

25 August 2022

ASX Market Announcements
Australian Securities Exchange
20 Bridge Street
Sydney NSW 2000

WORKED EXAMPLE PROPOSED SCHEME CONSIDERATION

Absolute Equity Performance Fund Limited (**AEG**) refers to the proposed scheme of arrangement (**Scheme**) under which it is proposed that WAM Leaders Limited (**WAM Leaders**) (ASX: WLE) acquire all the AEG shares on issue.

If the Scheme is approved by AEG Shareholders and becomes effective, WAM Leaders will issue New WAM Leaders Shares as the Scheme Consideration.

The number of New WAM Leaders Shares to be issued per AEG Share is not fixed. It will be calculated based on the relative pre-tax NTA per share of each company at 5.00pm (Sydney time) on the day the Scheme becomes legally binding, currently expected to be 22 September 2022 (**Calculation Date**).

As a result, AEG Shareholders will not know the exact number of New WAM Leaders Shares they will receive until after the Scheme Meeting and immediately before the Implementation Date.

The Scheme Consideration formula and calculation process are explained in full in section 3.2 of the Scheme Booklet, including, at section 3.2(c), a worked example of the calculation formula that assumes a Calculation Date of 31 May 2022¹.

The purpose of this announcement is to provide another worked example for an AEG Shareholder holding 1,000 AEG Shares on the Record Date (**Example Holder**), assuming a Calculation Date of 31 July 2022 (the date of the latest available pre-tax NTA published by each company at the time of this announcement).

Applying the pre-tax NTA per share value published by AEG and WAM Leaders on 31 July 2022, adjusted for estimated transaction related costs and pro forma selling costs, the Scheme Consideration calculation works as follows:

$$CU = (A/B) \times D$$

Where

CU = the number of New WAM Leaders Shares to be issued to the Example Holder (rounded to the nearest whole number in accordance with the Scheme);

A = \$0.9331, being the pre-tax NTA of AEG as at 31 July 2022 (of \$0.9490) less pro forma selling costs (of \$0.0082) and estimated transaction related costs not incurred as at that date (of \$0.0077);

¹ Being the date of the latest available pre-tax NTA published by each company prior to the Scheme's announcement.

B = \$1.4280, being the pre-tax NTA of WAM Leaders Shares as at 31 July 2022 (of \$1.4283), less estimated transaction related costs not yet incurred as at that date (of \$0.0003)²;

D = 1,000.

Applying the above, CU = 653.4. As there is a fractional entitlement to more than 0.5 of a New WAM Leaders Share, CU will be rounded down to the nearest whole number. Accordingly, in this worked example, the Example Holder would receive **653** New WAM Leaders Shares in exchange for 1,000 AEG Shares.

Reminder that this is a worked example only. As explained above, the actual Scheme Consideration will be calculated using the pre-tax NTA of AEG and WAM Leaders as at 5.00pm (Sydney time) on the Calculation Date (expected to be 22 September 2022) and will be announced to the market on the Business Day before the Implementation Date.

Accordingly, the actual number of New WAM Leaders Shares to be issued for each AEG Share will not be known until immediately before the Scheme is implemented.

AEG will release a further worked example of the Scheme Consideration calculation on 14 September 2022, the day before the Scheme Meeting, based on the 31 August 2022 pre-tax NTA published by each company.

If you have questions about this announcement please contact:

Lisa Dadswell
Company Secretary
Lisa.Dadswell@boardroomlimited.com.au.

For general information about the Shareholder Information Line on 1300 737 760 (in Australia) and +61 2 9290 9600 (International) Monday to Friday between 9.00am and 5.00pm (Sydney time).

Authorised for release by the Board of Directors.

² Note, pro forma selling costs are already included in the pre-tax NTA of WAM Leaders Shares.