



K2 Global Equities Fund (KII) FAQs

1. How is the K2 Global Equities Fund different to ETFs, LICs and K2's unlisted managed funds?

In brief, LICs have a company structure, they are closed ended and actively managed while ETFs have a trust structure, they are open ended and track an index. The K2 Global Equities Fund (KII) has a trust structure, is open ended and actively managed. What K2 is essentially doing is providing investors with a more efficient way of accessing our global equities strategy, with the benefit of liquidity, a tight spread and live pricing.

2. What is the difference between the K2 Global Equities Fund and the K2 Global Alpha Fund?

The K2 Global Equities Fund will be very similar to the K2 Global Alpha Fund. The two funds share the same underlying investment strategy and portfolio. The main difference is that units in the K2 Global Equities Fund are tradeable on the ASX market and units in the K2 Global Alpha Fund are not.

3. Is the fee structure the same for both K2 Global Equities Fund and K2 Global Alpha Fund?

The K2 Global Equities Fund (KII) investment management fee and performance fee structure are in line with the existing K2 Global Alpha Fund. Individuals may also incur brokerage costs associated with buying / selling units on the ASX market.

4. Will there be a performance dispersion between the K2 Global Equities Fund and the K2 Global Alpha Fund?

Both funds should generate almost identical returns – given they are modelled on the same underlying investment strategy and portfolio. There may be slight differences created by the fact that K2, on behalf of the K2 Global Equities Fund, acts as the market maker for units bought and sold on the ASX market and because of different administration expenses.

5. At what price will investors be buying / selling the K2 Global Equities Fund?

The Fund's units can be traded on the ASX market. K2, as the market maker will provide a tight bid / offer spread based on the iNAV, which will be provided on K2's website.

6. How liquid are units in the K2 Global Equities Fund?

The Fund itself is the market maker and has the ability to provide liquidity on the ASX market. This also reflects the open-ended nature of the Fund and its inherent ability to create and redeem units.



7. What are the risks around this product?

Please refer to the PDS regarding specific risks. The PDS is available here www.k2am.com.

8. What disclosure is being provided for the K2 Global Equities Fund?

Disclosure includes:

- Estimated NAV announced daily
- iNAV updated at regular intervals throughout the ASX trading day
- Quarterly fund update, half yearly investor report and annual investor report
- Quarterly disclosure of portfolio with a delay of no more than 2 months
- Monthly redemption and application information

9. How do you buy / sell units?

To buy or sell units in the K2 Global Equities Fund, simply read the PDS to make sure you understand the product and consider whether it is appropriate for you. Then contact your broker or financial planner to seek independent advice to trade. Units transact the same way as normal ASX shares and are settled via CHESS.

10. What is the minimum investment?

There is no minimum investment amount.

11. What paperwork is required to trade in the K2 Global Equities Fund?

No application forms or paperwork are required. All you need is a stockbroking account.

12. Can I margin lend into the K2 Global Equities Fund?

You will need to ask your margin lender if they have this facility.

13. Where can I find more information on the K2 Global Equities Fund?

More information can be found on the K2 website: www.k2am.com.

14. Where do I direct any inquiries about my holding in the K2 Global Equities Fund?

K2 Client Services, 03 9691 6111 or www.k2am.com.