

Retirement Fund

ABN 92 861 884 632

Retirement Income Plan

Super Plus

Super Essentials

Term Allocated Pension (closed)

Issued: 22 December 2011

Annual report 2010/11 Reporting period from 1 July 2010 to 30 June 2011

Part of the IOOF group.

The trustee of The Portfolio Service Retirement Fund is Questor Financial Services Limited (Trustee), ABN 33 078 662 718
AFSL No 240829 Locked Bag 4004, Queen Victoria Building NSW 1230 Telephone 1800 221 151 Facsimile 1800 000 948

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Report to members

Dear Member

I am pleased to present The Portfolio Service Retirement Fund (Fund) annual report for the year ended 30 June 2011.

Questor Financial Services Limited (Questor) has prepared this annual report in its capacity as the Trustee of the Fund.

The Fund commenced operation on 10 December 1992 and, as at 30 June, had total funds under management of \$4.8 billion on behalf of 36,605 members.

We will continue to provide you with high quality customer service and look forward to updating you on any future improvements to the Fund.



Christopher F Kelaher
Managing Director
Questor Financial Services Limited

A review of the 2010/11 financial year

Super changes that took effect from 1 July 2010

Reduced minimum pension payment limits extended for the 2010/2011 financial year

The Federal Government extended the 50 per cent drawdown provisions on account-based pensions and term allocated pensions to 30 June 2011. The minimum annual payment is determined by your age at the date of the commencement of the pension and at every 1 July of each financial year thereafter.

Age	Minimum annual account-based pension payment as a percentage of your account balance
Under 65	2.0%
65-74	2.5%
75-79	3.0%
80-84	3.5%
85-89	4.5%
90-94	5.5%
95 and over	7.0%

Tightening of co-contribution payment

The Government mandated to match personal contributions to super on a dollar for dollar basis. This was in contrast to earlier initiatives to increase the Government's co-contribution over time.

Super changes to take effect from 1 July 2011

Minimum pension payments

The Federal Government has extended the drawdown relief provided for account-based superannuation pensions for the 2011/12 financial year. The drawdown relief has however been reduced from 50 per cent to 25 per cent. The minimum annual payment is determined by your age at the date of the commencement of the pension and at every 1 July of each financial year thereafter.

Age	Minimum annual pension payment as a percentage of your account balance
Under 65	3.0%
65-74	3.75%
75-79	4.5%
80-84	5.25%
85-89	6.75%
90-94	8.25%
95 and over	10.5%

The drawdown relief also extends to term allocated pensions. The 2011/12 minimum pension of 67.5 per cent of the annual calculated amount was advised to pensioners in July 2011.

Temporary flood and cyclone reconstruction levy

For the 2011/12 financial year only, an additional tax will apply if a member's taxable income exceeds \$50,000. This tax (the flood levy) is 0.5 per cent on that part of a member's taxable income above \$50,000 and 1 per cent on that part of a member's taxable income that is above \$100,000.

The levy does not apply to pension payments and superannuation lump sums paid to members over age 60, as these payments are wholly tax free. However, for pension and lump sum payments made to members under age 60, withholding tax may include an allowance for the flood levy if the taxable component of the pension or lump sum withdrawal is more than \$50,000. Members between age 55 and 59 should especially take note that, although in previous years (generally) no withholding tax is deducted on the first \$165,000 of the taxable component of a superannuation lump sum, for 2011/12 some withholding tax may apply due to the flood levy.

Members who were affected by a natural disaster during 2010/11 and received an Australian Government disaster recovery payment are exempt from the flood levy and can apply to have any withholding tax on their super benefits adjusted accordingly.

Refund of excess contributions

Eligible individuals who breach their concessional contributions cap for the first time since 1 July 2011 will have the option to have the excessive contributions taxed at their marginal tax rate instead of the penalty rates. This is intended to be a one-off concession applying to excessive concessional contributions that are less than \$10,000. As at the time of writing, this initiative has not been legislated.

Use of tax file numbers

The Government has suggested that tax file numbers should be the main way for super funds to identify and locate member accounts, to assist with consolidation of multiple accounts and lost super.

Super co-contributions

Personal contributions to super will be matched by a dollar for dollar co-contribution for eligible members. The government intends to reduce the maximum co-contribution and matching rate by 50 per cent from 1 July 2012.

Changes to the Fund

Expense recovery

Questor has decided to recover some of the expenses incurred over the past financial year. The product disclosure statement for each product stipulates that only properly incurred expenses, such as audit, legal and statutory fees, may be recovered from the Fund. The result is an expense recovery for the 2010/11 financial year of \$40 per account for the following Plans:

- Super Plus
- Retirement Income Plan
- Term Allocated Pension.

Change of name

From May 2011, the Superannuation Plan has been renamed Super Plus to reflect our new look and positioning for the Plan within The Portfolio Service. You will have noticed this new name on your statements.

Insurance update

From May 2011, the insurance available through Super Essentials and Super Plus was updated to include:

- The ability to increase your cover using a simplified application process based on:
 - selected life events
 - a salary increase (for income protection cover).
- The requirement to be an Australian resident has been removed and eligibility is now subject to normal government and fund requirements.
- The maximum death benefit amount has been removed however the maximum terminal illness benefit remains the same at \$2,500,000.
- The maximum total and permanent disablement (TPD) benefit amount has increased to \$3,000,000.
- The maximum income protection benefit amount has increased to \$25,000 per month.
- Other improved insurance terms and conditions.

Changes to the list of managed investments for the 2010/11 financial year

The following investment options have been added to the Retirement Fund's list of investment strategies:

- EQT SGH Wholesale Property Income Fund
- Five Oceans World Fund
- Grant Samuel Epoch Global Equity Shareholder Yield Fund (hedged and unhedged)
- Hunter Hall Value Growth Trust (unhedged)
- Investors Mutual Future Leaders Fund
- Kapstream Wholesale Absolute Return Income Fund
- Macquarie Emerging Markets Tactical Allocation Fund (unhedged)
- Magellan Global Fund
- Platinum Europe Fund
- PIMCO Australian Bond Fund
- Resolution Capital Core Plus Property Securities Fund
- Schroder Global Emerging Markets Fund
- Schroder Real Return Fund Wholesale Class
- UBS Australian Bond Fund
- Vanguard International Property Securities Index Fund (unhedged)
- Walter Scott Global Equity Fund (hedged and unhedged)

The following investment options have been removed from the Retirement Fund's list of investment strategies:

- Schroder Australian Equity Income Fund
- Templeton Global Equity Fund
- Challenger Property Trust
- BlackRock Wholesale Balanced Fund

Underlying investment manager product disclosure statement updates

During the 2010/11 financial year, the following investment managers reissued the product disclosure statement (PDS) for their investment options available in The Portfolio Service:

- Bentham Asset Management
- Celeste Funds Management
- Colonial First State
- Global Value Investors
- Hunter Hall Investment Management
- ING
- Investors Mutual
- Lazard Asset Management
- Macquarie Investment Management
- Merlon Capital Partners
- Pengana Capital
- Perpetual Investment Management
- Schroder Investment Management
- T Rowe Price
- Treasury Asia Asset Management (TAAM)
- United Funds Management
- Vanguard Investments
- Zurich Investments

The underlying investment manager's PDS contains important information about your investment option including the applicable fees and charges. To ensure you remain up-to-date with your investment, please download a copy of the current product disclosure statement from the 'Investment options' section of our website www.theportfolioservice.com.au

Important note for investors in the Solaris Core Australian Equity Fund (performance fee option)

If you invested in this fund between 1 April 2010 and 16 November 2010, it is possible that an incorrect version of the product disclosure statement (PDS) was included with your advice paperwork, as the correct document was not made available to your financial planner.

Any investments in this fund through The Portfolio Service are invested in the performance fee option which has a base cost of 0.10 per cent pa plus a performance fee (30 per cent of the out-performance of the benchmark net of the base cost).

The latest version of the PDS is dated 13 July 2011. To ensure you have the appropriate disclosure documents for this investment, please download a copy from the 'Investment options' section of our website, www.theportfolioservice.com.au

Your investment in The Portfolio Service and the advice you received is not affected.

Important note for investors in the BGP Holdings Limited (BGP)

As recently advised, as a GPT Group unitholder you were issued shares in BGP.

BGP will eventually be wound-up and shares cancelled with a nil value anticipated based on information Questor has received to date. The actual wind-up date is currently unknown. To remove these shares from your portfolio, Questor has purchased the total holding The Portfolio Service has in BGP for a nominal value of \$1.00.

In the unlikely event the BGP shares are allocated a value greater than zero on wind-up, Questor will adopt the following process. If the value of the proceeds received by Questor are greater than \$0.02 per share, or a minimum of \$20 per investor, the money will be returned to investors. Otherwise, amounts of \$0.02 per share or less will be donated to the IOOF foundation.

We confirm that your holding in GPT Group can continue to be traded on the Australian Securities Exchange.

Important note for United Funds

Change of name and responsible entity

IOOF is moving to a single multi-manager offering called IOOF MultiMix in order to achieve a simple and efficient investment model across the group. As a result, the responsible entity for the following United Funds has changed from Australian Executor Trustees Limited to IOOF Investment Management Limited.

In addition, the following Fund names have been changed as set out below.

Current fund name	New trust name
Sector Leaders Capital Balanced Fund	IOOF MultiMix Moderate Growth Trust
Sector Leaders Australian Property Fund	IOOF MultiMix Wholesale Australian Property Trust
United Capital Secure Fund	IOOF Capital Secure Trust
United Income Fund	IOOF Income Trust
United Cash Management Fund	IOOF Cash Management Trust

Investment option withdrawal periods

As at 30 June 2011, the following funds were subject to limited withdrawal periods:

- AMP Core Property Trust
- AMP Structured High Yield Fund
- Australian Unity Wholesale Mortgage Income Trust
- Challenger Howard Wholesale Mortgage Fund
- Ellerston Asia Fund (Closing)
- Perpetual Monthly Income Fund
- Perpetual Wholesale Monthly Income Fund
- The All Weather Fund (Closing)

Access to any monies invested in these funds is limited to the withdrawal provision imposed by the investment manager. The current withdrawal period schedule for these funds is available from our website www.theportfolioservice.com.au

Investment strategies and objectives

Super Plus, Super Essentials, Retirement Income Plan and Term Allocated Pension (closed)

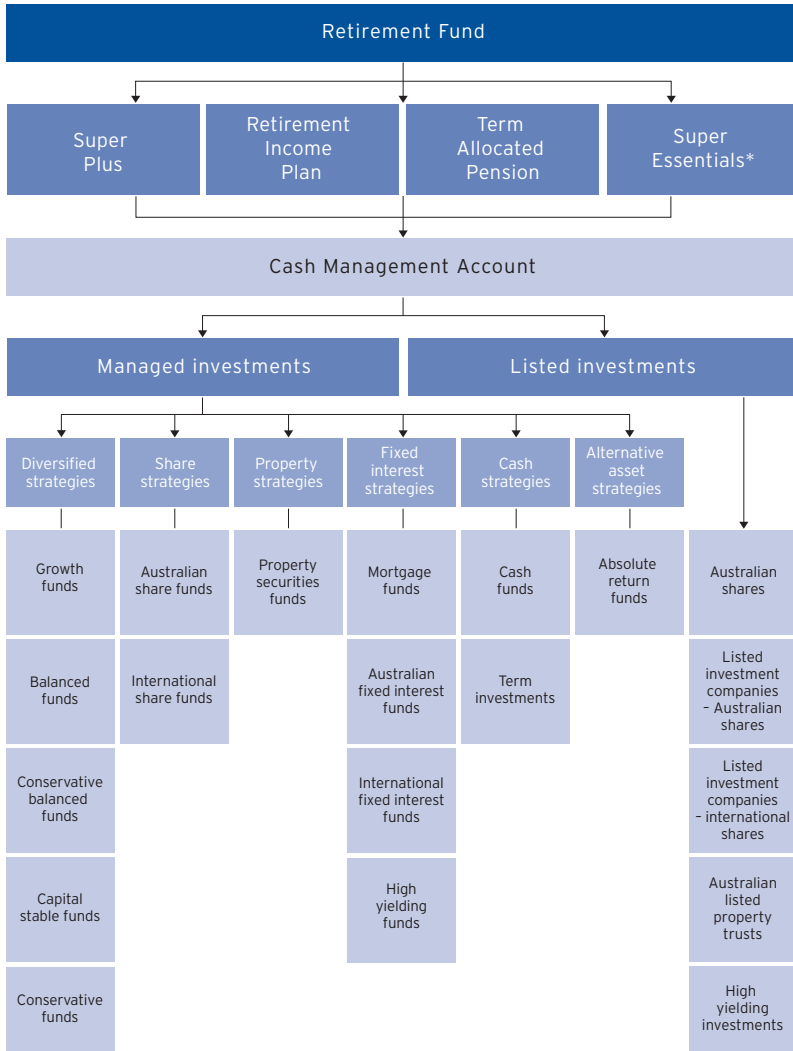
The Trustee offers an extensive range of investment options, including managed and listed investments, as set out in the current list of investment strategies (LIS). A copy of the current LIS must be read in conjunction with the product disclosure statement (PDS) for the relevant plan. A product disclosure statement or investment report is available for each investment option on the current LIS.

The investment objective for each investment strategy offered by the Fund is outlined on pages 10 to 15 of this annual report. We have provided indicative asset allocations and indicative investment performance for the last five financial years (where applicable) for each of these investment strategies.

Information on the actual asset allocation and investment performance for the investment options in your investment portfolio is available, free of charge, from your financial planner.

These plans do not use derivatives, however, some of the underlying investment options may. For further information, please refer to the PDS or the investment report for the relevant investment option.

Investment strategies



* Please note that Super Essentials offers only a limited range of listed investments such as some exchange traded funds.

Investment options

	Managed investments		
	Diversified strategies		
	Growth fund	Moderate growth	Balanced fund
Investment objective	To achieve higher returns than balanced strategies over the long term by investing in a diversified portfolio with an emphasis on growth assets	To achieve higher returns than conservative balanced, capital stable and conservative strategies over the medium to long term by investing in a broadly diversified portfolio across both growth and defensive assets	To achieve higher returns than capital stable and conservative strategies over the medium to long term by investing in a broadly diversified portfolio across both growth and income assets
Indicative asset allocation¹			
Indicative investment performance²			
2010/11	10.4%	7.9%	7.8%
2009/10	11.7%	10.7%	10.4%
2008/09	-18.7%	-13.6%	-9.7%
2007/08	-14.5%	-11.9%	-7.6%
2006/07	19.2%	15.0%	12.3%
5 year annualised return²	0.4%	0.9%	2.2%

The table outlines the general characteristics of the investment strategies. You choose investment options from within these strategies.

The notes to the tables are located on page 16.

		Share strategies	
Moderately conservative	Conservative funds	Australian share funds	International share funds
To achieve a return higher than that of cash and other short term fixed interest securities through a diversified portfolio which favours less volatile assets. There is potential for some capital growth from the small component of shares and property securities	To achieve returns above the cash rate by investing in a range of growth and income assets, while providing a measure of protection for the capital value of investments	To achieve high returns over the long term by investing in a variety of Australian companies	To achieve high returns over the longer term from a portfolio of international shares
<p>6.5%</p> <p>9.0%</p> <p>-4.5%</p> <p>-4.0%</p> <p>9.0%</p>	<p>5.8%</p> <p>8.1%</p> <p>0.6%</p> <p>0.2%</p> <p>7.0%</p>	<p>10.5%</p> <p>11.5%</p> <p>-18.2%</p> <p>-14.2%</p> <p>26.4%</p>	<p>3.4%</p> <p>6.3%</p> <p>-19.6%</p> <p>-20.7%</p> <p>8.6%</p>
3.0%	4.3%	1.8%	-5.3%

The details of a particular investment option may vary from the information above. You should read all relevant information for an investment option before investing.

The notes to the tables are located on page 16.

Managed investments (continued)			
	Property strategies	Fixed interest strategies	
	Property securities funds	Mortgage funds	Australian fixed interest funds
Investment objective	To provide a moderately high return over time through investment in a range of property securities	To provide a regular income return from a portfolio of mortgage securities	To achieve a return higher than cash over the medium term
Indicative asset allocation¹	<p>97% 3%</p>	<p>75% 25%</p>	<p>100%</p>
Indicative investment performance²			
2010/11	5.7%	4.9%	10.0%
2009/10	19.6%	3.9%	15.2%
2008/09	-39.7%	4.9%	-8.3%
2007/08	-38.9%	6.2%	-1.7%
2006/07	24.9%	6.0%	5.8%
5 year annualised return²	-10.0%	5.2%	3.9%




The table outlines the general characteristics of the investment strategies. You choose investment options from within these strategies.

The notes to the tables are located on page 16.

		Cash strategies	
International fixed interest funds	High yielding funds	Cash funds	Term investments
To achieve a return higher than cash by investing in international fixed interest investments over the medium term	To achieve a higher return than securities issued by governments and banks	To provide interest income at a rate higher than that of an 'at call' bank account with a high level of capital security	To provide a known rate of interest income for a term ranging from six months up to five years with a high level of capital security
<p>6.9%</p> <p>13.5%</p> <p>6.4%</p> <p>5.5%</p> <p>4.6%</p>	<p>11.6%</p> <p>18.7%</p> <p>-5.3%</p> <p>0.5%</p> <p>7.9%</p>	<p>4.6%</p> <p>3.5%</p> <p>4.5%</p> <p>5.9%</p> <p>6.1%</p>	<p>6.1%</p> <p>5.3%</p> <p>6.6%</p> <p>6.7%</p> <p>6.2%</p>
7.3%	6.3%	4.9%	6.2%

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The notes to the tables are located on page 16.


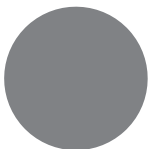
Listed investments*			
	Australian shares	Listed investment companies – Australian shares	Listed investment companies – international shares
Investment objective	To achieve high returns over the long term from investing in Australian companies	To achieve high returns over the long term from a portfolio of shares in a variety of Australian companies. A higher level of franked income than is usually available from share funds is anticipated	To achieve high returns over the longer term from a portfolio of international shares
Indicative asset allocation¹	 100%	 100%	 100%
Indicative investment performance²			
2010/11	11.9%	2.7%	-3.2%
2009/10	13.1%	11.9%	4.5%
2008/09	-20.3%	-10.5%	1.7%
2007/08	-13.7%	-12.0%	-16.0%
2006/07	29.2%	21.7%	10.3%
5 year annualised return²	2.4%	2.0%	-1.0%

The table outlines the general characteristics of the investment strategies.

You choose investment options from within these strategies.

The notes to the tables are located on page 16.

* Super Essentials only offers a limited range of listed investments such as exchange traded funds.

Listed Australian property trusts	High yielding investments
To provide a moderately high return over time through investment in a range of listed property trusts	To achieve a return above that of securities issued by Australian governments and banks
	
<p>100%</p>	<p>100%</p>
<p>5.9%</p> <p>20.3%</p> <p>-42.1%</p> <p>-37.7%</p> <p>26.3%</p>	<p>11.9%</p> <p>24.4%</p> <p>-7.5%</p> <p>-5.2%</p> <p>8.2%</p>
<p>-10.3%</p>	<p>5.7%</p>

The details of a particular investment option may vary from the information above. You should read all relevant information for an investment option before investing.

The notes to the tables are located on page 16.

* Super Essentials only offers a limited range of listed investments such as exchange traded funds.

Notes to pages 10 to 15

1. Please note the figures shown are a guideline for the investment strategies offered through the Fund as at 30 June 2011. This indicative asset allocation does not represent the actual asset allocation for a particular investment strategy or option chosen by a member but is the representative asset allocation derived from the representative sector funds in that risk profile.
2. Please note the indicative investment performance is sourced from Morningstar. The figures shown are a guideline only for the investment strategies offered through the Fund as at 30 June 2011. This indicative investment performance does not represent the actual performance for a particular investment option chosen by a member but is the weighted industry-wide average of performance derived for each of the investment options within an investment strategy. In cases where industry averages are not available, the weighted average of funds in the strategy is shown. Indicative investment performance includes investment management fees, expenses and the reinvestment of income but excludes any ongoing fees, expenses and taxes for the Fund. The Trustee does not guarantee the investment performance of any investment strategy or option or the return of capital or income. Past performance is not a reliable indicator of future performance.

Additional information

How is your income distributed?

Income such as dividends, distributions and interest that you earn from your investment options is automatically invested into your Cash Management Account.

However, if you are a member of Super Plus (formerly known as Superannuation Plan) or Super Essentials, you can choose to have your income automatically reinvested in the same investment option (where available). Investment options available for reinvestment are identified on the list of investment strategies.

Remember that the reinvestment of your distributions can occur before you receive a revised product disclosure statement for the relevant managed investment. We recommend you discuss the reinvestment options with your financial planner.

To change your investment options, please notify us in writing, allowing ten business days for your request to be implemented.

Calculation of insurance benefits

The benefit calculation for members who, during the reporting period, elected to take death cover through the Fund was:

- Total accumulated benefit + any insured death benefit = total death benefit.

The benefit calculation for members who, during the reporting period, elected to take total & permanent disablement cover through the Fund was:

- Accumulated benefit + any insured total and permanent disablement benefit = total and permanent disablement benefit.

Complying fund

The Fund is a complying superannuation fund and consequently qualifies for concessional tax rates. To be a complying fund, the Fund must comply with the Superannuation Industry (Supervision) Act 1993 (SIS), lodge an annual return with the Australian Prudential Regulation Authority (APRA) and receive a 'Compliance Notice' from APRA.

The Fund has continued as a complying superannuation fund for each of the years that it has been required to file an annual return. The Fund will lodge an annual return for the 2010/11 financial year and expects to continue as a complying superannuation fund.

Allocation of fees

Please refer to your Annual Statement and New Member Statement for details of the fees and charges that apply to your membership.

About Questor Financial Services Limited

Questor is the Trustee of the Fund and is responsible for the management, research and administration of over \$5 billion in Australia. Questor is part of the IOOF group, which has around \$106 billion in funds under management, administration, advice and supervision as at 30 June 2011.

Reserves

The Fund maintains reserves to meet any future unexpected expenses that are incurred by the Fund.

Superannuation contribution surcharge

The superannuation contributions surcharge was levied on surchargeable contributions and was based on the individual member's adjusted taxable income. Although it was abolished on 1 July 2005, members may have an outstanding liability in respect of previous periods. The liability for the superannuation contributions surcharge is recognised when the assessment is received and will be debited from the Cash Management Account.

Member protection

If at 30 June in a financial year your benefit is less than \$1,000 and includes or has included superannuation guarantee or award contributions from your employer, you will be treated as a 'protected member' and Government regulations limit the amount of fees and expenses (other than tax and insurance premiums) that can be deducted from your account, subject to exceptions under superannuation law.

Member protection only applies to members in the Superannuation Plan and Super Accumulation Plan.

Trustee

Questor Financial Services Limited was granted approved trustee status on 28 March 1994 and appointed as Trustee of the Fund on 1 July 1994. Questor Financial Services Limited was granted a Registrable Superannuation Entity Licence on 28 March 2006.

The contact details of the trustee are:

Questor Financial Services Limited
Locked Bag 4004
Queen Victoria Building NSW 1230
Telephone 1800 221 151
Facsimile 1800 000 948

Indemnity insurance

We maintain professional indemnity insurance as required by APRA.

Lost members

If one or more written communications are returned to us from your last known address, we may classify you as a lost member.

Where you become a lost member and:

- your account balance is less than \$200 or
- your account has been inactive for a period of five years,

we are required to report and transfer the monies in your account to the ATO as unclaimed super.

For other lost members, we may transfer your benefits to an eligible rollover fund. The fund currently used is the SMF Eligible Rollover Fund.

If we are able to locate you prior to transferring your benefits to the SMF Eligible Rollover Fund, you will cease to be a lost member and will remain in the Fund. If benefits are transferred to the SMF Eligible Rollover Fund, you will cease to be entitled to any benefit from the Fund and the SMF Eligible Rollover Fund will be responsible for your benefit.

Their contact details are:

SMF Eligible Rollover Fund
GPO Box 529
Hobart TAS 7001
Freecall 1800 677 306

Enquiries and complaints

If you have any questions or a complaint please:

- contact your financial planner or
- telephone Client Advisory Services on 1800 221 151 or
- notify us in writing.

Having done so, if you feel that the matter has not been dealt with adequately, please write to us at the following address:

Complaints Officer
The Portfolio Service
Locked Bag 4004
Queen Victoria Building NSW 1230

We will acknowledge receipt of a complaint within two business days of receiving your letter.

We will endeavour to resolve the situation within 28 days of receiving your letter. However, some matters are more complex and can take longer to resolve. If that is the case, we will keep you informed of our progress.

If you have complained to us and your complaint has not been resolved to your satisfaction within 90 days you can contact the Superannuation Complaints Tribunal (SCT), an independent complaints handling body. The SCT will then advise whether or not they can help you.

You can call them on 1300 884 114 or you can write to them at:

Superannuation Complaints Tribunal
Locked Bag 3060
Melbourne VIC 3001

Abridged statement of financial position as at 30 June 2011

Set out below are the abridged financial statements detailing the Fund's financial transactions for the year ending 30 June 2011. All members have the right to request the full audited Fund financial statements and related audit report for the year. Members will be supplied with a copy of these financial statements on request or the financial statements may be viewed by appointment at the office of the Trustee during normal business hours. If you have any enquiries in relation to the audited Fund financial statements, please contact the Trustee. The Auditor has issued an unqualified opinion in respect of the financial statements.

EXTRACT OF ACCOUNTS FOR THE YEAR ENDED 30 JUNE	2011 \$'000	2010 \$'000
REVENUE		
Investment income	341,883	406,615
Sundry income	87	261
Employer contributions	53,157	51,497
Member contributions	178,430	165,390
Co-contributions	1,457	4,183
Transfers from other funds	286,276	242,954
TOTAL REVENUE	861,290	870,900
EXPENSES		
Benefits paid	510,764	501,938
Management fees	81,753	80,559
General administration expenses	9	19
Group life and salary continuance premiums	2,032	1,502
Superannuation contributions surcharge	8	26
Income tax expense	(40,416)	(10,115)
TOTAL EXPENSES	554,150	573,929
Increase in Members' funds	307,140	296,971
Balance brought forward	4,588,554	4,291,583
MEMBERS' FUNDS	4,895,694	4,588,554

Abridged statement of financial position as at 30 June 2011 (continued)

EXTRACT OF ACCOUNTS FOR THE YEAR ENDED 30 JUNE	2011 \$'000	2010 \$'000
<i>Represented by</i>		
ASSETS		
Investments	3,143,677	3,081,617
Cash and cash equivalents	1,644,908	1,448,576
Sundry debtors	62,803	43,389
Current tax assets	19,711	12,157
Deferred tax asset	28,164	5,297
TOTAL ASSETS	4,899,263	4,591,036
LIABILITIES		
Creditors and accruals	3,569	2,482
Income tax payable	-	-
Deferred tax liabilities	-	-
TOTAL LIABILITIES	3,569	2,482
NET ASSETS	4,895,694	4,588,554
MEMBERS' FUNDS	4,895,694	4,588,554

Abridged statement of financial position as at 30 June 2011

Reserves

Reserves represent timing differences between net revenue and taxes in the operating statement and amounts allocated to members' accounts. These amounts may be allocated to members in future years on a fair and equitable basis. Reserves are retained in cash and cash equivalents.

The reserve levels for the past three years are as follows:

Reserves	2011 (\$'000)	2010 (\$'000)	2009 (\$'000)
Opening balance	317	666	481
Transfer to reserves	340	(349)	185
Closing balance	657	317	666

Concentration of assets of the Fund

The Trustee advises that, to the best of its knowledge, at 30 June 2011:

- the Questor Cash Management Fund has a value of more than 5 per cent of the total assets of the Fund;
and
- The Trustee acknowledges that, as a result of the discretion which can be exercised by account holders, individual accounts may have a greater than 5 per cent exposure to a single investment.

Further, the Trustee acknowledges that when considered in aggregate (across all managed fund options in which the Trustee holds assets on behalf of members of the Fund), the Fund may be construed as having a total exposure to a single shareholding (or to a composite interest in the investment assets of a single issuer) and this exposure may exceed 5 per cent of the total value of Fund assets.

Derivatives

As the Fund is a discretionary fund, the Trustee does not have a policy of actively investing in derivatives. The underlying investment funds which members elect to invest in may use derivatives as part of their investment policy. Further information on the use of derivatives by individual managed investments, can be found in the current PDS or other disclosure document of the underlying investment option. Please contact your financial adviser for more information.

As the Trustee does not actively invest in derivatives there is no information to report to members with respect to the 'Derivative Charge Ratio'. The Derivative Charge Ratio is the percentage of the total market value of the assets of the Fund (other than cash) that the Trustee has charged as security for derivatives investments made by the Trustee.

