

Review of Index Performance for Year Ending June 30, 2009

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Australian equity markets, as measured by the benchmark S&P/ASX 200 index, experienced their worst year's financial performance since the inception of the index in March 2000. However, there is some good news to emerge from Standard & Poor's review of index performance for the year ending June 30, 2009. Although it has been a financial year dominated by negative returns, all sectors of the S&P/ASX 200 have rallied and delivered positive returns over the last quarter of the financial year. This late rally reflects the considerable volatility experienced by the Australian equity markets over the year. Defensive sectors such as Health Care, along with large-cap stocks, have emerged as the clear out-performers this financial year.

Large Caps Favored by Investors

An analysis of index performance shows that investors have favored large-cap stocks over small-cap securities. This is reflected in the S&P/ASX 50 outperforming the S&P/ASX 200, while the S&P/ASX Small Ordinaries has underperformed the broader market by quite a considerable margin.

Financials Dominate Resources

Over the course of the financial year, Financials reversed the previous year's trend and increased in value relative to Resources. Resources have suffered as a result of the decline in metal prices and the global economic downturn. As a result, Financials have overtaken Resources as a percentage of the S&P/ASX 200; with Financials now comprising 37% of the index, compared to Resources 31%.

Overall, the S&P/ASX 200 portfolio continues to remain heavily concentrated, with Resources and Financials accounting for 68% of the combined market portfolio.

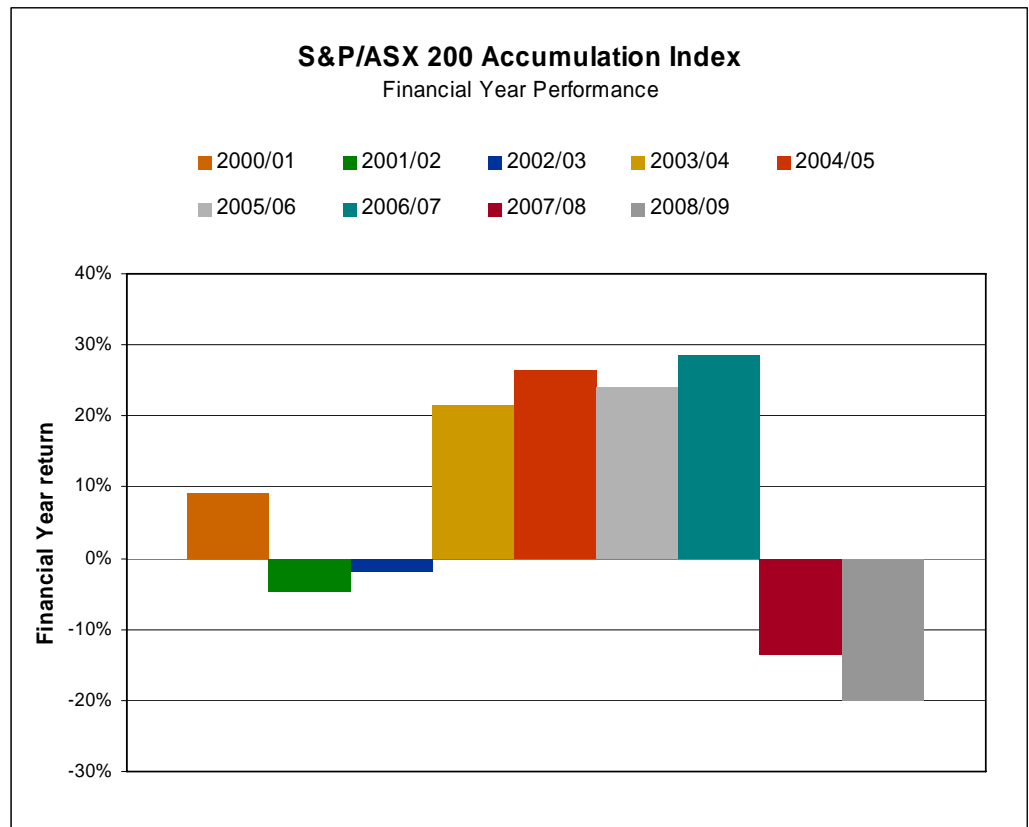
Some of the other key findings from the review include:

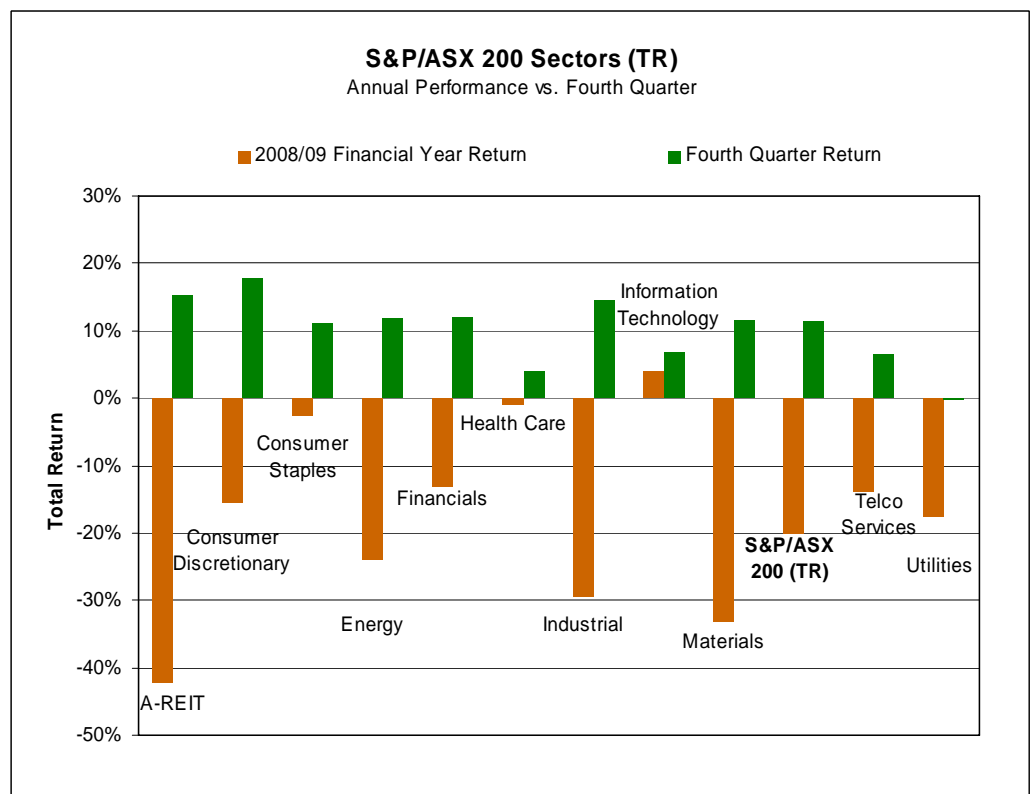
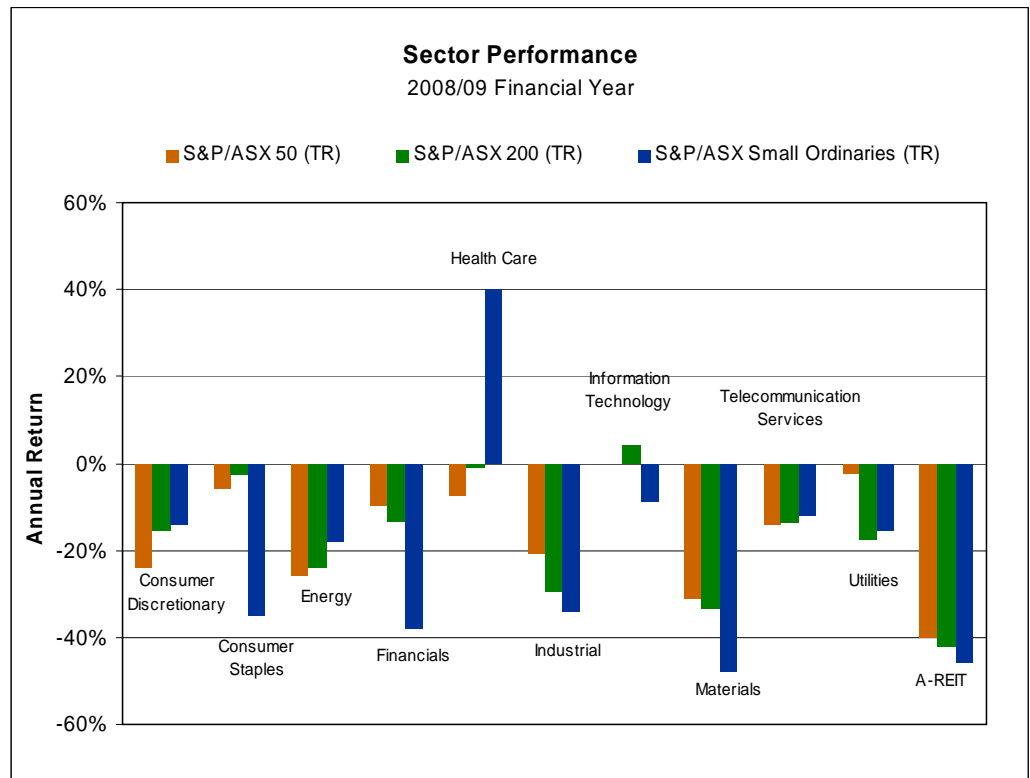
- The large-cap barometer for the Australian market, the S&P/ASX 50, fell over the financial year to return -22.27%, while the S&P/ASX 50 Accumulation Index (with dividends reinvested) finished the financial year with a -18.03% return. The S&P/ASX 50 fared better

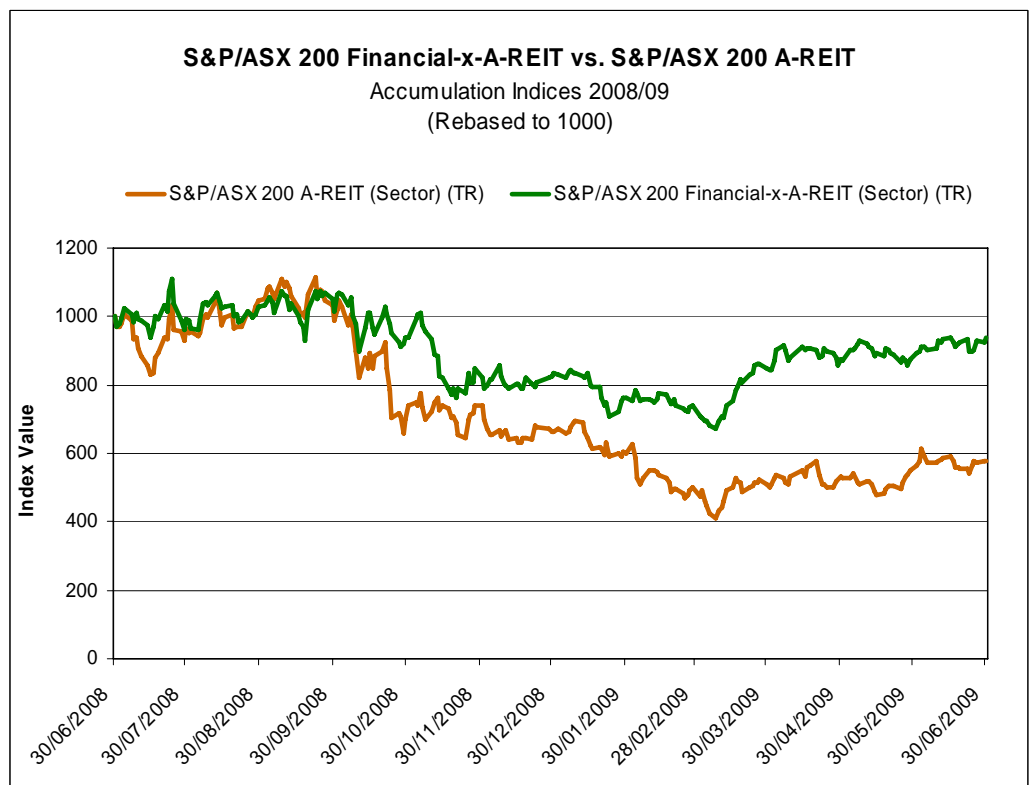
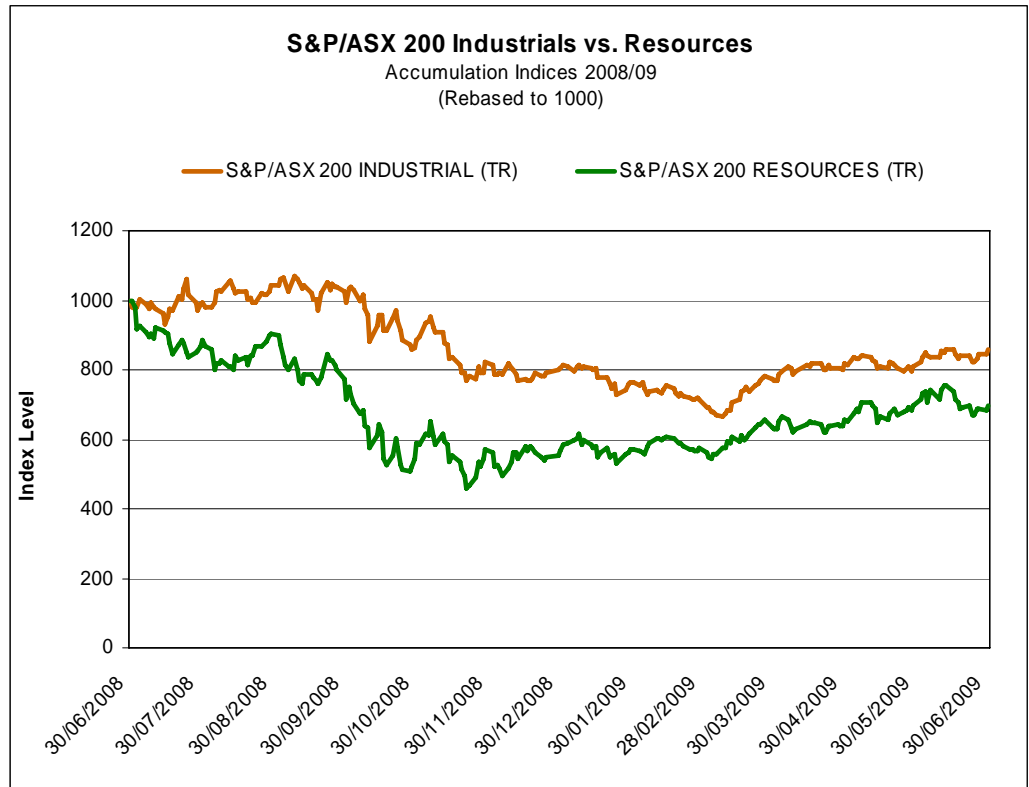
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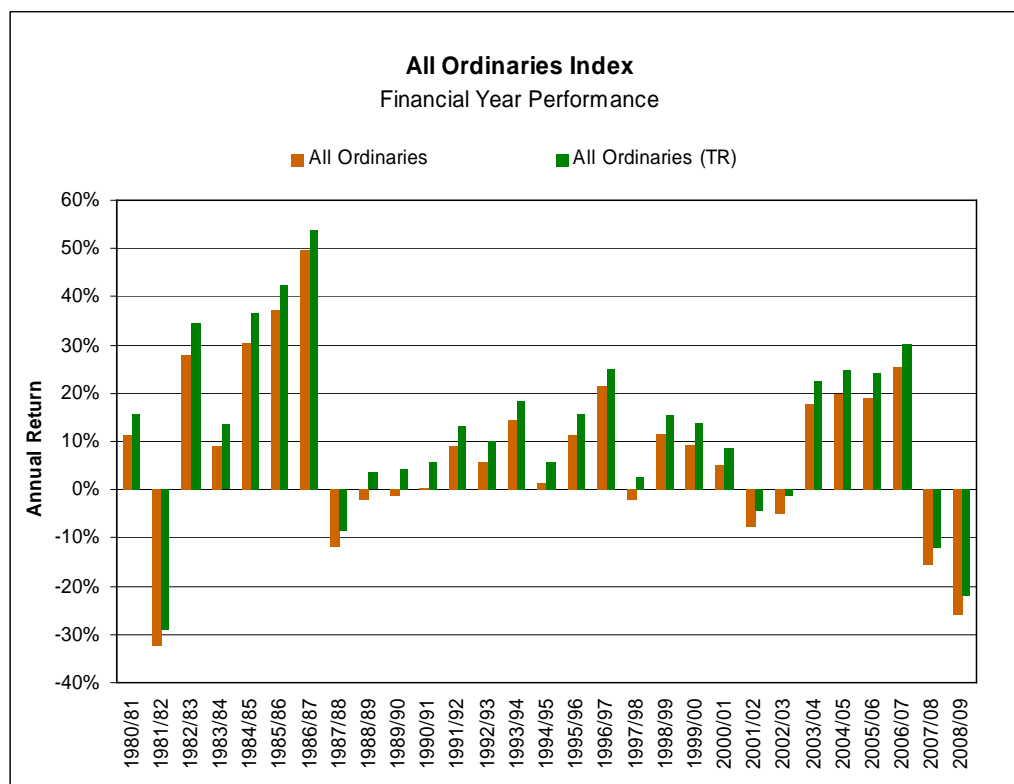
than the broader S&P/ASX 200 index, which finished the 2008/2009 financial year down -24.17%, with the S&P/ASX 200 Accumulation Index (with dividends reinvested) returning -20.14%.

- The S&P/ASX 200 Information Technology sector was the only sector to deliver a positive return for the financial year, gaining 4%. The A-REIT and Materials sectors were the worst performing sectors within the S&P/ASX 200 falling 42.27% and 33.27% respectively.
- The market's measure of the small-cap universe, the S&P/ASX Small Ordinaries, fell by 31.76%, which underperformed the broader S&P/ASX 200 by -7.59%.









Financial Year	Annual Return	
	All Ordinaries	All Ordinaries (TR)
1980/81	11.31%	15.79%
1981/82	-32.38%	-29.03%
1982/83	27.90%	34.70%
1983/84	8.89%	13.47%
1984/85	30.64%	36.50%
1985/86	37.09%	42.49%
1986/87	49.61%	54.02%
1987/88	-11.92%	-8.61%
1988/89	-2.18%	3.53%
1989/90	-1.34%	4.09%
1990/91	0.37%	5.86%
1991/92	9.20%	13.35%
1992/93	5.68%	9.91%
1993/94	14.44%	18.46%
1994/95	1.40%	5.71%
1995/96	11.16%	15.83%
1996/97	21.58%	25.18%
1997/98	-2.11%	2.76%
1998/99	11.56%	15.34%
1999/00	9.43%	13.70%
2000/01	5.15%	8.84%
2001/02	-7.65%	-4.50%
2002/03	-5.17%	-1.08%
2003/04	17.69%	22.37%
2004/05	19.82%	24.75%
2005/06	19.01%	24.20%
2006/07	25.36%	30.28%
2007/08	-15.49%	-12.12%
2008/09	-25.97%	-22.15%

S&P/ASX 50 (TR) Sector Performance	1 year	6 months	3 months
A-REIT	-40.03%	-14.58%	15.36%
Consumer Discretionary	-24.18%	5.87%	16.86%
Consumer Staples	-5.82%	10.62%	9.30%
Energy	-25.90%	11.11%	5.97%
Financials	-9.90%	9.50%	11.90%
Health Care	-7.20%	-2.26%	1.13%
Industrials	-20.73%	-13.12%	11.37%
Materials	-31.05%	17.31%	9.62%
S&P/ASX 50 (TR)	-18.03%	8.71%	9.79%
Telecommunication Services	-13.92%	-5.50%	6.57%
Utilities	-2.42%	-10.14%	-10.09%

S&P/ASX 200 (TR) Sector Performance	1 year	6 months	3 months
A-REIT	-42.27%	-12.90%	15.17%
Consumer Discretionary	-15.41%	13.04%	17.88%
Consumer Staples	-2.52%	9.54%	11.11%
Energy	-23.96%	17.76%	11.84%
Financials	-13.21%	8.11%	11.95%
Health Care	-0.82%	-4.04%	3.93%
Industrial	-29.48%	-7.37%	14.57%
Information Technology	4.00%	21.65%	6.64%
Materials	-33.27%	18.56%	11.55%
S&P/ASX 200 (TR)	-20.14%	9.08%	11.29%
Telecommunication Services	-13.71%	-5.44%	6.51%
Utilities	-17.59%	-3.95%	-0.25%

S&P/ASX Small Ordinaries (TR) Sector Performance	1 year	6 months	3 months
A-REIT	-45.91%	47.36%	62.40%
Consumer Discretionary	-14.14%	18.17%	29.37%
Consumer Staples	-35.15%	-23.18%	1.41%
Energy	-18.14%	41.97%	34.51%
Financials	-37.77%	34.30%	40.23%
Health Care	40.16%	17.58%	13.81%
Industrials	-33.97%	7.36%	20.28%
Information Technology	-8.83%	45.53%	28.43%
Materials	-47.89%	41.13%	27.16%
S&P/ASX SMALL ORDINARIES (TR)	-28.58%	23.22%	25.69%
Telecommunication Services	-11.82%	-8.35%	-6.08%
Utilities	-15.43%	5.04%	14.44%

Weight Changes — S&P/ASX 200			
Biggest Gains	30-Jun-08	30-Jun-09	Change
Westpac Banking Corporation	3.58%	6.64%	3.06%
Commonwealth Bank of Australia	5.09%	6.67%	1.58%
Australia and New Zealand Banking Group Limited	3.43%	4.33%	0.90%
Woolworths Limited	2.84%	3.65%	0.81%
National Australia Bank Limited	4.15%	4.85%	0.70%
Biggest Losses	30-Jun-08	30-Jun-09	Change
RIO Tinto Limited	3.66%	2.56%	-1.10%
Fortescue Metals Group Ltd	1.50%	0.53%	-0.96%
BHP Billiton Limited	14.01%	13.13%	-0.88%
Incitec Pivot Limited	1.09%	0.43%	-0.66%
Woodside Petroleum Limited	2.93%	2.27%	-0.66%

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