

Fund Performance

Tables 1 and 2 show the PVIF performance relative to the S&P/ASX 300 Accumulation Index for the period to 31 October 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.)	Since Dec 01 (p.a.)
Prime Value Imputation Fund	-1.1%	12.6%	20.2%	-2.2%	5.0%	16.4%	16.7%
S&P/ASX300 Accumulation Index	-2.1%	11.0%	22.0%	-0.6%	8.8%	10.9%	8.7%
Relative Performance To Benchmark	1.0%	1.6%	-1.8%	-1.6%	-3.8%	5.5%	8.0%
Approximate Annual Return (after Performance Fees)#			20.2%	-2.2%	5.0%	15.3%	15.1%

Table 2:

Cumulative Return (Class A units)*	1 Yr	3 Yrs	5 Yrs	7 Yrs	Since Dec 01
Prime Value Imputation Fund	20.2%	-6.3%	27.4%	190.1%	239.2%
S&P/ASX300 Accumulation Index	22.0%	-1.8%	52.2%	106.4%	94.2%
Relative Performance To Benchmark	-1.8%	-4.5%	-24.8%	83.7%	145.0%
Approximate Cumulative Return (after Performance Fees) #	20.2%	-6.3%	27.4%	172.9%	209.5%

* 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

The Australian equity market ended its run of positive monthly returns, with the S&P/ASX 300 Accumulation Index falling by 2.1% during October. The month began well following a good US reporting season; however mixed economic data, notably a weak employment report, raised concerns about the sustainability of US growth. The theme of risk aversion re-emerged and a strong US GDP number later in the month did little to calm markets. Oil, gold and base metals were all stronger, and the Australian dollar was firmer against most currencies. Chinese data was better than expected and European data also suggested improving conditions. UK GDP fell 0.4% in the September quarter however, the sixth negative quarter.

Domestically, the RBA raised interest rates by 0.25% to 3.25%. Economic data was generally strong, particularly employment, consumer sentiment and retail sales. The bank reporting season began, with good margin growth and peaking loan provisions the key themes.

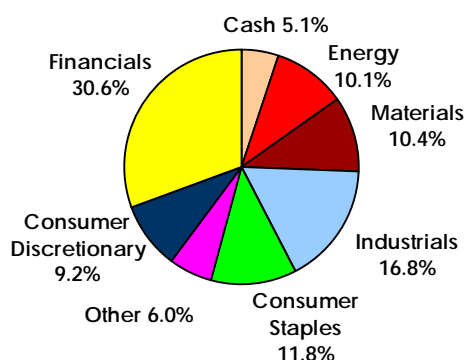
In line with the increase in risk aversion, defensive sectors such as Consumer Staples, Utilities and Telcos outperformed. Materials were also positive. Property trusts were the weakest performers, while Energy stocks were also weaker (domestically not globally) despite a stronger oil price.

The Imputation Fund achieved a return of -1.1%, outperforming the benchmark. Sector allocation was neutral. The underweight position in financials and overweight position in Consumer Discretionary stocks added to performance, as did holding cash in a falling market. However this was mostly offset by an underweight position in Materials and an overweight position in Energy.

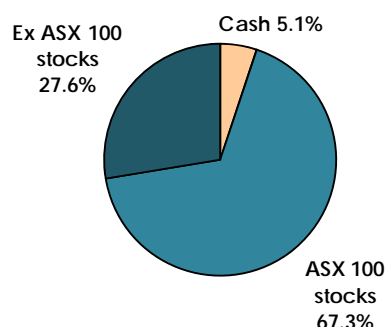
Stock selection was positive. The biggest contributors to performance included Wesfarmers (up 6.0%), Amalgamated Holdings (up 19.4%) and Schaffer Corporation (up 18.0%). The stocks which detracted from performance included ANZ (down 5.5%) and QBE Insurance (down 5.4%).

We retain a cautious stance and see a number of risks to the equity market over the medium to longer term as global growth currently appears fragile. However, conditions over the shorter term remain supportive for equities and we view October's pull-back as a "healthy" consolidation. Our focus continues to be high quality defensive companies offering growth, strong balance sheet and high tax-effective dividends, who will also benefit from Australia's relatively strong economic position.

Holdings by Sectors



Holdings by Market Cap



Top Five Holdings

Name	Sector
Monadelphous	Industrials
National Australia Bank	Financials
Santos	Energy
Wesfarmers	Consumer Staples
Westpac	Financials

The portfolio is generally comprised of 30 - 60 stocks.

Key Fund Details

Investment Objectives

The PVIF aims to provide capital growth over the medium to long-term, combined with regular tax-effective income, by managing a portfolio of assets comprised mainly of Australian equities listed on any recognised Australian stock exchange.

Investor Profile

The PVIF is appropriate for an investor seeking medium to long-term capital growth and regular income that includes imputation credits. Investors should be 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: 20 December 2001 ¹ Size of Fund: \$86.3m	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	\$20,000	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 @ 31 October 2009	Issue Price: \$2.2016 Withdrawal Price: \$2.1850	Issue Price: \$2.2009 Withdrawal Price: \$2.1843

¹ Research Rating—Standard and 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, Frist Wrap, Macquarie Wrap, netwealth, Portfolio Advantage, Premium Choice, Symetry, Wealthtrac.

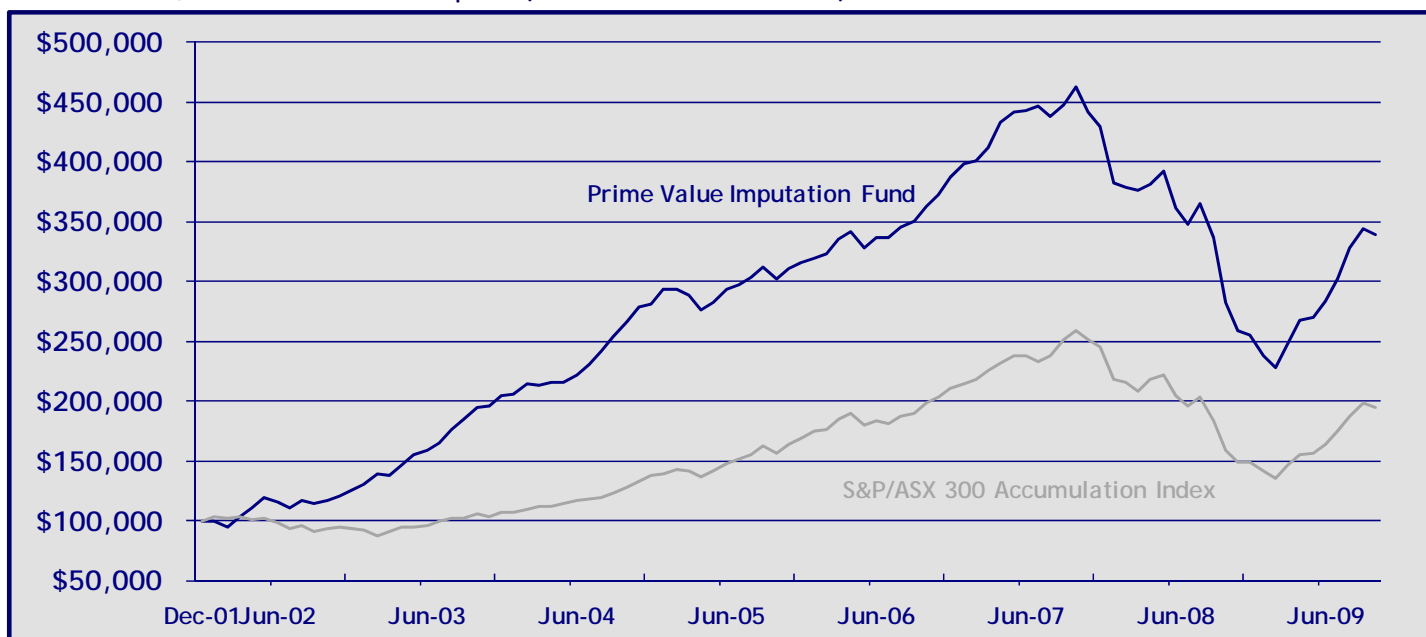
⁴ Up to 3% may be charged where a Direct Investor is introduced by an adviser to the Fund, as mutually agreed between the investor & adviser.

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 (20 December 2001) has increased to \$339,200 (net of fees excluding performance fees) as at 31 October 2009. After performance fees, the amount would be approximately \$309,500. This compares very favourably with the return of the market, where a \$100,000 investment would have increased to \$194,200 over the same period. The returns exclude the benefits of imputation credits.

Value of \$100,000 invested since inception (20 Dec 2001 - 31 Oct 2009)



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