



# BELLWETHER PARTNERS OFFSHORE STRATEGIES FUND

## Australian Equities Long/Short Portfolio

## Executive Summary

### Class A Shares

#### FUND

Bellwether Partners Offshore Strategies Fund is structured as an open ended Cayman Islands exempt limited liability company. This document refers to the participating shares (Class A) of the Australian Equities Long/Short Portfolio within the Fund.

#### INVESTMENT OBJECTIVE

To achieve a positive return over a rolling one-year period, primarily from taking long and short positions in listed Australian companies. The Fund will also be able to, directly and indirectly, trade in other financial instruments, primarily exchange traded futures and options.

#### INVESTMENT PHILOSOPHY

The investment philosophy of the Australian Equities Long/Short portfolio is based on the belief that:

- investment markets exhibit inefficiencies at least in the short to medium term;
- these inefficiencies are observable in pricing anomalies whereby the price of a security may not reflect its intrinsic or fair value;
- out-performance over the longer term is only sustainable from portfolios with a restricted number of stocks; and
- excessive growth in assets under management is detrimental to investment performance.

#### INVESTMENT STRATEGY

The investment strategy is active, research intensive and predominantly bottom-up. The portfolio employs progressive filters that utilise both quantitative and qualitative factors, the fusion of both disciplines providing optimal security selection and portfolio construction. The objective of the stock selection process is to identify companies possessing attributes which will deliver superior growth prospects, and conversely to identify short sale candidates from stocks which possess a poor growth outlook.

#### INVESTMENT ADVISOR

Bellwether Partners Limited (AFSL No. 238460)  
Telephone +613 9661 0888 Email mail@bellwether.com.au

#### PRIME BROKER/CUSTODIAN

Deutsche Bank AG, London Branch

#### ADMINISTRATOR

HSBC Institutional Trust Services (Asia) Limited

#### AUDITOR

Ernst & Young, Grand Cayman

This Executive Summary is derived from and should be read in conjunction with the full text of the Fund private placement Memorandum (PPM) dated 13/05/2005 and relates specifically to the **CLASS A** share offering.

## Key Fund Features

#### QUALIFYING INVESTORS

Non-Australian Resident Investors.

#### INITIAL INVESTMENT

Minimum subscription amount in the Fund is AUD \$250,000 per investor. Subscriptions are permitted on the first business day of each month subject to restriction.

#### ADDITIONAL INVESTMENTS

Permitted in multiples of AUD \$25,000 on the first business day of each month.

#### REDEMPTIONS

A Minimum Redemption of at least AUD \$25,000 of an investor's holding applies, subject to a minimum holding restriction under Cayman Law. Redemptions are permitted on the first business day of each month.

#### INVESTMENT MANAGEMENT FEE

1% per annum (ex. GST) of the Net Asset Value of the participating share class.

#### PERFORMANCE FEE

20% per annum of the appreciation in the Net Asset Value of the participating share class within the applicable Performance Period, subject to a High Water Mark.

#### ENTRY FEE

Nil.

#### REDEMPTION FEE

Nil.

#### PLACEMENT FEE

The Fund at its discretion is permitted to charge up to a 2.5% placement fee, payable to the investor's adviser.

#### REPORTING

Monthly performance reports.