

## IMPUTATION FUND

FACTS & UPDATE  
June 2007



### Fund objective

The Imputation Fund ('the Fund') aims to provide its investors with an above average franked dividend yield whilst providing the potential for capital growth. Its benchmark is the S&P ASX200 Accumulation Index.

### Present strategy

We continue to manage the Fund in line with our long established value-based investment philosophy. This places particular emphasis on companies with high quality recurring earnings, high fully franked dividend yields and conservative balance sheets. As a result, the Fund tends to hold shares from the Top 100 companies listed on the Australian Stock Exchange, most of which would be well known to investors. The holdings in these shares change over time according to our assessment of their relative value.

### Risk and return profile

The price of securities listed on the Australian Stock Exchange can be extremely volatile, and may fall as well as rise. That volatility will be directly reflected in the price of units in this Fund. Investors in this Fund should have a time frame of five or more years.

### Investment style

The Fund is managed using a value-based investment style. The selection process for the Imputation Fund portfolio involves a comparison of securities against the following criteria:

- a track record of paying dividends at a yield above the market average
- the underlying strength to continue and increase those dividends
- reasonable price multiples
- sound debt to equity ratios, and
- quality of management.

## Key features

Size as at 30 June 2007	\$279.32 million
Annual management fee	1.025% inclusive of the net effect of GST
Unit pricing frequency	Daily
Management Expense Ratio (MER)*	
Year Ended	MER
30/06/06	1.14%
30/06/05	1.12%
30/06/04	1.14%
30/06/03	1.26%
Minimum initial investment	\$5,000
Minimum additional investment	\$1,000
Withdrawal	Usually within 7 days following request
Buy/Sell spread	0.70%
Distributions	Within 21 days of the last day of June and December

\* Previous MERs are not a reliable measure of future fees to be paid or expenses to be incurred.

## Quarterly review

The Fund returned 6.18% for the three months to 30 June 2007, outperforming the benchmark S&P ASX200 Accumulation Index which increased 5.43% for the period.

The best performing stock in the portfolio for the quarter was RIO Tinto (+25.4%). Onesteel, Toll Holdings and Wesfarmers all returned in excess of 20% for the quarter. Holdings which constrained performance were

Brambles (-10.5%) and Foster's Group (-6.9%). Major portfolio activity for the quarter was the establishment of positions in Insurance Australia Group, James Hardie Industries and Fairfax Media, whilst the positions in Tabcorp and Westfield Group were added to. The Fund's holding in Rinker Group was sold while the exposures to Orica and ASX were trimmed.

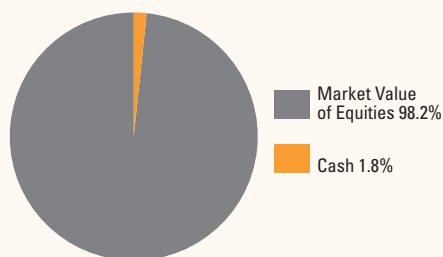
## Fund performance to 30 June 2007

Compound Average Returns	1 Year %	3 Years % p.a.	5 Years % p.a.
Imputation Fund	24.36	24.78	16.22
S&P ASX200 Accumulation Index	28.66	26.30	19.22

Source: Trust Company Limited – Returns are net of fees and assume re-investment of gross income without deduction of income tax. Past performance is not a reliable indicator of future performance.

## Portfolio composition

at 30 June 2007\*



## Top Ten Holdings

BHP Billiton	11.3%
Commonwealth Bank of Australia	7.1%
National Australia Bank	6.6%
ANZ Banking Group	5.5%
Westpac Banking Corporation	4.9%
QBE Insurance Group	4.5%
Woolworths	3.9%
St George Bank	3.7%
Westfield Group	3.6%
RIO Tinto	3.5%

## Distribution history (c.p.u.)

6 months to 30/06/07

Income 2.5948

Capital 28.4748

6 months to 31/12/06

Income 8.4638

Past performance is not a reliable indicator of future performance

## Unit prices

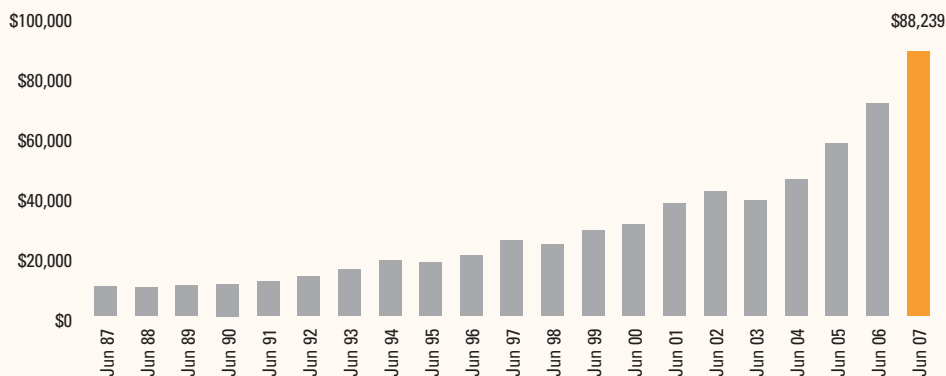
at 30 June 2007\*

Application: \$4.4547

Redemption: \$4.4236

Source: Trust Company Funds Management Ltd  
\* Cum Distribution

## The value of \$10,000 invested in the Fund since inception



Source: Trust Company Funds Management Limited. Returns are net of fees and assume re-investment of gross income without deduction of income tax. Past performance is not a reliable indicator of future performance.

If you have any queries on the Fund, call our Client Services team on 1800 612 822.

Trust Company Limited ABN 59 004 027 749

Trust Company Limited ABN 59 004 027 749 (Trust Company) is the responsible entity and issuer of units in the Fund.  
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