

Tyndall World Equities Fund

Fund Objective

The objective of the Fund is to outperform the MSCI World ex-Australia Index (with net dividends re-invested) expressed in AUD (unhedged) by at least 3% per annum over rolling three year periods.

Fund Details - 31 December 2011

| | |
|-----------------------------------|----------------------------------|
| Responsible Entity | Tyndall Asset Management Limited |
| APIR Code | SUN0031AU |
| Fund Size | \$755.72 million |
| Unit price | \$0.8124 |
| Minimum Initial Investment | \$500,000 |
| Inception Date | 30 November 1995 |

The fund size represents the gross market value.

The unit price is ex price, ie month end soft close unit price, net of distribution. Entry and exit fees do not apply.

Strategy

The investment strategy for the Fund is under-pinned by a philosophy of bottom-up stock picking. In order to achieve the high performance outcomes in a risk controlled manner, the strategy is to outsource the stock picking to a range of exceptional international investment managers. Although these managers follow their own particular investment strategies, they are blended in such a way as to target superior active and risk-adjusted returns. Tyndall retains management of the overall portfolio and also manages a derivatives overlay to ensure a balance of return and risk

Market Commentary

Global equities had a very average December. US and UK stocks had a reasonable month, but European markets struggled. The MSCI World ex-Australia (AUD) index added 0.21% during the month, while poor performance by Russian and Indian stocks played a big role in the MSCI Emerging Markets (AUD) index falling 1.0%. Materials was the weakest sector after most commodity prices dropped during December, while the Healthcare sector made the biggest advance.

Fund Performance

The Fund lagged the benchmark during December, largely due to an underweight exposure to the USA, which was one of the best performing countries during the month. Emerging Markets also detracted from performance, but the Fund's overweight positions in Google, Coca Cola and Apple added value. Among the top 10 holdings, Oracle suffered a big decline after it missed its quarterly earnings estimate.

Fund Performance to 31 December 2011

| | Fund (%) | Index (%) | Excess Return (%) |
|-----------------------------|----------|-----------|-------------------|
| 1 month | 0.05 | 0.21 | - 0.16 |
| 3 months | 2.06 | 2.00 | 0.06 |
| 6 months | - 4.22 | - 6.15 | 1.93 |
| 1 year | - 3.15 | - 5.34 | 2.19 |
| 3 years p.a. | 0.35 | 2.58 | 2.93 |
| 5 years p.a. | - 5.77 | - 7.53 | 1.76 |
| 10 years p.a. | - 2.48 | - 3.43 | 0.95 |
| Since inception p.a. | 3.41 | 2.52 | 0.89 |

Fund and index returns are gross unit price returns and represent the total return.

Index = MSCI World ex-Australia Index (with net dividends re-invested) expressed in AUD (unhedged). Prior to 1 October 2005, the index was the MSCI World Index (net dividends reinvested) expressed in AUD (unhedged).

Outlook

We expect 2012 to begin where 2011 finished, with European sovereign debt issues continuing to dominate financial markets. European countries face a string of elections and the "Club Med" countries in Southern Europe facing the prospects of even tougher austerity measures with yet more public protests. Slower growth and recession fears in Europe have led to lower growth expectations in Emerging Markets, but we see they are now largely priced into valuations after relative underperformance last year. We maintain our current 11% allocation to Emerging Markets but with an improving outlook relative to Developed Markets, Europe in particular. The US is in relatively better shape, though the Obama administration faces continued pressure to address the critical debt burden and budget deficit in a Presidential election year. The "green shoots" famously referred to by Federal Reserve Chairman Ben Bernanke almost 3 years ago to express signs of economic recovery, may finally appear to show signs of life; unemployment continues to decline and consumer confidence is improving. QE3 (quantitative easing round 3) is still a possibility this year. Middle East tensions, rebuilding efforts in Libya and Iran oil embargoes could add further upward pressure on oil prices. Overall, we remain extremely cautious and maintain a defensive positioning in the portfolio but with a potential for a reweighting in favour of Emerging Markets.

Top 10 Physical Holdings

| Company | Fund % | Country |
|-----------------------------|--------|---------------|
| Google Inc | 1.80 | United States |
| Coca Cola Co. | 1.26 | United States |
| Microsoft | 1.15 | United States |
| Apple Inc | 1.05 | United States |
| China Mobile | 1.00 | Hong Kong |
| Nestle SA-Reg | 0.97 | Switzerland |
| Oracle Corp | 0.92 | United States |
| Novo Nordisk A/S-B | 0.90 | Denmark |
| Wal-Mart Stores Inc | 0.89 | United States |
| Philip Morris International | 0.81 | United States |

Institutional Business Team contacts:

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Tyndall World Equities Fund

Underlying Managers

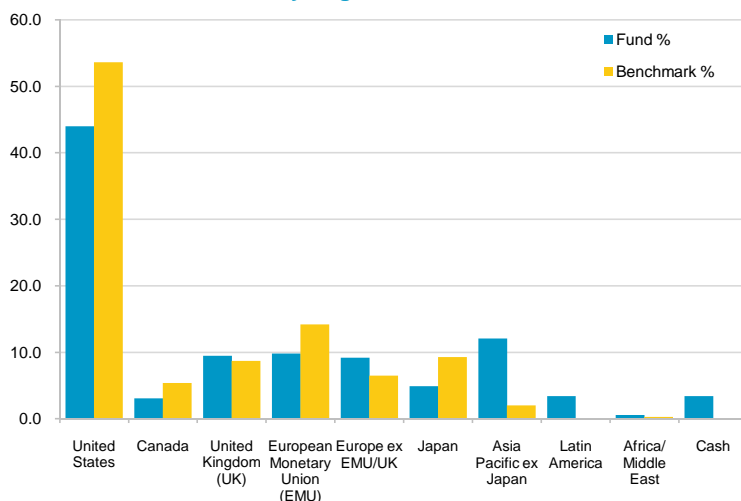
| Investment Manager | Attribute | Location | Strategic Allocation | Fund (%) |
|----------------------------|-------------------------|-------------------|----------------------|--------------|
| Walter Scott & Partners | Global Growth Manager | Edinburgh, UK | 10-30 | 22.0 |
| Principal Global Investors | Global Growth Manager | Des Moines, USA | 10-30 | 22.3 |
| Epoch | Global Value Manager | New York, USA | 10-30 | 23.5 |
| Davis Advisors | Global Value Manager | New York, USA | 10-30 | 14.2 |
| Schroders | Global Emerging Markets | London, UK | 0-20 | 8.8 |
| Tyndall | Derivatives | Sydney, Australia | 0-10 | 7.8 |
| Tyndall | Cash | Sydney, Australia | 0-10 | 1.4 |
| Total Allocation | | | | 100.0 |

As a percentage of the total Tyndall World Equities Fund, 11.46% of the fund was invested in emerging markets as at 31 December 2011.

Country/ Regional Allocation

| Country/Region | Fund % | Benchmark % |
|-------------------------------|--------------|--------------|
| United States | 44.0 | 53.6 |
| Canada | 3.1 | 5.4 |
| United Kingdom (UK) | 9.5 | 8.7 |
| European Monetary Union (EMU) | 9.8 | 14.2 |
| Europe ex EMU/UK | 9.2 | 6.5 |
| Japan | 4.9 | 9.3 |
| Asia Pacific ex Japan | 12.1 | 2.0 |
| Latin America | 3.4 | 0.0 |
| Africa/ Middle East | 0.6 | 0.3 |
| Cash | 3.4 | 0.0 |
| Total Allocation | 100.0 | 100.0 |

Country/Regional Allocation



Sector Allocation

| Sector | Fund % | Benchmark % |
|----------------------------|--------------|--------------|
| Energy | 8.7 | 11.6 |
| Materials | 5.5 | 6.8 |
| Industrials | 12.4 | 11.2 |
| Consumer Discretionary | 13.0 | 11.2 |
| Consumer Staples | 14.9 | 11.1 |
| Health Care | 8.6 | 10.5 |
| Financials | 9.2 | 16.5 |
| Information Technology | 14.0 | 12.6 |
| Telecommunication Services | 5.7 | 4.4 |
| Utilities | 4.6 | 4.1 |
| Cash | 3.4 | 0.0 |
| Total Allocation | 100.0 | 100.0 |

Sector Allocation

