



# Ganes Value Growth Fund

## FUND SUMMARY – NOVEMBER 2006

### Fund Description

The Ganes Value Growth Fund aims to provide positive returns over the long term (five years plus) by investing in a portfolio of Australian securities and investments. The investment managers, Ganes Investment Management, focus on identifying growing, quality businesses that can be purchased at reasonable prices which offer attractive returns over the long-term.

### Summary Performance

1 Month Return	2.39%
Since Inception	23.84%
Unit Price	\$1.2269
Total Assets	\$13.50m

### Contact Details

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#### Responsible Entity

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### Manager Commentary

The Ganes Value Growth Fund reported another positive month of 2.39% for November, bringing the total return for the first five months of this financial year to 14.98%. The fund also marked its first anniversary during the month and we are pleased to report a 23.84% return for our first full year. Again, while this short-term performance is pleasing we would caution that short-term returns such as these are unlikely to be repeated and our long-term objectives are necessarily far more modest.

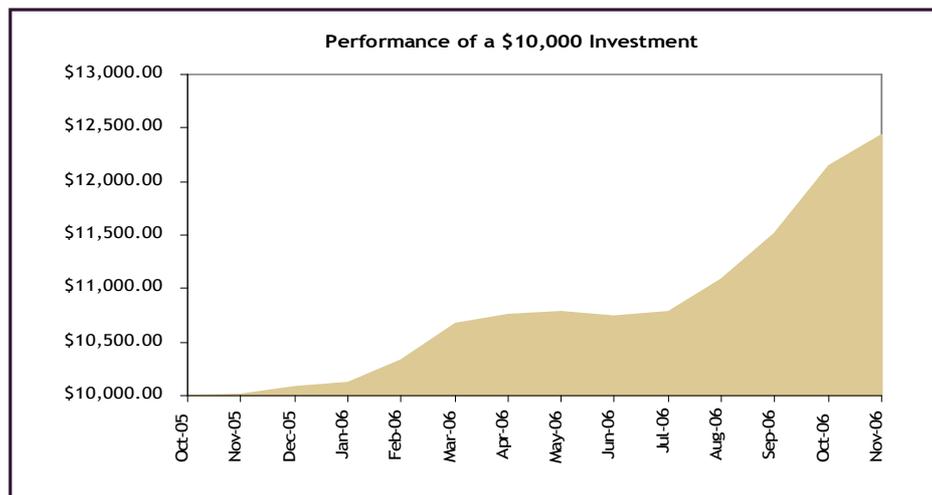
The market also turned in another positive performance as private equity funds and takeover activity continue to fuel underlying positive sentiment despite some valuations appearing somewhat stretched. A number of companies contributed to the fund's positive performance for the month, including Rebel Sport, that jumped on the back of a private equity bid.

Other stocks that enhanced the portfolio performance included Independent Practitioner Network (+25%), Fiducian Portfolio Services (+17%), Peoplebank (+10%), Challenger Financial Services (+14%) and Treasury Group (+5%).

November also saw us attend several AGM's of companies in the portfolio, and we were generally pleased with the business progress reported by company management. We didn't add to our Treasury Group holding but came away from the AGM pleased with the company's progress and its potential to expand into a much larger boutique financial institution.

Our top 10 holdings remain largely unchanged apart from the addition of Goodman Fielder and Servcorp. Many would know Goodman Fielder as the owner of household grocery brands including Wonder White and Meadow Lea and White Wings. We were able to purchase the business at approximately 12 times earnings with an attractive dividend yield for 2007 of more than 6%. The other addition, Servcorp, operates a global serviced office business with offices in Australia, New Zealand, Japan, China, South-East Asia, Europe and the Middle East. Servcorp is a conservatively geared, strong cash generator with a management team that, in recent years, has developed a desirable habit of under-promising and over-delivering.

At month end 87.8% of fund assets were invested across 35 companies with the balance held in cash.





# Ganes Value Growth Fund

## FUND SUMMARY

### Objective

The objective of the Ganes Value Growth Fund is to provide positive returns over the long term (five years plus) by investing in a portfolio of Australian securities and financial products. Ganes Investment Management focusses on identifying financially strong, easily understood, well-managed businesses that can be purchased at prices that offer an attractive return over the long-term.

### Investment Philosophy

Ganes Investment Management aims to identify readily understood businesses, underpinned by favourable economics and run by managers who work to enhance shareholder wealth through the profitable deployment of shareholder capital. Once identified, such companies are added to the portfolio only when they can be purchased at a price that suggests an attractive long-term return can be achieved.

**Applications**  
Weekly

**Withdrawals**  
Weekly

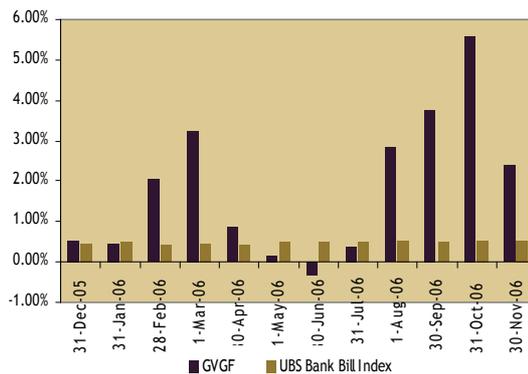
**Minimum Investment**  
\$10,000

**Distributions**  
Quarterly

**Fees**  
No base management fee, 0.25% expense recovery fee & a 20% performance fee payable on positive returns, with negative returns to be recouped first.

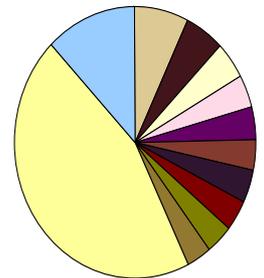
**Buy/Sell Spreads**  
0.25% each side

Top Ten Holdings	% of Portfolio	Asset Class
Treasury Group Ltd	7.12%	Australian Shares
Flight Centre Limited	5.30%	Australian Shares
QM Technologies Limited	4.48%	Australian Shares
ARB Corporation Limited	4.05%	Australian Shares
Blackmores Limited	3.76%	Australian Shares
Mortgage Choice Ltd	3.75%	Australian Shares
Fiducian Portfolio Services Ltd	3.68%	Australian Shares
Sonic Healthcare Limited	3.65%	Australian Shares
Servcorp Limited	3.53%	Australian Shares
Goodman Fielder Limited	3.44%	Australian Shares
Australian Shares	45.07%	Australian Shares
Cash	12.18%	Cash
<b>TOTAL</b>	<b>100%</b>	



### Fund Portfolio

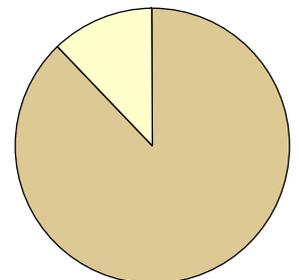
- Treasury Group Ltd
- Flight Centre Limited
- QM Technologies Limited
- ARB Corporation Limited
- Blackmores Limited
- Mortgage Choice Ltd
- Fiducian Portfolio Services Ltd
- Sonic Healthcare Limited
- Servcorp Limited
- Goodman Fielder Limited
- Australian Shares
- Cash



Performance Summary	Ganes Value Growth Fund	UBS Bank Bill Index
Since Inception p.a. (18/11/05)	23.84% p.a.	n/a
1 Month	2.39%	0.51%
Profitable Months	92.86%	100.00%
Distribution for quarter	\$0.0000	n/a
Application Unit Price	1.23030	n/a
Withdrawal Unit Price	1.22350	n/a
Net Asset Value Unit Price	1.22690	n/a

### Asset Allocation

- Australian Shares
- Income Notes
- Cash



### Important Information

This report is provided for investors in the Funds. Whilst all care has been taken in the preparation of this report (using sources believed to be reliable and accurate), no person including Western Pacific Asset Management Limited (WPAM) or any other affiliated company accepts responsibility for any loss suffered by any person arising in reliance on this information other than under law which cannot be excluded. You should seek your own financial and taxation advice before dealing with your investment.

The product disclosure statement (PDS) for the Multi-Manager Funds is issued by Western Pacific Asset Management and is available by contacting WPAM on 1300 781 247. The PDS details the terms of the offer and if you wish to invest in the Funds, then you should consider the contents of the PDS, consider whether or not an investment in the Funds is appropriate for you and complete the application form accompanying the PDS. You should also consider the PDS in deciding whether to continue to hold an interest in the Funds.

Past performance should not be taken as an indication of future performance. This information does not take into account your investment objectives, financial situation or particular needs. Before making any investment decision, you should obtain and carefully consider the PDS, having regard to your investment objectives, financial situation and particular needs.

