



Small Companies Fund

Monthly Report

November 2009

Portfolio Performance and Strategy

The Small Ordinaries Accumulation Index in November rose 1.77%, reversing the negative month of October. The Eley Griffiths Group Small Companies Fund underperformed the index by 1.66%. Small caps performed inline with large caps. November, like October was a volatile month, with the Small Ordinaries index initially falling 2.5% before rallying 8.5% then selling off 5.5% and rallying 1.5% to finish up for the month. The chief contributor to the Small Ords performance in November was the resources sector. The Small Resources Accumulation Index was up 7.4% while the Small Industrials were down 1.1%. The main driver of the resources outperformance seems to have been the \$136/oz rise in the price of gold, with both large and small miner's coming in for buying support. If you include coal

Unit Price as at 30 November 2009

Application	\$1.5492
Redemption	\$1.5369

Fund Size	\$457 million
No. of stocks in portfolio	53

and iron ore stocks to that list you have 7 of the index's top 10 performing stocks for the month. The RBA backed up the October and November rate increases by raising rates another 0.25% to 3.75% in early December. This is the first time that the RBA has increased rates 3 times in a row since 1990. The Australian Dollar also climbed through US\$0.90 and topped out above US\$0.94 before finishing back at US\$0.91 at month end. Economic data remained firm with both the RBA and Treasury upgrading their growth forecasts for the economy. Merger and Acquisition activity remained subdued with only one takeover announced during the month.

Performance Statistics to 30 November 2009

	1 Month %	3 Month %	FYTD %	1 Year %	5 Year % p.a.
EGG Small Companies Fund	+0.11%	+5.14%	+23.06%	+65.25%	+11.21%
S&P/ASX Small Ordinaries Accumulation Index	+1.77%	+5.64%	+22.50%	+57.22%	+5.78%
Out performance	-1.66%	-0.50%	+0.56%	+8.03%	+5.43%

* Fund returns are calculated before fees are deducted.

Our cash levels closed October at around 3.5%.

Attribution

The portfolio was overweight 1 of the index's top 10 performing stocks (by index point contribution) being PanAust (+10.53%). The portfolio was overweight 2 of the index's bottom 10 performing stocks (by index point contribution) being Platinum Asset Management (-15.17%) and Adelaide Brighton (-12.32%).

Top 10 Stocks*

	Portfolio Weight
1 OM Holdings Limited	3.79%
2 Equinox Minerals Limited	3.45%
3 Adelaide Brighton Limited	3.30%
4 Whitehaven Coal Limited	3.30%
5 Austar United Communication	2.87%
6 GWA International Limited	2.87%
7 Silex Systems Limited	2.85%
8 Ausdrill Limited	2.82%
9 SAI Global Limited	2.81%
10 IRESS Market Technology	2.77%
Top 10 Stocks	30.83%
Other Stocks	64.46%
Cash	4.71%
Total	100%

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

Additions: APN News & Media (tactical), Aquila Resources (tactical), Horizon Oil (tactical), Kathmandu (IPO) and MacArthur Coal (tactical).

Deletions: AWB (tactical), Global Mining Investments (tactical), Crane Group (review).

Market Sector Exposure*

	Fund %
Materials	23.2%
Energy	10.2%
Industrials	25.1%
Consumer Disc	13.7%
Healthcare	6.0%
Consumer Staples	2.3%
Financials	8.5%
Information Tech	4.3%
Telecoms	2.0%
Utilities	0.0%
Property Trusts	0.0%
Cash	4.7%
Total	100%

Eley Griffiths Group ratings

Rating Company	Rating
Morningstar	Highly Recommended Highest Rating
Standard & Poor's	★★★★★ - 5 stars Highest Rating
Lonsec	Highly Recommended Highest Rating
Zenith	Highly Recommended Highest Rating
van Eyk	A rating Second Highest Rating

Portfolio Changes

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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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