

Ibbotson Australian Shares Active Trust

Risk Profile

High

Investment Horizon

5 years

Inception

7 July 2000

Trust Size \$Mil

649.2

Benchmark

S&P/ASX 300 Accumulation Index

Investment Summary

Investment Objective

Aims to maximise outperformance relative to the benchmark (S&P/ASX 300 Accumulation Index) over rolling five year periods, by investing predominantly in listed Australian shares.

Multi-Manager Trust

Ibbotson selects specialist and complementary active managers, with varying investment styles, that are expected to deliver superior investment returns in excess of their performance benchmarks.

Available to wholesale investors, and indirectly to retail investors via select retail platforms.

Diversified Australian Shares

The portfolio is invested predominantly across listed Australian shares.

Key Attributes

Manager diversification and active manager evaluation maximises the potential for enhanced long-term portfolio performance.

Access to boutique managers capable of generating significant performance potential (alpha).

Tax-effective strategies are used to increase the after-tax alpha to investors:

- ▶ Centralised Portfolio Management (CPM) techniques are included (where investment decisions for a number of the managers are aggregated at a centralised dealing desk) saving transaction costs and potential capital gains tax realisations; and
- ▶ A portion of the portfolio is allocated directly to tax-effective, value-orientated mandates.

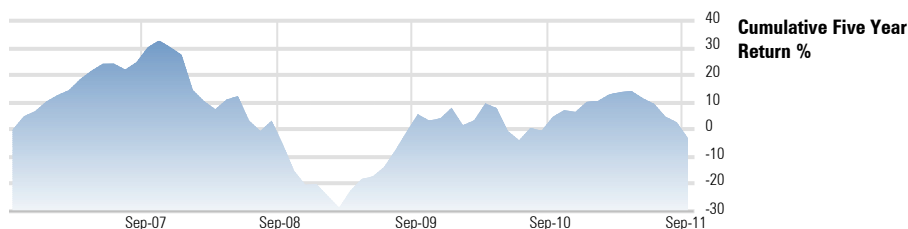
Operations

Unit Pricing	Daily
Distributions	Quarterly
Maximum Tracking Error	4% pa
Management Fee ³	Up to 0.87%
Buy/Sell Spread	0.20% / 0.20%

Quarterly Commentary

The Ibbotson Australian Shares Active Trust returned -11.4% for the September quarter, outperforming the benchmark return of -11.6% by +0.2%. At the manager level, outperformance by JCP Investment Partners (+2.1%), Dimensional (+0.5%) and HAT (+0.4%) all contributed to relative performance, while Northcape (-1.1%) detracted. At the sector level, an underweight to Materials was the key contributor. An overweight to Healthcare, combined with a positive stock selection contribution within this sector, was the next best contributor. Given the size of the market fall in Q3, the Trust's aggregate cash position also made a significant contribution. The largest detractor at the sector level was an underweight in Telecommunications Services.

Performance¹ 30-09-11



Total Return %	1 Month	3 Months	FYTD	1 Year	5 Years (pa)
Trust	-5.64	-11.42	-11.42	-7.46	-0.62
Benchmark	-6.28	-11.65	-11.65	-8.71	-0.71
Active Return	+0.63	+0.23	+0.23	+1.25	+0.09

Portfolio Analysis² 30-09-11

Market Capitalisation	% +/- Bmark %	Largest Over or Under-weight Sector	+/- Bmark %
50 Leaders	75.2 -5.0	Energy	+2.6
51-100 Leaders	9.9 -0.2	Financial-X-Property Trusts	+2.2
Ex-100 Leaders	12.7 +3.0	Telecommunications Services	-1.7
Cash	2.2 +2.2	Industrials	-1.4
		Utilities	-0.2

Manager Weightings



Manager	Style	%
Northcape	Core (growth bias)	24.5
JCP Investment Partners	Growth	23.2
Dimensional	Value	19.4
Ibbotson HAT	High alpha multi-manager	18.1
Omega	Value	14.4
Others	Other	0.3

Manager Styles

Core (growth bias): An approach that does not deliberately target either value or growth stocks, although it is expected that a growth bias would occur more often.

Growth: An approach that focuses on selecting stocks that are regarded as having strong earnings growth potential. The portfolios of growth managers will generally have a significant bias to growth stocks, but may also include some value stocks for risk management purposes.

Value: An approach that focuses on selecting stocks that are regarded as relatively cheap based on various price measures.

High Alpha Multi-Manager: An approach that focuses on selecting managers who run high conviction portfolios with the sole objective of generating significant outperformance.

Top/Bottom 5 Divergent Stock Positions +/- Bmark %

Suncorp	+2.4
Origin Energy	+2.3
ResMed	+1.6
QBE Insurance	+1.6
Rio Tinto	+1.4
Commonwealth Bank	-3.2
Telstra	-2.3
BHP Billiton	-2.2
Woolworths	-1.4
Westfield Group	-1.3

Notes

1. Performance measures are expressed after fees, costs and before taxes.
2. Allocations may not add up to 100% due to the rounding of individual components.
3. The Management fee is inclusive of GST (after taking into account Reduced Input Tax Credits) and can be negotiated for direct investors. The Trust also has exposure to underlying investment managers which charge performance fees and these are an additional cost to you and impact the return.