

Prime Value Cash Plus Fund

Fund Update - November 2015



- Credit spreads generally rising through November in difficult market conditions. with strong debt issuance and reduced risk appetite as year-end approaches
- Fund's primary strategy is to protect investor capital in the face of market conditions that have been difficult for longer than expected

	Gross Return*	Net Return*	RBA Cash Rate
Since inception (pa)	3.05%	2.44%	2.26%
1 Year (pa)	2.82%	2.21%	2.15%
6 Months	0.32%	0.02%	1.00%
3 Months	-0.03%	-0.18%	0.49%
1 Month	-0.17%	-0.22%	0.16%

* Performance figures have been calculated in accordance with the Financial Services Council (FSC). No allowance has been made for taxation. Performance assumes the reinvestment of income distributions. Past performance is not necessarily an indicator of future performance. **The returns exclude the benefits of imputation credits.** Net returns are calculated after management fees. Gross returns are calculated before management fees.

Top five holdings	Sector	Category
ME Bank	Banks	Unlisted Wholesale Bonds
AMP Limited	Other Fin Inst.	Unlisted Wholesale Bonds
Bendigo Bank	Banks	Unlisted Wholesale Bonds
Bank of Queensland	Banks	Unlisted Wholesale Bonds
AXA	Other Fin Inst.	Unlisted Wholesale Bonds

Feature	Fund facts
APIR Code	PVA0088AU
Portfolio Manager	Matthew Lemke
Investment objective	To provide regular income with low risk exposure. The Fund targets a return to investors in excess of the Reserve Bank of Australia's (RBA) cash rate with minimal risk of capital loss in the medium term.
Benchmark	RBA Cash Rate
Inception Date	3 June 2014
Interest Rate Reset Duration	Approx. 3 months
Distribution	Quarterly
Recommended investment period	1 + year
Minimum Investment	\$50,000
Indirect Cost Ratio (ICR)	0.60% p.a ¹ .
Issue price	\$0.9947
Withdrawal price	\$0.9927
Distribution (30/09/2015)	\$0.0075

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

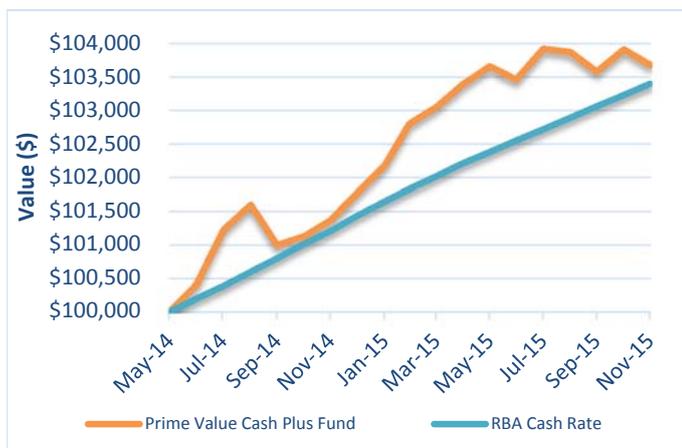


Fund review & strategy

Markets were again difficult in the month of November, with global equity markets moving sideways, and credit spreads overall moving higher as the market increased its risk-aversion particularly following the strong payrolls number in the US which kept the market 'on its toes' that the Federal Reserve could deliver its first rate hike for many years at its December 15-16 meeting and not wait until the New Year.

Evidence that the China economy may be slowing, lower prices of Australia's key export commodities such as iron ore, coal and energy, and \$1 billion of subordinated debt/hybrid issuance being announced in Australia kept pressure on local credit spreads.

We continue to remain extremely vigilant to markets generally, official pronouncements from key central banks such as the US Federal Reserve, the European Central Bank, the Peoples Bank of China, and the Reserve Bank of Australia, statistics/data concerning China's ongoing economic performance, and local debt market liquidity especially as we approach year-end. Strategically, we continue to build the level of franking credits in the Fund as well as to ensure the credit profile of the Fund is appropriate. We remain committed in our management of the Fund to ensure investor capital is at all times protected in keeping with the Fund's objectives.



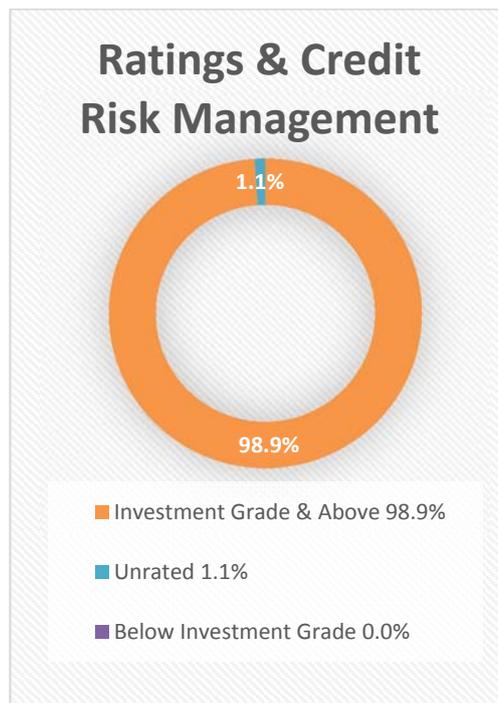
This graph shows how \$100,000 invested at the Fund's Inception has increased to \$103,680 (net of fees). This compares favourably with the return of the RBA cash rate, where a \$100,000 investment would have increased to \$103,400 over the same period.

Contact details:

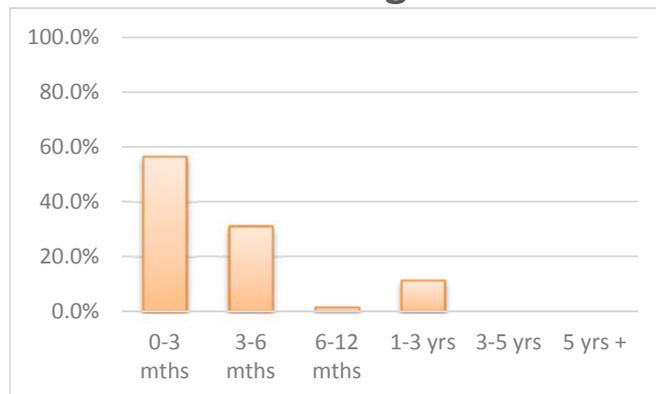
Phone: 03 9098 8088
 Fax: 03 9098 8099
 Email: info@primevalue.com.au
 Web: www.primevalue.com.au

Mail:

Prime Value Asset Management Ltd
 Level 9, 34 Queen Street
 Melbourne VIC 3000



Interest Rate Reset Management



The Fund's portfolio modified duration is approximately 0.3 years. The majority of interest rates are reset every quarter. Securities with interest rates reset every quarter are not exposed to the risk of interest rate increases, unlike fixed rate investments.

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 Cash Plus Fund must obtain and read the Information Memorandum dated 2 June 2014 (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 Cash Plus 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.