

Fund Performance

Tables 1 and 2 show the PVGF performance relative to the S&P/ASX 300 Accumulation Index for the period to 30 September 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	4.3%	15.1%	8.6%	6.1%	13.5%	18.8%	16.7%	16.7%
S&P/ASX300 Accumulation Index	6.3%	21.6%	8.5%	1.6%	9.9%	11.7%	9.5%	9.0%
Relative Performance To Benchmark	-2.0%	-6.5%	0.1%	4.5%	3.6%	7.1%	7.2%	7.7%
Approximate Annual Return (after Performance Fees)#			8.6%	5.2%	12.8%	17.3%	15.2%	15.1%

Table 2:

Cumulative Return (Class A units)*	1 Yr	3 Yrs	5 Yrs	7 Yrs	10 Yrs	Since April 98
Prime Value Growth Fund	8.6%	19.3%	88.7%	233.8%	367.0%	491.4%
S&P/ASX300 Accumulation Index	8.5%	5.0%	60.5%	116.5%	147.4%	168.0%
Relative Performance To Benchmark	0.1%	14.3%	28.2%	117.3%	219.6%	323.4%
Approximate Cumulative Return (after Performance Fees) #	8.6%	16.4%	82.9%	209.7%	322.0%	425.1%

* 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

The Australian equity market experienced the seventh consecutive monthly gain, with the S&P/ASX 300 Accumulation Index increasing by 6.3% during September. This represents a return of over 50% from lows in early March.

Overseas markets were also strong during the month with revived M&A activity boosting sentiment. Signals from the domestic economy continued to suggest that activity is stabilising. Foreign direct investments, particularly from China continues to boost sentiment.

The \$A continued its upward trend and closed at US88 cents, an increase of over 40% from early March. The \$A strength reflects a broad USD weakness and an attractive interest rate differentiates.

The RBA left interest rates unchanged but removed its easing bias increasing expectations of an October rate rise. Consumer sentiment rose and retail sales bounced in August. Sectors exposed to this, like the Financial (up 9.8%) and Consumer Discretionary (up 9.5%) performed strongly while materials and the defensive sectors lagged.

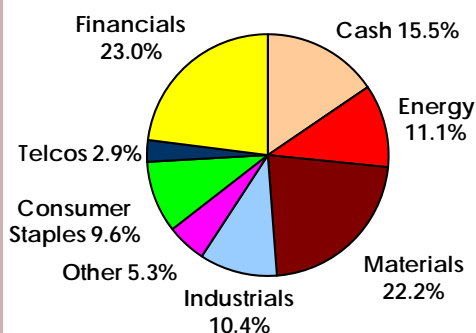
The Prime Value Growth Fund returned 4.3% during October. Sectoral allocation detracted from the performance, with the fund underweight in the strongly performing Financial and Consumer Discretionary sectors. The cash holding also detracted from the performance.

At a stock level, positive contributors to the performance were the banks, including ANZ (up 14.6%), Westpac (up 7.7%) and NAB (up 8.0%). Stocks which detracted from the performance were CSR (down 7.8%) and Incitec Pivot (down 6%), which is exposed to continued weakness in fertilizer prices and the stronger \$A.

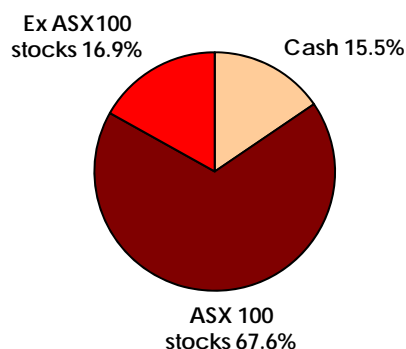
Over the quarter the market performed strongly returning 21.6%. It was mainly driven by the financials (up 34%), Industrials (up 26%) whereas resources lagged (up 11%). We have steadily reduced the Fund's cash holding but remained cautious in the last few months. This cash holding and the underweight in financial sector have resulted in the Fund under-performing the benchmark return.

We continue to believe that the economic activity and credit conditions in developed countries; although improving remained challenging and there are still policy issues ahead. Australia in the global context is well placed to benefit from the China story over a medium-long term. However the step-back in stimulus measures and government clamping down on speculative activities might cause some short-term weaknesses. This might also have ramifications across other regions. We will continue to deploy our cash prudently; in light of the sharp rebound that already occurred.

Holdings by Sectors



Holdings by Market Cap



Top Five Holdings

Name	Sector
BHP	Materials
National Australia Bank	Financials
Wesfarmers	Consumer Staples
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: \$282.5m	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 @ 30 September 2009	Issue Price: \$2.7297 Withdrawal Price: \$2.7091	Issue Price: \$2.7039 Withdrawal Price: \$2.6835

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.

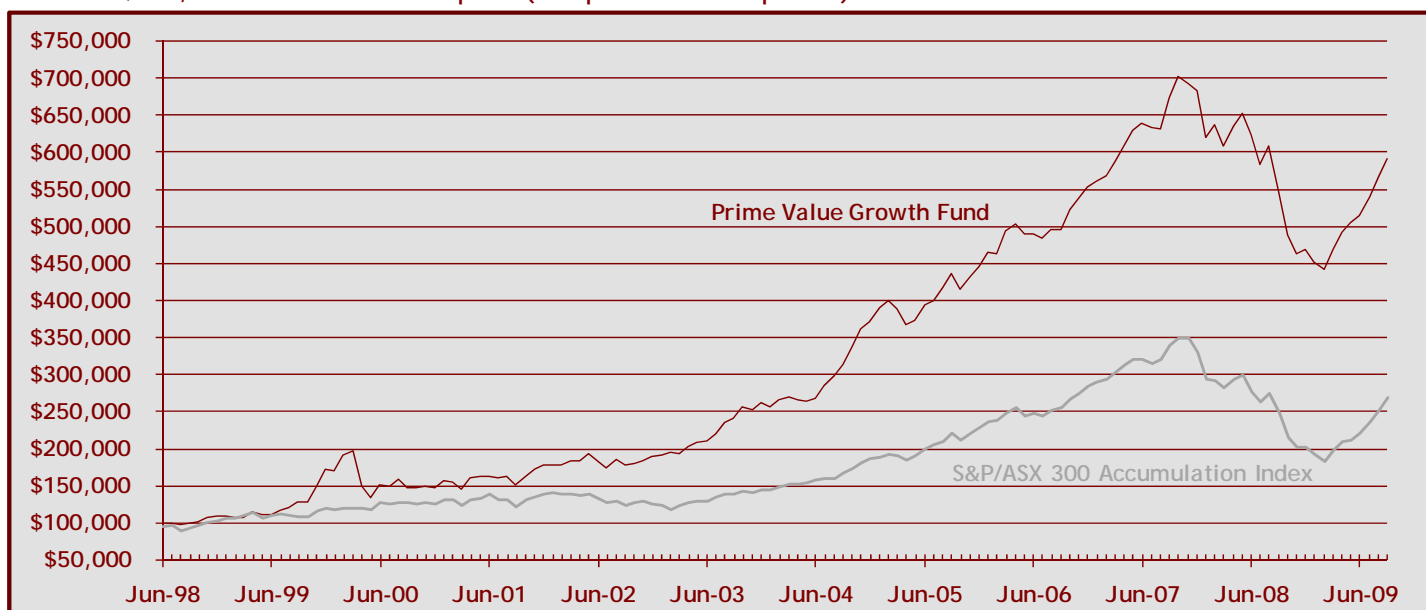
4 Up to 3% may be charged where a Direct Investor is introduced by an adviser to the Fund, as mutually agreed between the investor & adviser.

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 \$591,400 (net of fees excluding performance fees) as at 30 September 2009. After performance fees, the amount would be approximately \$525,100. This compares very favourably with the return of the market, where a \$100,000 investment would have increased to \$268,000 over the same period. The returns exclude the benefits of imputation credits.

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



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