

15 November 2022

## **UPDATED WORKED EXAMPLE OF SCHEME CONSIDERATION FORMULA**

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WCM Global Long Short Limited (ACN 160 959 991) (ASX:WLS) refers to the proposed Scheme of Arrangement (**Scheme**) under which it is proposed that WLS shares are exchanged for units in WCM Quality Global Growth Fund (Quoted Managed Fund) (ASX:WCMQ).

On 13 October 2022 WLS announced that, in recognition of the ongoing support of WLS Shareholders, the Board had declared a special dividend of 4.8165 cents per WLS Share, fully franked at the 25% tax rate. That special dividend was paid on 31 October 2022.

### *SCHEME CONSIDERATION CALCULATION AND RATIONALE*

If the Scheme is approved by WLS Shareholders on 12 December 2022 and becomes effective, fully paid ordinary units in WCMQ will be issued as the Scheme Consideration.

The number of New WCMQ Units received for each WLS Share is not fixed. It will be based on WLS' post-tax net tangible asset value (**post-tax NTA**) relative to WCMQ's end of day net asset value (**NAV**) on the Calculation Date, expected to be 28 December 2022, being two business days before the Implementation Date.

As a result, WLS Shareholders will not know the exact number of New WCMQ Units they will receive until after the Scheme Meeting and immediately before the Implementation Date. This is due to potential changes in the relative post-tax NTA value of WLS and WCMQ's NAV prior to the Calculation Date.

The formula (set out below) is intended to ensure that eligible WLS Shareholders receive New WCMQ Units with an aggregate net asset value that is close to the aggregate post-tax NTA value of their WLS Shares. To limit the potential for adverse market movements to impact the value of the Scheme Consideration, the Calculation Date has been set as close as possible to the Implementation Date. We explain this further in the Scheme Booklet.

### *WORKED EXAMPLE OF THE SCHEME CONSIDERATION FORMULA*

The Scheme Consideration formula and calculation process are explained in full in section 3.4 of the Scheme Booklet, which includes, at section 3.4(c), a worked example of the formula which assumed a Calculation Date of 31 August 2022.

In this announcement, WLS provides another worked example for a WLS Shareholder holding 1,000 WLS Shares on the Record Date (**Example Holder**). In this worked example, 31 October 2022 is used as the Calculation Date (the date of the latest available post-tax NTA published by WLS at the time of this announcement).

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Applying the 31 October 2022 post-tax NTA value published by WLS and WCMQ's NAV published in respect of the same date, adjusted for estimated transaction related costs, the Scheme Consideration (**SC**) calculation works as follows:

$$SC = (NTA/NAV) * WLS \text{ Shares}$$

Where

SC = the number of New WCMQ Units to be issued to the Example Holder (rounded to the nearest whole number in accordance with the Scheme);

NTA = \$0.5976, being the post-tax NTA per WLS Share as at 31 October 2022 (of \$0.6079 per WLS Share) adjusted for estimated transaction related costs not incurred as at that date (of \$0.0103 per WLS Share);

NAV = \$6.5845, being the published NAV per WCMQ Unit as at 31 October 2022; and

WLS Shares = 1,000.

Applying the above, SC = 90.76.

As there is a fractional entitlement greater than 0.5 of a New WCMQ Unit, "SC" will be rounded up to the nearest whole number.

Accordingly, in this worked example, the Example Holder would receive 91 New WCMQ Units in exchange for 1,000 WLS Shares.

*Reminder that this is a worked example only. It is not indicative of the final Scheme Consideration.*

As explained above, the actual Scheme Consideration will be calculated using the post-tax NTA of WLS and the end of day NAV of WCMQ on the Calculation Date (expected to be 28 December 2022) and will be announced to the market no later than 5.00pm (Sydney time) on the Business Day before the Implementation Date (expected to be 29 December 2022).

If you have questions about this announcement, please contact the Shareholder Information Line on 1300 001 750.

Authorised for release by the Board of Directors.

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