

Everest Alternative Investment Trust

ARSN 134 483 319

Interim financial report for the half-year ended 30 June 2017

Index to the Financial Statements

	Page
Directors' Report	1
Auditor's Independence Declaration	3
Independent Auditor's Report	4
Directors' Declaration	6
Condensed Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 30 June 2017	7
Condensed Statement of Financial Position as at 30 June 2017	8
Condensed Statement of Changes in Net Assets Attributable to Unitholders for the half-year ended 30 June 2017	9
Condensed Statement of Cash Flows for the half-year ended 30 June 2017	10
Notes to the Condensed Financial Statements	11
1. General Information	11
2. Adoption of New and Revised Accounting Standards	11
3. Significant Accounting Policies	12
4. Distributions	13
5. Change in Value of Financial Assets Held at Fair Value Through Profit or Loss	13
6. Investment in Financial Instruments	13
7. Net Assets Attributable to Unitholders	15
8. Responsible Entity's Fees	16
9. Cash and Cash Equivalents	16
10. Commitments and Contingencies	17
11. Subsequent Events	17

Directors' Report

The directors of One Managed Investment Funds Limited ("OMIFL" or "Responsible Entity"), the responsible entity of Everest Alternative Investment Trust ("EAIT" or the "Trust"), submit herewith the half-year report of the Trust for the half-year ended 30 June 2017. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Information about the Directors and Senior Management

The names of the directors and company secretaries of the Responsible Entity are:

Name	Title
Frank Tearle	Executive Director and Company Secretary
Justin Epstein	Executive Director
Elizabeth Reddy	Non-Executive Director
Sarah Wiesener	Company Secretary

Responsible Entity

The responsible entity of the Trust is One Managed Investment Funds Limited (ABN 47 117 400 987; AFSL 297 042). The registered office and principal place of business of the Responsible Entity is Level 11, 20 Hunter Street, Sydney NSW 2000.

Principal Activities

The Trust is a registered managed investment scheme, domiciled in Australia.

On 11 February 2011, the Responsible Entity decided to terminate the Trust pursuant to the terms of the Trust's Constitution. Investors were notified of this on 23 February 2011. The principal activities of the Trust during the half-year have therefore been to manage the Trust with the goal of realising the Trust assets in an orderly manner.

The Trust did not have any employees during the half-year.

Review of Operations

Results

The results of the operations of the Trust are disclosed in the Condensed Statement of Comprehensive Income of these half-year financial statements. The loss attributable to unitholders for the half-year ended 30 June 2017 was \$590,694 (30 June 2016 loss: \$456,408).

Distributions

In respect of the financial half-year ended 30 June 2017, a distribution of \$nil (30 June 2016: \$nil) was payable to unitholders.

Returns of Capital

In respect of the financial half-year ended 30 June 2017, returns of capital totaling \$851,919 (30 June 2016: \$368,725) were paid to unitholders.

Value of Net Assets and Units Issued

The total value of the Trust's net assets at 30 June 2017 was \$3,125,803 (31 December 2016: \$4,568,416). The total number of units on issue as at 30 June 2017 is 37,364,860 (31 December 2016: 37,364,860).

Directors' Report (continued)

Fees Paid and Payable to the Responsible Entity and Associates

The following fees were paid or payable to the Responsible Entity and its associates out of the Trust's property during the half-year ended 30 June 2017:

Management fees for the half-year ended 30 June 2017 were \$22,362 (30 June 2016: \$34,254) of which \$11,642 (31 December 2016: \$16,538) was payable at the end of the period.

Changes in State of Affairs

During the financial half-year there were no other significant changes in the state of affairs of the Trust.

Subsequent Events

On 8 September 2017, the Trust paid a return of capital of \$231,662 (0.62 cents per unit) to unitholders.

Other than the above, there has not been any other matter or circumstance occurring subsequent to the end of the half-year that has significantly affected, or may significantly affect, the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years.

Future Developments

The Trust will be managed in accordance with the Constitution. The realisation process will be managed in an orderly manner. Whilst assets are expected to be realised over several years, there is no certainty regarding the timing or value of the realisation and the completion of the wind up process.

Environmental Regulation and Performance

The operations of the Trust are not subject to any particular or significant environmental regulation under a law of the Commonwealth or of a State or Territory. There have been no known significant breaches of any other environmental requirements applicable to the Trust.

Indemnification of Directors, Officers and Auditors

During the financial half-year, the Responsible Entity paid a premium in respect of a contract insuring the directors of OMIFL against a liability incurred as a director or executive officer to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

The Responsible Entity has not otherwise, during or since the end of the financial half-year, except to the extent permitted by law, indemnified or agreed to indemnify an officer or auditor of the Responsible Entity or of any related body corporate against a liability as such an officer or auditor.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act 2001 is set out on page 3.

On behalf of the directors of the Responsible Entity, One Managed Investment Funds Limited.


Justin Epstein
Director

8 September 2017



Crowe Horwath Sydney
ABN 97 895 683 573
Member Crowe Horwath International

Audit and Assurance Services

Level 15 1 O'Connell Street
Sydney NSW 2000
Australia

Tel +61 2 9262 2155
Fax +61 2 9262 2190
www.crowehorwath.com.au

8 September 2017

The Directors
One Managed Investment Funds Limited
As Responsible Entity of Everest Alternative Investment Trust
Level 11
20 Hunter Street
Sydney NSW 2000

Dear Directors

Everest Alternative Investment Trust

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the Directors of One Managed Investment Funds Limited.

As lead audit partner for the review of the financial statements of Everest Alternative Investment Trust for the half-year ended 30 June 2017, I declare that to the best of my knowledge and belief, that there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

Crowe Horwath Sydney

John Haydon
Senior Partner



Crowe Horwath Sydney
ABN 97 895 683 573
Member Crowe Horwath International

Audit and Assurance Services

Level 15 1 O'Connell Street
Sydney NSW 2000
Australia

Tel +61 2 9262 2155
Fax +61 2 9262 2190
www.crowehorwath.com.au

Independent Auditor's Review Report to the Unitholders of Everest Alternative Investment Trust

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Everest Alternative Investment Trust (the "Trust"), which comprises the condensed statement of financial position as at 30 June 2017, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in net assets attributable to unitholders and the condensed statement of cash flows for the half-year ended 30 June 2017, selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of One Managed Investment Funds Limited as Responsible Entity of the Trust are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations), the Constitution of the Trust, and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Trust's financial position as at 30 June 2017 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Everest Alternative Investment Trust, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.



A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Everest Alternative Investment Trust is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Trust's financial position as at 30 June 2017 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Emphasis of Matter – Inherent Uncertainty in Relation to the Fair Value of Investments

Without modifying our conclusion, we draw attention to the following matter. As disclosed in Note 6 to the financial report, the assets of the Trust include an investment in a total return equity swap. This asset which totals \$3,016,756 for the Trust as at 30 June 2017 is recorded at net realisable value. As disclosed in Notes 3(c) there is inherent uncertainty regarding the net realisable value of this investment, which in turn gives rise to uncertainty as to whether the Trust will be able to realise its asset at the amount stated in the financial report.

A handwritten signature in cursive script that reads "Crowe Horwath Sydney".

Crowe Horwath Sydney

A handwritten signature in cursive script that reads "John Haydon".

John Haydon
Senior Partner

Dated this 8th day of September 2017

Directors' Declaration

The directors of the Responsible Entity declare that:

- (a) in the directors' opinion, there are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due and payable; and
- (b) in the directors' opinion, the attached condensed financial statements and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Trust.

Signed in accordance with a resolution of the directors of the Responsible Entity made pursuant to Section 303(5) of the Corporations Act 2001.

On behalf of the directors of the Responsible Entity, One Managed Investment Funds Limited.



Justin Epstein

Director

8 September 2017

Condensed Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 30 June 2017

	Note	Half-year ended 30 June 2017 \$	Half-year ended 30 June 2016 \$
Income			
Change in value of financial assets held at fair value through profit or loss	5	(423,991)	(272,216)
Interest income		3,046	2,683
Other income		1,804	2,198
Total loss		(419,141)	(267,335)
Expenses			
Management fees	8	22,362	34,254
Administration fees		33,831	33,831
Professional fees		50,166	50,964
Base fees		63,328	65,232
Other expenses		1,866	4,792
Total expenses		171,553	189,073
Net loss attributable to unitholders		(590,694)	(456,408)
Finance costs attributable to unitholders			
Distributions to unitholders	4	-	-
Decrease in net assets attributable to unitholders		590,694	456,408
Profit/(loss) for the half-year		-	-
Other comprehensive income		-	-
Total comprehensive income		-	-

The accompanying notes to the condensed financial statements should be read in conjunction with this statement.

Condensed Statement of Financial Position as at 30 June 2017

	Note	30 June 2017 \$	31 December 2016 \$
Assets			
Cash and cash equivalents		231,481	340,514
Other assets		7,248	8,832
Financial assets at fair value through profit or loss	6	3,016,756	4,352,136
Total assets		3,255,485	4,701,482
Liabilities			
Management fees		11,642	16,538
Administration fees		6,783	7,929
Professional fees payable		37,175	26,081
Other payables		40,526	54,835
Financial liabilities at fair value through profit or loss	6	33,556	27,683
Total liabilities (excluding net assets attributable to unitholders)		129,682	133,066
Net assets attributable to unitholders	7	3,125,803	4,568,416

The accompanying notes to the condensed financial statements should be read in conjunction with this statement.

Condensed Statement of Changes in Net Assets Attributable to Unitholders for the half-year ended 30 June 2017

	Note	Net assets attributable to unitholders of the Trust \$
Balance as at 1 January 2017		4,568,416
Returns of capital		(851,919)
Total comprehensive loss		(590,694)
Balance as at 30 June 2017	7	3,125,803
Balance as at 1 January 2016		5,820,211
Returns of capital		(368,725)
Total comprehensive loss		(456,408)
Balance as at 30 June 2016		4,995,078

The accompanying notes to the condensed financial statements should be read in conjunction with this statement.

Condensed Statement of Cash Flows for the half-year ended 30 June 2017

		Half-year ended 30 June 2017	Half-year ended 30 June 2016
Note		\$	\$
Cash flows from operating activities			
		3,448	2,764
	Interest received		
	Management fees paid	(27,258)	(37,789)
	Administration fees paid	(45,477)	(33,831)
	Proceeds from sale of financial assets designated as fair value through profit or loss	917,262	492,535
	Other receipts	11,601	3,296
	Other payments	(116,690)	(112,907)
9 (b)	Net cash provided by operating activities	742,886	314,068
Cash flows from financing activities			
	Returns of capital	(851,919)	(368,725)
	Net cash used in financing activities	(851,919)	(368,725)
	Net decrease in cash and cash equivalents	(109,033)	(54,657)
	Cash and cash equivalents at the beginning of the half-year	340,514	447,716
9 (a)	Cash and cash equivalents at the end of the half-year	231,481	393,059

The accompanying notes to the condensed financial statements should be read in conjunction with this statement.

Notes to the Condensed Financial Statements

1. General Information

The Trust is an unlisted registered managed investment scheme. The address of its registered office and principal place of business is Level 11, 20 Hunter Street, Sydney NSW 2000. The responsible entity of the Trust is One Managed Investment Funds Limited (ABN 47 117 400 987; AFSL 297 042). The principal activities of the Trust are disclosed in the Directors' Report.

On 11 February 2011, OMIFL decided to terminate operations of the Trust. Investors were notified of this on 23 February 2011.

2. Adoption of New and Revised Accounting Standards

(i) Standards and Interpretations in issue not yet adopted

At the date of authorisation of the financial statements, the Standards and Interpretations listed below were in issue but not yet effective.

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 9 'Financial Instruments', and the relevant amending standards	1 January 2018	30 June 2019
AASB 15 'Revenue from Contracts with Customers'	1 January 2018	30 June 2018
AASB 2016-1 Amendments to Australian Accounting Standards – Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017	30 June 2018
AASB 2016-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 107	1 January 2017	30 June 2018

The Trust has not yet assessed the potential impact of these standards.

There are no other standards that are not yet effective and that are expected to have a material impact on the Trust in the current or future reporting periods and on foreseeable future transactions.

(ii) New and amended standards adopted by the Trust

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 January 2017 that have a material impact on the Trust.

Notes to the Condensed Financial Statements

3. Significant Accounting Policies

The following significant accounting policies have been adopted in the preparation and presentation of the condensed financial statements:

a) Statement of compliance

These half-year financial statements are general purpose financial statements which have been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standards with specific reference to AASB 134 (Interim Financial Reporting) as they apply to a trust which is being wound up in an orderly manner. The half-year report does not include notes of the type normally included in an annual report and shall be read in conjunction with the most recent annual financial report.

Compliance with Australian Accounting Standards, as issued by the AASB ensures that the condensed financial statements and notes thereto comply with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB").

The condensed financial statements were authorised for issue by the directors of the Responsible Entity on 8 September 2017.

b) Basis of preparation

This general purpose financial report has been prepared on a liquidation basis.

The Condensed Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within 12 months, except for investments in financial assets and net assets attributable to unitholders. The amounts expected to be received or settled in relation to these balances cannot be readily determined.

The accounting policies and methods of computation adopted in the presentation of the half-year financial report are consistent with those adopted and disclosed in the Trust's 2016 annual report for the year ended 31 December 2016. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

All amounts are presented in Australian dollars as the functional and presentational currency of the Trust.

c) Liquidation basis

As a result of the decision to terminate Trust operations on 11 February 2011, this financial report has been prepared on a liquidation basis. As the only significant assets of the Trust are its cash balances and investments in the total return equity swap, the net realisable values of the Trust's assets are equivalent to their fair values.

Due to the inherent uncertainty of valuation, the value of the investments held by the Trust may differ significantly from the values that would have been used, had a ready market for the investments existed, and these differences could be material to the value of the Trust.

Notes to the Condensed Financial Statements
4. Distributions

In accordance with the Trust's Constitution, the Trust fully distributes its distributable income to unitholders by cash. Such distributions are determined by reference to the net taxable income of the Trust. The distribution payable for the half-year ended 30 June 2017 was \$nil (30 June 2016: \$nil).

5. Change in value of financial assets held at fair value through profit or loss

	Half-year ended 30 June 2017 \$	Half-year ended 30 June 2016 \$
Realised gains on financial assets held at fair value through profit or loss	155,363	170,500
Unrealised losses on financial assets held at fair value through profit or loss	(579,354)	(442,716)
Total net loss on financial instruments designated at fair value through profit or loss	(423,991)	(272,216)

6. Investment in Financial Instruments

The former responsible entity, Everest Capital Limited (now known as Redleaf Capital Pty Limited), on behalf of the Trust, entered into a total return equity swap. This total return equity swap provides the Trust with an exposure to a portfolio of leading international absolute return funds and cash.

On 25 August 2011, OMIFL in its capacity as the responsible entity of the Trust entered into a sub-participation agreement with OMIFL in its capacity as the trustee of the One Opportunities Fund ("OOF"). The agreement allows OOF to hold the proportion of the Trust's Silverpoint position under the Macquarie Swap in consideration of OOF paying an amount of \$304,834 to the Trust and assuming the risks and expenses in connection with OOF's Silverpoint position under the Macquarie Swap.

Disclosed Fair Values

For all financial instruments other than those measured at fair value their carrying value approximates fair value.

Fair Value Hierarchy and valuation techniques used to derive level 1, level 2 and level 3 fair values

Financial instruments carried at fair value are categorised under a three level hierarchy. Financial instruments are categorised based on the observable market inputs when estimating their fair value. If different levels of inputs are used to measure a financial instrument's fair value, the instrument's classification within the hierarchy is based on the lowest level of input that was significant to the fair value measurement.

Level 1:

Financial instruments are valued by reference to quoted prices in an active market(s) for identical assets or liabilities. These quoted prices represent actual and regularly occurring market transactions on an arm's length basis.

The fair value of financial instruments that are traded in an active market (for example, listed equities) is determined using the last traded quoted price in an active market. As at 30 June 2017 the Trust had \$ nil (December 2016: \$ nil) financial assets held at fair value through profit or loss included in level 1.

Level 2:

Financial instruments are valued using inputs other than quoted prices covered in Level 1. These other inputs include quoted prices that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices). The inputs included in this level encompass quoted prices in active markets for similar assets or liabilities, quoted prices in markets in which there are few transactions for identical or similar assets or liabilities. Financial instruments that are valued using other inputs that are not quoted prices but are observable for the assets or liabilities also fall into this categorisation.

Notes to the Condensed Financial Statements

6. Investment in Financial Instruments (continued)

Fair Value Hierarchy and valuation techniques used to derive level 1, level 2 and level 3 fair values (continued)

The fair value of financial instruments that are not traded in an active market (for example, unlisted investments) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. As at 30 June 2017 the Trust had \$ nil (December 2016: \$ nil) financial instruments in level 2.

Level 3:

Financial instruments that have been valued, in whole or in part, by using valuation techniques or models that are based on unobservable inputs that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

Unobservable valuation inputs are determined based on the best information available, which might include the entity's own data, reflecting its assumptions as well as best practices carried out or undertaken by other market participants. These valuation techniques are used to the extent that observable inputs are not available.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. As at 30 June 2017 the Trust had \$3,016,756 (31 December 2016: \$4,352,136) financial assets held at fair value through profit or loss included in level 3. The Trust also had \$33,556 (31 December 2016: \$27,683) financial liabilities held at fair value through profit or loss included in level 3 as at 30 June 2017. The instrument is valued by using the latest available statement received from the custodian.

Reconciliation level 3 fair values

Financial assets measured on a recurring basis using significant unobservable inputs (Level 3) are shown below:

	30 June 2017			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets				
Total return equity swap (underlying investment portfolio)	-	-	2,983,200	2,983,200
Total return equity swap - Silverpoint position	-	-	33,556	33,556
Total financial assets designated at fair value through profit or loss	-	-	3,016,756	3,016,756
Financial liabilities				
Total return equity swap - Silverpoint position	-	-	(33,556)	(33,556)
Total financial liabilities designated at fair value through profit or loss	-	-	(33,556)	(33,556)

Notes to the Condensed Financial Statements
6. Investment in Financial Instruments (continued)

Fair Value Hierarchy and valuation techniques used to derive level 1, level 2 and level 3 fair values (continued)

Reconciliation level 3 fair values (continued)

	31 December 2016			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Financial assets				
Total return equity swap (underlying investment portfolio)	-	-	4,324,453	4,324,453
Total return equity swap - Silverpoint position	-	-	27,683	27,683
Total financial assets designated at fair value through profit or loss	-	-	4,352,136	4,352,136
Financial liabilities				
Total return equity swap - Silverpoint position	-	-	(27,683)	(27,683)
Total financial liabilities designated at fair value through profit or loss	-	-	(27,683)	(27,683)

There were no transfers between levels 1, 2 and 3 for recurring fair value measurements during the year. The Trust's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

7. Net Assets Attributable to Unitholders
Half-year ended 30 June 2017

	No. of Units	\$
Opening balance as at 1 January 2017	37,364,860	4,568,416
Returns of capital		(851,919)
Distributions to unitholders		-
Net loss attributable to unitholders	-	(590,694)
Closing balance as at 30 June 2017	37,364,860	3,125,803

Year ended 31 December 2016

	No. of Units	\$
Opening balance as at 1 January 2016	37,364,860	5,820,211
Returns of capital		(622,806)
Net loss attributable to unitholders	-	(628,989)
Closing balance as at 31 December 2016	37,364,860	4,568,416

Notes to the Condensed Financial Statements
8. Responsible Entity's fees

In accordance with the Trust's Constitution, the Responsible Entity receives a total fee of 1.25% per annum on the Trust's assets, (exclusive of GST), net of tax credits available to the Trust.

The transactions during the half-year and amounts payable at half-year between the Trust and the Responsible Entity were as follows:

	30 June 2017 \$	30 June 2016 \$
Management fee expense for the half-year to the:		
Responsible Entity	22,362	34,254
Total management fee expense for the half-year	22,362	34,254
	30 June 2017 \$	31 December 2016 \$
Management fees payable at Statement of Financial Position date to the:		
Responsible Entity	11,642	16,538
Total management fees payable as at Statement of Financial Position date	11,642	16,538

9. Cash and Cash Equivalents

- (a) Cash and cash equivalents include cash on hand and in banks net of outstanding bank and broker overdrafts, cash balances held with brokers and cash held in One Cash Management Fund ("OCMF"), which is redeemable on a daily basis.

	30 June 2017 \$	30 June 2016 \$
Cash at banks	20,284	11,921
OCMF	211,197	381,138
	231,481	393,059

Cash Investments

Cash amounts are held in OCMF. The Trustee of OCMF is an associated entity of the Responsible Entity and receives fees of 50 bps for managing OCMF. During the half year, the Trust paid \$703 of fees to OCMF for managing the cash (30 June 2016: \$418).

Notes to the Condensed Financial Statements
9. Cash and Cash Equivalents (continued)

(b) Reconciliation of operating loss for the year to net cash flows provided by operating activities:

	30 June 2017 \$	30 June 2016 \$
Decrease in net assets attributable to unitholders	(590,694)	(456,408)
Net gains on assets held at fair value through profit or loss	423,991	272,216
Distributions to unitholders	-	-
Proceeds from sale of financial assets designated as fair value through profit or loss	917,262	492,535
Change in assets and liabilities:		
Decrease/(increase) in other assets	1,584	3,966
Decrease in trade and other payable	(9,257)	1,759
Net cash generated by operating activities	742,886	314,068

10. Commitments and Contingencies

There are no commitments or contingencies at 30 June 2017 (30 June 2016: \$ nil).

11. Subsequent Events

On 8 September 2017, the Trust paid a return of capital of \$231,662 (0.62 cents per unit) to unitholders.

Other than the above, there has not been any other matter or circumstances occurring subsequent to the end of the half-year that has significantly affected, or may significantly affect the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years.