

Everest Alternative Investment Trust

April 2012 Factsheet



The Everest Alternative Investment Trust (EAIT) has exposure to a portfolio of absolute return funds. The objective of the Investment Portfolio is to generate attractive risk-adjusted absolute returns over the medium-to-long term.

Fund Facts as at 30 April 2012

| | |
|--|--------|
| Estimated monthly return ¹ | 0.00% |
| Estimated monthly return excluding FX | 0.04% |
| NTA as at 30 April 2012 ^{1,2} | \$0.79 |

Investment manager summary

| | |
|---|-------|
| Investment positions posting positive returns | 19 |
| Investment positions posting negative returns | 14 |
| Largest manager allocation | 27.5% |

Fund NTA returns (net)

| | Jan | Feb | Mar | April | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Year |
|-------------|--------|--------|--------|--------------------|---------------------|--------------------|--------|--------|--------|---------|--------|--------|----------------|
| 2012 | -1.92% | 2.67% | 2.60% | 0.00% ¹ | | | | | | | | | 3.32% |
| 2011 | 2.04% | -0.14% | 0.14% | -4.64% | 3.08% | -0.75% | -1.59% | 1.77% | 6.09% | -6.56% | 2.63% | -2.80% | -1.41% |
| 2010 | 1.18% | 0.60% | 1.84% | 1.63% | -1.64% | -0.71% | 2.03% | -0.37% | 2.28% | 0.49% | 2.20% | -3.49% | 6.03% |
| 2009 | -2.97% | 0.00% | -0.44% | 0.44% | 1.75% | 1.97% ³ | 0.23% | 1.60% | 1.02% | 0.04% | 0.75% | 1.72% | 6.16% |
| 2008 | -4.18% | 0.77% | -2.29% | 1.04% | 1.80% | -2.15% | -1.58% | -2.14% | -9.84% | -15.15% | -8.57% | -7.81% | -41.02% |
| 2007 | 2.60% | -0.13% | 2.33% | 2.51% | -4.89% ⁴ | 0.65% | 0.00% | -3.44% | 1.27% | 3.27% | -1.70% | 0.74% | 2.90% |
| 2006 | 4.15% | -0.21% | 2.63% | 2.01% | -3.94% | 0.32% | -2.40% | 1.72% | 1.69% | 2.85% | 3.70% | 2.67% | 15.92% |
| 2005 | - | - | - | -3.60% | 1.00% | 2.71% | 4.80% | 0.23% | 3.20% | -3.76% | 2.76% | 2.46% | 9.83% |

- 1 Unaudited – in calculating the NTA, EAIT asset values have been calculated using unaudited absolute return fund performance estimates for the month being reported.
- 2 For the purposes of calculating the above figures, the Australian Equivalents to International Financial Reporting Standards (AEIFRS) have been applied (other than for classification of net assets attributable to unitholders of EAIT where Australian Generally Accepted Accounting Principles, as applied before the introduction of AEIFRS, have been used).
- 3 Following the announcement of the intention to separate EAIT into two funds, performance data from 1 June 2009 onwards represents the underlying absolute return funds only. Prior to 1 June 2009 the performance data reflects both the absolute return funds and direct investments.
- 4 The May 2007 monthly NTA performance was impacted by the EBI rights issue and placement which were completed that month and does not include the implied value of EBB shares received by investors who successfully participated in the EBI capital raising. The May 2007 performance of the underlying investment portfolio (excluding the effect of the capital raising) was +2.40%.

Market Commentary

The bullish sentiment that persisted in the first quarter of 2012 began to fade in April as most risk assets, notably equities and certain commodities, traded sideways to down during the month. The S&P 500 Index finished 0.6% lower (its first negative month since November 2011) and the MSCI World Index finished 1.4% lower.

For the most part US economic data was favourable for Q1 with the world largest economy posting real GDP growth figures of 2.2%. Corporate results were also impressive as S&P 500 companies showed 6% growth in revenues and profits for the quarter, though it should be noted that Apple Inc. alone accounted for nearly 40% of the total profit growth.

This US stability was in direct contrast with weaker conditions in Europe, as official recessions encompassed France, the UK, Spain, Italy, Portugal, Ireland, Netherlands, and Belgium. Spain has become particularly concerning, with record Credit Default Swap (CDS) levels and sharp equity declines in April, that led to levels not seen since the 2009 lows. Spain also suffers from 24% unemployment and significant banking insolvencies due largely to unrecognised real estate losses. It is important to note that both Spain and Italy are critical pieces in the European puzzle, not just due to their sovereign scale, but also because of their leverage and links to the regions banks.

The markets also felt additional pressure from the world economic leaders as they portrayed a somewhat defensive stance towards further monetary intervention. Concurrently, ECB board members exchanged nuanced opinions on the possibility of purchases of Spanish sovereign bonds. However, the Fed held to its commitment of

record-low interest rates and the possibility of additional balance sheet actions, even as it postulated that a gradual recovery is developing in the US

Performance Commentary

The Everest Alternative Investment Trust was flat for the month (net of all fees and expenses). The underlying portfolio was up 0.3% in USD terms, as the appreciation in the Australian dollar (from 1.034 to 1.042) detracted 0.8% from performance. This compares to monthly returns for the S&P 500 Index of 1.4% (in AUD terms) and the S&P/ASX 200 Accumulation Index of 1.4%.

The Fund's largest position, concentrated equities manager ESL (c.24% of EAIT), had a challenging month and was down 3.7% for April. This negative performance was almost solely due to ESL's largest holding, Sears (c.44% of the ESL portfolio), which declined over 18% for the month. In contrast, the Funds 3rd and 4th largest positions, Gap Inc and Autozone, performed well and rallied 9.5% and 6.6% respectively.

Our credit and distressed securities managers also performed well in April with the Fund's second largest exposure, the Drawbridge Special Opportunities Fund 2008 RCA (c.6.5% of EAIT), up 1.4%. Cerberus also gained 1.2% for the month.

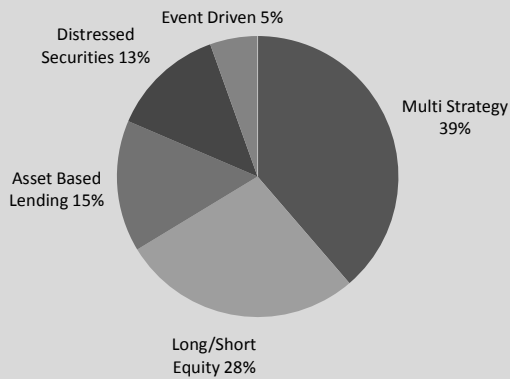
Everest Alternative Investment Trust

April 2012 Factsheet



Exposure Summary

By Strategy (excluding cash)



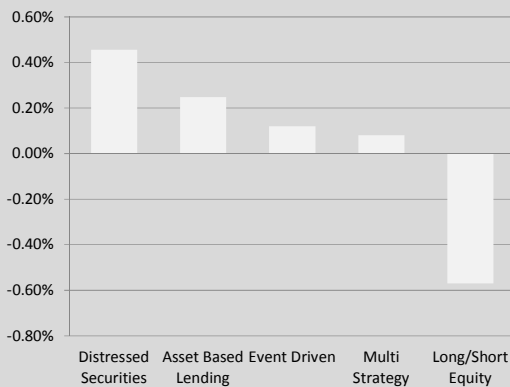
Based on the gross value of the Investment Portfolio. Exposure numbers may not total exactly due to rounding.
The investment strategy exposures are shown net of cash. Investment strategy and exposure data as at the first business day of the following month.

By Investment Manager (top eight managers)

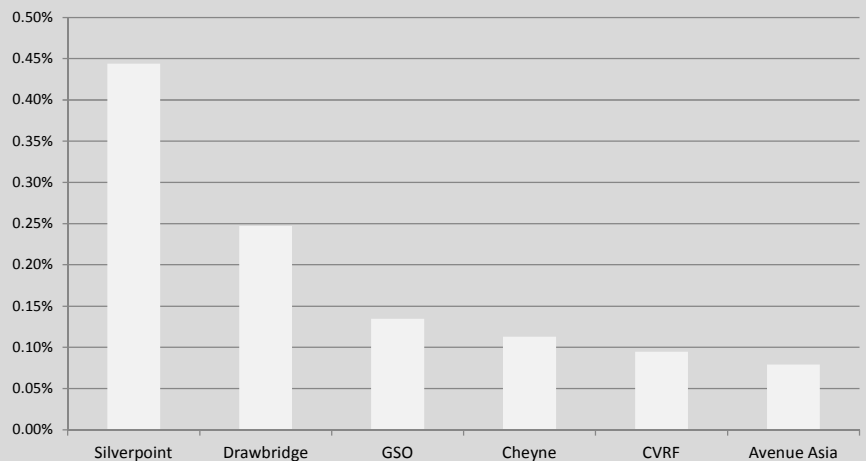
| Fund | Strategy | Weight |
|---------------------------------------|-----------------------|--------------|
| ESL Investments | Long Biased Equity | 27.5% |
| Drawbridge Special Opportunities Fund | Asset Based Lending | 15.1% |
| TPG Axon | Multi Strategy | 9.7% |
| Eton Park | Multi Strategy | 4.8% |
| GSO | Multi Strategy | 4.7% |
| Silverpoint | Distressed Securities | 4.5% |
| Cerberus | Distressed Securities | 4.3% |
| OZ Global Special Situations Fund | Multi Strategy | 4.3% |
| Total | | 74.9% |

Monthly Performance Contribution

By Strategy (excluding cash)



By Investment Manager (top six contributors, excluding cash)



Contact us

For further information please contact One Managed Investment Funds Ltd

Email: info@oneinvestment.com.au

Address: Level 13
20 Hunter Street
Sydney NSW 2000

Phone: +61 2 8277 0000

This report is provided to you for information purposes only by One Managed Investment Funds Limited (**OMIFL**) ACN 117 400 987, AFSL 297 042, as responsible entity of the Everest Alternative Investment Trust (ARSN 134 483 319) (**EAIT**). OMIFL is a subsidiary of the One Investment Group. It does not constitute an offer or invitation to purchase or subscribe for EAIT or any other securities. Any financial product advice given in this presentation is of a general nature only. The information has been provided without taking into account the investment objective, financial situation or needs of any particular investor. Therefore, before acting on the information contained in this report you should seek professional advice and consider whether the information is appropriate in light of your objectives, financial situation and needs. OMIFL does not guarantee the performance of EAIT, the repayment of any capital or any rate of return. Investing in any financial product is subject to investment risk including possible loss. Past performance is not a reliable indicator of future performance. Information in this report is based on information provided to OMIFL by third parties that may not have been verified. OMIFL believes that the information is reliable but does not guarantee its accuracy or completeness. OMIFL is not able to give tax advice and accordingly, investors should obtain independent advice from an accountant and/or lawyer before making any decision based on the tax treatment of investments in EAIT.