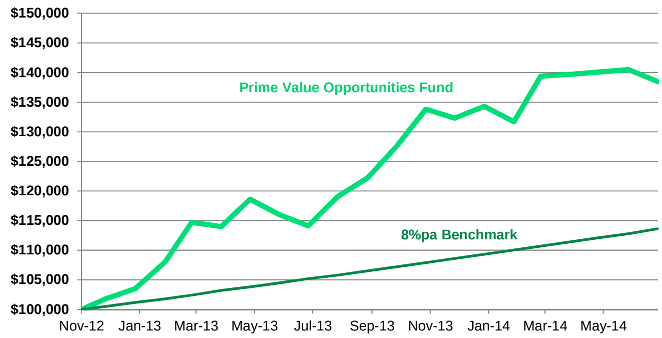
QUARTERLY UPDATE
JUNE 2014

Prime Value Opportunities Fund

Fund Performance

Annual Return (Class A Units)*	3 mths	6 mths	1 Yr (pa)	Since 5 Nov 12 (pa)
Prime Value Opportunities Fund	**-0.8%**	**3.1%**	**21.4%**	**21.8%**
Benchmark (8% pa)	1.9%	3.9%	8.0%	8.0%
Relative Performance To Benchmark	-2.7%	-0.8%	13.4%	13.8%
Approximate Return (after Performance Fees)#	-0.8%	3.1%	19.4%	19.7%

Value of $100,000 invested since inception (5 Nov 2012 – 30 Jun 2014)



This graph shows how $100,000 invested at the Fund's Inception has increased to $138,500 (net of fees excluding performance fees). This compares very favourably with the return of the market, where a $100,000 investment would have increased to $113,600 over the same period. The returns exclude the benefits of imputation credits.

Manager's Commentary

The Fund fell 0.8% during the quarter to round out FY14 with a return of 21.4% which was achieved on low turnover and volatility. This compares favourably with the S&P/ASX300 Accumulation Index's return of 17.3% for FY14. It was a year that was delineated by a very strong first half followed by a modest increase of approximately 3% in the second half.

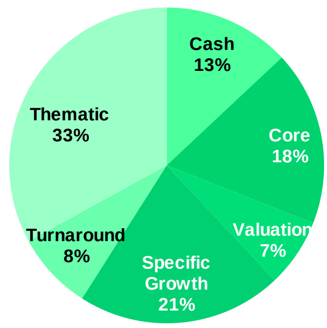
Through the quarter, we held a larger proportion of the portfolio in cash (currently 13%), reduced the weighting of several of our active positions and increased the number of stocks held in the portfolio. Domestic cyclical stocks were buffeted by concerns of the austere Federal Budget on the Australian consumer. Stocks across both consumer discretionary and staples and building material related sectors faced a difficult quarter, which included an element of profit taking across stocks that had performed well in the past year. Such an environment had a short term impact on some of our investments.

The team's efforts with IPOs during the financial year were fruitful, with the addition of three new meaningful positions to the portfolio. We note that the number of IPOs that came on to the market in FY14 was exceptionally high. The types of businesses that were looking to list or relist under a different guise were varied, which was pleasing. However, the prices that vendors wanted were not always to our liking. As the Fund is highly concentrated, we don't have a lot of shelf space to accommodate a high number of stocks. This leads us to be very selective when making our investment choices and focus on minimising mistakes.

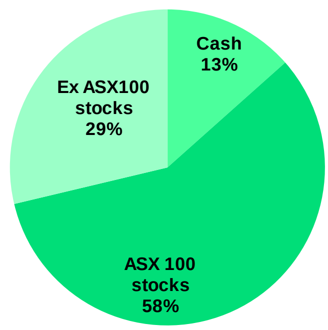
Through the year we were particularly pleased with our investments in the IPOs of Virtus Health, Vocation and New Zealand's Z Energy. We view demand for Virtus's Assisted Reproductive Services emanating from Australian demographic changes. Australia's demographic is growing older as a result of increasing life expectancy and sustained low fertility. Aspirations to have children drive Virtus's top line growth. Z Energy operates in a reasonably robust industry structure in the fuel retailing market and is one of four fuel retailers in New Zealand. Management's efforts to improve the efficiency of its operations and diversify its retail offering appear to be creating value for shareholders. Vocation is an early mover in the Australian education sector, particularly in vocational training. There are significant educational changes occurring in the different states where we think Vocation is positioned to take advantage of. We acknowledge the risks surrounding the funding of Australian education, which is why we are pleased that management is clearly on a path to mitigating some of these risks through diversification by geography and clients. As a final point on investing in IPO's, we limit our investments in IPOs to smaller, although meaningful contributions in the portfolio. This is by design to mitigate our risk profile. Our conviction may rise as we make longer term observations of companies that are new to us.

We trust this quarterly update provides some insight into the portfolio, in particular some of the idiosyncratic bottom up nature of the drivers of performance within the portfolio.

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 @ 30 Jun 2014	Issue Price: Withdrawal Price: Distribution:	$1.3611 $1.3507 $0.0070	Issue Price: Withdrawal Price: Distribution:	$1.3362 $1.3260 $0.0050

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.

For more information

PrimeValue®
Building Wealth Together

Call: 03 9098 8088 **Email:** info@primevalue.com.au **Visit:** www.primevalue.com.au