



**Form ADV Part 2A - Disclosure Brochure
March 2019**

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CRD Number: 283883

This brochure provides information about the qualifications and business practices of Northlight Group LLP ("Northlight" or the "Firm"). If you have any questions about the contents of this brochure, please contact us at +44 207 518 9235 or jonathan.griffin@northlight.co.uk. The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority. Additional information about Northlight is also available on the SEC's website at www.adviserinfo.sec.gov.

Item 2 - Material Changes

This section discusses material changes since the last annual update of this brochure. There have been no material changes to highlight since our last annual amendment filed in March 2018.

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Item 4 - Advisory Business

Overview of the Firm

Northlight Group LLP (“Northlight”, the “Firm”, the “Investment Manager”) is an investment adviser registered with the SEC under the Investment Advisers Act of 1940 (“Advisers Act”). The Firm was founded in September 2009 and registered with the SEC as an investment adviser in May 2016. Northlight is based in London, United Kingdom, where it has been authorised and regulated by the U.K. Financial Conduct Authority (number: 506925) since February 2010. The Firm is a Limited Liability Partnership which was established under UK law (number: OC348379).

Northlight is owned by Cyril Armleder, Charles Lorthioir, Nicolas Mueller and Shahar Zer.

Investment Services

The Firm provides discretionary investment management and advisory services to a select number of private funds and separately managed accounts.

Northlight serves as the Investment Manager to the Northlight European Fundamental Credit Master Fund (the “Master Fund”), Northlight European Fundamental Credit Fund and Northlight European Fundamental Credit Fund LP (both “Feeders” of the Master Fund), and to the Northlight QIAIF Credit Opportunity Fund (the “Credit Opportunity Fund”), a sub fund of the Northlight QIAIF PLC (collectively, the “Funds” and together with the separately managed accounts, the “clients”). The Northlight QIAIF PLC has an additional sub fund that is not offered to U.S. investors.

The Firm manages the Funds in accordance with the investment objectives outlined in each Fund’s private placement memorandum and governing documents. Investment advice is provided directly to the Funds and not to individual limited partners or shareholders.

Northlight undertakes investments for separately managed account clients in accordance with mutually agreed upon written investment guidelines and provides continuous supervision of client portfolios. Northlight has established procedures and controls to help ensure compliance with each client’s investment guidelines and any client-imposed restrictions.

Assets under Management

As of December 31, 2018, Northlight manages approximately \$380 million of discretionary regulatory assets under management.

Item 5 - Fees and Compensation

Funds

Northlight generally charges a management fee of 1.5-2.0% of assets under management, and a performance-based fee of 15 - 20%, calculated by reference to the relevant high water marks for such advisory accounts. More detail is available in Item 6 – Performance-Based Fees and Side-By-Side Management.

Management Fees relating to the Funds are deducted on a monthly basis, performance fees are generally deducted on an annual basis, as detailed in the Confidential Private Offering Memoranda (“OM”) for each Fund.

Generally, the Funds will bear all expenses as defined in each Fund’s OM. These expenses include (but are not limited to) the administration of the Fund and/or the Master Fund including, the charges and expenses of legal advisers and auditors, all taxes and corporate fees payable to governments or agencies, fees and expenses of the Directors, communication expenses with respect to investor services and all expenses of meetings of Shareholders and of preparing, printing and distributing financial and other reports, proxy forms, prospectuses and similar documents, the cost of insurance (if any) for the benefit of the Directors, and all other organisational and operating expenses.

Separately Managed Accounts

Northlight reserves the right to negotiate fees.

Northlight generally charges a management fee of 1.0-1.5% of assets under management, and a performance-based fee of 15 - 20%, calculated by reference to the relevant high water mark for such advisory accounts. More detail is available in Item 6 – Performance-Based Fees and Side-By-Side Management.

Management and performance fees relating to separately managed accounts will be deducted on a pre-agreed basis.

Clients will pay other expenses in addition to the fees paid to Northlight. For example, clients will pay costs such as brokerage commissions, transaction fees, custodial fees, transfer taxes, wire transfer fees and electronic fund fees, and other fees and taxes charged to security transactions which are unrelated to the fees collected by Northlight. For more information regarding our brokerage practices please see Item 12.

Item 6 – Performance-Based Fees and Side-By-Side Management

Performance-Based Fees

For some accounts, Northlight receives performance-based fees for its investment management services. This fee is based upon a percentage (generally 15 - 20%) of the net profits of the account being managed. When calculating net profits, performance-based fees may be subject to both high water marks and hurdles.

A management fee along with a performance-based fee represents our standard fee arrangement. Any such arrangement will be made in compliance with the Advisers Act or other applicable requirements.

Side-By-Side Management

Northlight has adopted policies and procedures to mitigate possible inherent conflicts associated with managing accounts for multiple clients. Northlight has adopted trading and allocation policies designed to ensure that its side-by-side management of accounts with different types of fees is at all times consistent with its fiduciary responsibilities to its clients, and that no client account is favoured over another. These policies include requirements that all accounts in the same strategy generally be managed the same way, that is, the accounts must have the same portfolio holdings and must be traded at the same time, regardless of the fee arrangement. Clients are regularly reviewed by the compliance department to ensure these policies are closely followed and that buy and sell opportunities are allocated fairly among client accounts.

Item 7 - Types of Clients

Northlight provides portfolio management services to the Funds and separately managed account clients.

Each Fund imposes certain minimum investment requirements and investor eligibility criteria, which are detailed in each Fund's OM. Although the Investment Manager has the authority to accept subscriptions for a lesser amount, the minimum initial investment is generally \$1 million.

Minimum account size is generally \$50 million for opening a separately managed account, although Northlight reserves the right in its sole discretion to accept client accounts with fewer initial assets.

Item 8 - Methods of Analysis, Investment Strategies and Risk of Loss

Northlight European Fundamental Credit Strategy

Strategy

The Northlight European Fundamental Credit Fund is a long/short high yield credit Fund. The Fund's objective is to generate attractive liquidity adjusted absolute returns with an emphasis on risk management and capital preservation.

The Firm's separately managed account clients follow the same strategy as the Fund.

Northlight uses extensive bottom-up fundamental analysis to identify opportunities with an attractive risk return profile. Research is carried out by the in-house team of research analysts, who make use of proprietary and third party research to build financial models and formulate investment recommendations. Market analysis contributes to determining an instrument's relative value, pricing trends and liquidity risk.

The Fund will typically invest in secured and unsecured bonds and loans of sub-investment grade companies which derive a substantial part of their revenues from activities in Europe or whose capital structure instruments, in part or in total, trade in Europe. These instruments may be listed or unlisted and may or may not be rated.

Capital is allocated to high conviction investments through long, short, event, relative value and trading strategies.

Long

Investments are allocated to the long strategy when the fundamental analysis process indicates that a security is trading below its intrinsic value on a "yield to worst" basis. Long strategy investments may also be made if a security has an attractive current yield.

Short

Short strategy investments allow the Fund to express a negative view based on a company's fundamental ability to repay its debt or a dislocation between a security's price and its intrinsic value. Short investments also allow the Fund to be directionally positioned in weak credit environments.

Relative Value

These investments take the form of a long/short pair trade within the capital structure of an issuer or across different issuers in the same sector. They are used to express views on the value of securities relative to one another or to hedge situations where an event will affect one security, but not the other.

Event

This strategy is used to take advantage of specific future corporate events, such as M&A or a refinancing, which have the potential to significantly influence a security's price. Positions may be long or short.

Trading

The trading strategy allows the Fund to trade primary issuance, opportunistic investments in secondary markets and to benefit from short term price discovery or market trends. The strategy is also used to adjust the Fund's net exposure to local market risk.

In addition, a macro overlay is used to hedge tail risks and manage risks that have the potential to affect the portfolio. This strategy may use a wide range of financial instruments.

Hedging

Individual positions may be hedged or un-hedged with instruments through the same capital structure or a comparable company. Market and tail risks are managed using trading and macro strategies. Non-core market risks such as currency and interest rate risks are monitored daily and hedged at the discretion of the Fund to comply with the Fund's risk limits.

Market Exposure

Gross market value exposure of the portfolio is limited to 200% of the Fund's net asset value.

Portfolio Concentration

The portfolio typically contains 35-40 investments. There may be either a long or short bias. Concentration limits are defined by the Fund's risk limits.

Geographical Market Focus

The Fund invests primarily in the European high yield credit market. At least 75% of investments must be made in Europe. The Fund's risk limits are applied on a country by country basis.

Liquidity

The Fund invests primarily in liquid instruments. This is a distinguishing characteristic of the Fund. Northlight expects to maintain liquidity of the Fund such that under normal liquidity conditions, 50% of the portfolio should, in principle, have an unwind timeframe of 5 business days and 100% of the portfolio an unwind timeframe of 15 business days.

The Fund strategy is dedicated to one of the fastest growing markets. The European high yield market has doubled in size since inception of the Fund in 2009 and continues its growth primarily as a result of:

- Basel III recommendations and their implementation reducing banks' ability to finance companies;
- the need for companies to diversify their source of funding; and
- a low yield environment.

The structural growth of the European high yield market creates an investment universe that is under researched. Market participants face the challenge of assessing the risk of more than 150 issuers which have recently been presented to the European high yield market.

Material Risk Factors of the Northlight European Fundamental Credit Strategy

Investing in securities involves risk of loss that investors and clients should be prepared to bear. The following are certain material risks involved in the Investment Manager's investment strategy. This list does not purport to be a complete enumeration or explanation of the risks involved in such strategy.

Availability of Investment Strategies

The success of the clients' investments depends on the Investment Manager's ability to identify investment opportunities and to exploit price discrepancies in the financial markets, as well as to assess the importance of news and events that may affect securities in the portfolio and the financial markets.

The separately managed account clients follow the same investment strategy as the Master Fund.

Identification and exploitation of the investment strategies to be pursued by the Master Fund involves a degree of uncertainty. No assurance can be given that the Investment Manager will be able to locate suitable opportunities in which to deploy all of the Master Fund's assets or to exploit discrepancies in markets.

Below Investment-Grade Investments

The Master Fund's investment portfolio will primarily consist of exposure to non-investment grade loans and high-yield debt securities, which are subject to liquidity, market value, credit, interest rate and certain other risks. In addition, there can be no assurance that the Investment Manager will correctly evaluate the nature and magnitude of the various factors that could affect the value of and return on the Master Fund's investments. Additionally, in case of persistent volatility in the credit markets, accompanied by increased interest rates, a tightening of liquidity and declines in prices and valuations of various classes of assets, could affect the ability of the Master Fund, if required, to sell investments as permitted under the Master Fund's investment policy or in connection with a liquidation following an event of default. It is anticipated that the Master Fund's investments generally will be subject to greater risks than investment grade debt. These risks could be exacerbated to the extent that the portfolio is concentrated in one or more particular types of underlying issuer or sector. The value of the Master Fund's investments may be volatile and fluctuate due to a variety of factors that are inherently difficult to predict, including but not limited to changes in interest rates, prevailing credit spreads, general economic conditions, financial market conditions, domestic and international economic or political events, developments or trends in any particular industry, and the financial condition of the obligors of the investments. The market for high-yield debt notes has experienced periods of price volatility and periods of reduced liquidity.

Additionally, loans and interests in loans have significant liquidity and market value risks since they are not generally traded in organised exchange markets but are traded by banks and other institutional investors engaged in loan syndications. As loans are privately syndicated and loan agreements are privately negotiated and customised, loans are not purchased or sold as easily as publicly traded securities. In addition, historically, the trading volume in the loan market has been small relative to the high-yield debt securities market. The market for high-yield debt securities has experienced periods of volatility and reduced liquidity. High-yield debt securities may be secured or unsecured, may be subordinated to other obligations of the underlying issuer and generally have greater credit, insolvency and liquidity risk than is typically associated with investment grade debt. High-yield debt securities are often issued in connection with leveraged acquisitions or recapitalisations in which the underlying issuers incur a substantially higher amount of indebtedness than the level at which they had previously operated. The lower rating of high-yield debt securities reflects a greater possibility that adverse changes in the financial condition of the obligor or general economic conditions (including, for example, a substantial period of rising interest rates or declining earnings or disruptions in the financial markets) or both may impair the ability of the obligor to make payments of principal and interest. High-yield debt securities and leveraged loans have historically experienced greater default rates than has been the case for investment grade securities. There can be no assurance as to the levels of defaults and/or recoveries that may be experienced on the Master Fund's investments. A non-investment grade loan or debt or an interest in a non-investment grade loan is generally considered speculative in nature and may become a defaulted obligation for a variety of reasons. Upon any investment becoming a defaulted obligation, such defaulted obligation may become subject to either substantial workout negotiations or restructuring, which may entail, among other things, a substantial reduction in the interest rate, a substantial write-down of principal, and a substantial change in the terms, conditions and covenants with respect to such defaulted obligation. In addition, such negotiations or restructuring may be quite extensive and protracted over time, and

therefore may result in substantial uncertainty with respect to the ultimate recovery on such defaulted obligation. The liquidity for defaulted obligations may be limited, and to the extent that defaulted obligations are sold, it is highly unlikely that the proceeds from such sale will be equal to the amount of unpaid principal and interest thereon. Furthermore, there can be no assurance that the ultimate recovery on any defaulted obligation will be at least equal to the minimum recovery rate assumed by any rating agency in rating the investments.

Borrowings and Leverage

The Master Fund may employ leverage by borrowing and/or the use of derivatives and other non-fully funded instruments for the purpose of making investments. The use of leverage creates special risks and may significantly increase the investment and counterparty risks of the Master Fund. Borrowing creates an opportunity for greater yield and total return but, at the same time, will increase the exposure of the Master Fund to capital risk and interest costs. Any investment income and gains earned on investments made through the use of borrowings that are in excess of the interest costs associated therewith may cause the Net Asset Value of the Master Fund to increase more rapidly than would otherwise be the case. Conversely, where the associated interest costs are greater than such income and gains, the Net Asset Value of the Master Fund may decrease more rapidly than would otherwise be the case.

Concentration of Investments

The Fund invests all of its assets (to the extent not retained in cash) in the ordinary shares of the Master Fund and accordingly is not diversified. Although it is the policy of the Master Fund to diversify its investment portfolio, the Master Fund may at certain times hold relatively few investments. The Master Fund could be subject to significant losses if it holds a large position in a particular investment that declines in value or is otherwise adversely affected, including default of the issuer.

Credit Default Swaps and Other Synthetic Securities

The Master Fund enters into credit default swaps and other synthetic investments the reference obligations of which may be leveraged loans, high-yield debt securities or similar securities. Investments in such types of assets through the purchase of credit default swaps and other synthetic investments present risks in addition to those resulting from direct purchases of such investments. With respect to each synthetic investment, the Master Fund will usually have a contractual relationship only with the counterparty of such synthetic investment. Consequently, the Master Fund will be subject to the credit risk of the counterparty as well as that of the reference obligor. As a result, concentrations of synthetic investments entered into with any one counterparty will subject the Master Fund to an additional degree of risk with respect to defaults by such counterparty as well as by the reference obligor.

Additionally, while the Investment Manager expects that the returns on a synthetic investment may generally reflect those of the related reference obligation, as a result of the terms of the synthetic investment and the assumption of the credit risk of the synthetic investment counterparty, a synthetic investment may have a different expected return, a different (and potentially greater) probability of default and expected loss characteristics following a default, and a different expected recovery following default.

Furthermore, when compared to the reference obligation, the terms of a synthetic investment may provide for different maturities, distribution dates, interest rates, interest rate references, credit exposures, or other credit or non-credit related characteristics. Upon maturity, default, acceleration or any other termination (including a put or call) other than pursuant to a credit event (as defined

therein) of the synthetic investment, the terms of the synthetic investment may permit or require the issuer of such synthetic investment to satisfy its obligations under the synthetic investment by delivering to the Master Fund investments other than the reference obligation or an amount different than the then current market value of the reference obligation.

Cross Class Liabilities

The Articles require the establishment of separate Class Accounts for each Class and Series of Shares and separate class accounts for each class and/or each series of ordinary shares in the Master Fund ("Master Fund shares") and the attribution of assets and liabilities to the relevant Class Account or Master Fund class account, as appropriate. However, if the liabilities of a Class or Series or a class or series of Master Fund shares (including any liabilities relating to instruments used for hedging the exposure to currency risk) exceed its assets, creditors of the Fund or the Master Fund, as the case may be, may have recourse to the assets attributable to the other Classes and/or Series or classes and/or series of Master Fund shares, as the case may be.

Currency Exposure

The Shares are denominated in Euro, and Shares are issued and redeemed in Euro, Japanese Yen, Sterling, Swiss Francs and US Dollars. The assets of the Master Fund ultimately attributable to the CHF Shares, the JPY Shares, the Sterling Shares and the US\$ Shares are exposed to possible adverse currency fluctuations between the currency in which such Shares are issued and redeemed, and the Euro, the base currency of the Master Fund. The Investment Manager generally seeks to hedge this exposure with the aim of minimising the impact thereof on the Net Asset Value per Share of the CHF Shares, the JPY Shares, the Sterling Shares and the US\$ Shares. There can be no assurance that any hedges put in place will be effective. Prospective investors whose assets and liabilities are predominantly in other currencies should take into account the potential risk of loss arising from fluctuations in value between the Euro, the Japanese Yen, Sterling, the Swiss Franc or the US Dollar, as the case may be, and such other currencies.

In addition, certain of the Master Fund's assets may be denominated in currencies other than the Euro. Accordingly, the value of such assets may be affected favourably or unfavourably by fluctuations in currency rates. The Investment Manager may, but is not under an obligation to, seek to hedge the foreign currency exposure of the Master Fund's assets. If undertaken, there is no guarantee that any such hedging will be effective in reducing foreign exchange risk.

Derivatives

The Master Fund may from time to time utilise both exchange-traded and/or over-the-counter derivatives, including, but not limited to futures, forwards, swaps, options and contracts for difference as part of its investment policy. These instruments can be highly volatile and expose investors to a high risk of loss. The low initial margin deposits normally required to establish a position in such instruments permit a high degree of leverage. As a result, depending on the type of instrument, a relatively small movement in the price of a contract may result in a profit or a loss which is high in proportion to the amount of funds actually placed as initial margin and may result in unquantifiable further loss exceeding any margin deposited. In addition, daily limits on price fluctuations and speculative position limits on exchanges may prevent prompt liquidation of positions resulting in potentially greater losses. Transactions in over-the-counter contracts may involve additional risk as there is no exchange market on which to close out an open position. It may be impossible to liquidate an existing position, to assess the value of a position or to assess the exposure to risk. Contractual asymmetries and inefficiencies can also increase risk, such as break clauses, whereby a counterparty

can terminate a transaction on the basis of a certain reduction in Net Asset Value, incorrect collateral calls or delays in collateral recovery.

The Master Fund may also sell covered and uncovered options on securities. To the extent that such options are uncovered, the Master Fund could incur an unlimited loss.

The Master Fund will also be dependent on the willingness of counterparties to enter into off-exchange contracts with it. Failure to identify or delay in identifying such counterparties could limit the ability of the Master Fund to carry on its business.

Distressed Investments: Non-Performing and Defaulted Debt, Including Trade Obligation

The Master Fund may invest in the securities of companies experiencing financial, operational or legal difficulties, including companies that are or may become subject to restructuring, refinancing or bankruptcy proceedings. These investments may include, among other things, debt securities, and bank loans or other obligations of companies that are in or near payment or covenant default. The Master Fund believes that securities of companies experiencing these difficulties represent attractive investment opportunities due to market inefficiencies in pricing these securities. Numerous factors contribute to these market inefficiencies, including the complexity of the situations in which the companies are involved and the extensive analyses required for informed decision-making; the limited universe of interested investors; and the relative lack of institutional research coverage of, and market making activity in, securities of these companies. The Master Fund may also invest in a limited number of “off-the-run” distressed situations requiring direct involvement in the bankruptcy process, creditors’ committee participation, or the pursuit of a litigation strategy.

Emerging Markets

The Master Fund may invest in securities of entities incorporated in or whose principal operations are in emerging markets. Accordingly, additional risks may be encountered. These include:

Currency Risk: the currencies in which investments are denominated may be unstable, may be subject to significant depreciation and may not be freely convertible.

Country Risk: the value of the Master Fund’s assets may be affected by political, legal, economic and fiscal uncertainties. Existing laws and regulations may not be consistently applied.

Market Characteristics: emerging markets are still in the early stages of their development, have less volume, are less liquid and experience greater volatility than more established markets and are not highly regulated. Settlement of transactions may be subject to delay and administrative uncertainties.

Political and legal risks: emerging markets carry a higher degree of political risk than developed markets or regulations can impede repatriation of investment capital or earnings. It may be difficult to obtain and enforce a judgement in certain emerging markets in which assets of the Master Fund have been invested.

Custody Risk: custodians are not able to offer the level of service and safe-keeping, settlement and administration of securities that is customary in more developed markets and there is a risk that the Master Fund will not be recognised as the owner of securities held on its behalf by a sub-custodian.

Disclosure: less complete and reliable fiscal and other information may be available to Shareholders.

Event-Driven and Special Situation Investments

The Master Fund invests in companies based upon certain situations or events, including (but not limited to) spin-offs, mergers and acquisitions, rights offerings, restructurings and bankruptcies. Frequently the securities (which may include, but are not limited to, bonds, leveraged loans and credit default swaps) of the company being acquired or the acquirer will be significantly mispriced to where it is expected to trade post the event. The Investment Manager also believes that many such special situations and events carry a high probability of indiscriminate selling or neglect of valuable assets for reasons other than a lack of investment merits. The Investment Manager intends to use event-driven investments as an investment strategy.

Financing Arrangements; Availability of Credit

The Master Fund may use borrowings and other forms of leverage such as securities margin, futures margin, margined option premiums, bank or dealer credit lines or the notional principal amounts of contracts for differences transactions. There can be no assurance that the Master Fund will be able to maintain adequate financing arrangements under all market circumstances.

Fixed Income Securities

The Master Fund invests in bonds or other fixed income securities. Fixed income securities pay fixed, variable or floating rates of interest. The value of fixed income securities in which the Master Fund invests will change in response to fluctuations in interest rates. In addition, the value of certain fixed income securities can fluctuate in response to perceptions of creditworthiness, political stability or soundness of economic policies. Fixed income securities are subject to the risk of the issuer's inability to meet principal and interest payments on its obligations (i.e. credit risk) and are subject to price volatility due to such factors as interest rate sensitivity, market perception of the creditworthiness of the issuer and general market liquidity (i.e. market risk).

Forward Foreign Exchange Contracts

The Master Fund enters into forward foreign exchange contracts for currency hedging purposes. A forward foreign exchange contract is a contractually binding obligation to purchase or sell a particular currency at a specified date in the future. Forward foreign exchange contracts are not uniform as to the quantity or time at which a currency is to be delivered and are not traded on exchanges. Rather, they are individually negotiated transactions. Forward foreign exchange contracts are effected through a trading system known as the interbank market. It is not a market with a specific location but rather a network of participants electronically linked. Documentation of transactions generally consists of an exchange of telex, facsimile or electronic messages. There is no limitation as to daily price movements on this market and in exceptional circumstances there have been periods during which certain banks have refused to quote prices for forward foreign exchange contracts or have quoted prices with an unusually wide spread between the price at which the bank is prepared to buy and that at which it is prepared to sell. Transactions in forward foreign exchange contracts are not regulated by any regulatory authority nor are they guaranteed by an exchange or clearing house. The Master Fund is subject to the risk of the inability or refusal of its counterparties to perform with respect to such contracts. Any such default would eliminate any profit potential and compel the

Master Fund to cover its commitments for resale or repurchase, if any, at the then current market price. These events could result in significant losses.

Prime Broker and Custodian Insolvency

The Master Fund is at risk of any of the Prime Brokers and Custodians entering into an insolvency procedure. During such a procedure (which may last many years) the use by the Master Fund of assets held by or on behalf of the relevant Prime Broker and Custodian may be restricted and accordingly (a) the ability of the Investment Manager to fulfil the investment objective may be severely constrained, (b) the Master Fund may be required to suspend the calculation of the Net Asset Value and as a result subscriptions for and redemptions of Shares, and/or (c) the Net Asset Value may be otherwise affected. During such a procedure, the Master Fund is likely to be an unsecured creditor in relation to certain assets and accordingly the Master Fund may be unable to recover such assets from the insolvent estate of the relevant Prime Brokers and Custodians in full, or at all. The Investment Manager monitors on an ongoing basis the creditworthiness of the Prime Brokers and Custodians.

Prime Brokers and Custodians to the Master Fund

In relation to the Master Fund's right to the return of assets equivalent to those of the Master Fund's assets which a Prime Broker and Custodian sells, borrows, lends, rehypothecates, disposes of, charges, takes legal and beneficial ownership of or otherwise uses for its own purposes, the Master Fund ranks as one of such Prime Broker's and Custodian's unsecured creditors and, in the event of the insolvency of such Prime Broker and Custodian, the Master Fund might not be able to recover equivalent assets in full, or at all.

In addition, the Master Fund's cash held with a Prime Broker and Custodian that is not treated as client money under the FCA's client money rules, is not segregated from such Prime Broker's and/or Custodian's own cash and is used by the relevant Prime Broker and Custodian in the course of its business and the Master Fund therefore ranks as an unsecured creditor in relation thereto.

The Master Fund is subject to the risk that one of the Prime Brokers and Custodians may be unable to perform with respect to transactions, whether due to insolvency, bankruptcy or other causes. In addition, the nature of commercial arrangements made in the normal course of business between many prime brokers and/or custodians means that in the case of one of the Prime Brokers and Custodians defaulting on its obligations to the Master Fund, the effects of such a default may have consequential negative effects on other prime brokers and custodians with whom the Master Fund deals. The Master Fund and, by extension, the Fund may, therefore, be exposed to such so-called "systemic risk" when the Master Fund deals with prime brokers and custodians whose creditworthiness may be interlinked.

Where a Prime Broker and Custodian delegates the safe custody of the Master Fund's securities held by it pursuant to the relevant agreement to a sub-custodian located outside of the United Kingdom, the settlement, legal and regulatory requirements in the relevant overseas jurisdiction may be different from those in the United Kingdom and there may be different practices for the separate identification of the Master Fund's securities. Where the Master Fund's securities are registered or recorded in the name of a Prime Broker and Custodian or a sub-custodian, they may not be segregated and hence may not be as well protected as if they were registered or recorded in the name of the Master Fund.

Repurchase and Reverse Repurchase Agreements

The Master Fund may enter into repurchase and reverse repurchase agreements. When the Master Fund enters into a repurchase agreement, it “sells” securities to a broker, dealer or financial institution, and agrees to repurchase such securities for the price paid by the broker, dealer or financial institution, plus interest at a negotiated rate. In a reverse repurchase transaction, the Master Fund “buys” securities from a broker, dealer or financial institution, subject to the obligation of the broker, dealer or financial institution to repurchase such securities at the price paid by the Master Fund, plus interest at a negotiated rate. The use of repurchase and reverse repurchase agreements by the Master Fund involves certain risks including that the seller under a reverse repurchase agreement defaults on its obligation to repurchase the underlying securities. Disposing of the security in such case may involve costs to the Master Fund.

US Investors

Certain prospective investors may be subject to US federal and state laws, rules and regulations which may regulate their participation in the Fund or their engaging indirectly through the Fund in investment strategies of the types which the Master Fund may utilise from time to time. Each type of such investor may be subject to different laws, rules and regulations and should consult with their own advisors as to the advisability and tax consequences of an investment in the Fund. Investment in the Fund by entities subject to ERISA and other tax-exempt investors requires special consideration. Fiduciaries, trustees or other advisers of such investors are urged carefully to review the matters discussed in this Prospectus and in the relevant application form.

Northlight QIAIF Credit Opportunity Fund

The Credit Opportunity Fund is a credit opportunity fund, investing primarily in the high yield corporate credit market.

The Credit Opportunity Fund seeks to implement its investment objective by investing primarily in the secured and unsecured bonds and loans of sub-investment grade companies. These instruments may be listed or unlisted and may or may not be rated.

Notwithstanding the preceding paragraph, the Credit Opportunity Fund is permitted to invest in any asset class, including, but not limited to: credit derivatives (including credit default swaps), convertible bonds, equities, repos, warrants, options, indices, swaps, futures and contracts for difference. The Credit Opportunity Fund may take short positions with respect to all investments and is permitted to purchase on margin and to borrow on a secured basis against the assets of the Credit Opportunity Fund. Derivative instruments may be exchange-traded or over-the-counter and may be used for hedging or investment purposes. The Credit Opportunity Fund may invest in any market, industry, sector and country and investments may be held on a short, medium or long-term basis. The Credit Opportunity Fund may effect transactions in investments the prices of which may be the subject of stabilisation.

The Credit Opportunity Fund does not expect, but reserves the right, to use hedging strategies, including but not limited to derivative instruments, to mitigate adverse effects of risk factors.

The Credit Opportunity Fund may invest in open or closed-ended collective investment undertakings (“CIUs”) that are managed or promoted by the Investment Manager or by an associated company, provided the Investment Manager considers such investment is consistent with the investment objective and policy of the Credit Opportunity Fund. Any such investment in other Investment Manager or associated company CIUs will be made into a class without management or performance fees or the Investment Manager will waive all or part of its management and performance fees to ensure that there is no double charging of fees.

The CIUs in which the Credit Opportunity Fund may invest will not be limited by their domicile and may include regulated and unregulated schemes provided that no more than 20 percent of the net assets of the Credit Opportunity Fund may be invested in any one unregulated CIU.

The Credit Opportunity Fund may retain unlimited amounts in cash or cash equivalents (including money market funds) pending reinvestment, for use as collateral or if this is considered appropriate to the investment objective.

The Investment Manager uses bottom-up, fundamental analysis on companies across all sectors to identify investment opportunities with an attractive risk return profile. Research is carried out by the Investment Manager’s team of analysts, who make use of proprietary and third-party research to build financial models and formulate investment recommendations. Market analysis contributes to determining an instrument’s relative value, pricing trends and liquidity risk.

The Investment Manager’s portfolio construction is based on the risk return characteristics of each investment opportunity and its contribution to the overall portfolio liquidity and risk profile. Emphasis is placed on selecting investments with attractive risk return profiles. Portfolio management is an

iterative process and portfolio construction is reviewed regularly to take advantage of the investment strategy opportunity set.

Material Risk Factors of the Northlight QIAIF Credit Opportunity Fund

Investing in securities involves risk of loss that investors and clients should be prepared to bear. The following are certain material risks involved in the Investment Manager's investment strategy. This list does not purport to be a complete enumeration or explanation of the risks involved in such strategy.

Segregated Liability Risk

Northlight QIAIF plc (the "Company") is structured as an umbrella fund with segregated liability between the underlying sub funds (the "Sub Funds"). Each Sub Fund, including the Credit Opportunity Fund, therefore will be treated as bearing its own liabilities and the Company will not be liable as a whole to third parties. However, if the Directors are of the opinion that a particular liability does not relate to any particular Sub Fund or Sub Funds, that liability shall be borne jointly by all Sub Funds pro rata to their respective Net Asset Values at the time when the allocation is made.

Certain jurisdictions, however, other than Ireland, might not recognise such limited right of recourse inherent in the Company's segregated structure. In such a case, creditors of a particular Sub Fund could claim to have recourse to assets of other Sub Funds within the Company. At the date of this Company Information Memorandum, the Directors are not aware of any such circumstances or interpretation which would give rise to such an existing or contingent liability.

Cross-Class Liability

Each Sub-Fund of the Company may have multiple Classes. All of the assets of a Sub Fund may be available to meet all of the liabilities of the Sub Fund, regardless of the separate Classes to which such assets or liabilities are attributable. In practice, cross class liability will usually only arise where any Class becomes insolvent or exhausts its assets and is unable to meet all of its liabilities. In this case, all of the assets of the Company attributable to the other Classes may be applied to cover the liabilities of the insolvent Class.

Side Pockets

The Constitution of the Company outlines the provisions whereby, in certain exceptional circumstances, the Directors, acting in accordance with the requirements of the Central Bank, may create and issue at their discretion from time to time, a new Class or Classes of Shares (each a "**Side Pocket Class**") to which assets and liabilities of a Sub Fund may be allocated at the discretion of the Directors as being investments that are illiquid or otherwise difficult to value or realise ("**Illiquid Investments**") plus such additional cash or other assets representing a reserve for related commitments and contingencies as the Directors in their discretion determine. Shares in such Side Pocket Class ("**Side Pocket Shares**") shall be redeemable and/or transferrable by the Company and/or by the holders thereof only when so determined by the Directors. Shareholders may be required to maintain their Side Pocket Shares for a significant period of time as they are only likely to be able to redeem Side Pocket Shares when the assets within the Side Pocket Class are capable of being properly valued or realised. Side Pocket Classes are generally valued either at cost or estimated fair market value, as determined in accordance with the provisions contained in the Constitution. Given the illiquid nature of the assets held in Side Pocket Classes, these valuations may not reflect the actual amount that would be realised by the relevant Sub Fund upon the disposition of such investments.

Availability of Investment Strategies

The success of the investments of the Credit Opportunity Fund depends on the Investment Manager's ability to identify investment opportunities and to exploit price discrepancies in the financial markets, as well as to assess the importance of news and events that may affect securities in the portfolio and the financial markets. Identification and exploitation of the investment strategies to be pursued by

the Sub Funds involves a degree of uncertainty. No assurance can be given that the Investment Manager will be able to locate suitable opportunities in which to deploy all of the Sub Fund's assets or to exploit discrepancies in markets.

Concentration of Investments

The Credit Opportunity Fund's investment portfolio may, at times, be confined to the securities of relatively few issuers. There will be no fixed limits regarding concentration as to issuers, industries, industry sectors or types of investments. Any concentration necessarily increases the degree of exposure to a variety of issuer-related, industry or market risks. By concentrating investments in a small number of large security positions relative to a Sub Fund's capital, a loss in any such position could materially reduce its performance or asset base, to the extent not offset by other gains.

Below Investment-Grade Investments

The investment portfolio of the Credit Opportunity Fund may primarily consist of exposure to non-investment grade loans and high-yield debt securities, which are subject to liquidity, market value, credit, interest rate and certain other risks. In addition, there can be no assurance that the Investment Manager will correctly evaluate the nature and magnitude of the various factors that could affect the value of and return on the Credit Opportunity Fund's investments. Additionally, in case of persistent volatility in the credit markets, accompanied by increased interest rates, a tightening of liquidity and declines in prices and valuations of various classes of assets, could affect the ability of the Credit Opportunity Fund, if required, to sell investments as permitted under the Credit Opportunity Fund's investment policy or in connection with a liquidation following an event of default. It is anticipated that the Credit Opportunity Fund's investments generally will be subject to greater risks than investment grade debt.

These risks could be exacerbated to the extent that the portfolio is concentrated in one or more particular types of underlying issuer or sector. The value of the Credit Opportunity Fund's investments may be volatile and fluctuate due to a variety of factors that are inherently difficult to predict, including but not limited to changes in interest rates, prevailing credit spreads, general economic conditions, financial market conditions, domestic and international economic or political events, developments or trends in any particular industry, and the financial condition of the obligors of the investments.

The market for high-yield debt notes has experienced periods of price volatility and periods of reduced liquidity. Additionally, loans and interests in loans have significant liquidity and market value risks since they are not generally traded in organised exchange markets but are traded by banks and other institutional investors engaged in loan syndications. As loans are privately syndicated and loan agreements are privately negotiated and customised, loans are not purchased or sold as easily as publicly traded securities. In addition, historically, the trading volume in the loan market has been small relative to the high-yield debt securities market.

The market for high-yield debt securities has experienced periods of volatility and reduced liquidity. High-yield debt securities may be secured or unsecured, may be subordinated to other obligations of the underlying issuer and generally have greater credit, insolvency and liquidity risk than is typically associated with investment grade debt. High-yield debt securities are often issued in connection with leveraged acquisitions or recapitalisations in which the underlying issuers incur a substantially higher amount of indebtedness than the level at which they had previously operated. The lower rating of high-yield debt securities reflects a greater possibility that adverse changes in the financial condition of the obligor or general economic conditions (including, for example, a substantial period of rising interest rates or declining earnings or disruptions in the financial markets) or both may impair the ability of the obligor to make payments of principal and interest.

High-yield debt securities and leveraged loans have historically experienced greater default rates than has been the case for investment grade securities. There can be no assurance as to the levels of defaults and/or recoveries that may be experienced on a Sub Fund's investments. A non-investment grade loan or debt or an interest in a non-investment grade loan is generally considered speculative in nature and may become a defaulted obligation for a variety of reasons. Upon any investment becoming a defaulted obligation, such defaulted obligation may become subject to either substantial workout negotiations or restructuring, which may entail, among other things, a substantial reduction in the interest rate, a substantial write-down of principal, and a substantial change in the terms, conditions and covenants with respect to such defaulted obligation. In addition, such negotiations or restructuring may be quite extensive and protracted over time, and therefore may result in substantial uncertainty with respect to the ultimate recovery on such defaulted obligation. The liquidity for defaulted obligations may be limited, and to the extent that defaulted obligations are sold, it is highly unlikely that the proceeds from such sale will be equal to the amount of unpaid principal and interest thereon. Furthermore, there can be no assurance that the ultimate recovery on any defaulted obligation will be at least equal to the minimum recovery rate assumed by any rating agency in rating the investments.

Distressed Investments: Non-Performing and Defaulted Debt, Including Trade Obligation

The Credit Opportunity Fund may invest in the securities of companies experiencing financial, operational or legal difficulties, including companies that are or may become subject to restructuring, refinancing or bankruptcy proceedings. These investments may include, among other things, debt securities, and bank loans or other obligations of companies that are in or near payment or covenant default. The Investment Manager believes that securities of companies experiencing these difficulties represent attractive investment opportunities due to market inefficiencies in pricing these securities. Numerous factors contribute to these market inefficiencies, including the complexity of the situations in which the companies are involved, and the extensive analyses required for informed decision-making; the limited universe of interested investors; and the relative lack of institutional research coverage of, and market making activity in, securities of these companies. The Credit Opportunity Fund may also invest in a limited number of "off-the-run" distressed situations requiring direct involvement in the bankruptcy process, creditors' committee participation, or the pursuit of a litigation strategy.

Event-Driven and Special Situation Investments

The Credit Opportunity Fund may invest in companies based upon certain situations or events, including (but not limited to) spin-offs, mergers and acquisitions, rights offerings, restructurings and bankruptcies.

Frequently the securities (which may include, but are not limited to, bonds, leveraged loans and credit default swaps) of the company being acquired or the acquirer will be significantly mispriced to where it is expected to trade post the event. The Investment Manager also believes that many such special situations and events carry a high probability of indiscriminate selling or neglect of valuable assets for reasons other than a lack of investment merits. The Investment Manager intends to use event-driven investments as an investment strategy.

Financing Arrangements; Availability of Credit

The Credit Opportunity Fund may use borrowings and may use other forms of leverage such as securities margin, futures margin, margined option premiums, bank or dealer credit lines or the notional principal amounts of contracts for differences transactions. There can be no assurance that the Credit Opportunity Fund will be able to maintain adequate financing arrangements under all market circumstances.

Loans of Portfolio Securities

While not a significant element of the Credit Opportunity Fund's investment strategy, the Credit Opportunity Fund may lend its portfolio securities on both a secured and an unsecured basis. By doing so, the Credit Opportunity Fund attempts to increase its income through the receipt of interest on the loan. In the event of the bankruptcy of the other party to a securities loan, the Credit Opportunity Fund could experience delays in recovering the securities it lent. The Credit Opportunity Fund may experience losses if the institution with which it has engaged in a portfolio loan transaction breaches its agreement with the Company. To the extent that the value of the securities the Credit Opportunity Fund lent has increased, the Credit Opportunity Fund could experience a loss if such securities are not recovered.

Repurchase and Reverse Repurchase Agreements

The Company may enter into repurchase and reverse repurchase agreements. When the Company enters into a repurchase agreement, it "sells" securities to a broker, dealer or financial institution, and agrees to repurchase such securities for the price paid by the broker, dealer or financial institution, plus interest at a negotiated rate. In a reverse repurchase transaction, the Company "buys" securities from a broker, dealer or financial institution, subject to the obligation of the broker, dealer or financial institution to repurchase such securities at the price paid by the Company, plus interest at a negotiated rate. The use of repurchase and reverse repurchase agreements by the Company involves certain risks including that the seller under a reverse repurchase agreement defaults on its obligation to repurchase the underlying securities. Disposing of the security in such case may involve costs to the Company.

Risk Arbitrage

Occasionally, the Credit Opportunity Fund may engage in arbitrage transactions that the Investment Manager believes represent an attractive risk/reward opportunity. Risk arbitrage opportunities generally arise during corporate mergers, leverage buyouts or takeovers. Frequently the securities of the company being acquired will trade at a significant discount to the announced deal price. This discount compensates investors for the time value of money and the risk that the transaction may be cancelled. If the discount is significantly greater than the Investment Manager's assessment of the underlying risk, the strategy will be implemented. The Investment Manager may use risk arbitrage investments as a tactical, opportunistic strategy but not as part of the Credit Opportunity Fund's normal operations.

Issuer Risk

There can be no assurance that issuers of the securities or other instruments in which the Credit Opportunity Fund invests will not be subject to credit difficulties or other market conditions leading to the loss of some or all of the sums invested in such securities or instruments or payments due on such securities or instruments.

Interest Rate Risk

The value of shares may be affected by movements in interest rates.

The fixed-income securities in which the Credit Opportunity Fund may invest are interest rate sensitive and may be subject to price volatility due to such factors including, but not limited to, changes in interest rates, market perception of the creditworthiness of the issuer and general market liquidity. The magnitude of these fluctuations will be greater when the maturity of the outstanding securities is longer. An increase in interest rates will generally reduce the value of fixed-income securities, while a decline in interest rates will generally increase the value of fixed-income securities. When interest rates fall, the inflow of net new money to the Credit Opportunity Fund from the continuous sale of Shares in the Credit Opportunity Fund tends to be invested in instruments producing lower yields than

the balance of the obligations held by the Credit Opportunity Fund, thereby reducing the Credit Opportunity Fund's current yield. In periods of rising interest rates, the opposite can be expected to occur.

The performance of the Credit Opportunity Fund will therefore depend in part on the ability of the Investment Manager to anticipate and respond to such fluctuations in market interest rates and to utilise appropriate strategies to maximise returns, while attempting to minimise the associated risks to investment capital.

Credit Risk

The Credit Opportunity Fund will have a credit risk to the issuer of debt securities in which it invests, which will vary depending on the issuer's ability to make principal and interest payments on the obligation. Not all of the securities in which the Credit Opportunity Fund may invest that are issued by sovereign governments or political subdivisions, agencies or instrumentalities thereof, will have the explicit full faith and credit support of the relevant government. Any failure by any such government to meet the obligations of any such political subdivisions, agencies or instrumentalities which default will have adverse consequences for the Credit Opportunity Fund and will adversely affect the Net Asset Value per Share in the Credit Opportunity Fund.

The Credit Opportunity Fund will also have a credit risk to the parties with which it trades. Foreign exchange, futures and other transactions involve counterparty credit risk and will expose the Credit Opportunity Fund to unanticipated losses to the extent that counterparties are unable or unwilling to fulfil their contractual obligations. With respect to futures contracts and options on futures, the risk is more complex in that it involves the potential default of the clearing house or the clearing broker. See "Counterparty Risk" below.

The Investment Manager on behalf of the Credit Opportunity Fund may have contractual remedies upon any default pursuant to the agreements related to the transactions.

Valuation Risk

The Net Asset Value is determined by the Administrator. The Administrator is entitled to rely on and, in the absence of material breach of the Administration Agreement by the Administrator and in the absence of gross negligence, fraud or wilful misconduct by the Administrator in the provision of its services under the Administration Agreement, will not be responsible for the accuracy of, financial data furnished to it by the Prime Broker and the Depositary, market makers and/or independent third party pricing services.

In certain circumstances, valuations of certain of the Credit Opportunity Fund's assets may not be indicative of what actual fair market value would be in an active, liquid or established market. There is no guarantee that the value attributable to an asset by the Credit Opportunity Fund, as determined by the Investment Manager in consultation with the Directors, will represent the value that will be realised by the Credit Opportunity Fund on the eventual disposition of such an investment.

There is a risk that a Shareholder which redeems its Shares while the Credit Opportunity Fund holds particular assets may be paid an amount less or more than it would otherwise be paid if the actual value of such assets is higher or lower than the value calculated by the Administrator. In addition, there is a risk that a subscription for Shares could dilute the underlying value of such assets for the other Shareholders if the actual value of such assets is higher than the value calculated by the Administrator. There is also a risk that greater management fees and/or performance fees may be paid by the Credit Opportunity Fund in respect of certain assets or liabilities of the Credit Opportunity Fund than would have been paid or made if the actual value of such assets or liabilities is lower or higher than the value determined for the purposes of calculating those fees. None of the Directors, the Investment Manager or the Administrator is under any liability (including any obligation to remit

excess management fees or performance fees to the Credit Opportunity Fund, or any of the Shareholders if a price reasonably believed to be an accurate valuation of a particular asset of the Credit Opportunity Fund) is found not to be such.

Illiquid Investments

The investments and other assets in which the Credit Opportunity Fund may invest include assets that are subject to legal or contractual restrictions on their resale (e.g., investments issued by privately-held entities) or for which there is a relatively inactive trading market, making purchases or sales at desired prices or in desired quantities difficult or impossible. Further, as part of its emergency powers, an exchange or regulatory authority can suspend or limit trading in a particular instrument, order immediate liquidation and settlement of a particular contract, or order that trading in a particular contract be conducted for liquidation only. The possibility also exists that governments may intervene to stabilise or fix exchange rates, restricting or substantially eliminating trading in the affected currencies. Illiquid investments may be required to be held for a lengthy period of time and often require more time to sell and may result in higher brokerage charges or dealer discounts and other selling expenses than will the sale of investments eligible for trading on national securities exchanges or for which there is an active over-the-counter market. In addition, due to thin trading in certain investments or assets, investments in such investments or assets may be less liquid than alternative investments for which there is a more active trading market, which could cause the Directors to suspend Net Asset Value calculations and/or redemptions with respect to any Sub Fund or to designate such illiquid investments as Designated Investments. Therefore, the Credit Opportunity Fund's investments in illiquid or thinly-traded investments or assets may reduce the returns of that Sub Fund because it may be unable to sell the illiquid or thinly-traded investments or assets at an advantageous time or price.

The Credit Opportunity Fund's investments in pooled investments and other investment vehicles (e.g. hedge funds) may be subject to certain restrictions that could render such investments illiquid.

Hedging Transactions

The Credit Opportunity Fund may utilise financial instruments such as derivatives to hedge against fluctuations in the relative values of the Credit Opportunity Fund's portfolio positions as a result of changes in exchange rates. Such hedging transactions may not always achieve the intended effect and can also limit potential gains.

While the Credit Opportunity Fund may in respect of each of its portfolios and related Classes enter into such transactions to seek to reduce currency and exchange rate risks, unanticipated changes in currency markets may result in a poorer overall performance in respect of the Credit Opportunity Fund and related Classes. For a variety of reasons, the Company may not in respect of its Sub Fund and their related Classes obtain a perfect correlation between such hedging instruments and the portfolio being hedged. Such imperfect correlation may prevent the intended impact of the hedge or expose a Sub Fund in respect of each of its related Classes to risk of loss.

Short selling

Short selling is part of the Investment Manager's investment strategy in respect of the Credit Opportunity Fund and may be utilised both in situations where the Investment Manager believes the securities in question are overvalued, and therefore likely to experience significant price declines, over time, or as a hedge or offset to related long positions. Short selling inherently involves certain additional risks. Selling securities short creates the risk of losing an amount greater than the initial investment in a relatively short period of time and the theoretically unlimited risk of an increase in the market price of the securities sold short. There is also the risk that the securities borrowed by the Credit Opportunity Fund in connection with a short sale would need to be returned to the securities

lender on short notice. If the request for return of securities occurs at a time when other short sellers of the security are receiving similar requests, a “short squeeze” can occur, and the Credit Opportunity Fund might be compelled, at the most disadvantageous time, to replace borrowed securities previously sold short with purchases on the open market, possibly at prices significantly in excess of the proceeds received earlier. In addition, short selling can involve significant borrowing and other costs which can reduce the profit or create losses in particular positions.

Security

The Company in respect of one or more of its Sub Funds and related Classes may invest in obligations of an issuer of a structured finance security which are secured by an assignment by way of first fixed security, a first fixed charge and a floating fixed charge in favour of the relevant trustee over the collateral debt securities pursuant to the trust deed on the closing date, which may take effect as a security interest over the right of the issuer to require delivery of the collateral debt securities from the depositary in accordance with the terms of the particular custody agreement.

New Issues

The purchase of New Issues, as defined pursuant to FINRA Rule 5130, involves greater risk than securities trading in general. The prices of New Issues may not increase as expected and, in fact, may decline more rapidly. While it is often assumed that New Issues will trade at a premium to their issue price until they are liquidated, there is no guarantee that this will occur. In order for the Credit Opportunity Fund to trade New Issues, or invest in underlying funds that trade New Issues, each investor must represent and warrant in the Application Form that it either is or is not a Restricted Person and/or a Covered Person and the Credit Opportunity Fund will be relying on such representations and warranties in engaging in its business activities. Those shareholders who are Restricted Persons and/or Covered Person may not participate in some or all of the gains, losses or expenses of the Credit Opportunity Fund related to New Issues in compliance with FINRA rules.

Derivatives Risk Generally

The prices of derivative instruments, including futures and options prices, are highly volatile. Price movements of forward contracts, futures contracts and other derivative contracts are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programmes and policies of governments, and national and international political and economic events and policies. In addition, governments from time to time intervene, directly and by regulation, in certain markets, particularly markets in currencies and interest rate related futures and options. Such intervention often is intended directly to influence prices and may, together with other factors, cause all of such markets to move rapidly in the same direction because of, among other things, interest rate fluctuations. The use of derivatives techniques and instruments also involves certain special risks, including (1) dependence on the ability to predict movements in the prices of securities being hedged and movements in interest rates, (2) imperfect correlation between the hedging instruments and the securities or market sectors being hedged, (3) the fact that skills needed to use these instruments are different from those needed to select the Credit Opportunity Fund’s securities, and (4) the possible absence of a liquid market for any particular instrument at any particular time.

Assets deposited as collateral with brokers or counterparties may not be held in segregated accounts by the brokers or counterparties and may therefore become available to the creditors of such parties in the event of their insolvency or bankruptcy. Collateral requirements may reduce cash available to the Credit Opportunity Fund for investment.

Over-the-Counter Transactions

The Credit Opportunity Fund may invest in instruments which are not traded on organised exchanges and as such are not standardised. Such transactions are known as over-the-counter or “OTC” transactions and may include forward contracts or options. Whilst some OTC markets are highly liquid, transactions in OTC derivatives may involve greater risk than investing in exchange traded derivatives because there is no exchange market on which to close out or dispose of an open position.

It may be impossible to liquidate an existing position, to assess the value of the position arising from an off-exchange transaction or to assess the exposure to risk. Bid and offer prices need not be quoted and, even where they are, they will be established by dealers in these instruments and consequently it may be difficult to establish what is a fair price. In respect of such trading, the Credit Opportunity Fund will be subject to the risk of counterparty failure or the inability or refusal by a counterparty to perform with respect to such contracts. Market illiquidity or disruption could result in major losses to the Credit Opportunity Fund.

Use of Credit Derivatives and Structured Finance Instruments

The Credit Opportunity Fund may invest in credit derivatives and structured finance instruments. Credit derivatives and structured finance instruments present a risk in addition to those resulting from direct purchases of obligations of the relevant reference entities, including those described under “Credit Exposure to Reference Entities” below.

Credit Exposure to Reference Entities

The obligation of the Credit Opportunity Fund, directly or indirectly through other instruments and securities, to make payments to credit default swap counterparties under credit default swaps and other similar instruments creates significantly leveraged exposure to potential credit events of the relevant reference entities and credits.

A credit default swap counterparty for a particular credit default instrument may be obliged to make a payment upon an early termination date. The Credit Opportunity Fund may be exposed to the credit risk of such credit default swap counterparties for such payments. In the event of the insolvency of any credit default swap counterparty, the Credit Opportunity Fund will be treated as a general creditor of the credit default swap counterparty and will not have any claim against the reference entity. Consequently, the Credit Opportunity Fund will be subject to the credit risk of the credit default swap counterparty as well as that of a reference entity.

Following the occurrence of a credit event with respect to a reference entity, the Credit Opportunity Fund may be required to pay an amount equal to the relevant settlement amount to the credit default swap counterparty. Certain of the reference entities and/or reference obligations may be rated below investment grade (or of equivalent credit quality). Under credit default swaps where the Credit Opportunity Fund has sold protection by reference to any such reference entity or which includes any such reference obligation the likelihood of the Credit Opportunity Fund being obliged to make payment is greater.

Credit default swaps present risks in addition to those resulting from direct purchases of obligations of the reference entities. Under credit default swaps, the Credit Opportunity Fund and/or issuer of structured finance securities will have a contractual relationship only with the relevant credit default swap counterparty, and not with any reference entity. Consequently, the credit default swaps do not constitute a purchase or other acquisition or assignment of any interest in any obligation of any reference entity. The Credit Opportunity Fund and/or any issuer, therefore, will have rights solely against each credit default swap counterparty in accordance with the relevant credit default swap and will have no recourse against any reference entities. The Credit Opportunity Fund will not have any rights to acquire any interest in any obligation of any reference entity, notwithstanding the payment

by the Credit Opportunity Fund of a credit default swap floating amount to a credit default swap counterparty with respect to such reference entity of a credit default unless the terms of the specific credit default swap provide for a transfer of any obligation upon the occurrence of a credit event. The Credit Opportunity Fund will not directly benefit from any collateral supporting the obligations of the reference entity and will not have the benefit of the remedies that would normally be available to a holder of any such obligation.

There is no assurance that actual payments of any credit default swap amounts will not exceed such assumed losses. If any payments of credit default swap amounts exceed such assumed losses, payment on the respective class of notes of an issuer could be adversely affected by the occurrence of synthetic credit events. Although the Credit Opportunity Fund's portfolio will be diversified as required by Section 1386(1)(a) of Part 24 of the Act, the Credit Opportunity Fund will also be exposed to a credit risk in relation to the counterparties with whom they trade and may bear the risk of counterparty default.

Futures and Options Risk

The Investment Manager may engage in various portfolio strategies on behalf of the Credit Opportunity Fund through the use of futures and options. Due to the nature of futures, cash to meet margin monies will be held by a broker with whom the Credit Opportunity Fund has an open position. In the event of the insolvency or bankruptcy of the broker, there can be no guarantee that such monies will be returned to the Credit Opportunity Fund. On execution of an option the Credit Opportunity Fund may pay a premium to a counterparty. In the event of the insolvency or bankruptcy of the counterparty, the option premium may be lost in addition to any unrealised gains where the contract is in the money.

Forward Trading

Forward contracts and options thereon, unlike futures contracts, are not traded on exchanges and are not standardized; rather, banks and dealers act as principals in these markets, negotiating each transaction on an individual basis. Forward and "cash" trading is substantially unregulated; there is no limitation on daily price movements and speculative position limits are not applicable. The principals who deal in the forward markets are not required to continue to make markets in the currencies or commodities they trade and these markets can experience periods of illiquidity, sometimes of significant duration. Market illiquidity or disruption could result in major losses to the Credit Opportunity Fund.

Highly Volatile Markets

Price movements of forward and other derivative contracts in which the Credit Opportunity Fund's assets may be invested are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programs and policies of governments, and national and international political and economic events and policies. The Credit Opportunity Fund is subject to the risk of failure of any of the exchanges on which its positions trade or of the clearing houses it uses.

Exposure Risk

Certain transactions, such as the use of forward commitments transactions, may give rise to forms of exposure for the Company and the Credit Opportunity Fund. Although the use of derivatives may create such an exposure risk, any exposure arising as a result of the use of derivatives will not exceed the Net Asset Value of the Credit Opportunity Fund.

Borrowing and Leverage Risk

The Credit Opportunity Fund may employ leverage by borrowing and/or the use of derivatives and other non-fully funded instruments for the purpose of making investments. The use of leverage creates special risks and may significantly increase the investment and counterparty risks of the Credit Opportunity Fund. The Investment Manager sets a maximum level of leverage as described in the supplement for the Credit Opportunity Fund. Borrowing creates an opportunity for greater yield and total return but, at the same time, will increase the exposure of the Credit Opportunity Fund to capital risk and interest costs. Any investment income and gains earned on investments made through the use of borrowings that are in excess of the interest costs associated therewith may cause the Net Asset Value of the Credit Opportunity Fund to increase more rapidly than would otherwise be the case. Conversely, where the associated interest costs are greater than such income and gains, the Net Asset Value of the Credit Opportunity Fund may decrease more rapidly than would otherwise be the case. The risks associated with the use of derivatives are set out above.

United Kingdom's withdrawal from the European Union

The U.K. voted on 23 June 2016 to leave the EU. The process of withdrawal from the EU was triggered on 29 March 2017, pursuant to Article 50 of the Treaty on European Union ("TEU"), by the U.K.'s formal notification to the European Council of its intention to withdraw from the EU.

The TEU provides for a period of up to two years (from the date of the U.K.'s notification) for negotiation and coming into force of a withdrawal agreement, at the end of which (whether or not agreement has been reached) the EU treaties cease to apply to the U.K. The remaining EU Member States and the U.K. may extend this period by unanimous agreement. This negotiation period applies only to agreement on the arrangements for the U.K.'s withdrawal from the EU, although those arrangements should *"take into account the framework for the [U.K.'s] future relationship with the Union"*. However, the agreement on the U.K.'s future relationship with the EU is separate and not subject to any formal time restriction.

During and possibly after the withdrawal negotiation period, there is likely to be considerable uncertainty as to the U.K.'s post-withdrawal framework, and in particular as to the arrangements which will apply to its relationships with the EU and with other countries.

The impact of this unique process is difficult to predict at this stage as it will depend on a range of factors, including on how and to what timescale the negotiations develop. The process itself and/or the uncertainty associated with it may, at any stage, adversely affect the return of the Fund and its investments. There may be detrimental implications for the value of the Fund's investments and/or its ability to implement its investment programme. This may be due to, among other things: (i) increased uncertainty and volatility in U.K., EU and other financial markets; (ii) fluctuations in asset values; (iii) fluctuations in exchange rates between U.S. dollars and other currencies; (iv) increased illiquidity of investments located, listed or traded within the U.K., the EU or elsewhere; (v) changes in the willingness or ability of financial and other counterparties to enter into transactions, or the price at which and terms on which they are prepared to transact; and/or (vi) changes in legal and regulatory regimes to which the Fund, the Investment Manager and/or certain of the Fund's assets are or become subject.

Once the arrangements which will apply to the U.K.'s relationships with the EU and other countries have been established, or if the U.K. ceases to be a member of the EU without having agreed such arrangements or before such arrangements become effective, the Investment Manager (or any of its affiliates) and/or the Fund may need to be restructured, either to enable the Fund's objectives fully to be pursued or to enable the Investment Manager (or any of its affiliates or delegates) to fulfil most effectively its functions in relation to the Fund. This may increase costs or make it more difficult for the Fund to pursue its investment objective.

Risk Factors Not Exhaustive

The investment risks set out in the Credit Opportunity Fund's Company Information Memorandum do not purport to be exhaustive and potential investors are made aware that an investment in the Credit Opportunity Fund may be exposed to risks of an exceptional nature from time to time.

Item 9 - Disciplinary Information

Registered investment advisors are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of Northlight or the integrity of Northlight's management.

Northlight has no material legal, regulatory or disciplinary events to disclose. This information has also been submitted to the Securities and Exchange Commission as Item 11 of Northlight's Form ADV, Part 1A, and can be verified at www.adviserinfo.sec.gov.

Item 10 - Other Financial Industry Activities and Affiliations

Northlight and its employees are not registered, nor have an application pending to register, as a broker/dealer, commodity pool operator, or commodity trading advisor. Northlight has an affiliated adviser, Northlight GCI, as detailed in Part 1A of the Form ADV.

Northlight does not receive compensation directly or indirectly or maintain a business relationship with any third party that creates a material conflict of interest.

Neither Northlight nor any of its management persons have any other relationship or arrangement that is material to or causes a conflict with the Firm's advisory business or its clients.

Item 11 - Code of Ethics, Interest in Client Transactions and Personal Trading

Code of Ethics and Fiduciary Duty

Northlight values client trust and places our fiduciary responsibilities to each client first and foremost in all aspects of our business. Northlight has adopted a Code of Ethics (the "Code") that complies with SEC Rule 204A-1 under the Investment Advisers Act.

The Firm's Code, sets forth standards of business conduct for the Firm and its Supervised Persons, which includes all employees, Access Persons and others designated by Northlight's Chief Compliance Officer ("CCO"). The Code is based on the principle that the Firm and its Supervised Persons have a fiduciary duty to act in the best interests of Northlight's clients.

The Code sets forth record keeping requirements and the responsibilities of the CCO with respect to review of personal securities transactions, personal holdings and trading reports and monitoring compliance with the Code. The Code also outlines policies for sanctioning supervised Persons who violate the Code.

Supervised persons must comply with federal securities laws, certify that they have read and understand the Code and report any violations of the Code to the CCO. The Code sets forth limitations on Supervised Persons receiving gifts from third parties. Supervised Persons may not solicit gifts from any party with whom we conduct or could conduct business.

The Firm's Code requires all employees to acknowledge that they have read and understand the Code, and reaffirm such acknowledgment at least annually.

A copy of Northlight's Code of Ethics will be provided to any client or prospective client free of charge upon request. If you would like to receive a copy, please contact our Chief Compliance Officer at +44 207 518 9235 or ir@northlight.co.uk.

Personal Securities

Supervised persons are required to submit to the CCO an initial and annual report listing their Reportable Securities and a quarterly report of transactions. All personal securities transactions, other than those specifically exempted by the Code, are required to be pre-approved by the CCO, or his delegate.

Supervised Persons are prohibited from trading in funds on the Firm's Approved List of designated funds that are approved for trading in client accounts. Supervised Persons are prohibited from trading either in their personal accounts or client accounts on the basis of material non-public information.

Item 12 - Brokerage Practices

As a fiduciary, Northlight places client's interests first and foremost. The Firm's trading policies and procedures prohibit unfair trading practices and seek to avoid any conflicts of interests or resolve conflicts in the client's favour. We follow written policies and procedures for trade documentation, reporting of trade order status, resolution of trade errors, trade allocation and trade aggregation. All Northlight employees must follow these policies and procedures which are tested by Compliance to ensure their effectiveness.

Brokerage Discretion and Selection

Northlight generally assumes responsibility for selecting brokers and dealers for the execution of securities transactions recommended on behalf of its clients. The Firm is not affiliated with any broker/dealers and does not execute securities transactions as a principal. Accordingly, the Firm selects unaffiliated third-party broker/dealers to execute all client transactions as permitted by applicable law. The Firm maintains a list of active/approved trading partners (i.e. counterparties) with whom the Firm may transact. Factors considered when determining whether to add a counterparty to the approved list include the price at which the order can be executed, costs of execution to the client, size of the order, and the likelihood of achieving execution and settlement.

The Firm ordinarily reviews its active broker list on a periodic basis and assesses each broker on a combination of factors including those listed above. Where issues arise or expectations are not met the Firm may meet with the brokers more frequently to review the relationship and the services being provided.

Soft Dollar Usage

Northlight does not currently have and does not intend to maintain any soft dollar arrangements.

As a UK investment manager impacted by MiFID II regulations, Northlight pays for any research received. Such research may be required to invest the client portfolios.

Best Execution

Northlight, as a fiduciary to its advisory clients, endeavours to seek best execution for client transactions, seeking to obtain not necessarily the lowest commission cost but the best overall qualitative execution. When determining best execution on a particular trade, Northlight's considerations include, but are not limited to, the following:

- Quality of execution
- Availability and quality of research products and services
- The nature and character of the relevant markets on which the transactions will be executed
- The broker's execution experience, integrity and credit-worthiness
- Operational efficiency

A copy of Northlight's Best Execution Policy is available on request.

Trade Allocation

Northlight endeavours to act in a manner that it considers fair, reasonable and equitable in allocating investment opportunities among its clients. When the Firm determines that it would be appropriate and feasible for more than one client to participate in an investment opportunity, the Firm may place combined orders for all such clients simultaneously and, if the order is not filled at the same price, the Firm will average the prices paid over a particular trading day or such longer period consistent with the accumulation or disposition of a particular position. Similarly, if an order is placed on behalf of

more than one client and the order cannot be fully executed under prevailing market conditions, the Firm may allocate the trade execution among different clients on a basis that the Firm deems equitable. This is normally achieved by pro-rating actual trade executions among clients in accordance with the total number of shares outstanding on each client's order and rounding such executions to reflect minimum trading sizes, minimum allocations necessary to avoid undue costs being realized by clients (such as transaction and foreign exchange costs triggered by certain allocations having a de minimis value) and efficiencies inherent in trade reporting. Situations may occur where a client could be disadvantaged because they participated in the aggregate order.

The Firm anticipates that the substantial majority of its trade executions will be allocated between clients in a pro-rata manner. Where the Firm determines that this pro rata allocation methodology may not be in a client's best interest or the best interests of all clients, the Firm may, in its reasonable discretion, make an adjustment to the pro-rata allocation.

Block Trading of Client Orders

Northlight believes that blocking (aggregation) of client orders may be prudent and necessary in order to fulfil Northlight's fiduciary duty to obtain the most favourable terms for each client. When aggregating client orders, management's considerations include but are not limited to the following:

- No advisory account is favoured over any other account. Clients participating in an aggregated order shall receive an average share price with other transaction costs shared on a pro-rata basis.
- The Firm will not aggregate transactions unless block trading is consistent with the Firm's duty to seek best execution and the terms of the Firm's investment management agreement with each client for which trades are being aggregated.
- Before placing a blocked trade, the Portfolio Manager will specify the participating client accounts and the intended allocation among those clients.
- If the aggregated order is filled in its entirety, it will be allocated among clients in accordance with the terms of the order; if the order is partially filled, it will be allocated on a pro-rata basis within the same terms of the order;
- The Firm's books and records will separately reflect the orders for each client account that are aggregated, as well as the securities bought and sold for and held by that account
- The Firm receives no additional compensation of any kind as a result of the proposed aggregation.

Item 13 - Review of Accounts

Account Reviews

Account (investment portfolio) reviews are performed on an ongoing basis every day by a Portfolio Manager or a designee.

Further review is undertaken by the Northlight Risk Committee (“RC”) at least twice a month.

The RC is chaired by the Chief Risk Officer (“CRO”) or the risk control officer (the “RCO”) (in their absence the risk manager) and has a quorum of two attendees, at least one of the RCO or CRO and at least one of Northlight’s investment committee members. The Risk Committee provides:

- independent oversight of the client’s investments, with the mandate to challenge investment ideas and portfolio management;
- control to ensure each client remains within its mandate and adheres to all Risk Limits set forth;
- supervision of Risk Limits with the responsibility to adjust these where necessary;
- definition and enforcement of the Market Regime (see section 5.4) and applied to the Fund; and
- regular review of the Risk Management Framework.

The RCO is independent of Northlight Group LLP and reports directly to the board of Northlight GCI in this capacity.

Among other things, reviewers evaluate the composition of the portfolios relative to the benchmark and review numerous risk statistics and limits. Reviewers, and more specifically the RC, will monitor and consider risk excesses and maximum exposures as well as consider risk developments and enhancements. Further, the Risk Committee may request the credit research team to provide a full fundamental breakdown and analysis of high risk or concentration trades.

Northlight and its service providers also compile an internal daily information package which includes a matrix of holdings and values per account across strategies and attribution analysis. This allows Northlight to conduct holdings based and returns based analysis at the security level coupled with exposure aggregation of relevant risk factors.

Northlight engage a third party service provider (the “Fund Accountant”) to oversee prime broker and custodial reconciliations, and Net Asset Value calculations, as well as provide support to the middle office function within Northlight with respect to settlement issues. The Fund Accountant is also responsible for preparing daily profit and loss estimates to Northlight such that Northlight may monitor the ongoing accuracy of reporting against performance expectations and identify any issues with respect to incorrect reporting in advance of the Fund Administrator Net Asset Value calculation.

Positions and cash are reconciled on a daily basis. To the extent any discrepancies are identified through the performance of these reconciliations, our operations personnel will work with both our internal team, the Fund Accountants, and the custodian to resolve any such discrepancies. The statements and records of the custodian are the official books and records for the account.

Board Reporting

Northlight's Fund Administrators provide written and oral reports to the boards of the client Funds at each board meeting. In addition to this, the Fund Administrator makes all relevant fund accounting and investor holding data readily available on either their portals or via electronic communication on request.

The Fund Administrators prepare the monthly Net Asset Value calculations and are also engaged to prepare the annual financial statements of the client Funds. The Fund Administrator reconciles the positions of the client Funds to prime brokers and custodians as required.

Client Investor Reporting

Northlight's Fund Administrators generally provide investors with holdings reports no less frequently than monthly. We urge investors to carefully review these reports and compare to the statements that they receive from their custodian.

Northlight provide written investor reports generally monthly, and no less than quarterly. These reports include a portfolio appraisal, market commentary, performance statistics and a variety of key risk statistics.

Additional or different information may be provided to investors as agreed by Northlight and the client investor.

In addition to reports tailored to investors, Northlight issues a variety of general circulation materials for investors and consultants detailing investments, performances, and key risk factors/exposures.

Information in reports from different parties may vary for a variety of reasons such as accounting procedures, reporting dates and valuation methodologies. Northlight endeavours to reconcile any such differences immediately.

Separately managed account clients receive reports from the designated custodians no less frequently than quarterly.

Item 14 - Client Referrals and Other Compensation

Neither Northlight nor its employees receive compensation or incentives from third parties for providing investment advice or other advisory services to the Firm's clients.

Northlight does compensate a third party in accordance with Rule 206(4)-3 of the Advisers Act for investor referrals.

Item 15 – Custody

Northlight is not authorised by the FCA to have custody of client assets. Northlight arranges for independent parties to act as the custodian, depositary and fund administrator for the Funds.

However, because certain Funds are private funds offered in the U.S., the Firm acknowledges that the SEC's definition of custody can be applied to it. Northlight is deemed to have custody because of the Firm's authority to obtain possession of certain client funds or securities. To comply with the custody rule, Northlight is required to ensure Funds are audited annually and that Fund investors are provided with a copy of the financial statements within 120 days of the respective Fund's year end.

The qualified custodian is required to provide each separately managed account client with at least quarterly account statements relating to the assets held within the account managed by Northlight. Each client should carefully review the qualified custodian's statement upon receipt to determine that it completely and accurately states all holdings in the client's account and all account activity over the relevant period.

In addition to the account statements provided by qualified custodians and administrators to our clients, Northlight also provides account appraisal reporting to investors on a monthly or quarterly basis. As such, we encourage investors to compare the statements provided to them by Northlight against those provided to them by the qualified custodians who hold the assets of their accounts, and to report any questions, concerns, or discrepancies to both Northlight and the qualified custodian promptly. Such questions, concerns, or discrepancies may be communicated to Northlight by contacting us at the contact information listed on the cover sheet.

Our reporting may vary from custodial statements based on accounting methods, reporting dates, and/or valuation methodologies of certain securities. However, custodian statements reflect the official books and records for the accounts we manage.

Item 16 – Investment Discretion

Northlight obtains discretionary investment authority from each client through the execution of an 'investment management agreement' at the outset of the advisory relationship. Discretion is exercised in a manner consistent with stated investment objectives for the particular client account pursuant to the fiduciary duty and standard of care which we must discharge.

Investment guidelines and restrictions must be provided to Northlight in writing. Throughout the portfolio management process, Northlight observes the investment policies and limitations imposed by each client.

Item 17 - Voting Considerations

Although Northlight typically does not trade equities, the Firm considers it to be of paramount importance when assessing proxy voting responsibilities on behalf of its clients to recognize the fiduciary responsibility it assumes in acting as investment adviser.

The Firm has a commitment to evaluate and vote proxy issues in the best interests of its clients. The Firm will generally vote proxy proposals, amendments, consents or resolutions relating to client securities, including interests in private investment funds, if any, (collectively, "proxies") in accordance with documented procedures.

Generally, all proxies are evaluated and voted on a case-by-case basis, considering each of the relevant factors set forth above. The Firm, in all cases, will vote for any proposals in the manner believed to be most advantageous for its clients.

There may be times in which conflicts may arise between the interests of the client and the interests of the Firm. The Firm will always strive to address such conflicts in the best interests of the client. If a perceived material conflict of interest arises in connection with a proxy vote, Northlight may resolve such perceived material conflicts of interest as follows:

- The Firm may delegate the voting decision for such proxy proposal to an independent third party;
- The Firm may delegate the voting decision to an independent committee of partners, members, directors or other representatives of the client, as applicable;
- The Firm may inform the investors or account of the conflict of interest and obtain consent (majority consent, in the case of a fund) to vote the proxy as recommended by the Firm; or
- The Firm may obtain approval of the decision from Northlight's Chief Compliance Officer.

If an independent third party or a committee is utilised in making a decision to vote on a proxy, the Firm will submit the proxy to such third party or committee for a decision. The Firm will execute the proxy in accordance with such third party or committee's decision and update Northlight's proxy recordkeeping.

The Firm does not take positions outside of the portfolios it manages and therefore does not anticipate a situation where there would be a conflict between maximizing long-term investment returns for clients and the interests of the Firm or its Supervised Persons. If such a situation should arise, the senior management will independently review and evaluate the proxy proposal.

A copy of Northlight's policies and procedures regarding the voting of client securities and information about how proxies were voted can be obtained by contacting our Chief Compliance Officer at +44 207 518 9235 or ir@northlight.co.uk.

Item 18 – Financial Information

Northlight has no financial commitment that impairs its ability to meet contractual and fiduciary commitments to clients, and has not been the subject of a bankruptcy proceeding.

Item 19 – Privacy

Northlight is committed to maintaining the confidentiality, integrity, and security of our current and prospective clients' non-public personal information and adheres to high standards in order to safeguard such information. As part of this commitment, the Firm has adopted the following privacy policy concerning the collection, disclosure, maintenance and disposal of our clients' non-public personal information.

Collection of Information

As your investment adviser, Northlight collects non-public information from you such as:

- Information received from you or provided in applications or other forms, correspondence, or conversations, including, but not limited to, your name, address, phone number, social security number, date of birth, annual income, net worth, and investment history.
- Information about your transactions with us or others, including but not limited to your account number and balance, payment history, parties to transactions, cost basis information, and other financial information.

Disclosure of Information

Northlight will not disclose non-public personal information about you to anyone, except as necessary to carry out transactions you have requested or authorized in connection with our provision of services to you, as required by law, or with your express consent. The Firm may disclose information about you to the following types of non-affiliated third parties:

- authorized securities brokers, financial institutions or custodians;
- persons acting in a fiduciary or representative capacity on your behalf;
- attorneys and accountants;
- law enforcement agencies or computer security providers for the purpose of protecting against fraud and unauthorized transactions or in order to maintain the confidentiality of our records;
- Government agencies, self-regulatory organizations, industry associations and similar bodies in order to fulfil requests, investigations, legal and regulatory requirements.