

Specialised Private Capital Ltd AFSL 246744**Income-Plus Fund** ARSN 106 910 392**Performance Report December 2008****Fund Information**

Fund Size	\$26MM	Domicile	Australia
Strategy	High-yield securities and investments	Denomination	Australian dollar
Unit Price	\$0.9049	Management Fee	0.77%
Distribution	\$0.00 (December quarter)	Performance Fee	Nil
Liquidity	Buy: Monthly Sell: Quarterly		

Fund Performance (%)

	3 months	1 year	2 years p.a.	3 years p.a.	Since inception p.a.
Income	0.3	9.0	8.5	8.7	8.6
Growth	0.8	-3.2	-6.0	-4.1	-2.0
Total	1.1	5.8	2.5	4.7	6.6

Market Commentary

Financial markets remained disjointed in the December quarter, impacting on returns.

Currency losses realised on the unwinding of the two Canadian listed investments were taken to account during the quarter, and resulted in an inability to pay a distribution. We expect to resume distributions from the March quarter.

The AMP Capital Structured High Yield Fund remains the largest investment within the fund at 65% of total assets. We have met with AMP Capital regularly over the quarter, and they have stated all assets within their portfolio have met their interest and principal obligations in full during the period. The currency impact of the previous quarter was mitigated in the period to December, and AMP Capital have informed us that they expect to pay full distributions from the September quarter onwards, with partial distributions in the interim.

During the December quarter, AMP Capital received a significant number of redemption requests for their fund, and this resulted in the manager paying redemptions on a pro-rata basis. As such, the manager was only able to repay 1.5% of our redemption request. This was disappointingly low, and we have renewed our redemption request for the March quarter.

The fund has continued to maintain its portfolio of highly rated corporate bonds and cash. During the quarter we purchased bonds issued by Rabobank and Australia Post, bringing the running yield of the bond component of the fund to 5.20%pa.

We will continue to seek out good quality investments with above average returns for this portion of the fund.

Disclosure

Specialised Private Capital Ltd (SPC) utilises the advice authorisation under the current AFSL 243253 of Centric Wealth Advisers Ltd to generate and provide this report and SPC is the Responsible Entity of the Income-Plus Fund. Refer to the Product Disclosure Statement for further information. This document has been issued on the basis that it is only for the information and exclusive use of the particular person to whom it is provided. Any forecasts included are reasonably believed to be reliable based on current information but due to our inability to predict future events they cannot be guaranteed. This document is of a general nature only.

Returns are calculated on the basis of end of quarter redemption prices and are net of investment management fees and expenses. Returns are pre-tax and assume reinvestment of income at cash rates. The returns represent past performance only and are not indicative of future performance. The value of an investment may rise or fall with changes in the market. Inception date: 31 December 2003

Portfolio Analysis				Return / Risk Statistics	
Country	Exposure	Asset type	Exposure	Annualised since inception (% p.a.)	
Australia	55%	Wholesale funds	65%	Return	6.6
Europe (ex UK)	16%	Australia fixed interest	32%	Standard Deviation	2.9
UK	19%	Cash	3%	Sharpe Ratio (R _r = 3.05%)	1.3
United States	7%			Worst quarter performance (%)	
				Income-Plus Fund	-2.5
				ML Global High Yield Index	-7.7

Note: figures do not add to 100% as they represent net gross exposure for international investments.

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