

OFFICIUM SPECIAL SITUATIONS FUND

The net asset value of the Officium Special Situations Fund declined by 11.2% in June, significantly underperforming the broader market. However, for the 12 months to the end of June the Fund outperformed the broader market with a return of 23.0%. Throughout the month Intelligent Investor Funds Management were able to continue to use the cash they were transitioned last month to establish holdings in their preferred investments.

During the month:

- The share price of Oceania Capital Partners declined by 37.1% and was the largest detractor from Fund performance. The share price decline resulted from an announcement by iSOFT, the largest underlying investment held by Oceania Capital Partners, that a substantial amount of revenue that had been forecast for fiscal year 2010 would be deferred. This resulted in fiscal year 2010 EBITDA being downgraded from a range of \$105 to \$120 million to \$45 to \$60 million and saw the iSOFT share price decline by 70.4% in June.
- The gold mining stocks held in the Fund provided mixed absolute returns, with investments in the Resolute Mining Convertible Notes, Catalpa and St Barbara returning 1.4%, 12.5% and 14.8% respectively, while the Resolute Mining ordinary shares and Resolute Mining Options declined by 0.5% and 6.3% respectively.
- Officium Capital reduced exposure to the Ethane Pipeline Income Fund, LinQ Resources Fund and St Barbara during the month. Other transactional activity saw Intelligent Investor Funds Management increase exposure to RNY Property Trust and to some of the smaller positions in the portfolio.
- Photon Group is Australia's largest marketing and communications group and constitutes 5.4% of the Officium Special Situations Fund at the end of the month. The Fund entered a trading halt in June and announced that the continued underperformance of its Internet & E-Commerce division and adverse currency impacts had resulted in lower profit expectations with financial year 2010 EBITDA now expected to decline by around \$21 million to \$75 million. The company also appointed a new CEO following the departure of the Executive Chairman. The share price was up by 10.3% in June before it entered into the trading halt.

NOTE: Due to the high concentration of Resolute Mining Limited (RSG) and Oceania Capital Partners Limited (OCP) in this Fund, any purchase of new units in the Officium Special Situations Fund is effectively equivalent to investing circa 38.7% (cumulative) of your funds in RSG (including exposure to RSGG & RSGO) and OCP as at 30 June 2010 at \$1.06 and \$1.51, respectively. Please be mindful of this when considering a new investment into the Officium Special Situations Fund or purchasing additional units in the Fund.

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.

PERFORMANCE SUMMARY

Performance Summary as at 30 June 2010	Officium Special Situations Fund
Since Inception p.a. (6/9/04)	0.71%
1 Year	22.97%
3 Years p.a.	-3.59%
5 Years p.a.	2.28%
1 Month	-11.19%
Profitable Months	54.29%
June Quarter Distribution	\$0.0069
Fund Assets (million)	\$38.73
Application Unit Price	0.8611
Withdrawal Unit Price	0.8564
Net Asset Value Unit Price	0.8588

TOP TEN HOLDINGS

Top Ten Holdings	% of Portfolio
Oceania Capital Partners	18.74%
Resolute Mining Convertible Notes	11.74%
Photon Group	5.36%
Resolute Mining	5.19%
Spark Infrastructure Group	4.69%
MAp Group	4.36%
Prime Infrastructure Group	4.11%
UXC Limited	3.14%
Resolute Mining Options	3.01%
Tassal Group	2.53%
Remaining Holdings	11.68%
Cash	25.46%
TOTAL	100%