

6 November 2024

DISTRIBUTION ANNOUNCEMENT

K2 Asset Management Ltd (K2), the Responsible Entity (RE) of the Venture Capital Opportunities Fund (Fund or VCOF), is pleased to announce a distribution of \$0.05 per unit.

Distribution: \$0.05 per unit
Ex-Distribution Date: Tuesday 12 November 2024
Record Date: Wednesday 13 November 2024
Expected Payment of Distribution: on or around Wednesday 4 December 2024

We encourage Unitholders to ensure that their payment details and TFN/ABN are up to date with the Fund's unit registry, Boardroom Pty Ltd ([here](#)), before the record date.

BACKGROUND ON DISTRIBUTION

As guided in the 2024FY Full-Year Financial Report ([here](#)), this distribution is the result of the realisation of [Deci.AI](#) which resulted in the Fund receiving US\$1.72 million (15% of the Fund's total commitment to SPFI). This distribution was marked as **fully recallable** (further detail below) and was simultaneously offset by a capital call of US\$0.33 million.

Recallable distributions refer to the ability of the venture capital fund (or the general partners managing the fund) to reclaim or "recall" some of the distributions that were previously given to investors. This means that if the fund needs to cover new expenses or make additional investments, it can ask for some or all of the previously distributed profits to be returned. In essence, recallable distributions are a tool used by venture capital funds to ensure that 100% of the capital paid in by investors is used in investments, rather than fees and expenses. It is also important so that they can manage their capital and ensure they have the resources needed for future investments or expenses, while still providing returns to investors.

Given that VCOF is a fully paid product for Unitholders, as RE we must factor this recallable distribution into our ongoing cash flow forecasts for the Fund to ensure that the Fund will meet any upcoming capital calls as well as ongoing working capital provisions. We feel that this distribution is appropriate in light of the potential expenses of the Fund in the near term, however we will evaluate the cash flow position on an ongoing basis to ensure that the Fund retains no more cash than necessary.

We are pleased to report that the 30 June 2024 Net Tangible Asset (NTA) value was \$3.87 per unit, representing a total uplift on your initial investment¹ of 115%. We look forward to the manager realising additional assets over the coming years to facilitate a return of capital to you.

Unitholders are welcome to reach out to the Investor Relations team via email at vcof@k2am.com.au or by calling +61 3 9691 6110.

Authorised for release by K2 Asset Management Ltd (ACN 085 445 094, AFSL 244 393), the Responsible Entity of the Venture Capital Opportunities Fund (Fund or VCOF). ¹Initial Unitholder investment of \$1.80 per unit.

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