

June 5, 2012

Castle Alternative Invest AG

Castle Alternative Invest AG completes second line share buyback programme

Castle Alternative Invest AG ('CAI' or 'the Company'), the global fund of hedge funds investment company listed on the SIX Swiss Exchange and on the London Stock Exchange (SIX: CASN, LSE: CAI) announces that it has completed the second line share buyback programme initiated on July 18, 2011. Accordingly, the second line on the SIX Swiss Exchange closed after market hours on Tuesday June 5, 2012.

Pursuant to this programme, CAI has repurchased 1,701,949 shares with a total consideration of CHF 19.5million representing 9.74% of the shares currently in issue. The average purchase price per share was CHF 11.47. At the Annual General Meeting held on May 15, 2012, approval was given to reduce the share capital from CHF 87,407,980 by CHF 5,643,895 to CHF 81,764,085 by cancellation of 1,128,779 shares. The capital reduction will be implemented with the Commercial Register after closing of the demerger period, which will end on July 24, 2012. After cancellation, the Company will have 16,352,817 shares in issue, currently corresponding to a market capitalization of approximately CHF 206 million.

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Neither the contents of the Company's website nor the contents of any website accessible from hyperlinks on the Company's website (or any other website) is incorporated into, or forms part of, this announcement.

Swiss Security Number 509.275

A joint stock corporation incorporated on July 30, 1996 under Swiss laws

Registered Office: Schuetzenstrasse 6, 8808 Pfaeffikon/SZ, Switzerland