

PRIME VALUE IMPUTATION FUND

MONTHLY UPDATE APRIL 2013



Fund Performance

Table 1 shows the PVIF performance relative to the S&P/ASX 300 Accumulation Index for the period to 30 April 2013.

Table 2 shows the distribution by financial year.

Table 1: Annual Return (Class A Units)*	1 mth	3 mths	1 Yr	3 Yrs (pa)	5 Yrs (pa)	7 Yrs (pa)	10 Yrs (pa)	Since Dec 01 (pa)
Prime Value Imputation Fund	3.0%	7.4%	18.9%	6.9%	2.1%	3.1%	11.2%	13.5%
S&P/ASX300 Accumulation Index	4.3%	7.3%	22.7%	7.0%	2.9%	4.2%	10.2%	8.4%
Relative Performance To Benchmark	-1.3%	0.1%	-3.8%	-0.1%	-0.8%	-1.1%	1.0%	5.1%
Approximate Annual Return (after Performance Fees)#			18.9%	6.9%	2.1%	3.1%	11.0%	12.4%

Table 2: Distribution (Class A units)*	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13 (Mar Qtr)
Income Distribution	5.3%	5.2%	3.0%	4.2%	5.1%	3.0%
Grossed-up Distribution (for Imputation credits)	6.8%	7.6%	4.7%	6.4%	7.6%	4.8%

* Performance figures have been calculated in accordance with FSC Standard No 6.0, Product Performance – "Calculation of Returns" and FSC Standard No 10 – "Presentation of Past Performance Information". The returns are calculated after management fees but before performance fees which are charged against individual accounts. The returns exclude the benefits of imputation credits. No allowance has been made for taxation. Performance assumes the reinvestment of income distributions. Past performance is not necessarily an indicator of future performance.

Post-performance fee returns are an APPROXIMATION only, as performance fees are charged each year on June 30 (or on withdrawal), based on the performance of each investment. Performance fees are only payable where the return of the Fund exceeds the performance of the benchmark and the net return is positive.

Manager's Commentary

The Australian equity market rebounded during April, with the benchmark S&P/ASX 300 Accumulation index rising by 4.3% during the month. There were a number of positive influences, including an aggressive asset purchase program in Japan accompanied by an increased inflation target, a strong US reporting season, as well as an end to uncertainty in Italy as the outgoing President was re-elected. On the negative side, markets were shaken by weaker data in China, with both GDP and PMI numbers disappointing. US economic data was also consistently weaker than expected, with GDP, employment, PMI and consumer sentiment all below expectations. Housing however was a bright spark.

With global growth concerns again on the radar, commodity prices were weaker, particularly gold on news Cyprus had sold reserves as part of its bailout deal, sparking fears other Eurozone strugglers would follow suit. The Australian dollar was weaker and the Yen continued its decline.

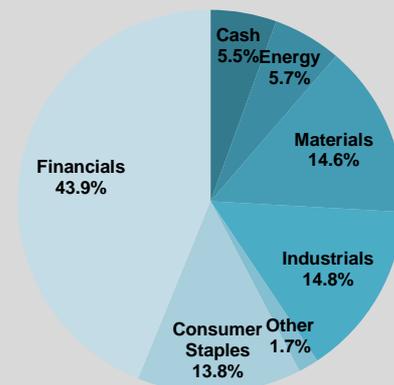
Domestically, economic data was mixed and the RBA kept rates on hold. While the market was dragged down by resource stocks, the global search for yield supported high dividend paying companies. On that theme, Woodside Petroleum announced a special dividend following the postponement of its Browse project along with a higher target payout ratio going forward. Unsurprisingly, high yielding sectors (Telcos & Financials) outperformed while Resources & Energy sectors were again the worst performers.

The Fund rose 3.0% during April. The sectoral tilt within the portfolio detracted from performance as overweight in Industrials (mainly mining services companies) and underweight in Telecoms. This was partially offset by an underweight position in Materials and an overweight position in Consumer Staples. The small cash position also detracted from performance in strong conditions.

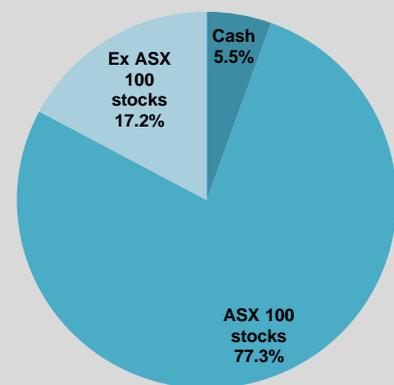
At a stock level, the companies which contributed positively to performance were the banks which benefited from the global search for yield, namely Westpac Bank (up 9.9%), National Australia Bank (up 10.3%) and ANZ Bank (up 11.6% after announcing good earnings and increases in dividends). The companies which detracted from performance were the mining services companies within the Funds, including Monadelphous (down 7.8%) and Orica (down 6.5%), as well as Newcrest Mining (down 16.2%) on weaker gold prices.

In absolute terms the share market is at historical average PEs with a subdued growth outlook; however support has been provided by an attractive relative valuation. Global share markets have been supported by accommodative monetary policies adopted by major central banks. The US stock market has almost doubled during the last four years, despite the economy growing by only an average of 1.5%pa. The global search for yield will benefit the Fund with its focus on companies paying high, sustainable and tax-effective dividends.

Holdings by Sectors



Holdings by Market Cap



Top Five Holdings

Monadelphous	Industrials
National Australia Bank	Financials
Orica	Materials
Wesfarmers	Consumer Staples
Westpac	Financials

The portfolio is generally comprised of 20 - 40 stocks.

Key Fund Details

Investment Objectives

The Imputation Fund aims to provide tax-effective income, combined with competitive capital growth over the medium to long-term, by managing a portfolio of assets comprised mainly of Australian equities listed on any recognised Australian stock exchange.

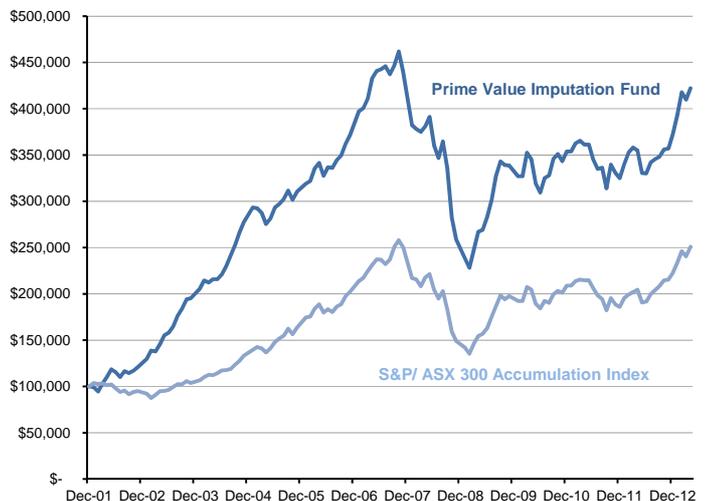
Due to the tax benefits under the current dividend imputation regime, the PVIF will typically have a core position of Australian equities with an attractive level of franked dividends.

Investor Profile

The PVIF is appropriate for an investor seeking regular tax effective income that includes imputation credits, combined with competitive capital growth over the medium to long term. Investors should be prepared to accept some fluctuations in short-term returns. This type of investment is appropriate as a significant part of a properly diversified investment portfolio for individuals, companies, trusts and superannuation funds.

Historical Performance (Class A Units)

Value of \$100,000 Invested Since Inception (20 Dec 2001 – 30 Apr 2013)



This graph shows how a notional \$100,000 invested at the Fund's Inception (20 December 2001) has increased to \$422,200 (net of fees excluding performance fees) as at 30 April 2013. After performance fees, the amount would be approximately \$387,100. This compares very favourably with the return of the market, where a \$100,000 investment would have increased to \$250,900 over the same period. The returns exclude the benefits of imputation credits.

Launch Date: 20 December 2001 ¹ Size of Fund: \$45.8m	Direct Investment (Class A)		Indirect Investment via IDPS or IDPS-Like Schemes (Class B)	
APIR Code	PVA0002AU (PVIF)		PVA0022AU (PVIF)	
Indirect Cost Ratio (ICR)	1.435% p.a. ¹		1.23% p.a. ^{1,2}	
Performance Fee	20.5% p.a. ¹ of performance (net of management fees and administration costs) above the agreed benchmark, subject to positive performance		20.5% p.a. ¹ of performance (net of management fees and administration costs) above the agreed benchmark, subject to positive performance	
Benchmark	S&P / ASX 300 Accumulation Index		S&P / ASX 300 Accumulation Index	
Minimum Initial Investment	\$20,000		N/A	
Minimum Additional Investment	\$2,000		N/A	
Contribution Fee	Nil ³		N/A	
Withdrawal Fee	Nil		N/A	
Income Distributions	Quarterly		Quarterly	
Research Rating	Lonsec Morningstar	Investment Grade ★★ ★	Lonsec Morningstar	Investment Grade ★★ ★ ★
Unit Prices @ 30 April 2013	Issue Price:	\$2.3496	Issue Price:	\$2.3475
	Withdrawal Price:	\$2.3318	Withdrawal Price:	\$2.3297

¹ Unless otherwise stated, all fees quoted are inclusive of GST and the relevant RITC.

² Fees for indirect investments do not include the fees charged by the IDPS operator. The fund is available in the following platforms: Asgard, Ausmaq, Beacon, BT Wrap, First Wrap, IOOF Global One, Macquarie Wrap, netwealth, Portfolio Advantage, Premium Choice, Symetry, Wealthtrac.

³ Up to 3% may be charged where a Direct Investor is introduced by an adviser to the Fund, as mutually agreed between the investor & adviser.

Prime Value Asset Management Ltd

Level 9, 34 Queen St,
Melbourne VIC 3000

Tel: +61 3 9098 8088

Fax: +61 3 9098 8099

Website: www.primevalue.com.au

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