

GANES VALUE GROWTH FUND

The Ganes Value Growth Fund recorded a positive return of 6.60% during the month as many of the companies in the portfolio continued to see strong increases in their share prices following reporting season. The Fund has returned 32.6% in the last six months which is a strong return considering the Fund has held in excess of 20% of the portfolio in cash throughout this period.

During the month:

- Ganes added nine new companies to their portfolio and increased exposure to an additional seven companies. The Fund currently holds nearly \$26 million in equities across 49 companies and has over \$6 million invested in cash.
- Spark Infrastructure Group is a new holding in the portfolio. Spark invests in infrastructure assets, and currently owns a 49% stake in three electricity distribution companies in Melbourne and South Australia. Ganes have been attracted to the stable and predictable revenue streams that these high quality assets generate.
- Ganes also initiated a new position in Orotan Group, a wholesaler and retailer of clothing and fashion accessories. After some disappointing years the company is under new management who have been able to improve the performance of its licence to distribute Polo Ralph Lauren and its traditional Orotan label. In the tough 2009 retailing environment, net profit increased by 16%.
- Corporate Express Australia is another addition to the Fund during the month. The Fund has previously owned this business and at current prices it appears attractive. Although growth in the business is getting harder to achieve, Corporate Express has solid defensive type earnings.
- Ganes have also added Pacific Brands and Ansell to the portfolio, as well as four smaller companies that they are continuing to buy. In addition the existing holdings in Treasury Group, Blackmores, Fletcher Building, Austbrokers, Primary Health Care and CSL were all increased during the month.
- The largest positive contributors to performance during the month were ARB Corporation (+17%), IOOF Holdings (+12%), Servcorp (+12%), McMillan Shakespeare (+13%), Fleetwood (+12%) and Thorn Group (formerly RR Australia +26%).
- Cabcharge was one of the few companies to detract from performance. Cabcharge fell as it reported a relatively poor, by Cabcharge standards, 4% increase in profits. The company has also continued to receive adverse media coverage in the Sydney press in relation to its ongoing battle with the ACCC and the issuing of taxi licences in NSW.

PERFORMANCE SUMMARY

Performance Summary as at 30 September 2009	Ganes Value Growth Fund
Since Inception p.a. (18/11/05)	3.07%
1 Year	7.02%
2 Years p.a.	-10.33%
3 Years p.a.	-0.81%
1 Month	6.60%
Profitable Months	60.42%
Distribution for quarter	\$0.0000
Fund Assets (million)	\$32.71
Application Unit Price	1.0341
Withdrawal Unit Price	1.0284
Net Asset Value Unit Price	1.0312

TOP TEN HOLDINGS

Top Ten Holdings	% of Portfolio
ARB Corporation	5.80%
Flight Centre	4.11%
Servcorp	3.87%
IOOF Holdings	3.76%
McMillan Shakespeare	3.70%
Computershare	3.68%
Cabcharge Australia	3.55%
Sonic Healthcare	2.81%
Thorn Group	2.69%
Fleetwood Corporation	2.58%
<i>Other Australian Shares</i>	<i>42.23%</i>
<i>Cash</i>	<i>21.22%</i>
TOTAL	100%

Important Information

This report is provided for investors in the Funds. While all care has been taken in the preparation of this report (using sources believed to be reliable and accurate), Officium Capital Ltd, its officers, employees, agents and associated entities accept no responsibility for and will not be liable in respect of any loss or damage suffered by any person in connection with this other than under law which cannot be excluded. You should seek your own financial and taxation advice before dealing with your investment. This report has been prepared without taking into account your investment objectives, financial situation or particular needs. Before investing, or retaining an investment, in any of the Funds you should read the relevant PDS and consider whether the Fund is appropriate having regard to those matters. A copy of the PDS is available at www.officiumcapital.com.au. Remember, past performance should not be taken as an indication of future performance.