

Fund Performance

Tables 1 and 2 show the PVGF performance relative to the S&P/ASX 300 Accumulation Index for the period to 30 June 2009. Table 1 shows the performance on an annual basis and Table 2 shows the cumulative return.

Table 1:

Annual Return (Class A Units)*	1 Mth	3 Mths	1 Yr	3 Yrs (p.a.)	5 Yrs (p.a.)	7 Yrs (p.a.)	10 Yrs (p.a.)	Since April 98 (p.a.)
Prime Value Growth Fund	1.8%	9.8%	-17.6%	1.7%	14.0%	15.9%	16.7%	15.7%
S&P/ASX300 Accumulation Index	4.0%	11.5%	-20.3%	-3.9%	6.8%	7.5%	7.1%	7.3%
Relative Performance To Benchmark	-2.2%	-1.7%	2.7%	5.6%	7.2%	8.4%	9.6%	8.4%
Approximate Annual Return (after Performance Fees)#			-17.6%	0.5%	12.5%	14.2%	14.7%	13.9%

Table 2:

Cumulative Return (Class A units)*	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs	Since April 98
Prime Value Growth Fund	-17.6%	5.0%	92.3%	180.3%	366.7%	413.7%
S&P/ASX300 Accumulation Index	-20.3%	-11.1%	38.9%	66.4%	99.4%	120.4%
Relative Performance To Benchmark	2.7%	16.1%	53.4%	113.9%	267.3%	293.3%
Approximate Cumulative Return (after Performance Fees) #	-17.6%	1.7%	81.4%	157.0%	311.9%	353.5%

* Performance figures have been calculated in accordance with IFSA Standard No 6.0, Product Performance - "Calculation of Returns" and IFSA Standard No 10 - "Presentation of Past Performance Information". The returns are calculated before performance fees which are charged against individual accounts. The returns exclude the benefits of imputation credits. No allowance has been made for taxation. Performance assumes the reinvestment of income distributions. Past performance is not necessarily an indicator of future performance.

Post-performance fee returns are an APPROXIMATION only, as performance fees are charged each year on June 30 (or on withdrawal), based on the performance of each investment. Performance fees are only payable where the return of the Fund exceeds the performance of the benchmark and the net return is positive.

Manager's Commentary

Australian equities continued their upward trend during June, with the S&P/ASX 300 Accumulation Index increasing by 4.0%, the 4th monthly increase. Confidence grew that the momentum of the global recession continues to weaken, but mixed economic data and concerns about the upcoming US reporting season limited gains in the second half of the month following early market strength. Oil and base metals were generally stronger but gold was weaker and the Australian dollar was marginally stronger.

Domestically, economic data was also mixed, with a technical recession avoided following a surprise 0.4% GDP increase. Consumer sentiment and retail sales were also stronger. However the unemployment rate rose to 5.7%, reversing the improvement seen last month. The number of capital raisings was lower, but the value remained significant due to some larger issues, including Rio Tinto seeking \$4.2b. Iron ore negotiation with the Chinese consumers remained at an impasse.

Telecoms and Healthcare were the best performing sectors, while the banks made a strong recovery. By contrast, the Materials and Energy sectors underperformed and the Utilities sector was the worst performer.

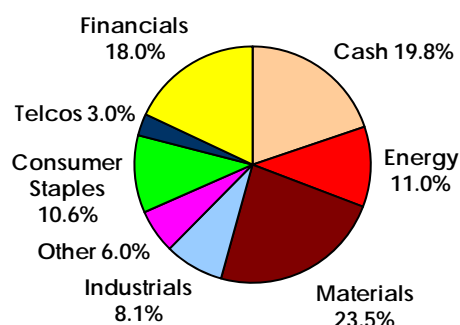
The Prime Value Growth Fund achieved a return of 1.8%. The sectoral allocation was negative, as the Fund is under-

weight in the outperforming Financials and Telecommunications sectors. The cash holding also detracted from performance in a strongly rising market.

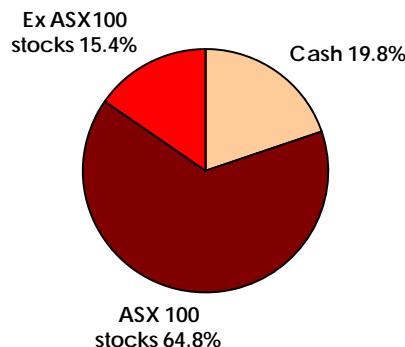
At a stock level, the biggest contributors to performance included Monadelphous (up a further 19.0% during June after recent strong gains), Westpac (up 7.3%) and Telstra (up 9.0%). The stocks which detracted from performance included Nufarm (down 25.1% following a downgrade to earnings guidance), Newcrest Mining (down 7.4%) and Lihir gold (down 9.8%).

The return for the full financial year is now -17.6% compared with the benchmark return of -20.3%. This represents the 8th consecutive year of outperformance in various conditions for various reasons including stock, sectoral or asset (cash) allocation. The 3 and 5 year returns are now 1.7% pa (benchmark -3.9% pa) and 14.0% pa (benchmark 6.8% pa) respectively. Having reduced our cash holding from 30% to 20%, we are adopting a cautious stance and expect the market to remain volatile with an upward trend. The earnings outlook remains vulnerable and the upcoming reporting season may see further downgrade and disappointments. Our focus continues to be high quality defensive companies with a growth component and strong balance sheet.

Holdings by Sectors



Holdings by Market Cap



Top Five Holdings

Name	Sector
BHP	Materials
National Australia Bank	Financials
Orica	Materials
Westpac	Financials
Woolworths	Consumer Staples

The portfolio is generally comprised of 30 - 60 stocks.

Key Fund Details

Investment Objectives

The PVGF aims to provide superior medium to long-term capital growth, with some income, by managing a portfolio of predominantly Australian equities listed on any recognised Australian stock exchange.

Investor Profile

The PVGF is appropriate for an investor seeking medium to long-term capital growth, who is prepared to accept some fluctuations in short-term returns. This type of investment is appropriate as a significant part of a properly diversified investment portfolio for individuals, companies, trusts and superannuation funds.

Launch Date: 10 April 1998 ¹ Size of Fund: \$228.4m	Direct Investment (Class A)	Indirect Investment via IDPS or IDPS-Like Schemes (Class B)
Indirect Cost Ratio (ICR)	1.435% p.a. ²	1.23% p.a. ^{2,3}
Performance Fee	20.5% p.a. ² of performance (net of management fees and administration costs) above the agreed benchmark, subject to positive performance	20.5% p.a. ² of performance (net of management fees and administration costs) above the agreed benchmark, subject to positive performance
Benchmark	S&P / ASX 300 Accumulation Index	S&P / ASX 300 Accumulation Index
Minimum Initial Investment	\$40,000	N/A
Minimum Additional Investment	\$5,000	N/A
Contribution Fee	Nil ⁴	N/A
Withdrawal Fee	Nil	N/A
Early Withdrawal Fee	2% ⁵	N/A
Income Distributions	Half-yearly	Half-yearly
Unit Prices (ex distribution) @ 30 June 2009	Issue Price: \$2.3710 Withdrawal Price: \$2.3530 Distribution: \$0.0213	Issue Price: \$2.3380 Withdrawal Price: \$2.3291 Distribution: \$0.0097

¹ Research Rating—Standard & Poors—3 stars

² Unless otherwise stated, all fees quoted are inclusive of GST and the relevant RITC.

³ Fees for indirect investments do not include the fees charged by the IDPS operator. The fund is available in the following platforms: Asgard, Ausmaq, Beacon, BT Wrap, First Wrap, IOOF Global One, Macquarie Wrap, netwealth, Portfolio Advantage, Premium Choice, Symetry, Wealthtrac.

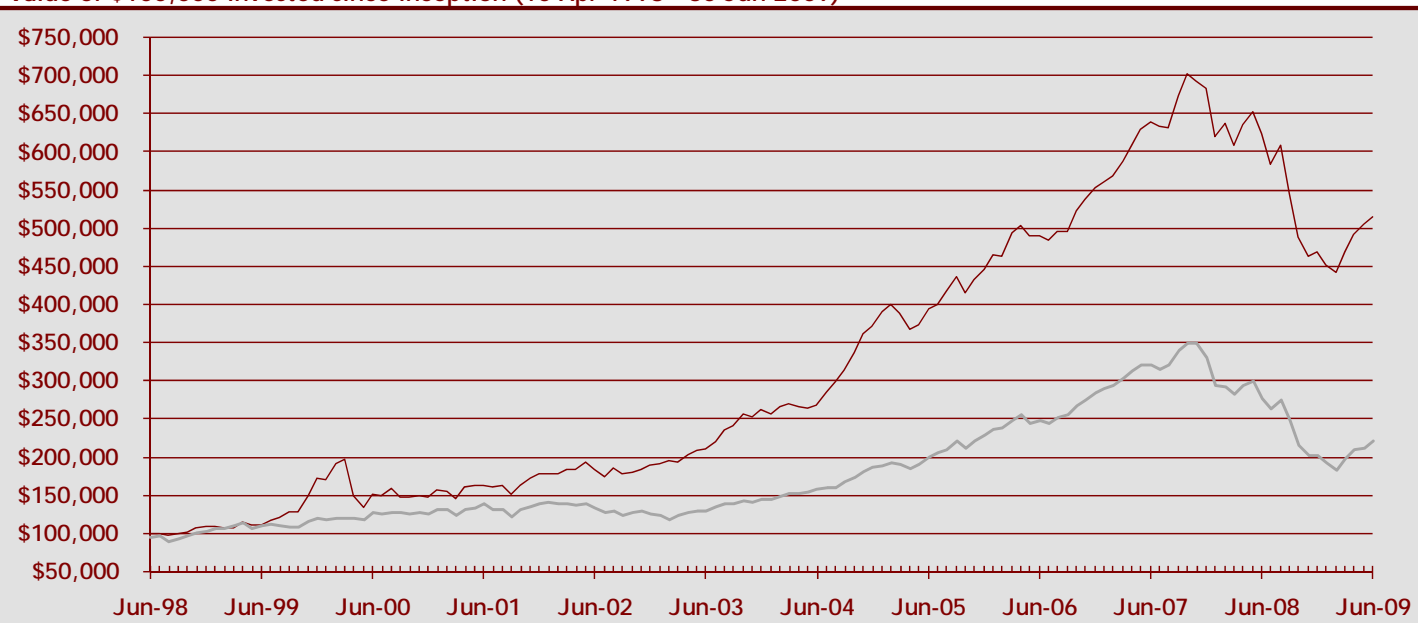
⁴ Up to 3% may be charged where a Direct Investor is introduced by an adviser to the Fund, as mutually agreed between the investor & adviser.

⁵ Applies to investments of less than 12 months' duration to discourage short term investing. The Fund invests in a portfolio of equities designed to deliver returns over the medium to long term.

Historical Performance (Class A Units)

The following graph shows how a notional \$100,000 invested at the Fund's Inception (10 April 1998) has increased to \$513,700 (net of fees excluding performance fees) as at 30 June 2009. After performance fees, the amount would be approximately \$453,500. This compares very favourably with the return of the market, where a \$100,000 investment would have increased to \$220,400 over the same period. The returns exclude the benefits of imputation credits.

Value of \$100,000 invested since inception (10 Apr 1998 - 30 Jun 2009)



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