

## EVEREST ALTERNATIVE INVESTMENT TRUST (EAIT)

### CALCULATING THE COST BASE OF EAIT UNITS RECEIVED UNDER THE EXCHANGE OFFER 29 JANUARY 2009

Please find below general information for capital gains tax (CGT) purposes on the calculation of the cost base of EAIT units issued on 29 January 2009 under the Exchange Offer.

This general information may be of importance to investors when calculating any capital gains or losses on the disposal of EAIT units issued under the Exchange Offer.

A tax event occurred for those EBI unitholders who participated in the Exchange Offer. A taxable gain or loss arose depending upon the proceeds received when compared to the cost base of the units exchanged.

In accordance with the Australian Tax Act, the proceeds received for the EBI units should be the market value of the EBI units at the time of the exchange offer being 29 January 2009.

Our understanding and interpretation is that the market value of EBI's units at the time of exchange can be measured by either the EBI ASX share trading price (\$1.025) or the NTA of the units issued in EAIT (\$2.31).

It is expected that the cost base of the new units issued in EAIT under the exchange offer would be measured with reference to the sale proceeds used in calculating the gain or loss on exchange.

#### SUMMARY

	Possible basis for Market Value	
	Market Value based on ASX Price	Market Value based on NTA
<b>Sale proceeds for EBI = market value for EBI units at 29 January 2009</b>	<b>\$1.025</b>	<b>\$2.31</b>
<b>Cost base for EAIT = sale proceeds for EBI</b>	<b>\$1.025</b>	<b>\$2.31</b>

For further information regarding the taxation impact of the Exchange Offer please see the EAIT Product Disclosure Statement dated 23 December 2008.

***Everest Financial Group Limited does not provide tax advice and accordingly investors should obtain independent advice from an accountant and/or professional adviser regarding the tax treatment of their investment in EAIT.***