

Leveraged Investment Companies Fund

ARSN 114 579 734

ACN 095 773 390
AFS licence number 246 744
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Quarterly Investment Update

31 March 2006

Fund Summary

| | | | |
|------------------------|-----------|---|---------------------|
| Total Fund Assets: | \$10.25MM | Unit Price (buy/sell): (31 March 2006) | \$1.3180 / \$1.3106 |
| Equity: | \$5.75MM | Loan-to-valuation ratio: | 43.9% |
| Debt: | \$4.50MM | | |
| Number of Investments: | 10 | | |

Top 3 Holdings:

- Australian Foundation Investment Company Ltd
- Argo Investments Ltd
- StreetTracks S&P/ASX 200 Index Fund

In these quarterly updates, we provide our investors with information about the progress of the Fund as a whole, as well as insight into the investments we make.

General Comments

Having recently celebrated six months of existence, the Leveraged Investment Companies Fund's ("LICF") unit price has delivered a return-since-inception of 31.1%, while the ASX 200 Accumulation Index ("ASX200") has delivered 20.5% over the same period. For the three months to 31 March 2006, the LICF unit price is up 14.8%, compared to the ASX200's 9.0%. Even though geared, the Fund has been able to produce these results while continuing to exhibit less volatility than the general market and its benchmark, the ASX200.

As the market continues to produce positive returns, we believe that LICF represents both a positive and defensive exposure to Australian equities. The Fund strives to make the most of an upward market while also positioning itself favourably in the case of a downward market. The three main reasons we believe that LICF will somewhat shelter investors in a downward market are:

1. The underlying aggregated stock portfolio of the Listed Investment Companies ("LIC") is underweight in the more volatile sectors; therefore has less of a tendency to gyrate like the general market. The flip side is that this may also lead to periods of underperformance in a volatile upward market;
2. LIC management have traditionally followed the path of buying back their shares when the LICs trade at a discount to their net tangible assets ("NTA"), this gives support to their price and is inherently beneficial to shareholders;
3. A large number of LIC investors have a long term view to investing; therefore they are less likely to react to short term 'noise'.



Notwithstanding these characteristics, the gearing in the Fund will magnify both gains and losses arising from the Fund's investments.

We are currently in the midst of meeting with and reviewing each LIC's management team. To date, we are pleased with the individual management abilities and philosophies, which we support through our ongoing purchases of their shares.

As we continue to grow the Fund, we are continuously seeking new LIC opportunities but we remain stringent in our investment choices. Quality management is but one of the qualifications necessary before LICF will consider adding a particular LIC to its approved investment list. We also strive to keep internal leverage at optimal levels. Overall, we are very pleased with the performance of the Fund and the fact that it was attained via a lower level of risk than its index, the ASX200.

Investor Information

This investment update is also available on our website (www.centricwealth.com.au). Should you have any enquiries regarding your unit holding, you should contact Registries Ltd on 02 9290 9600.

If you have any questions regarding your investment in Leveraged Investment Companies Fund, you should speak with your financial adviser in the first instance or contact us on 02 8233 0200.

Disclosures

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Disclaimer

Centric Capital is an Australian Financial Services Licensee no 246 744 and is the Responsible Entity of the Leveraged Investment Companies Fund. Refer to the Product Disclosure Statement ("PDS") 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.

Fund Features

This is a summary of the features of the Fund. You should read the entire Product Disclosure Statement for full details before investing.

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| Fund Name | Leveraged Investment Companies Fund |
| ARSN | 114 579 734 |
| Responsible Entity | Specialised Private Capital Ltd trading as Centric Capital, AFS Licence Number 246 744 |
| Investment Objective | <p>The objective of the Fund is to provide long-term capital growth through exposure to the Australian share market. The Fund will use investors' funds and borrowed funds to invest in a portfolio of investment companies listed on the Australian Stock Exchange ("ASX"). The Fund will also maintain at all times an investment of at least 10% in wholesale managed funds designed to replicate the income and growth performance of the broad-based share market indices (for example, the ASX/S&P 200 or ASX/S&P 300 indices).</p> <p>Generally, cash and unlisted investment companies exposure will be minimal.</p> |
| This Fund may suit your investment needs and risk profile if you: | <ul style="list-style-type: none"> ✓ seek higher medium to long-term potential returns from Australian share market investments through the use of borrowing to invest; ✓ are comfortable with a low cash distribution; ✓ are comfortable with higher risks arising from the use of borrowing; and ✓ are seeking an alternative to traditional leveraged equity products. |
| Recommended minimum investment horizon | 5-7 years |
| Expected volatility of returns | High |
| Potential for capital growth | High |
| Potential for income | Low |
| Minimum initial investment | \$5,000 |
| Minimum additional investment | \$1,000 |
| Minimum redemption | \$1,000 |
| Minimum balance | \$5,000 |
| Income distributions | Yearly |
| Estimated Management Expense Ratio (MER) | 1.10% of total assets inclusive of GST. Please refer to the PDS for more details. |
| Investments can be made | Monthly. Please refer to the PDS for more details. |
| Redemptions | Monthly. Please refer to the PDS for more details. |

Important Information

This document is only for use by investors and prospective investors in the Fund (whether directly or via a master trust or administration service) and their financial advisers. This document is of a general nature only and has been prepared without taking into account any person's particular investment objectives, financial situation or particular needs. Always consider the current PDS in deciding whether to invest or hold your investment in the fund.