calculated by the Fund's administrator on a daily basis, by dividing the NAV by the total number of Units on that day. For subscriptions, the transaction buy spread of 0.25% referred to in Section 9 is added.

#### 5.5 Liquidity

The majority of assets currently traded and held by the Fund are liquid. The Responsible Entity and Investment Manager expect that the Fund will be able to realise at least 80% of the Fund's assets, at the value ascribed to those assets in the most recent calculation of the Fund's net asset value, within 10 Business Days.

It is unlikely that liquidity issues will result from withdrawal requests. Generally, it is the Investment Manager's policy to ensure that the Fund remains liquid as the size of the Fund grows.

#### 5.6 Leverage

L1 Capital is permitted to borrow on behalf of the Fund. There will be a Maximum Net Exposure: 1.5X and a Maximum Gross Exposure: 3X. The level of gross exposure is a product of the number of positions held and the size of those positions. The gross exposure of the Fund will typically be between 150-300%.

Leverage is also created as the proceeds from short-selling borrowed securities are reinvested in the long portfolio. The Fund may also borrow by short selling securities. In simple terms, because the Fund's gross exposure (equalling the sum of long and short positions) is greater than the amount of investors' capital, leverage is created. Unlike financial leverage however, the leverage is to the security selection success of the Investment Manager only. Short selling is discussed

further in section 5.7. The only leverage providers are the Prime Brokers.

As an example of how leverage works in the Fund:

The following is a simplified worked example and ignores general account fees and the like. If the Fund were to utilise \$1,000,000 of its cash to purchase \$1,000,000 worth of investments and does not use leverage its net and gross position is equal. If the value of the Fund's investments increase by 10%, the gain is \$100,000 on a net and gross basis and results in a net realisable value of \$1,100,000.

If a Fund gears its original \$1,000,000 by short selling to the maximum (300% gross, 150% net) it will have a gross invested position of \$3,000,000. This \$3,000,000 gross exposure would consist of:

- \$2,250,000 – Long investments
- \$750,000 – Short investments

If the value of all investments increase simultaneously in value by 10%, the gross value would be \$3,300,000. On a gross basis the increase is \$300,000 and on a net basis the gain is \$150,000. Hence the net return on the \$1,000,000 invested by the fund is 15% and results in a net realisable value of \$1,150,000.

Conversely, if the value of all investments decrease simultaneously by 10%, the gross value would be \$2,700,000. On a gross basis the decrease is \$300,000 and on a net basis the decline is \$150,000. Hence the net return on the \$1,000,000 invested by the fund is -15% and results in a net realisable value of \$850,000. As demonstrated, the use of leverage increases the size of any potential gains or losses.

Please note that the above example has been provided for reference purposes only. Any assumptions underlying these examples are hypothetical only.

## 5.7 Short selling

A short sale occurs when the Investment Manager borrows a security from the Fund's Prime Broker and sells the security to a third party, generating cash proceeds. The Investment Manager will reacquire the same security on-market and return it to the lender to close the transaction. The Fund makes a profit if the price of the borrowed security declines in value in the period between when the Investment Manager short sells the security and when the borrowed security is reacquired. Conversely, the Fund will suffer a loss if the borrowed security increases in value during this period. While the time period for borrowing securities to short sell may not be fixed, the Prime Broker may on rare occasions recall the securities and the Investment Manager must acquire them on-market to close the transaction. See Section 6 for more detail on short selling risk.

An amount of Fund capital is retained as collateral with regards to the borrowed security. Investors benefit to the extent the long portfolio of shares outperforms the shares that have been short sold. The Investment Manager is able to employ its fundamental research process to access an attractive source of funds in short proceeds, while taking advantage of the natural hedge in the structure.

Short selling can involve greater risk than buying a security, as losses can continue to grow to the extent that the price of a security rises. The risk of losses associated with the purchase of a security is generally restricted at most to the amount invested, whereas losses on a short position can be greater than the purchased value of the security. Whilst short selling can often reduce risk since it may offset losses on long positions, it is also possible for long positions and short positions to both lose money at the same time.

The Investment Manager seeks to manage the risks associated with short selling in a number of ways:

- by using its fundamental research process to identify stocks to sell short, which are weaker businesses, with poor management and which are over-priced relative to the Investment Manager's assessment of their intrinsic value;
- by constructing a diversified portfolio of short positions across a broad range of sectors and industries, thereby reducing the risk that portfolio

returns will be dependent on the performance of an individual stock, sector or industry;

- by managing the size of the Fund's short positions, also ensuring that individual positions do not account for an unacceptable amount of risk in the short portfolio.

#### EXAMPLE

#### How the Fund's investment strategy differs from a traditional 'long only' fund

This example also demonstrates how the Fund is leveraged to the security selection success of the Manager rather than to movements in the underlying share market.

**The Fund will short sell investments. Short selling involves selling borrowed investments with the intention of buying them back at a later date at a reduced price. For example, the Fund may borrow a share and sell that share for \$100. If the price of that share decreases to \$80, then the Fund will make a profit of \$20 when it buys that share and returns it to the person the original share was borrowed from. On the other hand, if the price of the share increases to \$110, then the Fund will make a loss of \$10. The Fund's maximum gross short exposure is controlled by both the leverage and net exposure guidelines outlined in section 5.6.**

## 5.8 Derivatives

### Purpose and rationale

The Fund may use exchange traded derivatives and over-the-counter derivatives which may be volatile and speculative. Derivatives may be used to hedge physical positions, gain market exposure to underlying securities or for other portfolio management purposes.

### Types of derivatives

The Fund can invest in financial derivatives, including options, futures, swaps and equivalent cash settled instruments, which are traded on an exchange and/or non-exchange traded derivative instruments dealt in on an over-the-counter (OTC) basis. The underlying instruments include, but are not limited to: financial indices, interest rates, foreign exchange rates or currencies.

### Criteria for engaging counterparties

The Investment Manager chooses counterparties that are institutions subject to prudential supervision. All of the Fund's derivatives counterparties must have, in L1 Capital's reasonable opinion, sufficient expertise and experience in trading such financial instruments.

### Collateral Risk

Refer to 'Collateral Risk' under the "Managing Risks" section for discussion on risks associated with the collateral requirements for the derivative counterparties.

## 5.9 Labour standards and environmental, social and ethical considerations

Decisions about the selection, retention or realization of investments for the Fund are primarily based on company and industry fundamentals. L1 Capital takes into account labour standards, environmental, social or ethical issues when making these decisions to the extent that these issues have a material impact on either investment risk or return. L1 Capital believes that certain environmental, social and corporate governance ("ESG") issues may impact the sustainable value of businesses. In exercising its authority as Investment Manager of the Fund, L1 Capital integrates ESG factors into its investment process and ownership practices to the extent that the integration of such factors is consistent with the investment objectives and the economic interests of the Fund. However, L1 Capital does not have any particular standards that it considers to be labour, environmental, social and ethical standards for this purpose and thus it does not take into account any particular standards or have a methodology for taking into account any standards.

Investment in any fund carries risks, including volatility of returns and permanent loss of capital. Volatility refers to the degree to which returns may fluctuate around their long-term average. Each asset class, whether it is cash, fixed interest, property, Australian or international shares has associated investment risks and the return achieved by each will vary accordingly.

You should be aware that an investment in the Fund contains risk and neither the performance of the Fund nor the security of your investment is guaranteed by Equity Trustees or the Investment Manager. Investments in the Fund are generally subject to risks, including possible delays in the payment of withdrawal proceeds, and loss of income and/or capital. The following discussion of certain risk factors does not purport to be an exhaustive list or a complete explanation of all the risks involved in an investment in the Fund. We recommend you talk to an adviser about the risks involved in investing in the Fund and how it might impact on your individual financial circumstances. The past performance of the Fund and other funds and portfolios managed by L1 Capital are not necessarily a guide to future performance of the Fund.

### 6.1 Equity funds general risk

The value of the equity securities the Fund holds, directly or indirectly, may decrease in response to the activities of an individual company or in response to general market, business and economic conditions. Conversely, the value of the Fund's short sale liabilities may increase as a result of the same factors. In each case, the Fund's unit price may decrease.

### 6.2 Investment strategy risk

Certain investments by the Fund may be regarded as speculative in nature and involve increased levels of investment risk. An inherent part of a strategy may be to identify securities which are undervalued (or, in the case of short positions, overvalued) by the marketplace. Success of such a strategy necessarily depends upon the market eventually recognising such value in the price of the security, which may not necessarily occur. Equity positions, including IPOs, may involve highly speculative securities. The success and profitability of the Fund largely depends on the ability of the Investment Manager to construct a long portfolio of

securities that outperforms a short portfolio of securities. While certain short positions act as a hedge for the Fund's long investments, there is a risk that losses are incurred on the long and short portfolios at the same time. The performance fee may create an incentive for the Investment Manager to make investments that are riskier or more speculative than would be the case in the absence of a fee based on the performance of the Fund.

### 6.3 Short-Selling risk

In order to establish a short position, the Investment Manager must borrow securities to short-sell. In theory, short-selling is subject to an unlimited risk of loss, as there is no limit on how much the price of a security may appreciate. There is a risk that the securities lender may recall the securities in which case the Investment Manager may be obliged to re-purchase the securities at a higher price than that for which the security was sold, thereby crystalizing a permanent loss.

### 6.4 Leverage risk

While the Fund will not use financial leverage to increase the size of its portfolio, reinvestment of the funds raised in short-selling securities may result in the Fund having a gross exposure to securities that is greater than unit holders' capital. As such, there is a risk that the Fund will behave like a leveraged portfolio, where fluctuations in the value of the Fund's portfolios and the potential for loss are magnified.

### 6.5 Investment manager risk

With little or no net exposure to broader share market movements, Fund returns will depend almost entirely on the Investment Manager's success in selecting stocks to buy and short-sell. As such, there is a risk that changes in key personnel of the Investment Manager may negatively impact Fund performance.

### 6.6 Market risk

Markets are subject to a host of factors, including economic conditions, government regulations, market sentiment, local and international political events and

environmental and technological issues. Market risk may have different impacts on each investment and investment style.

Any investment made in a specific group of assets is exposed to the universal risks of that asset market. However, there can be no guarantee that losses equivalent to or greater than the overall market will not be incurred as a result of investing in such assets.

During a general downturn in the securities markets, multiple asset classes may decline in value simultaneously. Certain events may have a negative effect on the price of all types of investments within a particular market. Conversely, in a strong share market, the Fund may underperform rising market indices if the portfolio has little or negative net exposure to the share market.

### 6.7 Collateral risk

The Fund uses the service of a Prime Broker to facilitate the lending of securities to short-sell and enters into derivatives arrangements that require it to deliver collateral or other credit support to the derivatives counterparty. As such, the Fund may be exposed to certain risks in respect of that collateral including that the Fund:

- will be required to post initial margin/collateral to the counterparty in the form of cash. The Fund will need to have sufficient liquid assets to satisfy this obligation;
- may from time to time, if the value of short positions or derivatives move against it, be required to post variation margin/collateral with the counterparty on an ongoing basis. The Fund will need to have sufficient liquid assets to satisfy such calls, and in the event it fails to do so, the counterparty may have a right to terminate such arrangements; and
- may be subject to the credit risk of the counterparty. In the event the counterparty becomes insolvent at a time it holds margin/collateral posted with it by the Fund, the Fund will be an unsecured creditor and will rank behind other secured creditors. In the event of insolvency of the Custodian or the Prime Broker, the Fund may not be able to recover the entire value of the relevant securities.

### 6.8 Counterparty and credit risk

Counterparty risk is the risk of loss caused by another party defaulting on its financial obligations either because they become insolvent or cannot otherwise meet their obligations to the Fund. A party defaulting on its obligations could subject the Fund to substantial losses because the Fund will still be required to fulfil its obligations on any transactions which were to have substantially offset other contracts.

Credit risk refers to a risk of loss arising from the failure of a borrower or other party to a contract to meet its obligations. This may arise in derivatives, fixed interest securities, loans and cash deposits. Entry into transactions, such as derivatives and short selling, may also give rise to counterparty risk. In addition, the Fund may deposit cash with its counterparties for purposes that may include acting as security for its performance under a swap or similar contract or providing an offset to the cost of a swap contract. Substantial losses could be incurred if a counterparty fails to deliver on its contractual obligations, or experiences financial difficulties.

### 6.9 Liquidity risk

Investments that trade less can be more difficult or more costly to buy, or to sell, than more liquid or active investments. It may not be possible to sell or otherwise dispose of illiquid securities both at the price and within a time period deemed desirable by the Investment Manager.

### 6.10 Small cap stock risk

Stocks of smaller companies involve greater risk than those of larger, more established companies. This is because smaller companies may be in earlier stages of development, may be dependent on a small number of products or services, may lack substantial capital reserves and/or do not have proven track records. Small cap companies may be more adversely affected by poor economic or market conditions, and may be traded in low volumes, which may increase volatility and liquidity risks.

### 6.11 Portfolio turnover risk

---

The Investment Manager will adjust the Fund's portfolio as considered advisable in view of prevailing or anticipated market conditions and the Fund's investment objective, and there is no limitation on the length of time securities must be held, directly or indirectly, by the Fund prior to being sold. Portfolio turnover rate will not be a limiting factor and will vary from year to year. Higher portfolio turnover rates involve correspondingly higher transaction costs, which are borne directly or indirectly by the Fund. In addition, the Fund may realise significant short term and long-term capital gains.

### 6.12 Derivatives Risk

---

The Fund may use exchange traded derivatives and over-the-counter derivatives which may be volatile and speculative. Use of derivative instruments involves various risks such as tracking, liquidity and leverage.

### 6.13 Diversification risk

---

If the Fund's investment portfolio is concentrated in a small number of investments, the portfolio will be subject to a greater level of volatility. Also, the use of a single investment manager applying generally similar trading programs could mean lack of diversification and, consequentially, higher risk

### 6.14 Currency risk

---

For investments in international assets, a rise in the Australian dollar relative to other currencies, may negatively impact investment values and returns. Where this risk is hedged, the hedge may not provide complete protection from currency movements.

### 6.15 Outsourcing risk

---

The Responsible Entity outsources key operational functions including investment management, custody, administration and valuation to a number of third party service providers. There is a risk that third party service providers may intentionally or unintentionally breach their obligations to the Fund or provide services below standards which are expected by the Responsible Entity causing loss to the Fund.

### 6.16 Valuation risk

---

Where there is no liquid market for investments in the Fund, those investments may be valued by reference to market prices for other comparable assets and observable market data. These prices may not reflect the value at which the investments can be realised, which may be lower.

### 6.17 Interest rate risk

---

Changes in interest rates can have a direct or indirect impact on the investment value and/or returns of many types of assets. Interest rates may directly or indirectly affect a company's cost of borrowings as well as the value of fixed interest securities.

### 6.18 Regulatory risk

---

Changes to laws and regulations governing financial markets and instruments could have adverse implications for your investment in the Fund.

### 7.1 Initial applications

Investors can acquire units by completing an Application Form. The minimum investment amount for the Fund is \$25,000.

*To invest directly please complete the Application Form accompanying this PDS and send the original by:*

**Mail to:** L1 Capital Long Short Fund Registry  
c/o White Outsourcing  
GPO BOX 5482  
Sydney NSW 2001

**Fax to:** (02) 9221 1194

**Email to:** registry@whiteoutsourcing.com.au

For any queries regarding the applications, you can contact White Outsourcing at +61 2 8262 2800.

Application money should be transferred to the bank account details shown in the Application Form.

**Please note that neither cash nor cheques will be accepted.** Investors investing through an Investor Directed Portfolio Service (“IDPS”) should use the application form provided by the operator of the IDPS.

The price at which units are acquired is determined in accordance with the Constitution (“Application Price”). The Application Price is \$1.00 for initial Units issued pursuant to this PDS and subsequently, in general terms, is equal to the net asset value of the Fund attributable to the Units (“NAV”), divided by the number of Units on issue plus any transaction costs.

Unit prices are calculated daily.

The cut-off time for applications is 2:00 pm (AEST) on any Business Day for receipt of that day’s unit price.

At the date of this PDS, the minimum initial investment in the Fund is \$25,000. Applications can be made between 9:00 a.m. and 5:00 p.m. on any Business Day. However, for unit pricing purposes any application received after 2:00 p.m. on a Business Day will generally be treated as having been received the following Business Day. If you are investing via an IDPS, you need to contact your IDPS Operator regarding the cut-off times for pricing purposes.

Transaction costs may reduce the number of units which you receive when applying for units. See the ‘Buy/Sell Spread’ information in the fees section for further information.

The Application Price will vary as the market value of assets in the Fund rises or falls.

### 7.2 Additional applications

Investors can add to their investment by completing an Application Form accompanying the current PDS. The minimum additional investment in the Fund is \$10,000. Please note Application Forms can be sent by fax +61 2 9221 1194 or by email to registry@whiteoutsourcing.com.au. If you are investing through an IDPS you should refer to the IDPS Guide for the minimum additional investment amount.

### 7.3 Terms and conditions for applications

Applications can be made at any time. Application cut-off times and unit pricing are set out in the initial applications section above.

Please note that we do not pay interest on application monies (any interest is credited to the Fund).

Equity Trustees reserves the right to refuse any application without giving a reason. If for any reason Equity Trustees refuses or is unable to process your application to invest in the Fund, Equity Trustees will return your application money to you, subject to regulatory considerations, less any taxes or bank fees in connection with the application. You will not be entitled to any interest on your application money in this circumstance.

Under the Anti-Money Laundering and Counter-Terrorism Financing Act 2006, applications made without providing all the information and supporting identification documentation requested on the Application Form cannot be processed until all the necessary information has been provided. As a result delays in processing your application may occur.

### 7.4 Cooling off period

If you are a Retail Client you may have a right to ‘cool off’ in relation to an investment in the Fund within 14 days of the earlier of:

- confirmation of the investment being received or available; and
- the end of the fifth day after the units are issued or sold.

A Retail Client may exercise this right by notifying White Outsourcing in writing at the address as

stated above. A Retail Client is entitled to a refund of their investment adjusted for any increase or decrease in the relevant application price between the time we process your application and the time we receive the notification from you, as well as any other tax and other reasonable administrative expenses and transaction costs associated with the acquisition and termination of the investment.

The right of a Retail Client to cool off does not apply in certain limited situations, such as if the issue is made under a distribution reinvestment plan, switching facility or represents additional contributions required under an existing agreement. Also, the right to cool off does not apply to you if you choose to exercise your rights or powers as a unit holder in the Fund before the start of or during the 14 day period; this could include selling part of your investment or switching it to another product.

The right to cool off may not apply if you are an Indirect Investor, even if you are a Retail Client. Indirect Investors should seek advice from their IDPS Operator or consult the IDPS Guide or similar type document as to whether cooling off rights apply.

### 7.5 Making a withdrawal

You can withdraw your investment by written request either:

By mail to:

*L1 Capital Long Short Fund Registry  
c/o White Outsourcing  
GPO BOX 5482, Sydney NSW 2001*

Or by fax to +61 2 9221 1194.

The price at which units are withdrawn is determined in accordance with the Constitution ("Withdrawal Price"). The Withdrawal Price, in general terms, is equal to the NAV, divided by the number of Units on issue less any transaction costs.

Unit prices are calculated daily.

The cut-off time for withdrawals is 2:00 pm (AEST) on any Business Day.

If you are an Indirect Investor, you need to provide your withdrawal request directly to your IDPS Operator. The time to process a withdrawal request will depend on the particular IDPS Operator.

### 7.6 Access to funds

The Responsible Entity will generally allow you to access your investment within 5 days of receipt of a withdrawal request by transferring the withdrawal proceeds to your nominated bank account. The Constitution allows the Responsible Entity to make payment within 21 days from the day on which the withdrawal request is accepted by the Responsible Entity. However, the period of time for satisfying withdrawal requests may be extended where the Responsible Entity:

- has taken all reasonable steps to realise sufficient assets to satisfy a withdrawal request and is unable to do so due to one or more circumstances outside its control such as restricted or suspended trading in the market for an asset;
- does not consider it to be in the best interests of the Unit Holders as a whole to realise sufficient assets to satisfy the withdrawal request; or
- it is, for any reason, impractical to calculate the net asset value of the assets, including because of the closure of an exchange or trading or withdrawal restrictions in respect of a security.

In these circumstances the period of time for satisfying withdrawal requests is extended for such further period as those circumstances apply. Withdrawals will not be funded from an external liquid facility.

The price at which units are withdrawn ("**Withdrawal Price**") is determined in accordance with the Constitution. The Withdrawal Price on a Business Day, is in general terms, equal to the NAV, divided by the number of Units on issue and adjusted for transaction costs ("**Sell Spread**"). At the date of this PDS, the Sell Spread is 0.25%. The Withdrawal Price will vary as the market value of assets in the Fund rises or falls. See the 'Buy/Sell Spread' information in the fees section for further information.

We need not give effect to a withdrawal request if the aggregate withdrawal price to be redeemed is less than the \$10,000 minimum withdrawal amount or if the withdrawal would result in an investor's remaining investment to be less than the minimum investment balance.

We reserve the right to fully withdraw your investment if your investment balance in the Fund falls below the

minimum balance amount as a result of processing your withdrawal request. If we increase the minimum balance amount, we also reserve the right to fully withdraw your investment in the Fund upon giving 30 days' notice where your investment is less than the increased minimum balance amount. At the date of this PDS, the minimum balance amount is \$25,000.

The Responsible Entity may deny a withdrawal request in its absolute discretion.

The Responsible Entity may also redeem some or all of your investment by providing at least 30 days' notice.

Any material changes in withdrawal rights will be notified to investors in writing.

### 7.7 Terms and conditions for withdrawals

Once your withdrawal request is received, your instruction may be acted on without further enquiry if the instruction bears your account number or investor details and your (apparent) signature(s), or your authorised signatory's (apparent) signature(s).

Equity Trustees and/or the Administrator reserve the right to ask for the production of original documents or other information to authenticate the communication. In the case of non-receipt or corruption of any message, you will be required to re-send the documents.

No withdrawal proceeds will be paid until the Administrator has received the withdrawal request signed by you or your authorised signatory. Neither Equity Trustees nor the Administrator shall be responsible for any mis-delivery or non-receipt of any facsimile. Facsimiles or emails sent to the Administrator shall only be effective when actually received by the administrator.

When you are withdrawing, you should take note of the following:

- We are not responsible or liable if you do not receive, or are late in receiving, any withdrawal money that is paid according to your instructions.
- We may contact you to check your details before processing your withdrawal request. This may cause a delay in finalising payment of your withdrawal money. No interest is payable for any delay in finalising payment of your withdrawal money.
- If we cannot satisfactorily identify you as the withdrawing investor, we may refuse or reject your

withdrawal request or payment of your withdrawal proceeds will be delayed. We are not responsible for any loss you consequently suffer.

- As an investor who is withdrawing, you agree that any payment made according to instructions received by post or courier or fax, shall be a complete satisfaction of our obligations, despite any fact or circumstances such as the payment being made without your knowledge or authority.
- You agree that if the payment is made according to these terms, you and any person claiming through or under you, shall have no claim against us about the payment.
- Equity Trustees can deny a withdrawal request where accepting the request would cause the Fund to cease to be liquid or where the Fund is not liquid (as defined in the Corporations Act). When the Fund is not liquid, you can only withdraw when Equity Trustees makes a withdrawal offer to you in accordance with the Corporations Act. Equity Trustees is not obliged to make such offers. The Fund will be liquid if at least 80% of its assets are liquid assets (generally cash and marketable securities).

### 7.8 Distributions

The Fund usually distributes income semi-annually at the end of June and at the end of December. Distributions are calculated on the last day of each period end (30 June and 31 December), and are normally paid to investors within 21 days of the period end although the distribution at 30 June may take longer. Equity Trustees may amend the distribution frequency without notice.

Your share of any distributable income is calculated in accordance with the Constitution and is generally based on the number of units held by you at the end of the distribution period and the distributable income.

You can have your distribution reinvested or paid to a nominated bank account. If you do not indicate a preference you will have your distributions automatically reinvested.

Indirect Investors should review their IDPS guide for information on how and when they receive any income distribution.

### 7.9 Valuation of the Fund

The value of the investments of the Fund is generally determined daily by the Administrator.

The value of a unit in the Fund is determined on the basis of the value of the investments in the Fund (after taking into account any liabilities of the Fund), in accordance with the Constitution of the Fund. For example, the application price of a unit in the Fund is based on the NAV divided by the number of Units on issue plus an allowance for transaction costs required for buying investments. This allowance is known as the "Buy Spread". At the date of this PDS, the Buy Spread is 0.25%.

### 7.10 Joint account operation

For joint accounts, unless indicated to the contrary on the Application Form, each signatory must sign withdrawal requests. Please ensure all signatories sign the declaration in the Application Form. Joint accounts will be held as joint tenants unless we are advised to the contrary in writing.

### 7.11 Appointment of authorised nominee to operate account

You can appoint a person, partnership or company as your authorised signatory. To do so, please nominate them on the initial Application Form and have them sign the relevant sections. If a company is appointed, the powers extend to any director and officer of the company. If a partnership is appointed, the powers extend to all partners. Such appointments will only be cancelled or changed once we receive written instructions from you to do so.

Once appointed, your authorised signatory has full access to operate your investment account for and on your behalf. This includes the following:

- making additional investments;
- requesting income distribution instructions to be changed;
- withdrawing all or part of your investment;
- changing bank account details;
- enquiring and obtaining copies of the status of your investment; and
- having online account access to your investment.

If you do appoint an authorised signatory:

- you are bound by their acts;
- you release, discharge and indemnify us from and against any losses, liabilities, actions, proceedings, account claims and demands arising from instructions received from your authorised representatives; and
- you agree that any instructions received from your authorised representative shall be complete satisfaction of our obligations, even if the instructions were made without your knowledge or authority.

### 7.12 Electronic instructions

If you instruct Equity Trustees and/or the Administrator by electronic means, such as facsimile or via the internet, you release Equity Trustees and the Administrator from and indemnify Equity Trustees and the Administrator against, all losses and liabilities arising from any payment or action Equity Trustees and the Administrator makes based on any instruction (even if not genuine):

- that Equity Trustees and/or the Administrator receives by an electronic communication bearing your investor code; and
- which appears to indicate to Equity Trustees and/or the Administrator that the communication has been provided by you (for example, it has a signature which is apparently your signature or your authorised signatory's or it has an email address which is apparently your email address).

You agree that neither you nor anyone claiming through you has any claim against Equity Trustees and the Administrator or the Fund in relation to such payments or actions.

There is a risk that a fraudulent withdrawal request can be made by someone who has access to your investor code and a copy of your signature or email address. Please take care.

### 8.1 Enquiries

For any enquiries regarding your investment or the management of the Fund please contact:

*L1 Capital Pty Ltd*

*ABN 21 125 378 145 (AFSL 314302)*

*Level 28, 101 Collins Street, Melbourne, VIC 3000*

*Phone: +61 3 9286 7000*

*Email: Registry@L1capital.com.au*

*Website: www.L1capital.com.au*

### 8.2 Complaints

Equity Trustees seeks to resolve complaints in relation to the management of the Fund to the satisfaction of investors. If an investor wishes to lodge a formal complaint please write to:

*Compliance Team*

*Equity Trustees Limited*

*GPO Box 2307*

*Melbourne, Victoria, 3001, Australia*

*Email: compliance@eqt.com.au*

*Phone: 1300 555 378*

Equity Trustees will seek to resolve any complaint and respond as soon as possible and in any case within 14 days of receiving the letter. We will seek to resolve your complaint as soon as practicable but not longer than 45 days after receiving the complaint.

If we are unable to resolve your complaint, you may be able to seek assistance from FOS.

*Financial Ombudsman Services*

*GPO Box 3*

*Melbourne Vic 3001*

*Phone : 1800 367 287 (Australia) or +61 3 9613 7366*

*Email: info@fos.org.au*

Please include the Equity Trustees FOS membership number with your enquiry: 10395.

FOS is an independent body that can assist you if Equity Trustees cannot. FOS may not consider a dispute where the value of a person's claim exceeds \$500,000. FOS is only able to make a determination of up to \$309,000 per managed investment claim (excluding compensation for costs and interest payments).

If you are investing through an IDPS, then enquiries and complaints should be directed to the IDPS Operator, not Equity Trustees.

### 8.3 Reports

Regular, simple to read and complete reports are provided to investors in the Fund. These reports comprise:

- **Annual Report** including financial statements and auditor's report will be made available on the EQT website at [www.eqt.com.au/insto](http://www.eqt.com.au/insto) from 30 September each year.
- **Transaction Reports** confirming all additional investments, withdrawals, and payments (issued following transactions and on request).
- **Distribution Statements** as follows:
  - a. monthly statements to confirm closing units and value of holding;
  - b. distribution statements every distribution period confirming distribution amount and reinvestment/payment to nominated account;
  - c. annual investor statements to confirm closing units, value of investments and income from investments.
- **Tax Statements** issued annually, providing you with taxation information including a detailed summary of the components of any distributions.

The Responsible Entity also has and implements a policy to report annually on the following information as soon as practicable after the relevant period end:

- the actual allocation to each asset type;
- the liquidity profile of the portfolio assets as at the end of the period;
- the maturity profile of the liabilities as at the end of the period;
- the leverage ratio (including leverage embedded in the assets of the Fund, other than listed equities and bonds) as at the end of the period;
- the derivative counterparties engaged (including capital protection providers);
- the monthly or annual investment returns of the Fund over at least a five-year period (or, if the Fund has not been operating for five years, the returns since its inception); and

- the key service providers if they have changed since the latest report given to you, including any change in their related party status.

The following information is available on L1 Capital's website at [www.L1capital.com.au](http://www.L1capital.com.au) and is disclosed monthly:

- the current total net asset value of the Fund and the redemption value of a unit in each class of units as at the date the net asset value was calculated;
- the key service providers if they have changed since the last report given to investors, including any change in their related party status; and
- for each of the following matters since the last report on those matters:
  - the net return on the Fund's assets after fees, costs and taxes;
  - any material change in the Fund's risk profile;
  - any material change in the Fund's investment strategy; and
  - any change in the individuals playing a key role in investment decisions for the Fund.

The Fund is not a disclosing entity. If the Fund becomes a disclosing entity, the Fund will be subject to regular reporting and disclosure obligations under the Corporations Act. Copies of documents lodged with the Australian Securities and Investments Commission ("ASIC") in relation to the Fund may be obtained from, or inspected at, an ASIC office and you can obtain the following a copy of the following documents free of charge on request:

- the most recent annual financial report lodged with ASIC;
- any half yearly financial report lodged with ASIC after that financial report and before the date of this PDS; and
- any continuous disclosure notices lodged with ASIC after that financial report and before the date of this PDS.

You can call L1 Capital +61 3 9286 7000 for updated information on performance, unit prices, Fund size and other general information about the Fund. If you are an indirect investor investing via an IDPS, contact your IDPS Operator.

## 09

# Fees and other costs

The warning statement below is required by law to be displayed at the beginning of the 'Fees and Other Costs' section of this PDS. The example given in the warning statement does not relate to any investments described within this PDS.

The table on page 26 shows fees and other costs that you may be charged. These fees and costs may be paid directly from your investment or deducted from investment returns.

Information about Taxation is set out in Section 10 of this PDS.

You should read all the information about fees and costs because it is important to understand their impact on your investment. For Indirect Investors, the fees listed in the 'Fees and other costs' section of this PDS are in addition to any other fees and charges charged by your IDPS Operator.

### WARNING STATEMENT

#### DID YOU KNOW?

**Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns.**

**For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).**

**You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.**

**You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the Fund or your financial adviser.**

#### TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed funds fee calculator to help you check out different fee options.

## L1 Capital Long Short Fund

Type of fee or cost	Amount	How and when paid
<b>FEES WHEN YOUR MONEY MOVES IN OR OUT OF THE FUND</b>		
<b>Establishment fee</b> The fee to open your investment	Nil	There is no establishment fee payable when you set up your investment in the Fund
<b>Contribution fee</b> The fee on each amount contributed to your investment	Nil	There is no contribution fee payable when you invest in the Fund
<b>Withdrawal fee</b> The fee on each amount you take out of your investment	Nil	There is no withdrawal fee payable when you redeem investments from the Fund
<b>Exit fee</b> The fee to close your investment	Nil	There is no exit fee payable when you close your investment in the Fund
<b>MANAGEMENT COSTS</b>		
The fees and costs for managing your investment	Management Fee of: 1.54% p.a. (inclusive of GST and net of RITC) of the NAV	<p>The Management Fee in relation to the Fund comprises the administration and investment fees and costs (but not transaction costs such as brokerage), calculated as a proportion of the Fund's size.</p> <p>This fee includes:</p> <ul style="list-style-type: none"> <li>▪ fees charged by the Responsible Entity;</li> <li>▪ fees charged by the Custodian and by the Prime Broker;</li> <li>▪ fees charged by the Administrator;</li> <li>▪ management fees charged by the Investment Manager; and</li> <li>▪ routine day to day management and administrative costs associated with the operation of the Fund.</li> </ul> <p>The Management Fee is calculated and accrued on a daily basis on the NAV of the units. The accrued fee is payable within 14 days of the end of each month. The fee is deducted from the assets of the Fund.</p> <p>Lower Management Fees and/or different payment terms may be negotiated with certain Wholesale Clients. See 'Differential fees' under the heading 'Additional explanation of fees and costs'.</p>
	Performance Fee of: 20.50%p.a. (inclusive of GST and net of RITC)	<p>The Fund's Performance Fee is equal to 20.5% (inclusive of GST and net of RITC) of any increase in the NAV of the Fund over any financial year (adjusted for applications and redemptions and before the payment of any distribution after the payment of the management fee and expenses), subject to the high-water mark.</p> <p>The performance fee is calculated and accrued daily. If accrued, the Performance Fee will generally be paid within 30 days of the end of every half financial year in arrears or upon withdrawal of units from the Fund.</p> <p>The Performance Fee is generally deducted from the assets of the Fund each half financial year, or from the Withdrawal Price of the Unit withdrawn.</p>
<b>SERVICE FEES</b>		
<b>Switching fee</b> The fee for changing investment options	Nil	Not applicable

## 9.1 Additional Explanation of Fees and Costs

### What do the Management costs pay for?

The management costs comprise of the Management Fee and the Performance Fee.

### How does the Management Fee work?

The Management Fee includes responsible entity fees, investment management fees, custodian fees, prime broker fees, administration fees and other day to day expenses of the Fund. The Management Fee is calculated and accrued daily based on the NAV. The accrued fees are paid in arrears from the assets of the Fund within 14 days of the end of each month. The Management Fee reduces the NAV and is reflected in the unit price.

The Management Fee is paid to the Responsible Entity, who may pass part of the fee onto the Investment Manager.

### How does the Performance related fee work?

In addition to the Management Fees, the Responsible Entity may also receive a Performance Fee. The management costs for the Fund increases by the amount of the Performance Fee where a Performance Fee is accrued.

The Fund's performance fee is equal to 20.5% (inclusive of GST and net of RITC) of any increase in the NAV (after the payment of the management fee and expenses) over a half year (adjusted for applications and redemptions and before the payment of any distribution) subject to the high-water mark. The high-water mark means the highest NAV at the end of a half year where a performance fee has been paid, adjusted for applications, redemptions and subsequent distributions.

The performance fee is calculated daily. It is payable:

- Within 30 days of the end of each half financial year and on the termination date of the Fund, from the assets of the Fund; and
- In respect of any Unit redeemed, from the Withdrawal Price.

In general terms:

1. Each day, the Fund's performance is calculated after the deduction of the management costs (paid or accrued) but before the deduction of performance fees and disregarding any applications in and withdrawals out of the Fund.
2. A 'high-water mark' is the higher of the initial Application Price of Units and the highest NAV of a Unit as at the last day in a previous half Financial Year.
3. The amount by which the Fund exceeds the high-water mark, if any, (difference) is then calculated on a per unit basis.
4. If the high-water mark is exceeded for a particular day, the difference is multiplied by the number of Units and 20.5%, is then accrued. The performance fee is generally calculated daily and payable semi-annually.
5. However, if the previous high-water mark is not exceeded, no performance fee accrues that day.

Please note that it is not possible to provide a meaningful estimate of the performance fee payable in any given period, as we cannot accurately forecast performance of the Fund.

The Responsible Entity pays the whole of the Performance Fee on to the Investment Manager.

#### EXAMPLE

#### Performance related fee

Assume the following:

- The Unit price on the last day of the half financial year is \$1.10 after management costs have been deducted
- The high-water mark is set \$1.00
- There are 100,000 Units on issue.

The difference is \$1.10 - \$1.00. The performance fee is \$0.10 x 100,000 (which is the number of Units on issue) x 20.5% = \$2,050 for that half financial year.

*\*Please note that the example is used for illustrative purposes only and does not forecast future performance.*

### Expense recoveries

We are entitled to be reimbursed for expenses incurred in the proper performance of managing the Fund. These expenses are called 'out of pocket' expenses. They may include expenses properly incurred in the administration, custody, management, compliance and promotion of the Fund. There are other expenses including tax and operating costs, such as audit, legal and tax consulting fees. As at the date of this PDS the Investment Manager pays these expenses from the management fee and intends to continue with this practice. However in the future we may decide to deduct expenses in addition to the management fee, in which case we will give investors 30 days written notice.

### Buy/Sell Spread

The Buy/Sell Spread reflects the estimated costs incurred in buying or selling assets of the Fund when you invest in or withdraw from the Fund. The Buy/Sell Spread is an additional cost to you but is incorporated into the unit price and not separately charged to you. The cost is recovered when you invest in or withdraw units from the Fund. The Buy/Sell Spread is not paid to Equity Trustees or the Investment Manager. As at the date of this PDS, the Buy Spread and the Sell Spread are 0.25%. The Buy/Sell Spread can be altered by the Responsible Entity at any time (\$25 dollars for each \$10,000 invested or redeemed).

### Differential fees

The Responsible Entity and L1 Capital may from time to time negotiate a different fee arrangement (by way of a rebate) with investors who are Wholesale Clients. Fees can be discussed with L1 Capital Pty Ltd ABN 21 125 378 145 AFSL 314302 located at Level 28, 101 Collins Street Melbourne, VIC 3000 and phone: +61 3 9286 7000

### Transaction and other costs

All Government taxes such as stamp duty and GST will be deducted from the Fund as appropriate. Reduced Input Tax Credits ("RITCs") will also be claimed by the Fund where appropriate to reduce the cost of GST to the Fund and investors.

The Fund may incur transaction costs. These transaction costs include brokerage, settlement costs (including custody costs), clearing costs and stamp duty. Transaction costs include costs incurred by the Fund when investors invest in or withdraw from the Fund

and when transacting to meet investment objectives. These costs are an additional cost to the investor but are generally reflected in the unit price (through the Buy/Sell Spread) and not charged separately to the investor. Transaction costs which are not recovered through the Buy/Sell Spread are deducted from the Fund from time to time and as they are incurred and are reflected in the unit price.

The exact amount of transaction costs is dependent on a number of different variables, including the level of trading undertaken by the Fund. As such, Equity Trustees is unable to provide a meaningful amount or percentage of the estimated transaction costs for the Fund.

### Abnormal expenses

We may additionally recover abnormal expenses (such as the costs of investor meetings, legal advice/proceedings and other irregular expenses). This is not included in the Management Fee. The Constitution does not place any limit on the amount of the abnormal expenses that can be paid from the Fund.

### Can the fees change?

Yes, all fees can change without your consent provided the fees do not exceed the maximum fees under the Constitution. The Constitution defines the maximum fees that can be charged directly by the Fund. The maximum Management Fee is 4% per annum of the gross asset value of the Fund (exclusive of GST). The maximum Performance Fee is 30% exclusive of GST rather than 20.5% (inclusive of GST net RITC). The Responsible Entity has the right to recover all proper and reasonable expenses incurred in managing the Fund and as such these expenses may increase or decrease accordingly. The Responsible Entity will provide you with at least 30 days' notice of any proposed change to the Management Fee or Performance Fee. Expense recoveries and Buy/Sell Spreads may change without notice, for example, when it is necessary to protect the interests of existing investors and if permitted by law. Also, where the Responsible Entity receives a large withdrawal request, the Sell Spread may increase for the large withdrawal request.

### GST

All fees and other costs quoted include GST less any reduced input tax credits.

## 9.2 Example of annual fees and costs

This table gives an example of how the fees and costs for the Fund can affect your investment over a one year period. You can use this table to compare this product against other managed investment products.

### Example – L1 Capital Long Short Fund

#### BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING THE YEAR

Contribution Fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
<b>Plus</b> Management Costs***	Management fee of 1.54%	<b>And</b> , for every \$50,000 you have in the Fund you will be charged \$770 each year.
<b>Equals</b> The fee on each amount you take out of your investment	Nil	There is no withdrawal fee payable when you redeem investments from the Fund
<b>Exit fee</b> Cost of fund	Nil	If you had an investment of \$50,000 at the beginning of the year, and you put in an additional \$5,000 during that year*, you would be charged fees of:  \$770**  <b>What it costs you will depend on the fees you negotiate.</b>

\*This example assumes the \$5,000 contribution occurs at the end of the first year, therefore management costs are calculated using the \$50,000 balance only.

\*\*Additional fees may apply. Please note that this example does not capture all the fees and costs that may apply to you such as the Buy/Sell Spread.

\*\*\* Management costs are calculated using the indirect cost ratio for the Fund. The 'indirect cost ratio' refers to the management costs that are not paid directly out of your account (for example management fees, performance fees and expenses) but are paid from the Fund's assets, expressed as a percentage of the average net asset value of the Fund. It is an estimate only and the amount of management costs may be higher or lower in the future. This example assumes that the performance fee is zero because it is not possible to provide a meaningful estimate of the performance fee payable in any given period, as we cannot accurately forecast performance of the Fund.

ASIC provides a fees calculator on its website [www.moneySMART.gov.au](http://www.moneySMART.gov.au), which you could use to calculate the effects of fees and costs on your investment in the Fund.

## 10 Taxation

The following summary of taxation matters is a general guide and does not constitute tax advice. It provides a summary of the Australian income tax implications applicable to the Fund and investors. In particular, it applies where investors are resident of Australia for income tax purposes and hold their investment on capital account for income tax purposes. This summary does not apply where investors are not resident of Australia for income tax purposes or where any gain in respect of the disposal of units would be regarded as ordinary income or otherwise taxed on revenue account.

The summary is based on the tax laws applicable as at the date of this PDS. The Australian tax laws are subject to change, and as the tax treatment applicable to particular investors may differ, it is recommended that all investors seek their own professional advice on the taxation implications of investing in the Fund.

### 10.1 Taxation of the Fund

#### General

The Fund should be treated as an Australian resident for income tax purposes. As such, it is required to determine its tax net income each income year.

The Fund's tax net income may comprise dividend income, interest income, and revenue gains on the sale of investments, derivatives and other financial arrangements. Where the Fund qualifies as a Managed Investment Trust ("MIT"), the Fund may make an election to treat gains and losses on the sale of eligible assets as capital gains and losses. In calculating the Fund's tax net income, the cash component of any franked dividend income should be grossed up to include franking credits relating to that dividend income and the cash component of any foreign income that has been subject to tax in another jurisdiction should be grossed up to include foreign income tax offsets relating to that foreign income. Finally, the Fund's tax net income should be determined after having taken into account any tax deductible expenditure incurred by the Fund.

#### Public trading trust rules

The Fund does not intend to derive income other than from an "eligible investment business". Accordingly, it should not be subject to tax as a public trading trust. Further, provided the Fund's investors are presently entitled to the Fund's distributable income each year

as is intended, the Fund itself should not be liable to pay Australian income tax in relation to its tax net income. Rather each investor should include a proportionate share of the Fund's tax net income in their assessable income (as discussed below).

#### Losses

Where the Fund is in a net capital loss or tax loss position in any income year, these losses are quarantined at the level of the Fund and may not be passed on to investors.

However, the Fund may be able to utilise those losses to reduce its capital gains (in the case of carried forward capital losses) or tax net income (in the case of carried forward tax losses) in subsequent income years. We note, however, that the ability to use tax losses requires certain conditions to be satisfied.

### 10.2 Taxation of Australian Resident investors

#### Distributions

An investor should include their entitlement (share) to the tax net income of the Fund for a year of income in their assessable income irrespective of the amount of cash distributed to them or whether it is reinvested or actually paid in a subsequent year. In this regard, the Fund will provide an annual distribution statement to investors each year to inform them of their share of the tax net income of the Fund, including the components which make up that share. The components included in a distribution will depend on the investments undertaken by the Fund and may include dividend income, franking credits, foreign income, foreign income tax offsets, Australian sourced other income and Capital Gains Tax (CGT) amounts. Some of these components are discussed below.

#### Franked Dividends and Franking Credits

Generally, an investor's share of the Fund's tax net income may include franked dividend income. Investors should include the franked dividend income, including any franking credits attaching to that income, in their assessable income and may be entitled to reduce the tax they have to pay by some or all of their share of the franking credits. The Fund and investor may be denied franking credits in respect of dividends and distributions on investments which the Fund has not owned at risk generally for a continuous period of 45 days (ignoring the day of acquisition and disposal).

#### Foreign Income and Foreign Income Tax Offsets

Generally an investor's share of the Fund's tax net income may include foreign income (which will generally represent foreign dividends for Australian tax purposes paid to the Fund as well as foreign sourced gains. Investors should include the foreign income, including any foreign income tax offsets attached to that income, in their assessable income and may be entitled to reduce the tax they have to pay by some or all of their share of the foreign income tax offset, subject to certain limits.

#### Capital Gains

If an investor's share of the tax net income of the Fund includes an amount that consists of discount capital gains derived by the Fund, the investor needs to first 'gross up' the discount capital gain (by multiplying it by 2). However, (after grossing up any discount capital gains) investors may be able to reduce the capital gains distributed by the Fund by any capital losses which are available to them. Furthermore, after applying any loss, individual, trust, and complying superannuation fund investors may then be entitled, in determining the net capital gain that is to be included in their assessable income, to discount that capital gain by 50% for individuals and trusts (subject to certain conditions) and 33.3% for complying superannuation funds.

#### Non-Assessable Distribution Payments

Distributions of non-assessable amounts (typically referred to as tax deferred amounts) are generally not subject to tax. This may arise where the Fund's distributable income is higher than its tax net income, for reasons other than the CGT discount (discussed above). Although the receipt of non-assessable amounts are generally not subject to tax, the receipt of certain non-assessable amounts may have CGT consequences. Broadly, the receipt of certain non-assessable amounts may reduce the cost base and reduced cost base of the investor's investment in the Fund. If the cost base reduces to zero, any additional non-assessable receipts may give rise to an immediately taxable capital gain. If the cost base is not reduced to zero, the reduction to the cost base and reduced cost base may result in either an increased capital gain or a reduced capital loss on the subsequent disposal of the Units in the Fund.

To the extent that the investor's share of the Fund's distribution includes a CGT concession component, no adjustment to the cost base or reduced cost base of the underlying Units in the Fund should be required.

#### Disposal of units by Australian Resident Investors

Any taxable capital gain or assessable income arising from the disposal (including redemption) of an investment in the Fund may form part of the exiting investor's assessable income. To the extent the disposal gives rise to a capital gain, investors that are individuals, trusts and complying superannuation funds may be eligible for the CGT discount if their investment (Units) has been held for at least 12 months and the investor holds their units on capital account. Any capital losses arising from the disposal of the investment may be used to offset other capital gains the investor may have derived.

### 10.3 Goods and Services Tax (GST)

The Fund will be registered for GST. The acquisition and disposal of units in the Fund by investors should not be subject to GST. Similarly, the distributions paid by the Fund should not be subject to GST. GST is payable on some ongoing expenses, however the Fund may be able to claim a reduced input tax credit (RITC) of at least 55% of the GST paid, depending on the precise nature of the expenses. All fees and expenses are quoted inclusive of GST.

### 10.4 Duty

The issue or redemption of Units should not attract any duty. Duty may be payable on the transfer of units. Investors should confirm the duty consequences of transferring units with their taxation adviser.

### **10.5 Tax File Numbers (TFN) and Australian Business Numbers (ABN)**

---

It is not compulsory for an investor to quote their TFN or ABN. However, unless exempted, failure by an investor to quote an ABN or TFN will result in tax being withheld by the trustee on distributions paid to the investor at the top marginal tax rate plus the Medicare Levy and other levies as applicable, on gross payments including Distributions of income to the investor. The investor may be able to claim a credit in the investors' tax return for any TFN/ABN tax withheld. By quoting their TFN or ABN on its application form for the Fund, the investor authorises Equity Trustees to apply it in respect of all the investor's investments with Equity Trustees. If the investor does not want to quote their TFN or ABN for some investments, Equity Trustees should be advised.

### **10.6 Current trust tax reforms**

---

The Australian Government passed legislation in May 2016 introducing a new tax regime for MITs referred to as the Attribution Managed Investment Trust ("AMIT") regime. The legislation may apply from 1 July 2016, if a qualifying MIT makes an election to apply the regime. An optional start date of 1 July 2015 is also permitted. Broadly, the new regime contains a number of changes to the taxation of trusts that qualify as AMITs. The Fund will consider the application of the new regime and consider whether an election should be made to apply these provisions.

### 11.1 Consents

L1 Capital Pty Ltd has given and, at the date of this PDS, has not withdrawn, its written consent:

- to be named in this PDS as the Investment Manager of the Fund; and
- to the inclusion of the statements made about it, the Fund and the tables and statistical information, which are attributed to it, in the form and context in which they appear.

L1 Capital Pty Ltd has not otherwise been involved in the preparation of this PDS and has not caused or otherwise authorised the issue of this PDS. L1 Capital Pty Ltd and its employees and officers do not accept any responsibility arising in any way for errors or omissions from this PDS, other than in relation to the statements for which it has provided its consent.

### 11.2 Constitution of the Fund

You will be issued Units in the Fund when you invest. Subject to the rights, obligations and restrictions of a class, each unit represents an equal undivided fractional beneficial interest in the assets of the Fund as a whole subject to liabilities, but does not give you an interest in any particular property of the Fund.

Equity Trustees' responsibilities and obligations, as the Responsible Entity of the Fund, are governed by the Constitution as well as the Corporations Act and general trust law. The Constitution contains a number of provisions relating to the rights, terms, conditions and obligations imposed on both Equity Trustees, as the responsible entity of the Fund, and investors. Some of the provisions of the Constitution are discussed elsewhere in this PDS.

Other provisions relate to your rights under the Constitution, and include:

- your right to share in any Fund income, and how we calculate it;
- what you are entitled to receive when you withdraw or if the Fund is wound up;
- your right to withdraw from the Fund - subject to the times when we can cease processing withdrawals, such as if the Fund becomes 'illiquid';
- the nature of the units - identical rights attach to all units within a class; and
- your rights to attend and vote at meetings - however these rights are mainly contained in the Corporations Act.

There are also provisions governing our powers and duties, including:

- how we calculate unit prices, the maximum amount of fees we can charge and expenses we can recover;
- when we can amend the Constitution - generally we can only amend the Constitution where we reasonably believe that the changes will not adversely affect investors' rights. Otherwise the Constitution can only be amended by special resolution of investors;
- when we can retire as the Responsible Entity of the Fund - which is as permitted by law;
- when we can be removed as the Responsible Entity of the Fund - which is when required by law; and
- our broad powers to invest, borrow and generally manage the Fund.

The Constitution also deals with our liabilities in relation to the Fund and when we can be reimbursed out of the Fund's assets. For example:

- subject to the Corporations Act we are not liable for acting in reliance and good faith on professional advice;
- subject to the Corporations Act we are not liable for any loss unless we fail to act in accordance with the Constitution and without good faith; and
- we can be indemnified out of the Fund against all liabilities we incur in connection with the proper performance of our powers and duties in respect of the Fund except where we have acted fraudulently, negligently, where we have wilfully defaulted and except with regards to our own overhead expenses. This indemnity includes any liability incurred as a result of any act or omission of a delegate or agent appointed by the Responsible Entity. Equity Trustees may retain and pay out any monies in its hands all sums necessary to affect such an indemnity.

As mentioned above, Equity Trustees' responsibilities and obligations as the Responsible Entity of the Fund are governed by the Constitution of the Fund, the Corporations Act and general trust law, which require that we:

- act in the best interests of investors and, if there is a conflict between investors' interests and our own, give priority to investors;
- ensure the property of the Fund is clearly identified, held separately from other funds and our assets, and is valued regularly;
- ensure payments from the Fund's property are made in accordance with the Constitution and the Corporations Act; and
- report to ASIC any breach of the Corporations Act in relation to the Fund which has had, or is likely to have, a materially adverse effect on investors' interests.

A copy of the Constitution of the Fund is available, free of charge, on request from EQT.

### 11.3 Non-listing of units

Units in the Fund are not listed on any stock exchange and no application will be made to list the units of the Fund on any stock exchange.

### 11.4 Termination of the Fund

The Responsible Entity may resolve at any time to terminate and liquidate the Fund (if it provides investors with notice) in accordance with the Constitution and the Corporations Act. Upon termination and after conversion of the assets of the Fund into cash and payment of, or provision for, all costs, expenses and liabilities (actual and anticipated), the net proceeds will be distributed pro-rata among all investors according to the aggregate of the withdrawal price for each of the units they hold in the Fund.

### 11.5 Compliance plan

Equity Trustees has prepared and lodged a compliance plan for the Fund with ASIC. The compliance plan describes the procedures used by Equity Trustees to

comply with the Corporations Act and the Constitution of the Fund. Each year the compliance plan for the Fund is audited and the audit report is lodged with ASIC.

### 11.6 Unit pricing discretions policy

Equity Trustees has developed a formal written policy in relation to the guidelines and relevant factors taken into account when exercising any discretion in calculating unit prices (including determining the value of assets and liabilities). A copy of the policy and, where applicable and to the extent required, any other relevant documents in relation to the policy (such as records of any discretions which are outside the scope of, or inconsistent with, the unit pricing policy) will be made available to you free of charge on request.

### 11.7 Privacy statement

When you provide instructions to Equity Trustees or its related bodies corporate, Equity Trustees will be collecting personal information about you. You must ensure that all personal information which you provide to Equity Trustees is true and correct in every detail, and should your personal details change it is your responsibility to ensure that you promptly advise Equity Trustees of the changes in writing. This information is needed to facilitate, administer and manage your investment, and to comply with Australian taxation laws and other laws and regulations. Otherwise, your application may not be processed or Equity Trustees and its delegates will not be able to administer or manage your investment.

The information that you provide may be disclosed to certain organisations, including but not limited to:

- the ATO, AUSTRAC and other government or regulatory bodies;
- your broker, financial adviser or adviser dealer group, their service providers and/or any joint holder of an investment;
- organisations involved in providing, administering and managing the Fund, the administrator, custodian, auditors, or those that provide mailing or printing services; and
- those where you have consented to the disclosure and as required by law.

In some cases, the organisations to which Equity Trustees discloses your information may be located outside Australia (including the USA and Cayman Island), though it is not practicable to list all of the countries in which such recipients are likely to be located.

Equity Trustees may from time to time provide you with direct marketing and/or educational material about products and services Equity Trustees believes may be of interest to you. Should you not wish to receive this information from Equity Trustees (including by email or electronic communication), you have the right to "opt out" by advising Equity Trustees by telephoning +61 3 8623 5000, or alternatively by contacting us via email at [privacy@eqt.com.au](mailto:privacy@eqt.com.au).

Subject to some exceptions allowed by law, you can ask for access to your personal information. We will give you reasons if we deny you access to this information. Equity Trustees' Privacy Statement outlines how you can request to access and seek the correction of your personal information. Equity Trustees' Privacy Statement is available at [www.eqt.com.au](http://www.eqt.com.au) and can be obtained by contacting Equity Trustees' Privacy Officer on +61 3 8623 5000, or alternatively by contacting us via email at [privacy@eqt.com.au](mailto:privacy@eqt.com.au).

Equity Trustees' Privacy Statement contains information about how you can make a complaint if you think Equity Trustees has breached your privacy and about how Equity Trustees will deal with your complaint.

You should refer to Equity Trustees' Privacy Statement for more detail about the personal information that Equity Trustees collects and how Equity Trustees collects, uses and discloses your personal information.

### **11.8 Anti-Money Laundering and Counter Terrorism Financing (AML/CTF)**

Australia's AML/CTF laws require Equity Trustees to adopt and maintain an Anti-Money Laundering and Counter Terrorism Financing program. A fundamental part of the AML/CTF program is that Equity Trustees knows certain information about investors in the Fund.

To meet this legal requirement, we need to collect certain identification information and documentation ("KYC Documents") from new investors. Existing investors may also be asked to provide KYC Documents as part of a re-identification process to comply with the

AML/CTF laws. Processing of applications or redemptions will be delayed or refused if you do not provide the KYC Documents when requested.

Under the AML/CTF laws, Equity Trustees may be required to submit reports to AUSTRAC. This may include the disclosure of your personal information. EQT may not be able to tell you when this occurs and, as a result, AUSTRAC may require EQT to deny you (on a temporary or permanent basis) access to your investment. This could result in loss of the capital invested, or you may experience significant delays when you wish to transact on your investment.

Neither EQT nor the Investment Manager is liable for any loss you may suffer because of compliance with the AML/CTF laws.

### **11.9 Information on underlying investments**

Information regarding the underlying investments of the Fund will be provided to you on request, to the extent Equity Trustees is satisfied that such information is required to enable you to comply with your statutory reporting obligations. This information will be supplied within a reasonable timeframe having regard to these obligations.

### **11.10 Indirect investors**

Equity Trustees authorises the use of this PDS by investors who wish to access the Fund through an IDPS.

### **11.11 FATCA**

The Fund will be required to comply with the US Foreign Account Tax Compliance Act ("FATCA") when arrangements are made under Australian tax law. To comply with these requirements, the Fund will collect certain additional information from you and will disclose such information to the ATO or the US Internal Revenue Service, where required.

## Glossary of important terms

**Application Form** – The Application Form used by investors who wish to subscribe for units directly in the Fund and accompanying this PDS.

**ASIC** – The Australian Securities and Investments Commission.

**Asset allocation** – The weighting of assets in an investment portfolio among different asset classes (such as shares, bonds, property and cash).

**Business Day** – Any day (except any weekend or public holiday) on which trading banks are open for usual business in Sydney, Australia.

**Buy/Sell Spread** – The difference between the Application Price and Withdrawal Price of Units in the Fund, which reflects the estimated transactions costs associated with buying and selling the assets of the Fund, when investors invest in or withdraw from the Fund.

**Constitution** – The Constitution of the Fund which describes the rights, responsibilities and beneficial interest of both investors and the Responsible Entity in relation to the Fund.

**Corporations Act** – The Corporations Act 2001 (Cth) and Corporations Regulations 2001 (Cth), as amended from time to time.

**Derivatives** – Generally, a derivative is a financial contract whose value depends upon, or is derived from, the value of an underlying asset, reference rate or index. Derivatives may relate to stocks, bonds, interest rates, currencies or currency exchange rates, commodities, and related indexes. Examples include options contracts, futures contracts, options on futures contracts, swap agreements (including, but not limited to, long and short credit default swaps and forward swap spread locks) and options on swap agreements.

**Distribution** – The amount that is paid to investors after the end of a distribution period. This generally includes any income and realised capital gains.

**Hedge** – The practice of undertaking one investment activity in order to protect against loss in another. While hedges can reduce potential losses, they can also reduce potential profits.

**Licence** – Australian financial services licence issued by ASIC under section 913B of the Corporations Act.

**Liquidity** – The ability of an investment to be easily and quickly converted into cash with little loss of capital.

**Long Portfolio** – A portfolio of shares which the investor owns.

**Long positions** – A long position is one in which the investor owns shares in a company. The investor will seek to profit as the price of the shares appreciates.

**NAV** – The value of assets of the Fund less the value of the liabilities of the Fund (excluding net assets attributable to investors) which is attributable to Units.

**Retail Client** – Persons or entity which is a retail client as defined under section 761G of the Corporations Act.

**RITC** – Reduced Input Tax Credit. Equity Trustees will apply for reduced input tax credits on behalf of the Fund, where applicable, to reduce the GST cost to the Fund.

**Short Portfolio** – A portfolio of shares that the investor has borrowed and short sold.

**Short positions** – A short position is one in which the investor has sold shares that the investor doesn't own. The investor seeks to profit as the value of the shares falls, thereby reducing the size of the liability to re-purchase the shares. Short sales are generally covered, that is, the seller will "borrow" the investment to settle the sale and then will buy the same investment in the open market to return the borrowed investment. The difference between the sale price and the purchase price of the investment in the open market is the profit or loss earned by the investor.

**Units** – Means retail class units in the Fund.

**Wholesale Client** – Person or entity which is a wholesale client as defined under the Corporations Act.

# L1 Capital Long Short Fund – Retail Class

## Application Form

- **If completing by hand, use a black or blue pen and print within the boxes in BLOCK LETTERS**
- **Use ticks in boxes where applicable**
- **The applicant must complete, print and sign this form**
- **Keep a photocopy of your completed Application Form for your records**
- **Please ensure all relevant sections are complete before submitting this form**

This application form is part of the Product Disclosure Statement dated 30 November 2016 ('PDS') relating to units in L1 Capital Long Short Fund – Retail Class issued by Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975).

- The PDS contains information about investing in the Fund. You should read the PDS before applying for units in the Fund.
- A person who gives another person access to the Application Form must at the same time and by the same means give the other person access to the PDS.
- Equity Trustees will provide you with a copy of the PDS and the Application Form on request without charge (*If you make an error while completing your application form, do not use correction fluid. Cross out your mistakes and initial your changes*).

### US Persons:

**This offer is not open to any US Person. Please refer to the Product Disclosure Statement and Reference Guide for further information.**

## Section 1 – Introduction

**Do you have an existing investment in the L1 Capital Long Short Fund – Retail Class and the information provided for that investment remains current and correct?**

**YES** – my details are:

<b>Account Number</b>	
<b>Account Name</b>	
<b>Contact Telephone Number (Including Country Code)</b>	

- Not appointing a power of attorney, agent or financial adviser Complete sections 8, 9, 10
- Appointing a power of attorney, agent or financial adviser Complete sections 6 and/or 7, 8, 9, 10

\* Please note there will be instances where we may be required to collect additional information about you and may ask you to provide certified copies of certain identification documents along with the Application Form.

**NO** – Only complete the sections relevant to you, as indicated below:

Select One	Account Type	Sections to Complete	Identification Requirement Groups to Complete
<input type="checkbox"/>	Individual(s)	1,2,7,8,9,10	Group A
<input type="checkbox"/>	Partnership	1,3,7,8,9,10	Group A & B
<input type="checkbox"/>	Trust/Superannuation fund with individual trustee(s)	1,2,4,7,8,9,10	Group C or D, & E
<input type="checkbox"/>	Trust/Superannuation fund with corporate trustee	1,4,5,7,8,9,10	Group C or D, & E
<input type="checkbox"/>	Company	1,5,7,8,9,10	Group F, G or H
<input type="checkbox"/>	Power of attorney or agent	Section 6	Group I
<input type="checkbox"/>	Financial Adviser	Section 7	Group I - if acting under direct authority

If you are an Association, Co-operative, Government Body or other type of entity not listed above, please contact the Fund.

### Contacting the Fund

<b>Fund Manager:</b>	<b>L1 Capital Ph. +61 9286 7000 <a href="http://www.L1capital.com.au">www.L1capital.com.au</a></b>
<b>Post your completed application to:</b>	<b>L1 Capital Long Short Fund Registry c/o Link Fund Solutions PO Box 5482, Sydney NSW 2001 Fax: +61 2 9221 1194 Email: <a href="mailto:LFS_registry@linkgroup.com">LFS_registry@linkgroup.com</a></b>

## AML Identity Verification Requirements

The AML/CTF Act requires the Responsible Entity to adopt and maintain an anti-money laundering and counter-terrorism financing ('AML/CTF') program. The AML/CTF program includes ongoing customer due diligence, which may require the Responsible Entity to collect further information.

- Identification documentation provided must be in the name of the Applicant.
- Non-English language documents must be translated by an accredited translator.
- Applications made without providing this information cannot be processed until all the necessary information has been provided.
- If you are unable to provide the identification documents described please call L1 Capital on +61 3 9286 7000.

**These documents should be provided as an original or a CERTIFIED COPY of the original.**

### GROUP A – Individuals

Each individual investor, individual trustee, partner, beneficial owner, or individual agent or authorised representative must provide one of the following primary photographic ID:

- A current Australian driver's licence (or foreign equivalent) that includes a photo and signature
- An Australian passport (not expired more than 2 years previously)
- An identity card issued by a State or Territory Government that includes a photo
- A current passport (or similar) issued by a foreign government or the United Nations (UN) (or an agency of the UN) that includes your photograph and signature

If you do NOT own one of the above ID documents, please provide one valid option from Column A and one valid option from Column B.

Column A	Column B
<ul style="list-style-type: none"> <li><input type="checkbox"/> Australian birth certificate</li> <li><input type="checkbox"/> Australian citizenship certificate</li> <li><input type="checkbox"/> Pension card issued by Department of Human Services (previously known as Centrelink)</li> </ul>	<ul style="list-style-type: none"> <li><input type="checkbox"/> A document issued by the Commonwealth or a State or Territory within the preceding 12 months that records the provision of financial benefits to the individual and which contains the individual's name and residential address.</li> <li><input type="checkbox"/> A document issued by the Australian Taxation Office within the preceding 12 months that records a debt payable by the individual to the Commonwealth (or by the Commonwealth to the individual), which contains the individual's name and residential address. Block out the TFN before scanning, copying or storing this document.</li> <li><input type="checkbox"/> A document issued by a local government body or utilities provider within the preceding 3 months which records the provision of services to that address or to that person (the document must contain the individual's name and residential address).</li> <li><input type="checkbox"/> If under the age of 18, a notice that: was issued to the individual by a school principal within the preceding 3 months; and contains the name and residential address; and records the period of time that the individual attended that school</li> </ul>

### GROUP B – Partnerships

Provide Group A verification documents for at least one partner and each beneficial owner of the Partnership **and** one of the following:

- A certified copy or certified extract\* of the partnership agreement.
- A notice issued by the Australian Taxation Office ("ATO") within the last 12 months.
- An original or certified copy of a certificate of registration of business name issued by a government agency in Australia.
- A certified copy or certified extract\* of minutes of a partnership meeting.

All the above must show the full name of the partnership.

### GROUP C – Registered Managed Investment Scheme, Regulated Superannuation Fund (including a self-managed super fund), Government Superannuation Fund or a trust registered with the Australian Charities and Not-for-profit Commission (ACNC)

Provide one of the following:

- A copy of the company search of the relevant regulator's website e.g. APRA, ASIC or the ATO
- A copy or relevant extract of the legislation establishing the government superannuation fund sourced from a government website.
- A copy from the ACNC of information registered about the trust as a charity

All the above must show the Trust's full name and type (i.e. registered managed investment scheme, regulated superannuation fund (including a self-managed super fund) or government superannuation fund).

#### GROUP D – Other Trusts (unregulated)

Provide Group A verification documents for each beneficial owner of the trust who is directly or indirectly entitled to benefit from a 25% or greater interest in the trust, **and** in relation to the Trust, one of the following:

- A certified copy or certified extract of the Trust Deed.
- Annual report or audited financial statements.
- A certified copy of a notice issued by the ATO within the previous 12 months.
- Signed meeting minutes.

All the above must show the full name of the Trust, its trustees, the appointer (the person authorised to appoint or remove trustees) and the settlor of the Trust (if any).

#### GROUP E – Trustees

- If you are an **Individual Trustee** – please provide the identification documents listed under Group A.
- If you are a **Corporate Trustee** – please provide the identification documents listed under Group F, G or H.
- If you are a **combination** of both – please provide the identification documents for each investor type listed under Group A and F, G or H.

#### GROUP F – Regulated Australian Companies

Provide one of the following:

- A copy of information regarding the company's licence or other information held by the relevant Commonwealth, State or Territory regulatory body e.g. AFSL, RSL, ACL etc.
- If the company is listed on an Australian securities exchange, provide details of the exchange and the ticker (issuer) code
- If the company is a majority owned subsidiary of a company listed on an Australian securities exchange, provide details of the exchange and the ticker (issuer) code for the holding company
- An Annual Statement from ASIC issued in the previous 12 months; or
- A full company search issued in the previous 3 months; or
- A certificate of Company Registration.

All of above must clearly show the company's full name, its type (i.e. public or proprietary) and ACN.

#### GROUP G – Other Australian Companies (unregulated)

Provide Group A verification documents for each beneficial owner (including any shareholder who directly or indirectly owns or controls 25% or more the issued capital, and such documents about the senior managing official(s) who exerts control over the company), **and** in relation to the unregulated company, one of the following:

- An Annual Statement from ASIC issued in the previous 12 months; or
- A full company search issued in the previous 3 months; or
- A certificate of Company Registration

All of above must clearly show the company's full name, its type (i.e. public or private) and ACN issued to the company.

#### GROUP H – Non-Australian Companies

Provide Group A verification requirements for each beneficial owner (shareholder(s) who directly or indirectly owns or controls 25% or more the issued capital and information about the senior managing official(s) who exerts control over the company, **and** in relation to the foreign company, one of the following::

- A certified copy of the company's Certificate of Registration or incorporation issued by ASIC or the equivalent issued by the foreign jurisdiction's in which the company was incorporated, established or formed.
- A certified copy of the company's articles of association or constitution.
- A copy of a company search on the ASIC database or relevant foreign registration body. The company search from a foreign regulator must include the name of the regulator, the name of the company and the foreign registration number.

All of above must clearly show the company's full name, its type (i.e. public or private) and the ARBN issued by ASIC, or the identification number issued to the company by the foreign regulator.

#### GROUP I – Agents and Authorised Representatives

- If you are an **Individual Agent or Representative** – please provide the identification documents listed under Group A.
- If you are a **Corporate Agent or Representative** – please provide the identification documents listed under Group F, G or H.

All Agents and Authorised Representatives must also provide a certified copy of their authority to act for the investor e.g. the POA, guardianship order, Executor or Administrator of a deceased estate, authority granted to a bankruptcy trustee, authority granted to the State or Public Trustee etc.

## Additional Information

In most cases the information that you provide in this form will satisfy the AML/CTF Act, the US Foreign Account Tax Compliance Act ('FATCA') and the Common Reporting Standards ('CRS'). However, in some instances the Responsible Entity may contact you to request further information. It may also be necessary for the Responsible Entity to collect information (including sensitive information) about you from third parties in order to meet its obligations under the AML/CTF Act, FATCA and CRS.

## Declarations

When you complete this Application Form you make the following declarations:

- I/We have received the PDS and made this application in Australia.
- I/We have read the PDS to which this Application Form applies and agree to be bound by the terms and conditions of the PDS and the Constitution of the Fund in which I/we have chosen to invest.
- I/We have considered our personal circumstances and, where appropriate, obtained investment and / or taxation advice.
- I/We hereby declare that I/we are not a US Person as defined in the PDS.
- I/We acknowledge that (if a natural person) I am/we are 18 years of age or over and I am/we are eligible to hold units in the Fund in which I/we have chosen to invest.
- I/We acknowledge and agree that Equity Trustees have outlined in the PDS provided to me/us how and where I/we can obtain a copy of the Equity Trustees Group Privacy Statement.
- I/We consent to the transfer of any of my/our personal information to external third parties including but not limited to fund administrators, fund investment manager(s) and related bodies corporate who are located outside Australia for the purpose of administering the products and services for which I/we have engaged the services of Equity Trustees or its related bodies corporate and to foreign government agencies for reporting purposes (if necessary).
- I/we hereby confirm that the personal information that I/we have provided to Equity Trustees is correct and current in every detail, and should these details change, I/we shall promptly advise Equity Trustees in writing of the change(s).
- I/We agree to provide further information or personal details to the Responsible Entity if required to meet its obligations under anti-money laundering and counter-terrorism legislation, US tax legislation or reporting legislation and acknowledge that processing of my/our application may be delayed and will be processed at the unit price applicable for the Business Day as at which all required information has been received and verified.
- If I/we have provided an email address, I/we consent to receive ongoing investor information including PDS information, confirmations of transactions and additional information as applicable via email.
- I/We acknowledge that Equity Trustees does not guarantee the repayment of capital or the performance of the Fund or any particular rate of return from the Fund.
- I/We acknowledge that an investment in the Fund is not a deposit with or liability of Equity Trustees and is subject to investment risk including possible delays in repayment and loss of income or capital invested.
- I/We acknowledge that Equity Trustees is not responsible for the delays in receipt of monies caused by the postal service or the applicant's bank.
- If I/we lodge a fax application request, I/we acknowledge and agree to release, discharge and agree to indemnify Equity Trustees from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from any fax application.
- If I/we have completed and lodged the relevant sections on authorised representatives/agents on the Application Form then I/we agree to release, discharge and indemnify Equity Trustees from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from Equity Trustees acting on the instructions of my/our authorised representatives, agents and/or nominees.
- If this is a joint application each of us agrees that our investment is held as joint tenants.
- I/We acknowledge and agree that where the Responsible Entity, in its sole discretion, determines that:
  - I/we are ineligible to hold units in a Fund or have provided misleading information in my/our Application Form; or
  - I/we owe any amounts to Equity Trustees, then I/we appoint the Responsible Entity as my/our agent to submit a withdrawal request on my/our behalf in respect of all or part of my/our units, as the case requires, in the Fund.

## Terms and conditions for collection of Tax File Numbers (TFN) and Australian Business Numbers (ABN)

Collection of TFN and ABN information is authorised and its use and disclosure strictly regulated by tax laws and the Privacy Act. Investors must only provide an ABN instead of a TFN when the investment is made in the course of their enterprise. You are not obliged to provide either your TFN or ABN, but if you do not provide either or claim an exemption, we are required to deduct tax from your distribution at the highest marginal tax rate plus Medicare levy to meet Australian taxation law requirements.

For more information about the use of TFNs for investments, contact the enquiries section of your local branch of the ATO. Once provided, your TFN will be applied automatically to any future investments in the Fund where formal application procedures are not required (e.g. distribution reinvestments), unless you indicate, at any time, that you do not wish to quote a TFN for a particular investment. Exempt investors should attach a copy of the certificate of exemption. For super funds or trusts list only the applicable ABN or TFN for the super fund or trust.

**When you sign this Application Form you declare that you have read and agree to the declarations above.**

## Section 2 – Individual(s) or Individual Trustee(s)

Complete this section if you are investing in your own name or as an individual trustee.

**For AML documentary requirements please refer to page 2.**

### 2.1 Type of investor

Tick one box only and complete the specified parts of this section.

<input type="checkbox"/> Individual – complete 2.2	<input type="checkbox"/> Sole Trader – complete 2.2 and 2.4
<input type="checkbox"/> Jointly with another individual(s) – complete 2.2, 2.3 and 2.5	<input type="checkbox"/> Individual trustee for an individual – complete 2.2, 2.3 and 2.5 (if there is more than one individual trustee)
<input type="checkbox"/> Individual trustee for a trust – complete 2.2 and 2.3 (also complete section 4)	

### 2.2 Investor 1

Title	Given Name(s)	Surname
-------	---------------	---------

Telephone Number (Including Country Code)	Email
---	-------

Date of Birth (DDMMYY)	Tax File Number (TFN) – or exemption code
------------------------	---

Reason for TFN Exemption

#### Residential Address (not a PO Box)

Unit Number	Street Number	Street Name
-------------	---------------	-------------

Suburb	State	Post Code
--------	-------	-----------

Country of Birth

What is your occupation?

Do you hold a prominent public position or function in a government body (local, state, territory, national or foreign) or in an international organisation or are you an immediate family member or a business associate of such a person?

- No
- Yes, please give details

Are you a foreign resident for tax purposes?

- No
- Yes, please advise country of residence

Do you hold dual citizenship?

- No
- Yes, please advise which countries

### 2.3 Investor 2

Title	Given Name(s)	Surname
-------	---------------	---------

Telephone Number (Including Country Code)	Email
---	-------

Date of Birth (DDMMYY)	Tax File Number (TFN) – or exemption code
------------------------	---

Reason for TFN Exemption

#### Residential Address (not a PO Box)

Unit Number	Street Number	Street Name
-------------	---------------	-------------

Suburb	State	Post Code
--------	-------	-----------

Country of Birth

What is your occupation?

Do you hold a prominent public position or function in a government body (local, state, territory, national or foreign) or in an international organisation or are you an immediate family member or a business associate of such a person?

- No
- Yes, please give details

Are you a foreign resident for tax purposes?

- No
- Yes, please advise country of residence

Do you hold dual citizenship?

- No
- Yes, please advise which countries

### 2.4 Sole Trader Details

Business Name (if applicable, in full)

Australian Business Number (ABN) (if obtained)\*

Street Address

Suburb

State

Postcode

Country

### 2.5 Signing Authority

Please tick to indicate signing requirements for future instructions (e.g. withdrawals, change of account details, etc.)

- Only one investor required to sign
- All investors must sign

\* See page 4 of the Application Form for terms and conditions relating to the collection of TFNs and ABNs

## Section 3 – Partnerships

Complete this section if you are investing for a partnership or as a partner.

**For AML documentary requirements please refer to page 2.**

### 3.1 General Information

Full Name of Partnership

Registered Business Names of Partnership (if any)

Country where Partnership is established

Tax File Number (TFN) – or exemption code

Reason for TFN Exemption

### 3.2 Type of Partnership

Is the partnership regulated by a professional association?

- Yes, please provide details (need only give information below for partners with a 25% or greater interest or, if there are no such partners, for just one partner)

Name of Professional Association

Membership Details

- No, provide number of partners

#### Partner 1

Title

Given Name (s)

Surname

Telephone Number (including Country Code) (daytime)

Date of Birth (DDMMYY)

Unit Street Number Street Name (residential address)

Suburb

State

Postcode

Country

Country of Birth

Does this partner hold a prominent public position or function in a government body (local, state, territory, national or foreign) or in an international organisation or is the partner an immediate family member or a business associate of such a person?

- No
- Yes, please give details

### Partner 2

Title Given Name (s)

Surname

Telephone Number (including Country Code) (daytime)

Date of Birth (DDMMYY)

Unit Street Number Street Name (residential address)

Suburb

State

Postcode

Country

Country of Birth

Does this partner hold a prominent public position or function in a government body (local, state, territory, national or foreign) or in an international organisation or is the partner an immediate family member or a business associate of such a person?

- No
- Yes, please give details

## Section 4 – Trust / Superannuation Fund

Complete this section if you are investing for a trust or superannuation fund.

For AML documentary requirements please refer to page 2.

### 4.1 General Information

Full Name of Trust or Superannuation Fund

Full Name of Business (if any)

Country where Trust established

Tax File Number (TFN) – or exemption code

Reason for TFN Exemption

### 4.2 Trustee Details

How many trustees are there?

- Individual** - trustee(s) must complete Section 2 of this form
- Company** - trustee(s) must complete Section 5 of this form
- Combination** - trustee(s) from each investor type must complete the relevant section of this form

### 4.3 Type of Trust

- Registered Managed Investment Scheme**

Australian Registered Scheme Number (ARSN)

- Regulated Trust** (including self-managed superannuation funds and registered charities that are trusts)

Name of Regulator (e.g. ASIC, APRA, ATO, ACNC)

Registration/Licence Details

Australian Business Number (ABN)\*



Registered Office Street Address (Not PO Box)					Suburb
State	Post Code			Country	

**Principal place of business in Australia**

**Note for non-Australian companies registered with ASIC:** you must provide a local agent name and address if you do not have a principal place of business in Australia.

Tick if the same as above, otherwise provide:

Registered Street Address (Not PO Box)					Suburb
State	Post Code				

**5.3 Additional Details for non-Australian Company**

Tick if the company is registered with ASIC

Australian Registered Body Number (ARBN)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Tick if the company is registered with a foreign regulatory body

Name of Foreign Regulatory Body Company Identification Number Issued (if any)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Country of formation, incorporation or registration

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Company type (eg private company)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Registered Company Address (Not PO Box) Suburb

--	--	--	--	--	--

State Post Code Country

--	--	--	--	--	--

**5.4 Beneficial owners**

**a. Senior Managing Official and controlling person: All proprietary or non-listed public domestic companies and foreign companies** must provide the full name of each senior managing official and controlling person of the company (such as the managing director or a senior executive who exerts control over the company i.e. authorised to sign on the company's behalf, make policy, operational and financial decisions):

1	2
3	4

*If there are more than 4 directors please provide as an attachment.*

**b. Shareholders and other beneficial owners: All proprietary or non-listed public domestic companies and foreign companies** must provide the full name of each shareholder and those who owns directly, indirectly, jointly or beneficially 25% or more of the company's issued capital.

1	2
3	4

*If there are more than 4 shareholders please provide as an attachment.*

Does any beneficial owner hold a prominent public position or function in a government body (local, state, territory, national or foreign) or in an international organisation or is the beneficial owner an immediate family member or a business associate of such a person?

- No
- Yes, please give details

--

\* See **page 4** of the Application Form for terms and conditions relating to the collection of TFNs and ABNs.

## Section 6 – Authorised representative or agent

Complete this section if you are completing this Application Form as an agent under a direct authority such as a Power of Attorney. You must also complete the section relevant to the investor/applicant that you are acting on behalf of.

**For AML documentary requirements please refer to page 2.**

### 6.1 Appointment of Power of Attorney or other Authorised Representative

- I am an agent under Power of Attorney or the investor's legal or nominated representative - complete 6.2

Full name of authorised representative / agent

Title of role held with applicant

--	--

Signature

--

### 6.2 Documentation

You must attach a valid authority such as a Power of Attorney, guardianship order, grant of probate, appointment of bankruptcy trustee etc:

- The document is an original or certified copy
- The document is signed by the applicant / investor or a court official
- The document is current and complete
- The document permits the attorney / agent / representative (you) to transact on behalf of the applicant / investor

## Section 7 – Financial adviser

By completing this section you nominate the named adviser as your financial adviser for the purposes of your investment in the Fund. You also consent to give your financial adviser / authorised representative / agent access to your account information unless you indicate otherwise by ticking the box below.

**For AML documentary requirements please refer to page 2.**

### 7.1 Financial adviser

I am a financial adviser completing this application form as an authorised representative or agent.

Name of Adviser

AFSL Number

--	--

Dealer Group

--

Name of Advisory Firm

--

Postal Address

Suburb

--	--

State

Post Code

Country

--	--	--	--	--	--

Email Address of Advisory Firm (required)

--

Email Address of Adviser

--

Business Telephone

Facsimile

--

--

### 7.2 Financial Adviser Declaration

- I/We hereby declare that I/we are not a US Person as defined in the PDS
- I/We hereby declare that the investor is not a US Person as defined in the PDS
- I have completed an appropriate Customer Identification Procedure (CIP) on this investor which meets the requirements (per type of investor) set out above. **AND EITHER**
  - I have attached the relevant CIP documents; **OR**
  - I have not attached the CIP documents however I will retain them and agree to provide them to Equity Trustees on request. I also agree to forward these documents to Equity Trustees if I ever become unable to retain the documents.

--	--

Financial Adviser Signature

Date

### 7.3 Access to Information

Unless you elect otherwise, your financial adviser **will** be provided access to your account information or receive copies of statements and transaction confirmations.

- Please tick this box if you **DO NOT** want your financial adviser to have access to information about your investment.
- Please tick this box if you **DO NOT** want copies of statements and transaction confirmations sent to your adviser.

## Section 8 – INVESTMENT INSTRUCTIONS (All investors MUST complete)

### 8.1 Investment Details

#### L1 Capital Long Short Fund (APIR ETL0490AU)

Full name investment to be held in (must include name of Applicant)

Mailing Address

Suburb

State

Post Code

Country

Email Address

Investment Amount

\$     ,     ,     .

The minimum initial investment in the Fund is \$25,000.

### 8.2 Distribution Instructions

We will automatically reinvest your distribution in units of your chosen fund if you do not make a selection between “reinvest distributions” and “pay distributions to the bank account below”. If you select to “pay distributions to the bank account below” for your distributions, please provide your bank details in section 8.3.

**Reinvest distributions**

If you select this option your distributions will be reinvested in the Fund.

**Pay distributions to the bank account below**

AUD-denominated bank account with an Australian domiciled bank

### 8.3 Investor Banking Details for Redemptions and Distributions (if applicable)(must match Applicant name)

Account name

Financial Institution

Branch (including Country)

BSB

Account Number

### 8.4 Payment Method

**Electronic Funds Transfer**

<b>Bank Name &amp; Address (including country)</b>	ANZ Bank
<b>Account Name</b>	Equity Trustees Limited ATF L1 Capital Long Short Fund
<b>BIC/SWIFT</b>	ANZBAU3M
<b>BSB Number</b>	012 006
<b>Account Number</b>	836919287
<b>Reference</b>	Investor name

### 8.5 Elections

#### Annual Financial Report

The annual financial report for the Fund will be available on [www.eqt.com.au](http://www.eqt.com.au) from 30 September each year, however, if you would like a hard copy of the annual financial report sent to you please tick the box.

#### Direct Marketing

Do you wish to receive marketing information from Equity Trustees (and Equity Trustees' related bodies corporate) about products and services that may be of interest to you? This information may be distributed by mail, email or other form of communication.

Yes

No

### 8.6 Purpose of Investment and Source of Funds

Please outline the purpose of investment (e.g. superannuation, portfolio investment, etc)

L1 Capital Long Short Fund – Retail Class – Application Form – 6 July 2017

Please outline the source/s of initial funding and anticipated ongoing funding (e.g. salary, savings, business activity, financial investments, real estate, inheritance, gift, etc and expected level of funding activity or transactions)

## Section 9 – Foreign Account Tax Compliance Act (FATCA) & Common Reporting Standard (CRS) Self-Certification Form - Australia (All investors MUST complete)

### SECTION I - INDIVIDUALS

Please fill this Section I only if you are an *individual*. If you are an entity, please fill Section II.

**1. Are you a US citizen or resident of the US for tax purposes?**

- Yes: Provide your Taxpayer Identification Number (TIN) below. Continue to question 2

	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided (see below for reason)
Investor 1		
Investor 2		

- No: Continue to question 2

**2. Are you a tax resident of any other country outside of Australia?**

- Yes: Provide the details below and skip to question 12. If resident in more than one jurisdiction please include details for all jurisdictions

		Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided
Investor 1	1			
	2			
	3			
Investor 2	1			
	2			
	3			

If TIN or equivalent is not provided, please provide reason from the following options:

- Reason A:** The country/jurisdiction where the entity is resident does not issue TINs to its residents
- Reason B:** The entity is otherwise unable to obtain a TIN or equivalent number (Please explain why the entity is unable to obtain a TIN in the below table if you have selected this reason)
- Reason C:** No TIN is required. (Note. Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If **Reason B** has been selected above, explain why you are not required to obtain a TIN

Investor 1	
Investor 2	

- No: Skip to question 12

### SECTION II – ENTITIES

Please fill this Section II only if you are an *entity*. If you are an individual, please fill Section I.

**3. Are you an Australian Retirement Fund?**

- Yes: Skip to question 12
- No: Continue to question 4

**A. FATCA**

**4. Are you a US Person?**

- Yes: Continue to question 5
- No: Skip to question 6

**5. Are you a Specified US Person?**

- Yes: Provide your Taxpayer Identification Number (TIN) below and skip to question 7

TIN	
-----	--

- No: Please indicate exemption type and skip to question 7  
Type: \_\_\_\_\_

**6. Are you a Financial Institution for the purposes of FATCA?**

- Yes: Provide your GIIN below and continue to question 7

GIIN	
------	--

If you do not have a GIIN, please provide your FATCA status below and continue to question 7

- Exempt Beneficial Owner  
Type: \_\_\_\_\_
- Deemed-Compliant FFI (other than a Sponsored FI or a Trustee Documented Trust)  
Type: \_\_\_\_\_
- Non-Participating FFI  
Type: \_\_\_\_\_
- Sponsored Financial Institution. Please provide the Sponsoring Entity's name and GIIN.  
Sponsoring Entity's Name: \_\_\_\_\_ Sponsoring Entity's GIIN: \_\_\_\_\_
- Trustee Documented Trust. Please provide your Trustee's name and GIIN.  
Trustee's Name: \_\_\_\_\_ Trustee's GIIN: \_\_\_\_\_
- Other  
Details: \_\_\_\_\_

- No: continue to question 7

**B. CRS**

**7. Are you a tax resident of any country outside of Australia and the US?**

- Yes: Provide the details below and continue to question 8. If resident in more than one jurisdiction please include details for all jurisdictions

	Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided
1			
2			
3			

If TIN or equivalent is not provided, please provide reason from the following options:

- Reason A:** The country/jurisdiction where the entity is resident does not issue TINs to its residents
- Reason B:** The entity is otherwise unable to obtain a TIN or equivalent number (Please explain why the entity is unable to obtain a TIN in the below table if you have selected this reason)
- Reason C:** No TIN is required. (Note. Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If **Reason B** has been selected above, explain why you are not required to obtain a TIN

--

- No: Continue to question 8

**8. Are you a Financial Institution for the purposes of CRS?**

- Yes: Specify the type of Financial Institution below and continue to question 9
- Reporting Financial Institution
  - Non-Reporting Financial Institution: Specify the type of Non-Reporting Financial Institution below
    - Trustee Documented Trust
    - Other: Please Specify \_\_\_\_\_

- No: Skip to question 10

**9. Are you an Investment Entity resident in a Non-Participating Jurisdiction for CRS purposes and managed by another Financial Institution?**

- Yes: Skip to question 11

No: Skip to question 12

### C. NON-FINANCIAL ENTITIES

#### 10. Are you an Active Non-Financial Entity (Active NFE)?

- Yes: Specify the type of Active NFE below and skip to question 12
- Less than 50% of the Active NFE's gross income from the preceding calendar year is passive income (e.g. dividends, distribution, interests, royalties and rental income) and less than 50% of its assets during the preceding calendar year are assets held for the production of passive income
  - Corporation that is regularly traded or a related entity of a regularly traded corporation
  - Governmental Entity, International Organisation or Central Bank
  - Other: Please Specify \_\_\_\_\_
- No: You are a Passive Non-Financial Entity (Passive NFE). Continue to question 11

### D. CONTROLLING PERSONS

#### 11. Does one or more of the following apply to you:

- Is any natural person that exercises control over you (for corporations, this would include directors or beneficial owners who ultimately own 25% or more of the share capital) a tax resident of any country outside of Australia?
  - If you are a trust, is any natural person including trustee, protector, beneficiary, settlor or any other natural person exercising ultimate effective control over the trust a tax resident of any country outside of Australia?
- Yes: Complete details below and continue to question 12

	Name	Date of Birth	Residential Address	Country of Tax Residence	TIN or equivalent	Reason Code if no TIN provided
1						
2						
3						

If there are more than 3 controlling persons, please list them on a separate piece of paper.

If TIN or equivalent is not provided, please provide reason from the following options:

- Reason A:** The country/jurisdiction where the entity is resident does not issue TINs to its residents
- Reason B:** The entity is otherwise unable to obtain a TIN or equivalent number (Please explain why the entity is unable to obtain a TIN in the below table if you have selected this reason)
- Reason C:** No TIN is required. (Note. Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If **Reason B** has been selected above, explain why you are not required to obtain a TIN

No: Continue to question 12

### E. DECLARATION

#### 12. Signature

I undertake to provide a suitably updated self-certification within 30 days of any change in circumstances which causes the information contained herein to become incorrect.  
I declare the information above to be true and correct.

##### Investor 1

Signature

Date

--	--	--	--	--	--

Name of authorised representative

Name of entity/individual

##### Investor 2

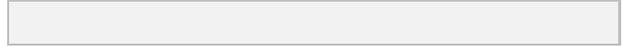
Signature

Date

--	--	--	--	--	--

Name of authorised representative

Name of entity/individual



## Section 10 – DECLARATIONS (All Investors MUST complete)

By signing as or on behalf of the Applicant, you make all the declarations set out above, in all sections.

### Applicant 1

Applicant Given Name(s)

Capacity

- Individual Signatory
- Director
- Executive Office
- Partner
- Sole Director / Secretary
- Authorised Signatory

Signature

Date

Company Seal (if applicable)

### Applicant 2

Applicant Given Name(s)

Capacity

- Individual Signatory
- Director
- Executive Office
- Partner
- Sole Director / Secretary
- Authorised Signatory

Signature

Date

Company Seal (if applicable)

### Application Checklist

- Have you completed all sections relevant to you (as set out in the introduction)?
- Have you nominated your financial adviser in section 7 (if applicable)?
- Have you provided certified copies of your identification documents or has your financial adviser completed this for you?
- Have you completed all other relevant details and SIGNED the Application Form?

If you can tick all of the boxes above, send the following:

- Completed Application Form;
- Certified copies of identification documents;

by post to:

L1 Capital Long Short Fund Registry  
c/o Link Fund Solutions  
PO BOX 5482, Sydney NSW 2001

For additional applications the duly completed Application Form (including details regarding your direct credit payment) may be mailed to the postal address above, faxed to the following fax number: +61 2 9221 1194 or emailed to:  
[LFS\\_registry@linkgroup.com](mailto:LFS_registry@linkgroup.com)

