This is Annexure A, of 29 pages referred to in Form 388 "Annual Reports" and in Form 5111 "Compliance Plan Audit Report of a Registered Scheme"

Ilan Zimerman
Company Secretary/Director

INCOME PLUS FUND
ARSN 106 910 392

ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2011

Responsible Entity:
Specialised Private Capital Limited
Trading as Centric Capital
ABN 095 773 390
Level 2, 7 Macquarie Place
Sydney NSW 2000

INCOME PLUS FUND
ARSN 106 910 392
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2011

CONTENTS **PAGE**

Directors' Report of the Responsible Entity	2
Auditor's Independence Declaration	7
Statement of Comprehensive Income	8
Statement of Financial Position	9
Statement of Changes in Equity	9
Statement of Cash Flows	10
Notes to the Financial Statements	11
Directors' Declaration of the Responsible Entity	28
Independent Auditor's Report	29

INCOME PLUS FUND
ARSN 106 910 392
DIRECTORS' REPORT OF THE RESPONSIBLE ENTITY
FOR THE YEAR ENDED 30 JUNE 2011

Directors' Report

The directors of Specialised Private Capital Limited, the Responsible Entity of the Income Plus Fund ("the Fund"), submit their report together with the financial report for the year ended 30 June 2011 and the independent auditor's report thereon.

Directors

The names and details of directors of the Responsible Entity in office since the start of the financial year and until the date of this report are as follows:

Directors	Qualifications	Experience
John McMurdo Executive Director Appointed 19 November 2010 Resigned 8 July 2011	MBA	Former Managing Director of AMP's Hillross Financial Services Limited. He was previously head of AMP's life insurance business and marketing in New Zealand, and before that held senior positions in strategy, marketing and commercial banking with Bank of New Zealand and National Australia Bank coupled with several senior management roles in Bank of New Zealand and National Australia Bank
Joel Thickins Non-Executive Director Appointed 2 March 2009 Resigned 22 November 2010	MBA, B Comm (Hons)	Associate Director of CHAMP and former Vice President of Dyno Nobel Limited
Geoff Scott Finance Director/Executive Director Appointed 30 June 2009 Resigned 8 July 2011	MBA, B Comm	40 years of experience across a broad range of roles in financial services, investment and resources. He has had senior financial, investment and strategy roles in leading organisations
Philip Kelly Executive Chairman/Non-Executive Director Appointed 16 September 2009 Resigned 8 July 2011	AICD, B.A (Hons) (Econ),	Over 35 years experience in the Australian financial services industry, primarily in private equity and institutional investment management, retirement fund administration and retail distribution of financial services
Mr. Ilan Zimerman Executive Director Appointed 8 July 2011	MBA, BA/LLB Diploma (Corporate Governance)	In-house lawyer of Centric Wealth Limited for the past five years
Mr. Gregory Dunger Executive Director Appointed 8 July 2011	Graduate Diploma, AICD General Managers Program (AGSM) Diploma of Management	Mr Dunger brings with him over 30 years of experience in the financial services industry in Australia and has also held positions in Asia and the UK. From 2006-2009, Mr Dunger was the Managing Director of RetireInvest. Previous to this, he was the Managing Director of AON Financial Planning & AON Wealth Management. More recently, Mr Dunger worked as a consultant at AMP, establishing the blueprint for its newly created Financial Centre.

Directors' Report (continued)

Directors (continued)

Directors	Qualifications	Experience
Mr. Barry Zuckerman Non-Executive Director Appointed 8 July 2011	B Comm Chartered Accountant	He has extensive experience with acquisitions, due diligence, structuring, listed reporting and accounting for mortgage, property, equity trusts (both retail and wholesale), taxation and compliance. His funds management industry experience was initially with the Howard Group, and subsequently with Challenger International Limited ("Challenger"), both listed ASX companies. He was the CFO and a member of the Executive Committee of Challenger and played a significant role in the emergence of Challenger from a niche investment bank into a top 100 listed business. Prior to that, Mr Zuckerman gained professional experience with Ernst & Young and PricewaterhouseCoopers in audit and in information systems. Mr Zuckerman received an AVCAL Outstanding Service award for disclosure guidelines in 2004 and won the AVCAL award for Excellence in Investor Reporting in 2009, 2010 and 2011.

No units of the Income Plus Fund are held by directors or director-related entities.

Principal Activities

The principal activity of the Fund during the year was to raise funds and be invested in various income producing investments.

At 30 June 2011, the Fund had investments in unit trusts, convertible notes, floating rate notes and fixed interest securities. Refer to Notes 1(c) and 6 of the financial statements for further information.

The Fund did not have any employees during the year.

There were no significant changes in the nature of the Fund's principal activity during the financial year.

Review of Operations

The net profit for the year ended 30 June 2011 amounted to $5,655,354 (2010: $2,558,811 restated). The result for the year is in line with the directors' expectations. The income distribution for the quarter ended 30 June 2011 is 4.23 cents per unit (2010: 4.64 cents per unit). The result reflects interest and distributions earned from the Fund's investments.

Directors' Report (continued)

Review of Operations (continued)

The Board of Directors of the Responsible Entity of the Fund resolved to make quarterly capital distributions, subject to capital being received from underlying investments, to unit holders of the Fund in the meeting held on 22 February 2011.

The capital distribution for the final quarter of the financial year to 30 June 2011 was $3,127,633, or 13.36 cents per unit.

As per the Product Disclosure Statement, the Fund is liable for due diligence fees and reimbursement of expenses incurred by Specialised Private Capital Limited, the Manager and Responsible Entity. The Manager intends that these expenses be recovered from the Fund over a period of time so as not to unreasonably disadvantage the initial Unitholders.

A correction in the prior year was identified. The error relates to trade creditors with offsetting amounts to accumulated losses. This error arises from expenses incurred by the Responsible Entity, but not recognised by the Fund in prior periods (refer to Note 15 of the financial statements for further information).

The Fund is deemed to be illiquid under the *Corporations Act 2001*. The Board of Directors of the Responsible Entity (the Board) of the Fund resolved to suspend the quarterly withdrawal process of the Fund and close the Fund to new or additional investments in the meeting held on 12 February 2010. The Board resolved in their meeting on 22 February 2011, that the Fund will make quarterly capital distributions (net of fee and expenses) as and when capital is received from the underlying investments.

As at 30 June 2011, a total of 23,405,750 (2010: 23,405,750) ordinary units have been issued.

As at 30 June 2011, a total of 3,434,860 (2010: 3,434,860) ordinary units have been redeemed.

The redemptions were made prior to suspension of the quarterly withdrawal process.

The value of the Fund's assets as at 30 June 2011 was $15,410,542 (2010: $20,397,289). The basis for valuation is disclosed in Note 1 of the financial statements.

Events Subsequent to Reporting Date

The income distribution for the final quarter of the financial year to 30 June 2011 of $990,191 (2010: $1,086,313), or 4.23 cents per unit (2010: 4.64 cents per unit), was paid on 12 September 2011.

The capital distribution for the final quarter of the financial year to 30 June 2011 of $3,127,633, or 13.36 cents per unit, was paid on 12 September 2011.

No other matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of the Fund, the results of those operations, or the state of affairs of the Fund in future financial years.

Distributions Paid

The income distributions paid or payable for the year ended 30 June 2011 was $5,185,887 (2010: $2,503,590).

The capital distributions paid or payable for the year ended 30 June 2011 was $3,127,633 (2010: Nil).

Likely Developments

The directors of the Responsible Entity of the Fund are not aware of any developments likely to significantly affect the operations or the results of the Fund's operations in subsequent financial years.

Directors' Report (continued)

Environmental Regulations

The Fund's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Indemnities and Insurance Premiums for Officers and Auditors

Under the Fund's Constitution, the Responsible Entity, including its officers and employees, are indemnified out of the Fund's assets for any loss, damage, expense or any other liability incurred by it in properly performing or exercising any of its powers, duties or rights in relation to the Fund.

The Fund has not indemnified the auditor of the Fund.

The Responsible Entity has been reimbursed for insurance premiums paid out of the Fund's assets in relation to insurance cover for the Responsible Entity, its officers and employees and the Compliance Committee. The contract of insurance prohibits disclosure of the nature of the liability and amount of the premium. No amount has been paid out of the assets of the Fund in relation to insurance cover for the auditor of the Fund.

Proceedings on Behalf of the Fund and/or the Responsible Entity

No person has applied for leave of Court to bring proceedings on behalf of the Fund and/or Responsible Entity or intervene in any proceedings to which the Fund and/or Responsible Entity is a party for the purpose of taking responsibility on behalf of the Fund and/or Responsible Entity for all or any part of those proceedings.

The Fund and/or Responsible Entity was not a party to any such proceedings during the year.

Fees Paid to and Interests Held in the Fund by the Responsible Entity or its Associates

Fees paid to the Responsible Entity and its associates out of Fund property during the year are disclosed in Note 11 of the financial statements.

No fees were paid out of the Fund property to the directors of the Responsible Entity during the year.

The Responsible Entity and its associates do not hold any interests in the Fund at year end nor held any interests during the year, except as disclosed in Note 11 of the financial statements.

Corporate Governance

During the year the Board of the Responsible Entity was split between non-executive and executive directors. Joel Thickins and Philip Kelly were non-executive directors prior to their resignation. As at the date of this report Barry Zuckerman is the non-executive director. Geoff Scott and John McMurdo were the executive directors prior to their resignation. As at the date of this report Ilan Zimerman and Gregory Dunger are executive directors.

No fees are currently paid to the directors of the Responsible Entity from the Fund.

Non-executive directors have the right to seek independent professional advice in the furtherance of their duties as directors of the Responsible Entity at the Fund's expense subsequent to the Chairman's approval.

The Fund's policy regarding the Responsible Entity's directors and employees trading in its securities is set by the Investment Committee. The policy restricts directors of the Responsible Entity and employees from acting on material information until it has been released to the market and adequate time has been given for this to be reflected in the security's prices.

The Board of the Responsible Entity approved the formation of a Compliance Committee to ensure compliance with the Responsible Entity's rigorous set of systems and procedures as outlined in its Compliance Plan. The Compliance Committee comprises three members, two of whom are external to the Responsible Entity.

INCOME PLUS FUND
ARSN 106 910 392
DIRECTORS' REPORT OF THE RESPONSIBLE ENTITY
FOR THE YEAR ENDED 30 JUNE 2011

Auditor's Independence Declaration

The Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 7 and forms part of this Directors' Report for the year ended 30 June 2011.

Signed in accordance with a resolution of the Board of Directors of the Responsible Entity.

.....
Barry Zuckerman
Director of the Responsible Entity

Dated in Sydney, this 1st day of December 2011

MOORE STEPHENS
ACCOUNTANTS & ADVISORS

Level 7, 20 Hunter Street
Sydney NSW 2000

T +61 (0)2 8236 7700
F +61 (0)2 9233 4636

www.moorestephens.com.au

Auditor's Independence Declaration
to the Directors of Specialised Private Capital Limited,
as Responsible Entity of Income Plus Fund

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the audit of Income Plus Fund for the year ended 30 June 2011, I declare that, to the best of my knowledge and belief, there have been:

a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and

b) no contraventions of any applicable code of professional conduct in relation to the audit.

Moore Stephens Sydney

Moore Stephens Sydney
Chartered Accountants

Chris Chandran
Partner

Dated in Sydney this 1st day of December 2011

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INCOME PLUS FUND
ARSN 106 910 392
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2011

	Note	30 June 2011 $	30 June 2010 $ (Restated)
Revenue	2	5,564,733	2,800,076
Realised gain on investments		349,164	32,850
Administration and other expenses	3	(258,543)	(274,115)
Net profit attributable to unitholders		**5,655,354**	**2,558,811**
Finance costs attributable to unitholders			
Distributions paid/payable to unitholders	10	(5,185,887)	(2,503,590)
Net increase in net assets attributable to unitholders	9	(469,467)	(55,221)
Net profit/(loss) for the year		-	-
Other comprehensive income			
Devaluation of financial assets		(5,374,784)	(2,361,051)
Total comprehensive loss for the year		**(5,374,784)**	**(2,361,051)**

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

INCOME PLUS FUND
ARSN 106 910 392
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

	Note	30 June 2011 $	30 June 2010 $ (Restated)	1 July 2009 $ (Restated)
Assets				
Cash and cash equivalents	13(a)	3,165,758	1,900,814	424,907
Financial assets	6	10,659,674	18,057,595	24,427,853
Trade and other receivables	5	1,585,110	438,880	127,654
Total assets		**15,410,542**	**20,397,289**	**24,980,414**
Liabilities				
Distributions payable	7	4,117,824	1,090,468	307,523
Trade and other payables	8	394,051	375,204	425,590
Total liabilities (excluding net assets attributable to unitholders)		**4,511,875**	**1,465,672**	**733,113**
Net assets attributable to unitholders	9	**10,898,667**	**18,931,617**	**24,247,301**
Total liabilities		**15,410,542**	**20,397,289**	**24,980,414**

The Statement of Financial Position should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

In accordance with AASB 132 - *Financial Instruments: Disclosure and Presentation*, unitholders' funds are classified as a liability and accordingly the Fund has no equity for financial statement purposes. As a result there was no equity at the start or end of the period and as such the Fund is not required to prepare a Statement of Changes in Equity.

INCOME PLUS FUND
ARSN 106 910 392
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2011

	Note	30 June 2011 $	30 June 2010 $
Cash flows from operating activities			
Dividends and distributions received		4,064,546	2,033,905
Interest received		322,181	445,971
Payments to suppliers		(242,655)	(298,104)
Other income received		34,735	45,346
Net cash provided by operating activities	13(b)	**4,178,807**	**2,227,118**
Cash flows from investing activities			
Purchases of investments		(34,532)	(3,679,472)
Proceeds from sale of investments		2,406,833	7,691,176
Net cash provided by investing activities		**2,372,301**	**4,011,704**
Cash flows from financing activities			
Proceeds from unitholder applications		-	92,003
Redemptions by unitholders		-	(3,134,273)
Payment of distribution		(5,286,164)	(1,720,645)
Net cash used in financing activities		**(5,286,164)**	**(4,762,915)**
Net increase in cash held		**1,264,944**	**1,475,907**
Cash and cash equivalents at beginning of the financial year		1,900,814	424,907
Cash and cash equivalents at end of the financial year	13(a)	**3,165,758**	**1,900,814**

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover Income Plus Fund ("the Fund") as an individual entity. The Fund is a registered managed investment scheme pursuant to the *Corporations Act 2001*, established and domiciled in Australia.

Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Australian Accounting Interpretations and the *Corporations Act 2001* in Australia.

The financial statements are prepared on an accruals basis and are based on historical costs, modified where applicable by the fair value of financial assets and financial liabilities.

The financial statements have been approved for release by the Board of Directors of the Responsible Entity on 1st December 2011.

The Statement of Financial Position is presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are generally expected to be recovered or settled within twelve months, except for investments in financial assets and net assets attributable to unitholders. The amount expected to be recovered or settled in relation to these balances cannot be reliably determined.

Financial instruments

The Fund has elected to early adopt "AASB 9 - *Financial instruments*", which was issued on 7 December 2009. AASB 9 includes requirements for the classification and measurement of financial assets. These requirements improve and simplify the approach for the classification and measurement of financial assets compared with the requirements of AASB 139.

Investments which were previously classified as available for sale financial assets and held to maturity financial assets are now classified as financial assets at fair value through other comprehensive income.

Investments continue to be valued at fair value with changes in value being recognised in the asset revaluation reserve. Consequently adoption of AASB 9 has no effect on the valuation of the Fund's net assets.

Under AASB 9 there is no recycling of the realised gains and losses to the Statement of Comprehensive Income as was previously required by AASB 139. There is also no requirement to test the Fund's investments for impairment and so there is no transfer of unrealised impairment losses from the asset revaluation reserve to the Statement of Comprehensive Income.

The transition provisions within AASB 9 require the standard to be applied retrospectively but it shall not be applied to investments that were disposed of prior to the initial application date. The Fund has adopted AASB 9 with effect from 1 July 2010. The Fund had not recognised impairment losses on any of its investments as at 30 June 2010 and as such the comparatives do not have to be restated to conform to the provisions of AASB 9.

The following is a summary of the material accounting policies adopted by the Fund in the preparation of the financial statements. The accounting policies have been consistently applied, unless otherwise stated.

(a) Income Tax

Under the Income Tax Assessment Act 1997, the Fund is not subject to income tax, provided the net income including assessable capital gains tax is fully distributed to Unitholders. No liability has been raised for income tax as it is unlikely that any taxable income will be retained by the Fund for 30 June 2011.

Financial assets held at fair value may include unrealised capital gains. Should such a gain be realised, that portion of the gain that is subject to capital gains tax will be distributed so that the Fund is not subject to capital gains tax.

Realised capital losses are not distributed to Unitholders but are retained in the Fund to be offset against any realised gains. If realised capital gains exceed realised capital losses, the excess is distributed to Unitholders.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(a) Income Tax (continued)

The benefits of imputation credits and foreign tax paid are passed to unitholders.

(b) Distributions

In accordance with the Fund Constitution, the Fund fully distributes its distributable (taxable) income to Unitholders by cash or reinvestment. The distributions are recognised in the Statement of Comprehensive Income as financing costs attributable to Unitholders.

(c) Financial Instruments

Recognition and measurement
Financial assets consist of units in AMP Capital Structured High Yield Fund as well as Fixed Interest Securities (Brookfield Secured Bonds), Convertible Notes (Orica) and Floating Rate Notes (Woolworths Ltd). All investments are initially brought to account at cost including transaction costs.

The directors of the Responsible Entity have determined the investments to be financial assets at fair value through other comprehensive income. The Fund has elected to present subsequent changes in fair value in other comprehensive income through the asset revaluation reserve.

As at 30 June 2011, the directors have valued the investments in accordance with the audited net assets of the Funds or alternative market values. Given the nature of the investments, the directors consider this a fair and reasonable basis of valuation.

The carrying amounts of investments are reviewed regularly by the directors of the Responsible Entity to ensure it is not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the investment's current market value or the underlying net assets in the particular entities. The expected net cash flows from investments have not been discounted to their present value in determining the recoverable amount.

Derecognition
Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the Fund no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial asset or liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in the Statement of Comprehensive Income.

(d) Trade and Other Receivables

Trade and other receivables may include amounts for dividends, interest, trust distributions and securities sold where settlement has not yet occurred. Amounts are generally received within 30 days of being recorded as trade and other receivables.

(e) Net Assets Attributable to Unitholders

The Fund is deemed to be illiquid under the *Corporations Act 2001*. The Board of Directors of the Responsible Entity of the Fund resolved to suspend the quarterly withdrawal process of the Fund and close the Fund to new or additional investments in the meeting held on 12 February 2010. The Board resolved in their meeting on 22 February 2011, that the Fund will make quarterly capital distributions (net of fee and expenses) as and when capital is received from the underlying investments. The Fund has since made two distributions of $0.1116 per unit and $0.1759 per unit for March 2011 and June 2011 respectively.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Increase/(Decrease) in Net Assets Attributable to Unitholders

Non-distributable income is included in net assets attributable to Unitholders and may consist of accrued income not yet assessable, expenses provided or accrued for, which are not yet deductible, net capital losses and tax free or tax deferred income.

Net capital gains on the realisation of any financial instruments (including any adjustments for tax deferred income previously taken directly to net assets attributable to Unitholders) and accrued income not yet assessable will be included in the determination of distributable income in the same year in which it becomes assessable for tax.

(g) Trade and Other Payables

Trade and other payables include liabilities and accrued expenses owing by the Fund which are unpaid as at the end of the reporting period.

Trades are recorded on trade date, and normally settled within three business days. Purchase of securities and investments that are unsettled at reporting date are included in trade and other payables.

The distribution amount payable to Unitholders as at the reporting date is recognised separately on the Statement of Financial Position as Unitholders are presently entitled to the distributable income under the Fund Constitution.

(h) Goods and Services Tax ("GST")

The Fund qualifies for Reduced Income Tax Credits at a rate of 75% hence management fees, custodian fees and other expenses have been included in the Statement of Comprehensive Income net of the amount of GST recoverable from the Australian Tax Office ("ATO").

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the ATO. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

The net amount of GST recoverable from or payable to the ATO is included as an asset or liability in the Statement of Financial Position. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are presented in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities which are disclosed as operating cash flows.

(i) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash which are subject to an insignificant risk of changes in value, and bank overdraft.

(j) Revenue and Expenses

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend and distribution revenue is recognised when the right to receive them has been established.

All revenue is stated net of the amount of GST.

Expenses are brought to account on an accruals basis.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) Life of the Fund

The Fund is a unit trust established on 27 October 2003 and domiciled in Australia. The Fund terminates on the earliest of:
(i) the 80th anniversary of the day before the Fund commenced; and
(ii) the date specified by the Manager in accordance with the Fund Constitution.

(l) Critical Accounting Estimates and Judgments

The directors of the Responsible Entity evaluate estimates and judgments based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Fund.

(m) Comparatives

Where required by accounting standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(n) New Accounting Standards and Interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2011 reporting periods. The directors of the Responsible Entity's assessment of the impact of these new standards (to the extent relevant to the Fund) and interpretations is set out below:

(i) Revised AASB 124 Related Party Disclosures and AASB 2009-12 Amendments to Australian Accounting Standards (effective from 1 January 2011)

In December 2009 the AASB issued a revised AASB 124 Related Party Disclosures. It is effective for accounting periods beginning on or after 1 January 2011 and must be applied retrospectively. The amendment clarifies and simplifies the definition of a related party and removes the requirement for government-related entities to disclose details of all transactions with the government and other government-related entities. The Fund will apply the amended standard from 1 July 2011. The amendments will not have any effect on the Fund's financial statements.

(ii) AASB 2010-6 Amendments to Australian Accounting Standards – Disclosures on Transfers of Financial Assets (effective for annual reporting periods beginning on or after 1 July 2011)

In November 2010, the AASB issued AASB 2010-6 Disclosures on Transfers of Financial Assets which amends AASB 1 First-time Adoption of Australian Accounting and AASB 7 Financial Instruments: Disclosures to introduce additional disclosures in respect of risk exposures arising from transferred financial assets. The amendments will affect particularly entities that sell, factor, securitise, lend or otherwise transfer financial assets to other parties. The amendments will not have any impact on the Fund's disclosures. The Fund intends to apply the amendment from 1 July 2011.

(iii) Amendments to AASB 2010-4 Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project (effective for annual reporting periods beginning on or after 1 January 2011)

In June 2010, the AASB made a number of amendments to Australian Accounting Standards as a result of the IASB's annual improvements project. The Fund does not expect that any adjustments will be necessary as the result of applying the revised rules.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(n) New Accounting Standards and Interpretations (continued)

(iv) International Financial Reporting Standards (IFRS) 13 Fair value measurement (effective 1 January 2013)

IFRS 13 was released in May 2011. The AASB is expected to issue an equivalent Australian standard shortly. IFRS 13 explains how to measure fair value and aims to enhance fair value disclosures. The Fund has yet to determine which, if any, of its current measurement techniques will have to change as a result of the new guidance. It is therefore not possible to state the impact, if any, of the new rules on any of the amounts recognised in the financial statements. However, application of the new standard will impact the type of information disclosed in the notes to the financial statements. The Fund does not intend to adopt the new standard before its operative date, which means that it would be first applied in the annual reporting period ending 30 June 2014.

(v) AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements (effective for annual reporting periods beginning on or after 1 July 2013)

The Fund does not expect that any adjustments will be necessary as the result of applying the revised rules.

	2011 $	2010 $
NOTE 2: REVENUE FROM ORDINARY ACTIVITIES		
Interest revenue	344,111	298,427
Dividends and distribution revenue	5,185,887	2,456,303
Other income	34,735	45,346
	5,564,733	**2,800,076**

NOTE 3: PROFIT FROM ORDINARY ACTIVITIES

		(As Restated)
Profit from ordinary activities has been arrived at after charging as expenses:		
Expense recoveries	99,108	93,388
Other expenses	28,231	24,033
Management fees	131,204	156,694
	258,543	**274,115**

NOTE 4: AUDITOR'S REMUNERATION

Auditing and reviewing of financial statements	27,690	23,950
Taxation services	11,050	9,850
	38,740	**33,800**

	2011 $	2010 $
NOTE 5: TRADE AND OTHER RECEIVABLES		
Dividends receivable	1,543,739	422,398
Interest receivable	26,061	4,131
Other debtors	15,310	12,351
	1,585,110	**438,880**

NOTE 6: FINANCIAL ASSETS		
Financial assets		
Units in investments - at cost	-	447,921
Units in listed unit trust - at cost	16,671,462	16,636,930
Floating rate notes	504,415	504,415
Fixed interest securities	200,000	691,015
Convertible notes	501,105	1,606,742
	17,876,982	19,887,023
Devaluation	(7,217,308)	(1,829,428)
	10,659,674	**18,057,595**

The directors of the Responsible Entity consider the following investments held to be material to the Fund:

	Carrying amount of investment at	
Entity	**30 June 2011 $**	**30 June 2010 $**
AMP Capital Structured High Yield Fund	9,408,535	14,767,839
Orica Convertible Notes	531,202	490,504
Woolworths Ltd - Floating Rate Notes	520,323	510,059
Brookfield Secured Bonds - Fixed Interest	199,614	199,400
Paperlinx Convertible Notes	-	806,839
Bank of America - Fixed Interest	-	509,943
J Fairfax Convertible Notes	-	485,900
Prime Infrastructure Group	-	287,111
	10,659,674	**18,057,595**

The directors of the Responsible Entity have determined that all investee entities are not subsidiaries or associates of the Fund, as they do not have control or significant influence over the financial and operating policies of these entities. As such, the investments are not consolidated or equity accounted.

The directors of the Responsibility Entity do not participate in the management, nor do they hold Board or Investment Committee representation within the investment entities nor do they intend to in the future. The relationship with each is as financial investor only.

	2011 $	2010 $ (As Restated)
NOTE 7: DISTRIBUTIONS		
(a) Provision for distribution		
Income distribution payable	990,191	1,090,468
Capital distribution payable	3,127,633	-
	4,117,824	1,090,468
(b) Reconciliation of net income to distributable income		
Net profit from ordinary activities	5,655,354	2,558,811
Timing differences	(5,655,354)	(455,231)
Non-taxable cash amounts	5,185,887	403,155
Non-cash amounts	-	(3,145)
Total cash available for distribution	5,185,887	2,503,590
Interim distribution paid	(4,195,696)	(1,417,277)
Unpaid distribution for the year	990,191	1,086,313
Unpaid prior year distribution	-	4,155
	990,191	**1,090,468**

NOTE 8: TRADE AND OTHER PAYABLES

Trade creditors and accruals – related parties (Note 15)	391,797	337,754
Other payables	2,254	37,450
	394,051	**375,204**

NOTE 9: NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

	Units # (Note 10)	Units $	Accumulated Losses $	Asset Revaluation Reserve $	Total $
Balance at 1 July 2009 (As previously stated)	26,704,521	28,777,100	(4,776,585)	531,623	24,532,138
Correction of prior period error (Note 15)	-	-	(284,837)	-	(284,837)
Balance at 1 July 2009 (As restated)	**26,704,521**	**28,777,100**	**(5,061,422)**	**531,623**	**24,247,301**
Applications	136,089	124,419	-	-	124,419
Redemptions	(3,434,860)	(3,134,273)	-	-	(3,134,273)
Comprehensive income/(loss)					
Profit attributable to the Fund	-	-	2,558,811	-	2,558,811
Other comprehensive loss	-	-	-	(2,361,051)	(2,361,051)
Distributions	-	-	(2,503,590)	-	(2,503,590)
Balance at 30 June 2010 (As restated)	**23,405,750**	**25,767,246**	**(5,006,201)**	**(1,829,428)**	**18,931,617**

NOTE 9: NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

	Units #	Units $	Accumulated Losses $	Asset Revaluation Reserve $	Total $
Balance at 30 June 2010 (As restated)	**23,405,750**	**25,767,246**	**(5,006,201)**	**(1,829,428)**	**18,931,617**
Comprehensive income/(loss)					
Profit attributable to the Fund	-	-	5,655,354	-	5,655,354
Other comprehensive loss	-	-	-	(5,374,784)	(5,374,784)
Distributions	-	-	(5,185,887)	-	(5,185,887)
Return of capital	-	(3,127,633)		-	(3,127,633)
Balance at 30 June 2011	**23,405,750**	**22,639,613**	**(4,536,734)**	**(7,204,212)**	**10,898,667**

There are no separate classes of units and each unit in the Fund has the same rights attached to it as all other units in the Fund. Unitholders participate in distributions and the proceeds on winding up the Fund in proportion to the number of units held. The Asset Revaluation Reserve includes unrealised gains which would be assessable if realised at 30 June 2011.

NOTE 10: DISTRIBUTIONS

The income distribution paid or payable for the year ended 30 June 2011 was $5,185,887 (30 June 2010: $2,503,590).

The capital distribution paid or payable for the year ended 30 June 2011 was $3,127,633 (30 June 2010: Nil).

NOTE 11: RELATED PARTY TRANSACTIONS

(a) Responsible Entity of the Fund

The Responsible Entity of the Fund is Specialised Private Capital Limited, which provides investment management and administrative services to the Fund in accordance with the Fund Constitution. Specialised Private Capital Limited is 100% owned by Centric Wealth Enterprises Limited.

In performing its administrative services, the Responsible Entity incurs expenses on behalf of the Fund for which it subsequently recovers from the Fund. These expenses include, but are not limited to, custodian fees, registry fees, legal fees, audit fees, compliance committee fees and insurance expenses.

(b) Directors and Other Director-Related Entities

The names of each person holding position of Director of the Responsible Entity during the financial year were:

Name	*Position*	*Period of Directorship*
Mr. John McMurdo	Executive Director	Appointed 19 November 2010 Resigned 8 July 2011
Mr. Joel Thickins	Non-Executive Director	Appointed 2 March 2009 Resigned 22 November 2010
Mr. Geoff Scott	Finance Director/Executive Director	Appointed 30 June 2009 Resigned 8 July 2011
Mr. Philip Kelly	Executive Chairman/Non-Executive Director	Appointed 16 September 2009 Resigned 8 July 2011
Mr. Ilan Zimerman	Executive Director	Appointed 8 July 2011
Mr. Gregory Dunger	Executive Director	Appointed 8 July 2011
Mr. Barry Zuckerman	Non-Executive Director	Appointed 8 July 2011

NOTE 11: RELATED PARTY TRANSACTIONS (CONTINUED)

(c) Responsible Entity Fees and Other Transactions

During the year the following fees and charges were incurred by the Fund to the Responsible Entity in accordance with the Fund Constitution and Product Disclosure Statement:

	2011 $	2010 $ (Restated)
Management fees	131,204	156,694
Expense recoveries (Note 15)	99,108	93,388
	230,312	**250,082**

The amounts due and payable at 30 June 2011 and 30 June 2010 to the Responsible Entity in accordance with the Fund Constitution were:

	2011 $	2010 $ (Restated)
Management fees	18,444	12,029
Expense recoveries (Note 15)	373,353	316,225
Other fees	-	9,500
	391,797	**337,754**

(d) Remuneration of Directors and Specified Executives

The directors of the Responsible Entity did not receive any remuneration, superannuation or retirement benefits from the Fund since the beginning or the end of the financial year.

During the year ended 30 June 2011, no Director, both executive and non-executive, received any remuneration either directly or indirectly from Specialised Private Capital Limited.

(e) Interest in the Units of the Fund

No directors and director related entities hold any units in Income Plus Fund.

Specialised Private Capital Limited held 100 units in the Fund during the financial year.

(f) Loans

The Fund has not made, guaranteed or secured, directly or indirectly, any loans to the directors or their personally-related entities at any time during the year.

(g) Other Transactions of Directors and Director-Related Entities

Apart from those detailed in this Note, no directors have entered into a contract for services with the Fund and there were no contracts involving directors subsisting at year end.

All transactions with related parties are conducted on normal commercial terms and conditions.

NOTE 11: RELATED PARTY TRANSACTIONS (CONTINUED)

(g) Other Transactions of Directors and Director-Related Entities (continued)

The Fund has no investment in Specialised Private Capital Limited or its related parties.

There have been no transactions with other funds that Specialised Private Capital Limited acts as Responsible Entity for.

NOTE 12: FINANCIAL RISK MANAGEMENT

(a) Financial Risk Management Objectives, Policies and Procedures

The Fund's accounting policies are included in Note 1, while the terms and conditions, including the effective weighted average rates, of each class of financial assets, each financial liability and equity instrument, both recognised and unrecognised at balance date where applicable, are included under the appropriate note for that instrument.

(b) Credit Risk

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted.

The credit risk on financial assets of the Fund which have been recognised in the Statement of Financial Position is the carrying amount net of any provision for doubtful debts. The Fund is not exposed to any individual credit risk.

(i) Debt securities
The Fund invests in debt securities which have an investment grade categorisation as rated by authoritative sources. For unrated assets the risks are assessed by the directors of the Responsible Entity based on the relevant information. An analysis of debt by rating is set out in the table below:

	2011 $	2010 $
Rating		
A+	-	509,943
A-	520,323	-
Unrated	199,614	199,400
	719,937	**709,343**

(c) Liquidity and Cash Flow Risks

Liquidity risk is the risk that the Fund will experience difficulty in either realising assets or otherwise raising sufficient funds to satisfy commitments associated with financial instruments. Cash flow risk is the risk that the future cash flow derived from holding financial instruments will fluctuate.

The risk management guidelines are designed to minimise liquidity and cash flow risk through:
- Ensuring that there is no significant exposure to illiquid or thinly traded financial instruments; and
- Applying limits to ensure there is no concentration of liquidity risk to a particular counterparty or market.

The Fund is deemed to be illiquid under the *Corporations Act 2001*. The Board of Directors of the Responsible Entity of the Fund resolved to suspend the quarterly withdrawal process of the Fund and close the Fund to new or additional investments for the time being in the meeting held on 12 February 2010. The Board resolved in their meeting on 22 February 2011, that the Fund will make quarterly capital distributions (net of fee and expenses) as and when capital is received from the underlying investments.

Financial liabilities of the Fund comprise trade and other payables, distributions payable and net assets attributable to unitholders. Trade and other payables and distributions payable have no contractual maturities but are typically settled within 30 days.

NOTE 12: FINANCIAL RISK MANAGEMENT (CONTINUED)

(d) Market Risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates, and equity prices. Market risk is managed and monitored using sensitivity analysis, and minimised through ensuring that all investment activities are undertaken in accordance with established mandate limits and investment strategies.

(i) Currency Risk

The Fund is not exposed to foreign currency risk as it did not have any investments denominated in foreign currency for the years ended 30 June 2011 and 30 June 2010.

(ii) Interest Rate Risk

The majority of the Fund's financial assets are interest-bearing, like cash balances and fixed and floating interest securities. As a result, the Fund is subject to fair value interest rate risk due to fluctuations in the prevailing levels of market interest rates predominately on cash balances.

Interest rate	Change in variable %	Operating profit before finance costs attributable to $	Liabilities attributable to unitholders $
2011			
Interest rate risk	1%/-1%	138,254/(138,254)	138,254/(138,254)
2010			
Interest rate risk	1%/-1%	196,645/(196,645)	196,645/(196,645)

(iii) Equity Price Risk

Equity price risk is the risk that the fair value of equities decreases as a result of changes in market prices, whether those changes are caused by factors specific to the individual stock or factors affecting all instruments in the market.

Equity price risk exposure arises from the Fund's investment portfolio.

This risk is managed by ensuring that all activities are transacted in accordance with mandates, overall investment strategy and within approved limits.

There is no effect on net operating profit attributable to unitholders as unrealised gains and losses arising from changes in fair value are taken directly to the Asset Revaluation Reserve unless they are considered permanently impaired.

Change in equity price	Change in variable	Operating profit before finance costs attributable to unitholders $	Liabilities attributable to unitholders $
2011			
Equity price risk	1%/-1%	-	-
2010			
Equity price risk	1%/-1%	-	2,871/(2,871)

NOTE 12: FINANCIAL RISK MANAGEMENT (CONTINUED)

(e) Fair Value of Financial Assets and Liabilities

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The table below presents the Fund's assets measured and recognised at fair value at 30 June 2011 and 30 June 2010 by level of the following fair value measurement hierarchy:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities
Level 2 - inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly
Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs)

At 30 June 2011	Level 1 $	Level 2 $	Level 3 $	Total $
Units in unlisted unit trust	-	9,408,535	-	9,408,535
Floating rate notes	520,323	-	-	520,323
Convertible notes	531,202	-	-	531,202
Fixed interest securities	199,614	-	-	199,614
	1,251,139	**9,408,535**	**-**	**10,659,674**

At 30 June 2010	Level 1 $	Level 2 $	Level 3 $	Total $
Units in listed equities	287,111	-	-	287,111
Units in unlisted unit trust	-	14,767,839	-	14,767,839
Floating rate notes	510,059	-	-	510,059
Convertible notes	1,783,243	-	-	1,783,243
Fixed interest securities	709,343	-	-	709,343
	3,289,756	**14,767,839**	**-**	**18,057,595**

The fair value of financial instruments traded in active markets is based on quoted market prices at the end of the reporting period. Units in listed equities, floating rate notes, convertible notes and fixed interest securities are included in Level 1.

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Fund uses a variety of methods and makes assumptions that are based on market conditions existing at the end of each reporting period. Units in the unlisted unit trust are included in Level 2.

The carrying amounts of all financial assets and liabilities are assumed to approximate their fair values due to their short-term nature.

NOTE 12: FINANCIAL INSTRUMENTS (CONTINUED)

(f) Financial instrument maturity analysis

		30 June 2011					
	Weighted Average Effective Interest Rate %	Floating Interest $	Within 1 Year $	1-5 years $	Over 5 years $	Non-Interest Bearing $	Total $
Financial Assets							
Cash and cash equivalents	6.34%	3,165,758	-	-	-	-	3,165,758
Trade and other receivables		-	-	-	-	1,585,110	1,585,110
Investments	6.37%	504,415	200,000	-	501,105	9,454,154	10,659,674
Total Financial Assets		3,670,173	200,000	-	501,105	11,039,264	15,410,542
Financial Liabilities							
Trade and other payables		-	-	-	-	394,051	394,051
Distribution payables		-	-	-	-	4,117,824	4,117,824
Total financial liabilities		-	-	-	-	4,511,875	4,511,875

NOTE 12: FINANCIAL INSTRUMENTS (CONTINUED)

(f) Financial instrument maturity analysis (continued)

		30 June 2010					
	Weighted Average Effective Interest Rate %	Floating Interest $	Within 1 Year $	1-5 years $	Over 5 years $	Non-Interest Bearing $	Total $
Financial Assets							
Cash and cash equivalents	4.03	1,900,814	-	-	-	-	1,900,814
Trade and other receivables		-	-	-	-	438,880	438,880
Investments	6.19	510,059	509,943	199,400	1,783,243	15,054,950	18,057,595
Total Financial Assets		**2,410,873**	**509,943**	**199,400**	**1,783,243**	**15,493,830**	**20,397,289**
Financial Liabilities							
Trade and other payables		-	-	-	-	375,204	375,204
Distribution payables		-	-	-	-	1,090,468	1,090,468
Total financial liabilities		**-**	**-**	**-**	**-**	**1,465,672**	**1,465,672**

	2011 $	2010 $ (As Restated)

NOTE 13: CASH FLOW INFORMATION

(a) Cash at the end of the financial year as shown in the Statement of Cash Flows is:

Cash at bank	3,165,758	1,900,814

The weighted average interest rate of cash at bank as at 30 June 2011 is 6.34% (2010: 4.03%).

(b) Reconciliation of Cash Flow from Operations with Net Profit Attributable to Unitholders

Net profit attributable to unitholders	5,655,354	2,558,811
Non-cash flows transactions:		
Realised gain on investments	(349,164)	(32,850)
Interest income from amortisation of investments	-	30,354
Changes in assets and liabilities		
Increase in trade and other receivables	(1,146,230)	(311,227)
Increase/(decrease) in trade and other payables	18,847	(17,970)
Net cash provided by operating activities	**4,178,807**	**2,227,118**

NOTE 14: CAPITAL MANAGEMENT

The directors of the Responsible Entity control the capital of the Fund in order to maintain a good debt-to-equity ratio and to ensure that the Fund can fund its operations and continue as a going concern.

The Fund's debt and capital includes financial liabilities, supported by financial assets.

There are no externally imposed capital requirements.

The directors of the Responsible Entity effectively manage the Fund's capital by assessing the Fund's financial risk and adjusting its capital structure in response to changes in these risks and in the market. These responses include the management of debt levels.

There have been no changes in the strategy adopted by management to control the capital of the Fund. The Fund does not have any external borrowings.

NOTE 15: CORRECTION OF PRIOR PERIOD ERROR

A correction in the prior year was identified. The error relates to trade creditors with offsetting amounts to accumulated losses. This error arises from expenses incurred by the Responsible Entity, but not recognised by the Fund in prior periods. The error had the following effects on statement of comprehensive income for the years ended 30 June 2010 and 30 June 2009 and the statement of financial position as at 30 June 2010 and 1 July 2009:

Effect on Statement of Comprehensive Income:

	Previously reported 30 June 2010	After restatement 30 June 2010	Previously reported 30 June 2009	After restatement 30 June 2009
Administrative and general expenses	(247,882)	(274,115)	(299,143)	(583,980)
Net profit attributable to unitholders	2,585,044	2,558,811	(990,638)	(1,275,475)

Effect on Statement of Financial Position:

	Previously reported 30 June 2010	After restatement 30 June 2010	Previously reported 1 July 2009	After restatement 1 July 2009
Trade and other payables	64,134	375,204	140,753	425,590
Total liabilities (excluding net assets attributable to unitholders)	1,154,602	1,465,672	448,276	733,113
Net assets attributable to unitholders	19,242,687	18,931,617	24,532,138	24,247,301
Accumulated losses	(4,695,131)	(5,006,201)	(4,776,585)	(5,061,422)

The restatements above does not impact the statement of cashflows.

NOTE 16: ECONOMIC DEPENDANCY

Income-Plus Fund has majority of its investment in the AMP Structured High Yield Fund. Accordingly a significant portion of Income-Plus Fund's revenue is dependant on the AMP Structured High Yield Fund.

NOTE 17: EVENTS SUBSEQUENT TO REPORTING DATE

The income distribution for the final quarter of the financial year to 30 June 2011 of $990,191 (2010: $1,086,313), or 4.23 cents per unit (2010: 4.64 cents per unit), was paid on 12 September 2011.

The capital distribution for the final quarter of the financial year to 30 June 2011 of $3,127,633 or 13.36 cents per unit, was paid on 12 September 2011.

No other matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of the Fund, the results of those operations, or the state of affairs of the Fund in future financial years.

NOTE 18: CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

There are no contingent liabilities or capital commitments of the Fund as at reporting date.

NOTE 19: FUND DETAILS

The principal place of business and registered office of the Fund is:

Income Plus Fund
c/- Specialised Private Capital Limited
Level 2, 7 Macquarie Place,
Sydney NSW 2000

INCOME PLUS FUND
ARSN 106 910 392
DIRECTORS' DECLARATION OF THE RESPONSIBLE ENTITY
FOR THE YEAR ENDED 30 JUNE 2011

In the opinion of the directors of Specialised Private Capital Limited, the Responsible Entity of Income Plus Fund (the "Fund"):

(a) the financial statements and notes set out on pages 8 to 27 are in accordance with the *Corporations Act 2001*, including:

(i) complying with Australian Accounting Standards, the *Corporations Regulations 2001*; and

(ii) giving a true and fair view of the Fund's financial position as at 30 June 2011 and of its performance as represented by the results of its operations and its cash flows for the year ended 30 June 2011.

(b) there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors of the Responsible Entity.

Barry Zuckerman
Director of the Responsible Entity

Dated in Sydney this 1st day of December 2011

MOORE STEPHENS
ACCOUNTANTS & ADVISORS

Level 7, 20 Hunter Street
Sydney NSW 2000

T +61 (0)2 8236 7700
F +61 (0)2 9233 4636

www.moorestephens.com.au

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF INCOME PLUS FUND

Report on the Financial Report

We have audited the accompanying financial report of Income Plus Fund ("the Fund"), which comprises the statement of financial position as at 30 June 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of Specialised Private Capital Limited, the Responsible Entity of the Fund, are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors of the Responsible Entity determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors of the Responsible Entity, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Opinion

In our opinion the financial report of Income Plus Fund is in accordance with the *Corporations Act 2001*, including:

i. giving a true and fair view of the Fund's financial position as at 30 June 2011 and of its performance for the year ended on that date; and

ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Moore Stephens Sydney

Moore Stephens Sydney
Chartered Accountants

Chris Chandran
Partner

Dated in Sydney this 1st day of December 2011