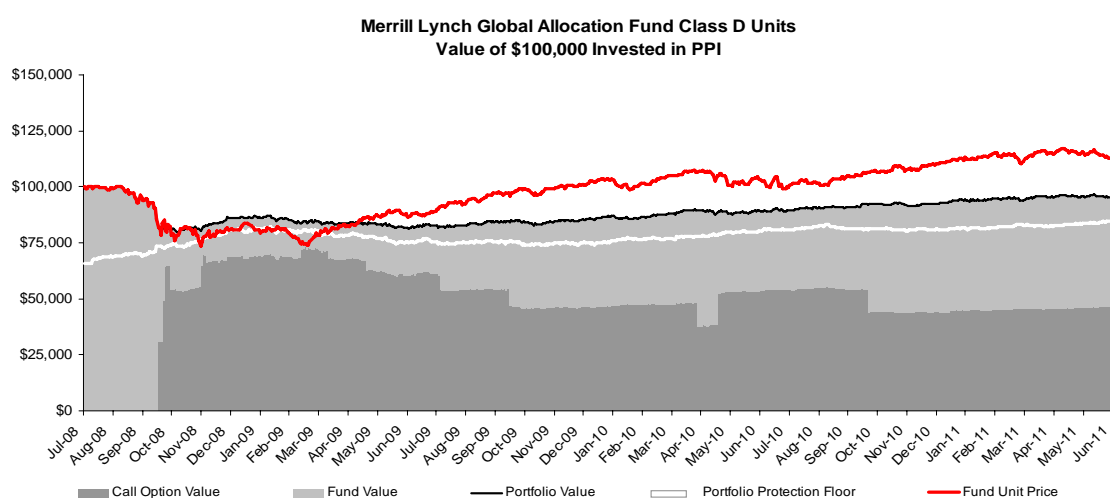


Perpetual Protected Investments – Series 3 Half-yearly performance summary as at 30 June 2011

BlackRock Global Allocation Fund (Class D units) (Aust)



The above graph represents the changes in the indicative value of your investment from 25 July 2008 to 30 June 2011. Your portfolio value is calculated as the sum of fund units, call options and cash at any given point in time. The graph does not represent a direct investment into the BlackRock Global Allocation Fund (Class D units) (Aust)

Source: Perpetual

At a Glance

Investment date	25 July 2008	Value as at 30/06/2011 of \$1 invested	\$0.94
Protection end date	31 May 2015	Percentage allocation of Fund units	52.2%
Maturity date	31 May 2015		

Source: Perpetual

The following information has been provided by the Fund Manager who has given their consent for it to be published. The information below represents a direct investment in the Fund not an investment in Perpetual Protected Investments Series 3.

Fund Commentary

The Fund underperformed its internal reference benchmark return over the six months to 30 June 2011.

In the quarter to June 2011 equities, security selection in the US and Canada

as well as an overweight in Russia and Brazil detracted from performance. Security selection in Japan and Germany contributed to performance. From a sector perspective, an overweight and security selection in Energy and Materials, as well as an underweight and security selection in Consumer Staples detracted from

performance. Security selection in Telecom added to performance. An underweight (relative to the benchmark) in fixed income detracted to performance. Within fixed income, security selection within Canada and the US detracted from performance.

In the quarter to March 2011 The Fund benefitted from an overweight (relative to the benchmark) in equities and security selection in Japan and the US. This was partially offset by stock selection in Canada and an overweight in India and Japan. From a sector perspective, the fund benefitted from an overweight and stock selection within Energy and stock selection within Healthcare. Stock selection within Financials, Consumer Discretionary, Telecom, and Industrials as well as an overweight in Materials (lead by precious-metals related securities) detracted from performance. The largest contributors to the Fund's performance during the quarter were stock selection and an underweight (relative to the benchmark) in fixed income. Within fixed income, security selection within the US added to performance. FX translations detracted modestly from performance.

Market Review

Despite renewed concerns over the sovereign debt crisis in Europe and a "debt ceiling" deadlock in the US, global equity markets managed to post a modest gain during Q2'11. Additionally, some segments of the equity markets benefited from a modest reprieve in commodity prices. 10-year US Treasuries rallied during the quarter, as debt uncertainties caused investors to seek out the relative safety of government bonds. In general, the market environment continues to be characterized by a "risk-on/risk-off"

mentality with market participants basing investment decisions on short-term news. Although this market volatility may persist in the near-term, we believe this creates investment opportunities for long-term, value-oriented investors.

Global inflation is having an impact on both developed and emerging markets, with greater consequences for the latter. In more mature markets, like the US and Western Europe, high unemployment, sluggish wage growth, and deleveraging consumers has meant that inflation has primarily been felt in the form of higher food, energy, and clothing prices. In the developing world, meanwhile, food and energy prices tend to be much higher percentages of local CPI baskets, resulting in higher headline inflation rates overall. In addition, many emerging markets have had to deal with rapidly rising labour costs, a condition that is largely non-existent in most developed markets.

Outlook

With the end of QE2, the US Federal Reserve's balance sheet has exploded to nearly \$2.7 trillion from \$900 billion in early 2008. This unprecedented monetary response has helped to prop up asset markets, but it has also created an environment where the future value of the US dollar may be placed at risk. In addition, because monetary policy in the developed world has been very accommodative, and because China continues to administer a managed currency regime vis-à-vis the USD (which suppresses the value of the renminbi), real interest rates in many of the world's largest economies remain negative. It is our view that such an environment is likely to favour equities and various global commodities (most of which are USD denominated) at the expense of long-duration fixed income assets and various Western cash equivalents.

Performance as at 30 June 2011

	3 months (%)	1 year (%)	2 years (%) pa	3 years (%) pa	5 years (%) pa	Inception (%) pa
Gross	0.44	19.34	17.05	5.78	7.76	9.43

Net	0.14	17.20	15.85	5.05	6.73	8.09
Benchmark	1.89	19.64	16.64	5.72	6.04	6.70

Past performance is not necessarily a guide to future performance. Fund performance is based on an exit-to-exit price basis (i.e. taking fees into account) with all income reinvested and no allowance for tax on income. Long term performance returns show the potential volatility of returns over time. * **Comprised of 24% Merrill Lynch Government Index GA05; 16% Citigroup Non USD World Government Debt Index; 36% S&P 500 Composite; 24% Financial Times/S&P Actuaries World ex US Index. The internal benchmark currency exposure is hedged in AUD.**

Stock name	%
SPDR Gold Trust	1.56
Exxon Mobil Corp.	1.16
Apple Inc.	1.15
Microsoft Corp.	0.88
International Business Machines Co	0.79
Petrobras Peteroleo Brasileiro	0.69
Chevron Corp.	0.69
Bristol-Myers Squibb Co.	0.61
Johnson & Johnson	0.59
General Electric Co.	0.58

Sector weights	%
US	24.0
Canada	0.45
Europe	8.33
Latin America	0.15
Asia	7.07
Africa / Middle East	0.00

Investment Objective

The Global Allocation Team believes that competitive returns with low to moderate levels of risk can be achieved through a flexible, research intensive, value-oriented approach that seeks the best investment opportunities worldwide, broadly diversified across asset classes, countries and securities.

Benchmark

As the Fund is a diversified fund, there is no one relevant index to provide a benchmark, so the benchmark consists of a weighted average for the Australian dollar hedged returns provided by market indices for relevant asset classes. The indices used are the S&P 500 Composite; Financial Times/S&P Actuaries World Index ex-US; Merrill Lynch Government Index; Citigroup Non-USD World Government Debt Index.

Investment Category

The types of securities and markets the Fund invests in will vary in response to changing market conditions and economic trends. For example, the Fund may be substantially invested in US shares when they appear undervalued relative to other world share markets, while greater emphasis may be placed on fixed income securities when the risk of owning shares appears above average. This approach strives to achieve attractive total returns, while spreading the risks associated with investing in only one asset class or market.

In selecting equity investments, the Fund mainly seeks to invest in securities which are believed to be undervalued. The Fund may buy fixed income securities of varying maturities.

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amount originally invested. Fluctuation may be particularly marked in the case of a higher volatility fund and the value of an investment may fall suddenly and substantially. Performance has been calculated as indicated and charges and assumes the reinvestment of all income.

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