BT Wholesale
Core Global Share Fund

Fact Sheet
April 2010

ARSN: 089 938 492

BT Investment Management

Global Equities Investments

About the Fund

The BT Wholesale Core Global Share Fund is an actively managed portfolio of international shares. The shares are managed by Connecticut-based AQR Capital Management, LLC (AQR) with a currency overlay provided by BTIM Investment Management (BTIM).

AQR are fundamental investors who use quantitative strategies to maintain a highly diversified and risk controlled portfolio that reflects AQR's valuation and momentum philosophy.

Fund objective

The Fund aims to provide a return (before fees, costs and taxes) that exceeds MSCI World ex Australia (Standard) Index (Net Dividends) in AUD over the medium to long term. The suggested investment timeframe is five years or more.

Investment style

The investment style is to seek to generate returns by active trading in both stocks and currency.

Investment process

The Fund's investment process separates the stock and currency investment decisions with the majority of the Fund's risk allocation relating to stock selection.

AQR's disciplined approach uses bottom-up fundamental security selection indicators to generate excess returns through under and overweighting stocks and industries relative to the benchmark.

Separate regional stock selection models are utilised to tailor stock and industry selection considerations to the different global equity markets within the benchmark.

AQR employs a quantitative and model driven investment process with teams conducting ongoing research on security selection indicators, portfolio construction, optimisation, trading techniques and technology.

Currency decisions are actively managed by BTIM's Macro Strategies team which seeks to produce risk adjusted returns by actively investing in a portfolio of currency instruments. The process incorporates the rigour and discipline of a quantitative process with fundamental drivers and qualitative analysis. The strategy invests primarily in the global currency forwards market and may also use other currency derivatives to express the portfolio manager's active views.

Investment team

Founded in 1998, AQR Capital Management is an investment management firm employing a disciplined multi-asset, global research process. AQR's diverse client base includes some of the largest institutional investors across the US, Europe and Asia. AQR's team spans a variety of backgrounds including fund management and academic finance. The research of AQR's principals is internationally renowned and has resulted in numerous published papers in a variety of professional journals since 1991.

BTIM's Macro Strategies Team aims to generate alpha and develop global products from a range of top down strategies. The team's analysts and portfolio managers each have more than 10 years experience running investment strategies. Joe Bracken is the Head of the Macro Strategies team and Cameron Fouladi is the Portfolio Manager primarily responsible for BTIM's Currency portfolios.

Performance[1]

(%)	Total Returns		Benchmark
	(post-fee)	(pre-fee)	Return
1 month	-0.86	-0.78	-1.36
3 months	3.42	3.66	2.71
FYDT	10.51	11.35	9.04
6 months	7.11	7.62	6.23
1 year (pa)	9.20	10.07	7.36
2 years (pa)	-6.41	-5.67	-8.50
3 years (pa)	-11.47	-10.73	-10.40
5 years (pa)	-1.03	-0.12	-0.48

Country Allocation

France	4.3%
Germany	3.9%
Italy	1.3%
Spain	2.1%
Sweden	2.1%
Switzerland	4.3%
United Kingdom	10.3%
Hong Kong	1.1%
Japan	10.6%
Canada	5.3%
USA	50.8%
Cash & Other	3.9%

Other information

Fund size (as at 30 Apr 2010)	$205 million
Date of inception[1]	October 1992
Minimum investment	$50,000
Buy-sell spread	0.40%[#]
Distribution frequency	Annual
APIR code	RFA0821AU

[#] The buy-sell spread represents transaction costs incurred whenever you invest or withdraw funds, and may vary from time to time without notice.

Fees

Management fee	0.97% pa*

* You should refer to the latest Product Disclosure Statement for full details of fees and other costs you may be charged.

[1] *Please note AQR started managing the fund from June 2006. Historical return prior to June 2006 is not representative of AQR.*

Market review

Global markets finished flat (+0.3%) after a volatile month which included Sovereign debt downgrades, a Goldman's civil charge from the SEC, China tightening measures and the worst ever oil spill in the Gulf of Mexico. In Australian dollar terms, the MSCI World (Ex-Australia) Index (Net) fell -1.3% for April as the Australian dollar posted another rise against the US dollar over the month.

Europe was the major drag on global equity market performance with the DJ Eurostox 600 down 2.6% in local currency terms on concerns over the fiscal crisis in Greece. However the US rebounded 1.5% in the month, its third successive monthly gain, on encouraging economic data and a strong earnings season. With around 60% of S&P500 companies having reported, the consensus forecast for S&P500 earnings growth yr/yr for Q1 has risen from 37% before reporting began to 52%. Sector leadership continued to show a cyclical bias with Consumer Discretionary (+6.0%) particularly strong while Staples (-1.6%) and Health (-3.9%) lagged.

In Asia, the effects of Chinese monetary tightening via reserve ratio increases and tighter controls on borrowing for residential property investment saw the Shanghai index decline 4.4% in US dollar terms, the worst-performing Asian market in April.

The euro continued to weaken relative to the US dollar in April as the Greek sovereign debt issue reached a crescendo. Despite continued fears of a hung parliament after the election on 6 May, the GBP rebounded a significant +0.6% against the USD.

Gold was the stand out commodity performer in the month, up 5.9%, reflecting its status as a haven in volatile equity markets and also partly due to rising fears that Asian-region monetary policy tightening will affect the demand for bulk and base metals. The oil price rebounded in April by 2.9%. Soft commodities were exceptionally strong, with wheat up 9.2%.

Fund performance

The portfolio outperformed the benchmark for the month of April.

The result was driven by positive performance in the Continental Europe, UK and US strategies. The outperformance in Continental Europe was driven by positive performance in our momentum signals and industry selection model outweighing negative performance in our investor signalling and sustainable growth signals. In the UK, the positive performance was mainly due to a good month in our valuation and momentum factors outweighing negative performance in our earnings quality signals. In the US, positive performance was driven by our earnings quality signals and our industry selection model outweighing negative performance in our momentum and investor sentiment factors.

Positive performance in stock selection within the Industrials sector and in stock selection and industry selection within the Consumer Discretionary sector outweighed negative performance in sector selection within the Information Technology sector. In terms of sector positioning, we are currently overweight Consumer Discretionary and Industrials while being underweight Information Technology.

Within the global asset allocation overlay, the BTIM currency strategy was positive for April. During the month we were long Australian dollar, Japanese yen and US dollar while we were short the euro, Canadian dollar and UK sterling. The largest contributors to performance were the short euro and short Canadian dollar positions. The largest detractors were the long yen and long US dollar positions.

Strategy & outlook

Tactically, we now are underweight Value in all our core regions: US, UK, Continental Europe and Japan strategies.

For more information

Please call 1800 813 886, contact your business development representative or visit www.btim.com.au