

SUPPLEMENT
IN RESPECT OF THE OFFER OF INVESTOR SHARES
IN

ORION FINANCIAL FUND


A SUB-FUND
OF

PATRIMONIUM SICAV PLC

**A COLLECTIVE INVESTMENT SCHEME ORGANISED AS A MULTI-FUND
PUBLIC LIMITED LIABILITY INVESTMENT COMPANY WITH VARIABLE SHARE CAPITAL
UNDER THE LAWS OF MALTA AND LICENSED AS A PROFESSIONAL INVESTOR FUND
TARGETED AT QUALIFYING INVESTORS
IN TERMS OF THE INVESTMENT SERVICES ACT, CHAPTER 370 OF THE LAWS OF MALTA.**

DATED: 9TH JULY, 2018

A P P R O V E D by the
Malta Financial Services Authority
in terms of section 11 of the
Investment Services Act, 1994

Signature 

Name Tiziana Galea

Date 9th July 2018

IMPORTANT INFORMATION

This Supplement contains information in connection with the offer of Investor Shares in Orion Financial Fund, a Sub-Fund of PATRIMONIUM SICAV PLC. PATRIMONIUM SICAV PLC is a Professional Investor Fund organised as a Multi-Fund Investment Company with Variable Share Capital (SICAV) in terms of the Companies Act, Chapter 386 of the Laws of Malta.

This Supplement should be read in conjunction with the Company's Memorandum, Articles and the Offering Memorandum. The rights and conditions attached to the Shares constituting this Sub-Fund, which is a segregated sub-fund of the Company, are set out below and in the Memorandum, the Articles and the Offering Memorandum. Full information on the Company and the offer of Shares is only available on the basis of a combination of the contents of this Offering Supplement and the Memorandum, the Articles and the Offering Memorandum.

PATRIMONIUM SICAV PLC is licensed by the MFSA as a Professional Investor Fund in the form of an umbrella fund with each Sub-Fund established by the Company being available, to Qualifying Investors. The Orion Financial Fund shall be promoted to Qualifying Investors.

Professional Investor Funds are Non-Retail collective investment schemes as defined in Article 2(1) of the Investment Services Act, Chapter 370 of the Laws of Malta. Therefore, the protection normally arising as a result of the imposition of the MFSA's investment and borrowing restrictions and other requirements for retail schemes do not apply. Since Professional Investor Funds are subject to minimal or no restrictions on their investment or borrowing powers, the degree of risk to which they may be exposed makes them unsuitable for members of the general public. Investors in Professional Investor Funds are not protected by any statutory compensation arrangements in the event of the Company's failure.

The MFSA has made no assessment or value judgment on the soundness of the Company or any Sub-Fund or for the accuracy or completeness of the statements made or opinions expressed with regard to them. The Licensing of the Company does not constitute a warranty by the MFSA as to the performance of the Company or any of its Sub-Funds and the MFSA is not in any way liable for the performance or default of the Company or any of its Sub-Funds. The MFSA accepts no responsibility for the contents of this Supplement, makes no representations as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Supplement.

The Directors of PATRIMONIUM SICAV PLC whose names appear in the Offering Memorandum accept responsibility for the information contained herein. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of such information. The Directors accept responsibility accordingly.

Prospective investors should not construe the contents of this Supplement as legal, tax or financial advice. All prospective investors should consult their own professional advisers as to the legal, tax, financial or other matters relevant to the suitability of an investment in the Company or any of its Sub-Funds.

The value of investments and the income derived therefrom can go down as well as up and an Investor may not get back the amount originally invested. The difference at any one time between the Net Asset Value of the Shares for the purpose of purchases and redemptions means that the investment in the Company and/or the Sub-Fund should be regarded as a long-term investment. There is no assurance that the investment objective of the Company and/or any of its funds will be achieved. Your attention is drawn to Section 3 of this Supplement entitled "Risk Factors".

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1. DEFINITIONS

Unless the context otherwise requires or unless otherwise defined in this Supplement, capitalized words used herein shall have the meaning assigned to them in the Offering Memorandum.

The following words used in this Supplement shall bear the meanings set opposite to them unless inconsistent with the subject or context:

“Application Form”

The form entitled ‘Application Form’ (as attached hereto and marked as Appendix B) and the Qualifying Investor Form (as attached hereto and marked as Appendix C) which are available from the Administrator to prospective Investors and which are to be completed and duly executed by way of confirmation of the prospective Investor’s status as a Qualifying Investor and of its intention to subscribe for Shares in the Sub-Fund.

“Base Currency”

The Base Currency of the Sub-Fund shall be the Euro (EUR).

“Business Day”

A day on which banks in Malta are open for normal banking business excluding Saturdays and any day which the Directors in their discretion determine not to be a business day.

“Closing Date”

Means [], 2018, provided that the Directors may shorten or extend such period at their discretion.

“Dealing Day”

The next Business Day following a Valuation Day on which subscriptions and redemptions in the Sub-Fund shall be processed, provided that the Directors may resolve to set a Dealing Day from time to time.

“Calculation Period”

A period commencing on the first Business Day of every calendar year and ending on the last Business Day of that calendar year.

“Initial Offer Period”

From the [●], 2018 until the Closing Date, provided that the Directors may shorten or extend such period at their discretion.

“Initial Offer Price”

Share Class A – EUR100.

“Investor”

A Qualifying Investor who has subscribed for Investor Shares within the Sub-Fund.

“Investor Shares”

Share Class A denominated in Euro, as set out in clause 5.2 of this Supplement.

“Lock-in Period”

The period during which Share Class A may not be redeemed or repurchased at the request of the respective holder(s) thereof, such period being, in respect of any Investor Share, a period of 3 (three) years (or such shorter period as may be determined by the Directors from time to time as provided under the heading "Redemptions" below) from the Dealing Day on which such Investor Share was originally issued by the Sub-Fund to the Investor who originally subscribed for it (irrespective of any subsequent transfer of such Investor Share made during such Lock-in Period by the said original

subscriber thereof and/or by subsequent transferees thereof);

“Minimum Investment”	A holding of Investor Shares having a value computed in the manner prescribed herein and which is not less than one hundred thousand EUR (€ 100,000) or any other currency equivalent.
“Offering Memorandum”	The Offering Memorandum as may from time to time be in force, and includes this Supplement relating to the Investor Shares and all relevant appendices, amendments and exhibits thereto, if any, and as they may, from time to time, be consolidated.
“Redemption Day”	<p><u><i>During the Lock-in Period</i></u> Such Business Day as the Directors may determine from time to time. Investors will be notified at least one month in advance of a proposed redemption day. Subject to the above, Investors in the Sub-Fund will not have any redemption rights exercisable during the Lock In Period, that is a period of three (3) years following the date of the initial investment in the Sub-Fund.</p> <p><u><i>Following the Lock-in Period</i></u> The first Business Day of every calendar year and/or such other day or days as the Directors may from time to time determine. If the first Business Day of the calendar month is not a Business Day, the Redemption Day shall be the next Business Day</p>
“Redemption Request”	The form entitled ‘Redemption Request’ (as attached hereto and marked as Appendix E) which is available from the Administrator and is to be completed and duly executed by an Investor for submission to the Company in order to request that the Company redeem all or part of that Investor’s Shares in the Sub-Fund within the Redemption Notice Period.
“Redemption Notice Period”	A notice period of one (1) month for the redemption of Shares in the Sub-Fund.
“Share”	A non-voting Investor Share issued in respect of the Sub-Fund, having no par value in the capital of the Company and which may include fractions of a whole share.
“Sub-Fund”	Orion Financial Fund, a Professional Investor Fund available to Qualifying Investors set up and established by the Company in terms of the Memorandum, Articles and the Offering Memorandum.
“Supplement”	This document, being supplemental to the Offering Memorandum and which contains specific information in relation to the Shares issued in respect of the Sub-Fund.
“Valuation Day”	<p>Valuation days shall take place annually on the last Business Day of December or any other day as the Directors in their discretion may determine.</p> <p>In the event that a Valuation Day should fall on a day which is not a Business Day, the Valuation Day shall be deemed to take place on the subsequent Business Day.</p>

2. NATURE AND SCOPE OF THE SUB-FUND

The Sub-Fund is being established as an open-ended fund promoted to Qualifying Investors. Only Qualifying Investors may invest in the Sub-Fund.

Each prospective Investor shall be required to confirm his status as a Qualifying Investor by completing and executing the Application Form and submitting the same to the Administrator. Each prospective Investor shall represent and warrant to the Administrator *inter alia* that they are able to acquire the Shares without violating any applicable laws.

2.1 Investment Objectives

The Sub-Fund aims to provide investors with long term capital growth and capital appreciation.

There can be no assurance that the investment objective of a Fund will be achieved and losses may be incurred. Investment results may vary substantially over time.

Any changes to the investment objectives of the Fund shall be notified to investors in advance of the change. The change in the investment objective shall only become effective after all redemption requests received during such notice periods have been satisfied.

2.2 Investment Policies

The Sub-Fund has considerable discretion as to how to achieve the investment objective referred to above.

The Sub-Fund shall seek to achieve the investment objective by investing in listed transferable securities and/or unlisted equities that are in the process of obtaining a listing, issued by entities ("Target Companies") that are established and/or operating in any EEA jurisdiction and which operate within the banking, insurance and financial sector. The Sub-Fund may invest in Target Companies with any market capitalisation, including small cap firms in a start up phase. Investments in unlisted equities may be made either directly or indirectly through special purpose vehicles (SPV). SPVs can only be established in reputable jurisdictions. The Sub-Fund's investment policy does not prohibit it from taking management control of any underlying Target Company.

The Sub-Fund may also invest in debt securities issued by Target Companies. The Sub-Fund may invest in investment and non-investment grade (high yield) debt securities issued by Target Companies. The Manager shall manage the credit risk and will aim to manage interest rate risk through credit analysis. No rating criteria have been established for the debt securities in which the Sub-Fund may invest.

The Sub-Fund may invest in regulated or unregulated, listed or unlisted collective investment schemes established in any jurisdiction provided that the collective investment scheme has a similar investment policy/strategy as the Sub-Fund. The Manager may invest in other collective investment schemes which are also managed by it. In this case any fees to be payable by the Sub-Fund will be waived and only one set of subscription and/or redemption fee will apply between the Sub-Fund and the underlying collective investment scheme level in order to avoid duplication of fees. For the avoidance of doubt, the Manager may invest the assets of the Sub-Fund in other sub-funds of the Company.

The Sub-Fund will not have a predominant exposure to a particular asset class. Since particular investment decisions will depend upon opportunities available at the time, it is not possible to estimate or predict what portion of the assets of the Sub-Fund will be allocated to any given underlying investment or asset class at any given time and the actual number of underlying investments may vary and may change materially over time, as determined by the Investment Manager at its sole discretion.

The Sub-Fund may invest in assets which are not denominated in the Base Currency.

The Sub-Fund may also invest in money market funds, money market instruments and fixed-income instruments for liquidity management purposes. The Sub-Fund may invest in government and/or corporate fixed income instruments which may be either listed or unlisted. Furthermore, such corporate fixed income instruments may be rated either as non-investment grade/high yield or as investment grade.

Uninvested cash may be held on deposit in a bank account in the name of the Sub-Fund with an authorised and regulated credit institution.

The Sub-Fund may retain amounts in cash or cash equivalents pending reinvestment if this is considered appropriate in order to maximise returns.

The Sub-Fund may for an indeterminate period of time, limit its investments directly or indirectly with to a limited number of investment positions and accordingly will not comply with the principals of risk diversification.

Changes to the Investment Policy shall be notified to investors in advance of the change.

THERE CAN BE NO ASSURANCES THAT THE SUB-FUND SHALL ACHIEVE ITS INVESTMENT OBJECTIVES. THE PRICE OF THE SHARES ON OFFER IN THIS SUPPLEMENT MAY GO DOWN AS WELL AS UP FOLLOWING SUBSCRIPTION.

2.3 Restrictions

The Sub-Fund does not have any investment restrictions other than the below:

- a. The Sub-Fund may be leveraged up to 200% of its NAV which leverage shall derive from various credit institutions.

3. RISK FACTORS

Prospective Investors should consider carefully the information contained under this heading and the risk factors set out in the Offering Memorandum before making an investment decision concerning the Sub-Fund. The risk factors indicated hereunder are not intended to include all the risk factors that prospective Investors should consider or to be all-inclusive in any respect. Eligible Investors are advised to make their own independent evaluation of all investment and risk factors and to consult their own financial advisers prior to investing in the Sub-Fund.

3.1 General

Notwithstanding the investment strategy outlined above, the Sub-Fund's Investments may involve a number of significant risk factors. There can be no guarantee that the investment objectives of the Sub-Fund shall be achieved. The Sub-Fund's Investments are subject to market fluctuations and there can be no guarantee that Investments will yield a profit or that capital appreciation will occur.

The value of any Investment and the income therefrom (if any) may, from time to time, go down as well as up, and Investors may not realise the amount of their initial investment. In particular, the deduction of any initial subscription fee applicable in respect of their investment and the accumulation of any other fees debited to the Sub-Fund in terms of the Offering Memorandum and this Supplement, means that an Investor may not get back any amounts that may be invested by such Investor by way of subscription of Shares, if the underlying Investments to be made by the Sub-Fund do not generate the projected yields.

This is to be considered as a high risk Sub-Fund. Investment in the Sub-Fund is suitable for Investors who are pursuing a medium to long-term strategy, and who are willing to accept substantial risks.

Reference is also made to the general investment risks outlined in Section 3 of the Offering Memorandum.

3.2 Illiquid Underlying Investments

The liquidity of Investments held by the Sub-Fund cannot be guaranteed. Any such illiquidity may prevent or militate against the Sub-Fund from concluding an Investment transaction on satisfactory terms and, in certain circumstances, may prevent redemptions of (and subscriptions for) Shares.

3.3 Exchange Rate Risk

The Sub-Fund's Investments may be denominated in currencies other than Euro and, therefore, the assets of the Sub-Fund shall also be subject to fluctuations in foreign currency exchange rates. Such fluctuations may affect the Net Asset Value unfavourably as well as favourably.

3.4 Valuation of Investments

Circumstances involving delays or uncertainties to the valuation of the Sub-Fund's Investments could have an adverse effect on the Net Asset Value if judgements regarding appropriate valuation made by or on behalf of the Company should prove incorrect.

3.5 General Economic Conditions and Market Risks

The success of any investment activity is influenced by general economic conditions, which may affect the level and volatility of interest rates and the extent and timing of investor participation in the markets for both equity and interest-rate-sensitive securities. Unexpected volatility or illiquidity in the markets in which the Sub-Fund may directly or indirectly hold positions could impair the Sub-Fund's ability to carry out its business and could cause it to incur losses.

Market movements are difficult to predict. Politics, recession, inflation, employment levels, trade policies, international events, war and other unforeseen events can also have a significant impact upon the prices of the investment instrument used. A variety of possible actions by various

government agencies also can inhibit the profitability of the Sub-Fund's business or can result in losses. Such events, which can result in large market movements and volatile market conditions, create the risk of catastrophic losses for trading entities in which the Sub-Fund may invest.

The Sub-Fund employs various techniques to attempt to reduce a portion of the risks inherent in its trading strategies. The ability to achieve the desired effect through a particular technique is dependent upon many factors, including the liquidity of the market at the desired time of execution. Thus, substantial risk remains that such techniques cannot always be implemented or effective in reducing losses.

3.6 Borrowing & Leverage

The Sub-Fund may borrow funds for organisational, administrative and/or liquidity purposes in respect of any one or more of the Sub-Funds. The Sub-Fund will not borrow for investment purposes.

3.7 Redemption Request/Notice

The redemption notice period for the redemption of Shares in the Sub-Fund is of one (1) month.

Furthermore, the Sub-Fund shall be entitled, in limited circumstances to defer part of Redemption Requests to a later date, in terms of clause 5.12 of this Supplement.

3.8 Early Termination or Substantial Withdrawals

In the event of termination of the Sub-Fund, the Sub-Fund would have to distribute to its Members their *pro rata* interest in the assets of the Sub-Fund. In this event and in the event of substantial redemption by Members within a short period of time, the Sub-Fund may be required to liquidate positions more rapidly than would otherwise be desirable, which could adversely affect the value of the Sub-Fund's assets. In such circumstances, the Directors shall have the discretion to defer redemptions of Shares in the Sub-Fund.

3.9 Management and Performance Fees

The Manager shall be entitled to receive a performance fee and a management fee in respect of each share class constituting the Sub-Fund as set out in clause 7.3 hereof.

The said performance fee is calculated on a percentage of the increase in NAV after a preferred return is achieved by the Investor Shares which may create an incentive for the Manager to engage in investment strategies and make investments that are more speculative than would be the case in the absence of such distributions.

The amount payable to the Manager in accordance with clause 7.3 is not subject to any cap or maximum amount.

Furthermore, the increase in NAV which is used as a basis for the calculation of the management and performance fees may be comprised both of realised gains as well as unrealised gains as at the end of the calculation period, and as a result, such amount may be paid on unrealised gains which may subsequently never be realized by the Sub-Fund.

The Manager shall not operate an equalisation account, or any other method to ensure the equal treatment of Investors entering or exiting the Sub-Fund at different moments in time. This may lead prospective and current Investors subscribing for Investor Shares as well as Investors redeeming their Investor Shares to indirectly under/over pay an under/over Performance Fee accrual as the case may be.

3.10 Fixed-Income Investments

The value of the fixed-income securities that the Sub-Fund may invest in will fluctuate inversely to the general levels of interest rates. When interest rates fall, the value of the Sub-Fund's fixed income

securities can be expected to rise. Likewise, when interest rates rise, the value of such securities can be expected to fall.

3.12 Concentration of Investments and Limited Diversification.

The Sub-Fund is not subject to any material concentration or diversification restrictions and may hold a limited number of investment positions. The result of such concentration is that a loss in any such position could materially reduce the Sub-Fund's capital.

3.13 Risk in Equity

Equity securities represent ownership interests in a company or corporation, and include common stock, preferred stock and warrants and other rights to acquire such instruments. Investments in equity securities in general are subject to market risks that may cause their prices to fluctuate over time. Furthermore, the value of the assets of a Fund may be affected by uncertainties such as international political developments, changes in government policies, taxation, restrictions on foreign investment and currency repatriation, currency fluctuations and other developments in applicable laws and regulations.

3.14 Risk in Private Equity

Investments in private equity investments are not liquid. Private equity is a longer-term investment strategy. There is also a lack of transparency in market prices for private equity assets.

3.15 Structured Products

The value of the structured investment may depend upon the value of the underlying index or security(ies). Investors do not directly participate in the returns of the underlying index or security(ies). The payout structures for each product vary and are often complex. Structured investments may have complicated limits or formulas for the calculation of investor returns.

3.16 Small Cap Company Risk

The securities of small capitalization companies may be subject to more abrupt or erratic market movements and may have lower trading volumes or more erratic trading than securities of larger, more established companies or market averages in general. In addition, such companies typically are more likely to be adversely affected than large capitalization companies by changes in earning results, business prospects, investor expectations or poor economic or market conditions.

Stocks of small-cap companies have lower trading liquidity which means that there may not be enough sellers of shares at an acceptable price when we want to buy or that we would not be able to sell shares quickly at an acceptable price when we want to sell. Additionally, low trading liquidity results in higher transaction costs. Small-cap companies have less financial resources and limited access to capital compared to larger companies. This may make it more difficult to obtain financing to pursue new growth opportunities or to endure economic and industry downturns. Furthermore, some small-cap companies do not have long operating histories or proven business models. This can make small companies more vulnerable to aggressive competition from larger competitors or regulatory scrutiny. A small-cap company is less likely to have a following of loyal customers who believe in its business model, leaving it more exposed to risk from rapid shifts in customer preferences. Less information is publicly available about small companies than large companies. Investments in small-cap companies carry higher risks than those in large capitalised companies and therefore such investment is suitable only for certain sophisticated investors.

3.17 Unrated Securities

Unrated securities are considered predominantly speculative with respect to the issuer's ability to pay interest and principal and are susceptible to default or decline in market value due to adverse economic and business developments. The market values for unrated securities tend to be very volatile, and those securities are less liquid than investment grade debt securities.

3.18 Unlisted Debt Securities

Such securities and instruments are generally not publicly traded and can generally be resold only in privately negotiated transactions with a limited number of purchasers. Considerable delay in resale could be encountered in either event and, unless otherwise contractually provided for, the Fund's proceeds upon sale may be reduced by the costs of registration or underwriting discounts. The difficulties and delays associated with such transactions could result in the Fund's inability to realise a favourable price upon disposition of unlisted securities or instruments, and at times may make disposition of such securities and instruments impossible.

3.19 Below Investment-Grade Investments

The Sub-Fund may invest in private and government debt securities and instruments, which may be unrated or below investment grade. It is likely that many of the debt instruments in which the Sub-Fund invests may be unrated, and whether or not rated, the debt instrument may have speculative characteristics. The issuers of such instruments may face significant on-going uncertainties and exposure to adverse conditions that may undermine the issuer's ability to make timely payment of interest and principal. Such instruments are regarded as predominantly speculative with respect to the issuer's capacity to pay interest and repay principal in accordance with the terms of the obligations and involve major risk exposure to adverse conditions. In addition, an economic recession could severely disrupt the market for most of these securities and may have an adverse impact on the value of such instruments. It is also likely that any such economic downturn could adversely affect the ability of the issuers of such securities to repay principal and pay interest thereon and increase the incidence of default for such securities.

3.20 Certain Securities Markets

Stock markets in certain countries or sectors may have a relatively low volume of trading. Securities of companies in such markets may also be less liquid and more volatile than securities of comparable companies elsewhere. There may be low levels of government regulation of stock exchanges, brokers and listed companies in certain countries. In addition settlements of trades in some markets is slow and subject to failure.

3.21 Investments in Distressed Securities

The Sub-Fund may invest in "below investment grade" securities and obligations of issuers in weak financial condition, experiencing poor operating results, having substantial capital needs or negative net worth, facing special competitive or product obsolescence problems, including companies involved in bankruptcy or other reorganisation and liquidation proceedings. These securities are likely to be particularly risky investments although they also may offer the potential for correspondingly high returns. Among the risks inherent in investments in troubled entities is the fact that it may frequently be difficult to obtain information as to the true condition of such issuers. Such investments may also be adversely affected by laws relating to, among other things, fraudulent transfers and other voidable transfers or payments, lender liability and the bankruptcy court's power to disallow, reduce, subordinate or disenfranchise particular claims. Such companies' securities may be considered speculative, and the ability of such companies to pay their debts on schedule could be affected by adverse interest rate movements, changes in the general economic climate, economic factors affecting a particular industry or specific developments within such companies. In addition, there is no minimum credit standard that is a prerequisite to the Sub-Fund's investment in any instrument, and a significant portion of the obligations and securities in which the Sub-Fund invests may be less than

investment grade. The level of analytical sophistication, both financial and legal, necessary for successful investment in companies experiencing significant business and financial difficulties is unusually high. There is no assurance that the Investment Manager or the Sub-Investment Manager will correctly evaluate the value of the assets collateralising the Sub-Fund's loans or the prospects for a successful reorganisation or similar action. In any reorganisation or liquidation proceeding relating to a company in which the Sub-Fund invests, the Sub-Fund may lose its entire investment, may be required to accept cash or securities with a value less than the Sub-Fund's original investment and/or may be required to accept payment over an extended period of time. Under such circumstances, the returns generated from the Sub-Fund's investments may not compensate the shareholders adequately for the risks assumed.

In liquidation (both in and out of bankruptcy) and other forms of corporate reorganisation, there exists the risk that the reorganisation either will be unsuccessful (due to, for example, failure to obtain requisite approvals), will be delayed (for example, until various liabilities, actual or contingent, have been satisfied) or will result in a distribution of cash or a new security the value of which will be less than the purchase price to the Sub-Fund of the security in respect to which such distribution was made.

In certain transactions, the Sub-Fund may not be "hedged" against market fluctuations, or, in liquidation situations, may not accurately value the assets of the company being liquidated. This can result in losses, even if the proposed transaction is consummated.

3.22 Use of SPVs

The Sub-Fund may seek to implement its investment objective through the use of Special Purpose Vehicles. Thus, the principal asset of the Sub-Fund in such case will be its interest in the SPV which might not be certificated but is recorded on the books and records of the SPV maintained at its registered office. The SPV is subject to the laws of its jurisdiction of incorporation.

Some countries prohibit or impose substantial restrictions on investments by foreign entities such as the Sub-Fund. These restrictions may include requiring prior governmental approval of investments or imposing limitations on the amount that may be invested in a given company. For investments in certain countries, the Sub-Fund may be required to establish SPVs, and such requirements may add to the expense of investing in such countries. Repatriation of investment income, capital and sales proceeds may also require governmental registration or approval. The Fund may be adversely impacted by the inability to obtain such registration or approval, or by delays in such process.

3.23 The Sub-Fund may take management control of any underlying target companies

The company through the Sub-Fund may take control of the target entities and thus may be held liable for negligence, default or breach of duty with respect to any actions the Company takes with respect to the target Companies.

3.24 Investment in other CISs managed by the Investment Manager

The Sub-Fund may invest in other listed and unlisted CISs managed by the Investment Manager. In this regard, the Sub-Fund may incur certain fees such as subscription fees, redemption fees, management fees and performance fees relating to the investment in a CIS. In such cases, the Investment Manager shall waive such fees in order not to double charge the investors.

3.25 Investment in other CISs not managed by the Investment Manager

The Sub-Fund may invest in other listed and unlisted CISs not managed by the Investment Manager whose investment policy is similar to that of the Sub-Fund. In this regard, the Sub-Fund may incur certain fees such as subscription fees, redemption fees, management fees and performance fees relating to the investment in a CIS.

3.26 Close ended features and Lock-in Period

Investors should note that although the Company and the Sub-Fund will entertain redemptions after the Lock-In Period, subject to the Director's discretion to set Redemption Days and to the prior notification of investors, the Sub-Fund encompasses several closed-ended features and shall generally operate on a close-ended basis.

Investors should note that the Company and the Sub-Fund will only entertain redemptions after the Lock-In Period. This means that whilst the Sub-Fund may make further calls for subscriptions to Investor Shares on the Dealing Day that may be set by the Directors and notified to investors, no investor within the Sub-Fund will have any general right or opportunity to redeem their Investor Shares at their sole absolute discretion except after the lapse of the Lock-in Period. Although investors will not have the general right or opportunity to redeem investor shares during the Lock-in Period, the Directors may at their discretion allow a redemption and to set a respective Redemption Day. After the expiry of the Lock-In Period, Directors may set ad hoc Redemption Days at their discretion. If on a particular Redemption Day, the redemption requests exceed the maximum redemption amount as may be set by the Directors, all redemptions received in respect of that Redemption Day will be scaled down on a pro-rata basis. Furthermore, the Company will not carry forward the balance for redemption to the next Redemption Day.

Accordingly, investors should be prepared to hold Investor Shares for a long duration. Investors should note that the Investor Shares will not be listed on any exchange and accordingly investors will not be able to dispose of any Investor Shares in the Sub-Fund by sale on a secondary market during closed periods – but only through exchange with other investors. Such investors should understand that the price at which Investor Shares may be sold on this basis may be less than the NAV per Share.

3.27 Illiquidity of Investor Shares

The investments of the Sub-Fund may be relatively illiquid and are significantly more difficult to realize. Subject to the Lock-in Period specified herein, the Directors also retain full discretion (a) to limit redemptions on any Redemption Day to 10% of NAV; or (b) not to allow redemptions in any particular year if the Directors determine that (i) the Sub-Fund does not have sufficient liquid assets to satisfy redemption requests or (ii) it is not in the best interests of the Sub-Fund for investments to be sold at below their market value in order to fund redemption requests. Shareholders will be notified at least one month in advance of a proposed Redemption Day. To the extent that redemptions received for a Redemption Day exceed the maximum redemption amount set by the Directors, all redemptions received in respect of that Redemption Day will be affected on a pro-rata basis.

For this reason, investors should note (i) the possibility that no redemptions may take place during the Lock-in Period unless the directors have set a Redemption Day and (ii) that the Sub-Fund has been constituted for an indefinite period of time. The Investor Shares may therefore only be suitable for those investors who are able to make a long-term commitment of capital. The Company may also in respect of the Sub-Fund, in specific circumstances, suspend the determination of the Net Asset Value, in which case the Sub-Fund may be unable to redeem Investor Shares.

IT SHOULD BE NOTED THAT ADDITIONAL RISK FACTORS AS DISCLOSED IN SECTION 3 OF THE OFFERING MEMORANDUM SHALL ALSO APPLY.

IN EVALUATING THE POTENTIAL AND SUITABILITY OF AN INVESTMENT IN THE SUB-FUND, CAREFUL CONSIDERATION SHOULD BE GIVEN BY PROSPECTIVE INVESTORS TO THE ABOVEMENTIONED RISK FACTORS WHICH RELATE TO THE MANAGEMENT OF THE SUB-FUND AND THE MARKETS IN WHICH THE SUB-FUND'S ASSETS WILL BE INVESTED.

POTENTIAL INVESTORS ARE EXPECTED TO BE AWARE OF THE RISKS OF INVESTING IN THE SUB-FUND AND ANY PERSON CONSIDERING AN INVESTMENT IN THE SUB-FUND MUST HAVE THE FINANCIAL SOPHISTICATION AND EXPERTISE TO EVALUATE ITS MERITS AND RISKS.

PROSPECTIVE INVESTORS ARE EXPECTED TO NOTE THAT NO REDEMPTIONS MAY BE EFFECTED DURING THE LOCK-IN PERIOD.

4 SERVICE PROVIDERS

4.1 The Manager

Pursuant to a management agreement (the “**Management Agreement**”) dated on or around the date of this Offering Supplement between the Company and **Auriga Asset Management Ltd.**, the Company has engaged the latter to undertake the portfolio and risk management services relating to the assets of the Sub-Funds, in pursuit of the investment objectives and subject to the investment restrictions described in this Offering Memorandum and related Offering Supplements.

The Manager may from time to time engage one or more sub-investment manager(s) to undertake the day to day portfolio management of the assets of a Sub-Fund. The Manager shall oversee the activities of the sub-investment managers and shall also issue risk guidelines and parameters to be followed by the sub-investment managers when undertaking the day to day portfolio management of the assets of a Sub-Fund.

The Manager is a company incorporated in Malta (Company registration number C60085) and is duly licensed by the MFSA as a de minimis alternative investment fund management company.

The Directors of the Manager are Mr. Michele Beneduce, Prof. Joseph Falzon, Mr. Rosario Fiorentino, Mr. Pierre Nadeau, and Mr. Roberto Pavesi.

The Manager shall undertake the management of the assets of the Sub-Fund. Under the Management Agreement, the Manager will have full discretion in the manner, method and timing of investments and transactions with respect to the assets of the Sub-Fund.

The Management Agreement between the Company and the Manager provides, inter alia, that the agreement may be terminated at any time by either party upon not less than 90 days prior written notice, that the Manager shall not be liable to the Company for any loss arising in connection with the subject matter of the Management Agreement, howsoever any such loss may have occurred unless: (i) such loss arose because of the Manager acting in bad faith and in a manner which is not in the best interests of the Company or the Sub-Fund; and (ii) the Manager’s conduct constituted actual fraud, wilful misconduct, gross negligence, or material breach of its obligation under the Management Agreement.

In terms of the Management Agreement, the Manager may engage investment advisors, sub-investment managers and investment distributors (the “**Delegates**”) whether in relation to particular Sub-Funds or generally in order to assist it in the fulfilment of its duties. The Delegates will be remunerated by the Manager.

The Management Agreement is regulated by the laws of Malta and is subject to the jurisdiction of the Maltese courts.

Auriga Asset Management Limited

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4.2 The Administrator

The Company has appointed Calamatta Cuschieri Fund Services Limited as the Administrator of the Company and its Sub-Funds by means of an Administration Agreement. The Administrator was incorporated in Malta on the 2nd December, 2008 with the object of providing services as an administrator to investment companies and other collective investment schemes. The Administrator is recognised by the MFSA in terms of the ISA as a fund administrator.

Under the Administration Agreement, the Company engaged the Administrator to perform certain financial, accounting, administrative, and transfer agency services for the Company and the Sub-Funds. By means of the same Administration Agreement the Company agreed to remunerate the Administrator directly for its services.

Pursuant to the Administration Agreement, the Administrator is responsible for the administration of the Company and its Sub-Funds. In performing its duties in terms of the Administration Agreement, the Administrator shall be responsible for certain day-to-day tasks, including:

- (a) communicating with the Company's Shareholders,
- (b) communicating with others in relation to the Company,
- (c) processing subscriptions of new Shareholders,
- (d) maintaining the Company's principal corporate records and books of accounting,
- (e) arranging for and coordinating the audit of the Company's financial statements by independent auditors,
- (f) disbursing distributions with respect to the Shares, legal fees, accounting fees, and officers' and Directors' fees on behalf of the Company,
- (g) calculating the Net Asset Value of the Shares and furnishing each Shareholder with reports on the investment performance of the Company,
- (h) processing redemptions of the Shares.

For the purpose of calculating the Net Asset Value, the Administrator will rely on, and shall not be responsible for the accuracy of financial data furnished to it by the Company, any sub advisors, any broker and/or independent third party pricing services. The Administrator will not be responsible or liable for the accuracy of information furnished by other persons in performing its services for the Company. The Administrator in no way acts as guarantor or offeror of the Shares or any underlying investment, nor is it responsible for the actions of the Company's sales agents, any broker or the Investment Committee. Moreover, the Administrator is not responsible for any trading decisions of the Company or the effect of such trading decisions on the performance of the Company.

The Administration Agreement may be terminated by the Company or the Administrator by not less than ninety (90) days' prior written notice. The Administration Agreement may also be terminated immediately by the Company or the Administrator in certain extraordinary circumstances mentioned in the Administration Agreement. On termination the Company shall pay all fees, expenses or other costs reasonably incurred to the date of termination under the Administration Agreement. The Administrator, with the prior approval of the Company, such approval not to be unreasonably withheld, may choose to out-source some of the services it provides to the Company.

Under the Administration Agreement the Company indemnifies the Administrator and holds it harmless from and against all liabilities, damages, loss, claims and expenses (including without limitation legal fees on a full indemnity basis and amounts reasonably paid in settlement) arising out of any claims asserted or threatened against the Administrator, its directors, officers, employees, servants or agents in the performance of any of its obligations or duties hereunder (including without limitation complying with instructions given to the Administrator); provided, however that the Administrator shall not be entitled to such indemnification with respect to any liabilities, damages, costs, claims and expenses which were caused by the Administrator's own gross negligence, fraud, wilful misconduct or, reckless or wilful disregard of its duties under the Administration Agreement. Any indemnity expressly given to the Administrator in this Agreement shall be in addition to, and without prejudice to, any indemnity allowed at law.

The Administration Agreement is regulated by the laws of Malta and subject to the jurisdiction of the Maltese courts.

The Company monitoring will be done through:

Yearly review of the Net Asset Value before being published;
Before the fund administrator publishes the Net Asset Value, this is sent to the Company for review and approval. In this way, any issues and/or errors can be highlighted before publication.

Review of custody reconciliations

The fund administrator will perform reconciliations with the custodian/broker records. Such reconciliations will be reviewed on a regular basis by the Company to ensure that no reconciling items are left unexplained and/or uncleared.

Review of bank reconciliations

The fund administrator will perform bank /broker reconciliations to ensure that the records kept by the bank/broker will be in agreement with the fund administrator records. These will also be reviewed on a regular basis so that any reconciling items are identified and explained.

Spot check on valuation of assets

One of the key roles of the fund administrator will be the valuation of assets. This is done through the reliance on various valuation sources. The Manager will carry out spot checks on the valuation of such assets to ensure that the valuation is accurate and appropriate.

Reasonableness tests on expenses charged to the fund

Most expenses incurred by the Sub-Fund are subject to the agreements entered into between the Manager and third parties. The Manager will therefore review the expenses to ensure that the expenses reflect the amounts shown in the contractual agreements.

Review of anti money laundering processes

The Manager will review all the processes followed by the Administrator for the processing of subscriptions and redemption orders. The Manager will ensure that such processes are in line with the appropriate anti-money laundering requirements such as the Prevention of Money Laundering Act.

Review of payments processed by the fund administrator

Payments processed by the fund administrator will be reviewed and approved by the Manager.

Regular review of shareholder register

The Manager will regularly review the shareholder register to ensure that it is updated regularly and accurately.

Regular site visits

The Manager will visit the fund administrator on a regular basis to ensure that the team working on the Sub-Fund is competent and is carrying out work diligently. The Manager will also review the physical paper files to ensure all the necessary documents are kept in order.

The Manager will carry out these procedures to oversee the level of performance of the Administrator, however there are various other mediums through so as to ensure the fund administration function is adequate such as the appointment of auditors, appointment of non executive directors and money laundering reporting officers.

The Manager will document the review process every time it is carried out and such evidence is kept at the both the fund administrator's premises and the fund manager's premises.

4.3 Custodian

The Company has appointed Sparkasse Bank Malta p.l.c., as Custodian to hold assets of the Sub-Fund that can be held in custody and to act as banker, subject to what is provided below.

The parent undertaking of Sparkasse Bank Malta p.l.c. is Anteilsverwaltungssparkasse Schwaz ("AVS"), a corporate entity governed by the Austrian Savings Bank Act, established in Austria, whose activities consist in holding and managing its assets, mainly its participation in Sparkasse Schwaz AG and Sparkasse Bank Malta p.l.c. The AVS currently holds 100 % of the shares of Sparkasse Schwaz AG and 90% of the shares in Sparkasse Bank Malta p.l.c. The remaining 10% of the shares in Sparkasse Bank Malta p.l.c. are held by Sparkasse Schwaz AG. Sparkasse Schwaz AG is a savings bank established in Austria; it is a member of the Austrian savings banks forming part of the Erste Group.

Sparkasse Bank Malta p.l.c. (the "Custodian") is licensed by the MFSA to carry out the business of banking as a credit institution in terms of the Banking Act (Chapter 371 of the Laws of Malta), and to provide investment services and to act as custodian for collective investment schemes under the Investment Services Act (Chapter 370 of the Laws of Malta). The Custodian provides safekeeping and related services to various other funds and entities in various jurisdictions, and is actively involved in the provision of a comprehensive range of financial services in Malta.

The Company has appointed the Custodian to perform safekeeping functions in respect of financial instruments that can be held in custody and that are entrusted to it by the Company in respect of the Sub-Fund, pursuant to an agreement entered into between the Company and the Custodian dated 25th April 2017 (the "Custody Agreement"). Essentially, the financial instruments in respect of which the Custodian will provide custody services in accordance with the Custody Agreement, are instruments which fall within the following categories and that can be held in custody, i.e. that can be registered or held in an account directly or indirectly in the name of the Custodian (the "Securities"):

Transferable securities as defined in Directive 2004/39/EC ;
Money-market instruments;
Units in collective investment undertakings;

excluding:

- a. any financial instruments that can be physically delivered; and
- b. any transferable securities or money market instruments that are not held, directly or indirectly, in an account with a Central Securities Depositories ("CSD").

The Custodian will hold cash belonging to the Sub-Fund as banker.

The Custodian does not provide any safekeeping services in respect of assets other than the Securities mentioned above ("Other Assets") or Securities that have been entrusted to or are held by another custodian, depositary, broker or other third party. Furthermore, the Custodian is appointed solely in respect of Securities directly held by the Sub-Fund, excluding any underlying assets of such Securities or any assets that may be held by the Sub-Fund through any SPV (if any).

The Custodian may perform banking and certain investment services (in particular, the receipt and transmission or execution of orders in Securities) for the Sub-Fund.

The Custodian is entitled to receive fees and reimbursement for out-of-pocket expenses, out of the assets of the Sub-Fund, for services provided in respect of the Sub-Fund, details of which are given in the Custody Agreement.

In terms of the Custody Agreement, the Custodian is permitted to appoint sub-custodians or other third parties and to entrust assets of the Sub-Fund for safekeeping with them or to sub-contract parts of its services to them, subject to the terms and conditions stipulated in the Custody Agreement.

The Custodian is liable for loss or damage suffered by the Company in respect of the Sub-Fund as a result of the Custodian's fraud, willful default or negligence, including the unjustifiable failure to perform, in whole or in part, its obligations. The Custody Agreement contains provisions whereby the Company agrees to indemnify (out of the assets of the Sub-Fund) the Custodian against actions and claims not resulting from its fraud, willful default or negligence, including the unjustifiable failure to perform in whole or in part its obligations.

The Custody Agreement may be terminated by either party by giving not less than three (3) months' notice, or with immediate effect on certain other grounds set out in the Custody Agreement.

The Custodian does not provide any services in respect of the Sub-Fund other than those mentioned above. In particular, it is not responsible for (i) the valuation of the assets of the Sub-Fund (or verification thereof), (ii) the calculation of the Net Asset Value of the Sub-Fund and of the Shares (or verification thereof), (iii) the marketing or distribution of the Shares, (iv) monitoring the activities of the Manager or management activities in respect of the Sub-Fund, (v) cash flow monitoring, or (vi) the calculation or verification of the performance fee or any other fees payable to the Manager or any third party.

The Custodian is not responsible for the contents of the Offering Memorandum or this Offering Supplement, nor for the approval thereof.

The contact details of Sparkasse Bank Malta p.l.c. are:

Sparkasse Bank Malta p.l.c.
101, Townsquare
Ix-Xatt ta' Qui-Si-Sana
Sliema
Malta

Tel: +356 2133 5705
Fax: +356 2133 5710
E-mail: info@sparkasse-bank-malta.com

4.3.1 Custody of Other Assets

The Custodian will not provide any safekeeping services with respect to investments in structured products and credit instruments. Evidence of such investments will be kept at the registered address of the Company.

Documents of title and ownership in relation to unlisted securities which will not fall within the definition of transferable securities and any Other Assets will be kept at the registered address of the Company.

4.4 Conflicts of Interest

The Company and its Sub-Funds are subject to various conflicts of interest arising out of their relationships with the Directors and its Service Providers. The Directors, the Administrator, the Manager, other companies within their respective groups, their officers and major shareholders are or may be involved in other financial, broking, investment or other professional activities which, in the course of their business, will on occasion give rise to conflicts of interest with the Company and/or any of its Sub-Funds.

Such persons shall remain at liberty to undertake such business independently of their involvement with the Company and/or any of its Sub-Funds. However, in such circumstances, such persons will have appropriate regard to their respective obligations under the agreements appointing them to act in the best interests of the Sub-Fund, so far as practicable having regard to their obligations to other clients or schemes, when potential conflicts of interest may arise. Having regard to these obligations, the Company and/or any of its Sub-Funds may buy Investments from or sell Investments to such persons, provided that such dealings are on an arm's length basis and on terms no less favourable than could reasonably have been obtained had the dealing been effected with an independent third party. Such persons may also hold Shares in the Company or any of its Sub-Funds. Should a conflict of interest arise, the Directors will endeavour to ensure that it is resolved fairly and that the Company shall not be disadvantaged. Conflicts could also arise in view of any incentives created for any Director/s or other officer/s of the Company to take higher risks than they otherwise would.

Whilst no assurance can be made that a conflict of interest may not arise at some time in the future, the Directors of the Company will seek to resolve such conflict of interests in the best interests of the Company and of its Members.

These conflicts include, but are not limited to the following:

- The Directors and their affiliates may advise additional funds/customer accounts in the future. Trading orders for accounts similar to those of the Company and/or any of its Sub-Funds may occur contemporaneously.
- The Administrator currently administers and intends to administer other funds and customer accounts. There is no specific limit as to the number of other funds or accounts which may be administered by the Administrator.
- The Manager currently manages and intends to manage other funds and customer accounts. There is no specific limit as to the number of other funds or accounts which may be managed by the Manager.
- The Custodian currently acts and intends to act as Custodian for other funds and customer accounts. There is no specific limit as to the number of other funds or accounts for which the Custodian may act.
- Certain Directors of the Company or entities in which they may have a financial or managerial interest, may sell Shares of the Company and receive a portion of each, or all, of the brokerage commissions, transaction charges, advisory fees or management fees paid by the Company as attributable to such purchasers' Shares. Thus, to the extent of such purchases, such Directors may have a conflict of interest between their duty to act for the benefit of the Investors in limiting expenses of the Company and the Sub-Fund and their interest in receiving such fees and/or commissions.
- The Company may, to the extent permissible under the MFSA Rules, enter into derivative contracts or other transactions of a similar nature with companies or other entities forming part of the same group of companies as the Manager or which are associated, directly or indirectly with the Manager or with which any of the directors of the Company may be connected or employed. The Company may enter into such dealings provided that they are on an arms-length basis and on terms no less favourable to the Company than could reasonably have been obtained had the dealing been effected with an independent third party. Should a conflict of interest arise, the Directors and/or the Manager will endeavour to ensure that it is resolved fairly and that the Company is not disadvantaged.
- Mr. Joseph Falzon, Mr. Michele Beneduce and Mr. Rosario Fiorentino, directors of the Company are also directors of the Manager.

5 THE SHARES

5.1 Base Currency

The base currency of the Sub-Fund, in which the performance of the Sub-Fund shall be measured and reported, shall be Euro.

5.2 Shares

The Company may issue up to nine hundred million (900,000,000) Shares which are not assigned any nominal value and which may be issued as Shares of any class representing, alone or together with other classes, a distinct Sub-Fund.

Founder Shares

Two thousand (2000) shares were issued as Founder Shares upon the incorporation of the Company, as set out in the Memorandum. The Founder Shares constitute a separate class of shares but not a distinct Sub-Fund. The Founder Shares have been subscribed to at the price of one Euro (EUR 1) each.

The Founder Shares carry the right to one vote each and carry a *pro rata* right to participate in any dividends or other distributions of the Company or in the assets of the Company on a winding up.

The Founder Shares have the exclusive right to appoint Directors to the Board of Directors. The Founder Shares rank *pari passu* among themselves in all respects.

Investor Shares

The Investor Shares are the only shares that are currently in issue in the capital of the Sub-Fund.

The Investor Shares shall be fully paid up, have no nominal value assigned to them and may be redeemed at the option of the holders thereof.

The Company shall not be seeking to list the Investor Shares on any stock exchange.

The Investor Shares do not carry any voting rights and do not carry a right to participate in any dividends but entitle their holders to participate in the movements, both positive and negative, in value of the assets of the Sub-Fund and carry a right to participate in the assets of the Sub-Fund on a winding up. Accordingly income received in respect of the Investor Shares shall be accumulated and reinvested by the Sub-Fund.

The Investor Shares rank *pari passu* among themselves in all respects.

The following Investor Shares shall constitute the Sub-Fund:

Share Class A – denominated in EUR.

5.3 Application Procedure

Applications for the subscription of Investor Shares in the Sub-Fund shall be made on the Application Form which shall be submitted directly to the Administrator.

The purchase of Investor Shares in writing is a legally binding contract. The Sub-Fund reserves the right to reject any application for Shares in whole or in part, for any reason whatsoever and without giving any reason to applicant.

No application for Investor Shares shall be accepted unless an appropriate Application Form has been duly completed and executed by the prospective Investor, or his authorised agent.

5.4 Issue of Shares

On a Dealing Day, the Sub-Fund may issue Investor Shares at the Subscription Price, upon receipt by the Administrator of the following:

- (i) A completed and duly executed original Application Form. Such Application Forms are available from the Administrator;
- (ii) Such due diligence documentation as the Sub-Fund may require from time to time, as further detailed in Section 5.12 of the Offering Memorandum;
- (iii) Payment of the Subscription amount, as indicated in the Application Form; and
- (iv) The Investor Declaration Form as set out in Appendix C.

If payment is received in a currency other than the Base Currency, the necessary foreign exchange transaction will be arranged by the Administrator for the account of, and at the expense of, the applicant at the time the application is received and accepted. The Administrator will take no responsibility for the rate of exchange obtained. The Administrator shall be entitled to deduct therefrom all expenses incurred in the conversion. No issue of Investor Shares will be made until such time as a payment is converted into the Base Currency.

No issue of Investor Shares shall be made in respect of an application if the Administrator has reason to believe that the prospective Investor does not satisfy the requirements of a Qualifying Investor.

The Directors may, in their absolute discretion, impose additional suitability standards from time to time in order to comply with applicable laws.

5.5 Subscription Price

The Subscription Price of a Share (that is, the Net Asset Value of the Sub-Fund divided by the number of its issued Shares) may be obtained from the Administrator during normal business hours.

Investor Shares shall be issued on each Dealing Day at the relevant prevailing Subscription Price. In the event that the Board of Directors has suspended or postponed calculation of the Net Asset Value (in the circumstances enumerated in Section 7 of the Offering Memorandum), the Administrator shall utilise the Subscription Price on the next effective Dealing Day following the resumption of calculation of the Net Asset Value.

5.6 Minimum Investment

The minimum permitted initial subscription of Investor Shares shall not be less than one hundred thousand Euros (€ 100,000) or the equivalent in any other currency.

Subsequent subscriptions of Shares by the same Investor shall be of a minimum of ten thousand Euros (€ 10,000) or the equivalent in any other currency.

5.7 Subscription Applications

Applications to subscribe for Investor Shares must be received by the Administrator by no later than two (2) Business Days before the Close of Business on the relevant Valuation Day.

In the event that an application to subscribe for Shares is received by the Administrator later than the aforementioned cut-off time, the subscription of Investor Shares in relation to such a late application shall be processed and formalised on the next Dealing Day following the relevant Dealing Day in respect of which the late application was submitted, subject to the right of the Administrator, at its sole discretion, to accept to process such a late subscription application.

The Company may, at the discretion of the Directors, accept subscriptions in specie in terms of Section 5.8 hereunder and the provisions of the Articles.

5.8 Subscription Monies

Cleared Funds (including any applicable subscription fee) must be received in the Sub-Fund's Designated Account (as indicated in the relevant Application Form) by no later than Close of Business on the relevant Valuation Day, subject to the right of the Directors, at its sole discretion, to accept to process subscription monies received later than the aforementioned relevant cut-off times, but before Close of Business on the relevant Dealing Day (as the case may be). Subscription monies should be paid electronically in accordance with the instructions provided in the relevant Application Form. Shares shall be issued with effect from the relevant Dealing Day.

Upon an issue of Investor Shares, written confirmation in the form of a contract note detailing the number and value of Investor Shares subscribed shall normally be sent to the relevant Investors within 10 Business Days of the effective date of the said issue.

At the discretion of the Directors and subject to the provisions contained in the Articles, the applicant for Investor Shares may satisfy any application for Investor Shares by the transfer to the Company of assets of at least equal value to the net asset value of the Investor Shares to be issued in return for such consideration in specie. The subscription shall not be effected until the Custodian is satisfied that the assets have been transferred to the Company.

Prior to the transfer the Administrator or any third party valuer appointed by the Manager or Company will draw up a report which will inter alia include:

- a description of each of the assets comprising the consideration;
- the value of each asset and a description of the method of valuation used;
- a confirmation that the value of the consideration is at least equal to the net asset value of the Investor Shares to be issued in return for such consideration.

The external valuator appointed shall be:

- a. an independent person from the Company, its officials or any service providers of the Company;
- b. of good standing with recognised and relevant qualifications/experience as well as an authorized member of a recognized professional body in the jurisdiction of the assets; and
- c. appointed by the Directors after consultation with the Auditors.

5.9 Suspension of Share Issues

No issue or redemption of Investor Shares shall take place for the duration of any period during which the determination of the Net Asset Value of the Sub-Fund is suspended in the circumstances enumerated in Section 7 of the Offering Memorandum.

5.10 Redemptions

The Investors in the Sub-Fund will not have any redemption rights exercisable during a period of three (3) years following the date of the initial investment in the Sub-Fund. The Directors may shorten this period at their sole discretion.

Subject to the terms and conditions stipulated in this Supplement and in the Articles, an Investor may cause any or all of his Shares to be redeemed by the Company on behalf of the Sub-Fund on any Redemption Day at the Redemption Price. An Investor may irrevocably request the Sub-Fund to redeem all or any part of his Shares, by submitting the Redemption Request to the Administrator.

In the event that the Sub-Fund receives Redemption Requests for an aggregated value of over 10% of the Sub-Fund's assets, the Sub-Fund shall be entitled to postpone part of such Redemption Requests to a later date. In such an event the available redemption amount will be allocated proportionally over all Redemption Requests as received.

The redemption of a portion of the Shares held by an Investor may not result in such Investor holding less than the Minimum Investment.

At the discretion of the Directors and subject to the provisions contained in the Articles, the Company may satisfy a Redemption Request by the transfer to the Investor making the Redemption Request of assets of the Sub-Fund of at least equal value to the net asset value of the Investor Shares subject to the Redemption Request as consideration for the redemption of the Investor Shares.

Prior to the transfer of the assets as referred to above, the Administrator or any third party valuer appointed by the Manager or Company will draw up a report which will inter alia include:

- a description of each of the assets comprising the consideration;
- the value of each asset and a description of the method of valuation used;
- a confirmation that the value of the consideration is at least equal to the net asset value of the Investor Shares to be redeemed in return for such consideration.

The external valuator appointed shall be:

- a. an independent person from the Company, its officials or any service providers of the Company;
- b. of good standing with recognised and relevant qualifications/experience; and
- c. appointed by the Directors after consultation with the Auditors.

5.11 Lock-in Period

Shareholders are subject to a Lock-in Period of 3 (three) years from the date of issue of investor shares in their favor. Although investors will not have the general right or opportunity to redeem investor shares during the Lock-in Period, Directors may at their discretion set a Redemption Day.

5.12 Deferral of Redemptions

Upon receipt of any Redemption Request by the Administrator, and in the event that the Sub-Fund does not have the necessary liquidity to meet such redemption requests, or if acceding to such redemption requests is considered, at the sole discretion of the Board of Directors, not to be in the overall interests of the Sub-Fund, the Sub-Fund reserves the right to defer all or part of the redemptions to the next following Redemption Day, or to any subsequent Redemption Day as may be determined by the Board of Directors.

5.13 Partial Redemptions

No redemption request submitted by an Investor to the Sub-Fund shall be considered and acceded to by the Sub-Fund, in the event that such a redemption request would result in the relevant Investor holding less than the Minimum Investment.

Such a request will accordingly be reduced *pro rata* by such amount as is necessary to enable the relevant Investor to hold at all times the Minimum Investment.

5.14 Redemption Price

Upon the Sub-Fund acceding to a redemption request, Investor Shares shall be redeemed at the prevailing Redemption Price.

The Redemption Price of an Investor Share (that is, the Net Value of the Sub-Fund divided by the number of its issued Investor Shares) may be obtained from the Administrator during normal business hours.

In the event that the Administrator has suspended or postponed the calculation of the Net Asset Value of the Sub-Fund (in the circumstances enumerated in Section 7 of the Offering Memorandum), the relevant Investor Shares shall be redeemed at the prevailing Redemption Price on the next effective Redemption Day following the resumption of calculation of the Net Asset Value. The Net Asset Value per Investor Share will reflect all accrued expenses and fees, including performance fees.

5.15 Submission of Redemption Requests

Requests for redemption of Investor Shares must be made in writing and must be received by the Administrator by no later than one (1) month prior to a Redemption Day.

Upon the timely receipt by the Administrator of any request for the redemption of Investor Shares in the Sub-Fund such request will be processed and formalised for redemption on the relevant Redemption Day after the Redemption Notice Period, provided that there are no limitations on such redemptions as outlined in this Supplement.

If a redemption request is received by the Administrator later than the aforementioned cut-off time, and subject to the overall right of the Board of Directors to defer all or part of the redemptions so requested to any subsequent Redemption Day, the relevant Shares shall be redeemed on the Redemption Day immediately following the relevant Redemption Day.

5.16 Payment of Redemption Proceeds

Once the Administrator has acceded to the redemption request of an Investor, written confirmation in the form of a contract note detailing the number and value of Shares redeemed shall normally be sent to such Investor, within 15 Business Days after the relevant Redemption Day.

Save as otherwise provided herein, the Administrator shall arrange for payment to such Investor of the net proceeds of the redemption to be normally effected within 15 Business Days after the relevant Redemption Day. Redemption proceeds will be paid to the original account from which subscription monies were received, unless special arrangements are made with the Administrator.

Payment on redemption may be delayed in the case of extraordinary circumstances, including without limitation the default or delay in payments due to the Sub-Fund from banks or other persons. Payment shall be made electronically (with charges for the account of the recipient), in accordance with the instructions of the Investor as provided in the Redemption Request. Payment shall ordinarily be effected in the Base Currency, or in any other freely convertible currency as may be agreed by the Administrator and the Investor. If payment is made in a currency other than the Base Currency, the necessary foreign exchange transaction will be arranged by the Administrator for the account of, and at the expense of, the share holder at the time the redemption payment is made. The Administrator will take no responsibility for the rate of exchange obtained. The Administrator shall be entitled to deduct therefrom all expenses incurred in the conversion.

5.17 Compulsory Redemption

The Directors retain the right to compulsorily redeem all or part of the Investor Shares at NAV pertaining to any Investor, at any time, if the Directors determine, in their exclusive discretion, that the continuing ownership of Shares by that Investor could cause an undue risk of adverse tax or other consequences to the Company or any of its Members, or any Investor has ceased to qualify as a Qualifying Investor, or if the Directors deem that such ownership of Shares is not in the best interests of the Sub-Fund.

5.18 Total Redemption

The Directors are further entitled, in their exclusive discretion, including in the event of closure of the Sub-Fund in accordance with Articles 31.1 and 31.2 of the Articles of Association of the Company, to redeem all of the Shares in the Sub-Fund at the Redemption Price of such Shares on a Redemption Day. The Directors would be required, however, to give all Investors not less than four (4) nor more than six (6) weeks' notice (expiring on the relevant Redemption Day) of any such total redemption.

If all of the Investor Shares are to be redeemed as aforesaid, the Company, with the approval of an Ordinary Resolution of the Founder Shareholders, may divide amongst the Members all or part of the assets of the Company accordingly as determined by the Articles and the Offering Memorandum.

If all of the Investor Shares in the Sub-Fund are to be redeemed as aforesaid and the whole or any part of the business or property of the Sub-Fund or any of the assets of the Company is proposed to be transferred or sold to another company (hereinafter called the "Transferee"), the Company may, with the sanction of an Extraordinary Resolution of the Founder Shareholders conferring either a

general authority to the Directors or an authority in respect of any particular arrangements, receive in compensation or part compensation for the transfer or sale, shares or units or other like interest or property in or of the Transferee for distribution among the Members, or may enter into any other arrangement whereby any Member may *in lieu* of receiving cash or property, or in addition thereto, participate in the profits of, or receive any other benefit from the Transferee.

Where a redemption of shares would result in the number of Members falling below the legal minimum number of members in a public limited company, or would result in the issued share capital of the Company falling below such minimum amount as the Company may be obliged to maintain pursuant to applicable law, the Company may defer the redemption of such shares the redemption of which would result in such number or amount not being satisfied until the Company is wound up or until the Company procures the issue of sufficient shares to ensure that the aforesaid number and amount are satisfied. The Company shall be entitled to select the shares for such deferred redemption in such manner as it may deem to be fair and reasonable.

5.19 Suspension of Redemptions

No redemption of Shares shall take place for the duration of any period during which the determination of the Net Asset Value is suspended in the circumstances enumerated in Section 7 of the Offering Memorandum.

5.20 Share Transfers

Subject only to applicable Minimum Investment restrictions, the Shares are freely transferable to third parties. However, the Directors may decline to register any transfer of Shares in their exclusive discretion.

Any transfer of Shares shall be effected in writing. The instrument of transfer must be deposited at the Administrator's office, together with any other documentation requested by the Administrator by way of evidence of the transferor's right to make the transfer.

A transferor of the Shares shall be deemed to remain the holder of the Shares referred to in the relevant transfer instrument, until such time as the Administrator shall enter the name of the transferee in the Register.

The Administrator shall not accept an application to register a transfer of Shares unless the transferee is or can be accepted as a Qualifying Investor and has applied to register such number of Shares whose aggregate value (as valued at the then most current NAV) is equal to or more than the Minimum Investment at the time of the transfer.

In the event that the transferor transfers only a part of his Shares, the Administrator shall not accept an application to register the transfer unless the transferor retains at least such number of Shares whose aggregate value is equal or more than the Minimum Investment.

Share transfer fees shall not apply to the Sub-Fund.

6 DETERMINATION OF NET ASSET VALUE

The Net Asset Value per Share of the Sub-Fund shall be determined by the Administrator at Close of Business on each Valuation Day.

The Sub-Fund's Net Asset Value shall be the value of the Sub-Fund's assets, less its liabilities. In turn, the Net Asset Value per Share of the Sub-Fund shall be the Sub-Fund's Net Asset Value divided by the number of Shares in issue in the Sub-Fund.

To ensure equity between Investors, any expense or liability of the Sub-Fund may, if the Directors consider it appropriate, be amortised over such period as the Directors may determine (and the Directors may at any time and from time to time determine to lengthen or shorten any such period) and the unamortised amount thereof at any time shall also be deemed to be an Asset of the Sub-Fund.

The Net Asset Value shall be expressed in the Base Currency (or in such other currency as the Directors may determine) as a 'per Share' figure and shall be determined by the Administrator in accordance with the rules set forth below:

- (i) The Net Asset Value per Share may be rounded down to at least four decimal places of the relevant Base Currency.
- (ii) All valuation regulations and determinations shall be interpreted and made in accordance with International Accounting Standards.
- (iii) For the purposes of calculating the Net Asset Value of Shares in the Sub-Fund, the Assets of the Sub-Fund shall include:
 - (a) the value of all shares, stock, debenture stocks, subscription rights, bonds, time notes, certificates of deposit, warrants, forward contracts, options and other securities, financial instruments and similar Assets owned or contracted for by the Sub-Fund;
 - (b) all cash in hand, deposits and similar property, including any interest accrued thereon;
 - (c) the value of all bills and notes payable and accounts receivable (including proceeds of securities sold but not delivered);
 - (d) all stock dividends, cash dividends and cash distributions receivable by the Sub-Fund to the extent that information thereon is reasonably available to the Sub-Fund;
 - (e) all interest accrued on any interest-bearing Assets owned by the Sub-Fund except to the extent that the same is included or reflected in the principal amount of such Asset;
 - (f) an amount equal to all such costs, charges, fees and expenses as the Administrator may have determined to amortise insofar as the same have not been written off;
 - (g) all other Assets of any kind and nature including expenses paid in advance.
- (iv) For the purposes of calculating the Net Asset Value of Shares in the Sub-Fund, the liabilities of the Sub-Fund shall include:
 - (a) all loans, bills and accounts payable;
 - (b) all accrued interest on loans of the Sub-Fund (including accrued fees for commitment for such loans);
 - (c) all accrued or payable expenses (including formation expenses, fees payable to the Directors, accountants, custodian administrative expenses and all other operating expenses, including the cost of buying and selling Assets, interest, bank charges and brokerage, postage, telephone, e-mail and telefax);

- (d) all known liabilities, present and future, including all matured contractual obligations for payments of money or property, including the amount of any unpaid dividends declared by the Sub-Fund;
- (e) an appropriate provision for future taxes based on capital and income to the Dealing Day, as determined from time to time by the Sub-Fund, and other reserves (if any) authorized and approved by the Board, as well as such amount (if any) as the Board may consider to be an appropriate allowance in respect of any contingent liabilities of the Sub-Fund;
- (f) all other liabilities of the Sub-Fund of whatsoever kind and nature.

6.1 Valuation of Assets

The value of the assets comprised in the Sub-Fund shall be ascertained on the following basis:

- A. The value of any investment which is not quoted, listed or normally dealt in on or under the rules of a Regulated Market shall be the initial value thereof ascertained as hereinafter provided or the value thereof as assessed on the latest revaluation thereof made in accordance with the provisions hereinafter contained. For this purpose:
 - (i) the initial value of such an Investment shall be the amount expended out of the Sub-Fund in the acquisition thereof (including in each case the amount of the stamp duties, commissions and other expenses incurred in the acquisition thereof and the vesting thereof in the Company for the account of the Sub-Fund); and
 - (ii) the Board of Directors may at any time cause a revaluation to be made of any such investment. This shall be done by such professional person who is independent as appointed for such purpose by the Board of Directors in consultation with and subject to the approval of the Auditors .

Any professional person/s appointed to undertake such valuation/s be:

- (i) independent from the Company, its officials, or any service providers to the Company;
 - (ii) of good standing with recognised and relevant qualifications and an authorised member of a Recognised Professional Body in the jurisdiction of the assets: and
 - (iii) appointed by the Directors in consultation with and subject to the approval of the Auditors.
- B. The value of any investment quoted, listed or normally dealt in on or under the rules of any stock exchange or other Regulated Market considered by the Administrator to provide a satisfactory market for the securities in question shall be calculated by reference to the price appearing to the Administrator to be the latest available dealing price or (if bid and offered quotations are made) the latest available bid quotation (for long positions) or ask quotation (for short positions) on such Regulated Market provided that:
 - (i) if an investment is quoted, listed or normally dealt in on or under the rules of more than one Regulated Market, the Administrator shall adopt the price or, as the case may be, the middle quotation on the Regulated Market which, in their opinion, provides the principal market for such investment;
 - (ii) in the case of any investment which is quoted, listed or normally dealt in on or under the rules of a Regulated Market but in respect of which, for any reason, prices on that Regulated Market may not be available at any relevant time, the value thereof shall be determined by such professional person who is independent valuer as is appointed for such purpose by the Board of Directors in consultation with and subject to the approval of the Auditors;
 - (iii) the Administrator shall not be under any liability by reason of the fact that a value reasonably believed by them to be the latest available price or, as the case may be, middle quotation for the time being may be found not to be such; and
 - (iv) there shall be taken into account interest accrued on interest-bearing investments up to the date at which the valuation is made unless such interest is included in the price or quotation referred to above.

- E. Cash, deposits and similar property shall be valued at their face value (together with accrued interest) unless, in the opinion of the Administrator, any adjustment should be made.
- F. Notwithstanding any of the foregoing, the Board of Directors, in consultation with the Administrator may adjust the value of any investment or other property or permit some other method of valuation to be used they consider that in the circumstances (including without limitation a material volume of subscription or redemptions of Shares or the marketability of the Investments or other property or such other circumstances as the Administrator deem appropriate) such adjustment or other method of valuation should be adopted to reflect more fairly the value of such Investment or other property.
- G. Every Share allotted by the Sub-Fund shall be deemed to be in issue and the Sub-Fund shall be deemed to include the net amount of any cash or other property to be received in respect of each such Share.
- H. Where, in consequence of any notice or redemption request duly given, a reduction of the Sub-Fund by the cancellation of Shares has been or is to be effected but payment in respect of such reduction has not been completed, the Shares in question shall be deemed not to be in issue and any amount payable in cash or investments out of the Sub-Fund in pursuance of such reduction shall be deducted.
- I. Where any Investment or other property has been agreed to be acquired or realised but such acquisition or disposal has not been completed, such Investment or other property shall be included or excluded, as the case may be, and the gross acquisition or net disposal consideration excluded or included as the case may require as if such acquisition or disposal had been duly completed.
- J. Where an amount in one currency is required to be converted into another currency the Administrator may effect such conversion using such rates as the Administrator shall determine at the relevant time except where otherwise specifically provided therein. For the avoidance of doubt, the Administrator shall retain responsibility for the rate of exchange obtained.
- K. There shall be deducted from the assets such sum in respect of tax (if any) as in the estimate of the Administrator will become payable in respect of the current accounting period.
- L. Where the current price of an Investment is quoted, ex dividend or interest, there shall be added to the assets a sum representing the amount of such dividend or interest receivable by the Company but not yet received.
- M. There shall be deducted from the assets the total amount (whether actual or estimated by the Administrator) of any other liabilities properly payable including outstanding borrowings and accrued interest on borrowings (if any).

Without prejudice to their general powers to delegate their functions herein contained, the Directors and/or the Administrator may delegate any of their functions in relation to the calculation of Net Asset Value to third party/ies. In the absence of willful misconduct or manifest error, every decision taken by the Administrator or any third party on behalf of the Company in calculating the Net Asset Value shall be final and binding on the Company and on present, past or future Members.

The Company, the Board or the Administrator shall not be responsible for any error in calculating the value of Assets if the Company, the Board or the Administrator has acted in good faith when making such calculations, and no adjustments shall be made to the values of any Assets unless the valuation error exceeds 0.5% (half a percentage point) of the Net Asset Value in which case it shall be adjusted. The MFSA shall be notified of such event together with information on such remedial action that the Company, the Board and the Administrator propose to take to ensure that such error does not occur again.

The Directors retain the right to adjust the value of any Investment in the Sub-Fund, or to permit a different method of valuation, if circumstances dictate, as the Directors may deem appropriate, that

such adjustment or different method of valuation would reflect more fairly the value of such Investment or of the shares of the Company in relation to the Sub-Fund. Should any person so entitled to object to the new valuation, do so in writing to the Directors, the Directors shall instruct the Auditors to independently determine as to whether the proposed adjustment of value or different method of valuation should be implemented or otherwise, in whole or in part. The Auditors' determination shall be final and binding on all persons.

7 FEES, CHARGES AND EXPENSES

7.1 Sales Commission

In accordance with the Offering Memorandum, the Company reserves the right to pay a sales commission or other fees to intermediaries in respect of Investors using an intermediary, which fee will be fully disclosed to such Investors. Any such sales commissions or other fees will be paid out of the relative management fees.

Where any of the Sub-Fund's Investor Shares are placed and/or subscribed by Investor/s introduced through third party intermediary/ies, such intermediary/ies may, at the sole discretion of the Directors of the Company, be entitled to such proportion of the below-mentioned subscription fee as may be agreed upon between the Company and the intermediary/ies. For the avoidance of doubt, any such arrangement/s with intermediaries shall be at no additional cost to the Investor.

7.2 Subscription Fee

Upon the subscription of Shares by an Investor, the Sub-Fund shall charge the Investor a maximum subscription fee of up to 3% of the subscription monies for subscription. The Company may in its discretion waive or reduce the said fee. The Company may defer said charge payable by an Investor to the time of any redemption by the said Investor. In the latter case, the relevant subscription fee will be reduced from the redemption proceeds payable to the Investor.

7.3 Redemption Fee

Upon any redemption of Shares by an Investor, the Sub-Fund may charge the Investor a redemption fee equivalent to:

- 3% of the Redemption Price prior to the lapse of three (3) years subsequent to the Investor's acquisition of the relevant Shares;
- 2% of the Redemption Price if the investor wishes to redeem between the third (3rd) year and fourth (4th) year from the date of the relevant subscription;
- 1% of the Redemption Price if the investor wishes to redeem between the fourth (4th) year and fifth (5th) year from the date of the relevant subscription

No redemption fee will be payable by the Investors after the lapse of the first five years following the relevant subscription by the Investor.

Redemption fees may, at any rate, be waived or reduced at the discretion of the Directors.

7.4 Management Fees & Performance

The Manager shall be entitled to receive a performance fee and a management fee in respect of each share class constituting the Sub-Fund as follows:

Management fee:

1.2 p.a of the NAV subject to a minimum of €40,000 per year.

The Management Fee shall accrue on every Valuation Day and shall be payable monthly in arrears following the Valuation Day.

Performance fee:

The Manager shall receive from the Company in respect of the Sub-Fund a performance fee on the appreciation in the Gross Asset Value ("**GAV**") of the Sub-Fund over the previous High Watermark ("**HWM**") multiplied by the number of Investor Shares in issue in the related class of Investor Shares from the previous Calculation Period on which a Performance Fee was paid.

The Performance Fee in respect of each Calculation Period will be calculated by reference to the Net Asset Value (“NAV”) before deduction for any accrued Performance Fee.

For each Calculation Period, a Performance Fee shall be payable in the amount of 20% in respect of the Investor Shares on the appreciation of the Sub-Fund’s GAV over the previous HWM.

Once a Performance Fee has been paid, additional Performance Fees will be payable only once the Sub-Fund’s GAV exceeds the new HWM. The HWM is the higher of: (a) the Initial Offering Price and (b) the highest NAV per Share on which a Performance Fee was paid.

The Company will not adopt an equalisation methodology for the calculation of the Performance Fee due to the Investment Manager. Shareholders may accordingly underpay/over pay any performance fee due to the Investment Manager when subscribing and/or redeeming their Investor Shares.

The Performance Fee will be deemed to accrue as at each Valuation Day and shall be payable quarterly in arrears and normally within 14 calendar days of the end of each Calculation Period.

The Performance Fee will be calculated in respect of each Calculation Period.

If the Investment Management Agreement is terminated during a Calculation Period the Performance Fee in respect of the then current Calculation Period will be calculated and paid as though the date of termination were the end of the relevant Calculation Period.

The Company will not adopt an equalisation methodology for the calculation of the Performance Fee due to the Investment Manager. Shareholders may accordingly underpay/ over pay any performance fee due to the Investment Manager when subscribing and/ or redeeming their Investor Shares.

7.5 Administration Fees

0.075% on the NAV of the Sub-Fund subject to minimum annual fee of € 6,000 per annum.

7.6 Custody Fees

The Custodian shall be entitled to receive a fee by way of remuneration of its duties based on the following fee schedule:

- If the Sub-Fund size is below 25 million: 0.15% per year, subject to a minimum fee of €6,000 per year;
- If the Sub-Fund size is between 25 million to 50 million: 0.10% per year subject to a minimum fee of €37,500 per year;
- If the Sub-Fund size is between 50 million to 150 million: 0.075% per year subject to a minimum fee of €50,000.

Custody fees shall be applied and levied quarterly and automatically debited to the fund’s account.

The custody fee shall apply to the Total Assets held by the sub-fund with the Custodian. The fee shall be levied quarterly and will be based upon the average monthly closing balances for the quarter.

Dates for levying fees will be end of, March, June, September and December.

Custody fees are exclusive of 3rd party fees if, and when levied.

7.7 Operating Expenses

In addition to the fees and expenses referred to above, the Sub-Fund shall be liable to pay operating expenses incurred by the Sub-Fund, including without limitation, legal, accounting, auditing,

registration, licensing, governmental filing fees, director fees, printing, marketing and representation costs.

7.8 Other Expenses

The Sub-Fund shall also bear the following expenses:

- (i) All taxes and expenses that may be incurred in connection with the acquisition and disposal of the assets of the Sub-Fund;
- (ii) All taxes that may be payable on the assets, income and expenses chargeable to the Sub-Fund;
- (iii) All third party brokerage, bank and other charges incurred by the Sub-Fund in relation to its business transactions;
- (iv) All fees and expenses due to any third party valuer, dealer, distributor or other third party supplier of services to the Sub-Fund;
- (v) All expenses incurred in connection with the publication and supply of information to the Members of the Sub-Fund and, in particular, without prejudice to the generality of the foregoing, the cost of printing and distributing any reports specific to the Sub-Fund, any report to the MFSA or any other regulatory authority that is specific to the Sub-Fund, any marketing or promotional materials specific to the Sub-Fund, any costs of publishing quotations of prices and notices in the press specific to the Sub-Fund, and any costs of all stationery, printing and postage in connection with the preparation and distribution of cheques, warrants, tax certificates and statements specific to the Sub-Fund;
- (vi) All expenses incurred in the registration of the Sub-Fund with any government agencies or regulatory authorities in any jurisdiction where registration is available or necessary and in having the Shares of the Sub-Fund listed or dealt on any Regulated Market;
- (vii) All expenses arising in respect of legal or administrative proceedings specific to the Sub-Fund;
- (viii) To the extent not already covered above, all expenses incurred in connection with the operation, promotion and management of the Sub-Fund, including, without limitation to the generality of the foregoing, all costs connected to the organisation of meetings of the Members and in obtaining proxies in relation to such meetings, costs incurred in keeping the Register, costs of any translations, insurance premiums, association membership dues, and all non-recurring and qualified items of expenditure as may arise specifically in relation to the Sub-Fund.

8 ANTI-MONEY LAUNDERING MEASURES

The Company, acting through the Administrator, is required to ensure full compliance with all applicable Maltese and international anti-money laundering (“AML”) and combating the financing of terrorism (CFT) legislation.

The principal Maltese legislation is prescribed in the Prevention of Money Laundering Act, Chapter 373 of the laws of Malta, and the Criminal Code, Chapter 9 of the Laws of Malta, and the consequent requirements for subject persons are laid down in the Prevention of Money Laundering and Funding of Terrorism Regulations, issued in 2018 in terms of the Prevention of Money Laundering Act. Further, and if appropriate, the Company may also be required to comply with certain provisions of the USA PATRIOT Act, and other relevant international legislation.

The specific requirements include, *inter alia*, the fundamental requirement to conduct suitable Customer Due Diligence, including the requirement to Know Your Client (and to verify the identity thereof), which extends, for any ‘non-individual’ Investor, to the ultimate beneficial owner(s) of the monies invested. This requirement is principally (though not exclusively) satisfied through documentary evidence referred to in Section 5.12 of the Offering Memorandum. It should be noted that the Administrator may request further information, in order to satisfy its regulatory obligations. The Company is also obliged to obtain information on the purpose and intended nature of the business relationship, in order to be in a position to establish the business and risk profile of the Investor. The Company is also obliged at law to carry out ongoing monitoring in the case of an existing business relationship, which includes the scrutiny of transactions undertaken throughout the course of the relationship in order to ensure that the transactions being undertaken are consistent with the Company’s knowledge of the Investor and of his/its business and risk profile, including, where necessary, the source of funds as well as ensuring that the documents, data or information held by the Company are kept up-to-date.

There is also a requirement to know the source of the funds, such requirement normally being limited to knowing the bank and account from which the monies were remitted. A further requirement is that such monies invested may only be redeemed to the account of remittance, except in exceptional circumstances.

Finally, as the aforementioned legislation is subject to change, any additional requirements imposed on the Company will be reflected in its requirements of the applicant.