



fatPROPHETS™

July 2009 NTA Release

1. Details of Performance and Net Asset Backing at Month end

The net asset backing (“NTA”) of Fat Prophets Australia Fund Limited (“**Fat Fund**”) as at 31 July 2009 was **\$0.9924 per share** on a before tax basis, calculated in accordance with ASX Listing Rule 19:12, and represents an increase of 8.53% over the month. By comparison, the Fat Fund’s benchmark, the S&P/ASX 300 Accumulation Index firmed 7.34% over the month.

After adjusting for the impact of taxation on both realised and unrealised gains, the Fat Fund’s after tax NTA at the end of July 2009 was **\$1.0098 per share**.

2. Performance Commentary

The major influences on the Fat Fund’s performance versus the benchmark during the month of July 2009 were as follows (* denotes acquired during month):

Positive Influences			Negative Influences		
<i>Company</i>	<i>% move</i>	<i>Position</i>	<i>Company</i>	<i>% move</i>	<i>Position</i>
UXC Ltd	50%	Overweight	QBE Insurance	-2%	Overweight
SP Telemedia	46%	Overweight	Bluescope Steel	33%	Underweight
Integrated Research	44%	Overweight	CSL Ltd	-5%	Overweight
APN News & Media	26%	Overweight	Lihir Gold	-6%	Overweight
Seven Network	19%	Overweight	Mundo Minerals	-4%	Overweight

Our commentary this month will be included in the in the ‘Fat Fund’ Annual Report for 2009, which will be released at the end of the month. It will include a comprehensive review of the fund and investment portfolio listing as part of the Investment Management report.



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3. Top 15 Holdings at 31 July 2009

Company	Symbol	% Weighting
BHP Billiton	BHP	13.4
Westpac	WBC	10.3
Commonwealth Bank	CBA	7.80
National Aust. Bank	NAB	7.50
ANZ Bank	ANZ	5.52
Wesfarmers	WES	4.53
QBE Insurance	QBE	3.89
Woolworths	WOW	3.49
Rio Tinto	RIO	3.02
CSL	CSL	2.86
Beach Petroleum	BPT	2.31
Oceana Capital	OCP	1.87
Newcrest Mining	NCM	1.69
Westfield Group	WDC	1.54
Lihir Gold	LGL	1.48

Andrew Brown^a & Steve O'Hanna^a

13 August 2009

a: Andrew Brown and Steve O'Hanna are employees of Tidewater Investments Limited. A controlled entity of Tidewater Investments Limited, Tidewater Asset Management P/L (AFSL# 302802) currently manages the Fat Fund under a sub-contract agreement dated 24 May 2007 with Fat Prophets Funds Management Australia P/L.

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