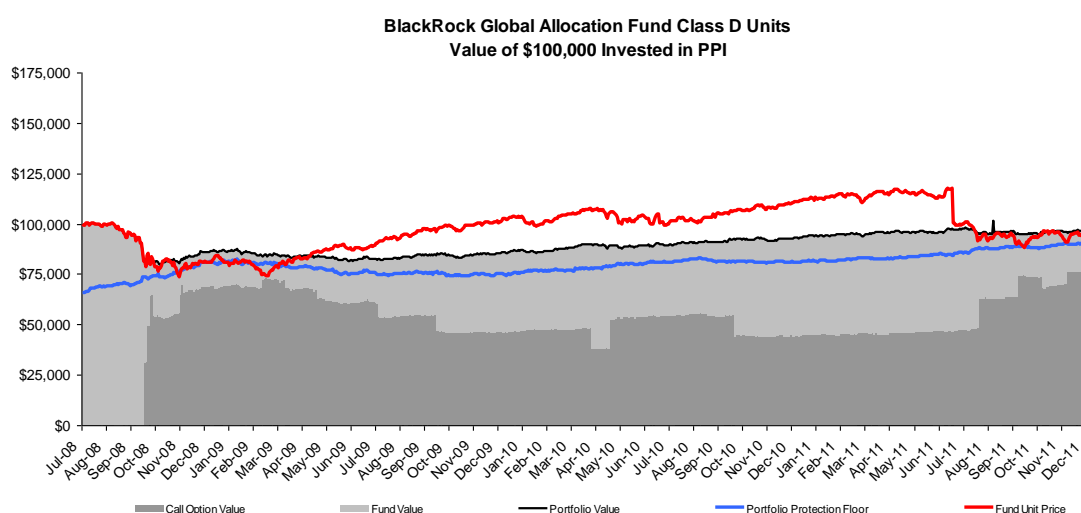


Perpetual Protected Investments – Series 3 Half-yearly performance summary as at 31 December 2011

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 31 December 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 31/12/2011 of \$1 invested	\$0.95
Protection end date	31 May 2015	Percentage allocation of Fund units	20.6%
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 31 December 2011. In the quarter to December 2011, within equities, stock selection in the US, Brazil

and Canada, as well as an overweight in Russia, contributed to performance. From a sector perspective, an underweight and stock selection in Consumer Staples, as well as an overweight in Materials and stock selection in Energy and Consumer

Discretionary also added to performance. An underweight in fixed income also contributed to performance. Within equities, an overweight in Telecommunication Services detracted from performance.

In the quarter to September 2011, an overweight within equities detracted from performance as equity markets broadly declined. Stock selection in Materials contributed to performance. An underweight to Financials also contributed to performance. Stock selection in Energy and an underweight in Consumer Staples detracted from performance. An underweight in fixed income and in the US Dollar detracted from performance.

Market Review

In the quarter to December 2011, the MSCI World ex Australia Index ended the quarter with a return of 2.00% unhedged in AUD and 8.69% fully hedged in AUD, with European and Japanese indices underperforming the S&P 500. The S&P 500 Index gained 11.82% in local currency. The MSCI Europe Index returned -0.09% in Australian dollars over the quarter. The MSCI Japan Index slid -8.86% in Australian dollars over the quarter. In the quarter to September 2011, the MSCI World ex-Australia Index gained 2.8%, while the MSCI World ex-Australia Index hedged in Australia dollars gained 3.4%. The S&P 500 Index gained 6.0% in local currency. The MSCI USA Index rose 4.5% in Australian dollars. The Dow Jones Euro Stoxx 50 Index rose 2.3% in local currency and the FTSE increased by 3.4%. The MSCI Europe Index gained

1.6% in Australian dollars. The MSCI Japan Index slid 2.3% in Australian dollars.

Outlook

The outlook for 2012 revolves around:

- the European outlook and the transmission mechanism for European growth outcomes impacting on the rest of the world;
- the Chinese economic outlook — a soft landing still appears to be central case particularly as inflation is falling and the Authorities have lots of fire power to respond if the slowdown in economic growth becomes overdone; and
- the US economic outlook — a Presidential election year is likely to see headwinds from tighter fiscal policy and the fall-out from the European crisis. On the positive side the housing sector appears to be basing and there are grounds for optimism on a two to three year view.

Of course, the potential for an X-factor (or factors) derailing the outlook appears unusually high again in 2012 given the fragile state of the global economic recovery and the extremely limited firepower of the major Western economies to respond to a material downturn in economic growth.

Performance as at 31 December 2011

	3 months (%)	1 year (%)	2 years (%) pa	3 years (%) pa	5 years (%) pa	Inception (%) pa
Gross	-0.13	0.04	6.46	11.83	4.98	7.96
Net	-0.15	-0.84	5.36	11.07	4.14	6.73
Benchmark	1.23	4.80	8.76	11.95	3.93	6.13

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	%
Exxon Mobil Corp.	1.35
Apple Inc.	1.14
SPDR Gold Shares Trust	1.14
Microsoft Corp.	0.87
Chevron Corp.	0.81
International Business Machines Co	0.69
Oracle Corp.	0.65
AT&T Inc.	0.64
Johnson & Johnson	0.63

Sector weights	%
US/Canada	50.53
Europe	14.98
Asia	18.87
Latin America	4.16
Africa/Middle East	0.97
Cash Equivalents	10.49

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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