



Leveraged Capital Holdings NV

John B Gorsiraweg 14, Willemstad, Curaçao, Netherlands Antilles

HOW TO BUY AND SELL SHARES OF LEVERAGED CAPITAL HOLDINGS NV

Leveraged Capital Holdings NV (the “Fund”) is an open-end investment company, meaning that the Shares may, at the shareholder’s request, be subscribed or redeemed, subject to the conditions and limitations stated in the Prospectus and the Articles of Incorporation (the “Articles”). Shares may be purchased or redeemed through transactions directly with the Fund, over-the-counter transactions with the designated market maker and the facilities of Euronext Amsterdam N.V.

Transactions directly with the Fund

When purchasing or redeeming Shares directly through the Fund, requests for subscriptions and redemptions should be addressed to the Paying Agent, Fortis Bank (Nederland) N.V., in Amsterdam.

The Paying Agent acts as a disbursing and receiving facility for the Fund in Amsterdam in connection with subscriptions for and redemptions of Shares and the issuance of admission certificates for the annual meeting.

Subscriptions

Subscriptions for Shares can be made daily and are accepted at the next NAV of the respective class of Shares following receipt of such subscription without deduction of any subscription charges. The subscription form, identification questionnaire and payment for Shares must be received by the Paying Agent at the address listed on the subscription form on or before the day of subscription. Originals must follow by courier as soon as possible. Upon receipt of the original documents mentioned above, payment for the Shares and after the Administrator is satisfied with regard to the identity of the investor, the subscription confirmation will be released. The Administrator may contact the investor in order to satisfy the Anti Money Laundering and Know Your Customer requirements in accordance with the applicable rules and regulations of the monetary authorities. Subscription forms are attached to the Prospectus as [Annex E](#) and are also available from the Paying Agent. Payment may be made only by means of a wire transfer from an account held in a financial institution, which is subject to the anti-money laundering requirements of the Netherlands Antilles or the substantial equivalent thereof. Shareholders who subscribe through intermediaries should be aware that the Fund has recommended that additional sale charges or commissions requested by such intermediaries should not exceed 3% of the NAV of the respective class of Shares.

The Fund may temporarily suspend the issuance of Shares at any time. See also the limitations mentioned in article IV, VIII-B and VIII-C of the Articles and [Annex E](#) to the prospectus.

Redemptions

Redemptions of Shares from shareholders are accepted on the last Business Day of each calendar quarter (each, a “Date of Redemption”) pursuant to written notice (“Redemption request”), which must be received by the Paying Agent at least 45 Business Days prior to the Date of Redemption. An authorized signatories list or similar document must accompany the redemption request and originals must follow by courier as soon as possible. Upon receipt of the original and fully completed documents mentioned above by the Administrator, the redemption confirmation will be released and redemption proceeds can be paid. Certificates must accompany the redemption request. Redemption forms are attached to the Prospectus as Annex F and are also available from the Paying Agent. Redemptions are paid at the NAV of the respective class of Shares as of the close of business of such Date of Redemption, less a 1% redemption charge payable to the Fund. If a redemption request is not timely received, the shareholder will be deemed to have made a redemption request for the immediately following Date of Redemption. Payment shall be made as soon as practicable, but in any event no later than 30 (thirty) days following the applicable redemption date. Redemptions are normally paid in cash but, at the sole discretion of the Fund, the Fund may elect to distribute securities in kind.

The Fund endeavors to manage the liquidity profile of its assets with the aim of being able to meet envisaged redemption or repurchase requests and pay redemption or repurchase proceeds, provided that redemption or repurchase of Shares and payment of redemption or repurchase proceeds may be delayed or suspended as result of statutory provisions, limitations listed or referred to in his paragraph and/or emergencies listed in the Prospectus.

If the redemptions or repurchases were so suspended, it is contemplated that the Managing Director would also suspend subscriptions to Shares.

See also the limitations mentioned under “Special Risk Factors” (under “Market risks and lack of liquidity” and “Limited transferability”) in the Prospectus and in article IV, VIII-A, VIII-B and VIII-C of the Articles, and Annexes E and F to the Prospectus.

The Supervisory Board, subject to any required vote of shareholders and in accordance with applicable law, may in the future set such other policies with respect to subscriptions and redemptions as it deems necessary or appropriate.

Transfers between Classes

Shareholders may transfer between Class A Shares and Class B Shares free of charge on application to the Paying Agent at the prevailing US Dollar/Euro exchange rate as selected by the Administrator. Transfers are permitted only as of the last Business Day of each calendar month. Shareholders wishing to transfer between Class A and Class B must provide at least 20 Business Days’ written notice to the Paying Agent, unless such notice is waived by the Managing Director, in its discretion.

Transactions through the Market Maker

For the convenience of investors, to create a market with orderly trading and to promote liquidity of the Shares, the Fund has designated LCF Edmond de Rothschild Securities Ltd., London (an affiliate of sponsoring institutions of the Fund) to make a market in Shares. The Fund has agreed, subject to certain limitations, to (i) accept redemptions of Shares by the market maker on each Business Day on the basis of the next NAV following receipt of a redemption notice minus a 1% redemption charge, and (ii) issue Shares daily at the next NAV following receipt of a subscription notice free of subscription charges. It is contemplated that the availability to investors of the market maker facility would be suspended if the subscription and redemption or repurchase of Shares are suspended, as described above in the paragraph on “Redemptions”.

The Fund has agreed to accept redemptions from the market maker up to a maximum amount per Business Day. This daily maximum may vary between US\$ 0 and US\$ 12 million in aggregate on any Business Day. The actual applicable maximum amount is currently set at US\$ 3 million. Shareholders should note that although the Fund has agreed to accept redemptions from the market maker on each Business Day there is no guarantee that shareholders will be able to sell their Shares on a daily basis. Transactions between shareholders and the market maker are the responsibility of those parties and not of the Fund. As stated under “Redemptions” above, shareholders may redeem their Shares directly to the Fund on a quarterly basis.

Listing / Central Securities Depository

The Shares are listed and traded on the Official Segment of the stock market of Euronext Amsterdam N.V. The Netherlands Centraal Instituut voor Giraal Effectenverkeer B.V. (“Euroclear Nederland”) has declared that the Shares can form part of a giro deposit and a collective deposit. See also article V of the Articles. Holders of Shares in registered form shall be entered in a register which is kept in accordance with the Articles. The market price for the Shares set at the close of each Business Day on the stock market of Euronext Amsterdam N.V., or the NAV, is published daily by Reuters, Bloomberg and other facilities, including The Financial Times.

The Class A Shares share price is quoted in US dollars and the Class B Shares share price is quoted in Euros.

Contact details Market Maker

For transactions in LCH Shares through the Market Maker please contact:

LCF Edmond de Rothschild Securities Ltd

Telephone: +44 20 7240 3000

Facsimile: +44 20 7240 3020

This document does not constitute an offer of any investment or an invitation or solicitation to subscribe for or purchase any investment. Subscriptions are valid only if made on the basis of the current prospectus, supplemented by the latest annual report and the most recent semi-annual report if published thereafter.

Historic changes in the maximum amount that the market maker may redeem back to the Fund on a daily basis:

Effective date	Daily maximum may vary between	Actual applicable daily maximum
30.10.08	US\$0 – US\$12 million	US\$3 million
07.10.08	US\$0 – US\$12 million	US\$6 million
18.09.07	US\$0 – US\$12 million	US\$12 million
01.11.05	US\$0 – US\$10 million	US\$10 million