

FSP Super Fund
Trustee Annual Report
2006/2007

FSP Super Fund – Trustee Annual Report

Dated: 1 October 2007

FSP Super Fund

Registration Number R1056860

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This Trustee Annual Report is issued by the Trustee of the FSP Super Fund:

FSP Super Pty Limited

RSE L0003001

ABN 25 091 778 639

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FSP Customer Care:

Free Call 1800 333 664

Locked Bag 3460

GPO MELBOURNE Vic 3001

Auditor of the Fund:

Ernst & Young

8 Exhibition St

Melbourne Vic 3000

Auditor of the Trustee:

Ernst & Young

680 George St

Sydney NSW 2000

Introduction

Dear Member,

We are pleased to provide you with the Trustee Annual Report for the financial year ended 30 June 2007 for the FSP Super Fund (the Fund). This report should be read in conjunction with your Member Benefit Statement.

The last financial year was again a year of progress for the FSP Super Fund.

In many ways it was dominated by the impending extensive changes to superannuation that commenced on 1 July 2007.

This report summarises the key aspects of the changes. It also contains investment information including the investment strategies available within the Fund and the performance of the underlying managed funds available within the strategies.

We draw your attention particularly to the section on the benefits of diversification, a fundamental aspect to successful investing.

We trust that you will find this report informative and we thank you for choosing the FSP Super Fund for your retirement savings.

If you have any queries about this Trustee Annual Report, please contact your Adviser.

Yours sincerely,

A handwritten signature in blue ink, appearing to be 'RS', written in a cursive style.

Robert Swil
FSP Super Pty Limited
Trustee of FSP Super Fund

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Important Information

You should read this Trustee Annual Report in conjunction with your Member Benefit Statement. These documents form your Periodic Statement.

The Trustee of the FSP Super Fund, FSP Super Pty Limited has made every attempt to ensure the accuracy of the information included in this Trustee Annual Report as at 30 June 2007, however some of the underlying information can change.

In addition, the Trustee has in some cases relied on information provided by third parties. The Trustee does not accept responsibility as to the accuracy and completeness of this information from another source.

The Trustee Annual Report contains information that is of a general nature only. This Report has not been prepared to take into account the particular investment objectives, financial situation and particular needs of any person. Before acting on any information contained in the Trustee Annual Report, you should assess whether the information is appropriate for you having regard to your objectives, financial situations and needs and talk to your adviser before making any investment decision. The Trustee and its related bodies corporate are not providing personal financial product advice to you.

The Trustee does not provide financial product advice about the investments that may be acquired through the Fund.

Where under the Fund the Trustee (including FSP Group Pty Limited or any other member of the FSP Group family of companies) is dealing in any financial product or arranging for any dealings in any financial product, it does so solely in its capacity as the Trustee of the Fund.

An investment in the Fund does not represent a deposit with or a liability of the Trustee, or FSP Group Pty Limited or any other member of the FSP Group family of companies, or Avanteos Investments Limited (the "Administrator"), and is subject to investment risk including possible delays in repayment and loss of income and capital invested.

None of FSP Group Pty Limited, FSP Super Pty Limited, or any other member company of the FSP Group family of companies or any investment manager of underlying investments or the Administrator and its associated group of companies, guarantee the repayment of capital, payment of income or the performance of the FSP Super Fund.

Legislative Changes

Better Super initiatives

In brief, the key changes to the superannuation system in place from the 1st July 2007 are:

- Superannuation benefits paid from a taxed fund (such as the Fund) will be tax free for people aged 60 and over. This applies for both lump sum and pension payments.
- Reasonable Benefit Limits (RBLs) were abolished. There will no longer be any tax disincentives for larger amounts invested in superannuation.
- The self-employed will be able to claim a full deduction for their superannuation contributions as well as being eligible for the Government co-contribution for their after-tax contributions. The tax exemption for invalidity payments will also be extended to the self employed.
- Individuals will have greater flexibility as to how and when to draw down their superannuation in retirement. Superannuation funds are no longer forced to pay benefits out upon Members reaching a certain age.
- The ability to make deductible superannuation contributions will be extended up to age 75.
- It will be easier for people to find and transfer their superannuation between funds.
- To increase further the incentives to save for retirement, from 20 September 2007 the pension assets test taper rate will be halved to \$1.50 per fortnight for every \$1,000 of assets above the assets test free area.
- The superannuation preservation age will not change. People will still be able to access superannuation benefits before the age of 60, although they will be taxed on their benefits under new simplified rules.
- The concessional tax treatment of superannuation contributions and earnings will remain. Age-based restrictions limiting tax-deductible (concessional) superannuation contributions were replaced with a streamlined set of rules. The limit for all ages will be \$50,000 per annum with indexing. For those over age 50, the limit will be \$100,000 per annum for a transition period until 30 June 2012
- Non-concessional superannuation contributions (i.e. where no tax deduction is claimed) will be limited to \$150,000 per annum with indexing but for persons under 65 a payment up to \$450,000 can be made by bringing forward the next 2 years allowances. Under a transitional arrangement, up to \$1 million in non-concessional contributions was able to be contributed by 30 June 2007 in respect of the period from 9 May 2006.

- Benefits paid from an untaxed scheme (mainly affecting public servants) will still be taxed, although at a lower rate than they are now for people aged 60 and over.
- New Term Allocated Pensions (TAP's) set up after 19 September 2007 will not qualify for the 50% Assets Test exemption. However, we understand existing TAP's rolled over to another complying fund after that date will, in certain circumstances, not lose their 50% Assets Test exemption.

For further general information on super changes, please refer to the Australian Government Better Superannuation website <http://www.ato.gov.au/bettersuper>.

What could these changes mean to you?

The simpler super changes may potentially affect:

- when you may wish to retire;
- whether you may need to change your (if applicable) salary sacrifice arrangements from 1 July 2007 due to contribution caps;
- whether you need to provide a tax file number before you leave a super fund to avoid extra taxation of that benefit; and
- whether, on a member's death, a pension benefit can be paid to an adult child.

Please contact your Financial Adviser should you wish to discuss how these superannuation changes may affect you.

Other legislative changes

- The Fund is Qualifying Recognised Overseas Pension Scheme (QROPS) registered fund, meaning you can transfer monies from a UK Pension Scheme, subject to meeting contribution standards.
- The Government announced that if you received a co-contribution payment for the 2005/2006 year, you will receive an additional co-contribution payment into your account (i.e. if you received a \$1,500 payment, you will now receive an additional payment of \$1,500). The Australian Taxation Office (ATO) proposed to forward a separate amount to where the first co-contribution was paid between June and September 2007.

For more information on how these changes may affect your personal circumstances, we recommend that you contact your Adviser.

Please note that the tax information set out above is general information only and is provided by way of summary. You should consult your tax adviser for detailed tax advice specific to your circumstances.

Fund and product update

Change of Address

The Trustee has moved into new premises at:

Level 39 Australia Square
264-278 George Street
SYDNEY NSW 2000

For all administration enquiries please contact your Adviser, or contact FSP Customer Care on

P: 1800 333 664
F: 03 9804 0398
E: FSPCustomerCare@avanteos.com.au

Address all correspondence to:

FSP Customer Care
Locked Bag 3460
GPO MELBOURNE Vic 3001

Product Disclosure Statement

A new Product Disclosure Statement (PDS) for the Fund was released on 1 July 2007. If you would like to obtain a copy of the latest FSP Super Fund PDS, or the disclosure documents for investments available through the Fund, please contact your Adviser.

Information contained in the PDS may change from time to time. You can obtain updated information by asking your Adviser or contacting the Trustee. However, if the change to the information is materially adverse, we will re-issue the PDS or issue a Supplementary Product Disclosure Statement.

New underwriting limits

The underwriting limits and applicable medical requirements for Death and Temporary & Permanent Disablement (TPD) cover and Salary Continuance (SC) cover obtained through the FSP Super Fund were amended for those seeking insurance cover through the Fund. Further information is available from your Adviser.

Illiquid investments and Portability of Benefits

An illiquid investment is one:

- which cannot be converted to cash within 30 days; or
- where converting it to cash within 30 days would be likely to have a significant adverse impact on the realisable value of the investment.

Illiquid investments may exist under any of the investment strategies you have selected. As at 30 June 2007, the only illiquid investments available through the Fund were:

- Deutsche Global Equity Opportunities Fund
- Deutsche Strategic Value Fund
- HFA Diversified Investments.

There are additional investment risks to consider where you hold, or intend to invest in, illiquid investments, specifically the risk of sale restrictions for lengthy periods where the investment cannot be cashed. For example, certain hedge funds will only process investment instructions on a monthly or quarterly basis. Other types of investments may not allow exit until investment maturity.

Superannuation law requires the trustee of a superannuation fund to rollover or transfer a benefit within 30 days of receiving a member request. Where a member chooses an investment strategy that is an illiquid investment, the trustee is not required to meet this time frame provided the trustee gives the member certain information before investing and the member agrees.

Accordingly the trustee advises you that it may take up to 150 days to rollover or transfer a benefit that contains an illiquid investment, depending on the investment chosen. In some cases, the investment manager may suspend payment for a longer period.

The investment managers of the underlying investment can also impose redemption restrictions for illiquid investments. They generally involve limiting transactions to a specific time(s) of the year or investment maturity or require a lengthy period before a redemption request can be processed.

Details about whether an investment is illiquid and about the specific redemption restrictions that apply to it are shown in Part 2 of the PDS for the Fund and contained in the disclosure document for that investment. It is important that you read these carefully before you invest and speak to your adviser if you have any questions.

Your Cash Account

The balance of your Cash Account is deposited into a pooled cash account, held by the Trustee, with an authorised deposit-taking institution (ADI) and earns interest, calculated on your average daily holding.

The PDS of the Fund states that you will earn interest at the declared rate of the ADI. Current practice is to pay into your account that rate plus a bonus rate of up to an extra 0.40% per annum.

With planned effect from 1 November 2007, Avanteos, the custodian and administrator of the Fund, will be receiving remuneration from the ADI. This remuneration will reduce the interest rate applicable on your Cash Account. The new calculation will then be the declared rate of the ADI plus a bonus rate of up to 0.15% per annum.

Investment information

General information about investing

All investments carry an element of risk. Generally investments with higher expected returns carry a higher risk and are expected to experience greater volatility in investment returns. You should choose an investment strategy that matches your tolerance to risk and meets your long-term investment objectives.

Not all of the investments offered through the Fund will suit all members. You and your adviser should consider how the investment contributes to the overall risk/return profile of your portfolio in the Fund and to the achievement of your investment objectives.

Your adviser will be able to help you assess the risks associated with each of the underlying managed fund investments and listed securities available in the Fund, and ensure that your choice of investments is consistent with your investment objectives.

Investment strategies

The Trustee of the Fund must formulate and give effect to an investment strategy that has regard to the whole of the circumstances of the Fund including but not limited to risk, diversification and liquidity. To discharge this obligation, the Trustee has made available a range of investment strategies covering each of the major asset classes and catering for the different levels of risk. The Trustee then selects the managed funds and investment managers that sit within each strategy, and the listed securities to be made available within the direct strategy(ies). The Trustee meets regularly to consider changes to the funds and/or listed securities available within each strategy and makes the changes as appropriate.

Each of the available investments within the Fund has been categorised according to the specific investment objectives of the investment. The broad investment strategies offered are listed in the table below.

Further information on each investment strategy is available on the following pages.

| | |
|--------------------------------------|--|
| Diversified Strategies | <ul style="list-style-type: none">• High Growth• Growth• Balanced• Moderate |
| Defensive Strategies | <ul style="list-style-type: none">• Australian Fixed Interest• International Fixed Interest• Cash• Income Funds |
| Growth Strategies | <ul style="list-style-type: none">• Australian Equities• Australian Equities – Specialised• International Equities• International Equities – Specialised• Australian Property• Global Property• Specialised Managed Unlisted Property Trusts |
| Alternative Assets Strategies | <ul style="list-style-type: none">• Alternatives• Hedge Funds |
| Listed Securities Strategies | <ul style="list-style-type: none">• Listed Shares• Listed Interest Rate Securities |

There were some changes to the strategies during the past year:

- The Mortgage Fund strategy was renamed the Income Funds strategy;
- A new category, called Alternatives, was introduced;
- Some of the terminology for the asset classes has changed, and some strategies have been reclassified under different asset classes
- There was also some reclassification of underlying managed funds within the strategies, with some managed funds changing strategies.

Information on Managed Funds

Prior to making any investment decision, you must obtain a copy of the relevant disclosure document relating to the specific investment/s you are interested in. The disclosure document should provide you with a description of the investment, the investment strategies and objectives, financial information, historical performance and details of any fees and charges relating to the investment. More information can be found in the disclosure documents for the investment. The disclosure document can be obtained from your Adviser or by contacting FSP Customer Care on 1800 333 664.

Hedge funds

Hedge funds generally use a wide range of investment strategies and instruments in order to achieve returns. These strategies may include short selling (selling borrowed securities with the intent to buy back later at lower prices), arbitrage (strategies to exploit price discrepancies between similar securities) and leverage (borrowing money to increase the size of the portfolio). Unlike traditional investments, hedge funds can profit in both rising and falling markets and generally have a low correlation to traditional asset classes. Many of the investment strategies used by hedge fund managers are high risk when used in isolation, however when combining several strategies within a single fund, the level of risk decreases. Given the wide range of strategies used by hedge fund managers, you should ensure that you fully understand the impact of investing into funds using these strategies.

Foreign Currency Exposure

When you invest in international shares or fixed interest, or other investments with international assets, your account is exposed to foreign currency risk. Some of these investments may be fully hedged, some partially hedged and some may be unhedged in terms of currency exposure. It is important that you discuss with your Adviser the level of foreign currency hedging that is appropriate to your circumstances.

Information on Listed Australian Securities

Listed Australian securities include shares, listed property trusts, listed investment companies and listed interest rate securities, including income securities and a selection of hybrid/debt securities. Should you decide to invest in listed Australian securities, your adviser will be able to provide you with specific information on each security. Your adviser can also provide you with a complete list of listed Australian securities available within the Fund.

Information on Unlisted Investments

Unlisted investments have unique characteristics such as they may be illiquid (refer to the Illiquid investment section), may not be diversified and may be for a fixed term.

Prior to investing in an unlisted investment, you should ensure that this type of investment meets your investment objectives and risk profile, and that you understand all the relevant terms of issue for an interest in the investment. Your adviser will be able to assist you on the terms and restrictions that apply to this type of investment and provide you with the relevant disclosure document.

Other important information you should know

- The Trustee does not guarantee a member's investment in the Fund, nor any income or the rate of return. The value of a member's account rises or falls depending on the performance of the investments selected.
- The Trustee strongly recommends you consult with your adviser when formulating an investment strategy that fits with your investment objectives.
- The Trustee has not taken into account any specific ethical, social, labour standards, or environmental considerations in regards to the investment strategies and underlying investments. However, some underlying fund managers may take such factors into account in the formulation of investment strategies. You should refer to the relevant disclosure documents for each of your selected managed fund investments for details of the factors taken into account by each underlying fund manager and consider these issues in consultation with your adviser.

Trustee policy on the use of derivatives

The FSP Super Fund does not directly invest in or use financial derivatives except where financial derivatives are acquired as a direct result of a corporate action in relation to some of the investments within the Fund. Some of the managed funds may invest in derivatives such as options, futures or forward exchange rate agreements. You should refer to the relevant disclosure document of each managed fund for further information on the derivatives policy (if any) used by that fund.

Diversification Guidelines

A key element of any investment decision is to consider diversification across different asset classes and investment types. Diversification is amongst the most important principles in investment management, as it can significantly reduce the variability of a portfolio's returns. Diversification reduces the potential for significant losses as no single asset class stands out as the best in all market conditions. The Trustee strongly recommends that you spread your investments across a number of asset classes, managers, and manager styles in a manner that best accords with your risk profile.

The Trustee has provided strategic asset allocation ranges for the Diversified Strategies (Moderate, Balanced, Growth and High Growth) and for the Single Sector Strategies (cash, Australian and international fixed interest, mortgages, enhanced yield, property, Australian and international equities, listed securities and alternative assets).

You and your Adviser can implement your investment needs through single sector funds/ASX listed securities or in the case of the Diversified Strategies, through multi-sector funds. The Trustee also strongly recommends that when investing in Single Sector Strategies/ASX listed securities that you consider the strategic asset allocations detailed in the Diversified Strategies to ensure you have adequate diversification amongst your investments.

The current diversification guidelines, as set by the Trustee, that apply to investments within the FSP Super Fund are as follows:

- Single Listed Security - no more than 15% of your account should be invested in any one listed security;
- Total Listed Securities - no more than 80% of your account should be invested in listed securities. The Trustee also recommends that when investing in listed securities you should ensure you have adequate industry diversification;
- Hedge Funds - no more than 15% of your account should be invested in hedge funds;
- Specialised Managed Unlisted Property Trusts – no more than 20% of your account should be invested in this category. Further, individual investment limits can be placed on investments available within this category at the discretion of the Trustee;
- Australian Equities – Specialised – no more than 20% of your account should be invested in this category
- International Equities – Specialised – no more than 20% of your account should be invested in this category;
- Income Funds - no more than 30% of your account should be invested in this category;
- Alternative funds - no more than 15% of your account should be invested in this category;
- Selected managed funds - refer to Part 2: Investment Menu for information on specific restrictions.

More information on the above guidelines can be found in the PDS for the Fund.

These guidelines reflect the Trustee's general view on appropriate guidelines on certain investments to provide reasonable diversification of risks and liquidity within a member's portfolio. The Trustee recognises that in setting these guidelines, it has not taken into account a member's personal circumstances.

Quarterly, the Trustee will bring to your attention any investments in your portfolio that exceed the Trustees' diversification guidelines. You may then wish to discuss this with your Adviser. Further communication on these particular investments may not be made within 12 months of the initial communication. The Trustee generally will not rebalance your investments within your portfolio for diversification purposes without written instructions to do so from your Adviser. However, the Trustee retains the right to transact on your account.

Investment strategies

The following pages contain a detailed description of each of the investment strategies available to investors in the FSP Super Fund. You should speak with your Adviser for further information on any of the investment strategies. Please note the risk profile contained in the following tables is relative to the other investment strategies offered. References to returns and annual returns in the following tables are to both income and growth returns unless indicated otherwise. This investment strategy information listed is intended only as a guide to the

underlying investments within each strategy. We do not guarantee your investment in an investment strategy or underlying investment nor do we guarantee performance, income or rate of return of any investment.

The asset allocations of the underlying investments within each investment strategy may differ from time-to-time from the asset allocation ranges shown for each investment strategy. Refer to the disclosure documents (if applicable) of the underlying investments for more information.

| Diversified Strategies | | High Growth | | | Growth | | |
|--|---|-------------|------------|----------------------|--|-----------|--|
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 3% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the notional return on the benchmark portfolio over rolling three-year periods. | | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2.5% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the notional return on the benchmark portfolio over rolling three-year periods. | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. | | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least eight out of ten years. | | |
| Risk Profile | High | | | High | | | |
| Time Frame | 5+ Years | | | 5+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Aust. Shares | 45 | (30 – 60) | Aust. Shares | 40 | (25 – 55) | |
| | Int'l Shares | 35 | (20 – 50) | Int'l Shares | 25 | (10 – 40) | |
| | Aust. Property | 10 | (0 - 20) | Aust. Property | 10 | (0 - 20) | |
| | Aust. Fixed Interest | 3 | (0 - 10) | Aust. Fixed Interest | 10 | (5 - 20) | |
| | Int'l Fixed Interest | 2 | (0 - 10) | Int'l Fixed Interest | 5 | (0 - 10) | |
| | Cash | 5 | (0 - 20) | Cash | 10 | (0 - 20) | |
| Allocation to Growth Assets (%) | Benchmark | Range | | Benchmark | Range | | |
| | Growth Assets | 90 | (80 – 100) | Growth Assets | 75 | (60 – 80) | |
| Diversified Strategies | | Balanced | | | Moderate | | |
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2.25% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the notional return on the benchmark portfolio over rolling three-year periods. | | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the notional return on the benchmark portfolio over rolling three-year periods. | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least eight out of ten years. | | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least nine out of ten years. | | |
| Risk Profile | Moderate | | | Moderate | | | |
| Time Frame | 4+ Years | | | 3+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Aust. Shares | 30 | (15 – 45) | Aust. Shares | 15 | (5 – 25) | |
| | Int'l Shares | 15 | (5 – 25) | Int'l Shares | 8 | (5 – 15) | |
| | Aust. Property | 10 | (0 - 20) | Aust. Property | 7 | (0 - 15) | |
| | Aust. Fixed Interest | 20 | (10 - 35) | Aust. Fixed Interest | 30 | (20 - 45) | |
| | Int'l Fixed Interest | 10 | (5 - 15) | Int'l Fixed Interest | 10 | (5 - 15) | |
| | Cash | 15 | (0 - 25) | Cash | 30 | (15 - 45) | |
| Allocation to Growth Assets (%) | Benchmark | Range | | Benchmark | Range | | |
| | Growth Assets | 55 | (40 – 60) | Growth Assets | 30 | (20 – 40) | |

| Defensive Strategies | | Australian Fixed Interest | | | International Fixed Interest | | |
|--|---|---------------------------|------------|---|------------------------------|------------|--|
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 1% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the UBS Australia Composite Bond Index (All Maturities), adjusted for tax and fees, over rolling three-year periods. | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 1% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the Citigroup World Government Bond Index (hedged into \$A), adjusted for tax and fees, over rolling three-year periods. | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least eight out of ten years. | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least eight out of ten years. | | | |
| Risk Profile | Low | | | Low | | | |
| Time Frame | 3+ Years | | | 3+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Aust. Fixed Interest | 100 | (80 - 100) | Int'l Fixed Interest | 100 | (80 - 100) | |
| Allocation to Growth Assets (%) | Cash | 0 | (0 - 20) | Cash | 0 | (0 - 20) | |
| | Growth Assets | 0 | N/a | Growth Assets | 0 | N/a | |
| Other Information | The Trustee has guidelines on maximum investment guidelines on some managed funds. See Part 2: Investment Menu for more information. | | | | | | |
| Defensive Strategies | | Cash | | | Income Funds | | |
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases over rolling five-year periods. To earn returns after tax and underlying investment management fees above the UBS Australia Bank Bill Index, adjusted for tax and fees, over rolling three-year periods. | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 1% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the UBS Australia Bank Bill Index, adjusted for tax and fees, over rolling three-year periods. The extent of the outperformance and risk will depend on the specific investment fund; investors should refer to the PDS of the underlying fund | | | |
| Risk Expectation | <ul style="list-style-type: none"> To always achieve annual positive returns after tax and underlying investment management fees. | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least eight out of ten years. Refer to the PDS of the underlying fund for specific risks. | | | |
| Risk Profile | Very Low | | | Moderate | | | |
| Time Frame | 1+ Years | | | 3+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Cash | 100 | N/a | Aust. Fixed Interest | 100 | (80 - 100) | |
| Allocation to Growth Assets (%) | Cash | 0 | (0 - 20) | Cash | 0 | (0 - 20) | |
| | Growth Assets | 0 | N/a | Alternatives | 0 | (0 - 20) | |
| Other Information | | | | <p>The Trustee has a guideline that no more than 30% of an investor's Account be invested in the Income Funds strategy.</p> <p>This investment strategy includes a diverse range of underlying investments including, for example, mortgage funds, hybrid income funds, global and domestic credit based funds, which have exposure to floating rate notes and non-convertible income strategies. To understand the risk associated with each underlying investment, the Trustee recommends that the investor reads the disclosure documents of the underlying investments.</p> | | | |

| Growth Strategies | | Australian Equities | | | International Equities | | |
|--|---|--|------------|--|---|------------|--|
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 3% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above S&P/ASX 300 Accumulation Index, adjusted for tax and fees, over rolling three-year periods. | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2.5% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the MSCI World ex-Australia Index (in \$A), adjusted for tax and fees, over rolling three-year periods. | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in seven out of ten years. | | | |
| Risk Profile | High | | | High | | | |
| Time Frame | 5+ Years | | | 5+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Aust. Shares | 100 | (80 - 100) | Int'l Shares | 100 | (80 - 100) | |
| | Cash | 0 | (0 - 20) | Cash | 0 | (0 - 20) | |
| Allocation to Growth Assets (%) | Benchmark | | Range | Benchmark | | Range | |
| | Growth Assets | 100 | (80 - 100) | Growth Assets | 100 | (80 - 100) | |
| Growth Strategies | | Australian Equities - Specialised ¹ | | | International Equities - Specialised ¹ | | |
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 3% per annum over rolling five-year periods. | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2.5% per annum over rolling five-year periods. | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in seven out of ten years. | | | |
| Risk Profile | Very High | | | Very High | | | |
| Time Frame | 5+ Years | | | 5+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Aust. Shares | 100 | (80 - 100) | Int'l Shares | 100 | (80 - 100) | |
| | Cash | 0 | (0 - 20) | Cash | 0 | (0 - 20) | |
| Allocation to Growth Assets (%) | Benchmark | | Range | Benchmark | | Range | |
| | Growth Assets | 100 | (80 - 100) | Growth Assets | 100 | (80 - 100) | |
| Other Information | The Trustee has a guideline that no more than 20% of an investor's Account be invested in each of the Australian Equities - Specialised and International Equities - Specialised categories. These strategies included a diverse range of funds such as smaller companies, single industry geared funds, long/short funds. To understand the risks associated with each of the underlying investments in these strategies, the Trustee recommends that the investor reads the disclosure documents of the underlying investments. | | | | | | |

¹ The risk/return statistics shown here are for smaller companies funds only. This is due to the difficulty in providing statistics for the other funds in this Investment strategy given the diverse range of underlying investments. You should refer to the disclosure documents of the underlying investments for more information on risk/return statistics.

| Growth Strategies | | Australian Property | | | Specialised Managed Unlisted Property Trusts | | |
|--|--|---------------------|------------|--|--|------------|--|
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the S&P/ASX GICS 300 Property Accumulation Index, adjusted for tax and fees, over rolling three-year periods. | | | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the Mercer Unlisted Property Funds Index, adjusted for tax and fees, over rolling three-year periods. | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. | | | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. | | | |
| Risk Profile | High | | | High | | | |
| Time Frame | 5+ Years | | | 5+ Years | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | Asset Class | Benchmark | Range | |
| | Listed Property | 100 | (80 - 100) | Listed Property | 20 | (20 - 80) | |
| | Cash | 0 | (0 - 20) | Unlisted Property | 70 | (20 - 90) | |
| | | | | Cash | 10 | (0 - 30) | |
| Allocation to Growth Assets | | Benchmark | Range | | Benchmark | Range | |
| | Growth Assets | 100 | (80-100) | Growth Assets | 100 | (70 - 100) | |
| Other Information | | | | <p>Investments included in this investment strategy are illiquid, may not be diversified and tend to be for a fixed term. Before selecting this investment strategy an investor should carefully consider their potential need for liquidity. Furthermore this investment strategy may not be appropriate for investors contemplating retirement within 10 years. The Trustee has restrictions on certain investments in this category. Refer to the PDS Part 2: Investment Menu for more information.</p> | | | |
| Growth Strategies | | Global Property | | | | | |
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 2% per annum over rolling five-year periods. To earn returns after tax and underlying investment management fees above the UBS Global Real Estate Investors Index (hedged), adjusted for tax and fees, over rolling three-year periods. | | | | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. | | | | | | |
| Risk Profile | High | | | | | | |
| Time Frame | 5+ Years | | | | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Asset Class | Benchmark | Range | | | | |
| | Global Listed Property | 100 | (80 - 100) | | | | |
| | Cash | 0 | (0 - 20) | | | | |
| Allocation to Growth Assets (%) | | Benchmark | Range | | | | |
| | Growth Assets | 100 | (80 - 100) | | | | |

| Alternative Asset Strategies | Hedge Funds | Alternatives | | | | | | | | | | | | | | | | | | |
|--|---|--|-----------|-------|---------------------|-----|------------|------|---|----------|--|-------------|-----------|-------|---------------------|-----|------------|------|---|----------|
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed the UBS 90 Day Bank Bill rate by at least 1.5% per annum over rolling five-year periods. | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed UBS 90 Day Bank Bill rate by at least 4.5% per annum over rolling five-year periods. | | | | | | | | | | | | | | | | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees each year. | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least 8 out of 10 years. | | | | | | | | | | | | | | | | | | |
| Risk Profile | Moderate | High | | | | | | | | | | | | | | | | | | |
| Time Frame | 5+ Years | 5+ Years | | | | | | | | | | | | | | | | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | Generally hedge funds target a specific level of return in excess of a hurdle rate return, rather than seeking to outperform a benchmark index. There is no structured asset allocation, with managers utilising a range of strategies in order to maximise the level of return. The hedge funds contained within this strategy are 'fund of fund hedge funds' which provide greater diversification than single hedge fund strategies. Fund of fund hedge funds can be described as 'absolute return' strategies. | | | | | | | | | | | | | | | | | | | |
| Other Information | The Trustee has a guideline that no more than 15% of an investor's Account be invested in the Hedge Funds Strategy. Refer to 'Important Information on Hedged Funds' on page 6. | This strategy includes a diverse range of underlying investments such as private equity, infrastructure, global macro and market neutral funds, and potentially investments with exposure to real assets such as commodities, timber and/or agribusiness. The Trustee has a guideline that no more than 15% of an investor's Account be invested in this strategy. | | | | | | | | | | | | | | | | | | |
| Listed Securities Strategies | Listed Shares | Listed Interest Rate Securities | | | | | | | | | | | | | | | | | | |
| Investment Objective | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 3% per annum over rolling five-year periods. | <ul style="list-style-type: none"> To earn returns after tax and underlying investment management fees that exceed Headline CPI increases by at least 1% per annum over rolling five-year periods. | | | | | | | | | | | | | | | | | | |
| Risk Expectation | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least seven out of ten years. Investors using this strategy can expect to experience short to medium term fluctuation in the value of their investment There is a high likelihood of a negative return in a given short-term investment period especially if your Account is not diversified across a number of shares in different industries and by market capitalisation. | <ul style="list-style-type: none"> To achieve positive returns after tax and underlying investment management fees in at least eight out of ten years. There is some likelihood of a negative return in the short-term, especially if your Account is not well diversified. | | | | | | | | | | | | | | | | | | |
| Risk Profile | Very High | Moderate | | | | | | | | | | | | | | | | | | |
| Time Frame | 5+ Years | 3+ Years | | | | | | | | | | | | | | | | | | |
| Strategic Asset Allocation (%) + Asset Allocation Ranges (%) | <table border="1"> <thead> <tr> <th>Asset Class</th> <th>Benchmark</th> <th>Range</th> </tr> </thead> <tbody> <tr> <td>Listed Aust. Shares</td> <td>100</td> <td>(80 - 100)</td> </tr> <tr> <td>Cash</td> <td>0</td> <td>(0 - 20)</td> </tr> </tbody> </table> | Asset Class | Benchmark | Range | Listed Aust. Shares | 100 | (80 - 100) | Cash | 0 | (0 - 20) | <table border="1"> <thead> <tr> <th>Asset Class</th> <th>Benchmark</th> <th>Range</th> </tr> </thead> <tbody> <tr> <td>Aust Fixed Interest</td> <td>100</td> <td>(80 - 100)</td> </tr> <tr> <td>Cash</td> <td>0</td> <td>(0 - 20)</td> </tr> </tbody> </table> | Asset Class | Benchmark | Range | Aust Fixed Interest | 100 | (80 - 100) | Cash | 0 | (0 - 20) |
| Asset Class | Benchmark | Range | | | | | | | | | | | | | | | | | | |
| Listed Aust. Shares | 100 | (80 - 100) | | | | | | | | | | | | | | | | | | |
| Cash | 0 | (0 - 20) | | | | | | | | | | | | | | | | | | |
| Asset Class | Benchmark | Range | | | | | | | | | | | | | | | | | | |
| Aust Fixed Interest | 100 | (80 - 100) | | | | | | | | | | | | | | | | | | |
| Cash | 0 | (0 - 20) | | | | | | | | | | | | | | | | | | |
| Available Investments | S&P/ASX200 Index securities (including listed property trusts), Listed Investment Companies | Listed Income Securities, Corporate Bonds, Floating Rate Notes, Hybrid Securities | | | | | | | | | | | | | | | | | | |
| Other Information | The Trustee has a guideline that no more than 80% of an investor's Account be invested in listed Australian securities with no more than 15% invested in any one security. | | | | | | | | | | | | | | | | | | | |

Investment performance

FSP Super Fund Investment options – managed funds

The following table details the Investment Cost % and the annual rate of return to 30 June over each of the past 5 years for each of the managed funds offered within the Fund. The table also shows the compound average return over the 5 years to 30 June 2007.

Past performance should not be taken as an indication of future performance.

| Fund Name | Inv. Cost % | Annualised Return to 30 June 2006 | | | | | Comp. av. return over last 5 years |
|---|-------------|-----------------------------------|-------|-------|-------|--------|------------------------------------|
| | | 2007 | 2006 | 2005 | 2004 | 2003 | |
| Cash | | | | | | | |
| UBS - Cash-Plus Fund | 0.30 | 6.22 | 5.74 | 5.66 | 5.34 | 4.97 | 5.59 |
| Diversified Moderate | | | | | | | |
| BT Wholesale - Conservative Outlook Fund | 0.86 | 9.02 | 9.51 | 10.16 | 8.22 | 6.29 | 8.63 |
| Col First State Wsale - Conservative Fund | 0.76 | 9.30 | 10.62 | 9.49 | 8.07 | 2.58 | 7.97 |
| ING Wholesale - Capital Stable Trust | 0.75 | 8.89 | 7.43 | 10.70 | 7.37 | 5.86 | 8.04 |
| Macquarie Master - Capital Stable Fund | 0.82 | 9.71 | 8.57 | 8.90 | 7.75 | 3.89 | 7.74 |
| Merrill Lynch - Wholesale Managed Income Fund | 0.83 | 12.63 | 8.39 | 10.48 | 9.23 | 2.74 | 8.65 |
| UBS - Defensive Investment Fund | 0.65 | 7.45 | 9.24 | 10.07 | 8.66 | 4.81 | 8.03 |
| van Eyk Blueprint Capital Stable Fund | 0.51 | 8.32 | 10.33 | 10.04 | 8.84 | — | — |
| Vanguard Wholesale - Conservative Index Fund | 0.33 | 10.09 | 9.28 | 9.86 | 8.88 | — | — |
| Diversified Balanced | | | | | | | |
| Col First State Wsale - Balanced Fund | 0.86 | 10.18 | 12.79 | 10.94 | 8.61 | 1.94 | 8.83 |
| MLC Wholesale Horizon 3 Conserv. Growth Portfolio | 0.95 | 12.22 | 12.28 | 11.62 | 11.03 | 3.17 | 10.01 |
| Perpetual's Wholesale Diversified Growth Fund | 0.96 | 9.20 | 12.96 | 12.12 | 12.18 | 0.77 | 9.35 |
| Vanguard Wholesale - Balanced Index Fund | 0.34 | 12.84 | 12.80 | 11.99 | 11.96 | — | — |
| Diversified Growth | | | | | | | |
| Ausbil - Balanced Fund | 0.90 | 13.90 | 18.88 | 15.89 | 17.25 | -2.30 | 12.44 |
| BT Wholesale - Active Balanced Fund | 0.98 | 14.09 | 18.05 | 14.93 | 18.08 | -3.53 | 12.01 |
| Col First State Wsale - Diversified Fund | 0.95 | 14.50 | 15.71 | 12.90 | 11.95 | -4.57 | 9.83 |
| ING Wholesale - Balanced Trust | 0.90 | 14.01 | 15.46 | 14.53 | 14.32 | -2.90 | 10.85 |
| ING Wholesale - Managed Growth Trust | 0.90 | 15.40 | 17.07 | 14.78 | 15.83 | -3.29 | 11.68 |
| Macquarie Master - Balanced Fund | 0.92 | 18.08 | 14.72 | 13.80 | 15.66 | -0.93 | 12.05 |
| Maple-Brown Abbott - Diversified Inv Trs | 0.95 | 15.44 | 13.26 | 13.46 | 16.74 | -0.68 | 11.46 |
| Merrill Lynch - Wholesale Balanced Fund | 0.83 | 15.16 | 18.80 | 13.78 | 15.41 | -4.38 | 11.43 |
| MLC Wholesale Horizon 4 Balanced Portfolio | 0.99 | 15.42 | 15.48 | 13.84 | 14.68 | -0.05 | 11.70 |
| Perpetual's Wholesale Balanced Growth Fund | 1.04 | 10.41 | 17.34 | 14.77 | 17.70 | -2.29 | 11.33 |
| UBS - Balanced Investment Fund | 0.70 | 11.66 | 14.46 | 14.48 | 13.93 | 0.28 | 10.82 |
| van Eyk Blueprint Balanced Fund | 0.84 | 13.23 | 17.55 | 13.09 | 15.41 | — | — |
| Vanguard Wholesale - Growth Index Fund | 0.36 | 16.04 | 16.45 | 14.30 | 15.26 | — | — |
| Zurich Investments - Managed Growth | 0.87 | 14.16 | 18.98 | 14.10 | 13.35 | -3.72 | 11.08 |
| Diversified High Growth | | | | | | | |
| MLC Wholesale Horizon 5 Growth Portfolio | 0.99 | 17.62 | 18.32 | 13.94 | 17.30 | -3.18 | 12.49 |
| MLC Wholesale Horizon 7 Accel. Growth Portfolio | 1.24 | 25.34 | 24.97 | 16.63 | 24.41 | — | — |
| Perpetual's Wholesale Split Growth Fund | 1.16 | 13.95 | 16.55 | 9.15 | 20.14 | -11.67 | 9.00 |
| van Eyk Blueprint High Growth Fund | 0.91 | 15.73 | 22.88 | 13.99 | 19.14 | — | — |
| Vanguard Wholesale - High Growth Index Fund | 0.37 | 19.38 | 20.79 | 15.69 | 18.56 | — | — |

FSP Super Fund Investment Options – Underlying Managed Funds

| Fund Name | Inv. Cost % | Annualised Return to 30 June 2006 | | | | | Comp. av. return over last 5 years |
|---|-------------|-----------------------------------|-------|-------|-------|-------|------------------------------------|
| | | 2007 | 2006 | 2005 | 2004 | 2003 | |
| Australian Fixed Interest | | | | | | | |
| Credit Suisse - Aust'n Fixed Interest Fund | 0.29 | 3.80 | 3.95 | 7.96 | 3.24 | 9.45 | 5.65 |
| UBS - Australian Bond Fund | 0.40 | 3.43 | 3.48 | 7.53 | 2.42 | 9.66 | 5.27 |
| Vanguard Wholesale - Aust Fixed Interest Index | 0.29 | 3.77 | 3.32 | 7.76 | 2.15 | 9.82 | 5.32 |
| Income Funds | | | | | | | |
| AXA - Wholesale Australian Monthly Income Fund | 0.71 | 6.72 | 6.22 | 6.13 | 5.92 | 5.52 | 6.10 |
| Challenger Howard Wholesale Mortgage Fund | 1.08 | 6.77 | 6.34 | 6.35 | 5.98 | 5.75 | 6.24 |
| Challenger Professional High Yield Fund | 1.38 | 7.99 | 7.05 | 11.06 | 9.99 | 11.99 | 9.60 |
| Col First State Enhanced Yield Fund | 1.55 | 8.97 | 8.97 | — | — | — | — |
| Col First State Wsale - Income Fund | 0.60 | 6.73 | 6.06 | 5.87 | 5.60 | 5.96 | 6.04 |
| EQT Grange Wholesale High Income Fund | 0.93 | 9.29 | 8.69 | 9.02 | 9.95 | — | — |
| Merrill Lynch - Monthly Income Fund Class D | 0.51 | 8.84 | 6.93 | — | — | — | — |
| Perpetual's Wholesale Monthly Income Fund | 0.79 | 6.41 | 6.15 | 6.01 | 5.63 | 5.22 | 5.88 |
| PM Capital - Enhanced Yield Fund | 0.93 | 7.47 | 7.20 | 5.77 | 6.97 | 10.72 | 7.61 |
| UBS - Hybrid Income Fund | 0.70 | 5.92 | 5.68 | 6.44 | 6.17 | 12.76 | 7.36 |
| International Fixed Interest | | | | | | | |
| EQT PIMCO - Wholesale Global Bond Fund | 0.46 | 3.83 | 1.91 | 11.77 | 4.91 | 13.48 | 7.08 |
| UBS - Diversified Fixed Income Fund | 0.42 | 4.17 | 3.19 | 8.37 | 3.83 | 9.93 | 5.86 |
| Vanguard Wholesale - Int'l F/I Index (Hedged) | 0.31 | 4.91 | 0.85 | 12.00 | 3.35 | 11.85 | 6.50 |
| Australian Property | | | | | | | |
| APN - Property for Income Fund No. 2 | 1.08 | 26.33 | 16.39 | — | — | — | — |
| AXA - Wholesale Australian Property Fund | 0.87 | 17.73 | 14.57 | 14.12 | 13.67 | 9.49 | 13.89 |
| Col First State Wsale - Property Securities | 0.81 | 23.56 | 22.72 | 23.08 | 12.83 | 12.51 | 18.83 |
| Legg Mason - Property Securities Trust | 0.71 | 28.00 | 16.98 | 19.44 | 17.93 | 11.88 | 18.74 |
| Merrill Lynch - Combined Property Income Fund Class D | 0.85 | 21.26 | 17.59 | 17.49 | — | — | — |
| RREEF Paladin - Property Securities Fund | 0.75 | 27.15 | 20.18 | 18.68 | 15.61 | 12.92 | 18.81 |
| Vanguard Wholesale - Property Secs Index Fund | 0.34 | 25.97 | 17.50 | 18.70 | 17.17 | 12.32 | 18.25 |
| Global Property | | | | | | | |
| AMP Global Property Securities Fund | 0.97 | 22.74 | 23.35 | — | — | — | — |
| ING Global Property Securities Fund (I Class) | 0.90 | — | — | — | — | — | — |
| RREEF Global (ex-Aust) Property Securities Fund | 1.00 | 21.53 | 27.74 | — | — | — | — |
| Specialised Managed Unlisted Property Trusts | | | | | | | |
| No investments available at this time | | | | | | | |
| Australian Equities | | | | | | | |
| Ausbil - Australian Active Equity Fund | 0.90 | 24.85 | 30.25 | 34.06 | 28.80 | -4.00 | 21.94 |
| Col First State Wsale - 452 Australian Share Fund | 1.22 | 27.97 | 15.93 | 21.63 | 27.94 | — | — |
| Custom Choice Wholesale Boutique Australian Share | 1.08 | 27.03 | 20.05 | 25.17 | — | — | — |
| Fidelity Australian Equities Fund | 0.85 | 30.29 | 35.28 | 33.83 | 22.11 | — | — |
| FSP Australian Equities Leaders Fund | 1.33 | 44.30 | — | — | — | — | — |
| ING Wholesale - Australian Share Trust | 0.90 | 29.08 | 23.43 | 30.56 | 19.30 | -3.49 | 19.08 |
| Investors Mutual Wsale - Australian Share Fund | 0.97 | 26.82 | 14.91 | 20.04 | 20.23 | 2.50 | 16.61 |
| Macquarie Master - Aust Enhanced Equities | 0.72 | 28.62 | 23.65 | 26.15 | 20.76 | -2.25 | 18.82 |
| Merrill Lynch - Wholesale Australian Share Fund | 0.80 | 24.39 | 29.05 | 28.17 | 20.88 | -6.48 | 18.39 |

FSP Super Fund Investment Options – Underlying Managed Funds

| Fund Name | Inv. Cost % | Annualised Return to 30 June 2006 | | | | | Comp. av. return over last 5 years |
|---|-------------|-----------------------------------|-------|-------|-------|--------|------------------------------------|
| | | 2007 | 2006 | 2005 | 2004 | 2003 | |
| Perennial Value Shares Wholesale Trust | 0.92 | 28.26 | 19.97 | 27.09 | 22.13 | 1.57 | 19.39 |
| Perpetual's Wholesale Australian Fund | 0.92 | 23.12 | 26.45 | 27.04 | 24.45 | 3.75 | 20.62 |
| Perpetual's Wholesale Concentrated Equity Fund | 1.10 | 24.35 | 25.83 | 20.75 | 24.08 | 7.96 | 20.41 |
| Perpetual's Wholesale Industrial Fund | 0.99 | 28.10 | 15.49 | 21.31 | 20.80 | 3.92 | 17.64 |
| Schroder - Australian Equity Fund W Class | 0.92 | 27.16 | 26.72 | 26.50 | 23.68 | — | — |
| Tyndall - Australian Share Wholesale Portfolio | 0.80 | 26.41 | 17.63 | 29.58 | 22.92 | 3.96 | 19.75 |
| van Eyk Blueprint Australian Shares Fund | 0.79 | 27.20 | 23.52 | 26.65 | 19.69 | — | — |
| Vanguard Wholesale - Aust'n Shares High Yield | 0.40 | 29.94 | 18.96 | 24.21 | 21.02 | -2.45 | 17.78 |
| Vanguard Wholesale - Aust'n Shares Index Fund | 0.34 | 28.79 | 23.75 | 25.91 | 21.26 | -1.99 | 18.99 |
| Australian Equities - Specialised | | | | | | | |
| AMP Capital Investors - Small Companies Fund | 1.02 | 52.59 | 30.28 | 41.14 | 36.83 | -0.57 | 30.72 |
| AMP Capital Investors - Sustain Fut Aust Share | 0.97 | 27.21 | 30.64 | 24.26 | 23.35 | 0.62 | 20.71 |
| Ausbil - Australian Emerging Leaders Fund | 1.12 | 28.47 | 32.83 | 37.96 | 39.95 | 3.75 | 27.87 |
| Col First State Wsale - Geared Share Fund | 1.03 | 43.32 | 55.84 | 62.52 | 38.54 | -16.15 | 33.35 |
| Hunter Hall - Australian Value Trust | 1.98 | 38.49 | 17.90 | 4.97 | 22.07 | -8.07 | 13.98 |
| Macquarie Wholesale Australian Small Companies Fund | — | — | — | — | — | — | — |
| Perpetual's Wholesale Ethical SRI Fund | 1.18 | 38.40 | 26.38 | 22.04 | 20.14 | 1.82 | 21.16 |
| Perpetual's Wholesale Geared Australian Fund | 1.10 | 44.25 | 49.33 | 51.86 | 44.64 | — | — |
| PM Capital - Australian Opportunities Fund | 2.49 | 21.68 | 25.30 | 13.77 | 33.96 | -1.94 | 17.91 |
| International Equities | | | | | | | |
| AXA - Wholesale Global Equity - Growth Fund | 1.03 | 4.64 | 22.66 | 0.89 | 12.67 | -20.06 | 3.12 |
| AXA - Wholesale Global Equity - Value Fund | 1.00 | 16.61 | 26.31 | 7.48 | 19.77 | -12.42 | 10.67 |
| BT Wholesale - Value Global Share Fund | 0.97 | 17.89 | 18.82 | 3.36 | 18.92 | -19.48 | 6.75 |
| Col First State Acadian Global Share Fund | 1.22 | 10.49 | 27.96 | — | — | — | — |
| Credit Suisse - Fully Hedged Int Shares Fund | 0.96 | 19.68 | 20.87 | 10.41 | 21.18 | -4.28 | 13.12 |
| Credit Suisse - International Shares Fund | 0.96 | 4.62 | 22.54 | -2.58 | 20.59 | -13.66 | 5.39 |
| Credit Suisse - Unhedged Int Shares Fund | 0.96 | 4.23 | 22.17 | -2.56 | 18.38 | -17.83 | 3.83 |
| Deutsche Global Equity Thematic Fund | 0.90 | 15.15 | 36.67 | 7.81 | 17.11 | -20.43 | 9.60 |
| Hunter Hall - Value Growth Trust | 1.88 | 29.71 | 30.19 | 13.20 | 28.30 | 2.14 | 20.16 |
| MLC Wholesale Global Share Fund | 1.13 | 8.29 | 21.89 | -0.52 | 17.83 | -15.04 | 5.62 |
| Morgan Stanley Global Franchise Fund | 1.38 | 7.98 | 18.86 | — | — | — | — |
| Platinum International Fund | 1.54 | 6.17 | 26.80 | -1.66 | 27.93 | -5.46 | 9.87 |
| PM Capital - Absolute Performance Fund | 2.49 | 8.52 | 17.16 | 0.61 | 26.75 | 8.63 | 11.99 |
| van Eyk Blueprint International Shares Fund | 0.95 | 6.47 | 21.84 | 0.27 | 19.01 | — | — |
| Vanguard Wholesale - Int'l Shares Index (Hedged) | 0.36 | 23.31 | 17.71 | 12.97 | 24.13 | -4.80 | 14.15 |
| Vanguard Wholesale - Int'l Shares Index Fund | 0.36 | 7.70 | 20.04 | -0.15 | 19.36 | -18.35 | 4.70 |
| Walter Scott Global Equity Fund | 1.28 | 1.29 | 25.22 | — | — | — | — |
| Zurich Investments International Share | 0.98 | 8.40 | 29.36 | 4.57 | 19.95 | -19.89 | 7.10 |
| International Equities - Specialised | | | | | | | |
| BT Wholesale - Asian Share Fund | 1.00 | 25.90 | 26.49 | 17.72 | 27.36 | -21.19 | 13.48 |
| Col First State Wsale - Global Resources Fund | 1.16 | 24.66 | 59.43 | 21.68 | 40.30 | -10.46 | 24.89 |
| Goldman Sachs JBWere Global Health&Biotech Ws | 1.61 | -0.74 | 17.02 | -4.25 | 12.99 | -4.86 | 3.64 |
| Hunter Hall - Global Ethical Trust | 3.73 | 18.30 | 31.26 | 9.89 | 33.19 | -3.06 | 17.12 |

FSP Super Fund Investment Options – Underlying Managed Funds

| Fund Name | Inv. Cost % | Annualised Return to 30 June 2006 | | | | | Comp. av. return over last 5 years |
|---|-------------|-----------------------------------|-------|-------|-------|--------|------------------------------------|
| | | 2007 | 2006 | 2005 | 2004 | 2003 | |
| Merrill Lynch - Wholesale Global Small Cap Fund | 1.20 | 3.70 | 26.25 | 1.94 | 34.47 | -18.52 | 7.90 |
| Merrill Lynch - Wholesale Hedged Global Small Cap | 1.30 | 18.36 | 23.94 | 15.01 | 37.97 | -2.75 | 17.75 |
| Platinum Asia Fund | 1.54 | 32.10 | 28.39 | 47.16 | 31.63 | — | — |
| Platinum European Fund | 1.54 | 18.00 | 25.86 | 3.71 | 34.45 | -5.82 | 14.30 |
| Platinum Japan Fund | 1.54 | -9.57 | 33.50 | 3.50 | 45.24 | -8.59 | 10.65 |
| Hedge Funds | | | | | | | |
| Deutsche Global Equity Opportunities Fund | 1.10 | 17.13 | 13.90 | 9.73 | 9.33 | 3.76 | 10.68 |
| Deutsche Strategic Value Fund | 1.10 | 13.65 | 14.30 | 7.16 | 8.26 | 2.52 | 9.09 |
| HFA - Diversified Investments HW units | 3.22 | 17.73 | 8.03 | 9.37 | 6.02 | 8.80 | 9.92 |
| Alternatives | | | | | | | |
| No investments available at this time | | | | | | | |
| No Longer Available New Investment | | | | | | | |
| Aberdeen Australian Equities Alpha Fund | 0.80 | 23.16 | 22.75 | 28.27 | 20.83 | -3.92 | 17.62 |
| ABN AMRO - Australian Equity Fund | 0.79 | 25.40 | 26.76 | 33.29 | 21.91 | -3.44 | 20.06 |
| ABN AMRO - Global Equity Fund | 1.01 | 2.02 | 16.54 | -0.09 | 12.48 | -21.34 | 1.00 |
| Advance Wsale Australian Smaller Companies Fund | 1.13 | 31.98 | 16.33 | 27.18 | 36.52 | — | — |
| AMP Capital Investors - International Bond | 0.77 | 2.24 | 1.94 | 11.32 | 2.62 | 10.48 | 5.64 |
| AMP Capital Investors - Sustain Fut Intl Share | 1.13 | 9.67 | 21.70 | -1.03 | 17.20 | -24.01 | 3.30 |
| APN - Property for Income Fund | 1.05 | 27.53 | 18.76 | 23.52 | 12.62 | 12.27 | 18.79 |
| Arrowstreet Global Equity Fund (Hedged) | 1.28 | 22.94 | 16.08 | 0.71 | 17.52 | -15.47 | 7.38 |
| AXA - Wholesale Aust'n Income Fund | 1.43 | 5.88 | 5.15 | 5.28 | 4.94 | 4.65 | 5.18 |
| BT Wholesale - Balanced Returns Fund | 0.88 | 12.94 | 16.53 | 13.55 | 14.56 | -1.95 | 10.92 |
| BT Wholesale - Core Australian Share Fund | 0.79 | 25.47 | 27.36 | 28.10 | 25.73 | -3.32 | 20.00 |
| BT Wholesale - European Share Fund | 1.00 | 17.49 | 26.61 | 8.31 | 19.66 | -21.65 | 8.60 |
| BT Wholesale - Property Investment Fund | 0.65 | 25.82 | 17.17 | 16.58 | 16.90 | 12.17 | 17.65 |
| Challenger - Wholesale Asian Share Fund | 1.34 | 29.02 | 27.18 | 15.53 | 24.08 | -20.13 | 13.44 |
| Challenger - Wholesale Aust Share Income Fund | 0.90 | 21.65 | 17.24 | 24.31 | 22.04 | -2.55 | 16.09 |
| Col First State Mgd Inv - Future Leaders Fund | 2.02 | 32.72 | 31.30 | 27.61 | 24.66 | -10.83 | 19.84 |
| Col First State Wsale - Australian Share Fund | 0.95 | 21.94 | 23.79 | 28.94 | 16.97 | -1.01 | 17.65 |
| Col First State Wsale - Imputation Fund | 0.96 | 22.05 | 24.97 | 27.69 | 15.78 | -2.61 | 17.04 |
| Col First State Wsale - Leaders Fund | 0.96 | 24.83 | 29.21 | 30.01 | 20.02 | -4.57 | 19.15 |
| Credit Suisse - Australian Shares Fund | 0.50 | 26.22 | 24.64 | 23.54 | 14.94 | -7.38 | 15.65 |
| Credit Suisse - Capital Growth Fund | 0.71 | 13.32 | 17.48 | 11.22 | 13.42 | -2.99 | 10.25 |
| Credit Suisse - Capital Stable Fund | 0.60 | 9.83 | 10.56 | 8.89 | 8.76 | 4.16 | 8.41 |
| Credit Suisse - Int'l Fixed Interest Fund | 0.56 | 4.56 | 0.43 | 11.95 | 2.71 | 12.30 | 6.28 |
| EQT Wholesale Small Companies Fund | 1.20 | 29.55 | 19.34 | 10.88 | 42.83 | 24.40 | 24.95 |
| Goldman Sachs JBWere Diversified Growth Wsale | 0.98 | 13.31 | 16.95 | 14.51 | 17.23 | -1.63 | 11.84 |
| Goldman Sachs JBWere Int'l Wholesale Fund | 1.23 | 5.60 | 19.80 | -1.45 | 22.45 | -18.89 | 4.37 |
| HFA - Conservative Investments HW units | 1.93 | — | 6.94 | 5.64 | 3.44 | 6.20 | — |
| ING Wholesale - Emerging Companies Trust | 0.75 | 51.18 | 21.27 | 49.59 | 36.22 | -3.77 | 29.16 |
| Investors Mutual Wsale - Future Leaders Fund | 0.95 | 38.79 | 13.81 | 26.04 | 23.35 | 13.52 | 22.76 |
| Legg Mason - Tactical Allocation Trust | 0.65 | 7.54 | 5.93 | 15.11 | 15.45 | 2.67 | 9.22 |
| Macquarie Master - Enhanced Fixed Interest Fund | 0.18 | 3.99 | 3.38 | 7.76 | 2.29 | 9.50 | 5.35 |

FSP Super Fund Investment Options – Underlying Managed Funds

| Fund Name | Inv. Cost % | Annualised Return to 30 June 2006 | | | | | Comp. av. return over last 5 years |
|--|----------------|-----------------------------------|-------|-------|-------|--------|--|
| | | 2007 | 2006 | 2005 | 2004 | 2003 | |
| Macquarie Master - Fixed Interest Fund | 0.62 | 3.37 | 3.03 | 5.83 | 1.68 | 9.18 | 4.58 |
| Macquarie Master - Small Companies Fund | 1.13 | 82.23 | 39.18 | 36.91 | 37.75 | -4.68 | 35.45 |
| Merrill Lynch - Wholesale International Bond Fund | 0.79 | 4.43 | -0.37 | 11.14 | 4.20 | -4.04 | 2.95 |
| Merrill Lynch - Wholesale International Share Fund | 0.95 | 8.58 | 16.90 | 0.97 | 15.25 | -15.92 | 4.43 |
| MLC Inv Trust MLC Platinum Global Fund | 1.54 | 10.57 | 25.49 | -0.24 | 34.89 | -5.97 | 11.92 |
| MLC Wholesale Australian Share Fund | 0.97 | 25.98 | 21.42 | 26.15 | 20.86 | -3.24 | 17.68 |
| MLC Wholesale Capital Int'l Global Share Fund | 0.99 | 6.27 | 22.53 | -2.54 | 17.72 | -13.64 | 5.23 |
| MLC Wholesale IncomeBuilder | 0.97 | 24.42 | 13.69 | 21.34 | 17.75 | -2.23 | 14.59 |
| MLC Wholesale Property Securities Fund | 0.87 | 23.94 | 17.84 | 18.34 | 17.32 | 12.47 | 17.93 |
| Perpetual's Wholesale International Share Fund | 1.23 | 5.19 | 17.37 | 1.77 | 20.11 | -21.42 | 3.47 |
| Perpetual's Wholesale Smaller Companies Fund | 0.92 | 47.46 | 20.06 | 19.64 | 27.27 | 10.83 | 24.47 |
| UBS - Australian Share Fund | 0.80 | 28.78 | 23.35 | 26.04 | 20.65 | -2.41 | 18.71 |
| UBS - International Bond Fund | 0.49 | 5.09 | 1.54 | 9.68 | 4.21 | 11.40 | 6.32 |
| Zurich Investments - Global Small Companies Share | 1.23 | 9.97 | 22.06 | 12.36 | 28.68 | -9.69 | 11.88 |

Notes

1. Past performance should not be taken as an indication of future performance.
2. All performance data in the above tables has been downloaded from Morningstar Research Pty Ltd ABN 83 062 096 342 (Morningstar). Morningstar has consented to the publication of the data in the above tables. Copyright Morningstar. No part of this information may be reproduced or redistributed without prior consent from Morningstar.
3. All performance figures in the above table reflect rates of return after taking into account the fees and charges that are levied by the relevant underlying fund, but are before tax.
4. The "Investment Cost %" shown in the above tables, will in most cases be the Investment Cost Ratio (ICR) for the managed fund. Where the fund manager has not provided an ICR, the Management Expense Ratio (MER) will be displayed. The ICR for a fund is the ratio of the managed fund's management costs that are not deducted directly from an investors account, to the managed fund's total average net assets. It is deducted from the gross return before the net return is credited to investors. It is the new standard for reporting management costs, gradually taking over from the MER figure. The ICR shown for each managed fund includes all internal and external fees incurred in managing these funds. The ICR may include a performance fee, which is an amount paid or payable, calculated by reference to the performance of a product or fund over the benchmark stated by the managed fund. Please refer to the disclosure documents of the underlying managed funds for more information. The MER, usually expressed as an annual percentage figure as a proportion of the Net Asset Value of the Managed Fund, is the amount of an investor's money invested the Fund Manager takes each year to pay for the costs of operating and marketing the managed fund. It is deducted from the gross return before the net return is credited to investors. Please refer to the disclosure documents of the underlying managed funds for more information. The Investment Cost % does not take into account the fees and charges of the Trustee and the payments to your adviser, which are deducted from your account and which are disclosed in the PDS for the Fund.

Disclaimer by Morningstar

Morningstar Research Pty Ltd ABN: 83 062 096 342, AFSL: 243161 ('Morningstar') has taken all care in preparing the Morningstar data, ratings and commentary ('the Morningstar Information'), but to the extent that the Morningstar Information is based on information received from other parties no liability, contingent or otherwise is accepted by Morningstar for errors contained in the Morningstar Information or omissions from the Morningstar Information. Morningstar gives neither guarantee nor warranty nor makes any representation as to the correctness or completeness of the Morningstar Information. There may be delays, omissions or inaccuracies in the Morningstar Information. Morningstar bases the Morningstar Information on information disclosed to it by investment product providers and investment information providers and on past performance of products. Past performance is no guarantee of future performance. While Morningstar does not admit that the Morningstar Information constitutes the provision of securities advice or financial product advice, to the extent that it may be deemed to be "general financial product advice", Morningstar warns that:

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- (b) because of this, a person should before acting on the advice and making any investment decisions on the basis of that "advice", consider, with or without the assistance of an adviser, whether the advice is appropriate in light of the particular goals and objectives, financial situation, needs, anticipated resources, current situation or attitudes of the investor or prospective investor and
- (c) where the advice relates to the acquisition or possible acquisition of a particular financial product, persons reading these document should obtain a product disclosure statement or prospectus relating to the product and consider the statement or prospectus before making any decision whether to acquire the product to which this document relates.

General Advice Warning

To the extent that any Morningstar data, ratings or commentary constitutes general advice, this advice has been prepared by Morningstar and does not take account of your objectives, financial situation or needs. Before acting on any advice, you should consider the appropriateness of the advice, having regard to your objectives, financial situation and needs. Morningstar recommend you obtain financial, legal and taxation advice before making any financial investment decision. All potential investors should obtain a product disclosure statement relating to the product and consider the statement before making any decision about whether to acquire the product.

Financial statements

Statement of Financial Position

– as at 30 June 2007

| | 2007 | 2006 |
|--|--------------------|--------------------|
| | \$ | \$ |
| ASSETS | | |
| Cash and cash equivalents | 92,468,636 | 57,361,465 |
| Receivables | 74,789,457 | 38,268,238 |
| | 167,258,093 | 95,629,703 |
| Other financial assets | | |
| Investments | | |
| Listed securities and units in managed funds | 779,243,248 | 562,661,985 |
| | 946,501,341 | 658,291,688 |
| LIABILITIES | | |
| Payables | 15,746,427 | 6,930,034 |
| Deferred income tax liability | 4,438,381 | 6,185,552 |
| Income tax payable | 7,551,598 | 5,221,167 |
| | 27,736,406 | 18,336,753 |
| NET ASSETS AVAILABLE TO PAY BENEFITS | 918,764,935 | 639,954,935 |
| Represented by: | | |
| Liability for accrued benefits | 918,764,935 | 639,954,935 |

Operating Statement

For the Financial Year ended 30 June 2007

| | 2007 | 2006 |
|--|--------------------|--------------------|
| | \$ | \$ |
| Revenue from ordinary activities | | |
| Investment revenue | | |
| Interest income | 3,469,811 | 2,384,445 |
| Distribution income | 84,992,162 | 51,126,891 |
| Changes in net market value of investments | 32,857,656 | 31,349,939 |
| Other income | 94,398 | 86,006 |
| Total investment revenue | 121,414,027 | 84,947,281 |
| Contribution revenue | | |
| Employer contributions | 28,752,262 | 19,896,378 |
| Members' contributions | 101,942,928 | 47,696,489 |
| Transfer from other funds | 114,061,220 | 123,447,347 |
| Government Co-contributions | 1,458,189 | 520,068 |
| Total contribution revenue | 246,214,599 | 191,560,291 |
| Total revenue | 367,628,626 | 276,507,572 |
| Less: | | |
| Expenses | | |
| Administration fees | 14,019,914 | 10,841,640 |
| Group life insurance premiums | 927,426 | 512,759 |
| Superannuation surcharge | 579,629 | 795,238 |
| Total expenses | 15,526,969 | 12,149,637 |
| Benefits accrued from ordinary activities before tax | 352,101,657 | 264,357,935 |
| Income tax expense | 7,641,777 | 11,440,304 |
| Benefits accrued from ordinary activities after tax | 344,459,880 | 252,917,630 |

Statement of Cash Flows

For the Financial Year ended 30 June 2007

| | 2007 | 2006 |
|---|----------------------|----------------------|
| | \$ | \$ |
| Cash flows from operating activities | | |
| Contributions received from members | 101,942,928 | 47,794,183 |
| Contributions received from employers | 28,752,262 | 19,896,378 |
| Distributions received | 56,624,331 | 38,425,374 |
| Interest received | 3,328,586 | 2,313,183 |
| Other income received | 94,398 | 86,006 |
| Government Co-contributions | 1,458,189 | 520,068 |
| Transfer from other funds | 114,061,220 | 123,447,347 |
| Transfer to other funds | (31,928,807) | (23,373,635) |
| Other general administration expenses paid | (6,710,577) | (11,020,720) |
| Benefit payments | (33,721,073) | (28,303,977) |
| Income tax paid | (7,058,515) | (2,833,304) |
| GST received | (37,365) | 11,360 |
| Net cash flows from/(used in) operating activities | 226,805,577 | 166 962 264 |
| Cash flows from investing activities | | |
| Proceeds from sales of investments | 319,167,700 | 232,206,371 |
| Purchases of investments | (510,866,106) | (378,362,764) |
| Net cash flows from/(used in) investing activities | (191,698,406) | (146,156,393) |
| Net increase/(decrease) in cash held and cash equivalents | 35,107,171 | 20,805,871 |
| Cash and cash equivalents at the beginning of the financial year | 57,361,465 | 36,555,594 |
| Cash and cash equivalents at the end of the financial year | 92,468,636 | 57,361,465 |

The financial information included in this section relates to the FSP Super Fund and is not a reflection of the performance of individual members. Your adviser will be able to provide you with details of your individual portfolio and the associated performance.

Please note that these financial statements are an abridged version of the financial statements of the FSP Super Fund. If you would like a full copy of the financial statements, please contact the Trustee.

Auditor of the Fund:

Ernst and Young are the Auditors of the Fund. Contact details for the Auditor can be found on the inside front cover of this Annual Report.

General information

Trustee information

The Trustee of the Fund is FSP Super Pty Limited. As at the date of this report the Trustee has not been fined for any breach of the provisions of the Superannuation Industry (Supervision) Act 1993 ("SIS") or the Regulations.

During the year 2006/2007 and as at the date of this report, the directors of the Trustee were Mr Malcolm Irving (Chairman), Mr Tom Collins, Mr Robert Swil and Mr Ellis Varejes.

Transaction confirmation

Confirmation of all contributions made into your member account is provided in your transaction report, available from your Adviser, and in your Member Benefit Statement. You will also receive individual contribution confirmations for any personal contributions, including spouse contributions and transfers/rollovers, made to your member account.

Indemnity insurance

The Trustee is covered by indemnity insurance in relation to its responsibilities under the FSP Super Fund.

Transfers to the Eligible Rollover Fund

The Trustee has the discretion to transfer your superannuation funds to an Eligible Rollover Fund (ERF) after deducting any accrued or outstanding fees, taxes and liabilities and any applicable deferred contribution charge which would otherwise have become payable in the future. The Trustee may exercise its discretion to transfer your account balance in this way if you are unable to be contacted for the purposes of providing annual reporting or if your account balance falls below \$1,000.

If a member's benefits are transferred to an ERF, the trustee of the ERF must ensure that all benefits are subject to the "member protection rules" under the Superannuation law, irrespective of the size of the benefit. If this transfer occurs, a member will cease to be a member of the Fund and no further contributions or withdrawals may be made by the member, or in relation to the member, to or from the Fund. In addition, the member will no longer receive regular reports from FSP Super and any insurance cover that may have been held by a member through the Fund will cease.

Rather, you will become a member of the ERF and be subject to its governing rules. If possible, the ERF will provide you with its PDS, which outlines all the operational details of their fund.

The Trustee has nominated the following ERF for this purpose:

Australian Eligible Rollover Fund (Australian ERF)
Locked Bag 5429
Parramatta NSW 2124
Telephone: 1800 677 424

The Trustee will take reasonable steps to contact you before transferring your balance to the Australian ERF. Once the balance of your account is transferred, you should contact the Australian ERF for further instructions.

Note that:

- Australian ERF credits a low rate of interest (this amount in some years is 0.00%);
- Australian ERF will apply a different fee structure. Australian ERF is required to "member protect" your benefit. This means that administration charges cannot exceed investment earnings on your account in a reporting period. However, indirect management fees may be deducted from gross fund earnings. You should refer to the Australian ERF Product Disclosure Statement for circumstances in which fees may apply.
- Australian ERF invests your benefit in a diversified strategy, with exposure to both growth assets (equities and property) and defensive assets (fixed interest and cash) through managed funds. You should evaluate whether this strategy is appropriate to your specific circumstances.
- Australian ERF does not offer insured benefits in the event of death or disablement.

Fees Charged by the Trustee

Please refer to your Member Benefit Statement for the actual fees charged on your account. Fees are charged on a particular basis arranged with your adviser when you joined the Fund.

Where appropriate these have been adjusted for the costs to the Fund for Goods and Services Tax (GST) and there are rebates to your account for associated Reduced Input Tax Credits (RITC).

Payment of superannuation contribution surcharge

Payments of superannuation contribution surcharge if applicable to a member are paid by deduction from the member's account, or, if the Trustee receives an assessment after you have left, it will generally be forwarded on to the fund or institution to which you have transferred your benefit. Surcharge generally only applies to contributions made prior to 1 July 2005.

Assets comprising greater than 5% of the Fund

The following investments each comprised more than 5% of the combined total assets of the Fund as at 30 June 2007:

Perpetual Wholesale Australian Fund 5.98%
Perpetual Wholesale Industrial Fund 5.55%

Allocation of earnings into Members' accounts

Earnings from a particular investment of the Fund will be allocated into the members' accounts in proportion to the member's interest in the investment.

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FSP Super Fund Annual Trustee Report 2006/2007

Contact details of the Fund:

FSP Super Pty Limited
Level 39 Australia Square
264-278 George Street
SYDNEY, NSW, 2000
Telephone: (02) 9253 8500
Facsimile: (02) 9253 8540
E-mail: info@fspgroup.com.au
Website: www.fspgroup.com.au

Administration Enquiries:

FSP Customer Care:
FreeCall 1800 333 664
Locked Bag 3460
GPO MELBOURNE Vic 3001