

FAT SHEET

FAT PROPHETS AUSTRALIAN SHARE INCOME MODEL PORTFOLIO

About the model portfolio

INVESTMENT OBJECTIVE:

The Fat Prophets Australian Share Income Model Portfolio (the 'Model') aims to deliver a level of income in excess of that generated by the benchmark index.

INVESTMENT STRATEGY:

The Model seeks to achieve its investment objective by investing in a diversified selection of shares linked to companies listed predominantly within the S&P/ASX 200 Industrial Accumulation Index. The Index is composed of 200 of the largest and most liquid securities within the industrial sector of the Australian Stock Market. The Model typically holds between 20 and 40 securities and may retain up to 25% in cash.

DESIGNED FOR INVESTORS WHO:

- Are looking for income but also wish to achieve some growth in capital over the medium to long term.
- Accept the risk of significant fluctuations in both income and capital.

Performance

Performance as at 30/09/09	Gross	S&P/ASX 200 Industrial Accumulation Index	Outperformance*
1 Month	7.86%	7.76%	0.10%
3 Months	26.28%	26.07%	0.21%
6 Months	41.04%	40.43%	0.62%
1 Year	8.95%	8.58%	0.37%
Since Inception(%p.a)^	-3.28%	-1.84%	-1.44%

*Shows the difference between Portfolio Gross Return and Benchmark Return

^Model Performance inception date 01/04/2008

Top 10 Stocks as at 30/09/09

1. Westpac Banking
2. Australia & New Zealand Banking
3. Commonwealth Bank of Australia
4. National Australia Bank
5. Telstra Corporation
6. QBE Insurance
7. Westfield
8. Wesfarmers
9. Suncorp-Metway
10. Macquarie Group

FAT PROPHETS AUSTRALIAN SHARE INCOME MODEL PORTFOLIO

Model Portfolio name	Fat Prophets Australian Share Income
Code	FP0003
Model inception date	01/04/08
Principle investment objective	To deliver a level of income in excess of the S&P/ASX 200 Industrial Accumulation Index
Can derivatives be used?	No
Indicative number of stocks	10-40
Minimum Model investment	\$20,000
Model Provider fees*	
Investment fee	0.45%
Performance fee applicable?	No
Benchmark Index	S&P/ASX 200 Industrial Accumulation Index

*Please refer to the Fat Prophets Separately Managed Account Product Disclosure Statement for further details

NEXT STEPS

Find out more on how to set up your own Fat Prophets SMA

It is very straightforward to set up your own SMA. Fat Prophets will oversee your application and provide any assistance you require.

Visit our web site: www.fatprophets.com.au/funds

- Download the Product Disclosure Statement ('PDS')
- Fill in the Application Form

or call Fat Prophets on **1300 88 11 77**

IMPORTANT INFORMATION

Issued by Fat Prophets Funds Management Australia Pty Limited ACN 112 466 887, AFS Licence No 284171 ('Fat Prophets'). The Fat Prophets Separately Managed Account is marketed and distributed by Fat Prophets. BlackRock Investment Management (Australia) Limited ABN 13 006 165 975, AFS Licence No 230523 ('BlackRock') is the issuer and Responsible Entity of the Fat Prophets Separately Managed Account. Fat Prophets is not the issuer of the Fat Prophets Separately Managed Account. Fat Prophets markets and distributes the Fat Prophets Separately Managed Account under an agreement with BlackRock. Fat Prophets is not an agent of BlackRock, and has no authority to bind or make statements on behalf of BlackRock or any of its related entities. All offers to invest in the Fat Prophets Separately Managed Account are made in the Fat Prophets Separately Managed Account Product Disclosure Statement ('PDS'). You should consider the PDS in deciding whether to invest, or continue to invest in the Fat Prophets Separately Managed Account. Fat Prophets is the Model Portfolio Manager of the Model Portfolios referred to in this document. Fat Prophets, its officers, employees and agents believe that the information in this document is correct at the time of compilation, but no warranty of accuracy or reliability or reliability is given and no responsibility arising in any other way for errors or omissions (including responsibility to any person by reason of negligence) is accepted by Fat Prophets, its officers, employees or agents. This document contains general information only and is not intended to represent investment or professional advice. Fat Prophets is only licensed to give general financial product advice and is therefore unable to provide investors with personal financial advice which takes into account their particular financial circumstance, requirements or goals. No guarantee as to the capital value of investments in the Model Portfolios nor future returns is made by Fat Prophets. Past performance is no indicator of future performance. Long term performance shows the potential volatility of returns over time. The value of investments and the income from them can fall as well as rise and is not guaranteed. You may not get back the amount originally invested. Fluctuations may be particularly marked in the case of a higher volatility investment strategy and the value of the investment may fall suddenly and substantially. In the case of investment models portfolio composition and performance, have been based on theoretical tracking of the model portfolio. Please note that actual portfolios may not perform in the same manner as the models depicted in this document, depending on your personal Portfolio and any customisations. All performance is shown as gross fees, and do not take tax positions into account. Rounding in the data may result in minor variations.