

Notice to Extend Term of Fund

23 May 2024

Dear Investor

This update is issued by Equity Trustees Limited (ABN 46 004 031 298 AFSL 240975) and EQT Responsible Entity Services Ltd ACN 101 103 011 (each a **Responsible Entity**) in its capacity as responsible entity of Federation Alternative Investments (Fund) which comprises Federation Alternative Investments Trust 1 ARSN 634 838 216 and Federation Alternative Investments Trust 2 ARSN 634 840 458. The Fund is managed by Federation Asset Management Pty Ltd ACN 628 789 220 (**Investment Manager**).

As indicated in the product disclosure statement issued for the Fund (**PDS**), the originally targeted term of the Fund ends on 25 September 2024, subject to the right of the Responsible Entity (among others) to extend the term of the Fund by two successive one (1) year periods, subject to commercial analysis based on market conditions where the Responsible Entity or Investment Manager consider the extension to be in the best interest of investors.

On the recommendation of the Investment Manager, the Responsible Entity has determined to extend the term of the Fund by one year to 25 September 2025. This additional period allows more time to effect an orderly exit of the Fund's remaining investments and with a view to extracting optimal value for investors, and potentially achieving a higher return compared to if the portfolio was to be realised this year.

The Investment Manager will continue to provide a regular update on its realisation program in its reports to investors.

If you have any enquiries regarding this correspondence, please contact your Financial Adviser or Federation Asset Management at:

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