



Small Companies Fund

Monthly Report

March 2008

Portfolio Performance and Strategy

The Small Ordinaries Accumulation Index in March fell 4.8%, reversing the positive gains from February where the index rose 3.8%. The Eley Griffiths Group Small Companies Fund outperformed the index by 0.62% for the month. March saw the activation of the US Federal Reserves US\$150 Billion rescue package by providing liquidity for non commercial banks in the United States, while also insuring counter party risk for the JP Morgan Chase takeover of rival Bear Stearns. The RBA lifted rates another 0.25% to 7.25%, and while they still see inflation as an issue the market is pricing in a 0.25% cut by November this year. The lowest unemployment figures in 33 years were also released showing only 4% of

Unit Price as at 31 March 2008

Application	\$1.8421
Redemption	\$ 1.8274
Fund Size	\$425 million
No. of stocks in portfolio	45

Australians being out of work. Merger & Acquisition activity was back in favour in March, with 8 takeovers announced in the Small Cap universe ranging from resources to retail. The market continued its volatility once again with low levels of conviction buying from both the institutional and retail investors. Cash levels finished March at 9%, a level your manager feels appropriate, although we believe the time is getting close to re commit funds to certain oversold situations.

Performance Statistics to 31March 2008

	1 Month %	3 Month %	FYTD %	1 Year %	3 Year % p.a.
EGG Small Companies Fund	-4.14%	-11.74%	-11.27%	-2.35%	+19.62%
S&P/ASX Small Ordinaries Accumulation Index	-4.76%	-15.35%	-16.65%	-7.62%	+15.72%
Out performance	+0.62%	+3.61%	+5.38%	+5.27%	+3.90%

* Fund returns are calculated before fees are deducted.

Attribution

The portfolio was overweight 2 of the index's top 10 performing stocks (by index point contribution) being **Aquarius Platinum** (+4.49%) and **Nufarm** (+6.07%).

The portfolio was overweight 3 of the index's bottom 10 performing stocks (by index point contribution) being **Flight Centre** (-21.70%), **Seek** (-19.60%) and **Kagara** (-16.57%).

Top 10 Stocks*

	Portfolio Weight
1 Ramsay Health Care Limited	3.62%
2 OM Holdings Limited	3.53%
3 Kagara Ltd	3.21%
4 Australian Worldwide Expl.	3.21%
5 Cabcharge Australia Limited	3.19%
6 Alesco Corporation Limited	3.12%
7 Aquarius Platinum Limited	3.04%
8 Hastie Group Limited	2.91%
9 Nufarm Limited	2.83%
10 Silex Systems Limited	2.69%
Top 10 Stocks	31.35%
Other Stocks	57.04%
Cash	11.61%
Total	100%

*For the Small Companies Fund as at 29th February 2008.

Portfolio Changes

Additions: Mount Gibson Iron (Valuation).

Deletions: David Jones (Index Removal), Boom Logistics (Risk Management) and Arc Energy (Asset Overlap).

Market Sector Exposure*

	Fund %
Materials	21.4%
Energy	9.5%
Industrials	26.4%
Consumer Disc	9.0%
Healthcare	7.3%
Consumer Staples	0.0%
Financials	6.4%
Information Tech	7.4%
Telecoms	0.0%
Utilities	1.0%
Property Trusts	0.0%
Cash	11.6%
Total	100%

Eley Griffiths Group ratings

Rating Company	Rating
Morningstar	Recommended Second Highest Rating
Standard & Poor's	★★★★ - 'Strong' Second Highest Rating
Lonsec	Highly Recommended Highest Rating
Zenith	Highly Recommended Highest Rating

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You should obtain and consider a copy of the product disclosure statement relating to the Eley Griffiths Group Small Companies Fund, before acquiring the financial product. You may obtain a product disclosure statement from your financial planner.

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