

Generator Investments Australia Limited

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12 January 2010

Company Announcements
 Australian Stock Exchange Limited
 20 Bridge Street
 SYDNEY NSW 2000

Generator Income Notes Principal Investment– Trading Activity to 30 November 2009

AXA Investment Managers, Paris S.A. (“AXA IM”) made no trading increase or decrease in the Principal portfolio during the month of November.

The recovery rate of the principal portfolio’s holding in CIT Group, which filed for chapter 11 bankruptcy on 2 November 2009, was 67.25%. The impact of the default is a 10 basis point reduction to the principal buffer. Therefore, the protection level for the Generator Income Notes as at 30 November 2009 was 6.96% as demonstrated in the table below:

Principal Investment		
	On Issue	As at 30/11/2009
S&P rating	AAA (on return of principal at maturity)	A- (on return of principal at maturity)
Principal Buffer	10.30%	7.39%
Trading Reserve	0.00%	-0.43%
Total protection	10.30%	6.96%

Each Reference Company set out in the tables in Attachment 1 was a Reference Company of Generator Income Notes as at 30 November. The Reference Companies of the Principal portfolio change frequently as the Manager, AXA IM, can add, remove or replace Reference Companies as detailed in the Generator Income Notes Prospectus dated 2 November 2004.

Watch list on 30 November 2009

Security	Exposure in Principal portfolio (%)	Security	Exposure in Principal portfolio (%)
Clear Channel Communications Inc	0.275	Residential Capital LLC	0.50
Harrah’s Operating Co Inc	0.35	Seat Pagine Gialle Spa	0.70

Source: AXA Investment Managers, Paris S.A.

Generator Investments Australia Limited (“GIAL”) is not an authorised deposit-taking institution for the purposes of the Banking Act (Commonwealth of Australia) 1959, and GIAL’s obligations do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (or any Macquarie Group entity). Neither Macquarie Bank Limited nor any member of the Macquarie Group guarantees or otherwise provides assurance in respect of the obligations of GIAL. Generator Income Notes are offered by GIAL as Trustee of the Generator Income Trust.

Selected Focus Companies in the News

Harrah's Operating Co Inc: AXA IM reports that "The company's financial structure remains aggressive but improved significantly since the time of the transaction (January 2008 purchase by TPG Partners and Apollo Management), driven by successive distressed debt exchange offers, repurchase of notes on the secondary market at discount and consequent extension of the debt maturity profile. Overall the company has demonstrated its ability to reduce leverage, obtain bank debt amendments, and eventually tap the US high yield markets with new US\$1.3bn secured notes. The liquidity position has improved with no significant debt maturities in 2010, pushing bankruptcy risks to the medium term."

Clear Channel Communications Inc: AXA IM reports that "Clear Channel is a diversified media company, primarily involved in radio broadcasting in North America and both US and international outdoor advertising. Overall, the financial profile remains aggressive and not sustainable in the long run, as the decline in advertising revenues has exceeded the company's own projections. Eventually, current financial difficulties at the parent holding may prevent the re-financing of the \$2.5bn inter-company note of Clear Channel Outdoor (89% owned by Clear Channel Media), which matures in August 2010."

Seat Pagine Gialle Spa ("SEAT"): AXA IM reports that "From a credit perspective, the business is generally not volatile and generates stable positive free cash flows. Within this context, SEAT has regularly and gradually reduced the amount of debt loaded in 2004 when private equity acquired their stake. At the end of December 2008, the company announced having reached an agreement on the amendment of the financial covenants based on the company's internal forecasts on top of an expected €200m capital increase over the first half 2009. A covenant amendment was obtained in exchange for a 75 bp increase in interest charges. Nevertheless there remain uncertainties regarding the refinancing of €658m bank debt due in 2012, despite the recent equity offering. The financial structure is unsustainable over the long term and we would not be surprised by a debt restructuring similar to the one recently proposed by Yell group (i.e. extension of bank debt maturities, relaxation of covenants and equity offering)."

Yours sincerely,



Craig Swanger
Director
Generator Investments Australia Limited

Attachment 1

Generator Income Notes Principal Portfolio as at 30/11/2009

Reference company	Proportion of portfolio	Moody's Rating	S&P Rating	S&P Industry	Country
3M Co	0.35000%	Aa2	AA-	Conglomerates	United States
ABB International Finance Ltd	0.60000%	A3	A-	Industrial equipment	Switzerland
Aegon NV	0.55000%	A3	A-	Diversified Insurance	Netherlands
Alcatel-Lucent	0.50000%	B1	B+	Telecommunications	France
Alcoa Inc	0.70000%	Baa3	BBB-	Nonferrous metals/minerals	United States
Allianz SE	1.00000%	Aa3	AA	Property & Casualty Insurance	Germany
Allstate Corp/The	0.60000%	A3	A-	Property & Casualty Insurance	United States
Alstom RGPT	0.60000%	Baa1	BBB+	Industrial equipment	France
American Axle & Manufacturing Inc	0.30000%	Ca	CCC+	Automotive	United States
American Honda Finance Corp	0.30000%	A1	A+	Automotive	United States
American International Group Inc	1.67500%	A3	A-	Diversified Insurance	United States
Anglo American Plc	0.75000%	Baa1	BBB	Nonferrous metals/minerals	United Kingdom
Arcelor Finance SCA	1.00000%	Baa3	BBB	Steel	Luxembourg
ArvinMeritor Inc	0.60000%	Caa2	CCC+	Automotive	United States
AT&T Inc	1.10000%	A2	A	Telecommunications	United States
Avis Budget Car Rental LLC	0.55000%	Ba3	CCC+	Equipment leasing	United States
Aviva Plc	0.50000%	A1	A	Property & Casualty Insurance	United Kingdom
Banco Bilbao Vizcaya Argentaria SA	0.85000%	Aa2	AA	Financial intermediaries	Spain
Banco Santander Central Hispano, S.A.	0.85000%	Aa2	AA	Financial intermediaries	Spain
Bank of America	0.90000%	A2	A	Financial intermediaries	United States
Bank of Tokyo-Mitsubishi UFJ	0.45000%	Aa2	A+	Financial intermediaries	Japan
Barclays Bank Plc	0.55000%	Aa3	AA-	Financial intermediaries	United Kingdom
BASF AG	0.85000%	A1	A+	Chemicals & plastics	Germany
Bayerische Motoren Werke AG	1.20000%	A3	A	Automotive	Germany
Berkshire Hathaway Inc	2.00000%	Aa2	AAA	Conglomerates	United States
BHP Billiton Ltd	1.00000%	A1	A+	Nonferrous metals/minerals	Australia
Bombardier Inc	0.35000%	Ba2	BB+	Aerospace & Defence	Canada
Bouygues	0.40000%	Baa1	A-	Conglomerates	France
British Airways Plc	0.50000%	B1	BB	Air transport	United Kingdom
Canon Inc	0.60000%	Aa1	AA	Business equipment & services	Japan
Carlsberg Breweries AS	0.50000%	Baa3	BBB-	Beverage & Tobacco	Denmark
Carnival Corp	0.60000%	A3	BBB+	Lodging & casinos	United States
Casino Guichard Perrachon SA	0.65000%	Baa3	BBB-	Food/drug retailers	France
Caterpillar Inc	0.77500%	A2	A	Industrial equipment	United States
CBS Corporation	0.30000%	Baa3	BBB-	Radio & Television	United States
Cie de Saint-Gobain	0.99000%	Baa2	BBB	Building & Development	France
Cimpor Cimentos de Portugal SA	0.30000%	Ba1	BBB-	Building & Development	Portugal
CISCO Systems, INC.	0.30000%	A1	A+	Electronics/electrical	United States
CIT Group Inc	0.30000%	Ca	SD	Financial intermediaries	United States
Clariant AG	0.40000%	Ba1	BBB-	Chemicals & plastics	Switzerland
Clear Channel Communications Inc	0.27500%	Ca	CCC	Radio & Television	United States
Compagnie Financiere Michelin	0.30000%	Baa2	BBB	Automotive	Switzerland
Continental AG	0.15000%	B1	B+	Automotive	Germany
Credit Suisse (USA), Inc.	0.15000%	Aa1	A+	Financial intermediaries	United States
DaimlerChrysler AG	1.10000%	A3	BBB+	Automotive	Germany
DBS Bank Ltd/Singapore	0.40000%	Aa1	AA-	Financial intermediaries	Singapore
Deutsche Bahn AG	1.00000%	Aa1	AA	Rail industries	Germany
Deutsche Bank AG	0.80000%	Aa1	A+	Financial intermediaries	Germany
Deutsche Telekom AG	0.75000%	Baa1	BBB+	Telecommunications	Germany
E.ON AG	1.00000%	A2	A	Utilities	Germany
Ei Du Pont de Nemours & Co	0.50000%	A2	A	Chemicals & plastics	United States
Electricite de France	0.95000%	Aa3	A+	Utilities	France
Encana Corp	0.40000%	Baa2	A-	Oil & gas	Canada
ENEL S.P.A.	1.00000%	A2	A-	Utilities	Italy
Energias de Portugal SA	0.35000%	A3	A-	Utilities	Portugal
ENI SPA	1.00000%	Aa2	AA-	Oil & gas	Italy
European Aeronautic Defense and Space C	0.75000%	A1	BBB+	Aerospace & Defence	Netherlands
FIAT S.P.A.	0.40000%	Ba1	BB+	Automotive	Italy
First Data Corp	0.20000%	Caa1	B	Business equipment & services	United States
Flextronics International Ltd	0.45000%	Ba1	BB+	Electronics/electrical	United States
Ford Motor Co	1.70000%	Caa2	CCC+	Automotive	United States
Ford Motor Credit Co	0.70000%	Caa1	CCC+	Automotive	United States
Fortis Bank SA	0.20000%	A1	AA-	Financial intermediaries	Netherlands
Freeport McMoran Copper	0.45000%	Ba2	BBB-	Nonferrous metals/minerals	United States
French Republic	0.25000%	Aaa	AAA	Sovereign	France
Gannett Co Inc	0.90000%	Ba2	BB	Publishing	United States
Gas Natural SDG SA	0.75000%	Baa2	BBB+	Utilities	Spain
General Electric Capital Corp	2.00000%	Aa2	AA+	Conglomerates	United States
GMAC LLC	0.40000%	Ca	CCC	Automotive	United States
Goldman Sachs Group Inc	0.80000%	A1	A	Financial intermediaries	United States
Harrahs Operating Co Inc	0.35000%	Ca	CCC+	Lodging & casinos	United States
Havas SA	0.35000%	Ba1	BB+	Business equipment & services	France
HeidelbergCement AG	0.65000%	B3	B+	Building & Development	Germany
Heineken N.V.	0.55000%	Baa1	BBB+	Beverage & Tobacco	Netherlands
Hertz Corp	0.35000%	Ba3	B	Equipment leasing	United States
Hilton Hotels Corp	0.10000%	Ca	CCC-	Lodging & casinos	United States
Holcim Ltd	1.20000%	Baa2	BBB	Building & Development	Switzerland
Home Depot Inc	0.56000%	Baa1	BBB+	Retailers (except food & drug)	United States
Hutchison Whampoa Ltd	0.55000%	A3	A-	Conglomerates	Hong Kong
Iberdrola, S.A.	0.72500%	A3	A-	Utilities	Spain
Imperial Tobacco Group Plc	0.65000%	Baa3	BBB	Beverage & Tobacco	United Kingdom
ING Bank NV	0.30000%	Aa3	A+	Financial intermediaries	Netherlands
International Business Machines Corp	0.50000%	A1	A+	Business equipment & services	United States
International Lease Finance Corp	2.00000%	Baa3	BBB+	Equipment leasing	United States
International Paper Co	0.45000%	Baa3	BBB	Forest products	United States
Intesa San Paolo S.P.A.	0.60000%	Aa2	AA-	Financial intermediaries	Italy

Reference company	Proportion of portfolio	Moody's Rating	S&P Rating	S&P Industry	Country
Investor AB	0.74000%	A1	AA-	Conglomerates	Sweden
Johnson & Johnson	0.75000%	Aaa	AAA	Drugs	United States
Johnson Controls INC	0.50000%	Baa2	BBB	Automotive	United States
Klepierre	0.30000%	Baa2	BBB+	Equity REITs and REOCs	France
Lafarge SA	1.20000%	Baa3	BBB-	Building & Development	France
Lagardere SCA	0.60000%	Baa2	BBB-	Publishing	France
Lloyds TSB Bank PLC	0.75000%	Aa3	A+	Financial intermediaries	United Kingdom
LMVH Moet Hennessy Louis Vuitton SA	0.39000%	Baa1	A-	Leisure goods/activities/movies	France
MAN AG	0.50000%	A3	A-	Industrial equipment	Germany
Marks & Spencer PLC	0.20000%	Baa3	BBB-	Retailers (except food & drug)	United Kingdom
Marriott International, Inc.	0.40000%	Baa3	BBB-	Lodging & casinos	United States
Masco Corp	0.36000%	Ba2	BBB	Home furnishings	United States
Medtronic Inc	0.40000%	A1	AA-	Health care	United States
Merrill Lynch & Co Inc	0.40000%	A2	A	Financial intermediaries	United States
Metlife Inc	0.35000%	A2	A-	Life Insurance	United States
METRO AG	0.30000%	Baa2	BBB	Retailers (except food & drug)	Germany
MGM Mirage	0.45000%	Caa2	CCC+	Lodging & casinos	United States
Mizuho Corporate Bank Ltd	0.65000%	Aa3	A+	Financial intermediaries	Japan
Morgan Stanley	1.32500%	A2	A	Financial intermediaries	United States
Nestle S.A.	0.50000%	Aa1	AA	Food products	Switzerland
Nordstrom, INC	0.30000%	Baa2	BBB+	Retailers (except food & drug)	United States
Norske Skogindustrier ASA	0.60000%	B2	B+	Forest products	Norway
Omnicom Group Inc	0.25000%	Baa1	A-	Business equipment & services	United States
Oracle Corporation	0.35000%	A2	A	Business equipment & services	United States
Oversea-Chinese Banking Corp	0.30000%	Aa1	A+	Financial intermediaries	Singapore
Pernod-Ricard SA	0.30000%	Ba1	BB+	Beverage & Tobacco	France
Peugeot SA	0.50000%	Baa3	BB+	Automotive	France
PPR SA	1.20000%	Baa3	BBB-	Retailers (except food & drug)	France
Procter & Gamble Co	1.00000%	Aa3	AA-	Cosmetics/toiletries	United States
ProSieben SAT.1 Media AG	0.40000%	Ba3	B	Radio & Television	Germany
Qantas Airways Ltd	0.25000%	Baa2	BBB	Air transport	Australia
Renault S.A.	0.45000%	Ba1	BB	Automotive	France
Repsol YPF SA	0.37000%	Baa1	BBB	Oil & gas	Spain
Residential Capital LLC	0.50000%	C	CCC	Financial intermediaries	United States
Rhodia SA	0.80000%	B1	BB-	Chemicals & plastics	France
Rio Tinto Ltd	1.00000%	Baa1	BBB+	Nonferrous metals/minerals	Australia
Roche Holdings, INC.	0.40000%	A2	A-	Drugs	Switzerland
Royal Bank of Scotland Plc	0.71667%	Aa3	A+	Financial intermediaries	United Kingdom
Royal Caribbean Cruises Ltd	0.60000%	Ba3	BB-	Lodging & casinos	United States
Sanofi-Aventis	1.00000%	A1	AA-	Drugs	France
Schneider Electric SA	0.75000%	A3	A-	Electronics/electrical	France
SEAT PAGINE GIALLE S.P.A.	0.70000%	B1	BB-	Publishing	Italy
Siemens AG	1.40000%	Aa1	A+	Conglomerates	Germany
Singapore Telecommunications Ltd	0.75000%	Aa2	A+	Telecommunications	Singapore
Societe Air France	0.70000%	Baa2	BBB+	Air transport	France
Societe Generale	0.85000%	Aa2	A+	Financial intermediaries	France
Southwest Airlines Co	0.25000%	Baa3	BBB	Air transport	United States
Stena AB	0.35000%	Ba2	BB+	Surface transport	Sweden
Stora Enso Oyj	0.25000%	Ba2	BB	Forest products	Finland
Sumitomo Mitsui Banking Corp	0.57500%	Aa2	A+	Financial intermediaries	Japan
Svenska Cellulosa AB	0.30000%	Baa1	BBB+	Forest products	Sweden
Swiss Reinsurance	2.00000%	A1	A+	Property & Casualty Insurance	Switzerland
Target Corporation	0.30000%	A2	A+	Retailers (except food & drug)	United States
TELEFONAKTIEBOLAGET L M ERICSSON	0.30000%	Baa1	BBB+	Telecommunications	Sweden
Telstra Corp Ltd	0.40000%	A2	A	Telecommunications	Australia
TESCO PLC	0.65000%	A3	A-	Food/drug retailers	United Kingdom
The Bear Stearns Companies Inc.	0.90000%	Aa3	A+	Financial intermediaries	United States
Total SA	1.30000%	Aa1	AA	Oil & gas	France
TOYOTA MOTOR CORPORATION	0.90000%	Aa1	AA	Automotive	Japan
TRW Automotive Holdings Corp.	0.65000%	Caa2	B	Automotive	United States
Tyco Electronics Ltd.	0.46667%	Baa2	BBB-	Electronics/electrical	United States
Tyco International Ltd	0.26666%	Baa1	BBB+	Conglomerates	Bermuda
UniCredito Italiano SpA	0.65000%	Aa3	A	Financial intermediaries	Italy
United Overseas Bank Ltd	0.37500%	Aa1	A+	Financial intermediaries	Singapore
Vodafone Group PLC	0.75000%	Baa1	A-	Telecommunications	United Kingdom
Volkswagen AG	1.00000%	A3	A-	Automotive	Germany
WAL-MART STORES, INC.	0.50000%	Aa2	AA	Food/drug retailers	United States
Wells Fargo & Co	0.35000%	A1	AA-	Financial intermediaries	United States
Wendel Investissement	0.99000%	B1	BB	Conglomerates	France
WPP 2005 Limited	0.72500%	Baa3	BBB	Business equipment & services	United Kingdom
Xstrata Canada Corp	0.05000%	Baa2	BBB	Nonferrous metals/minerals	Canada