



Small Companies Fund

Monthly Report

April 2009

Portfolio Performance and Strategy

The Small Ordinaries Accumulation Index in April rose 13.52%, continuing the trend of double digit growth from March. The Eley Griffiths Group Small Companies Fund underperformed the index by 5.01%. Interestingly, small caps extended their outperformance over big caps by 8.38% in April. In fact this was the case in many offshore markets as well, as investors sought out leverage to the global economic recovery. Investor sentiment continued to improve despite further poor economic data. Retail sales fell by 2.0% (even with the first stimulus package spent) and the unemployment rate increased to 5.7%; its highest point since December 2003. On the positive side, building approvals increased by 7.8% (still running -25% year on year) and consumer confidence improved to 92.7 - the highest

Unit Price as at 30 April 2009

Application	\$1.1753
Redemption	\$1.1660

Fund Size	\$282 million
No. of stocks in portfolio	46

level since February 2008. In the small caps there was a clear unwind of the 'going broke trade' with some stocks doubling within the month. There was a renewed buying campaign in selected resource stocks although generally golds and defensives continued to sell off as investors looked for more cyclical plays that offer more upside in a recovering economy. The small cap space received three takeover bids during the month of April, while the continued strength of the market saw companies continue to come to market to raise in excess of \$400m of cash often to shore up balance sheets. Our cash levels closed April at around 7.5%, which will continue to be review by

Performance Statistics to 30 April 2009

	1 Month %	3 Month %	FYTD %	1 Year %	5 Year % p.a.
EYG Small Companies Fund	+8.51%	+19.62%	-30.13%	-33.35%	+10.50%
S&P/ASX Small Ordinaries Accumulation Index	+13.52%	+16.72%	-35.49%	-40.54%	+3.99%
Out performance	-5.01%	+2.90%	+5.36%	+7.19%	+6.51%

* Fund returns are calculated before fees are deducted.

your manager through out the month of May.

Attribution

The portfolio was overweight 1 of the index's top 10 performing stocks (by index point contribution) being Felix Resources (+27.66%). The portfolio was overweight 2 of the index's bottom 10 performing stocks (by index point contribution) being Ramsay Healthcare (-6.09%) and Macmahon Holdings (-22.73%).

Top 10 Stocks*

	Portfolio Weight
1 Ramsay Health Care Limited	3.70%
2 Adelaide Brighton Limited	3.52%
3 Silex Systems Limited	3.52%
4 Cabcharge Australia Limited	3.39%
5 IRESS Market Technology	3.24%
6 WHK Group Limited	3.15%
7 Crane Group Limited	3.11%
8 InvoCare Limited	2.91%
9 Programmed Maintenance	2.87%
10 Tap Oil Limited	2.86%
Top 10 Stocks	32.27%
Other Stocks	58.61%
Cash	9.12%
Total	100%

*For the Small Companies Fund as at 31st March 2009.

Portfolio Changes

Additions: Monadelphous Group (process), Western Areas (tactical) and Platinum Asset Management (tactical).

Deletions: Nil.

Market Sector Exposure*

	Fund %
Materials	18.8%
Energy	9.4%
Industrials	25.1%
Consumer Disc	16.6%
Healthcare	7.6%
Consumer Staples	0.0%
Financials	3.8%
Information Tech	6.7%
Telecoms	2.9%
Utilities	0.0%
Property Trusts	0.0%
Cash	9.1%
Total	100%

Eley Griffiths Group ratings

Rating Company	Rating
Morningstar	Highly Recommended Highest Rating
Standard & Poor's	★★★★ - 'Strong' Second Highest Rating
Lonsec	Highly Recommended Highest Rating
Zenith	Recommended Second Highest Rating
van Eyk	A rating Second Highest Rating
Navigator	★★★★ Second Highest Rating

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