

PRIME VALUE IMPUTATION FUND

MONTHLY UPDATE MARCH 2013



PrimeValue[®]
Building Wealth Together

Fund Performance

Table 1 shows the PVIF performance relative to the S&P/ASX 300 Accumulation Index for the period to 31 March 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	-1.9%	9.9%	14.5%	5.5%	1.8%	2.9%	11.5%	13.3%
S&P/ASX300 Accumulation Index	-2.3%	8.0%	19.2%	5.0%	2.9%	3.9%	10.2%	8.1%
Relative Performance To Benchmark	0.4%	1.9%	-4.7%	0.5%	-1.1%	-1.0%	1.3%	5.2%
Approximate Annual Return (after Performance Fees)#			14.5%	5.4%	1.8%	2.9%	11.2%	12.2%

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 ended its rise during March, with the benchmark S&P/ASX 300 Accumulation index falling 2.3% during March. Global influences were mixed. The US market hit a record high on surprisingly strong economic data and the Japanese equity market rallied on a weaker Yen and talk of further stimulatory measures. However the Eurozone credit crisis re-emerged with Cyprus seeking a bailout package. The initial package, involving a levy on bank deposits, was amended to involve levies on deposits above €100,000, the closure of the second largest bank and capital controls to prevent a run on deposits. Also weighing on markets was Chinese authorities' efforts to cool down property markets, involving a hefty level on secondary market sales, restrictions on multiple home ownership and increased down-payments.

Commodity prices were generally weaker as a result, particularly iron ore and base metals. Gold was stronger due to the Eurozone turmoil and the Australian dollar rose to US\$ 1.0419.

There were very few domestic influences. Economic data was generally stronger, with employment data the clear standout. Consumer confidence and retail sales were also strong. The RBA left rates unchanged.

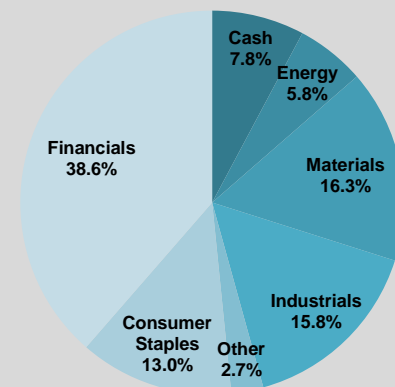
The Consumer Discretionary sector was the best performer as David Jones and Myer reported better-than-expected results. The defensive Utilities, Financials (ex REITs) and Healthcare also held up. Materials and Energy were the worst performing sectors.

The Fund fell 1.9% during March, outperforming the market. The sectoral tilt was neutral. The Fund was underweight in the Materials sector, which contributed positively; however this was more than offset by the underweight position in Financials and Healthcare, which outperformed. The small cash position also provided some protection during weak market conditions.

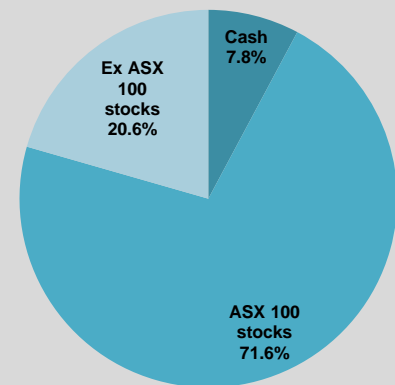
Stock selection also contributed positively to performance. The key positive contributors included Programmed Maintenance (up 8.9%), Bluescope Steel (up 10.1% after last month's good earnings and the completion of a Coated Products JV) and National Australia Bank (up 2.1%). The companies which detracted from performance were Orica ((down 10.5% following a poorly received trading update), Monadelphous (down 8.8%) and BHP Billiton (down 11.6%).

Despite the March falls, the Australian equity market has risen 8.0% this quarter and 25.4% financial-year-to-date. A period of consolidation was expected and may continue for the short term. 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 1.49% p.a. 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.

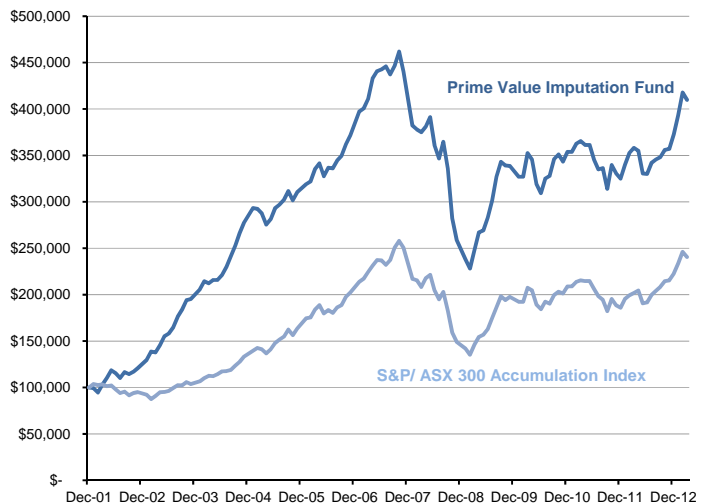
Due to the tax benefits under the current dividend imputation regime, the PVIF will typically have a core position of Australian equities with an attractive level of franked dividends.

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 – 31 Mar 2013)



This graph shows how a notional \$100,000 invested at the Fund's Inception (20 December 2001) has increased to \$409,800 (net of fees excluding performance fees) as at 31 March 2013. After performance fees, the amount would be approximately \$375,100. This compares very favourably with the return of the market, where a \$100,000 investment would have increased to \$240,500 over the same period. The returns exclude the benefits of imputation credits.

Launch Date: 20 December 2001 ¹	Direct Investment (Class A)		Indirect Investment via IDPS or IDPS-Like Schemes (Class B)	
Size of Fund: \$44.9m	PVA0002AU (PVIF)		PVA0022AU (PVIF)	
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 @ 31 March 2013	Issue Price:	\$2.2957	Issue Price:	\$2.2942
	Withdrawal Price:	\$2.2783	Withdrawal Price:	\$2.2768
	Distribution:	\$0.0150	Distribution:	\$0.0159

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.

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