

Friday, 14 November 2008

MARKET ANNOUNCEMENT

Net Tangible Asset Backing - 31 October 2008

Month Ending:	%Change	Current Month 31 October 2008	Previous Month 30 September 2008
Pre-Tax NTA Backing per share ⁽¹⁾	-17.83%	\$0.6354	\$0.7733
Post-Tax NTA Backing per share ⁽²⁾	-6.03%	\$0.7166	\$0.7626
Based on total issued share capital		19,737,896	19,737,896

The NTA position (post-tax) comprises the following items:

Net Assets	Current Month \$'millions	Previous Month \$'millions
Investment in the FSP Equities Leaders Fund (FSP Fund) managed by the Company's investment manager, FSP Equities Management Limited (FSP) ⁽¹⁾	12.46	15.23
Provision for income tax ⁽²⁾	1.60	(0.21)
Net cash on deposit / other assets	0.08	0.03
Total Net Assets	14.14	15.05

About The FSP Equities Leaders Fund (FSP Fund) ⁽⁴⁾

The 12 month net performance of the FSP Fund to 31 October 2008 was -50.6% (12 months to 30 September: -37.0%). The benchmark performance (S&P/ASX 200 Accumulation Index) was -37.8% over the same period (12 months to 30 September: -26.8%).

The FSP Fund is a wholesale fund not open to retail investors. The investment management team is led by Mr Ronni Chalmers. The objective of the fund is to outperform the S&P/ASX 200 Accumulation Index over the medium term. The Investment Manager is "style neutral" and invests in growth stocks, value stocks, stocks with maintainable dividend yields and special situations."

As at 31 October 2008:

- The equity weighting was 78.3% (30 September: 90.8%);
- 96.1% of the equity portfolio is invested in companies contained within the S&P/ASX 200 index (30 September: 91.2%) with the balance of 3.9% invested in companies outside of the S&P/ASX 200 index (30 September: 8.8%);
- The equity portfolio contained 60 holdings (30 September: 90 holdings).

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FSP Equities Leaders Fund - Performance

Returns To:	1mth	3mths	6mths	1yr	2yrs	3yrs	Since Inception
31/10/2008	(%)	(%)	(%)	(%)	(% p.a.)	(% p.a.)	(% p.a.)
FSP Fund	-17.7%	-29.9%	-38.6%	-50.6%	-16.5%	-3.0%	8.5%
ASX / S&P 200 Accumulation Index	-12.6%	-18.0%	-26.5%	-37.8%	-10.0%	0.7%	7.1%

FSP Equities Leaders Fund Top 20 Holdings and Sector Weights

Top 20 Holdings		Fund Weight		Sector Weights	Fund Weight	
ASX Code	Asset Name	31 Oct	30 Sept		31 Oct	30 Sept
BHP	BHP Billiton	10.8%	17.0%	Energy	17.4	17.7
WBC	Westpac Banking	9.2%	8.5%	Materials	22.2	35.9
WPL	Woodside Petroleum	6.2%	5.9%	Industrials	3.0	4.0
WOW	Woolworths	3.6%	-	Consumer Discretionary	4.8	6.4
ORG	Origin Energy	2.8%	1.8%	Consumer Staples	10.4	7.4
LGL	Lihir Gold	2.7%	3.1%	Healthcare	2.7	2.3
NCM	Newcrest Mining	2.6%	2.7%	Financials(ex-Property)	16.6	14.8
RIO	Rio Tinto	2.5%	2.7%	Property	0.0	0.9
FLX	Felix Resources	2.2%	2.1%	Information technology	0.3	0.5
MTS	Metcash	2.2%	1.7%	Telecommunication Services	0.8	0.8
CBA	Commonwealth Bank	2.1%	1.7%	Utilities	0.1	0.1
STO	Santos	2.0%	2.3%	Cash/Hybrids/Fixed Interest	21.7	9.2
BEN	Bendigo Bank	2.0%	1.4%			
BOQ	Bank of Queensland	1.7%	1.3%			
CCL	Coca Cola Amatil	1.6%	1.2%			
HVN	Harvey Norman	1.3%	1.7%			
HSP	Healthscope	1.2%	0.98%			
WES	Wesfarmers	1.2%	4.0%			
AXA	AXA Asia Pacific	1.2%	1.0%			
OSH	Oil Search	1.1%	1.1%			

Notes:

1. NTA backing is calculated for SCB and its controlled entities (SCB Group).

The SCB Group's investments are financial assets which are measured at fair value at month end. The fair value of listed securities are measured at bid price (where available) and last sale price (where bid price is not available) at month end and excludes disposal costs. The fair value of the Company's investment in the FSP Fund is valued at the unit price at month end published by FSP - such unit price reflects the net tangible asset backing of the fund and no buy/sell spread or exit fees are charged to the Company.

2. The post-tax NTA backing per share is reported net of provision for tax liabilities on the SCB Group's net profit (including after any realised and unrealised gains on investments) after consolidation.
3. Based on information provided by the Investment Manager, FSP Equities Management Limited.
4. FSP Equities Management Limited was appointed manager in December 2004.

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