

23 May 2017

## **ALTERNATIVE INVESTMENT TRUST (ASX: AIQ) – MONTHLY FACTSHEET FOR APRIL 2017**

The Trust Company (RE Services) Limited in its capacity as responsible entity of Alternative Investment Trust (“AIQ”) and Laxey Partners (UK) Limited in its capacity as investment manager of AIQ are pleased to release the AIQ factsheet for April 2017, below.

### **ENDS**

For any enquiries or information please contact:


Investment Manager: Laxey Partners (UK) Limited  
Email: [ait@laxeypartners.com](mailto:ait@laxeypartners.com)  
Tel: +44 20 7494 6380

Registry: Link Market Services Limited  
Email: [registrars@linkmarketservices.com.au](mailto:registrars@linkmarketservices.com.au)  
Toll free: 1800 502 355

ASX RELEASE



**THE  
TRUST  
COMPANY**

Part of Perpetual 

The Trust Company (RE Services) Limited  
ABN 45 003 278 831  
AFSL 235150

# AIT *Alternative* Investment Trust

Alternative Investment Trust (AIT) has exposure primarily to a portfolio of absolute return funds. With a revised investment strategy, the assets of AIT are being realised and the fund is being wound down.

## Fund facts as at April 2017

Monthly return	-1.59%	Net Assets (NA)	AUD 13,294,925
Unaudited NTA Apr 2017	AUD 0.102	Units in issue	130,692,470
Gross Assets (GA)	AUD 13,469,401	Traded on	ASX
Leverage - GA/NA	1.01	Currency	AUD
Domicile	Australia	Responsible Entity	The Trust Company (RE Services) Limited
SEDOL	B1B0GT6		ACN 003 278 831 AFSL 235 150
Ticker	AIQ AU	ISIN	AU000000AIQ2

## Commentary & Portfolio Updates

- AIT's NTA return was -1.59% for April. The AUD weakened by 1.87% against the USD in April. This had a positive effect on AIT's NTA as the majority of AIT's net assets are USD denominated.
- On 28 April 2017 the responsible entity announced that Dynasty Peak Pty Limited had called a meeting of members of AIT for the purpose of considering and voting on a resolution to remove Perpetual as responsible entity and appoint Columbus Investment Services Limited as the responsible entity. The meeting will be held at 10:00am on Thursday 25 May 2017.

## Liquidity of AIT

The portfolio of AIT consists of exposure to a basket of absolute return funds via a Swap facility with Macquarie Bank Ltd. With all debt repaid in August 2010, AIT is free to make distributions to unitholders. The first return of capital to unitholders under the revised investment strategy was made in August 2009. After the July 2016 distribution of AUD 0.015 per unit, AUD 1.775 per unit (232 million AUD in total) has been returned to unitholders since February 2009; distributions will continue to be paid as per the revised mandate.

AIT is now predominately exposed to Side Pocket type positions and Redeeming Investments which have been gradually liquidating for a number of years. This means it is difficult to predict the future liquidity of these funds and payments to AIT are made on an ad hoc basis when the cash is available to the funds. Perpetual intends to retain within AIQ cash amounts received by AIQ from the realisation of its underlying investments until such time as it has determined an appropriate proposal for the future of AIQ.

## NTA returns (net)<sub>1</sub>

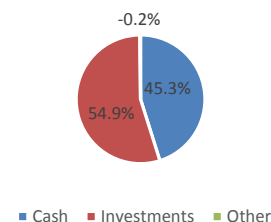
Annual	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016 YTD		
	9.3%	(9.5%)	(41.5%)	(16.3%)	(7.8%)	0.8%	1.7%	9.4%	3.4%	(0.1%)	(12.6%)		
Monthly	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	(2.8%)	0.8%	(5.2%)	(2.9%)	(5.1%)	(0.4%)	(2.2%)	(1.1%)	(2.9%)	(1.1%)	(1.6%)	3.5%	(16.3%)
2010	0.5%	(0.3%)	(1.4%)	0.5%	7.0%	(1.1%)	(5.6%)	1.0%	(6.0%)	0.4%	2.2%	(4.5%)	(7.8%)
2011	3.0%	0.1%	0.3%	(3.5%)	0.8%	0.2%	(1.8%)	1.4%	6.6%	(4.6%)	(0.1%)	(2.4%)	0.8%
2012	(2.7%)	3.2%	3.4%	(0.9%)	4.9%	(5.6%)	(1.6%)	1.4%	1.6%	2.1%	(3.7%)	(0.2%)	1.7%
2013	(0.1%)	1.4%	(1.7%)	(0.2%)	(8.6%)	2.6%	(8.2%)	(0.1%)	(4.2%)	1.5%	3.5%	(0.7%)	9.4%
2014	1.7%	(2.0%)	(2.9%)	0.6%	(0.1%)	(1.6%)	1.7%	(1.1%)	4.9%	(1.6%)	2.2%	3.6%	3.4%
2015	1.7%	(1.0%)	1.8%	(3.9%)	1.5%	(0.3%)	2.3%	1.2%	(0.4%)	(1.8%)	(1.0%)	(0.9%)	(0.1%)
2016	0.3%	(2.9%)	(5.4%)	(1.0%)	2.0%	(2.7%)	(2.6%)	0.2%	(2.0%)	(0.0%)	0.7%	0.1%	(12.6%)
2017	(3.2%)	(0.6%)	0.5%	(1.6%)									(4.9%)

Unaudited – In calculating the NTA, AIT asset values have been calculated using unaudited absolute return fund performance estimates for the month being reported. For the purposes of calculating the above figures, the Australian Equivalents to International Financial Reporting Standards (AEIFRS) have been applied (other than for classification of net assets attributable to unitholders of AIT where Australian Generally Accepted Accounting Principles (AGAAP), as applied before the introduction of AEIFRS, have been used).

## AIT Top Holdings as at April 2017

Fund	Strategy	% Gross Assets
TPG-Axon Partners Offshore Ltd	Multi-Strategy	14.24%
Eton Park Overseas Fund Ltd	Multi-Strategy	9.47%
Marathon Special Opportunity Fund	Credit Related Investments	5.81%
Fortress Partners Fund LP	Multi-Strategy	5.75%
Drawbridge Special Opportunities	Asset Based Lending	3.89%
Och-Ziff Asia Overseas Fund	Multi-Strategy	3.08%
Cerberus International Ltd	Distressed Securities	3.01%
Everest Absolute Return Fund	Multi-Strategy	2.76%
Fallaron II Holdings LP	Multi-Strategy	1.77%
Och-Ziff Overseas II Fund	Multi-Strategy	1.76%
<b>Total</b>		<b>51.55%</b>

## Breakdown of Net Assets as at April 2017



## Currency Exposure

AUD	42%
USD	58%

FURTHER INFORMATION may be obtained from Laxey Partners (UK) Ltd, Princes House, 38 Jermyn Street, London SW1Y 6DN  
Tel: +44 20 7494 6380, [www.thealternativeinvestmenttrust.com](http://www.thealternativeinvestmenttrust.com), [ait@laxeypartners.com](mailto:ait@laxeypartners.com)

## Continued

### Company Data and Contact Information

Manager	Laxey Partners (UK) Ltd	Management fee	The lower of either AUD 200,000 or 0.75% of average Gross
Administrator	CITCO		Asset Value (GAV)
Focus	Absolute Return Fund	Year end	31st December
Strategy	Realisation of Assets		
Launch	27-Jun-05		

### About The Trust Company (RE Services) Limited, Responsible Entity of AIT

The Trust Company (RE Services) Limited is part of Perpetual Limited, a specialist fiduciary service provider in Australia and Singapore. Perpetual Limited was established in 1886 and has been acting as a responsible entity for its own internally managed schemes and for externally managed schemes since the introduction of the Managed Investments Act (MIA) in June 2000. The Trust Company (RE Services) Limited was previously part of The Trust Company Limited which was acquired by Perpetual Limited in December 2013.

### About Laxey Partners (UK) Limited ("Laxey")

Laxey is part of Laxey Partners Ltd. Based on the Isle of Man in the British Isles and founded in 1998 as a globally active value management company, Laxey Partners Ltd manages a range of assets and funds for institutional investors.

### Information

The monthly NTA is released to the ASX and [www.thealternativeinvestmenttrust.com](http://www.thealternativeinvestmenttrust.com) by the 14th of each month and AIT factsheets are available from AIT's website and the ASX. Figures in the factsheet are based on the interim monthly data available at the time that the corresponding monthly NTA is released.

### Legal Notice

This report is provided to you for information purposes only by The Trust Company (RE Services) Limited as responsible entity of the Alternative Investment Trust, "AIT". It does not constitute an offer or invitation to purchase or subscribe for AIT or any other securities. Any financial product advice given in this fact sheet is of a general nature only. The information has been provided without taking into account the investment objective, financial situation or needs of any particular investor. Therefore before acting on the information contained in this report you should seek professional advice and consider whether the information is appropriate in light of your objectives, financial situation and needs. **Exchange rate movements can cause the value of an investment to fall as well as rise. AIT is exposed to foreign exchange risk as a result of investments in financial instruments denominated in foreign currencies, including the Swap which is denominated in US dollars. AIT has exposure to foreign currency risk implicit in the value of portfolio securities denominated in a foreign currency and transactional exposure arising from the purchase or sale of securities. The Investment Manager and Responsible Entity have not hedged AIT's exposure to the US dollar; however when funds are available in the swap, these are converted from US dollars into Australian dollars and transferred to AIT's Australian dollar denominated bank account. Laxey does not guarantee the performance of AIT, the repayment of any capital or any rate of return. Investing in any financial product is subject to investment risk including possible loss. Past performance is not a reliable indicator of future performance.** Information in this report is based on information provided to Laxey by third parties that may not have been verified. Laxey believes that the information is reliable but does not guarantee its accuracy or completeness. Laxey is not able to give tax advice and accordingly, investors should obtain independent advice. Laxey Partners (UK) Ltd is authorised and regulated by the Financial Conduct Authority. Laxey Partners Ltd is licensed by the Isle of Man Financial Services Authority.

Elective Professional Clients invested in the fund who are individuals may be eligible complainants. If you have a complaint, please write to [AIT@laxeypartners.com](mailto:AIT@laxeypartners.com). You can also request a copy of Laxey's internal complaints procedures by writing to the above email address. If Laxey fails to resolve your complaint satisfactorily, you also have the right to complain to the UK Financial Ombudsman Service - <http://www.financial-ombudsman.org.uk>.