

IML Future Leaders Fund

Re-opened to new investors in 2007

Fund objectives

The Investors Mutual Future Leaders Fund invests in a diversified portfolio of quality Australian shares outside the S&P/ASX top 50 (mid-cap and smaller companies), where these shares are identified by the investment team as being undervalued.

The Fund aims to provide investors with a total return, (after fees and expenses and before tax), that is superior to that provided by the S&P/ASX 300 Accumulation Index (excluding S&P/ASX 50, excluding property trusts), on a rolling 4 year basis.

Reasons for re-opening the Fund

Established in May 2002, the Fund was closed to new investors in 2004 to manage capacity issues as the fund had reached its optimum size. The Fund has now been re-opened to new investors, on selected platforms, due to new investment opportunities that have arisen in the sharemarket outside the top 50 companies.

Who should invest?

The IML Future Leaders Fund is suitable for investors seeking a better than average longer-term return from a diversified, professionally managed portfolio of Australian securities outside the S&P/ASX top 50.

Investing in this fund allows investors to diversify their portfolios away from the top 50 ASX companies, which tend to dominate the sharemarket and are concentrated in a very narrow range of sectors (i.e. Financials, Resources, and LPT's).

The Investment Managers

Investors Mutual Limited (IML) was established in 1998 and is based in Sydney. IML is an Australian equity specialist, and applies its unique funds management style to meet its clients' investment goals. The experienced IML investment team is led by Anton Tagliaferro, as Investment Director.

IML's Investment Approach

IML has a conservative approach to managing clients' money through the consistent application of its disciplined investment process. IML's active, value-based investment style focuses on identifying quality companies that are attractively priced.

IML looks for companies that meet our strict criteria as to quality and valuation, namely:

- They have a competitive advantage in their industry;
- A history of recurring earnings;
- Are run by capable management and
- Have the ability to grow earnings over time.

They must also be trading at an attractive price.

Fund Facts

For IDPS, Master Trust or Wrap Account Investors:

The minimum initial and additional investment amounts shall be those specified by that particular Trust, Fund or Service.

Re-opening on:

- Asgard
- Macquarie Wrap Solutions
- MLC Masterkey Custom
- Skandia (end of 2007)
- BT Wrap
- Navigator
- Other platforms to follow

For Wholesale Investors:

Minimum Initial Investment*:	\$500,000
Additional Investment:	\$10,000
Minimum Account Balance:	\$500,000
Minimum Redemption:	\$10,000

* IML has the discretion to accept investments below this amount

Application Fee:	Nil
Exit Fee:	Nil
Brokerage:	Nil
Buy/Sell Margin:	0.25% on Application 0.25% on Exit
Total Buy/Sell Margin:	0.50%
Performance Fee:	15.375% (15% plus the net effect of GST) of investment returns that exceed the performance of the benchmark and which will only be payable in certain, limited circumstances - See PDS for full details.
Investment Costs:	0.974% (incl. GST)
Withdrawals:	Within 7 days
Distributions:	Generally Semi-Annually
Valuations:	Daily

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