

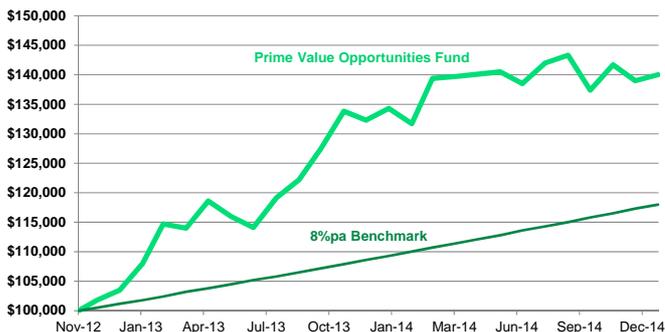
QUARTERLY UPDATE DECEMBER 2014



Fund Performance

Annual Return (Class A Units)*	3 mths	6 mths	1 Yr (pa)	2 Yr (pa)	Since 5 Nov 12 (pa)
Prime Value Opportunities Fund	1.9%	1.1%	4.2%	16.3%	16.9%
Benchmark (8% pa)	1.9%	3.9%	8.0%	8.0%	8.0%
Relative Performance To Benchmark	0.0%	-2.9%	-3.7%	8.3%	8.9%
Approximate Return (after Performance Fees)#	1.9%	1.1%	4.2%	15.0%	15.6%

Value of \$100,000 invested since inception (5 Nov 2012 – 31 Dec 2014)



This graph shows how \$100,000 invested at the Fund's Inception has increased to \$140,000 (net of fees excluding performance fees). This compares very favourably with the return of the benchmark, where a \$100,000 investment would have increased to \$118,000 over the same period. The returns exclude the benefits of imputation credits.

Manager's Commentary

The Australian market recovered from a weak September quarter to post a strong performance in the final quarter of 2014.

The Prime Value Opportunities Fund posted a return of 1.9% for the December quarter and 4.2% for 2014. In many ways it was a reasonable outcome. The Australian market performance in 2014 was driven by a narrow universe of stocks of defensive large cap companies and REITs, a factor that was seen in many markets. Share market returns were also generally more modest following two years of double digit returns.

A number of macro developments made negotiating markets quite challenging particularly due to short term dislocations that emerged—affecting share prices both negative and positively. We continue to observe, assess and where necessary take action on a number of these significant macro events: Oil declined 19% in December, the Australian dollar declined 7% against the US Dollar in the final two months of 2014 and the US Federal Reserve effectively concluded its Quantitative easing program while announcing that interest rates would remain low. As we have mentioned in previous updates, undertaking macro observations is part of our investment process. These observations assists us in understanding the overall environment often as a tool to identify both ideas and risks for the portfolio. Ultimately our investment decisions are largely driven by the attributes of the companies we are investing in, which include solid fundamentals and management.

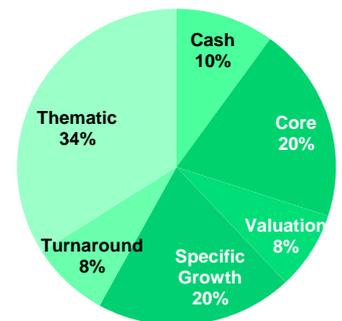
We sum the past six months as a period where investor anxiety has been high. The decline in

the oil price was particularly disconcerting for investors due to the speed and magnitude of decline. However, there was further evidence that global growth is improving, particularly in the US. Monetary policy appears supportive globally, Finally the potential for lower oil prices to boost the cash flows of oil consumers is likely to have a positive impact later this year,

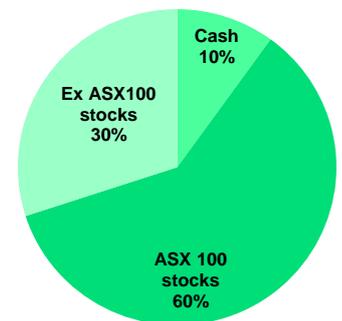
Investments that were favourable for the Fund during the quarter included Amcor (up 19.8%), Corporate Travel Management (up 34.6%) and Ramsay Healthcare (up 14.0%). Corporate Travel made two significant acquisitions in the UK and US for A\$83.4m. The thrust of the acquisitions were to gain scale in the US and diversification in the UK. More importantly, the acquisitions offers the potential for deeper penetration of Corporate Travel's client base. Investments that were unfavourable for the Fund during the quarter included Flight Center (down 23.7%), Monadelphous (down 26.4%) and Oil Search (down 11.5%).

The Australian economy continues to make its slow transition. Resources and mining will still make up a considerable component of the economy. Looking forward, new drivers will emerge that would highlight Australia's strength in services, education, agriculture and potentially tourism. Some of these drivers are a function of demographic changes. The Australian population is ageing. In contrast, the Asian demographic is largely the opposite—it's young, growing and getting wealthier. These trends will have a positive impact on a number of areas we have highlighted above. We expect to uncover new investment opportunities in these sectors.

Holdings by Categories



Holdings by Market Cap



Top Five Holdings

Amcor	Materials
ANZ	Financials
BHP Billiton	Materials
iiNet	Telcos
Westpac	Financials

The portfolio is generally comprised of 10 - 30 stocks.

* 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 half yearly on 30 June and 31 December (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 is subject to a high water mark.

Investment Objectives

The Opportunities Fund is a highly concentrated portfolio of securities invested across the broad market (i.e. large, mid, small or micro cap stocks). There are no index weightings or sector limit constraints and the Fund can invest in global equities (up to 20%). The Fund may at times invest largely in cash and fixed interest (up to 100%) based on the attractiveness of investment opportunities and market conditions.

Investor Profile

The Opportunities Fund is appropriate for an investor seeking to achieve superior absolute total returns by providing medium to long term capital growth without the constraints of a share market benchmark. This may include individuals, companies, trusts and superannuation funds.

Launch Date: 5 November 2012	Direct Investment (Class A)		Indirect Investment via IDPS or IDPS-Like Schemes (Class B)	
APIR Code	PVA0005AU		PVA0006AU	
Income Distributions	Half-yearly		Half-yearly	
Benchmark	8% pa		8% pa	
Minimum Initial Investment	\$20,000		N/A	
Minimum Additional Investment	\$2,000		N/A	
Indirect Cost Ratio (ICR)	0.95% pa ¹		0.95% pa ^{1,2}	
Performance Fee	15% ¹ of performance (net of management fees) above 8% pa, subject to a high water mark		15% ¹ of performance (net of management fees) above 8% pa, subject to a high water mark	
Contribution Fee	Nil ³		N/A	
Withdrawal Fee	Nil		N/A	
Research Rating	Lonsec Zenith	Investment Grade Approved	Lonsec Zenith	Investment Grade Approved
Unit Prices @ 31 Dec 2014	Issue Price:	\$1.3683	Issue Price:	\$1.3450
	Withdrawal Price:	\$1.3579	Withdrawal Price:	\$1.3348
	Distribution:	\$0.0156	Distribution:	\$0.0161

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.

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.

The information contained in this Fact Sheet is general in nature and has no regard to the specific investment objectives, financial or particular needs of any specific recipient. It is not intended to constitute investment advice or a personal securities recommendation. This document is not a Product Disclosure Statement (PDS) or an offer of units, and contains a brief overview of the investment only. Any prospective investor wishing to make an investment in the Prime Value Growth Fund must obtain and read the PDS dated 28 March 2013 (particularly the risk factors discussed) and complete an application form. Neither Prime Value Asset Management Limited nor its associates or directors, nor any other person, guarantees the success of the Prime Value Growth Fund, the repayment of capital or any particular rate of capital or income return, or makes any representation in relation to the personal taxation consequences of any investor's investment.

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