

## COMPOSITION OF AUDIT COMMITTEE

**14 December 2016**

Following Blue Sky Alternative Investments Limited's (**Company**) inclusion in the S&P/ASX 300 Index in March 2016, the Company is required by ASX Listing Rule 12.7 to comply with Recommendation 4.1 of the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations by 30 September 2016.

As outlined in the Chairman's address delivered at the Annual General Meeting on 18 November 2016:

- in 3Q FY16 the Company undertook a governance review;
- following that review, amongst other things, the Company decided to appoint at least two additional non-executive directors to the Board and the Audit Committee by 2017; and
- those appointments will see the Company comply with Recommendation 4.1 and ASX Listing Rule 12.7.

Recommendation 4.1 requires that the Audit Committee comprises at least three members, all of whom are non-executive directors and the majority of whom are independent directors. The Company's Audit Committee (comprising one independent non-executive chair and three executive directors) does not currently comply with Recommendation 4.1 or ASX Listing Rule 12.7. The ASX has extended the time for compliance to 7 March 2017, after which time if the Company does not comply with Recommendation 4.1 the Company's securities may be suspended from quotation until the breach is rectified.

The process to appoint two additional independent non-executive directors is well progressed and the Company expects those appointments to occur before 7 March 2017.

### For more information please contact:

Jane Prior  
Company Secretary  
Blue Sky Alternative Investments Limited

**Telephone:** 07 3270 7500  
**Email:** [jprior@blueskyfunds.com.au](mailto:jprior@blueskyfunds.com.au)  
**Website:** [blueskyfunds.com.au](http://blueskyfunds.com.au)

#### BLUE SKY ALTERNATIVE INVESTMENTS LIMITED

**Post** PO Box 15515, Brisbane QLD 4002  
**Phone** +61 7 3270 7500  
**Fax** +61 7 3270 7599  
**Email** [investorservices@blueskyfunds.com.au](mailto:investorservices@blueskyfunds.com.au)

#### HEAD OFFICE

Level 46  
111 Eagle Street  
Brisbane QLD 4000

ABN 73 136 866 236

[blueskyfunds.com.au](http://blueskyfunds.com.au)