VENTURA

Russell Investments

funds review

March 2009 | *Reporting the Performance of the Ventura Retail Funds* | Order Ref No. FR - 110V

Performance of the Ventura funds

Ventura Retail Fund* as at 31 March 2009	3 Months (%)	1 Year (% p.a.)	3 Years (% p.a.)	Since Inception (% p.a.)
Australian Shares	-2.35	-29.11	-8.93	3.71
International Shares	-11.11	-28.14	-16.18	-6.64
Capital Stable	-1.61	-9.02	-2.08	2.51
Diversified 50	-3.46	-16.80	-5.66	1.53
Growth 70	-4.75	-23.52	-8.80	0.68

* The returns shown above are net of ongoing fees and charges and assume reinvestment of distributions. *Past performance is not a reliable indicator of future performance.*

Most investors agree that diversifying reduces risk. The investment strategy for the Ventura Investment Program goes further: in addition to diversifying across asset classes for the diversified funds, Russell (the investment manager of the Portfolios) diversifies across multiple styles and multiple specialist managers.

Multi Asset – for risk control at total portfolio level
Multi Style – for consistent performance in dynamic market environments
Multi Manager – for specialist expertise within each portfolio segment

This is a sophisticated investment approach that can only be implemented by large investors with the resources to monitor sizeable teams of managers.

Over 20 years ago, Russell created a solution that enables investors of all sizes to benefit from this proven approach - multi manager funds. This Review provides information on the full range of Russell Funds available to investors in Australia.

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"Those investors that maintained a long-term investment horizon have reaped the rewards from the market which has rebounded to be over 20% off its bottom."

Craig Higson
Business Development Manager (Northern Region)
Russell Investments

Ventura Retail Australian Shares Fund

APIR CODE: VEN0001AU

LONSEC Recommended

FUND INCEPTION: 15 APRIL 2002

FUND OBJECTIVE

- To provide exposure to a diversified portfolio of Australian shares.
- To aim to provide a total return, before costs and tax, higher than the S&P/ASX 300 Accumulation Index, over the long term.

FUND COMMENT

The Fund returned -2.4% for the quarter. The Fund matched the benchmark return for the March quarter. The long standing below-benchmark exposure to the troubled Property Trusts sector (-24.1%) continued to add considerable value. An overweight allocation to the Banks sector (8.9%) also assisted performance. At the stock level, positive contributors included an underweight exposure to Westfield Group (-19.4%), and overweight allocations to Westpac (12.5%) and Rio Tinto (51.9%). Rio Tinto experienced a significant rebound on news that it had an alternative funding plan to the controversial $19.5 billion Chinalco investment, and on speculation that a merger with rival BHP Billiton was not entirely off the cards.

INVESTMENT PERFORMANCE[1]

Period Ending 31/03/2009	
Quarter	-2.4
1 year	-29.1
2 years	-19.8
3 years	-8.9
4 years	-0.7
5 years	4.0
6 years	6.6
Since Inception	3.7

Past performance is not a reliable indicator of future performance.

MARKET EXPOSURE AS AT 31 MARCH 2009

	%
Financials ex Property Trusts	38.6
Materials	23.1
Other	17
Energy	8.7
Consumer Staples	6.4
Consumer Discretionary	6.3

Due to rounding, these percentages may not total to 100%.

TOP 10 HOLDINGS

1. BHP Billiton Ltd.	6. Telstra Corp. Ltd.
2. Westpac Banking Corp.	7. QBE Insurance Group Ltd.
3. Australia & New Zealand Banking Group Ltd.	8. Woolworths Ltd.
4. National Australia Bank Ltd.	9. Origin Energy Ltd.
5. Commonwealth Bank of Australia	10. Orica Ltd.

FOOTNOTES

1 Fund performance is net of all ongoing fees and charges. Assumes reinvestment of distributions.

MANAGER	WEIGHT	STYLE	COMMENT
Balanced Equity Management	17.5%	Value: Large Cap	Despite positive sector allocation, particularly the underweight to the Property Trusts sector (-24.1%), BEM's stock selection led to a below benchmark return overall. The sizeable overweight exposure to Qantas (-31.2%) accounted for the majority of the underperformance.
Bernstein	10.0%	Value	The manager's underperformance was largely driven by its sector positioning relative to the benchmark. In particular, the considerable overweight exposure to the Transportation sector (-17.4%), and within it to Qantas (-31.2%), Macquarie Airports (-24.4%) and Macquarie Infrastructure Group (-14.0%), detracted value. Conversely, stock selection in the Banks sector (8.9%) contributed positively, as did the increase in the sector's exposure during the quarter.
Fortis Investments	15.0%	Growth: Sustainable Growth	The manager outperformed the benchmark as both stock selection and sector allocation decisions contributed positively. The overweight exposure to Macquarie Communications Infrastructure Group (171.0%) added most value at the stock level, following a $1.37 billion cash takeover offer for the fund by the Canadian Pension Plan Investment Board. An underweight allocation to Property Trusts (-24.1%) also added value as did stock selection within the sector.
Karara Capital	10.0%	Style Neutral	Karara's above benchmark performance again benefited from a zero allocation to the battered Property Trusts sector (-24.1%). The manager's overweight exposure to Rio Tinto (51.9%) also boosted performance.
MIR	15.0%	Value: Quantitative	The two biggest positive contributor's to MIR's outperformance last quarter, proved the biggest detractors in Q1 – namely, the underweight exposures to Commonwealth Bank (24.8%) and to Rio Tinto (51.9%). The manager's stock selection among the top 20 stocks by capitalisation was disappointing. The below benchmark allocation to the Metals and Mining ex Gold sector (9.9%) also detracted value.
Orion Asset Management	15.0%	Growth: Valuation Sensitive	Conversely to MIR, Orion's main detractors from last quarter paid off considerably in the March period. These included an overweight exposure to FKP Property Group (98.0%) which rebounded from its severe lows. Above benchmark positions in Oz Minerals (0.9%) and Rio Tinto (51.9%) also added value. At the sector level, underweight allocations to Property Trusts (-24.1%), Transportation (-17.4%) and Telecommunications (-11.2%) also contribu8ted positively.
Perennial Value	12.5%	Value: Relative Value	Both stock selection and sector allocation contributed to Perennial's strong result. At the sector level, underweight allocations to Property Trusts (-24.1%) and the Insurance sector (-18.4%) added most value. Within those sectors, not holding Westfield (-19.4%) and QBE (-22.5%) benefited performance. An overweight allocation to the engineering contractor Worley Parsons (30.7%) was also a positive at the stock level, as the firm recorded strong first half profits.
Select Holdings	5.0%	Style Neutral: Select Holdings	Select Holdings outperformed during the quarter, owing to its zero exposure to the Property Trusts sector (-24.1%), considerable overweight allocation to the Energy sector (5.8%) and strong stock selection with the Metals and Mining ex Gold sector (9.9%).

VENTURA INVESTMENT PROGRAM

Ventura Retail International Shares Fund

APIR CODE: VEN0005AU

LONSEC Recommended

FUND INCEPTION: 15 APRIL 2002

FUND OBJECTIVE

- To provide exposure to a diversified portfolio of international shares.
- To aim to provide a total return, before costs and tax, higher than the MSCI World Net Dividends Reinvested Accumulation Index, over the long term.

FUND COMMENT

The Fund returned -11.1% for the quarter. The Fund outperformed the benchmark during the quarter. Stock selection in US equities was the main positive contributor. An overweight allocation to emerging markets also added value, particularly the exposure to Brazil, up 11.0% in local currency terms. At the sector level, performance benefited from an overweight allocation to the IT sector which outperformed the broader market. Investors were drawn to its compelling growth prospects and the typically strong balance sheets of IT companies. Stock selection among Financial stocks also contributed positively, notably the overweight exposures to Goldman Sachs and Bank of New York which rallied in March on Citigroup's projection of operating profits for the March quarter.

INVESTMENT PERFORMANCE[1]

Period Ending 31/03/2009	
Quarter	-11.1
1 year	-28.1
2 years	-22.4
3 years	-16.2
4 years	-6.7
5 years	-4.2
6 years	-1.6
Since Inception	-6.6

MARKET EXPOSURE AS AT 31 MARCH 2009	%
North America	51.2
Europe ex United Kingdom	24.4
United Kingdom	9.7
Japan	7.6
Emerging Markets	4.1
Asia ex Japan	3.1

TOP 10 HOLDINGS

1. JPMorgan Chase & Co.	6. QUALCOMM Inc.
2. Hewlett-Packard Co.	7. International Business Machines Corp.
3. Roche Holding AG	8. CVS Caremark Corp.
4. Nestle S.A.	9. PepsiCo Inc.
5. BP PLC	10. Monsanto Co.

FOOTNOTES

1 Fund performance is net of all ongoing fees and charges. Assumes reinvestment of distributions.

MANAGER	WEIGHT	STYLE	COMMENT
Bernstein	15.0%	Value: Non-US	Strong stock selection among Financials and Japanese companies led Bernstein to outperform during the quarter. The manager's persistent positioning in these areas paid off after detracting value in the three months to December. Within Financials, overweight exposures to Deutsche Bank and Credit Suisse contributed positively, buoyed by the efforts of the European Central Bank and the IMF as they attempted to put a floor under financial institutions in the region.
ClariVest	24.0%	Style Neutral: Quantitative	A considerable underweight allocation to European equities contributed to ClariVest's performance as the MSCI Europe Index fell 11.5% in local currency terms. This below-benchmark exposure benefited unhedged returns in particular, as the Euro depreciated by 5.5% relative to the AUD during the quarter. The manager's stock selection in Japan and North America detracted value, resulting in a modest above-benchmark outcome overall.
ICAP	18.0%	Value: US	ICAP exceeded the MSCI US Index return owing to its 'bar-bell' strategy of overweight allocations to the defensive Healthcare and Consumer Staples sectors, as well as to the typically cyclical IT and Consumer Discretionary segments. This positioning paid off both during the early quarter downturn and the subsequent March rally. At the stock level, the bulk of the outperformance was generated by overweight allocations to Schering Plough and Wyeth which soared on the news of being takeover targets by Merck and Pfizer, respectively.
Marsico	16.0%	Total Return	Marsico's performance was disappointing as growth-oriented managers generally posted strong benchmark-relative performance. An early overweight allocation to the Financials sector, including Wells Fargo, JP Morgan, and US Bancorp, resulted in the manager's considerable underperformance in January. The subsequent move to an underweight exposure was ill-timed as Financial stocks rallied in March.
MFS	15.0%	Growth: Valuation Sensitive	Strong stock selection contributed to MFS's above-benchmark result, particularly among companies in Japan, UK and the Netherlands. The manager's overweight allocation to outperforming emerging markets, namely Korea, Taiwan and India, also added value. At the sector level, outperformance was concentrated within the IT and Healthcare segments. The manager's underweight allocation to Japan also contributed positively to unhedged returns as the Yen depreciated by 7.8% relative to the AUD during the quarter.
Turner	12.0%	Growth: Large Cap	The manager recorded significant outperformance of the MSCI US Index. A considerable overweight allocation to the well supported Information Technology sector added value, as did a below-benchmark exposure to the ailing Financials. Stock selection among Energy and Consumer Discretionary stocks also contributed positively.

Ventura Retail Capital Stable Fund

APIR CODE: VEN002AU

LONSEC Recommended

FUND INCEPTION: 15 APRIL 2002

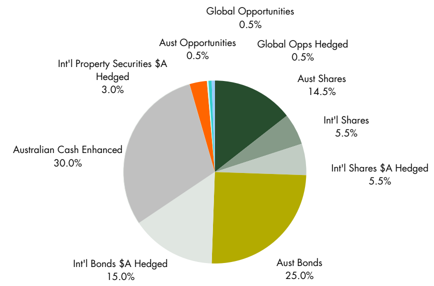
INVESTMENT OBJECTIVE

To provide investors with income and some medium term capital growth with low volatility through exposure to a diversified investment portfolio.

FUND COMMENT

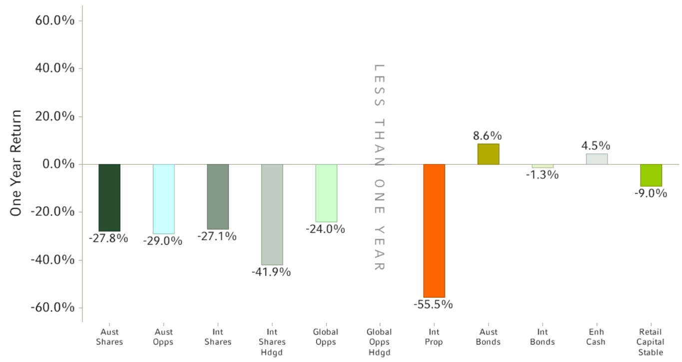
- The Ventura Capital Stable Fund delivered -1.6% for the March quarter.
- The long-standing underweight allocation to the troubled Property Trusts sector continued to add considerable value in Australian shares, as did an above benchmark exposure to banking stocks.
- Stock selection in US equities was the main positive contributor to international shares performance. An overweight allocation to emerging markets also added value, particularly the exposure to Brazil.
- Strong stock selection in the US added the most value in international property. Other positive contributors included stock selection in France and an overweight allocation to the Hong Kong market.
- Successful yield curve and duration positioning added value within Australian bonds, as did the exposure to US agency mortgage securities which benefited from the US Federal Reserve's buying activity in January.

ASSET ALLOCATION*



*The asset allocation may change from time to time without notice within the parameters outlined in the PDS.

PERFORMANCE OF UNDERLYING ASSET SECTORS[1]



INVESTMENT PERFORMANCE[2]

Period Ending 31/03/2009	
Quarter	-1.6
1 year	-9.0
2 years	-5.8
3 years	-2.1
4 years	0.9
5 years	2.3
6 years	3.1
Since Inception	2.5

Past performance is not a reliable indicator of future performance.

TOP 10 SHARE HOLDINGS

Australian Shares	International Shares
BHP Billiton Ltd.	JPMorgan Chase & Co.
Westpac Banking Corp.	Hewlett-Packard Co.
Australia & New Zealand Banking Group Ltd.	Roche Holding AG
National Australia Bank Ltd.	Nestle S.A.
Commonwealth Bank of Australia	BP PLC
Telstra Corp. Ltd.	QUALCOMM Inc.
QBE Insurance Group Ltd.	International Business Machines Corp.
Woolworths Ltd.	CVS Caremark Corp.
Origin Energy Ltd.	PepsiCo Inc.
Orica Ltd.	Monsanto Co.

FOOTNOTES

1 Performance is net of all ongoing fees and charges at the underlying asset sector level. Assumes reinvestment of distributions.
2 Fund performance is net of all ongoing fees and charges. Assumes reinvestment of distributions.

VENTURA INVESTMENT PROGRAM

Ventura Retail Capital Stable Fund

APIR CODE: VEN002AU

LONSEC Recommended

HOW $100,000 IS DIVERSIFIED ACROSS MULTIPLE MANAGERS

MULTI ASSET	MULTI STYLE	MULTI MANAGER	%	$
Australian Shares	Value: Large Cap	Balanced Equity Management	2.5	2538
	Value	Bernstein	1.5	1450
	Growth: Sustainable Growth	Fortis Investments	2.2	2175
	Style Neutral	Karara Capital	1.5	1450
	Value: Quantitative	MIR	2.2	2175
	Growth: Valuation Sensitive	Orion Asset Management	2.2	2175
	Value: Relative Value	Perennial Value	1.8	1813
	Style Neutral: Select Holdings	Select Holdings	0.7	725
Australian Opportunities	Value: Contrarian	452	0.1	100
	Growth: Sustainable Growth (Concentrated)	Fortis Investments	0.1	75
	Style Neutral: Concentrated	L1 Capital	0.0	25
	Value: Active Extension	MIR	0.1	75
	Value: Contrarian (Deep Value)	Orbis	0.0	25
	Style Neutral: Concentrated	Paradice	0.1	50
	Style Neutral: Active Extension (Quantitative)	Plato	0.1	75
	Growth: Concentrated	Quest Asset Partners	0.1	75
International Shares	Value: Non-US	Bernstein	1.7	1650
International Shares $A Hedged	Style Neutral: Quantitative	ClariVest	2.6	2640
	Value: US	ICAP	2.0	1980
	Total Return	Marsico	1.8	1760
	Growth: Valuation Sensitive	MFS	1.7	1650
	Growth: Large Cap	Turner	1.3	1320
Global Opportunities	Style Neutral: Quantitative	Arrowstreet	0.2	200
Global Opportunities $A Hedged	Growth	Axiom	0.1	100
	Value: Large Cap	Harris	0.2	150
	Growth: Valuation Sensitive	MFS	0.3	300
	Growth: Momentum	T.Rowe Price International	0.3	250
International Property Securities	Value: North America	AEW	0.6	600
	Style Neutral: Global	Invesco	1.1	1050
	Value: Europe/Asia Pacific	Morgan Stanley	0.9	900
	Total Return: Global	Perennial Value	0.5	450
Australian Bonds	Core: Market Dynamics	Credit Suisse	8.6	8625
	Core Plus: Credit Enhancement	PIMCO	10.0	10000
	Core: Value	UBS	6.4	6375
International Bonds $A Hedged	Macro: Value	Colchester	2.3	2250
	Global Core Plus	Drake Capital Management LLC	2.3	2250
	Core: Value	Loomis Sayles	5.3	5250
	Sector Specialist	PIMCO	5.3	5250
Australian Cash Enhanced	Cash Enhanced	Perpetual	30.0	30000

Due to rounding, these percentages may not total to 100%.

Ventura Retail Diversified 50 Fund

APIR CODE: VEN003AU

FUND INCEPTION: 15 APRIL 2002

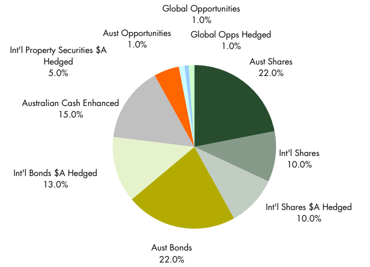
INVESTMENT OBJECTIVE

To provide investors with a mix of both medium term capital growth and income through exposure to a diversified investment portfolio.

FUND COMMENT

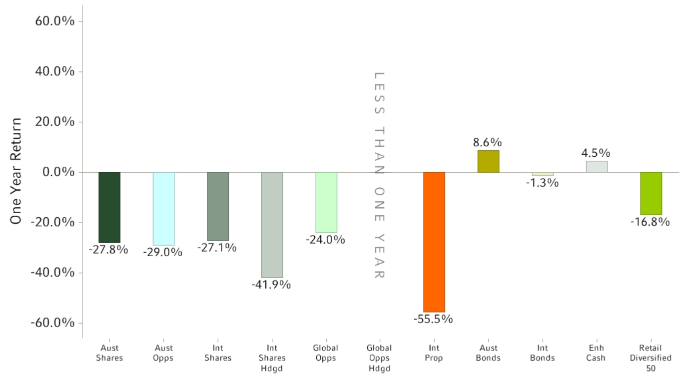
- The Ventura Diversified 50 Fund delivered -3.5% for the March quarter.
- The long-standing underweight allocation to the troubled Property Trusts sector continued to add considerable value in Australian shares, as did an above benchmark exposure to banking stocks.
- Stock selection in US equities was the main positive contributor to international shares performance. An overweight allocation to emerging markets also added value, particularly the exposure to Brazil.
- Successful yield curve and duration positioning added value within Australian bonds, as did the exposure to US agency mortgage securities which benefited from the US Federal Reserve's buying activity in January.

ASSET ALLOCATION*



*The asset allocation may change from time to time without notice within the parameters outlined in the PDS.

PERFORMANCE OF UNDERLYING ASSET SECTORS[1]



INVESTMENT PERFORMANCE[2]

Period Ending 31/03/2009	
Quarter	-3.5
1 year	-16.8
2 years	-11.6
3 years	-5.7
4 years	-0.9
5 years	1.3
6 years	2.7
Since Inception	1.5

TOP 10 SHARE HOLDINGS

Australian Shares	International Shares
BHP Billiton Ltd.	JPMorgan Chase & Co.
Westpac Banking Corp.	Hewlett-Packard Co.
Australia & New Zealand Banking Group Ltd.	Roche Holding AG
National Australia Bank Ltd.	Nestle S.A.
Commonwealth Bank of Australia	BP PLC
Telstra Corp. Ltd.	QUALCOMM Inc.
QBE Insurance Group Ltd.	International Business Machines Corp.
Woolworths Ltd.	CVS Caremark Corp.
Origin Energy Ltd.	PepsiCo Inc.
Orica Ltd.	Monsanto Co.

FOOTNOTES

1 Performance is net of all ongoing fees and charges at the underlying asset sector level. Assumes reinvestment of distributions.
2 Fund performance is net of all ongoing fees and charges. Assumes reinvestment of distributions.

Ventura Retail Diversified 50 Fund

APIR CODE: VEN003AU

LONSEC Recommended

HOW $100,000 IS DIVERSIFIED ACROSS MULTIPLE MANAGERS

MULTI ASSET	MULTI STYLE	MULTI MANAGER	%	$
Australian Shares	**Value: Large Cap**	**Balanced Equity Management**	**3.9**	**3850**
	Value	**Bernstein**	**2.2**	**2200**
	Growth: Sustainable Growth	**Fortis Investments**	**3.3**	**3300**
	Style Neutral	**Karara Capital**	**2.2**	**2200**
	Value: Quantitative	**MIR**	**3.3**	**3300**
	Growth: Valuation Sensitive	**Orion Asset Management**	**3.3**	**3300**
	Value: Relative Value	**Perennial Value**	**2.8**	**2750**
	Style Neutral: Select Holdings	**Select Holdings**	**1.1**	**1100**
Australian Opportunities	**Value: Contrarian**	**452**	**0.2**	**200**
	Growth: Sustainable Growth (Concentrated)	**Fortis Investments**	**0.2**	**150**
	Style Neutral: Concentrated	**L1 Capital**	**0.1**	**50**
	Value: Active Extension	**MIR**	**0.2**	**150**
	Value: Contrarian (Deep Value)	**Orbis**	**0.1**	**50**
	Style Neutral: Concentrated	**Paradice**	**0.1**	**100**
	Style Neutral: Active Extension (Quantitative)	**Plato**	**0.2**	**150**
	Growth: Concentrated	**Quest Asset Partners**	**0.2**	**150**
International Shares	**Value: Non-US**	**Bernstein**	**3.0**	**3000**
International Shares $A Hedged	**Style Neutral: Quantitative**	**ClariVest**	**4.8**	**4800**
	Value: US	**ICAP**	**3.6**	**3600**
	Total Return	**Marsico**	**3.2**	**3200**
	Growth: Valuation Sensitive	**MFS**	**3.0**	**3000**
	Growth: Large Cap	**Turner**	**2.4**	**2400**
Global Opportunities	**Style Neutral: Quantitative**	**Arrowstreet**	**0.4**	**400**
Global Opportunities $A Hedged	**Growth**	**Axiom**	**0.2**	**200**
	Value: Large Cap	**Harris**	**0.3**	**300**
	Growth: Valuation Sensitive	**MFS**	**0.6**	**600**
	Growth: Momentum	**T.Rowe Price International**	**0.5**	**500**
International Property Securities	**Value: North America**	**AEW**	**1.0**	**1000**
	Style Neutral: Global	**Invesco**	**1.8**	**1750**
	Value: Europe/Asia Pacific	**Morgan Stanley**	**1.5**	**1500**
	Total Return: Global	**Perennial Value**	**0.8**	**750**
Australian Bonds	**Core: Market Dynamics**	**Credit Suisse**	**7.6**	**7590**
	Core Plus: Credit Enhancement	**PIMCO**	**8.8**	**8800**
	Core: Value	**UBS**	**5.6**	**5610**
International Bonds $A Hedged	**Macro: Value**	**Colchester**	**2.0**	**1950**
	Global Core Plus	**Drake Capital Management LLC**	**2.0**	**1950**
	Core: Value	**Loomis Sayles**	**4.6**	**4550**
	Sector Specialist	**PIMCO**	**4.6**	**4550**
Australian Cash Enhanced	**Cash Enhanced**	**Perpetual**	**15.0**	**15000**

Due to rounding, these percentages may not total to 100%.

VENTURA INVESTMENT PROGRAM

Ventura Retail Growth 70 Fund

APIR CODE: VEN004AU

LONSEC Recommended

FUND INCEPTION: 15 APRIL 2002

INVESTMENT OBJECTIVE

To provide investors with medium term capital growth and some income through exposure to a diversified investment portfolio.

FUND COMMENT

- The Ventura Growth 70 Fund delivered -4.8% for the March quarter.
- The long-standing underweight allocation to the troubled Property Trusts sector continued to add considerable value in Australian shares, as did an above benchmark exposure to banking stocks.
- Stock selection in US equities was the main positive contributor to international shares performance. An overweight allocation to emerging markets also added value, particularly the exposure to Brazil. The Global Opportunities Fund benefited from stock selection in the US, as well as an underweight allocation to the Financials sector and strong stock selection within that sector.
- Strong stock selection in the US added the most value in international property. Other positive contributors included stock selection in France and an overweight allocation to the Hong Kong market.

INVESTMENT PERFORMANCE[2]

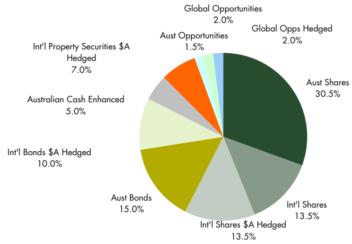
Period Ending 31/03/2009

Quarter	-4.8
1 year	-23.5
2 years	-16.4
3 years	-8.8
4 years	-2.3
5 years	0.5
6 years	2.8
Since Inception	0.7

TOP 10 SHARE HOLDINGS

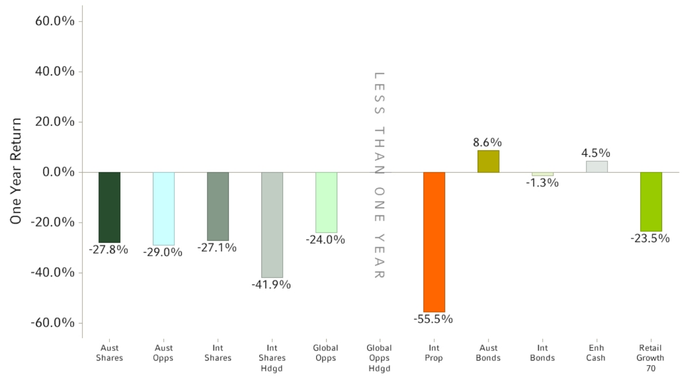
Australian Shares	International Shares
BHP Billiton Ltd.	JPMorgan Chase & Co.
Westpac Banking Corp.	Hewlett-Packard Co.
Australia & New Zealand Banking Group Ltd.	Roche Holding AG
National Australia Bank Ltd.	Nestle S.A.
Commonwealth Bank of Australia	BP PLC
Telstra Corp. Ltd.	QUALCOMM Inc.
QBE Insurance Group Ltd.	International Business Machines Corp.
Woolworths Ltd.	CVS Caremark Corp.
Origin Energy Ltd.	PepsiCo Inc.
Orica Ltd.	Monsanto Co.

ASSET ALLOCATION*



*The asset allocation may change from time to time without notice within the parameters outlined in the PDS.

PERFORMANCE OF UNDERLYING ASSET SECTORS[1]



FOOTNOTES

1 Performance is net of all ongoing fees and charges at the underlying asset sector level. Assumes reinvestment of distributions.
2 Fund performance is net of all ongoing fees and charges. Assumes reinvestment of distributions.

Ventura Retail Growth 70 Fund

APIR CODE: VEN004AU

LONSEC Recommended

HOW $100,000 IS DIVERSIFIED ACROSS MULTIPLE MANAGERS

MULTI ASSET	MULTI STYLE	MULTI MANAGER	%	$
Australian Shares	Value: Large Cap	Balanced Equity Management	5.3	5338
	Value	Bernstein	3.1	3050
	Growth: Sustainable Growth	Fortis Investments	4.6	4575
	Style Neutral	Karara Capital	3.1	3050
	Value: Quantitative	MIR	4.6	4575
	Growth: Valuation Sensitive	Orion Asset Management	4.6	4575
	Value: Relative Value	Perennial Value	3.8	3813
	Style Neutral: Select Holdings	Select Holdings	1.5	1525
Australian Opportunities	Value: Contrarian	452	0.3	300
	Growth: Sustainable Growth (Concentrated)	Fortis Investments	0.2	225
	Style Neutral: Concentrated	L1 Capital	0.1	75
	Value: Active Extension	MIR	0.2	225
	Value: Contrarian (Deep Value)	Orbis	0.1	75
	Style Neutral: Concentrated	Paradice	0.2	150
	Style Neutral: Active Extension (Quantitative)	Plato	0.2	225
	Growth: Concentrated	Quest Asset Partners	0.2	225
International Shares	Value: Non-US	Bernstein	4.1	4050
International Shares $A Hedged	Style Neutral: Quantitative	ClariVest	6.5	6480
	Value: US	ICAP	4.9	4860
	Total Return	Marsico	4.3	4320
	Growth: Valuation Sensitive	MFS	4.1	4050
	Growth: Large Cap	Turner	3.2	3240
Global Opportunities	Style Neutral: Quantitative	Arrowstreet	0.8	800
Global Opportunities $A Hedged	Growth	Axiom	0.4	400
	Value: Large Cap	Harris	0.6	600
	Growth: Valuation Sensitive	MFS	1.2	1200
	Growth: Momentum	T.Rowe Price International	1.0	1000
International Property Securities	Value: North America	AEW	1.4	1400
	Style Neutral: Global	Invesco	2.5	2450
	Value: Europe/Asia Pacific	Morgan Stanley	2.1	2100
	Total Return: Global	Perennial Value	1.1	1050
Australian Bonds	Core: Market Dynamics	Credit Suisse	5.2	5175
	Core Plus: Credit Enhancement	PIMCO	6.0	6000
	Core: Value	UBS	3.8	3825
International Bonds $A Hedged	Macro: Value	Colchester	1.5	1500
	Global Core Plus	Drake Capital Management LLC	1.5	1500
	Core: Value	Loomis Sayles	3.5	3500
	Sector Specialist	PIMCO	3.5	3500
Australian Cash Enhanced	Cash Enhanced	Perpetual	5.0	5000

Due to rounding, these percentages may not total to 100%.

Manager Performance Commentary

AUSTRALIAN SHARES

MANAGER	WEIGHT	STYLE	COMMENT
Balanced Equity Management	17.5%	Value: Large Cap	Despite positive sector allocation, particularly the underweight to the Property Trusts sector (-24.1%), BEM's stock selection led to a below benchmark return overall. The sizeable overweight exposure to Qantas (-31.2%) accounted for the majority of the underperformance.
Bernstein	10.0%	Value	The manager's underperformance was largely driven by its sector positioning relative to the benchmark. In particular, the considerable overweight exposure to the Transportation sector (-17.4%), and within it to Qantas (-31.2%), Macquarie Airports (-24.4%) and Macquarie Infrastructure Group (-14.0%), detracted value. Conversely, stock selection in the Banks sector (8.9%) contributed positively, as did the increase in the sector's exposure during the quarter.
Fortis Investments	15.0%	Growth: Sustainable Growth	The manager outperformed the benchmark as both stock selection and sector allocation decisions contributed positively. The overweight exposure to Macquarie Communications Infrastructure Group (171.0%) added most value at the stock level, following a $1.37 billion cash takeover offer for the fund by the Canadian Pension Plan Investment Board. An underweight allocation to Property Trusts (-24.1%) also added value as did stock selection within the sector.
Karara Capital	10.0%	Style Neutral	Karara's above benchmark performance again benefited from a zero allocation to the battered Property Trusts sector (-24.1%). The manager's overweight exposure to Rio Tinto (51.9%) also boosted performance.
MIR	15.0%	Value: Quantitative	The two biggest positive contributor's to MIR's outperformance last quarter, proved the biggest detractors in Q1 – namely, the underweight exposures to Commonwealth Bank (24.8%) and to Rio Tinto (51.9%). The manager's stock selection among the top 20 stocks by capitalisation was disappointing. The below benchmark allocation to the Metals and Mining ex Gold sector (9.9%) also detracted value.
Orion Asset Management	15.0%	Growth: Valuation Sensitive	Conversely to MIR, Orion's main detractors from last quarter paid off considerably in the March period. These included an overweight exposure to FKP Property Group (98.0%) which rebounded from its severe lows. Above benchmark positions in Oz Minerals (0.9%) and Rio Tinto (51.9%) also added value. At the sector level, underweight allocations to Property Trusts (-24.1%), Transportation (-17.4%) and Telecommunications (-11.2%) also contribu8ted positively.
Perennial Value	12.5%	Value: Relative Value	Both stock selection and sector allocation contributed to Perennial's strong result. At the sector level, underweight allocations to Property Trusts (-24.1%) and the Insurance sector (-18.4%) added most value. Within those sectors, not holding Westfield (-19.4%) and QBE (-22.5%) benefited performance. An overweight allocation to the engineering contractor Worley Parsons (30.7%) was also a positive at the stock level, as the firm recorded strong first half profits.
Select Holdings	5.0%	Style Neutral: Select Holdings	Select Holdings outperformed during the quarter, owing to its zero exposure to the Property Trusts sector (-24.1%), considerable overweight allocation to the Energy sector (5.8%) and strong stock selection with the Metals and Mining ex Gold sector (9.9%).

AUSTRALIAN OPPORTUNITIES

MANAGER	WEIGHT	STYLE	COMMENT
452	20.0%	Value: Contrarian	The manager underperformed considerably, primarily due to its early positioning into the Media sector (-12.5%) which typically leads in a recovery scenario. Within the sector, overweight allocations to Fairfax Media (-31.6%) and APN News (-48.9%) detracted value. An overweight exposure to Brambles (-33.0%) also hurt performance as the logistics provider announced the loss of its pallet contract with Pepsico in the US.
Fortis Investments	15.0%	Growth: Sustainable Growth (Concentrated)	The manager's zero holding in Commonwealth Bank was one of the biggest value adding positions last quarter. However as the bank led sector performance in the March period (24.8%), the underweight allocation contributed to Fortis' underperformance. The overweight exposure to Macquarie Communications Infrastructure Group (171.0%) added most value at the stock level, as a lucrative takeover offer by the Canadian Pension Plan Investment Board boosted returns.
L1 Capital	5.0%	Style Neutral: Concentrated	Both stock selection and sector allocation contributed to the manager's significant outperformance. The single biggest value adding position was a considerable overweight to Rio Tinto (51.9%) which soared on news that it had an alternative funding plan to the widely criticised $19.5 billion investment by Chinalco, and on speculation that a merger with rival BHP Billiton was not entirely off the cards.
MIR	15.0%	Value: Active Extension	MIR experienced a difficult March quarter. The manager's stock selection detracted value, particularly overweight allocations to QBE Insurance (-22.5%), Qantas (-31.2%), CSR (-31.8%) and ING Office Fund (-45.0%). An above-benchmark exposure to the Insurance sector (-18.4%) also detracted from performance.
Orbis	5.0%	Value: Contrarian (Deep Value)	The contrarian manager underperformed for the quarter, largely due to its sector positioning. Detractors included an overweight allocation to the heavily sold down Property Trusts sector (-24.1%), and underweight exposures to the Metals & Mining ex Gold sector (9.9%) and to Banks (8.9%). While security selection also contributed negatively, Orbis was particularly successful in its overweight allocations to pharmaceutical stocks, including to Pharmaxis (40.1%), Phosphagenics (81.8%) and Peplin (71.4%).
Paradice	10.0%	Style Neutral: Concentrated	Paradice exceeded the benchmark return due largely to successful sector allocation decisions. These included an underweight allocation to the Property Trusts (-24.1%) and Insurance (-18.4%) sectors, as well as an above-benchmark exposure to Banks (8.9%).
Plato	15.0%	Style Neutral: Active Extension (Quantitative)	Plato delivered performance in line with the benchmark. The positive effect of sector allocation decisions, such as underweight exposures to the Insurance (-18.4%), Property Trusts (-24.1%) and Media (-12.5%) sectors, was largely offset by stock selection positions – including an overweight allocation to Centennial Coal (-37.5%), Ansell (-30.7%), and an underweight to the engineering contractor Worley Parsons (30.7%) which recorded strong first half profit results.
Quest Asset Partners	15.0%	Growth: Concentrated	Quest underperformed the benchmark as positive stock selection was offset by the impact of sector allocation decisions. The biggest detractors included an underweight allocation to the Metals and Mining ex Gold sector (9.9%) and an overweight exposure to the Healthcare Equipment & Services sector (-13.2%).

Manager Performance Commentary

INTERNATIONAL SHARES

MANAGER	WEIGHT	STYLE	COMMENT
Bernstein	15.0%	Value: Non-US	Strong stock selection among Financials and Japanese companies led Bernstein to outperform during the quarter. The manager's persistent positioning in these areas paid off after detracting value in the three months to December. Within Financials, overweight exposures to Deutsche Bank and Credit Suisse contributed positively, buoyed by the efforts of the European Central Bank and the IMF as they attempted to put a floor under financial institutions in the region.
ClariVest	24.0%	Style Neutral: Quantitative	A considerable underweight allocation to European equities contributed to ClariVest's performance as the MSCI Europe Index fell 11.5% in local currency terms. This below-benchmark exposure benefited unhedged returns in particular, as the Euro depreciated by 5.5% relative to the AUD during the quarter. The manager's stock selection in Japan and North America detracted value, resulting in a modest above-benchmark outcome overall.
ICAP	18.0%	Value: US	ICAP exceeded the MSCI US Index return owing to its 'bar-bell' strategy of overweight allocations to the defensive Healthcare and Consumer Staples sectors, as well as to the typically cyclical IT and Consumer Discretionary segments. This positioning paid off both during the early quarter downturn and the subsequent March rally. At the stock level, the bulk of the outperformance was generated by overweight allocations to Schering Plough and Wyeth which soared on the news of being takeover targets by Merck and Pfizer, respectively.
Marsico	16.0%	Total Return	Marsico's performance was disappointing as growth-oriented managers generally posted strong benchmark-relative performance. An early overweight allocation to the Financials sector, including Wells Fargo, JP Morgan, and US Bancorp, resulted in the manager's considerable underperformance in January. The subsequent move to an underweight exposure was ill-timed as Financial stocks rallied in March.
MFS	15.0%	Growth: Valuation Sensitive	Strong stock selection contributed to MFS's above-benchmark result, particularly among companies in Japan, UK and the Netherlands. The manager's overweight allocation to outperforming emerging markets, namely Korea, Taiwan and India, also added value. At the sector level, outperformance was concentrated within the IT and Healthcare segments. The manager's underweight allocation to Japan also contributed positively to unhedged returns as the Yen depreciated by 7.8% relative to the AUD during the quarter.
Turner	12.0%	Growth: Large Cap	The manager recorded significant outperformance of the MSCI US Index. A considerable overweight allocation to the well supported Information Technology sector added value, as did a below-benchmark exposure to the ailing Financials. Stock selection among Energy and Consumer Discretionary stocks also contributed positively.

GLOBAL OPPORTUNITIES

MANAGER	WEIGHT	STYLE	COMMENT
Arrowstreet	20.0%	Style Neutral: Quantitative	The manager benefited from positive stock selection in Europe ex UK, as well as a significant underweight allocation to the sold down Financials sector and successful stock positioning within it. However this value added was offset by negative company positioning relative to the benchmark in Japan and the UK. An underweight allocation to the US and an overweight exposure to Japan also detracted from unhedged returns as the AUD depreciated relative to the USD and appreciated relative to the Yen.
Axiom	10.0%	Growth	Axiom produced excellent returns during the March quarter. Strong stock selection across the board was the main contributor, but especially among Financial stocks in the US and Emerging Markets. Axiom was also helped by its considerable overweight allocation to Emerging Markets as a growth tailwind helped developing economies. Holdings in Brazilian commodities and Israeli pharmaceutical companies were particularly beneficial to performance.
Harris	15.0%	Value: Large Cap	Harris was one of the best performing managers during the quarter, due in part to a stellar March, when an overweight allocation to the Financials sector and strong stock selection within it helped returns. The manager also correctly picked stocks within the Technology sector, where the high quality and cash generative companies it bought on attractive valuations paid off. Harris has been a strong diversifier for the Fund, providing a low correlation of returns with other managers as was the case in March.
MFS	30.0%	Growth: Valuation Sensitive	MFS outperformed the benchmark largely owing to strong stock selection in Japan, US and the UK. In the US, positioning in the Financials sector added value, particularly the zero allocation to Wells Fargo and Bancorp. Some of this value was offset by overweight exposures to troubled European insurers, namely AXA in France and Swiss Reinsurance. Unhedged returns were also hurt by the overweight allocation to Switzerland, as the AUD appreciated by 7.5% relative to the Swiss Franc over the quarter.
T.Rowe Price International	25.0%	Growth: Momentum	The manager has been well positioned over the past few months through its part defensive, part early cyclical growth exposure. An overweight allocation to the relatively outperforming Emerging Markets also added value. Consequently T. Rowe Price ended the quarter as the best performer within the Fund, which was a distinct reversal from 2008 when the manager's underperformance served as a significant headwind for the Fund.

Manager Performance Commentary

INTERNATIONAL PROPERTY SECURITIES $A HEDGED

MANAGER	WEIGHT	STYLE	COMMENT
AEW	20.0%	Value: North America	AEW's outperformance was led by strong stock selection in the Specialty, Health Care and Mixed Industrial/Office sectors. Overweight allocations to Dupont Fabros Technology Inc. (232.4%) and Boardwalk REIT (3.5%), and an underweight exposure to Omega Health Care Investors Inc. (-10.2%) contributed positively to performance.
Invesco	35.0%	Style Neutral: Global	Favourable stock selection in Australia and the US contributed the most to outperformance for the quarter, followed by more modest gains in France and Hong Kong. Invesco avoided the worst performing A-REITs while stock selection in the Retail, Specialty and Residential sectors drove US performance. Positive contributors included underweight exposures to Goodman Group (-56.1%) and GPT Group (-49.9%).
Morgan Stanley	30.0%	Value: Europe/Asia Pacific	Morgan Stanley's country positioning benefited performance during the quarter, especially the overweight allocation to Hong Kong and underweight exposure to Australia. Overweight exposures to Sun Hung Kai Properties Ltd. (8.6%) and Guangzhou R&F Properties Co. Ltd. (5.3%) boosted performance, as did underweight allocations to Goodman Group (-56.1%) and GPT Group (-49.9%).
Perennial Value	15.0%	Total Return: Global	Perennial outperformed as a result of exceptional stock selection in the US, coming primarily from the Specialty and Retail sectors. Country positioning and stock selection in Continental Europe also contributed positively to performance.

AUSTRALIAN BONDS

MANAGER	WEIGHT	STYLE	COMMENT
Credit Suisse	34.5%	Core: Market Dynamics	Credit Suisse marginally underperformed the benchmark. Relative value trades added value, primarily through the outperformance of short maturity positions within the bank bill curve and the interest rate swap curve. This performance was offset by the negative impact of credit strategies. Specifically, the manager's overweight allocations to mortgage backed securities and bank credit were negatively impacted by the widening in credit spreads during the quarter. An underweight allocation to semi-government securities also detracted value.
PIMCO	40.0%	Core Plus: Credit Enhancement	PIMCO outperformed the benchmark. The manager's interest rate strategies were the key contributor to the outperformance. Short duration positioning in the US along with a focus on the outperforming short maturity bonds in the US, UK and Australia contributed positively as major bond markets continued to price in additional rate cuts. Part of the gains were offset by the negative impact of overweight exposures to financials, agency and non-agency mortgage backed securities as credit spreads widened.
UBS	25.5%	Core: Value	UBS performed broadly in line with the benchmark. Yield curve positioning contributed positively, primarily due to the fall in shorter term yields. The manager's overweight exposure to semi-government bonds also added value as the sector outperformed on the government's announcement that it will offer a guarantee on existing issues. An overweight allocation to senior bank debt detracted from performance as credit spreads widened.

INTERNATIONAL BONDS $A HEDGED

MANAGER	WEIGHT	STYLE	COMMENT
Colchester	15.0%	Macro: Value	In contrast to the December quarter, Colchester was the worst-performing manager over the quarter to March. Duration strategies detracted value, particularly the underweight duration position in the US. Currency was a positive contributor over the period, with an underweight allocation to the weakening Japanese Yen proving beneficial.
Drake Capital Management LLC	15.0%	Global Core Plus	Drake outperformed the benchmark primarily due to a strong contribution from the allocation to asset backed securities. The most notable gains were made from the manager's exposure to BBB-rated credit card backed holdings and the allocation to AAA-rated sub-prime mortgage backed securities.
Loomis Sayles	35.0%	Core: Value	Loomis was the best-performing manager for the first quarter of 2009 after most credit sectors made a strong comeback. Overweight allocations to high yield debt and the industrials sector were the main positives, while the manager's overweight exposure to the financials sector proved a negative.
PIMCO	35.0%	Sector Specialist	PIMCO outperformed the benchmark. Positive contributions came from its US yield curve strategy which benefited from the yield curve steepening, particularly at the longer maturity end. An overweight allocation to agency mortgage backed securities also added value, supported by the US government's significant commitment to buy such assets. Overweights to non-agency mortgage backed securities and to financial corporate debt detracted from performance.