

## Perpetual Cash Management Fund

June 2010

### Fund facts

**Investment objective:** To provide investors with capital stability, regular income and easy access to funds by investing in deposits, money market and fixed income securities.

**Benchmark:** UBS Bank Bill Index

**Mgmt cost:** 1.05%

**Buy / Sell spread:** 0.00% / 0.00%

### Fund benefits

Provides investors with the potential for regular income, above cash returns and lower volatility than other income strategies through an actively managed, highly diversified and liquid investment.

### Total returns % (after fees) as at 30 June 2010

	APIR	1 mth	3 mths	6 mths	1 yr	3 yrs pa	5 yrs pa	7 yrs pa	10 yrs pa
Perp. WealthFocus Investments	PER0236AU	0.35	0.94	1.62	2.85	4.44	4.65	-	-
Perp. WealthFocus Investment Advantage	PER0040AU	0.29	0.78	1.59	2.79	4.44	4.67	4.57	4.41
Perp. WealthFocus Super	PER0027AU	0.28	0.73	1.41	2.46	3.87	4.07	4.03	3.90
Perp. WealthFocus Pensions	PER0005AU	0.31	0.83	1.62	2.85	4.38	4.61	4.55	4.45
Perp. WealthFocus Term Allocated Pension	PER0335AU	0.31	0.83	1.62	2.85	4.38	4.61	4.55	4.45
UBS Bank Bill Index		0.40	1.12	2.15	3.89	5.56	5.77	5.69	5.55

Please note: Performance for Perpetual's complete list of investment funds is available on [www.perpetual.com.au](http://www.perpetual.com.au). Past performance is not indicative of future performance.

### Market commentary

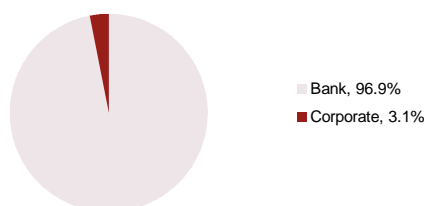
Over the course of the June quarter, the Reserve Bank of Australia Board raised the official cash rate by 50 basis points in total to 4.5% providing an upward impetus on bank bill yields.

Following two consecutive rate hikes in April and May, the RBA Board decided to leave the cash rate unchanged at its June meeting citing that borrowing rates were around their average levels of the past decade. At its July meeting, the Board again maintained its cautious stance on the economy leaving the cash rate unchanged at 4.5%. Over the period the bank bills yields increased and the curve flattened. The 30-day rate increasing by 51bps to 4.75%, the 90-day rate increasing by 50bps to 4.92% and the 180-day rate gaining 34bps to 5.00%.

Over the course of the June quarter, Perpetual's Cash Management Fund performed broadly in line with the UBS bank bill index.

The portfolio benefited from rising bill yields in the beginning of the quarter, which was partly driven by increasing liquidity demands globally and rising cash rate expectations. Around mid quarter, however, bill rates fell after the Board began signalling they might keep rates on hold and liquidity demands eased. During the month of June, bill yields remained relatively stable.

### Portfolio sectors<sup>1</sup>



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Perpetual Group means Perpetual Trustees Australia Limited ABN 86 000 431 827 and its subsidiaries. Total return shown for the fund(s) have been calculated using exit prices after taking into account all of Perpetual's ongoing fees and assuming reinvestment of distributions. No allowance has been made for entry or exit fees or taxation (except in the case of superannuation funds).

Past performance is not indicative of future performance.

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### Further information

**Adviser Services** 1800 062 725

**Investor Services** 1800 022 033

**Email** [investments@perpetual.com.au](mailto:investments@perpetual.com.au)

**www.perpetual.com.au**